

**NEWFOUNDLAND AND LABRADOR  
BOARD OF COMMISSIONERS OF PUBLIC UTILITIES**

**AN ORDER OF THE BOARD**

**NO. A.I. 29(2021)**

1 **IN THE MATTER OF** the *Automobile*  
2 *Insurance Act*, RSNL 1990, c. A-22,  
3 as amended, and regulations  
4 thereunder; and  
5

6 **IN THE MATTER OF** an application  
7 by Tokio Marine and Nichido Fire  
8 Insurance Company Limited for approval  
9 to implement a revised rating program for  
10 its Private Passenger Automobiles  
11 category of automobile insurance.  
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14 **WHEREAS** on June 14, 2021 Tokio Marine and Nichido Fire Insurance Company Limited  
15 (“Tokio”) applied to the Board for approval of a revised rating program under the IAO filing option  
16 for its Private Passenger Automobiles category of automobile insurance; and  
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18 **WHEREAS** on July 14, 2021 Tokio submitted a revised proposal; and  
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20 **WHEREAS** the IAO filing option may be used by insurers to adopt the most recent IAO rating  
21 program accepted for use by the Board; and  
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23 **WHEREAS** the IAO filing option may also be used to introduce deviations to the IAO rating  
24 program by insurers that are proposing to adopt or are currently using IAO rates; and  
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26 **WHEREAS** Tokio proposed to adopt the IAO rating program for Private Passenger Automobiles  
27 accepted for use by the Board in Information Bulletin A.I. 2020-08 issued on September 14, 2020;  
28 and  
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30 **WHEREAS** Tokio proposed to align with its partner company, Northbridge General Insurance  
31 Company (“NGIC”), by adopting the same deviations to the IAO rating program, underwriting  
32 rule changes, endorsement changes and rating rule changes approved for NGIC in Order No. A.I.  
33 27(2021); and  
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35 **WHEREAS** Tokio proposed to adopt 2021 CLEAR; and

1 **WHEREAS** Tokio noted that it has zero exposures and thus does not have sufficient volume to  
2 justify a rating program based on company specific data; and

3  
4 **WHEREAS** the revised rating program is filed in accordance with the IAO Filing Guidelines and  
5 is supported; and

6  
7 **WHEREAS** the Board is satisfied that the proposed rates are just and reasonable in the  
8 circumstances, do not impair the solvency of the insurer, are not excessive in relation to the  
9 financial circumstances of the insurer, and do not violate the *Automobile Insurance Act* or the  
10 *Insurance Companies Act* or the respective regulations thereunder.

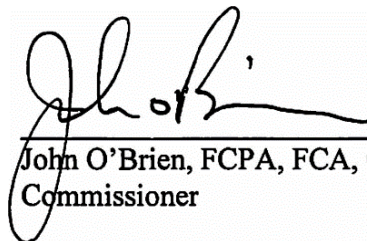
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12  
13 **IT IS THEREFORE ORDERED THAT:**

- 14  
15 1. The revised rating program received July 14, 2021 from Tokio Marine and Nichido Fire  
16 Insurance Company Limited for its Private Passenger Automobiles category of automobile  
17 insurance is approved to be effective no sooner than April 25, 2022 for new business and June  
18 9, 2022 for renewals.

**DATED** at St. John's, Newfoundland and Labrador, this 17<sup>th</sup> day of August, 2021.



Darlene Whalen, P. Eng., FEC  
Chair and Chief Executive Officer



John O'Brien, FCPA, FCA, CISA  
Commissioner



Cheryl Blundon  
Board Secretary