

March 4, 2003

REVISED PERSONAL AND FARM UMBRELLA RATES AND RULES APPROVED IN INDIANA

BACKGROUND

The reinsurers for a number of MSO[®] companies required a rate increase for the personal and farm umbrella program. We filed and received approval in Indiana. We also reformatted the manual to show territory 1 and 2 rates in two separate columns. We also amended the minimum required underlying primary limits, added new separate rating charges for both personal and farm umbrella and we also made some editorial changes.

We have a rate increase filing for personal umbrella pending in New Jersey and both personal and farm umbrella in Delaware and Maryland. We announced on January 31, 2003 that revised personal and farm umbrella rates and rules were approved in Pennsylvania.

EFFECTIVE DATE

March 15, 2003

DISTRIBUTION

The revised manual pages will be included on the next CD-ROM update. Affiliated companies can access this through our website <http://www.msonet.com>.

QUESTIONS

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