INSOLVENCY CHECKLIST COMMENTS

FACTOR	COMMENT

BEST'S RATING CLASSIFICATIONS

RATING		1992 REVISION
A++	Superior	*Added in 1992 ratings.*
A+	Superior	
A	Excellent	
A-	Excellent	
B++	Very Good	*Added in 1992 ratings.*
B+	Very Good	
B	Good	
B-	Good	
C++	Fair	*Added in 1992 ratings.*
C+	Fair	*Formerly "Fairly Good".*
C	Marginal	*Formerly "Fair".*
C-	Marginal	*Formerly "Fair".*

RATING		1992 REVISION
D	Below Minimum Standards	*Replaced "NA-7".*
E	Under State Supervision	*Replaced "NA-10".*
F	In Liquidation	*Replaced "NA-10".*
NA-1	Special Data Filing	
NA-2	Less Than Minimum Size	
NA-3	Insufficient Operating Experience	
NA-4	Rating Procedure Inapplicable	
NA-5	Significant Change	
NA-6	Reinsured by Unrated Reinsurer	
NA-7	Below Minimum Standards	*Replaced by "D".*
NA-8	Incomplete Financial Information	
NA-9	Company Request	
NA-10	Under State Supervision	*Replaced by "E" or "F".*
NA-11	Rating Suspended	*Added in 1992 ratings.*

BEST'S RATING MODIFIERS

"*c*"	Contingent Rating	Rating reduction due to a modest decline in financial performance ***(discontinued in 1992)***.
"*q*"	Qualified Rating	Financial strength could be affected, e.g., by state-mandated pricing reduction or limitations.
"*w*"	Rating Watch List	Company is under close surveillance, e.g., due to a downward trend in financial performance.
"*x*"	Revised Rating	Indicates the rating shown was revised during the year.
"*e*"	Parent Rating	Rating assigned is that of the parent company where ownership exceeds 50%.
"*g*"	Group Rating	Rating is assigned to an affiliated group of P&C companies.
"*p*"	Pooled Rating	Rating is assigned to companies under common management or ownership which pool 100% NWP.
"*r*"	Reinsured Rating	Rating assigned is that of an affiliated carrier which reinsures 100% of the company's NWP.
"*s*"	Consolidated Rating	Similar to "*e*" . . . rating applies only to the parent company.

Disclaimer: This checklist is a tool for documenting financial and marketing information about property and casualty insurance companies for the purpose of establishing due diligence in the event of errors and omissions claims against agents. It is not a predictor nor guarantor of financial condition, and no warranties, express or implied, are made. This checklist should only be used in conjunction with its accompanying reference manual.