

**7 WS - Federal Income Tax Topics**  
**Discounted Unpaid Loss Calculation**  
**§1274 Interest Rates**

<u>MONTH</u>	<u>1991</u>	<u>1992</u>	<u>1993</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>
January	8.12%	6.73%	6.34%	5.32%	7.92%	5.73%	6.10%	5.93%	4.64%	6.2
February	8.00%	6.35%	6.22%	5.34%	7.96%	5.61%	6.38%	5.69%	4.71%	6.5
March	7.82%	6.69%	5.88%	5.36%	7.75%	5.45%	6.42%	5.59%	4.83%	6.8
April	7.88%	7.00%	5.45%	5.88%	7.34%	5.88%	6.49%	5.70%	5.28%	6.7
May	7.98%	7.10%	5.46%	6.43%	7.12%	6.36%	6.85%	5.69%	5.22%	6.4
June	7.91%	7.04%	5.33%	6.92%	6.83%	6.58%	6.80%	5.77%	5.37%	6.6
July	8.02%	6.85%	5.54%	6.83%	6.28%	6.74%	6.65%	5.68%	5.82%	6.6
August	8.19%	6.49%	5.32%	7.05%	6.04%	6.84%	6.39%	5.57%	5.96%	6.3
September	7.96%	5.98%	5.35%	7.05%	6.38%	6.64%	6.23%	5.54%	5.98%	6.2
October	7.54%	5.78%	5.00%	7.10%	6.31%	6.72%	6.34%	5.12%	6.02%	6.0
November	7.22%	5.68%	4.92%	7.45%	6.11%	6.60%	6.10%	4.51%	6.08%	6.0
December	7.07%	6.15%	5.07%	7.74%	5.91%	6.31%	6.02%	4.52%	6.20%	5.8
	7.81%	6.49%	5.49%	6.54%	6.83%	6.29%	6.40%	5.44%	5.51%	6.3

**APPLICABLE FACTORS FOR DISCOUNTED UNPAID LOSSES**

Year 1995	Year 1996	Year 1997	Year 1998	Year 1999	Year 2000	Year 2001
6.99%	6.63%	6.33%	6.31%	6.30%	6.09%	6.0