

AUTO INSURANCE RATES FOR SECOND QUARTER 2002

Ontario private passenger auto insurance rates rose during the quarter ending June 30, 2002.

The rate applications approved during the second quarter of 2002 indicate an average increase of 5.90 per cent, when weighted by market share for those insurers making rate changes. This compares to an average increase of 5.18 per cent for rate applications approved during the quarter ending March 31, 2002.

The average cost of auto insurance in Ontario at the end of the second quarter of 2002 was 10.08 per cent higher when compared with the end of the second quarter a year earlier. This calculation is based on the renewal effective dates of the rate changes. The average cost of auto insurance is now 4.00 per cent higher than the average cost during the third quarter of 1996, preceding the introduction of Bill 59 (the *Automobile Insurance Rate Stability Act, 1996*) on November 1, 1996.

The approved rate change shown for each insurance company is the average for that particular company. The impact of a rate change on an individual consumer will vary depending on where the consumer lives, the type of car he or she is driving, and other risk characteristics.

FSCO will continue to ensure that insurance companies' rate changes are reasonable and justified, and that the rates insurers charge are balanced with their ability to meet their future claims costs.

ONTARIO PRIVATE PASSENGER AUTOMOBILE INSURANCE RATE FILINGS APPROVED

April 1, 2002 to June 30, 2002

Company	Market Share (2001)	Effective New Business Date	Effective Renewal Business Date	Approved Rate Change
AXA Insurance (Canada)	2.47%	Jun 16, 2002	Aug 1, 2002	5.90%
AXA Pacific Insurance Company	0.05%	Jun 16, 2002	Aug 1, 2002	8.60%
Certas Direct Insurance Company	2.02%	Oct 1, 2002	Dec 15, 2002	0.00% ¹
Certas Direct Insurance Company	2.02%	Jul 1, 2002	Jul 1, 2002	2.30%
CGU Insurance Company of Canada	2.42%	May 15, 2002	Jul 15, 2002	4.80%

Chubb Insurance Company of Canada	0.33%	Aug 1, 2002	Nov 1, 2002	10.00%
Co-operators General Insurance Company	5.98%	Jun 1, 2002	Jun 1, 2002	6.11%
COSECO Insurance Company	1.28%	May 15, 2002	Aug 1, 2002	1.70%
CUMIS General Insurance Company	0.19%	Jun 1, 2002	Aug 1, 2002	6.00%
Dominion of Canada General Insurance Company, The	4.46%	Aug 1, 2002	Sep 1, 2002	1.85%
Echelon General Insurance Company	0.51%	May 16, 2002	Jun 22, 2002	7.00%
Farm Mutual Reinsurance Plan Inc.	1.00%	Jul 1, 2002	Aug 1, 2002	7.00%
Farmers' Mutual Insurance Company (Lindsay)	0.24%	Aug 1, 2002	Aug 1, 2002	7.00%
Guarantee Company of North America	1.06%	Jul 1, 2002	Jul 15, 2002	9.50%
Liberty Mutual Insurance Group	3.54%	Sep 9, 2002	Oct 23, 2002	- 0.15%
Personal Insurance Company	1.86%	Oct 1, 2002	Dec 15, 2002	0.00% ¹
Personal Insurance Company	1.86%	Sep 7, 2002	Oct 1, 2002	4.00%
Perth Insurance Company	0.55%	Jun 1, 2002	Jul 1, 2002	1.80%
Pilot Insurance Company	5.50%	Jul 31, 2002	Jul 31, 2002	7.00%
Primum Insurance Company	1.14%	May 1, 2002	Jun 15, 2002	7.00%
Royal & Sun Alliance Insurance Company	3.86%	Jun 15, 2002	Aug 1, 2002	7.40%
State Farm Mutual Automobile Insurance Company	9.63%	Jul 1, 2002	Jul 1, 2002	12.50%
TD General Insurance Company	0.57%	Jul 1, 2002	Jul 1, 2002	7.00%
Traders General Insurance Company of Canada	3.06%	Jun 1, 2002	Jul 1, 2002	0.00% ¹
Trafalgar Insurance Company	1.49%	May 15, 2002	Jul 1, 2002	0.00% ¹
Waterloo Insurance Company	0.39%	Jun 1, 2002	Jun 1, 2002	5.00%
Western Assurance Company	2.13%	May 1, 2002	Jul 1, 2002	5.10%
Western Assurance Company	2.13%	Jun 1, 2002	Oct 1, 2002	1.80%
Total Market Share	55.73%			

¹ Rate changes with no overall impact