

**APPLIED UNDERWRITERS CAPTIVE RISK ASSURANCE COMPANY, INC.
PARTICIPANT NO. 871530
REINSURANCE PARTICIPATION AGREEMENT**

This reinsurance participation agreement (this "Agreement") is made and entered into by and between Applied Underwriters Captive Risk Assurance Company, Inc., a company organized and existing under the laws of the State of Iowa ("Company") as of May 27, 2013 and Recreation Resource Management, Inc., and Meyer Management, Inc. (collectively, "Participant")

Company and Participant are each a "Party" and sometimes collectively referred to as "Parties".

Whereas, Participant is desirous of participating in the Company's segregated protected cell reinsurance program designated Segregated Account No. 871530 ("Participation"); and

Whereas, the Company has entered into a Reinsurance Treaty (hereinafter referred to as the "Treaty") with California Insurance Company (NAIC No. 0031-38865) and, through its pooling arrangement, with other affiliates of Applied Underwriters, Inc., including, but not limited to Continental Indemnity Company (NAIC No. 0031-28258) and Illinois Insurance Company (NAIC No. 0031-35246) (collectively the "Issuing Insurers"); and

Whereas, the Participant desires the Company to establish a segregated protected cell whereby the Participant may share in the underwriting results of the Workers' Compensation policies of insurance issued for the benefit of the Participant by the Issuing Insurers (the "Policies"); and

Whereas the Company will allocate a portion of the premium and losses under this Agreement to the Participant's segregated protected cell,

Now, therefore, in consideration of the mutual promises and undertakings set forth herein the Parties do hereby agree as follows:

1. Participant agrees to participate in the Company's segregated protected cell reinsurance program in accordance with Schedule 1 attached hereto and incorporated herein by reference and additional Schedules as may be executed from time to time on a prospective basis only by the Parties ("Additional Schedules").

2. Participant's interest in the Company is solely as a segregated protected "cell" with segregation of the Company's assets and liabilities among the segregated accounts (known as "cells") established by the Company. There is no "joint and several" liability. The cells of the Company are not liable for the debts and obligations and are not bound with respect to contracts entered into by another cell. Participant further acknowledges and agrees that Participant: (1) will look solely to the assets of Participant's cell for satisfaction of the Company's liabilities hereunder; (2) has had the opportunity to consult with legal counsel, insurance advisers and financial advisers as to the applicability, operation, obligations and effect of this Agreement; (3) irrevocably waives any right, substantive or procedural, which Participant may have to challenge the effectiveness and the Company's ability and right to segregate assets among the cells; and (4) covenants not to sue, attach, pursue or make any claim against or with respect to any asset, property or right of the Company which is not an asset, property or right of Participant's segregated protected cell.

3. Participant is participating in this Agreement for purposes of investment only. The Participation has not been registered under the United States Securities Act of 1933, as amended or any state securities laws. The Participation shall not be sold, transferred, hypothecated, pledged or otherwise assigned or encumbered and Participant acknowledges the following:

"This Participation has not been registered under the Securities Act of 1933, as amended or qualified under any state securities law. This Participation has been acquired for investment and may not be sold, transferred, hypothecated, pledged or otherwise assigned or encumbered in the absence of registration or an exemption therefrom under such act and such laws."

4. This Agreement and any Schedules hereto represent the entire understanding and agreement between the Parties with respect to the subject matter hereof and supersedes all prior negotiations, proposals, letters of intent, correspondence and understandings relating to the subject matter hereof and may not be modified, amended or supplemented in any manner except in writing signed by the Parties hereto. If Participant has previously executed a Reinsurance Participation Agreement with Company (the "Prior Agreement") with accompanying Schedules (the "Prior Schedules"), this Agreement shall, to the extent of any conflict, supersede the Prior Agreement, but the Prior Schedules shall remain in full force and effect. The initial term of this Agreement (the "Active Term") is for three (3) years and may be extended from time to time by the Parties. All existing obligations from each Party to the other or to third Parties shall remain in force as of the expiration of the Active Term.

During the Active Term of this Agreement, Workers' Compensation Insurance coverage will be provided to Participant by one or more of the Issuing Insurers. If Participant elects to cancel this Agreement, or if any of the Policies are cancelled or non-renewed prior to the end of the Active Term ("Early Cancellation"), Early Cancellation terms set forth in Schedule 1 or any Additional Schedules shall apply.

If the Issuing Insurer is required to provide Workers' Compensation Insurance coverage on behalf of the Participant outside of the Active Term (the "Extension Period"), special extension terms ("Extension Terms") will apply during the Extension Period. The Extension Terms are: (1) Participant through their cell will be liable for all losses occurring during the Extension Period without limitation on any Policies issued by the Issuing Insurers on behalf of Participant; (2) the Company will allocate to Participant's cell an amount equal to 45% of premium during the Extension Period under any Policies issued by the Issuing Insurers on behalf of Participant; (3) Participant will immediately pay to the Company a cash deposit equal to 55% of the premium anticipated, as determined exclusively by the Company, during the Extension Period under any Policies issued by the Issuing Insurers on behalf of Participant; (4) Participant will maintain at all times a cash deposit with the Company sufficient to cover outstanding losses occurring during the Extension Period plus incurred but not reserved and/or reported losses (IBNR) as determined exclusively by the Company; and (5) Participant will immediately pay to the Company an Early Cancellation fee equal to 20% of the premium anticipated, as determined exclusively by the Company, during the Extension Period under Policies issued by the Issuing Insurers on behalf of Participant.

5. Participant acknowledges that under the laws of some states, Participant may have the option to choose from various deductible amounts as a part of its Policies, but that opting for a deductible would preclude Participant from entering into this Agreement. Participant, being fully advised, knowingly waives and relinquishes its right to choose a deductible on the Policies under applicable law as further consideration for this Agreement.

6. Participant may not assign or transfer its rights under this Agreement to any third party without the written consent of the Company which consent may be withheld in the Company's absolute discretion. This Agreement shall be binding upon and inure to the benefit, successors and assigns of each of the Parties.

7. The Parties' obligations under this Agreement shall survive the Active Term of this Agreement, and shall only be extinguished when the Company no longer has any potential or actual liability to the Issuing Insurers with respect to the Policies reinsured by the Company under the Treaty as determined exclusively by the Company.

8. Applied Risk Services, Inc. (Applied Risk Services of New York, Inc. in New York State) has been appointed the billing agent for the Company and the Issuing Insurers and is authorized by the Company, Issuing Insurers, and Participant to account for, offset and true up any and all amounts due each of the Parties and is authorized to collect any amounts due and owing under this Agreement. Participant will allow the Company to audit Participant's records on reasonable notice and during normal business hours that relate to the Policies. These records include, but are not limited to ledgers, journals, registers, vouchers, contracts, tax reports, payroll and disbursement records, and programs for storing and retrieving data. Information developed by audit will be used to assign worker classifications, determine the compensability of payroll and claims, and determine final premium and cession amounts.

9. In the event the Participant is in default of any obligations to the Company under this Agreement or under any other agreement with any affiliate of the Company (Affiliated Agreements), the Company may take all reasonable steps to protect its and its affiliates' interests. The Parties hereto shall have the right to the fullest extent provided by law to offset or recoup any balances due from one to the other under this Agreement or any Affiliated Agreements.

10. In consideration of the mutual benefits arising under this Agreement, Participant hereby grants to Company, effective from and after the date hereof, a lien and security interest in all assets of Participant's cell to secure payment of any amounts owed by Participant under this Agreement. The provisions of this section shall create a security interest under the Uniform Commercial Code (the "Code") in the state of Participant's domiciliary jurisdiction so that Company shall have and may enforce a security interest on all of Participant's assets in Participant's cell. Participant agrees to execute any documents Company may reasonably request in order that Company's security interest can be protected pursuant to the Code.

11. Participant represents and warrants to the Company as follows:

(A) Participant (i) is duly organized, validly existing and in good standing under the laws of its domiciliary jurisdiction (if a corporation, partnership, or limited liability company), and (ii) has adequate power and authority and full legal right to carry on the businesses in which it is presently engaged and presently proposes to engage.

(B) Participant has adequate power and authority and has full legal right (i) to enter into this Agreement and (ii) to perform all of its agreements and obligations under this Agreement.

(C) The execution and delivery by Participant of this Agreement and the performance by Participant of all of its undertakings and obligations under this Agreement, including any payments required to be made by Participant to the Company under this Agreement, have been duly and properly authorized by all necessary action on the part of Participant, and do not and will not (a) contravene any provision of the charter or by-laws of Participant (if a corporation, partnership or limited liability company) or other constitutional or governing documentation of Participant (each as in effect on the date hereof), (b) conflict with, or result in a breach of, the terms, conditions or provisions of, or constitute a default under, or (except as otherwise contemplated and required or permitted by this Agreement) result in the creation of any mortgage, lien, pledge, charge, security interest or other encumbrance upon any of the property of Participant under any agreement, trust deed, indenture, mortgage or other instrument to which Participant is a Party or by which Participant or its respective property is bound or affected on the date hereof, (c) violate or contravene any provision of any law or published regulation or any published order, ruling or interpretation thereunder or any decree, order or judgment of any court or governmental or regulatory authority, bureau, agency or official (all as in effect on the date hereof and applicable to Participant), (d) require any waivers, consents or approvals by any of the creditors or trustees for creditors of record of Participant, or (e) require any consents or approvals by any Participant (except such as have been duly obtained and are in full force and effect on the date hereof).

(D) This Agreement, when executed and delivered, shall have been duly and properly executed and delivered by Participant.

(E) The agreements and obligations of Participant contained in this Agreement constitute legal, valid and binding obligations of Participant, enforceable against Participant in accordance with their terms.

(F) The information that has been and/or will be supplied to the Company by Participant or on Participant's behalf with respect to this Agreement is accurate and complete, and with respect to financial information, comports with generally accepted accounting principles.

12. Participant acknowledges that the Company has not made, and does not make, any oral, written or other representations, whether explicit, implied or otherwise, upon which Participant may rely concerning any possible tax benefits that may be derived from this Agreement. Participant further acknowledges that any tax liability resulting from this Agreement, including but not limited to any tax assessments or related examinations conducted by the Internal Revenue Service or other taxing authority, will be the sole responsibility of Participant.

13. (A) This Agreement shall be governed by and construed in accordance with the internal laws of the State of Nebraska without giving effect to any choice or conflict of law provision or rule (whether of the State of Nebraska or any other jurisdiction) that would cause the application of Laws of any jurisdiction other than those of the State of Nebraska.

(B) ANY LEGAL SUIT, ACTION OR PROCEEDING ARISING OUT OF, RELATED TO OR BASED UPON THIS AGREEMENT, OR THE TRANSACTIONS CONTEMPLATED HEREBY OR THEREBY MUST ONLY BE INSTITUTED IN THE FEDERAL COURTS OF THE UNITED STATES OF AMERICA OR THE COURTS OF THE STATE OF NEBRASKA,

IN EACH CASE LOCATED IN OMAHA AND THE COUNTY OF DOUGLAS, AND EACH PARTY IRREVOCABLY SUBMITS TO THE EXCLUSIVE JURISDICTION OF SUCH COURTS IN ANY SUCH SUIT, ACTION OR PROCEEDING. SERVICE OF PROCESS, SUMMONS, NOTICE OR OTHER DOCUMENT BY MAIL TO SUCH PARTY'S ADDRESS SET FORTH HEREIN SHALL BE EFFECTIVE SERVICE OF PROCESS FOR ANY SUIT, ACTION OR OTHER PROCEEDING BROUGHT IN ANY SUCH COURT. THE PARTIES IRREVOCABLY AND UNCONDITIONALLY WAIVE ANY OBJECTION TO THE LAYING OF VENUE OF ANY SUIT, ACTION OR ANY PROCEEDING IN SUCH COURTS AND IRREVOCABLY WAIVE AND AGREE NOT TO PLEAD OR CLAIM IN ANY SUCH COURT THAT ANY SUCH SUIT, ACTION OR PROCEEDING BROUGHT IN ANY SUCH COURT HAS BEEN BROUGHT IN AN INCONVENIENT FORUM.

(C) EACH PARTY ACKNOWLEDGES AND AGREES THAT ANY CONTROVERSY WHICH MAY ARISE UNDER THIS AGREEMENT IS LIKELY TO INVOLVE COMPLICATED AND DIFFICULT ISSUES AND, THEREFORE, EACH SUCH PARTY IRREVOCABLY AND UNCONDITIONALLY WAIVES ANY RIGHT IT MAY HAVE TO A TRIAL BY JURY IN RESPECT OF ANY LEGAL ACTION ARISING OUT OF OR RELATING TO THIS AGREEMENT, OR THE TRANSACTIONS CONTEMPLATED HEREBY OR THEREBY AND ANY SUCH ACTION MAY ONLY BE BROUGHT IN THE PARTICIPANT'S INDIVIDUAL CAPACITY AND NOT AS A PLAINTIFF OR CLASS MEMBER IN ANY PURPORTED CLASS OR REPRESENTATIVE PROCEEDING. EACH PARTY TO THIS AGREEMENT CERTIFIES AND ACKNOWLEDGES THAT: (i) NO REPRESENTATIVE OF ANY OTHER PARTY HAS REPRESENTED, EXPRESSLY OR OTHERWISE, THAT SUCH OTHER PARTY WOULD NOT SEEK TO ENFORCE THE FOREGOING WAIVER IN THE EVENT OF A LEGAL ACTION; (ii) SUCH PARTY HAS CONSIDERED THE IMPLICATIONS OF THIS WAIVER; (iii) SUCH PARTY MAKES THIS WAIVER VOLUNTARILY; AND (iv) SUCH PARTY HAS BEEN INDUCED TO ENTER INTO THIS AGREEMENT BY, AMONG OTHER THINGS, THE MUTUAL WAIVERS AND CERTIFICATIONS IN THIS SECTION 13(C).

14. Participant acknowledges and agrees that it will benefit from this Agreement and that a breach of the covenants herein would cause Company irreparable damage that may not adequately be compensated by monetary compensation. Accordingly, it is understood and agreed that in the event of any such breach or threatened breach of this Agreement, Company may apply to any federal or state court located in Omaha, Douglas County, Nebraska for, and shall be entitled to, injunctive relief from such court, without the requirement of posting a bond or proof of damages, designed to cure existing breaches and to prevent a future occurrence or threatened future occurrence of like breaches on the part of Participant. It is further understood and agreed that the remedies and recourses herein provided shall be in addition to, and not in lieu of any other remedy or recourse which is available to Company either at law or in equity in the absence of this Paragraph including without limitation the right to damages.

15. All notices, requests, demands or other communications to the Company provided for herein shall be in writing, shall be delivered by hand, by first-class mail, postage prepaid, or by any form of commercial overnight courier, or sent by facsimile or e-mail during normal business hours which shall be deemed given upon receipt of any automatic answer-back, read receipt or other similar evidence of transmission thereof, and shall be addressed to the Parties hereto at their respective addresses listed below or to such other persons or addresses as the relevant Party shall designate as to itself from time to time in a writing delivered in like manner to Applied Underwriters Captive Risk Assurance Company, Inc., P.O. Box 3646, Omaha, NE 68103-0646 and to Participant at:

Recreation Resource Management, Inc.
2100 N Houston Mesa Rd
Payson, AZ 85541-3389

Either Party may designate a new address for notices by providing written notice to the other Party as provided in this paragraph, or in the absence of such notification from Participant, at the address to which Participant's last billing statement was sent.

16. All amounts referred to herein are expressed in United States Dollars and all payments shall be made in such dollars.

17. Participation by Participant in this Agreement is subject to the prior written consent of the Company. This Agreement is for the sole benefit of the Parties and nothing in this Agreement, expressed or implied, is intended to confer upon any Party, other than the Parties hereto and their affiliates, successors and permitted assigns, any legal or equitable rights, remedies, obligations or liabilities under or by reason of this Agreement, except as expressly provided herein.

18. Any term or provision of this Agreement which is held to be invalid or unenforceable, shall not render invalid or unenforceable the remaining terms and provisions of this Agreement.

19. No waiver by any Party shall operate or be construed as a waiver in respect of any failure, breach or default not expressly identified by such written waiver whether of a similar or different character, and whether occurring before or after the waiver. No failure to exercise or delay in exercising any right, remedy, power or privilege arising from this Agreement shall operate or be construed as a waiver thereof; nor shall any single or partial exercise of any right, remedy, power or privilege hereunder preclude any other or further exercise thereof or the exercise of any other right, remedy, power or privilege.

20. This Agreement shall not be valid and effective unless and until the official seal of the Company is affixed and the Agreement executed by an officer of the Company.

IN WITNESS WHEREOF, the Parties have set their hand.

Recreation Resource Management, Inc.

APPLIED UNDERWRITERS CAPTIVE RISK
ASSURANCE COMPANY, INC., SOLELY FOR AND
ON BEHALF OF PROTECTED CELL NO. 871530

By: _____

Name: _____

Title: _____

Date: _____

Meyer Management, Inc.

By: _____

Name: _____

Title: _____

Date: _____

SCHEDULE 1 IMMEDIATELY FOLLOWS BEGINNING ON THE NEXT PAGE.

APPLIED UNDERWRITERS CAPTIVE RISK ASSURANCE COMPANY, INC.
PARTICIPANT NO. 871530
REINSURANCE PARTICIPATION AGREEMENT
SCHEDULE 1
EFFECTIVE DATE: MAY 27, 2013

This Schedule 1 applies as of the Effective Date to all payroll, premium, and losses occurring under the Policies notwithstanding any Extension Terms which may apply ("Effective Period"). For purposes of this Schedule 1, unless otherwise noted, capitalized terms shall have the meaning set forth in the Reinsurance Participation Agreement (the "Agreement").

1. Calculation of Premium and Loss Amounts.

(a) Policy Payroll is defined as compensable payroll occurring during the Effective Period under the Policies subject to all customary limitations and caps. The Loss Pick Containment Amount is defined as the amount equal to the product of Policy Payroll and the respective Loss Pick Containment Rates listed in the attached Table C. These rates are per \$100 of Policy Payroll and are fixed for the Effective Period. Changes in experience modifiers and other modification or differential factors of the Policies will not affect these rates. If Policy Payroll occurs under a classification not listed herein, the Company shall, in its sole discretion, determine a rate for that classification commensurate with the rates otherwise listed and with the filed and approved rates of the Issuing Insurers.

(b) The Company will calculate loss development factors ("LDF's") for each loss under the Policies directly from the loss development factors published by the government rating bureau in the state where the exposure occurred. LDF's are subject to change without notice. The LDF's in effect as of the date of this Schedule 1 are listed in the attached Table A (a composite using Policy Payroll by state is shown). If during the Active Term the Participant: i) is processing payroll with an affiliate of the Company, the LDF's titled "Weekly" will be used; or ii) is not processing payroll with an affiliate of the Company, the LDF's titled "Monthly" will be used. Unless an agreement for renewal is offered by an affiliate of the Company and then accepted by the Participant within six (6) months of the end of the Active Term, the LDF's titled "Run-Off" will be used. In determining the age of a claim, the Company in its sole discretion will use either the date of occurrence or the date the claim was reported. For so long as the Participant provides a claimant with modified duty employment that accommodates medical work restrictions, at a wage sufficient to make the claimant ineligible for workers' compensation disability benefits, the amount of the LDF for that claim in excess of one (1) shall be reduced by the Modified Duty Reduction Factor shown below in the attached Table A.

(c) Ultimate Loss is defined as aggregate incurred losses under the Policies multiplied by the applicable LDF. The Loss Ratio equals Ultimate Loss divided by the Loss Pick Containment Amount.

(d) The Exposure Group Adjustment Factor is determined from the attached Table B using the Loss Ratio with intermediate values to be interpolated. The Exposure Group Adjustment Factor has been determined using NCCI Expected Unlimited Loss Group 35 and is subject to change without notice i) if Policy Payroll varies from estimates made in preparing this Schedule 1; ii) if NCCI Table M is revised; or iii) to adjust for inflation or a change in claim severity not accounted for by Table M.

2. Allocation of Premium and Losses.

An amount equal to the premium earned under the Policies in excess of the Loss Pick Containment Amount multiplied by the applicable Exposure Group Adjustment Factor multiplied by the Allocation Factor listed in the attached Table B, will be allocated to the Participant's cell. Fees for services charged by any affiliate of the Company are not considered premium under the Policies.

The Participant, through its cell account, will be responsible for an amount equal to all losses under the Policies in aggregate up to the Cumulative Aggregate Limit which equals 0.9500 multiplied by the Loss Pick Containment Amount. During the Active Term, Participant's liability limits will be estimated quarterly in advance.

3. Capital Deposits. Participant agrees to make and maintain a capital deposit in its cell equal to the Estimated Annual Loss Pick Containment Amount shown in Table C multiplied by 10% during year 1; 10% during year 2; and 10% thereafter. The Estimated Annual Loss Pick Containment Amount and the resulting capital deposit are subject to change in the Company's sole discretion if Policy Payroll varies from estimates made as of the Effective Date of this Schedule 1.

4. Additional Capital Deposits. Participant further agrees to make and maintain in its cell account an additional capital deposit equal to the lesser of Ultimate Loss or the Cumulative Aggregate Limit. For the purposes of calculating the additional capital deposit, a Loss Ratio of no less than 65% will be used in year 1; 40% in year 2; and 30% thereafter. During the Run-Off Term, capital deposits will be calculated using the LDF's titled "Run-Off" at a schedule exclusively determined by the Company but no less frequently than annually.

5. Notwithstanding anything to the contrary in the Agreement, the Company may terminate the Agreement and liquidate the cell in its sole discretion if i) all claims under the Policies are closed and three years have elapsed since the expiration of all of the Policies; or ii) the Participant's maximum liability has been reached and three years have elapsed since the expiration of all of the Policies; or iii) the amount of paid losses allocated to the cell under the Policies has exceeded the Participant's maximum liability; or iv) seven years have elapsed since the expiration of all of the Policies; or v) the Company deems itself insecure with respect to Participant's ability or willingness to fulfill its obligations under this Agreement.

6. In the event of Early Cancellation whether by the Participant or by the Company (limited to non-pay or a material change in risk): (a) the Exposure Group Adjustment Factor will be multiplied by 1.25; (b) the Cumulative Aggregate Limit will be determined using Policy Payroll annualized to reflect the full term of the Agreement; and (c) the following amounts will be immediately due and payable to the Company: i) any remaining premium, including short rate penalties, due under the Policies; ii) a capital deposit equal to the cell's maximum liability; and iii) a Cancellation Fee equal to 8% of the Estimated Annual Loss Pick Containment Amount.

7. In the event of any conflict between the Agreement and this Schedule 1, this Schedule 1 shall control.

8. This Schedule 1 shall not be valid and effective unless and until executed by an officer of the Company and the official seal of the Company is affixed.

Recreation Resource Management, Inc.

APPLIED UNDERWRITERS CAPTIVE RISK
ASSURANCE COMPANY, INC., SOLELY FOR AND
ON BEHALF OF PROTECTED CELL NO. 871530

By: _____

Name: _____

Title: _____

Date: _____

Meyer Management, Inc.

By: _____

Name: _____

Title: _____

Date: _____

APPLIED UNDERWRITERS CAPTIVE RISK ASSURANCE COMPANY, INC.
PARTICIPANT NO. 871530
REINSURANCE PARTICIPATION AGREEMENT
SCHEDULE 1 TABLES
EFFECTIVE DATE: MAY 27, 2013

TABLE A
Loss Development Factors

<u>Claim Age</u>		<u>Weekly</u>		<u>Monthly</u>		<u>Run-Off</u>	
<u>Month From</u>	<u>Month To</u>	<u>Open Claims</u>	<u>Closed Claims</u>	<u>Open Claims</u>	<u>Closed Claims</u>	<u>Open Claims</u>	<u>Closed Claims</u>
00	06	2.247	1.232	2.292	1.257	3.342	1.201
07	09	2.216	1.151	2.261	1.174	3.342	1.201
10	12	2.196	1.101	2.240	1.123	3.342	1.201
13	15	2.176	1.084	2.220	1.106	3.190	1.111
16	18	2.157	1.078	2.200	1.099	3.190	1.111
19	21	2.138	1.069	2.181	1.090	3.190	1.111
22	24	2.120	1.055	2.162	1.077	3.190	1.111
25	27	2.102	1.046	2.144	1.067	3.045	1.064
28	30	2.084	1.044	2.126	1.065	3.045	1.064
31	33	2.066	1.040	2.107	1.060	3.045	1.064
34	36	2.046	1.032	2.087	1.053	3.045	1.064

The Modified Duty Reduction Factor is 25%.

TABLE B
Exposure Group Adjustment Factors

<u>Loss Ratio</u>	<u>Adjustment Factor</u>	<u>Loss Ratio</u>	<u>Adjustment Factor</u>
0.00	1.0000	1.00	0.9648
0.10	1.9728	1.10	0.9648
0.20	1.8239	1.20	0.9837
0.30	1.6747	1.30	0.9837
0.40	1.4883	1.40	0.9837
0.50	1.3022	1.50	0.9837
0.60	1.1344	1.60	0.9837
0.70	1.1530	1.70	0.9837
0.80	1.2835	1.80	0.9837
0.90	1.0971	1.90	0.9837

The Allocation Factor is 0.35.

APPLIED UNDERWRITERS CAPTIVE RISK ASSURANCE COMPANY, INC.
PARTICIPANT NO. 871530
REINSURANCE PARTICIPATION AGREEMENT
SCHEDULE 1 TABLES
EFFECTIVE DATE: MAY 27, 2013

TABLE C
Loss Pick Containment Rates and Estimated Annual Amounts

<u>Class Code</u>	<u>Loss Pick Containment Rate</u>	<u>Estimated Annual Payroll</u>
AZ 9015	12.30	820,000
CA 9015	30.56	687,000
FL 9015	15.51	180,000
AZ 8810	0.65	168,000
AZ 8017	5.30	150,000
CA 8017	18.01	100,000
AL 9015	17.03	96,000
MN9015	16.99	87,000
TN 9015	11.04	70,000
MI 9015	10.98	60,000
CA 9016	25.66	60,000
TX 9015	7.98	43,000
NM9015	11.80	36,000
AL 8017	6.78	26,000
FL 9016	10.74	25,000
FL 8810	0.85	20,000
FL 8017	6.38	20,000
AZ 9016	13.12	20,000
WI 9015	16.00	19,000
AL 8810	0.91	18,000
AL 9016	8.24	10,000
CA 8810	2.21	0

The Total Estimated Annual Loss Pick Containment Amount is \$446,864.