SUPPLEMENTAL EXHIBIT I

MAP OF REGIONS
SUPPLEMENTAL EXHIBIT II

FINAL RESULTS

RESIDENTIAL PROPERTY WINDSTORM AND HAIL

LITIGATION DATA (SECTION II)

BY EVENT
Supplemental Exhibit II: Residential Property Windstorm and Hail Litigation Data by Event (Section II)

Note: There are few claims with attorney or PA involvement in our sample for events 1-3 and events 7-9; this can cause a large amount of variability in the averages.

*Data for these events is immature. These averages will change as claims from these events that take more time to be reported and closed are settled by insurers. Data includes claims reported through March 31, 2016. In some cases, companies included claims reported through the date they submitted the data to TDI. In some cases, claims status is as of the date the company submitted data to TDI.
### Combined for Events 1-5* as of March 31, 2016

<table>
<thead>
<tr>
<th>Type of Claim</th>
<th>Avg. Number of Days Until First Close</th>
<th>Avg. Number of Days Until Final Close</th>
<th>Avg. Payment through Date Claim First Closed</th>
<th>Avg. Payment through Date Claim Last Closed</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td>Loss Payment</td>
<td>Loss Expense Payment</td>
</tr>
<tr>
<td>Known Lawsuits</td>
<td>59</td>
<td>745</td>
<td>$6,659</td>
<td>$590</td>
</tr>
<tr>
<td>Attorney, Unknown or No Lawsuit</td>
<td>20</td>
<td>750</td>
<td>$5,557</td>
<td>$130</td>
</tr>
<tr>
<td>No Attorney or PA Involved</td>
<td>32</td>
<td>153</td>
<td>$7,585</td>
<td>$120</td>
</tr>
<tr>
<td>All Closed Claims</td>
<td>33</td>
<td>200</td>
<td>$7,489</td>
<td>$144</td>
</tr>
</tbody>
</table>

*Events 6-9 occurred in 2014 and 2015. These events were excluded because the data for these years is immature and does not yet include claims that take longer to settle. Data includes claims reported through March 31, 2016. In some cases, companies included claims reported through the date they submitted the data to TDI. In some cases, claims status is as of the date the company submitted data to TDI.
Supplemental Exhibit II: Residential Property Windstorm and Hail Litigation Data by Event (Section II)
Data for events 1-3 and 7-9 is not shown because each event had fewer than 50 claims involving attorneys, PAs, or lawsuits. Information for all claims for these events is shown on Page 6.
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Note: Event 6 had about 200 claims involving attorneys or PAs and less than 100 claims involving lawsuits. Small numbers of claims can increase the variability of the results. Data for events 1-3 and 7-9 is not shown because each event had fewer than 50 claims involving attorneys, PAs, or lawsuits. Information for all claims for these events is shown on Page 6.
Final Presentation to the Texas Legislature

Supplemental Exhibit II: Residential Property Windstorm and Hail Litigation Data by Event (Section II)

Percentage of Claims by Claim Status at First Close
Event 6, Apr. 2-5, 2014, Collin County
All Claims

- Closed - No Payment: 0%
- Closed - Unknown Payment: 12%
- Closed With Payment: 11%
- Not Closed: 77%

Percentage of Claims by Claim Status at First Close
Event 6, Apr. 2-5, 2014, Collin County
Claims with Lawsuits

- Closed - No Payment: 2%
- Closed - Unknown Payment: 12%
- Closed With Payment: 42%
- Not Closed: 44%

Note: Event 6 had about 200 claims involving attorneys or PAs and less than 100 claims involving lawsuits. Small numbers of claims can increase the variability of the results. Data for events 1-3 and 7-9 is not shown because each event had fewer than 50 claims involving attorneys, PAs, or lawsuits. Information for all claims for these events is shown on Page 6.
Supplemental Exhibit II: Residential Property Windstorm and Hail Litigation Data by Event (Section II)

*Date of attorney involvement is the earliest of: (i) date of letter of representation or demand letter; and (ii) date of lawsuit.

TEXAS DEPARTMENT OF INSURANCE

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Supplemental Exhibit II: Residential Property Windstorm and Hail Litigation Data by Event (Section II)

*Date of attorney involvement is the earliest of: (i) date of letter of representation or demand letter; and (ii) date of lawsuit.
Number of Claims by Day of Attorney Involvement*
Event 5 (May 27-30, 2013, Amarillo Area)

Number of Claims by Day of Attorney Involvement*
Event 6 (Apr. 2-5, 2014, Collin County)

Number of Claims by Day Suit Filed
Event 5 (May 27-30, 2013, Amarillo Area)

Number of Claims by Day Suit Filed
Event 6 (Apr. 2-5, 2014, Collin County)

*Date of attorney involvement is the earliest of: (i) date of letter of representation or demand letter; and (ii) date of lawsuit.
FINAL PRESENTATION TO THE TEXAS LEGISLATURE

Supplemental Exhibit II: Residential Property Windstorm and Hail Litigation Data by Event (Section II)

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TEXAS DEPARTMENT OF INSURANCE
Supplemental Exhibit II: Residential Property Windstorm and Hail Litigation Data by Event (Section II)

Number of Claims by Day of Attorney Involvement*
Event 9 (Jun. 12-13, 2015, North Texas/West Texas)

Number of Claims by Day Suit Filed
Event 9 (Jun. 12-13, 2015, North Texas/West Texas)

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SUPPLEMENTAL EXHIBIT III

TDI RESIDENTIAL PROPERTY

MARKET DATA

BY REGION
Final Presentation to the Texas Legislature
Supplemental Exhibit III: TDI Market Data by Region
(All Data Excludes TWIA, FAIR Plan, and Farm Mutual Insurers)

*Claims and losses are on an occurrence year basis (year of loss) and developed by TDI staff to their estimated ultimate settlement value by cause of loss using historic statewide development patterns.

Texas Department of Insurance
**Final Presentation to the Texas Legislature**

Supplemental Exhibit III: TDI Market Data by Region
(All Data Excludes TWIA, FAIR Plan, and Farm Mutual Insurers)

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Houston Area and Southeast Texas
Loss Ratio (Losses per Dollar of Premium), 2000-2015*

- 2006: 289.8%
- 2001: 55.5%
- Average: 120%

North Texas (Excluding DFW)
Loss Ratio (Losses per Dollar of Premium), 2000-2015*

- 2015: 70.2%

Other Seacoast
Loss Ratio (Losses per Dollar of Premium), 2000-2015*

- 2000: 251.5%
- 2015: 39.0%

Panhandle
Loss Ratio (Losses per Dollar of Premium), 2000-2015*

- 2014: 344.7%
- 2015: 88.6%

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**Final Presentation to the Texas Legislature**

Supplemental Exhibit III: TDI Market Data by Region

(All Data Excludes TWIA, FAIR Plan, and Farm Mutual Insurers)

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**South Texas**

Loss Ratio (Losses per Dollar of Premium), 2000-2015*

![South Texas Loss Ratio Chart]

**Southwest Texas**

Loss Ratio (Losses per Dollar of Premium), 2000-2015*

![Southwest Texas Loss Ratio Chart]

**West Texas**

Loss Ratio (Losses per Dollar of Premium), 2000-2015*

![West Texas Loss Ratio Chart]

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Texas Department of Insurance
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**Final Presentation to the Texas Legislature**

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(All Data Excludes TWIA, FAIR Plan, and Farm Mutual Insurers)

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S u p p l e m e n t a l  E x h i b i t  I I I :  T D I  M a r k e t  D a t a  b y  R e g i o n
(All Data Excludes TWIA, FAIR Plan, and Farm Mutual Insurers)

*Claims and losses are on an occurrence year basis (year of loss) and developed by TDI staff to their estimated ultimate settlement value by cause of loss using historic statewide development patterns.
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Houston Area and Southeast Texas
Hail Claim Frequency (per 100 Policies), 2000-2015*

North Texas (Excluding DFW)
Hail Claim Frequency (per 100 Policies), 2000-2015*

Other Seacoast
Hail Claim Frequency (per 100 Policies), 2000-2015*

Panhandle
Hail Claim Frequency (per 100 Policies), 2000-2015*

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**Final Presentation to the Texas Legislature**

**Supplemental Exhibit III: TDI Market Data by Region**
(All Data Excludes TWIA, FAIR Plan, and Farm Mutual Insurers)

- **South Texas**
  - Hail Claim Frequency (per 100 Policies), 2000-2015*

- **Southwest Texas**
  - Hail Claim Frequency (per 100 Policies), 2000-2015*

- **West Texas**
  - Hail Claim Frequency (per 100 Policies), 2000-2015*

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*Claims and losses are on an occurrence year basis (year of loss) and developed by TDI staff to their estimated ultimate settlement value by cause of loss using historic statewide development patterns.*

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Texas Department of Insurance
*Claims and losses are on an occurrence year basis (year of loss) and developed by TDI staff to their estimated ultimate settlement value by cause of loss using historic statewide development patterns.

2.6

1.6

1.7

3.5

*Central Texas

*Dallas-Fort Worth Metroplex

*East Texas

*Statewide
*Claims and losses are on an occurrence year basis (year of loss) and developed by TDI staff to their estimated ultimate settlement value by cause of loss using historic statewide development patterns.
SUPPLEMENTAL EXHIBIT III: TDI MARKET DATA BY REGION

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**Final Presentation to the Texas Legislature**

**Supplemental Exhibit III: TDI Market Data by Region**

(All Data Excludes TWIA, FAIR Plan, and Farm Mutual Insurers)

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**Houston Area and Southeast Texas**

**Inflation-Adjusted Avg. Hail Loss per Policy, 2000-2015**

**North Texas (Excluding DFW)**

**Inflation-Adjusted Avg. Hail Loss per Policy, 2000-2015**

**Other Seacoast**

**Inflation-Adjusted Avg. Hail Loss per Policy, 2000-2015**

**Panhandle**

**Inflation-Adjusted Avg. Hail Loss per Policy, 2000-2015**

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**TEXAS DEPARTMENT OF INSURANCE**
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Texas Department of Insurance
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**Final Presentation to the Texas Legislature**

**Supplemental Exhibit III: TDI Market Data by Region**
(All Data Excludes TWIA, FAIR Plan, and Farm Mutual Insurers)

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**South Texas**

**Inflation-Adjusted Avg. Loss per Windstorm Claim, 2000-2015**

- **Wind (Infl. Adj.):** Growth Rate 4.7%
- **Wind (Actual):** Growth Rate 9.0%

**Southwest Texas**

**Inflation-Adjusted Avg. Loss per Windstorm Claim, 2000-2015**

- **Wind (Infl. Adj.):** Growth Rate 7.0%
- **Wind (Actual):** Growth Rate 11.2%

**West Texas**

**Inflation-Adjusted Avg. Loss per Windstorm Claim, 2000-2015**

- **Wind (Infl. Adj.):** Growth Rate 0.8%
- **Wind (Actual):** Growth Rate 5.7%

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