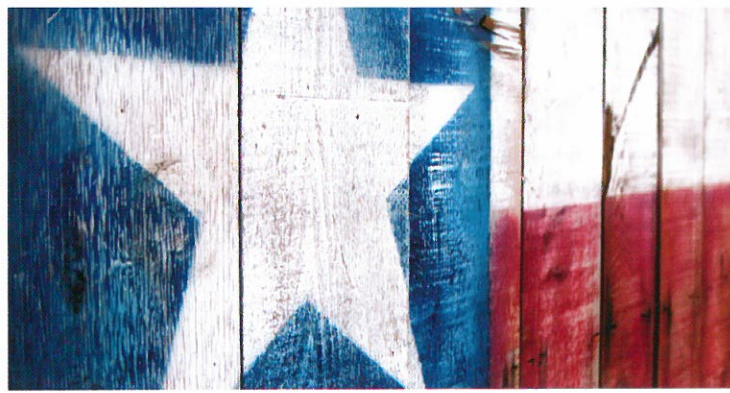


Texas Basic Premium Rates

Effective
May 1, 2013



Title Basic Premium Calculation for Policies in Excess of \$100,000

Using the table below, apply these steps to determine basic premium for policies above \$100,000:

- STEP 1** - In column (1), find the range that includes the policy's face value.
STEP 2 - Subtract the value in column (2) from the policy's face value.
STEP 3 - Multiply the results in Step 2 by the value in column (3), and round to the nearest dollar.
STEP 4 - Add the value in column (4) to the result of the value from Step 3.

See examples provided following the table.

1-POLICY RANGE	2-SUBTRACT	3-MULTIPLY BY	4-ADD
\$100,001 - \$1,000,000	\$100,000	0.00554	\$875
\$1,000,001 - \$5,000,000	\$1,000,000	0.00456	\$5,861
\$5,000,001 - \$15,000,000	\$5,000,000	0.00376	\$24,101
\$15,000,001 - \$25,000,000	\$15,000,000	0.00267	\$61,701
Greater than \$25,000,000	\$25,000,000	0.00160	\$88,401

Examples for Policies in Excess of \$100,000

EXAMPLE 1:

- Policy is \$268,500
- Subtract \$100,000 > \$268,500 - \$100,000 > Result = \$168,500
- Multiply by 0.00554 > \$168,500 x .00554 > \$933.49 > Result = \$933
- Add \$875 > \$933 + \$875 > Final Result = \$1,808

EXAMPLE 2:

- Policy is \$4,826,600
- Subtract \$1,000,000 > \$4,826,600 - \$1,000,000 > Result = \$3,826,600
- Multiply by 0.00456 > \$3,826,600 x .00456 > \$17,449.30 > Result = \$17,449
- Add \$5,861 > \$17,449 + \$5,861 > Final Result = \$23,310

Endorsements

FORM #	ENDORSEMENT NAME	PREMIUM	RATE RULE
T-17	Planned Unit Development	\$25 (only charge for 1 if issuing multiple)	R-11(k) P-9b(14)
T-19	Restrictions, Encroachment, Minerals (LP)	Res = 5% of Basic Rate (min. \$50) Non-Res=10% of Basic Rate (min. \$50)	R-29.A&B P-50 A.B.
T-19.1	Restrictions, Encroachment, Minerals (OP)	Res=10% of Basic Rate w/o survey amendment; 5% w/ survey amendment (min. \$50) (see rate rule) Non Res= 15% of Basic Rate w/o survey amendment; 10% of Basic Rate w/ survey amendment (min. \$50)	R-29.C.&D. P-50 A&C
T-19.2	Mineral & Surface Damage Res. Property	\$50 OP \$0 LP	R-29.1A P-50.1
T-19.3	Mineral & Surface Damage Non-Res. Property	\$50 OP \$0 LP	R-29.1B P-50.1
T-30	Tax Deletion Not Yet Due & Payable Tax Amendment	\$20 \$5	R-19/P-20 R-24/P-20
T-36	Environmental Protection Lien (LP)	\$25 Res. Only	R-11.G. P-9b(9)