



Quantitative Results

The following tables present the results for the last five years.

	Actual 2002	Actual 2003	Actual 2004
Number of covered contracts	25,774	26,518	26,174
Number of covered certificates	390,209	505,004	511,092
Number of pooled claims	10,668	8,847	9,322
Credits gained at the central compensation table	\$20.8 million	\$21.2 million	\$24.7 million
Loss ratio	83%	66 %	87 %

	Actual 2005	Preliminary 2006*
Number of covered contracts	26,878	24,879
Number of covered certificates	532,958	512,762
Number of pooled claims	8,051	8,543
Credits gained at the central compensation table	\$26.1 million	\$30.1 million
Loss ratio	78 %	87 %

* Missing data from two participants

Analysis of these data shows that for 2002 to 2005:

- there is an increase in the number of contracts and certificates covered;
- the number of pooled claims varies with the pooling thresholds;
- credits gained at the central compensation table continue to increase despite the increase in pooling thresholds because of inflation and increased use of medications;
- annual changes made to the pooling thresholds in order to take into account inflation in drug costs, among other things, have made it possible to bring the loss ratio back to the desired level of 90%;
- loss ratios reported over the last four years are lower than the expected 90% level.

As with the earlier results for groups of fewer than 125 certificates, we note that the total number of large claims remains low. These claims are mainly between \$20,000 and \$40,000 and their number increases regularly from year to year.

AMOUNT OF CLAIMS

Insured and uninsured groups of fewer than 125 (up to 2002), plus insured groups of 125 to 249 certificates beginning in 2003

The following table segregates eligible submitted claims exceeding \$20,000 for the last five years for groups of fewer than 125 certificates up to 2002 inclusive. Insured groups from 125 to 246 certificates were added beginning in 2003.

Amount of claim \$	Number 2002 ⁽¹⁾	Number 2003 ⁽²⁾	Number 2004	Number 2005	Number 2006
Between 20,000 and 29,999	186	275	375	406	474
Between 30,000 and 39,999	27	48	61	109	131
Between 40,000 and 49,999	13	13	22	35	46
Between 50,000 and 59,999	3	11	9	10	21
Between 60,000 and 69,999	4	4	7	4	11
Between 70,000 and 79,999	0	0	2	2	7
Between 80,000 and 89,999	1	1	0	2	3
Between 90,000 and 99,999	-	-	0	0	0
Between 100,000 and 149,999	-	-	1	3	1
From 150,000	-	-	1	0	0
Total	234	352	478	571	694

(1) *Insured and uninsured groups of fewer than 125 certificates*

(2) *Addition of insured groups of 125 to 249 certificates*

Protection for amounts exceeding \$50,000

For insured groups of more than 125 certificates:

- in 1999, there were five (5) claims exceeding the \$50,000 threshold. These pooled claims resulted in a sum of \$21,269 being divided among insurers;
- in 2000, there were eleven (11) claims exceeding the \$50,000 threshold. These pooled claims resulted in a sum of \$121,252 being divided among insurers;
- in 2001, there were twelve (12) claims exceeding the \$50,000 threshold. These pooled claims resulted in a sum of \$68,631 being divided among insurers;
- in 2002, there were sixteen (16) claims exceeding the \$50,000 threshold. These pooled claims resulted in a sum of \$222,045 being divided among insurers;

For insured groups of more than 250 certificates:

Note that the results for 2005 are preliminary and subject to change:

- in 2003, there were twenty-seven (27) claims exceeding the \$50,000 threshold. These pooled claims resulted in a sum of \$268,971 which will be divided among insurers;
- in 2004, there were thirty-three (33) claims exceeding the \$50,000 threshold. These pooled claims resulted in a sum of \$511,586 which will be divided among insurers;
- in 2005, there were fifty-eight (53) claims exceeding the \$50,000 threshold. These pooled claims resulted in a sum of \$1,203,248 which will be divided among insurers.