

AUTO INSURANCE RATES FOR SECOND QUARTER OF 2003

Ontario private passenger auto insurance rates rose during the second quarter of 2003 (April 1, 2003 to June 30, 2003).

The rate applications approved during the second quarter of 2003 indicate an average increase of 8.48 per cent, when weighted by market share for those insurers making rate changes. The weighted average rate changes for the previous four quarters were 5.9%, 8.33%, 9.2% and 7.32% for second quarter 2002, third quarter 2002, fourth quarter 2002 and first quarter 2003, respectively.

The average cost of auto insurance in Ontario at the end of the second quarter of 2003 was 18.62 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 23.36 per cent higher than 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, 2003 to June 30, 2003

Insurer	2002 Market Share (%)	Effective New Business Date	Effective Renewal Business Date	Approved Rate Change (%)
Allianz Insurance Company of Canada	2.29	01-May-03	01-Jul-03	4.97
Allstate Insurance Company of Canada	4.09	20-Jun-03	20-Jul-03	9.83
Aviva Insurance Company of Canada	1.90	13-Jun-03	01-Aug-03	10.60
AXA Insurance (Canada)	2.31	15-Jul-03	20-Aug-03	8.00
Co-operators General Insurance Company	5.44	16-Jun-03	16-Jun-03	5.40
Coachman Insurance Company	0.39	20-Apr-03	01-Jun-03	27.80
COSECO Insurance Company 1	1.04	19-May-03	01-Jul-03	0.00

CUMIS General Insurance Company	0.18	01-Jun-03	01-Aug-03	4.00
Dominion of Canada General Insurance Company, The	4.51	25-Jun-03	01-Sep-03	10.53
Echelon General Insurance Company	0.93	01-Oct-03	07-Nov-03	2.30
Facility Association	2.07	15-Jul-03	15-Jul-03	15.50
Farm Mutual Reinsurance Plan Inc.	1.31	01-Jun-03	01-Jul-03	5.00
Farmers' Mutual Insurance Company (Lindsay)	0.28	01-Jun-03	01-Jun-03	5.00
Liberty Mutual Insurance Group 1	3.29	01-Jul-03	01-Jul-03	0.00
Lloyd's Underwriters	0.13	01-Jul-03	01-Aug-03	11.90
Lombard General Insurance Company of Canada	0.51	01-Jul-03	01-Jul-03	2.79
Pilot Insurance Company	6.27	30-Apr-03	30-Jun-03	7.00
Pilot Insurance Company	6.27	17-Jun-03	31-Jul-03	7.70
Primum Insurance Company	1.36	01-Aug-03	15-Sep-03	14.90
Royal & Sun Alliance Insurance Company	2.99	15-Jun-03	15-Aug-03	8.00
Scottish & York Insurance Company Limited	1.21	13-Jun-03	01-Aug-03	10.70
State Farm Mutual Automobile Insurance Company	9.69	01-Aug-03	01-Aug-03	7.50
Traders General Insurance Company of Canada	2.99	13-Jun-03	01-Aug-03	9.60
Trafalgar Insurance Company	1.39	01-May-03	01-Jul-03	5.00
Waterloo Insurance Company	0.40	15-Jun-03	01-Aug-03	9.00
York Fire & Casualty Insurance Company	0.56	01-Sep-03	01-Sep-03	5.20
Total Market Share Represented	57.53			

1 Rate changes with no overall impact.