

CAHLIF TOTAL LOSS RESERVE CALCULATION
***(Included All Loans in Frequency of Claims Paid)**

	12/31/2008 NUMBER OF LOANS	12/31/2008 INSURED BALANCE OF LOANS	FREQUENCY OF CLAIMS PAID	SEVERITY OF LOSS	12/31/2008 LOSS RESERVE
ADMIN LOANS:					
60 Days Delinquent	1	207,338.00	70.00%	55.00%	79,825.13
90 Days Delinquent	2	483,691.00	80.00%	55.00%	212,824.04
120+ Days Delinquent	1	260,427.00	90.00%	55.00%	128,911.37
120+ Days Delinquent - Loans in foreclosure	0	0.00	90.00%	55.00%	0.00
120+ Days Delinquent - Lender acq title	1	55,250.00	97.00%	55.00%	29,475.88
120+ Days Delinquent - Claim Received	0	0.00	97.00%	55.00%	0.00
120+ Days Delinquent - Claim Settled	0	0.00	100.00%	55.00%	0.00
Total on Admin Loans:	5	1,006,706.00			451,036.41
REINSURANCE LOANS:					
60 Days Delinquent	106	27,802,624.00	70.00%	40.00%	7,784,734.72
90 Days Delinquent	177	48,837,772.00	80.00%	40.00%	15,628,087.04
120+ Days Delinquent	330	91,283,073.00	90.00%	40.00%	32,861,906.28
120+ Days Delinquent - Loans in foreclosure	170	45,522,093.00	90.00%	40.00%	16,387,953.48
120+ Days Delinquent - Lender acq title	72	19,841,773.00	97.00%	40.00%	7,698,607.92
120+ Days Delinquent - Claim Received	106	28,220,292.00	97.00%	40.00%	10,949,473.30
120+ Days Delinquent - Claim Settled	12	3,526,974.00	100.00%	40.00%	1,410,789.60
Total on Reinsurance Loans	973	265,034,601.00			92,721,552.34
TOTAL DIRECT LOSS RESERVE:					93,172,588.75
					25.00%
25% of the Reinsurance Loans Balance					23,180,388.09
CAHLIF DIRECT LOSS RESERVE:	978	266,041,307.00			23,631,424.50
ESTIMATED IBNR AT 10%:	98	26,604,130.70			2,363,142.45
TOTAL CAHLIF LOSS RESERVE:	1076	292,645,437.70			25,994,566.94