



P.O. Box 159 | Cedar Rapids, IA 52406 | Transamerica.com

## **Actuarial Memorandum**

### **Policy Forms (Certificates):**

**ML-LTCP TQ (MD) 197 as ML1,  
ML-LTCP TQ (MD) 600 as MLPool,  
FTQ (MD) 197 as TPLIC Flex 2 TQ,  
LTC 5 TQ (MD) 900 as TPLIC LTC 5 TQ**

Applicable to All Policies Regardless of Application Date or Issue Date

## **Long Term Care Coverage**

### **1) Scope and Purpose**

This rate filing is a request for a 125% increase in premium, effective upon approval by the state, on the base policy or certificate and all associated riders for all policies (and certificates as applicable) regardless of application date or issue date. This premium rate increase is needed due to claim levels that produce lifetime loss ratios above the statutorily required minimum loss ratio. If the requested rate increase is approved and implemented as proposed, the company does not expect to request additional rate increases based on current expectations of future experience. However, if actual future experience were to deteriorate further, additional rate action may become necessary even if the requested rate increase is approved and implemented as proposed.

The requested rate increase will be implemented upon approval but would not become effective for any given policyholder until all statutory requirements are satisfied, and if applicable, a period of one year has elapsed since the effective date of the previously approved rate increase.

The purpose of this memorandum is to file revised premium rates in this state and demonstrate that the anticipated loss ratio meets the minimum requirements of this state. This memorandum is not to be used for other purposes.

### **Benefit Reduction and Cost Sharing Option (with Rate Guarantee)**

The Company would also like to make available to all policyholders a Benefit Reduction and Cost Sharing option to help the customer avoid some or all of the cost of the premium rate increase and receive a premium rate guarantee for a set number of years as outlined in Appendix A. The Company is filing a Benefit Reduction and Cost Sharing Endorsement that will be issued to the policyholder if they choose this option.

The Benefit Reduction and Cost Sharing option affects both:

- 1) The policy/certificate benefit limits available under the policy/certificate (by reducing all of the policy benefit limits available by the Cost Sharing Percentage), and
- 2) Amounts that the policyholder/certificate holder and the Company are responsible for with respect to each claim (by reducing the amounts that the Company will pay for claims by the Cost Sharing Percentage). If inflation

protection coverage is included in the policy/certificate, all future benefit amount increases will be based on the new revised benefit amounts. The Benefit Reduction and Cost Sharing option also applies to all policy/certificate benefit provisions, including any benefit provision added by rider or endorsement. The Benefit Reduction and Cost Sharing option also applies to benefits for covered care or services received by another covered person who is covered under the policy/certificate.

Benefit Reduction and Cost Sharing percentages were determined to be actuarially equivalent to the requested rate increase – which includes the cost of the Rate Guarantee. Policyholders and certificate holders selecting the Benefit Reduction and Cost Sharing option will generally be able to completely or partially offset the requested rate increase and receive the Rate Guarantee. Some policyholders or certificate holders electing the Benefit Reduction and Cost Sharing option may not be able to completely offset the requested rate increase but would be able to mitigate it. The Benefit Reduction and Cost Sharing percentages are shown in Appendix A.

Policyholders who elect the Benefit Reduction and Cost Sharing Option may still be subject to future rate increases after the Rate Guarantee period has expired if additional rate increases become justified due to further deterioration of experience not currently anticipated.

### **Buyback Offer**

This filing is also a request to allow the Company to offer policyholders the option to cancel their long-term care insurance policy in exchange for a one-time, lump-sum, policy cancellation payment in an amount to be determined based on the formula set forth below. The policyholder will be given the option to cancel their policy as an alternative to the premium increase.

The policy cancellation payment amount will be the greater of:

- x% of Transamerica's estimate of the value of the policy, and
- \$2,000

Transamerica's estimate of the value of the policy is based on the gross premium reserve (present value of future benefits and expenses less the present value of future premiums) utilizing the Company's best estimate assumptions as of the close of the second quarter of 2020. More details about the buyback offer are displayed in Appendix B.

## **2) Benefits \***

### **ML1 Series**

#### *A. Nursing Home*

Pays the Nursing Home Daily Benefit for all levels of care for each day benefits are payable. Benefits are payable until the end of the Benefit Period has been reached.

#### *B. Home and Community Care – Rider Form: ML-LTCR TQ (MD) 197*

Pays actual charges up to the Home Health Care Maximum Daily Benefit that varies by type of service provided (professional, secondary, respite care, or non-professional). Benefits include Home Health, Adult Day Care, Respite Care, Equipment Purchases and Rentals, Assisted Living Facility, Bed Reservation, and Non-Professional. Some benefits under this rider are mutually exclusive with other

---

\* This is not intended to be a comprehensive listing of all benefits available.

policy benefits.

- C. *Simple Benefit Increase Option (BIO) --Rider Form: ML-SBIR TQ (MD) 197*  
Increases benefits by 5% of the original amount on each anniversary of the policy.
- D. *Compound Benefit Increase Option (BIO) - Rider Form: ML-CBIR TQ (MD) 197*  
Increases benefits by 5% of the current amount on each policy anniversary.

## **MLPool Series**

- A. *Nursing Home Benefit*  
Pays the Nursing Home Daily Benefit for all levels of care for each day benefits are payable. Benefits are payable until the Maximum Benefit is exhausted.
- B. *Home Health Care - Rider Form(s): ML-HCR TQ (MD) 600*  
Pays actual charges up to the Home Health Care Maximum Daily Benefit that varies by type of service provided (professional, secondary, respite care, or non-professional). Benefits include Home Health, Adult Day Care, Respite Care, Caregiver Training, Medical Alert System, Medication Management, Home Modification and Equipment, and Non-Professional.
- C. *Simple Benefit Increase Option (BIO) - Rider Form: ML-SBIR TQ (MD) 600*  
Increases benefits by 5% of the original amount on each anniversary of the policy.
- D. *Compound Benefit Increase Option (BIO) - Rider Form: ML-CBIR TQ (MD) 600*  
Increases benefits by 5% of the current amount on each policy anniversary.

## **TPLIC Flex 2 TQ Series**

- A. *Nursing Home Benefit*  
After satisfaction of the Nursing Home Elimination Period, the company will pay actual charges up to the Nursing Home Maximum Daily Benefit for each day during a Period of Confinement that an Insured Person requires Nursing Home Confinement. Benefits are payable up to the Nursing Home Lifetime Maximum Benefit. The confinement must be due to being Chronically Ill.
- B. *Home Health Care Benefit -*  
  
*Rider Form: FHHRTQ (MD) 197*  
After satisfaction of the Home Health Care Elimination Period, the company will pay charges up to the Home Health Care Maximum Daily Benefit for each day services are provided by a Home Health Aide or pay up to 200% of the Home Health Care Maximum Daily Benefit for each day Skilled Services are received. Benefits are payable up to the Home Health Care Lifetime Maximum Benefit amount.
- C. *Benefit Increase Option (BIO):*  
  
*Compound Benefit Increase Option - Rider Form: CBIOR 196*  
This rider will increase the Nursing Home Benefit and the Maximum Skilled Home Health Care and Home Health Care Benefits by 5% of the current amount on each policy anniversary.  
  
*Simple Benefit Increase Option - Rider Form: SBIOR (MD) 196*  
This rider will increase the Nursing Home Benefit and Maximum Skilled Home Health Care and Home Health Care Benefits by 5% of the original amount on each

policy anniversary.

### **TPLIC LTC 5 TQ Series**

#### **A. *Nursing Home Benefit***

Pays the daily Nursing Home benefit for each day of confinement in a Nursing Home up the Lifetime Maximum Benefit.

#### **B. *Home and Community Care – Form: LTC 5 TQ HCCR (MD) 1096***

Pays expenses incurred up to the maximum daily benefit for each day Home Health Care, Assisted Living Facility, Adult Day Care, or Hospice services are provided up the Lifetime Maximum Benefit Amount.

#### **C. *Simple Benefit Increase Option (BIO) – Rider Form: SBIOR TQ (MD) 1096***

Increases the benefit by 5% of the original amount on each anniversary.

#### **D. *Compound Benefit Increase Option (BIO) – Rider Form: CBIOR TQ (MD) 1096***

Increases the benefit by 5% of the current amount on each policy anniversary.

### **3) Renewability**

These policy forms are guaranteed renewable for life, subject to the company's right to change premium rates.

### **4) Applicability**

This filing applies to inforce insureds only, as these forms are no longer actively being sold. The premium change will be applicable to the base forms and to all riders and certificates associated with the base forms.

### **5) Morbidity**

Morbidity assumptions are developed using internal company experience looking across multiple variables. The assumptions for incidence, recovery, on-claim mortality, utilization, and transition generally vary on variables such as marital status, gender, implied elimination period, benefit period, benefit package, policy inflation option, issue age, attained age, issue year, and calendar year. A provision for morbidity improvement is also included.

The current morbidity assumption used in this rate increase filing is consistent with the assumption the Company has used for currently marketed policy forms.

### **6) Off-Claim Mortality**

Off-claim, or active life, mortality assumptions are developed using internal company experience and vary based on attained age, issue year, gender and marital status. The rates are further adjusted by 15 years of improvement factors that vary by gender.

The current off-claim mortality assumption used in this rate increase filing is consistent with the assumption the Company has used for currently marketed policy forms.

**7) Persistency**

Voluntary lapse rates are based on Company experience and vary by duration, issue age, marital status, service group, and policy inflation option.

**8) Expenses**

Expenses have not been included in the requested rate increase justification. It is assumed that the originally filed expense assumptions remain appropriate.

**9) Marketing**

These policy forms were marketed by agents to individuals in age ranges that vary by policy form.

**10) Policy Design**

Policy design features have been taken into consideration. Benefit provisions, exclusions, elimination periods, benefit periods, number of units, benefit growth, etc. have been accounted for either in the development of claim costs or projection model formulas.

**11) Underwriting**

These policy forms were fully underwritten with the use of various underwriting tools in addition to the application, which may have included medical records, an attending physician's statement, telephone interview and/or face-to-face assessment.

**12) Claims Adjudication Practice**

No significant changes to the standard operating practices of the claim department have been necessary to date nor are any changes expected to be necessary in the future. The claim adjudication staff has maintained a consistently high degree of expertise, experience, and performance over the life of these policy forms and this is expected to continue in the future. Therefore, special adjustments due to claim adjudication practice have not been incorporated into the projection.

**13) Premiums**

Premiums vary based on original issue age, rate class and benefit options selected.

**14) Issue Age Range**

For the ML1 Series, applicants age 18-79 were eligible for all elimination periods and benefit periods. Applicants age 80-84 were eligible for the 100-day elimination period only and the 1-year, 2-year, 3-year and 4-year benefit periods only. Applicants age 85-99 were eligible for the 100-day elimination period and the 1-year and 2-year benefit periods only.

For the MLPool Series, applicants age 18-79 were eligible for all elimination periods and benefit periods. Applicants age 80-84 were eligible for all elimination periods except for 0-day, and eligible for all benefit periods. Applicants age 85 and older were eligible for all elimination periods except for 0-day, and eligible for the 1-year and 2-year benefit periods only.

For the TPLIC FLEX 2 TQ Series, applicants age 18 - 89 were eligible for all elimination periods and benefit periods.

For the TPLIC LTC 5 TQ Series, applicants age 18 - 79 were eligible for all elimination periods and benefit periods. Applicants age 80 - 89 were eligible for all elimination periods except for 0-day and were eligible for all benefit periods except for Lifetime.

**15) Area Factors**

Area factors are not used for these products.

**16) Average Annual Premium**

Series	Before Increase	After Increase
ML1	\$2,210	\$4,972
MLPool	\$1,829	\$4,115
TPLIC Flex 2 TQ	\$2,910	\$6,548
TPLIC LTC 5 TQ	\$2,545	\$5,727

**17) Premium Modalization Rules**

Modal factors which are applied to the annual premium are as follows:

Premium Mode	Annual	Semi-annual	Quarterly	Monthly
ML1 Series	1.000	0.510	0.260	0.09
MLPool Series	1.000	0.510	0.260	0.09
TPLIC Flex 2 TQ Series	1.000	0.520	0.270	0.085
TPLIC LTC 5 TQ Series	1.000	0.520	0.270	0.085

**18) Claim Liability and Reserve**

The present value of amounts not yet due (Exhibit 6) is calculated for all open claims using termination rates derived from company experience. The resulting reserve is adjusted by factors based on age at incurral, sex, and benefit period developed from company experience. The interest rate varies by year of incurral. The incurred but not reported and in course of settlement reserves (Exhibit 8) are calculated based on the development of incurred claims by month of incurral, based on internal Company data. The claim reserves underlying the incurred claims in the projection are consistent with the reserves reported in Exhibits 6 and 8 of the Company's financial statement.

**19) Active Life Reserve**

Active life reserves may have been used in the original pricing of the captioned forms to demonstrate compliance with the minimum 60% loss ratio. However, active life reserves have not been used in this premium rate increase filing to demonstrate compliance with the 60% loss ratio requirement. As a result, we are requesting a lesser increase than would have been necessary had we included the cost of the active life reserves.

## **20) Trend Assumptions**

As this is not medical insurance, we have not included any explicit medical cost trends in the projections.

## **21) Minimum Required Loss Ratio**

The Statutorily Required Minimum Loss Ratio for these forms is 60%.

## **22) Anticipated Loss Ratio**

The anticipated lifetime loss ratio for this book of business is shown in Exhibit I.

## **23) Distribution of Business**

See Attachment A.

## **24) Contingency and Risk Margins**

Contingency and risk margins have not been included in the justification for this rate increase.

## **25) Experience on the Form**

In order to enhance credibility of the experience used to justify the rate increase request of this filing, in accordance with ASOP 25, Exhibits I and II include the experience of the policy forms of an affiliated company from which the captioned Transamerica Life (the Company) policy forms of this filing were cloned in addition to the experience of the Company's captioned policy form series of this filing. The experience of the commingled policy forms is expected to be substantially similar over the lifetime of the block since they were subject to the same underwriting standards, have identical benefit design, and identical assumptions. Experience included in Exhibit III is limited to the Company's experience, i.e. no affiliate experience is included. All of the experience used in all exhibits mentioned above has been adjusted to reflect the Maryland rate history of the Company's policy form series of this filing.

See Exhibit I for calendar year historical experience through March 31, 2020, as well as projected experience thereafter both with and without the proposed rate increase where all policyholders are assumed to pay the increase under the 'with proposed rate increase' scenario.

See Exhibit II for actual-to-expected experience by duration where 'actual' experience includes historical experience through March 31, 2020. Historical Incurred Claims reflect claim payment runoff through June 30, 2020, plus the claim reserve estimate as of June 30, 2020 (as described in Section 18 above).

See Exhibit III for calendar year historical experience through March 31, 2020, for the above captioned form series experience of the Company only.

## **26) History of Rate Adjustments**

The magnitude of rate increases approved for each product discussed herein is displayed in Attachment B.

**27) Number of Insureds**

As of September 2021, the number of insureds that will be affected by this increase is:

	Insureds	Annualized Premium
Maryland:	135	\$313,688
Nationwide:	16,289	\$44,711,845

**28) Proposed Effective Date**

The proposed rate increase will be implemented following approval and after fulfillment of all statutory and contractual requirements. The increase for any policyholder will not become effective until a period of one year has elapsed since the previously approved rate increase effective date if applicable.

**29) Actuarial Certification**

I certify that to the best of my knowledge and judgment, the entire rate filing is in compliance with the applicable laws of this state and with the rules of the Department of Insurance, and complies with Actuarial Standard of Practice No 8. I certify that benefits are reasonable in relation to premium at the requested rate schedule. If the requested increase is implemented and the underlying assumptions are realized, no further premium rate schedule increases are anticipated. However, going forward, the Company will continue to monitor the experience of this block and reserves the right to take additional rate action if currently unanticipated future deterioration thereof justifies.



Brad Rokosh, ASA, MAAA  
Director of LTC Product and Pricing

February 2, 2022



Attachment A

Transamerica Life Insurance Company

Distribution of Business

By Issue Age

0 to 59	70.5%
60 to 64	18.6%
65 to 69	8.2%
70 to 74	2.3%
75 to 79	0.3%
80 to 84	0.1%
85 +	0.0%

By Elimination Period

0 day	20 day	30 day	60 day	90 day	> 90 days
3.3%	3.7%	0.1%	16.4%	76.3%	0.2%

By Maximum Benefit Option

≤ 2 Yr	3 Yr	4 Yr	5 Yr	≥ 6 Yr*
8.0%	21.5%	9.8%	8.4%	52.3%

\* Including Unlimited.

Attachment B

Transamerica Life Insurance Company

Rate Increase History

Policy Form	First Increase (Approved, Implemented)	Second Increase (Approved, Implemented)	Third Increase (Approved, Implemented)	Fourth Increase (Approved, Implemented)
ML1	20% (2007,2007)	20% (2008,2008)	15% (2011,2011)	15% (2018,2019)
MLPool	20% (2007,2007)	20% (2008,2008)	15% (2011,2011)	15% (2018,2019)
Flex 2 TQ	20% (2007,2007)	20% (2008,2008)	15% (2011,2011)	15% (2018,2019)
LTC 5 TQ	20% (2007,2007)	20% (2008,2008)	15% (2011,2011)	15% (2018,2019)

# Appendix A

## Benefit Reduction and Cost Sharing Option (with Rate Guarantee)

The Benefit Reduction and Cost Sharing Endorsement (the "Endorsement") consists of three components:

1. Reduction to all policy or certificate benefit amounts, including but not limited to the Maximum Daily Benefit, Maximum Monthly Benefit and the policy or certificate Maximum Amount

All policy or certificate benefit amounts (including, but not limited to, all Maximum Daily/Monthly Benefit amounts and the policy or certificate Maximum Amount) in effect immediately prior to the Endorsement effective date will be reduced by an amount equal to the Cost Sharing Percentage as shown below.

For example:

If the policy or certificate Maximum Amount is \$100,000 and the Cost Sharing Percentage is 20%, the policy/certificate Maximum Amount will be reduced to \$80,000. The Company will not be responsible for any costs that exceed the reduced policy/certificate Maximum Amount.

If the Maximum Daily Benefit amount is \$100, and the Cost Sharing Percentage is 20%, the Maximum Daily Benefit amount will be reduced to \$80. The Company will not be responsible for any daily costs that exceed the reduced Maximum Daily Benefit.

The dollar amount and percentages used in these examples may be different from the actual dollar amounts and percentages that apply to the policy/certificate.

2. Application of Cost Sharing to Claim Payments

As long as all policy/certificate provisions and conditions are satisfied, for any benefit for which a claim is made under the policy/certificate, the Company will pay its Cost Sharing Percentage of such benefit, but the Company will pay no more than the applicable Maximum Daily/Monthly Benefit amounts as shown on the Endorsement. The policyholder/certificate holder will be responsible for paying the remaining portion of the applicable long-term care expenses associated with such claim. Note that only amounts paid by the Company will be deducted from the revised policy/certificate Maximum Amount.

For example: If the revised Maximum Daily Benefit for a covered Long-Term Care Facility is \$80 and the Company's Cost Sharing Percentage is 80%, the Company will pay 80% of the Long-Term Care Facility charges, but no more than \$80. Using the same formula:

- If the Long-Term Care Facility charges are \$80, the Company will pay \$64 and the policyholder/certificate holder will be responsible for \$16.
- If the Long-Term Care Facility charges are \$100, the Company will pay \$80 and the policyholder/certificate holder will be responsible for \$20.
- If the Long-Term Care Facility charges are \$200, the Company will pay \$80 and the policyholder/certificate holder will be responsible for \$120.

3. Rate Guarantee

Premium rates for the policy will be guaranteed from the effective date of the Endorsement for 10 years. The policy will be excluded from any future increases until after the Rate Guarantee has expired. Any benefits added to the policy after the effective date of the Endorsement will not be covered by the Rate Guarantee.

See "Appendix A: Cost Sharing Percentages Table" for the Benefit Reduction and Cost Sharing Agreement Percentages by Company (or Former Company), Benefit Increase Option, and Benefit Period.

# Appendix A

Appendix A: Cost Sharing Percentages Table

<b>Benefit Increase Option</b>	<b>Benefit Period</b>	<b>Cost Sharing%</b>	<b>Required Remaining RINC</b>
Compound	2-year	25%	
Compound	4-year	25%	
Compound	Lifetime	22%	
No Bio	2-year	25%	66.6%
No Bio	4-year	25%	63.7%
No Bio	Lifetime	25%	63.2%
Simple	2-year	25%	15.9%
Simple	4-year	25%	6.2%
Simple	Lifetime	22%	

## Appendix B

In conjunction with the pending rate increase filing, Transamerica would like to offer policyholders the option to cancel their long-term care insurance policy in exchange for a one-time, lump-sum, policy cancellation payment in an amount to be determined based on the formula set forth below. The policyholder will be given the option to cancel their policy as an alternative to the premium increase. The idea behind the policy cancellation is to provide policyholders with an additional choice, which is different from the range of benefit reduction options that is routinely offered in connection with premium increases. All of the available options – including the policy cancellation offer and benefit reduction options – will be explained more fully in the rate increase notification package. Any policyholder who expresses interest in the policy cancellation offer will also receive a policy cancellation agreement (included with this filing) that the policyholder will be required to sign and return before the policy is cancelled and the policy cancellation payment is issued to the policyholder.

The policyholder will be advised that they do not have to cancel their policy and that they should carefully consider whether or not it is the right option for them. The policyholder will be advised that if they choose to cancel their policy, it will terminate, and they will not be able to reinstate it under any circumstances. Once the policyholder completes the policy cancellation there will never be any benefits available – including, for example, any return of premium benefit. We will strongly encourage the policyholder to consult with their family members and tax, legal and financial advisors before making the decision on whether or not to cancel their policy.

The policy cancellation payment amount will be the greater of:

- x% of Transamerica's estimate of the value of the policy, and
- \$2,000

Transamerica's estimate of the value ("Value") of the policy is based on the gross premium reserve (present value of future benefits and expenses less the present value of future premiums) utilizing the Company's best estimate assumptions as of the close of the second quarter of 2020. Our estimate of the Value of the policy is only an estimate – the actual benefit payments a policyholder could receive if they choose to keep their policy in force and later become eligible for benefits under the policy may be higher or lower than our estimate. Our estimate of the Value of each policy will vary depending on numerous characteristics, including issue age, issue date, gender, marital status at the time of issue, policy benefit characteristics and other factors. Our estimate of the Value of one policy will likely be different from our estimate of the Value of other policies, even between spouses who have paid similar premium amounts. Because the Company's estimate of the policy's Value is consistent with how the Company calculates reserves and is intended to capture all significant differences in experience across many variables, we believe that this formula does not unfairly discriminate between policyholders, but we ask the Department of Insurance to formally approve the policy cancellation payment calculation method. The same methodology will be used to calculate the Value for each policyholder subject to this rate increase filing, including policyholders that may currently be on claim. The same methodology and the same fixed percentage of the policy's Value will be used to calculate the policy cancellation payment that is being offered to every policyholder in the state.

The policyholder will be told that we cannot provide advice regarding the tax consequences associated with cancelling their policy. The tax treatment of each individual's policy cancellation payment could be affected by whether the policyholder previously deducted or excluded premiums from their taxable income or whether the policyholder's premiums were paid by their employer. We will advise the policyholder that before choosing the policy cancellation option, they should consult with their own personal tax advisor regarding the tax treatment of the transaction, including the tax treatment of the policy cancellation payment that would be made if they cancel their policy. The policyholder will also be advised that we may send to the Internal Revenue Service and the policyholder an IRS Form 1099 reporting taxable income with respect to the policy cancellation payment. In some circumstances the amount of taxable income the policyholder realizes from the policy cancellation payment could exceed the amount that we report on IRS Form 1099.

# Exhibit I

## Transamerica Life Insurance Company

TPLIC Flex 2 TQ, TPLIC LTC 5 TQ, ML1 and MLPOOL of Transamerica Premier Life  
Flex 2 TQ, LTC 5 TQ, Future Care 2 TQ and Future Care Pool TQ of Transamerica Life

Nationwide Experience Adjusted to Maryland-Specific Rate History

All Policyholders Pay the Requested Increase

Year	Premium		Incurred Claims	Loss Ratios Excluding Change in ALR			
	Actual Past & Projected Future w/o Proposed Rate Increase	Actual Past & Projected Future w/ Proposed Rate Increase	Actual Past & Projected Future	Actual w/o Rate Increase	Actual w/ Rate Increase	PV Actual Cumulative w/o Rate Increase	PV Actual Cumulative w/ Rate Increase
1988-1999	39,609,999	39,609,999	2,820,863	7.1%	7.1%	7.0%	7.0%
2000	38,766,748	38,766,748	3,110,700	8.0%	8.0%	7.5%	7.5%
2001	51,782,224	51,782,224	6,682,122	12.9%	12.9%	9.5%	9.5%
2002	68,297,758	68,297,758	8,543,743	12.5%	12.5%	10.5%	10.5%
2003	81,660,909	81,660,909	11,169,030	13.7%	13.7%	11.4%	11.4%
2004	86,347,833	86,347,833	17,013,469	19.7%	19.7%	13.2%	13.2%
2005	85,586,448	85,586,448	19,365,214	22.6%	22.6%	14.8%	14.8%
2006	82,607,654	82,607,654	25,670,747	31.1%	31.1%	17.0%	17.0%
2007	80,276,768	80,276,768	31,772,194	39.6%	39.6%	19.5%	19.5%
2008	86,174,545	86,174,545	29,379,971	34.1%	34.1%	21.0%	21.0%
2009	95,887,957	95,887,957	39,218,861	40.9%	40.9%	23.0%	23.0%
2010	97,986,475	97,986,475	52,966,256	54.1%	54.1%	25.7%	25.7%
2011	94,081,374	94,081,374	54,348,885	57.8%	57.8%	28.1%	28.1%
2012	98,359,033	98,359,033	63,378,906	64.4%	64.4%	30.6%	30.6%
2013	98,889,775	98,889,775	74,296,548	75.1%	75.1%	33.4%	33.4%
2014	94,681,506	94,681,506	70,656,209	74.6%	74.6%	35.7%	35.7%
2015	90,561,478	90,561,478	86,234,581	95.2%	95.2%	38.5%	38.5%
2016	86,542,976	86,542,976	82,201,947	95.0%	95.0%	40.8%	40.8%
2017	81,769,295	81,769,295	105,153,389	128.6%	128.6%	44.0%	44.0%
2018	76,982,444	76,982,444	96,091,314	124.8%	124.8%	46.6%	46.6%
2019	72,469,413	72,469,413	103,567,945	142.9%	142.9%	49.2%	49.2%
2020Q1	24,629,920	24,629,920	24,733,102	100.4%	100.4%	49.7%	49.7%
2020Q234	54,738,335	54,738,335	110,622,132	202.1%	202.1%	52.7%	52.7%
2021	73,516,387	73,516,387	153,527,516	208.8%	208.8%	56.5%	56.5%
2022	68,029,759	80,837,720	160,721,227	236.3%	198.8%	60.3%	60.0%
2023	62,691,199	131,523,236	169,307,625	270.1%	128.7%	64.1%	62.6%
2024	57,791,175	130,030,144	177,431,600	307.0%	136.5%	68.0%	65.1%
2025	53,586,167	120,568,877	185,036,698	345.3%	153.5%	71.8%	67.8%
2026	49,592,742	111,583,670	192,142,407	387.4%	172.2%	75.7%	70.4%
2027	45,758,804	102,957,309	198,693,005	434.2%	193.0%	79.5%	73.1%
2028	42,082,479	94,685,578	204,187,149	485.2%	215.6%	83.2%	75.8%
2029	38,565,946	86,773,379	208,344,779	540.2%	240.1%	86.9%	78.5%
2030	35,209,699	79,221,823	211,093,467	599.5%	266.5%	90.5%	81.2%
2031	32,015,359	72,034,557	212,582,749	664.0%	295.1%	94.0%	83.7%
2032	28,987,419	65,221,692	212,822,551	734.2%	326.3%	97.3%	86.3%
2033	26,129,555	58,791,499	211,484,645	809.4%	359.7%	100.5%	88.7%
2034	23,442,393	52,745,385	208,447,818	889.2%	395.2%	103.5%	91.0%
2035	20,927,013	47,085,780	204,999,784	979.6%	435.4%	106.4%	93.2%
2036	18,584,739	41,815,662	199,903,861	1075.6%	478.1%	109.0%	95.3%
2037	16,416,040	36,936,089	193,347,158	1177.8%	523.5%	111.5%	97.3%
2038	14,419,621	32,444,148	185,411,267	1285.8%	571.5%	113.8%	99.1%
2039	12,592,600	28,333,350	176,271,635	1399.8%	622.1%	115.9%	100.8%
2040	10,931,426	24,595,709	165,899,755	1517.6%	674.5%	117.8%	102.3%
2041	9,431,933	21,221,849	154,593,707	1639.0%	728.5%	119.5%	103.6%
2042	8,088,861	18,199,938	142,814,576	1765.6%	784.7%	121.0%	104.8%
2043	6,895,133	15,514,049	131,010,182	1900.0%	844.5%	122.3%	105.9%
2044	5,842,251	13,145,065	119,275,158	2041.6%	907.4%	123.5%	106.9%
2045	4,920,820	11,071,844	107,680,440	2188.3%	972.6%	124.5%	107.7%
2046	4,120,898	9,272,020	96,399,140	2339.3%	1039.7%	125.4%	108.4%
2047	3,431,922	7,721,825	85,749,442	2498.6%	1110.5%	126.1%	109.0%
2048	2,842,933	6,396,599	75,868,552	2668.7%	1186.1%	126.7%	109.5%
2049	2,343,006	5,271,764	66,797,557	2850.9%	1267.1%	127.3%	109.9%
2050	1,921,657	4,323,728	58,427,776	3040.5%	1351.3%	127.7%	110.3%
2051	1,568,903	3,530,033	50,766,222	3235.8%	1438.1%	128.1%	110.6%
2052	1,275,438	2,869,736	43,888,583	3441.1%	1529.4%	128.4%	110.9%
2053	1,032,666	2,323,498	37,774,541	3658.0%	1625.8%	128.6%	111.1%
2054	832,835	1,873,878	32,380,221	3888.0%	1728.0%	128.8%	111.3%
2055	669,104	1,505,485	27,598,138	4124.6%	1833.2%	129.0%	111.4%
2056	535,560	1,205,009	23,375,771	4364.7%	1939.9%	129.1%	111.5%
2057	427,097	960,968	19,684,050	4608.8%	2048.4%	129.3%	111.6%
2058	339,331	763,495	16,488,275	4859.1%	2159.6%	129.3%	111.7%
2059	268,556	604,251	13,747,566	5119.1%	2275.1%	129.4%	111.7%
2060	211,676	476,272	11,412,896	5391.7%	2396.3%	129.5%	111.8%
2061	166,133	373,799	9,408,784	5663.4%	2517.1%	129.5%	111.8%
2062	129,812	292,077	7,698,021	5930.1%	2635.6%	129.6%	111.9%
2063	100,963	227,166	6,258,015	6198.3%	2754.8%	129.6%	111.9%
2064	78,139	175,812	5,058,718	6474.0%	2877.3%	129.6%	111.9%
PV Past	645,809,792	645,809,792	321,064,962	49.7%	49.7%		
PV Future	143,017,180	267,774,885	701,290,337	490.4%	261.9%		
PV Lifetime	788,826,972	913,584,678	1,022,355,298	129.6%	111.9%		

**Exhibit II**  
**Transamerica Life Insurance Company**  
**TPLIC Flex 2 TQ, TPLIC LTC 5 TQ, ML1 and MLPOOL of Transamerica Premier Life**  
**Flex 2 TQ, LTC 5 TQ, Future Care 2 TQ and Future Care Pool TQ of Transamerica Life**  
**Nationwide Experience Adjusted to Maryland-Specific Rate History**  
**Actual To Expected Lifetime Experience**

**Actual Nationwide Experience Through 3/31/2020 and Projected Thereafter**

Duration	Actual				Expected			Actual to Expected		
	A	B	C	D	E	F	G	H=A/E	I=C/F	J=D/G
	Earned Premium @ Original Rate Level	Earned Premium Adjusted To Approved Maryland Rate History	Incurred Claims Excluding ALR Increase	Cumulative Loss Ratio Excluding ALR Increase	Earned Premium @ Original Rate Level	Incurred Claims Excluding ALR Increase	Cumulative Loss Ratio Excluding ALR Increase	Actual to Expected Earned Premium	Actual to Expected Incurred Claims Excluding ALR Increase	Cumulative Loss Ratio Excluding ALR Increase
1	97,072,653	97,072,653	3,689,235	3.8%	97,075,392	3,545,621	3.7%	100.0%	104.1%	104.1%
2	91,095,254	91,095,254	7,580,852	5.9%	86,458,480	5,511,649	4.9%	105.4%	137.5%	121.1%
3	88,385,313	88,405,915	12,149,984	8.3%	79,816,041	7,898,009	6.3%	110.7%	153.8%	131.1%
4	86,863,245	87,176,270	15,780,600	10.5%	73,701,228	10,184,844	7.9%	117.9%	154.9%	133.6%
5	84,825,572	86,383,161	17,849,840	12.3%	67,911,571	11,724,733	9.3%	124.9%	152.2%	132.2%
6	82,115,012	86,749,920	18,845,659	13.6%	62,386,878	13,421,934	10.7%	131.6%	140.4%	127.1%
7	79,396,936	88,805,188	25,591,584	15.5%	57,108,793	15,034,372	12.2%	139.0%	170.2%	127.2%
8	76,511,028	91,303,178	27,434,213	17.1%	52,063,972	16,633,706	13.7%	147.0%	164.9%	124.9%
9	73,576,888	93,771,967	39,259,974	19.5%	47,397,065	17,831,450	15.2%	155.2%	220.2%	128.4%
10	70,702,110	96,380,641	47,617,854	22.1%	43,141,725	18,924,426	16.6%	163.9%	251.6%	132.7%
11	67,162,691	97,633,665	53,659,298	24.6%	39,205,223	19,767,512	18.1%	171.3%	271.5%	136.2%
12	64,091,767	97,946,373	55,912,549	26.9%	35,600,846	21,424,651	19.6%	180.0%	261.0%	137.3%
13	61,552,337	97,287,397	63,257,193	29.2%	32,298,612	22,744,888	21.1%	190.6%	278.1%	138.5%
14	58,812,527	94,975,452	73,381,703	31.8%	29,242,862	24,238,827	22.7%	201.1%	302.7%	140.5%
15	56,012,285	91,659,373	84,503,330	34.7%	26,403,983	25,311,906	24.2%	212.1%	333.8%	143.3%
16	53,478,558	88,411,248	97,182,408	37.9%	23,739,107	26,640,275	25.8%	225.3%	364.8%	146.8%
17	51,383,090	85,895,586	88,473,688	40.4%	21,242,083	27,751,396	27.4%	241.9%	318.8%	147.3%
18	48,932,333	83,382,953	116,175,243	43.7%	18,938,952	28,714,843	29.0%	258.4%	404.6%	150.8%
19	46,064,160	80,637,400	127,659,960	47.2%	16,827,020	29,417,647	30.6%	273.8%	434.0%	154.4%
20	42,829,660	76,915,748	146,105,108	51.1%	14,914,360	29,966,330	32.1%	287.2%	487.6%	159.0%
21	38,701,874	70,903,755	156,790,428	55.1%	12,955,497	29,833,519	33.6%	298.7%	525.6%	163.8%
22	35,759,377	66,603,740	171,768,314	59.2%	11,422,675	30,967,474	35.1%	313.1%	554.7%	168.7%
23	33,171,724	62,501,546	183,805,746	63.5%	10,042,864	31,574,009	36.6%	330.3%	582.1%	173.6%
24	30,521,680	57,949,013	190,723,928	67.7%	8,789,624	32,647,151	38.0%	347.2%	584.2%	177.9%
25	28,169,703	53,616,563	198,010,236	71.8%	7,664,721	32,634,425	39.5%	367.5%	606.8%	182.1%
26	25,918,014	49,344,901	206,793,200	76.0%	6,652,122	32,787,015	40.8%	389.6%	630.7%	186.2%
27	23,759,761	45,241,453	213,334,153	80.1%	5,745,178	32,082,187	42.1%	413.6%	665.0%	190.3%
28	21,698,383	41,318,700	217,891,399	84.2%	4,937,130	31,219,709	43.3%	439.5%	697.9%	194.3%
29	19,738,177	37,586,610	220,519,213	88.1%	4,220,532	30,136,114	44.4%	467.7%	731.7%	198.3%
30	17,878,808	34,046,734	222,048,599	91.9%	3,588,888	28,969,384	45.5%	498.2%	766.5%	202.1%
31	16,122,562	30,702,847	223,671,965	95.6%	3,036,005	27,240,433	46.4%	531.0%	821.1%	206.0%
32	14,468,950	27,554,055	223,032,839	99.1%	2,555,308	26,051,871	47.3%	566.2%	856.1%	209.7%
33	12,921,126	24,606,429	219,903,148	102.4%	2,140,030	24,520,139	48.0%	603.8%	896.8%	213.2%
34	11,479,448	21,860,942	214,753,458	105.5%	1,780,209	23,577,220	48.7%	644.8%	910.9%	216.5%
35	10,144,071	19,317,890	208,333,136	108.4%	1,480,768	21,944,781	49.4%	685.1%	949.4%	219.6%
36	8,914,622	16,976,567	201,910,652	111.2%	1,225,843	20,508,234	50.0%	727.2%	984.5%	222.5%
37	7,789,041	14,833,049	193,796,665	113.7%	1,010,028	18,499,024	50.5%	771.2%	1047.6%	225.2%
38	6,764,898	12,882,711	183,722,292	115.9%	828,248	16,636,431	50.9%	816.8%	1104.3%	227.8%
39	5,839,574	11,120,564	172,088,318	118.0%	675,623	14,899,551	51.3%	864.3%	1155.0%	230.2%
40	5,009,793	9,540,369	159,474,558	119.8%	548,080	13,314,308	51.6%	914.1%	1197.8%	232.3%
41	4,271,439	8,134,287	147,367,955	121.4%	442,169	11,764,815	51.8%	966.0%	1252.6%	234.3%
42	3,619,387	6,892,556	134,875,528	122.9%	354,725	10,483,423	52.1%	1020.3%	1286.6%	236.0%
43	3,047,925	5,804,299	122,274,512	124.1%	282,926	9,241,674	52.3%	1077.3%	1323.1%	237.5%
44	2,551,167	4,858,304	109,784,535	125.2%	222,587	8,301,714	52.4%	1146.1%	1322.4%	238.8%
45	2,122,954	4,042,844	97,549,159	126.1%	177,970	7,427,394	52.6%	1192.9%	1313.4%	239.9%
46	1,756,841	3,345,644	86,542,682	126.9%	141,662	6,617,748	52.7%	1240.2%	1307.7%	240.8%
47	1,446,159	2,754,003	76,264,333	127.5%	112,250	5,660,362	52.8%	1288.3%	1347.3%	241.6%
48	1,184,367	2,255,462	66,783,804	128.1%	88,521	4,831,187	52.9%	1338.0%	1382.3%	242.2%
49	965,317	1,838,315	58,037,509	128.5%	69,404	4,110,252	52.9%	1390.9%	1412.0%	242.8%
50	783,290	1,491,674	49,958,701	128.9%	54,021	3,484,740	53.0%	1450.0%	1433.6%	243.3%
51	632,991	1,205,451	42,965,215	129.2%	41,645	2,921,460	53.0%	1520.0%	1470.7%	243.7%
52	509,570	970,414	36,775,239	129.5%	31,699	2,418,829	53.1%	1607.5%	1520.4%	244.0%
53	408,699	778,318	31,320,455	129.7%	23,725	1,931,019	53.1%	1722.6%	1622.0%	244.3%
54	326,623	622,015	26,507,054	129.9%	16,663	1,583,608	53.1%	1960.2%	1673.8%	244.5%
55	260,144	495,416	22,214,087	130.0%	12,883	1,364,494	53.1%	2019.2%	1628.0%	244.7%
56	206,527	393,308	18,597,963	130.1%	9,844	1,158,793	53.1%	2097.9%	1604.9%	244.8%
57	163,429	311,232	15,506,384	130.2%	7,419	921,407	53.2%	2202.9%	1682.9%	244.9%
58	128,883	245,443	12,860,281	130.3%	5,504	718,490	53.2%	2341.7%	1789.9%	245.0%
59	101,273	192,863	10,597,964	130.3%	4,005	547,045	53.2%	2528.6%	1937.3%	245.1%
60	79,277	150,974	8,645,467	130.4%	2,842	403,137	53.2%	2789.3%	2144.5%	245.2%
61	58,682	111,753	6,514,591	130.4%	1,925	278,317	53.2%	3047.8%	2340.7%	245.2%
62	38,957	74,189	4,315,886	130.4%	1,089	151,578	53.2%	3576.2%	2847.3%	245.2%
63	21,689	41,304	2,403,198	130.4%	436	47,845	53.2%	4979.9%	5022.9%	245.3%
64	9,600	18,283	1,050,069	130.4%	110	12,135	53.2%	8696.0%	8653.0%	245.3%
65+	5,104	9,720	612,390	130.4%	54	5,620	53.2%	9421.4%	10896.9%	245.3%
PV Lifetime	1,068,606,949	1,401,430,265	1,828,014,865	130.4%	711,030,926	378,126,564	53.2%	150.3%	483.4%	245.3%

**Exhibit III**  
**Transamerica Life Insurance Company**  
**TPLIC Flex 2 TQ, TPLIC LTC 5 TQ, ML1 and MLPOOL**

**Nationwide Experience Adjusted to Maryland-Specific Rate History**  
**All Policyholders Pay the Requested Increase**

Year	Premium		Incurred Claims	Loss Ratios Excluding Change in ALR			
	Actual Past & Projected Future w/o Proposed Rate Increase	Actual Past & Projected Future w/ Proposed Rate Increase	Actual Past & Projected Future	Actual w/o Rate Increase	Actual w/ Rate Increase	PV Actual Cumulative w/o Rate Increase	PV Actual Cumulative w/ Rate Increase
1998	61,004	61,004	0	0.0%	0.0%	0.0%	0.0%
1999	657,943	657,943	41,894	6.4%	6.4%	5.8%	5.8%
2000	1,814,650	1,814,650	335,436	18.5%	18.5%	14.8%	14.8%
2001	4,140,974	4,140,974	24,681	0.6%	0.6%	6.2%	6.2%
2002	18,822,254	18,822,254	427,497	2.3%	2.3%	3.3%	3.3%
2003	32,106,328	32,106,328	1,913,458	6.0%	6.0%	4.8%	4.8%
2004	37,615,904	37,615,904	3,037,773	8.1%	8.1%	6.0%	6.0%
2005	37,601,083	37,601,083	6,267,359	16.7%	16.7%	8.8%	8.8%
2006	36,705,867	36,705,867	6,225,669	17.0%	17.0%	10.5%	10.5%
2007	36,003,111	36,003,111	9,015,052	25.0%	25.0%	12.7%	12.7%
2008	38,996,960	38,996,960	6,675,299	17.1%	17.1%	13.4%	13.4%
2009	43,554,213	43,554,213	6,474,751	14.9%	14.9%	13.6%	13.6%
2010	44,739,844	44,739,844	17,550,829	39.2%	39.2%	16.5%	16.5%
2011	43,614,324	43,614,324	14,686,336	33.7%	33.7%	18.1%	18.1%
2012	46,423,881	46,423,881	15,582,214	33.6%	33.6%	19.5%	19.5%
2013	46,820,997	46,820,997	18,284,740	39.1%	39.1%	21.0%	21.0%
2014	45,482,462	45,482,462	19,694,140	43.3%	43.3%	22.6%	22.6%
2015	44,203,662	44,203,662	23,490,819	53.1%	53.1%	24.4%	24.4%
2016	42,892,161	42,892,161	20,731,826	48.3%	48.3%	25.6%	25.6%
2017	41,148,544	41,148,544	33,594,251	81.6%	81.6%	28.2%	28.2%
2018	39,634,255	39,634,255	33,919,343	85.6%	85.6%	30.6%	30.6%
2019	38,042,835	38,042,835	30,144,021	79.2%	79.2%	32.3%	32.3%
2020Q1	13,153,796	13,153,796	9,142,964	69.5%	69.5%	32.8%	32.8%
2020Q234	29,864,978	29,864,978	44,692,935	149.6%	149.6%	35.8%	35.8%
2021	40,738,886	40,738,886	64,236,098	157.7%	157.7%	39.8%	39.8%
2022	37,985,112	45,772,036	69,856,798	183.9%	152.6%	43.9%	43.7%
2023	35,258,733	74,554,784	76,150,098	216.0%	102.1%	48.2%	46.6%
2024	32,803,761	73,808,462	82,242,390	250.7%	111.4%	52.6%	49.6%
2025	30,892,179	69,507,403	88,095,110	285.2%	126.7%	57.0%	52.7%
2026	29,044,526	65,350,184	93,870,784	323.2%	143.6%	61.5%	55.8%
2027	27,214,461	61,232,538	99,868,132	367.0%	163.1%	66.0%	59.0%
2028	25,405,731	57,162,894	105,564,730	415.5%	184.7%	70.6%	62.3%
2029	23,625,437	53,157,232	110,499,890	467.7%	207.9%	75.2%	65.6%
2030	21,877,783	49,225,011	114,421,390	523.0%	232.4%	79.7%	68.8%
2031	20,169,449	45,381,259	117,532,360	582.7%	259.0%	84.1%	72.1%
2032	18,507,908	41,642,794	120,204,157	649.5%	288.7%	88.5%	75.3%
2033	16,900,770	38,026,732	122,134,343	722.7%	321.2%	92.7%	78.4%
2034	15,354,410	34,547,422	122,918,321	800.5%	355.8%	96.8%	81.4%
2035	13,874,534	31,217,702	123,047,364	886.9%	394.2%	100.8%	84.4%
2036	12,467,528	28,051,938	121,833,903	977.2%	434.3%	104.5%	87.2%
2037	11,139,253	25,063,319	119,771,396	1075.2%	477.9%	108.0%	89.8%
2038	9,893,727	22,260,887	116,900,364	1181.6%	525.1%	111.3%	92.3%
2039	8,733,643	19,650,697	113,114,627	1295.2%	575.6%	114.4%	94.7%
2040	7,661,087	17,237,447	108,164,441	1411.9%	627.5%	117.2%	96.8%
2041	6,677,383	15,024,112	102,197,318	1530.5%	680.2%	119.8%	98.8%
2042	5,782,875	13,011,469	95,741,548	1655.6%	735.8%	122.1%	100.5%
2043	4,976,278	11,196,626	89,110,797	1790.7%	795.9%	124.1%	102.1%
2044	4,254,893	9,573,509	82,344,215	1935.3%	860.1%	125.9%	103.5%
2045	3,615,067	8,133,902	75,359,749	2084.6%	926.5%	127.5%	104.8%
2046	3,052,451	6,868,014	68,245,924	2235.8%	993.7%	128.9%	105.8%
2047	2,561,978	5,764,451	61,393,330	2396.3%	1065.0%	130.1%	106.8%
2048	2,137,880	4,810,231	54,925,947	2569.2%	1141.9%	131.1%	107.6%
2049	1,773,989	3,991,475	48,919,484	2757.6%	1225.6%	132.0%	108.3%
2050	1,464,113	3,294,255	43,269,866	2955.4%	1313.5%	132.8%	108.9%
2051	1,202,134	2,704,801	37,943,043	3156.3%	1402.8%	133.4%	109.4%
2052	982,183	2,209,912	33,084,531	3368.5%	1497.1%	133.9%	109.8%
2053	798,687	1,797,045	28,704,000	3593.9%	1597.3%	134.4%	110.1%
2054	646,470	1,454,558	24,808,729	3837.6%	1705.6%	134.7%	110.4%
2055	520,862	1,171,939	21,314,614	4092.2%	1818.7%	135.0%	110.6%
2056	417,755	939,949	18,168,977	4349.2%	1933.0%	135.3%	110.8%
2057	333,558	750,507	15,383,858	4612.0%	2049.8%	135.5%	111.0%
2058	265,141	596,568	12,954,464	4885.9%	2171.5%	135.6%	111.1%
2059	209,796	472,042	10,862,739	5177.8%	2301.2%	135.8%	111.2%
2060	165,225	371,756	9,070,101	5489.5%	2439.8%	135.9%	111.3%
2061	129,499	291,372	7,513,786	5802.2%	2578.8%	135.9%	111.4%
2062	101,008	227,267	6,174,443	6112.9%	2716.8%	136.0%	111.4%
2063	78,399	176,399	5,041,034	6429.9%	2857.8%	136.1%	111.5%
2064	60,541	136,218	4,094,289	6762.8%	3005.7%	136.1%	111.5%
PV Past	405,389,352	405,389,352	132,863,136	32.8%	32.8%		
PV Future	131,571,774	250,037,183	597,946,134	454.5%	239.1%		
PV Lifetime	536,961,126	655,426,535	730,809,270	136.1%	111.5%		



**Exhibit IV**  
**Transamerica Life Insurance Company**  
TPLIC Flex 2 TQ, TPLIC LTC 5 TQ, ML1 and MLPOOL

**Blended If-Knew / Make-Up Approach (Minnesota method)\***

% of Active Policyholders Remaining	55.6%
If-Knew Increase	214.4%
Make-Up Increase	1296.8%
Blended Increase	816.2%
Cost-Sharing Increase	
0-15%	15.00%
15-50%	31.50%
50-100%	37.50%
100-150%	32.50%
>150%	333.09%
<b>Maximum Allowable Rate Increase</b>	<b>188.6%</b>

\* Based off of Exhibit III