



December 3, 2004

**REVISED PENNSYLVANIA HOMEOWNERS RATE LEVEL  
APPROVED FOR MHO 4 AND MHO 6**

<b>BACKGROUND</b>	MSO <sup>®</sup> reviewed its Homeowners MHO 4 and MHO 6 rate levels in Pennsylvania as compared to the major homeowners writers to determine what changes were needed based on loss indications and to better reflect the market conditions.
<b>MSO ACTION</b>	We filed a revised base premium to be more in line with the premium level of the major writers. Several base premium groups were also revised.
<b>RATE EFFECT</b>	The approved rate increase is +30% for Forms MHO 4 and MHO 6.
<b>EFFECTIVE DATE</b>	January 1, 2005.
<b>FUTURE ACTION</b>	We are reviewing the MHO 3 rate levels to determine if additional changes are needed.
<b>DISTRIBUTION</b>	The revised manual pages will be included in the next CD-ROM. Affiliated companies will be able to access these on our website <a href="http://www.msonet.com">http://www.msonet.com</a> .
<b>QUESTIONS</b>	Contact Dennis Carrigan at (800) 935-6900 or e-mail <a href="mailto:dcarrigan@msonet.com">dcarrigan@msonet.com</a> .