

**HOMESITE INSURANCE COMPANY OF THE MIDWEST  
NORTH CAROLINA HOMEOWNERS  
PARTNER DISCOUNT LOSS RATIO ANALYSIS**

Exhibit A

**Countrywide**

Partner	Earned Exposures	Credibility	Adjusted LR	Adjusted LRR	Credibility-Weighted	
					Adjusted LRR	Indicated Change
	[1]	[2]	[3]	[4]	[5]	[6]
Costco	229,805	100%	43.3%	0.848	0.848	-15.2%
All Other Partners	4,953,967	100%	51.4%	1.007	1.007	0.7%
Total	5,183,771	100%	51.1%	1.000	1.000	0.0%

Discount Level	Current Discount	Selected Discount Change	Proposed Discount	Proposed Rate	
				Change	Indicated Change
	[7]	[8]	[9]	[10]	[6]
Discount B	0.05	0.10	0.15	-10.5%	-15.2%

- [1] 3-year earned exposure count from ending 2025 Q3
- [2] Calculated using classical credibility method using a 100,000 earned exposure full credibility threshold
- [3] 3-year loss ratio using experience ending 2025 Q3 adjusted for trend, loss development.
- [4] = [3] / [3] Total
- [5] = [2] \* [4] + ( 1 - [2] ) \* [4] Total. The countrywide total Adjusted LRR (1.00) is the complement of credibility.
- [6] = [5] - 1
- [7] Current discount found in Rule 344. Partner Discounts
- [8] Selected change to the discount in Rule 344. Partner Discounts
- [9] = [7] + [8]
- [10] = ( 1 - [9] ) / ( 1 - [7] ) - 1