



**WORKERS' COMPENSATION AND INJURY MANAGEMENT ACT 1981
EMPLOYERS' INDEMNITY POLICIES (PREMIUM RATES) ACT 1990**

**Guideline for completing Form WC11
Statement of Policies, Premium, Wages and Claims**

Date issued: 30 June 2017 (Insurer Version)

2017-2018 Year

Due Date: Annually Refer to the Premium Rating Returns Deadline Schedule

Penalties

For late or non-submission

Section 103A of the *Workers' Compensation and Injury Management Act 1981* (the Act) stipulates a **\$2,000** fine for refusing or failing to furnish to WorkCover WA information or returns requested in writing by WorkCover WA to enable it to compile and record statistics, records and reports for the better administration of the Act.

A suspension and/or revocation of approval may also be invoked under section 161 of the Act.

For actuarial time after the first revision

Insurers requiring more than one revision of returns conducted by the Actuary of WorkCover WA may be billed directly by WorkCover WA for the additional processing time for subsequent revisions.

To minimise the revisions required by the Actuary Insurers are required to compare this year's WC11 against last year's WC11 and investigate/explain any large differences between them.

When revisions are required, all Forms on the electronic version need to be resubmitted. That is, if only the Form WC11 requires revision, the electronic version must include all Forms with completed data.

Please also refer to the "Guidelines for Completing Annual Form & Checklist" prior to completing the Form WC11.

Information that is collected on the Form WC11

Form WC11 has information on:

Section (a)	Class no./name
Section (b)	Reporting year
Section (c)	Number of employers
Section (d)	Gross written premium
Section (e)	Current updated wages
Section (f)	Earned Premium
Section (g)	Earned Wages
Section (h)	Cumulative number of claims reported
Section (i)	Cumulative claim payments
Section (j)	Case estimates outstanding at end of period
Check Box	Validation check boxes

There are sub totals, totals and a grand total for each industry division for the twelve periods. These are automatically calculated in the excel Form.

Important notes before completing the Form WC11

1. Claim Payments should be reported as the **real net cost** to the Insurer. That is, claim payments should be exclusive of any GST payable.

For example, if a payment is made of \$1100 (inclusive of GST) and the Insurer was entitled to an ITC of \$100 (the GST component) then the Insurer would report \$1000 (the net cost, exclusive of GST).
2. Payments include all legal, assessor, witness and surveillance fees directly attributable to workers' compensation cases.
3. Do not include office or administration expenses.
4. Cumulative claim payments are to be classified by accident year, regardless of when the claims were reported.
5. **Do not** allow for claims estimated, paid or recovered in respect of any reinsurance contract. Enter the information as though **no** reinsurance in any form had been effected.

How to complete this form:

Section (a) of Form WC11: Class no./name

This corresponds to class numbers in the Recommended Premium Rates *Government Gazette* and includes information on the ANZSIC code, Divisions, Subdivisions, Groups and Classes of industries.

Section (b) of Form WC11: Reporting year

There are twelve reporting periods, which include eleven years and an 'All Prior Years' for each ANZSIC class.

- The 'Reporting Years' in sections (c) to (e) refer to the 'Underwriting Year'¹
- The 'Reporting Years' in sections (f) and (g) refer to the 'Earned Year'²
- The 'Reporting Years' in sections (h) to (j) refer to 'Accident Year'³

Section (c) of Form WC11: Employer indemnity policies issued

Do not complete for "All Prior Years"

This is the number of new or renewed Employers' Indemnity Policies, under each ANZSIC classification by 'Underwriting Year'¹.

- The count of policies is to include a policy for each employer for which wages are shown in section (e).
- This section is used for identifying the number of employers in each ANZSIC classification. For an employer with a multi-classification policy, a policy is to be counted for each classification that wages are declared.

Section (d) of Form WC11: Gross written premium

Do not complete for "All Prior Years"

Gross Written Premium is the total premium that the insurer will collect for new or renewed policies in each 'Underwriting Year'¹ against the appropriate ANZSIC code and reporting year – it is exclusive of GST. Reinsurance premiums, inward and outward are not included.

Initial gross written premium is based on estimated wages. It is subsequently adjusted at the end of the underwriting year using updated wage declarations from employers.

Notes:

- Gross written premium for policies with 30 June renewal or start dates are included in the following reporting year. For example, all gross written premium for policies with a 30 June 2015 renewal or start date are to be included in the '2015/16' reporting year row.
- In circumstances **where the renewal period of a policy is for a term longer than 12 months, declare Gross Written Premium on a pro-rata basis.** That is, apportion the Premium according to the appropriate reporting year.

¹ Underwriting Year is the year in which policies were new or renewed from 30 June in a year to 29 June the following year, irrespective of when the policy was written, processed or paid

² Earned Year is the financial year (1 July in a year to 30 June the following year) in which wages and premium were earned, irrespective of when the policy was written, processed or paid

³ Accident Year is the financial year (1 July in a year to 30 June the following year) in which the accident event occurred, irrespective of when the claim is reported, paid or finalised

Section (e) of Form WC11: Current updated wages

Do not complete for “All Prior Years”

The total **current** updated wages are to be reported.

This is calculated by using the initial wage estimate and all subsequent wage adjustments provided by employers up to the date of compiling this return on policies renewed by ‘Underwriting Year’¹.

Notes:

- Wages for policies with 30 June renewal or start dates are included in the following reporting year. For example, wages for policies with 30 June 2016 renewal or start dates **are included** in the ‘2016/17’ row, **not** in the ‘2015/16’ row and so on.
- Any wage transactions/adjustments for prior underwriting years¹ are allocated to the applicable underwriting year¹ and **must not** be added into the current year.
- Where there is a delay in processing a policy, renewals pertaining to the relevant underwriting year¹ should still be reported in that Underwriting Year¹, regardless of when the policy was processed.
- In circumstances **where the renewal period of a policy is for a term longer than 12 months, declare wages on a pro-rata basis**. That is, apportion the wages according to the appropriate underwriting year¹.
- The current updated wages definition requires the continuing inclusion of wages on lapsed policies for those underwriting years¹ that the policy was renewed.
- For Domestic Policies (**ANZSIC Class 97001**-Private Households employing occasional staff), **only declare \$1 for wages per policy**. Since wage declarations are not practical for these policies, this is designed to check the number of occasional staff – domestic policies shown in section (c) of this form.

Definition of wages

WorkCover WA defines wages for the purpose of this section as follows:

- The word "wages" means all gross wages, salaries, remuneration, commissions, bonuses, overtime, allowances and the like, directors fees and all other benefits paid (whether at piecework rates or otherwise, and whether paid in cash or in kind) to or in relation to a worker before deduction of income tax
- You **do not** have to declare termination payments, retirement pay, retrenchment, pay in lieu of notice, superannuation payment(s), pensions, golden handshakes or weekly payments of compensation.

For a worked example of ‘Gross Written Premium’ and ‘Current Updated Wages’ and how the WC11 should be completed refer to Example 4 in Appendix 1 at the end of this guideline.

¹ Underwriting Year is the year in which policies were new or renewed from 30 June in a year to 29 June the following year, irrespective of when the policy was written, processed or paid

Section (f) of Form WC11: Earned Premium

Do not complete for “All Prior Years”

Earned premium is the portion of gross written premium which is ‘earned’ by the insurer in the Earned Year². This is based on the portion of policy period, measured in days, that applies to an earned year² and for which the insurer has been exposed to loss.

Section (g) of Form WC11: Earned Wages

Do not complete for “All Prior Years”

Earned wages is the portion of current updated applying to a given earned year². This is based on the portion of policy period, measured in days, that applies to an earned year² and for which the insurer has been exposed to loss.

Calculation of Section (f) & (g) of Form WC11

The following method is to be used to calculate earned premium and wages:

1. Determine the number of days of policy coverage (that is, the number of days that the policy spans)
2. Determine the number of days in the applicable reporting year(s) that the policy relates to
3. Divide the gross written premium and current updated wages by the number of days of policy coverage (Step 1 above) and multiply by the number of days in the applicable reporting year(s) (Step 2 above)

For worked examples of “Earned Premium” and Earned Wages” refer to examples 1 to 3 in Appendix 1 at the end of this guideline.

² Earned Year is the financial year (1 July in a year to 30 June the following year) in which wages and premium were earned, irrespective of when the policy was written, processed or paid

³ Accident Year is the financial year (1 July in a year to 30 June the following year) in which the accident event occurred, irrespective of when the claim is reported, paid or finalised

Section (h) of Form WC11: Cumulative number of claims reported

Do not complete for “All Prior Years”

The total number of claims reported from the date of insurer’s approval to the end of the current year by ‘Accident Year’³. These include all reported claims, including those on which no payments or estimates have been made.

Note: This can be calculated by adding the claims reported during the current year to last year’s cumulative number of claims for the applicable Accident Years³.

Section (i) of Form WC11: Cumulative claim payments

Do not complete for “All Prior Years”

The total amount of claim payments made from the date of insurer’s approval to the end of the current year by ‘Accident Year’³. Claims payments are gross of reinsurance recoveries and should be reported as the real net cost to the insurer.

Refer to “Important notes before completing the Form WC11” at the beginning of this Guideline for inclusions and exclusions to claim payments and an example of real net cost.

Note: This can be calculated by adding the claims payments paid during the current year to last year’s cumulative claims payments for the applicable Accident Years³.

Section (j) of Form WC11: Case estimates outstanding at end of period

“All Prior Years” is required to be completed

Report case estimates outstanding on current claims for each industry code as at 30 June of the current year by ‘Accident Year’³.

Case estimate is defined as the estimate straight from the claim file, less any amounts that have already been paid, without adjustment for any reinsurance.

Case estimates are not to be reduced for any reinsurance recoveries.

Check box

The final column is used for highlighting anomalies that may have occurred when completing the WC11. These anomalies will be addressed in the Checklist (refer to the “Guidelines for completing Annual Forms & Checklist”).

What you must provide on the Form WC11

For the 2017/18 return the following sections are to be completed or left blank:

Section	Reporting Year	Completed / Leave Blank
(c) Number of employers (d) Gross written premium (e) Current updated wages (f) Earned Premium (g) Earned Wages (h) Cumulative number of claims reported (i) Cumulative claim payments	2017/18 Reporting year	Complete
	2016/17 Reporting year	Complete
	2015/16 Reporting year	Complete
	2014/15 Reporting year	Complete
	2013/14 Reporting year	Complete
	2012/13 Reporting year	Complete
	2011/12 Reporting year	Complete
	2010/11 Reporting year	Complete
	2009/10 Reporting year	Complete
	2008/09 Reporting year	Complete
	2007/08 Reporting year	Complete
	All Prior Years	Leave Blank
(j) Case estimates outstanding at end of period	2017/18 Reporting year	Complete
	2016/17 Reporting year	Complete
	2015/16 Reporting year	Complete
	2014/15 Reporting year	Complete
	2013/14 Reporting year	Complete
	2012/13 Reporting year	Complete
	2011/12 Reporting year	Complete
	2010/11 Reporting year	Complete
	2009/10 Reporting year	Complete
	2008/09 Reporting year	Complete
	2007/08 Reporting year	Complete
	All Prior Years	Complete

³ Accident Year is the financial year (1 July in a year to 30 June the following year) in which the accident event occurred, irrespective of when the claim is reported, paid or finalised

Definitions

Date report generated

Is the date that the data was extracted from your computer system to complete the premium rating returns.

Reporting year

Reporting year refers to 'Underwriting Year' for Policy related data, 'Earned Year' for Earned related data and 'Accident Year' for Claim related data.

Underwriting year

Is the year in which policies were new or renewed from 30 June in a year to 29 June the following year, irrespective of when the policy was written, processed or paid.

Earned year

Is the financial year (1 July in a year to 30 June the following year) in which wages and premium were earned, irrespective of when the policy was written, processed or paid.

Accident year

Is the financial year (1 July in a year to 30 June the following year) in which the accident event occurred, irrespective of when the claim is reported, paid or finalised.

Financial year

Financial Year is from 1 July in a year to 30 June in the following year.

Case estimate

Case estimate refers to the estimate taken straight from the insurer's claim file without adjustment for any reinsurance recovery.

Other information

Name of company

If the return is being submitted on behalf of a group of companies, each individual company comprising the group must be named.

Automatic sum totals

The spreadsheet will automatically total the number of claims and/or amounts where applicable.

Reporting the cost of claims by insurers involved in mergers/takeovers

Insurers are to include all relevant claims data where one insurer takes over another and manages the claims on behalf of the merged insurer.

Claim data, including number of claims (both reported and active), claim payments and case estimates outstanding is required to ensure that:

- all claims experience is reported
- claims experience for a group of policies/portfolio is not excluded
- claims experience for a group of policies/portfolio is not double counted (that is, included in the merged insurer's returns).

Reinsurance

Do not allow for claims estimated, paid or recovered in respect of any reinsurance contract. Enter the information as though **no** reinsurance in any form had been effected.

Recoveries

Include compulsory motor vehicle third party recoveries, recoups against payments, stopped payments and cancelled cheques, etcetera but **exclude** reinsurance recoveries.

Nearest dollar

Do not include cents in the return. Round each entry to the nearest dollar.

Nil return

If you have a nil return, an electronic version is still required to be submitted until all claims are finalised and approval in writing has been provided by WorkCover WA exempting the insurer from having to complete this form.

Checks

Before forwarding the completed electronic version of the spreadsheet to WorkCover WA, please ensure that you have been through the checklist tab and rectified any “fails” and/or provided an explanation for any “checks”. For further information regarding the checklist tab, refer to “Guidelines for Completing Quarterly Forms & Checklist” or “Guidelines for Completing Annual Forms & Checklist” as appropriate.

A comparison of the current WC11 against the previous years should be conducted to highlight any large differences between ANZSIC codes and are to be investigated with an explanation provided if necessary.

Remember

1. The following fields are to be filled in on the checklist tab only (the information will automatically flow through to all other Forms):
 - Name of insurer(s)
 - Date report generated
 - Name of person completing the Forms
 - Date the Forms are signed off
 - The period currently being reported (ANNUAL).
2. Forms that do not clearly identify the company, will be returned.
3. Provide electronic version for quarterly and annual returns and email to schemeinformation@workcover.wa.gov.au
4. The signed hardcopy is no longer required.

APPENDIX 1 (as at 30 June 2013)

Note that although the following three examples have the Gross Written Premium and Current Updated Wages included in the WC11 output tables no workings have been provided. The calculation method for the Gross Written Premium and Current Updated Wages are outlined in Example 4.

Example 1 for Earned Premium and Earned Wages (12 month Policy)

The ABC Insurance Company underwrites the workers' compensation risks of a boatbuilding company Beta Pty Ltd from 1 June 2011.

Note: This is the only employer insured with ABC Insurance in industry class 28220.

The wage declarations and premium history has been as follows:

Reported in:	Wage Details	Premium Details
2010/11	Initial wage estimate for policy period 1 June 2011 to 31 May 2012 was supplied as \$2.4M	Initial deposit premium for new policy with period 1 June 2011 to 31 May 2012 was \$1,200
2011/12	Wage adjustment for initial policy period 1 June 2011 to 31 May 2012 was supplied as an increase of \$300,000	Premium adjustment for initial policy period 1 June 2011 to 31 May 2012 was an increase of \$150
	Wage estimate for policy period 1 June 2012 to 31 May 2013 was supplied as \$1.75M	Deposit premium for policy period 1 June 2012 to 31 May 2013 was \$900
2012/13	There was no wage adjustment for initial policy period 1 June 2011 to 31 May 2012	There was no premium adjustment for initial policy period 1 June 2011 to 31 May 2012
	Wage adjustment for policy period 1 June 2012 to 31 May 2013 was supplied as a decrease of \$250,000	Premium adjustment for policy period 1 June 2012 to 31 May 2013 was a decrease of \$50
	Wage estimate for policy period 1 June 2013 to 31 May 2014 was supplied as \$2.5M	Deposit premium for policy period 1 June 2013 to 31 May 2014 was \$1,000

To calculate the amounts applicable to each of the Earned Years² the following formula can be used:

Premium or Wages (as applicable)

÷

Number of days that the policy spans

x

Number of days relevant to the policy in the applicable Earned Year²

Using the above example, the policy spans two Earned years² for each policy period. The calculation for the first part of the example "Initial wage estimate for policy period 1 June 2011 to 31 May 2012 was supplied as \$2.4M" would be as follows:

- Number of days that the policy spans = 1 June 2011 to 31 May 2012 = **366 days**
- Number of days in the 2010/11 Earned Year² = 1 June 2011 to 30 June 2011 = **30 days**
- Number of days in the 2011/12 Earned Year² = 1 July 2011 to 31 May 2012 = **336 days**

**Note that the total of the number of days in all of the Earned years² should always equal the number of days that the policy spans.

- Number of days that the policy spans for 2011/12 & 2012/13 Policy Years = **365 days**
- Number of days in the 2011/12 & 2012/13 Earned Years² = 1 June to 30 June = **30 days**
- Number of days in the 2011/12 & 2012/13 Earned Years² = 1 July to 31 May = **335 days**

² Earned Year is the financial year (1 July in a year to 30 June the following year) in which wages and premium were earned, irrespective of when the policy was written, processed or paid

EARNED WAGES CALCULATION

2010/11 Earned Year²

\$2.4M (Wages supplied)
 \div
 366 (Days the policy spans)
x
 30 (Days in the 2010/11 Earned Year²)
= \$196,721

2011/12 Earned Year²

\$2.4M (Wages supplied)
 \div
 366 (Days the policy spans)
x
 336 (Days in the 2011/12 Earned Year²)
= \$2,203,279

The calculations relating to each of the transactions and adjustments are calculated separately below:

2010/11	Initial wage estimate for policy period 1 June 2011 to 31 May 2012 was supplied as \$2.4M	Initial deposit premium for new policy with period 1 June 2011 to 31 May 2012 was \$1,200
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EARNED YEAR ²	EARNED WAGES	EARNED PREMIUM
2010/11	$\$2.4M \div 366 \times 30$ = \$196,721	$\$1,200 \div 366 \times 30$ = \$98
2011/12	$\$2.4M \div 366 \times 336$ = \$2,203,279	$\$1,200 \div 366 \times 336$ = \$1,102

2011/12	Wage adjustment for initial policy period 1 June 2011 to 31 May 2012 was supplied as an increase of \$300,000	Premium adjustment for initial policy period 1 June 2011 to 31 May 2012 was an increase of \$150
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EARNED YEAR ²	EARNED WAGES	EARNED PREMIUM
2010/11	$\$300,000 \div 366 \times 30$ = \$24,590	$\$150 \div 366 \times 30$ = \$12
2011/12	$\$300,000 \div 366 \times 336$ = \$275,410	$\$150 \div 366 \times 336$ = \$138

2011/12	Wage estimate for policy period 1 June 2012 to 31 May 2013 was supplied as \$1.75M	Deposit premium for policy period 1 June 2012 to 31 May 2013 was \$900
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EARNED YEAR ²	EARNED WAGES	EARNED PREMIUM
2011/12	$\$1.75M \div 365 \times 30$ = \$143,836	$\$900 \div 365 \times 30$ = \$74
2012/13	$\$1.75M \div 365 \times 335$ = \$1,606,164	$\$900 \div 365 \times 335$ = \$826

2012/13	Wage adjustment for policy period 1 June 2012 to 31 May 2013 was supplied as a decrease of \$250,000	Premium adjustment for policy period 1 June 2012 to 31 May 2013 was a decrease of \$50
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EARNED YEAR ²	EARNED WAGES	EARNED PREMIUM
2011/12	$-\$250,000 \div 365 \times 30$ = -\$20,548	$-\$50 \div 365 \times 30$ = -\$4
2012/13	$-\$250,000 \div 365 \times 335$ = -\$229,452	$-\$50 \div 365 \times 335$ = -\$46

² Earned Year is the financial year (1 July in a year to 30 June the following year) in which wages and premium were earned, irrespective of when the policy was written, processed or paid

2012/13	Wage estimate for policy period 1 June 2013 to 31 May 2014 was supplied as \$2.5M	Deposit premium for policy period 1 June 2013 to 31 May 2014 was \$1,000
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EARNED YEAR²	EARNED WAGES	EARNED PREMIUM
2012/13	$\$2.5M \div 365 \times 30$ = \$205,479	$\$1,000 \div 365 \times 30$ = \$82
2013/14**	$\$2.5M \div 365 \times 335$ = \$2,294,521	$\$1,000 \div 365 \times 335$ = \$918

**Note that the amounts relevant to the Earned Year² of 2013/2014 would not be reported to WorkCover until the 2013/14 WC11 was due.

A summary of these calculations are:

EARNED WAGES Transactions Reported Ending 30 June				
Earned Year²	2010/11	2011/12	2012/13	Total Earned Wages at 30 June 2013
2010/11	\$196,721	\$24,590		\$221,311
2011/12	\$2,203,279	\$275,410 + \$143,836	-\$20,548	\$2,601,977
2012/13		\$1,606,164	-\$229,452 + \$205,479	\$1,582,192
2013/14			\$2,294,521	

EARNED PREMIUM Transactions Reported Ending 30 June				
Earned Year²	2010/11	2011/12	2012/13	Total Earned Premium at 30 June 2013
2010/11	\$98	\$12		\$110
2011/12	\$1,102	\$138 + \$74	-\$4	\$1,310
2012/13		\$826	-\$46 + \$82	\$862
2013/14			\$918	

CURRENT WAGES Transactions Reported Ending 30 June				
Under-writing Year¹	2010/11	2011/12	2012/13	Total Earned Premium at 30 June 2013
2010/11	\$2,400,000	\$300,000		\$2,700,000
2011/12		\$1,750,000	-\$250,000	\$1,500,000
2012/13			\$2,500,000	\$2,500,000

GROSS WRITTEN PREMIUM Transactions Reported Ending 30 June				
Under-writing Year¹	2010/11	2011/12	2012/13	Total Earned Premium at 30 June 2013
2010/11	\$1,200	\$150		\$1,350
2011/12		\$900	-\$50	\$850
2012/13			\$1,000	\$1,000

¹ Underwriting Year is the year in which policies were new or renewed from 30 June in a year to 29 June the following year, irrespective of when the policy was written, processed or paid

² Earned Year is the financial year (1 July in a year to 30 June the following year) in which wages and premium were earned, irrespective of when the policy was written, processed or paid

Sections (d) to (g) “of Form WC11 from 2010/11 to 2012/13 are illustrated below:

2010/11 Form WC11

CLASS NO./NAME (a)	REPORTING YEAR (b)	UNDERWRITING YEAR		EARNED YEAR	
		GROSS WRITTEN PREMIUM (d)	CURRENT UPDATED WAGES (e)	EARNED PREMIUM (f)	EARNED WAGES (g)
28220 Boat-building	2010/11 Reporting Yr	\$1,200	\$2,400,000	\$98	\$196,721
	2009/10 Reporting Yr				
	2008/09 Reporting Yr				
	2007/08 Reporting Yr				
	2006/07 Reporting Yr				
	2005/06 Reporting Yr				
	2004/05 Reporting Yr				
	2003/04 Reporting Yr				
	2002/03 Reporting Yr				
	2001/02 Reporting Yr				
	2000/01 Reporting Yr				

2011/12 Form WC11

CLASS NO./NAME (a)	REPORTING YEAR (b)	UNDERWRITING YEAR		EARNED YEAR	
		GROSS WRITTEN PREMIUM (d)	CURRENT UPDATED WAGES (e)	EARNED PREMIUM (f)	EARNED WAGES (g)
28220 Boat-building	2011/12 Reporting Yr	\$900	\$1,750,000	\$1,314	\$2,622,525
	2010/11 Reporting Yr	\$1,350	\$2,700,000	\$110	\$221,311
	2009/10 Reporting Yr				
	2008/09 Reporting Yr				
	2007/08 Reporting Yr				
	2006/07 Reporting Yr				
	2005/06 Reporting Yr				
	2004/05 Reporting Yr				
	2003/04 Reporting Yr				
	2002/03 Reporting Yr				
	2001/02 Reporting Yr				

2012/13 Form WC11

CLASS NO./NAME (a)	REPORTING YEAR (b)	UNDERWRITING YEAR		EARNED YEAR	
		GROSS WRITTEN PREMIUM (d)	CURRENT UPDATED WAGES (e)	EARNED PREMIUM (f)	EARNED WAGES (g)
28220 Boat-building	2012/13 Reporting Yr	\$1,000	\$2,500,000	\$862	\$1,582,192
	2011/12 Reporting Yr	\$850	\$1,500,000	\$1,310	\$2,601,977
	2010/11 Reporting Yr	\$1,350	\$2,700,000	\$110	\$221,311
	2009/10 Reporting Yr				
	2008/09 Reporting Yr				
	2007/08 Reporting Yr				
	2006/07 Reporting Yr				
	2005/06 Reporting Yr				
	2004/05 Reporting Yr				
	2003/04 Reporting Yr				
	2002/03 Reporting Yr				

Example 2 for Earned Premium and Earned Wages (> 12 month Policy)

The ABC Insurance Company underwrites the workers' compensation risks of a gas supply company Omega Pty Ltd and the policy coverage goes from 1 June 2011 to 31 May 2013.

Note: This is the only employer insured with ABC Insurance in industry class 36200.

The wage declarations and premium history has been supplied as follows:

Reported in:	Wage Details	Premium Details
2010/11	Initial wage estimate for policy period 1 June 2011 to 31 May 2013 was supplied as \$28M	Initial deposit premium for new policy with period 1 June 2011 to 31 May 2013 was \$15,000
2011/12	No information received in the 2011/12 year as policy coverage is for two years.	
2012/13	Wage adjustment for policy period 1 June 2011 to 31 May 2013 was supplied as an increase of \$3.75M	Premium adjustment for policy period 1 June 2011 to 31 May 2013 was an increase of \$2,500
	Policy renewed for a further 2 year period (1 June 2013 to 31 May 2015) and wage estimate provided for this period as \$35M	Deposit premium for period 1 June 2013 to 31 May 2015 was \$19,000

To calculate the amounts applicable to each of the Earned Years² the following formula can be used:

Premium or Wages (as applicable)

÷

Number of days that the policy spans

x

Number of days relevant to the policy in the applicable Earned Year²

Using the above example, the policy spans three Earned years for each policy period. The calculation for the first part of the example "Initial wage estimate for policy period 1 June 2011 to 31 May 2013 was supplied as \$28M" would be as follows:

- Number of days that the policy spans = 1 June 2011 to 31 May 2013 = **731 days**
- Number of days in the 2010/11 Earned Year² = 1 June 2011 to 30 June 2011 = **30 days**
- Number of days in the 2011/12 Earned Year² = 1 July 2011 to 30 June 2012 = **366 days**
- Number of days in the 2012/13 Earned Year² = 1 July 2012 to 31 May 2013 = **335 days**

The number of days relevant to the renewal period differs from the above due to a leap year occurring in the 2012 year. The values would be as follows:

- Number of days that the policy spans = 1 June 2013 to 31 May 2015 = **730 days**
- Number of days in the 2012/13 Earned Year² = 1 June 2013 to 30 June 2013 = **30 days**
- Number of days in the 2013/14 Earned Year² = 1 July 2013 to 30 June 2014 = **365 days**
- Number of days in the 2014/15 Earned Year² = 1 July 2014 to 31 May 2015 = **335 days**

**Note that the total of the number of days in all of the relevant Earned Years² should always equal the number of days that the policy spans.

² Earned Year is the financial year (1 July in a year to 30 June the following year) in which wages and premium were earned, irrespective of when the policy was written, processed or paid

EARNED WAGES CALCULATION

2010/11 Earned Year²

\$28M (Wages supplied)

÷

731 (Days the policy spans)

x

30 (Days in the 2010/11 Earned Year²)

= **\$1,149,111**

2012/13 Earned Year²

\$28M (Wages supplied)

÷

731 (Days the policy spans)

x

335 (Days in the 2012/13 Earned Year²)

= **\$12,831,737**

2011/12 Earned Year²

\$28M (Wages supplied)

÷

731 (Days the policy spans)

x

366 (Days in the 2011/12 Earned Year²)

= **\$14,019,152**

The calculations relating to each of the transactions and adjustments are calculated separately below:

2010/11	Initial wage estimate for policy period 1 June 2011 to 31 May 2013 was supplied as \$28M	Initial deposit premium for new policy with period 1 June 2011 to 31 May 2013 was \$15,000
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EARNED YEAR ²	EARNED WAGES	EARNED PREMIUM
2010/11	$\$28M \div 731 \times 30$ = \$1,149,111	$\$15,000 \div 731 \times 30$ = \$616
2011/12	$\$28M \div 731 \times 366$ = \$14,019,152	$\$15,000 \div 731 \times 366$ = \$7,510
2012/13	$\$28M \div 731 \times 335$ = \$12,831,737	$\$15,000 \div 731 \times 335$ = \$6,874

2012/13	Wage adjustment for policy period 1 June 2012 to 31 May 2013 was supplied as an increase of \$3.75M	Premium adjustment for policy period 1 June 2012 to 31 May 2013 was an increase of \$2,500
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EARNED YEAR ²	EARNED WAGES	EARNED PREMIUM
2010/11	$\$3.75M \div 731 \times 30$ = \$153,899	$\$2,500 \div 731 \times 30$ = \$102
2011/12	$\$3.75M \div 731 \times 366$ = \$1,877,565	$\$2,500 \div 731 \times 366$ = \$1,252
2012/13	$\$3.75M \div 731 \times 335$ = \$1,718,536	$\$2,500 \div 731 \times 335$ = \$1,146

2012/13	Policy renewed for a further 2 year period (1 June 2013 to 31 May 2015) and wage estimate provided for this period as \$35M	Deposit premium for period 1 June 2013 to 31 May 2015 was \$19,000
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EARNED YEAR ²	EARNED WAGES	EARNED PREMIUM
2012/13	$\$35M \div 730 \times 30$ = \$1,438,356	$\$19,000 \div 730 \times 30$ = \$781
2013/14	$\$35M \div 730 \times 365$ = \$17,500,000	$\$19,000 \div 730 \times 365$ = \$9,500
2014/15	$\$35M \div 730 \times 335$ = \$16,061,644	$\$19,000 \div 730 \times 335$ = \$8,719

**

² Earned Year is the financial year (1 July in a year to 30 June the following year) in which wages and premium were earned, irrespective of when the policy was written, processed or paid

Note that the amounts relevant to the Earned Years² of 2013/2014 and 2014/15 will not be reported to WorkCover until the relevant WC11 is due.

A summary of these calculations are:

EARNED WAGES Transactions Reported Ending 30 June				
Earned Year²	2010/11	2011/12	2012/13	Total Earned Wages at 30 June 2013
2010/11	\$1,149,111		\$153,899	\$1,303,010
2011/12	\$14,019,152		\$1,877,565	\$15,896,717
2012/13	\$12,831,737		\$1,718,536 + \$1,438,356	\$15,988,629
2013/14			\$17,500,000	
2014/15			\$16,061,644	

EARNED PREMIUM Transactions Reported Ending 30 June				
Earned Year²	2010/11	2011/12	2012/13	Total Earned Premium at 30 June 2013
2010/11	\$616		\$102	\$718
2011/12	\$7,510		\$1,252	\$8,762
2012/13	\$6,874		\$1,146 + \$781	\$8,801
2013/14			\$9,500	
2014/15			\$8,719	

CURRENT WAGES Transactions Reported Ending 30 June				
Under-writing Year¹	2010/11	2011/12	2012/13	Total Earned Premium at 30 June 2013
2010/11	\$14,000,000		\$1,875,000	\$15,875,000
2011/12	\$14,000,000		\$1,875,000	\$15,875,000
2012/13			\$17,500,000	\$17,500,000
2013/14			\$17,500,000	

GROSS WRITTEN PREMIUM Transactions Reported Ending 30 June				
Under-writing Year¹	2010/11	2011/12	2012/13	Total Earned Premium at 30 June 2013
2010/11	\$7,500		\$1,250	\$8,750
2011/12	\$7,500		\$1,250	\$8,750
2012/13			\$9,500	\$9,500
2013/14			\$9,500	

**Note that the amounts relevant to the Earned Years² of 2013/2014 and 2014/15 will not be reported to WorkCover until the relevant WC11 is due.

¹ Underwriting Year is the year in which policies were new or renewed from 30 June in a year to 29 June the following year, irrespective of when the policy was written, processed or paid

² Earned Year is the financial year (1 July in a year to 30 June the following year) in which wages and premium were earned, irrespective of when the policy was written, processed or paid

Sections (d) to (g) “of Form WC11 from 2010/11 to 2012/13 are illustrated below:

2010/11 Form WC11

CLASS NO./NAME (a)	REPORTING YEAR (b)	UNDERWRITING YEAR		EARNED YEAR		
		GROSS WRITTEN PREMIUM (d)	CURRENT UPDATED WAGES (e)	EARNED PREMIUM (f)	EARNED WAGES (g)	
		36200	Gas Supply	2010/11 Reporting Yr	\$7,500	\$14,000,000
		2009/10 Reporting Yr				
		2008/09 Reporting Yr				
		2007/08 Reporting Yr				
		2006/07 Reporting Yr				
		2005/06 Reporting Yr				
		2004/05 Reporting Yr				
		2003/04 Reporting Yr				
		2002/03 Reporting Yr				
		2001/02 Reporting Yr				
		2000/01 Reporting Yr				

2011/12 Form WC11

CLASS NO./NAME (a)	REPORTING YEAR (b)	UNDERWRITING YEAR		EARNED YEAR		
		GROSS WRITTEN PREMIUM (d)	CURRENT UPDATED WAGES (e)	EARNED PREMIUM (f)	EARNED WAGES (g)	
		36200	Gas Supply	2011/12 Reporting Yr	\$7,500	\$14,000,000
		2010/11 Reporting Yr	\$7,500	\$14,000,000	\$616	\$1,149,111
		2009/10 Reporting Yr				
		2008/09 Reporting Yr				
		2007/08 Reporting Yr				
		2006/07 Reporting Yr				
		2005/06 Reporting Yr				
		2004/05 Reporting Yr				
		2003/04 Reporting Yr				
		2002/03 Reporting Yr				
		2001/02 Reporting Yr				

2012/13 Form WC11

CLASS NO./NAME (a)	REPORTING YEAR (b)	UNDERWRITING YEAR		EARNED YEAR		
		GROSS WRITTEN PREMIUM (d)	CURRENT UPDATED WAGES (e)	EARNED PREMIUM (f)	EARNED WAGES (g)	
		36200	Gas Supply	2012/13 Reporting Yr	\$9,500	\$17,500,000
		2011/12 Reporting Yr	\$8,750	\$15,875,000	\$8,762	\$15,896,717
		2010/11 Reporting Yr	\$8,750	\$15,875,000	\$718	\$1,303,010
		2009/10 Reporting Yr				
		2008/09 Reporting Yr				
		2007/08 Reporting Yr				
		2006/07 Reporting Yr				
		2005/06 Reporting Yr				
		2004/05 Reporting Yr				
		2003/04 Reporting Yr				
		2002/03 Reporting Yr				

Example 3 for Earned Premium and Earned Wages (< 12 month Policy)

The ABC Insurance Company underwrites the workers’ compensation risks of a carpentry services company Delta Pty Ltd and the policy coverage goes from 1 June 2011 to 31 December 2011 at which point Delta Pty Ltd did not renew with ABC Insurance.

Note: This is the only employer insured with ABC Insurance in industry class 42420.

The wage declarations and premium history has been supplied as follows:

Reported in:	Wage Details	Premium Details
2010/11	Initial wage estimate for policy period 1 June 2011 to 31 December 2011 was supplied as \$5M	Initial deposit premium for new policy with period 1 June 2011 to 31 December 2011 was \$1,700
2011/12	Wage adjustment for policy period 1 June 2011 to 31 December 2011 was supplied as an increase of \$750,000	Premium adjustment for policy period 1 June 2011 to 31 December 2011 was an increase of \$350
	No further information received as policy not renewed	

To calculate the amounts applicable to each of the Earned Years² the following formula can be used:

$$\begin{aligned}
 &\text{Premium or Wages (as applicable)} \\
 &\div \\
 &\text{Number of days that the policy spans} \\
 &\times \\
 &\text{Number of days relevant to the policy in the applicable Earned Year}^2
 \end{aligned}$$

Using the above example, the policy spans two Earned years² for the policy period. The calculation for the first part of the example “Initial wage estimate for policy period 1 June 2011 to 31 December 2011 was supplied as \$5M” would be as follows:

- Number of days that the policy spans = 1 June 2011 to 31 December 2011 = **214 days**
- Number of days in the 2010/11 Earned Year² = 1 June 2011 to 30 June 2011 = **30 days**
- Number of days in the 2011/12 Earned Year² = 1 July 2011 to 31 Dec 2011 = **184 days**

**Note that the total of the number of days in all of the Earned years² should always equal the number of days that the policy spans.

EARNED WAGES CALCULATION

<u>2010/11 Earned Year²</u>	<u>2011/12 Earned Year²</u>
\$5M (Wages supplied)	\$5M (Wages supplied)
÷	÷
214 (Days the policy spans)	214 (Days the policy spans)
×	×
30 (Days in the 2010/11 Earned Year)	184 (Days in the 2011/12 Earned Year)
= \$700,935	= \$4,299,065

² Earned Year is the financial year (1 July in a year to 30 June the following year) in which wages and premium were earned, irrespective of when the policy was written, processed or paid

The calculations relating to each of the transactions and adjustments are calculated separately below:

2010/11	Initial wage estimate for policy period 1 June 2011 to 31 December 2011 was supplied as \$5M	Initial deposit premium for new policy with period 1 June 2011 to 31 December 2011 was \$1,700
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EARNED YEAR²	EARNED WAGES	EARNED PREMIUM
2010/11	$\$5M \div 214 \times 30$ = \$700,935	$\$1,700 \div 214 \times 30$ = \$238
2011/12	$\$5M \div 214 \times 184$ = \$4,299,065	$\$1,700 \div 214 \times 184$ = \$1,462

2011/12	Wage adjustment for policy period 1 June 2011 to 31 December 2011 was supplied as an increase of \$750,000	Premium adjustment for policy period 1 June 2011 to 31 December 2011 was an increase of \$350
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EARNED YEAR²	EARNED WAGES	EARNED PREMIUM
2010/11	$\$750,000 \div 214 \times 30$ = \$105,140	$\$350 \div 214 \times 30$ = \$49
2011/12	$\$750,000 \div 214 \times 184$ = \$644,860	$\$350 \div 214 \times 184$ = \$301

A summary of these calculations are:

	EARNED WAGES Transactions Reported Ending 30 June			
Earned Year²	2010/11	2011/12	2012/13	Total Earned Wages at 30 June 2013
2010/11	\$700,935	\$105,140		\$806,075
2011/12	\$4,299,065	\$644,860		\$4,943,925
2012/13				

	EARNED PREMIUM Transactions Reported Ending 30 June			
Earned Year²	2010/11	2011/12	2012/13	Total Earned Premium at 30 June 2013
2010/11	\$238	\$49		\$287
2011/12	\$1,462	\$301		\$1,763
2012/13				

	CURRENT WAGES Transactions Reported Ending 30 June			
Under-writing Year¹	2010/11	2011/12	2012/13	Total Earned Premium at 30 June 2013
2010/11	\$5,000,000	\$750,000		\$5,750,000
2011/12				
2012/13				

	GROSS WRITTEN PREMIUM Transactions Reported Ending 30 June			
Under-writing Year¹	2010/11	2011/12	2012/13	Total Earned Premium at 30 June 2013
2010/11	\$1,700	\$350		\$2,050
2011/12				
2012/13				

¹ Underwriting Year is the year in which policies were new or renewed from 30 June in a year to 29 June the following year, irrespective of when the policy was written, processed or paid

² Earned Year is the financial year (1 July in a year to 30 June the following year) in which wages and premium were earned, irrespective of when the policy was written, processed or paid

Sections (d) to (g) “of Form WC11 from 2010/11 to 2012/13 are illustrated below:

2010/11 Form WC11

CLASS NO./NAME (a)	REPORTING YEAR (b)	UNDERWRITING YEAR		EARNED YEAR		
		GROSS WRITTEN PREMIUM (d)	CURRENT UPDATED WAGES (e)	EARNED PREMIUM (f)	EARNED WAGES (g)	
		42420	Carpentry Services	2010/11 Reporting Yr	\$1,700	\$5,000,000
		2009/10 Reporting Yr				
		2008/09 Reporting Yr				
		2007/08 Reporting Yr				
		2006/07 Reporting Yr				
		2005/06 Reporting Yr				
		2004/05 Reporting Yr				
		2003/04 Reporting Yr				
		2002/03 Reporting Yr				
		2001/02 Reporting Yr				
		2000/01 Reporting Yr				

2011/12 Form WC11

CLASS NO./NAME (a)	REPORTING YEAR (b)	UNDERWRITING YEAR		EARNED YEAR		
		GROSS WRITTEN PREMIUM (d)	CURRENT UPDATED WAGES (e)	EARNED PREMIUM (f)	EARNED WAGES (g)	
		42420	Carpentry Services	2011/12 Reporting Yr		
		2010/11 Reporting Yr	\$2,050	\$5,750,000	\$287	\$806,075
		2009/10 Reporting Yr				
		2008/09 Reporting Yr				
		2007/08 Reporting Yr				
		2006/07 Reporting Yr				
		2005/06 Reporting Yr				
		2004/05 Reporting Yr				
		2003/04 Reporting Yr				
		2002/03 Reporting Yr				
		2001/02 Reporting Yr				

2012/13 Form WC11

CLASS NO./NAME (a)	REPORTING YEAR (b)	UNDERWRITING YEAR		EARNED YEAR		
		GROSS WRITTEN PREMIUM (d)	CURRENT UPDATED WAGES (e)	EARNED PREMIUM (f)	EARNED WAGES (g)	
		42420	Carpentry Services	2012/13 Reporting Yr		
		2011/12 Reporting Yr				
		2010/11 Reporting Yr	\$2,050	\$5,750,000	\$287	\$806,075
		2009/10 Reporting Yr				
		2008/09 Reporting Yr				
		2007/08 Reporting Yr				
		2006/07 Reporting Yr				
		2005/06 Reporting Yr				
		2004/05 Reporting Yr				
		2003/04 Reporting Yr				
		2002/03 Reporting Yr				

Example 4 for Gross Written Premium and Current Updated Wages (12 month Policy)

The following example illustrates the following principles:

1. The commencement of the renewal Start Date is on the 30th June
2. Correct year for 30 June renewal start dates
3. Definition of current updated wages and Gross Written Premium
4. The continuing impact of lapsed policies

The ABC Insurance Company underwrites the workers' compensation risks of a mineral sands mining company Alpha Pty Ltd from 30 June 2008 to 29 June 2011 inclusive. At 30 June 2011, Alpha Pty Ltd did not renew with ABC Insurance.

Note:

This is the only employer insured with ABC Insurance in industry class 13150.

The wage declarations and premium history has been as follows:

Reported in:	Wage Details	Premium Details
2008/09	Initial wage estimate for 2008/09 was supplied as \$100M	Initial deposit premium for new 2008/09 policy was \$5,000
2009/10	Wage adjustment for 2008/09 supplied as an increase of \$10M	Premium adjustment for 2008/09 policy of \$500 applied.
	Initial wage estimate for 2009/10 supplied as \$110M	Deposit premium for 2009/10 policy renewal was \$6,000
	Purchase of a mineral sands subsidiary on 30 September 2009 led to a mid-year adjustment of \$75M wages accordingly	Premium adjustment for new subsidiary of \$3,000 applied.
2010/11	Wage adjustment for 2008/09 supplied as an increase of \$2M	Premium adjustment for 2008/09 policy of \$600 applied.
	Wage adjustment for 2009/10 supplied as an increase of \$11M	Premium adjustment for 2009/10 of \$700 applied.
	Initial wage estimate for 2010/11 supplied as \$200M	Deposit premium for 2010/11 policy renewal was \$9,000
2011/12	No Wage adjustments for 2008/09	No premium adjustments for 2008/09
	Wage adjustment for 2009/10 supplied as an increase of \$3M	Premium adjustment for 2009/10 of \$200 applied.
	Wage adjustment for 2010/11 supplied as a decrease of \$20M	Premium adjustment for 2010/11 of \$1,100 REFUND applied.
	Did not renew with ABC Insurance– No wage estimate for 2011/12	No premium for 2011/12
2012/13	No Wage adjustments for 2008/09	No premium adjustments for 2008/09
	No Wage adjustments for 2009/10	No premium adjustments for 2009/10
	Wage adjustment for 2010/11 supplied as an increase of \$5M	Premium adjustment for 2010/11 of \$300 applied.
	No wages for 2011/12 or 2012/13 (No longer with ABC Insurance)	No premium for 2011/12 or 2012/13

The days applicable for the calculations of Earned Premium and Wages are:

- Number of days that the policy spans = 30 June 2008 to 29 June 2009 = **365 days**
- Number of days that the policy spans = 30 June 2009 to 29 June 2010 = **365 days**
- Number of days that the policy spans = 30 June 2010 to 29 June 2011 = **365 days**
- Number of days in the “first” Earned Year² = 30 June to 30 June = **1 day**
- Number of days in the “next” Earned Year² = 1 July to 30 June = **364 days**

The only adjustment to these days would be to take into account any leap years as per Example 3.

2008/09	Initial wage estimate for 2008/09 was supplied as \$100M	Initial deposit premium for new 2008/09 policy was \$5,000
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EARNED YEAR ²	EARNED WAGES	EARNED PREMIUM
2007/08	$\$100M \div 365 \times 1$ = \$273,973	$\$5,000 \div 365 \times 1$ = \$14
2008/09	$\$100M \div 365 \times 364$ = \$99,726,027	$\$5,000 \div 365 \times 364$ = \$4,986

2009/10	Wage adjustment for 2008/09 supplied as an increase of \$10M	Premium adjustment for 2008/09 policy of \$500 applied.
----------------	--	---

EARNED YEAR ²	EARNED WAGES	EARNED PREMIUM
2007/08	$\$10M \div 365 \times 1$ = \$27,397	$\$500 \div 365 \times 1$ = \$1
2008/09	$\$10M \div 365 \times 364$ = \$9,972,603	$\$500 \div 365 \times 364$ = \$499

2009/10	Initial wage estimate for 2009/10 supplied as \$110M	Deposit premium for 2009/10 policy renewal was \$6,000
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EARNED YEAR ²	EARNED WAGES	EARNED PREMIUM
2008/09	$\$110M \div 365 \times 1$ = \$301,370	$\$6,000 \div 365 \times 1$ = \$16
2009/10	$\$110M \div 365 \times 364$ = \$109,698,630	$\$6,000 \div 365 \times 364$ = \$5,984

2009/10	Purchase of a mineral sands subsidiary on 30 September 2009 led to a mid-year adjustment of \$75M wages accordingly	Premium adjustment for new subsidiary of \$3,000 applied.
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EARNED YEAR ²	EARNED WAGES	EARNED PREMIUM
2009/10	$\$75M \div 273 \times 273$ = \$75,000,000	$\$3,000 \div 273 \times 273$ = \$3,000

2010/11	Wage adjustment for 2008/09 supplied as an increase of \$2M	Premium adjustment for 2008/09 policy of \$600 applied.
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EARNED YEAR ²	EARNED WAGES	EARNED PREMIUM
2007/08	$\$2M \div 365 \times 1$ = \$5,479	$\$600 \div 365 \times 1$ = \$2
2008/09	$\$2M \div 365 \times 364$ = \$1,994,521	$\$600 \div 365 \times 364$ = \$598

² Earned Year is the financial year (1 July in a year to 30 June the following year) in which wages and premium were earned, irrespective of when the policy was written, processed or paid

2010/11	Wage adjustment for 2009/10 supplied as an increase of \$11M	Premium adjustment for 2009/10 of \$700 applied.
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EARNED YEAR²	EARNED WAGES	EARNED PREMIUM
2008/09	$\$11M \div 365 \times 1$ = \$30,137	$\$700 \div 365 \times 1$ = \$2
2009/10	$\$11M \div 365 \times 364$ = \$10,969,863	$\$700 \div 365 \times 364$ = \$698

2010/11	Initial wage estimate for 2010/11 supplied as \$200M	Deposit premium for 2010/11 policy renewal was \$9,000
----------------	--	--

EARNED YEAR²	EARNED WAGES	EARNED PREMIUM
2009/10	$\$200M \div 365 \times 1$ = \$547,945	$\$9,000 \div 365 \times 1$ = \$25
2010/11	$\$200M \div 365 \times 364$ = \$199,452,055	$\$9,000 \div 365 \times 364$ = \$8,975

2011/12	No Wage adjustments for 2008/09 Wage adjustment for 2009/10 supplied as an increase of \$3M	No premium adjustments for 08/09 Premium adjustment for 2009/10 of \$200 applied.
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EARNED YEAR²	EARNED WAGES	EARNED PREMIUM
2008/09	$\$3M \div 365 \times 1$ = \$8,219	$\$200 \div 365 \times 1$ = \$1
2009/10	$\$3M \div 365 \times 364$ = \$2,991,781	$\$200 \div 365 \times 364$ = \$199

2011/12	Wage adjustment for 2010/11 supplied as a decrease of \$20M Did not renew with ABC Insurance	Premium adjustment for 2010/11 of \$1,100 REFUND applied.
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EARNED YEAR²	EARNED WAGES	EARNED PREMIUM
2009/10	$-\$20M \div 365 \times 1$ = -\$54,795	$-\$1,100 \div 365 \times 1$ = -\$3
2010/11	$-\$20M \div 365 \times 364$ = -\$19,945,205	$-\$1,100 \div 365 \times 364$ = -\$1,097

2012/13	No Wage adjustments for 2008/09 No Wage adjustments for 2009/10 Wage adjustment for 2010/11 supplied as an increase of \$5M	No premium adjustments for 08/09 No premium adjustments for 09/10 Premium adjustment for 2010/11 of \$300 applied.
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EARNED YEAR²	EARNED WAGES	EARNED PREMIUM
2009/10	$\$5M \div 365 \times 1$ = \$13,699	$\$300 \div 365 \times 1$ = \$1
2010/11	$\$5M \div 365 \times 364$ = \$4,986,301	$\$300 \div 365 \times 364$ = \$299

² Earned Year is the financial year (1 July in a year to 30 June the following year) in which wages and premium were earned, irrespective of when the policy was written, processed or paid

A summary of these calculations are:

Earned Year ²	EARNED WAGES Transactions Reported Ending 30 June					
	2008/09	2009/10	2010/11	2011/12	2012/13	Earned Wages at 30 June 2013
2007/08	\$273,973	\$27,397	\$5,479			\$306,849
2008/09	\$99,726,027	\$9,972,603 + \$301,370	\$1,994,521 + \$30,137	\$8,219		\$112,032,877
2009/10		\$109,698,630 + \$75,000,000*	\$10,969,863 + \$547,945	\$2,991,781 -\$54,795	\$13,699	\$199,167,123
2010/11			\$199,452,055	-\$19,945,205	4,986,301	\$184,493,151

Earned Year ²	EARNED PREMIUM Transactions Reported Ending 30 June					
	2008/09	2009/10	2010/11	2011/12	2012/13	Earned Premium at 30 June 2013
2007/08	\$14	\$1	\$2			\$17
2008/09	\$4,986	\$499 + \$16	\$598 + \$2	\$1		\$6,102
2009/10		\$5,984 + \$3,000*	\$698 + \$25	\$199 -\$3	\$1	\$9,904
2010/11			\$8,975	-\$1,097	\$299	\$8,177

*Note that the wages and premium relating to the subsidiary are not split between 2008/09 and 2009/10 for Earned Wages and Premium due to the purchase occurring on 30 September 2009.

Under-writing Year ¹	CURRENT WAGES Transactions Reported Ending 30 June					
	2008/09	2009/10	2010/11	2011/12	2012/13	Current Updated Wages at 30 June 2013
2008/09	\$100 M	\$10 M	\$2 M	-	-	\$112 M
2009/10		\$110 M + \$75 M	\$11 M	\$3 M	-	\$199 M
2010/11			\$200 M	-\$20 M	\$5 M	\$185 M
2011/12				\$0 M	\$0 M	\$0 M
2012/13					\$0 M	\$0 M

Under-writing Year ¹	GROSS WRITTEN PREMIUM Transactions Reported Ending 30 June					
	2008/09	2009/10	2010/11	2011/12	2012/13	Current Gross Written Premium at 30 June 2013
2008/09	\$5,000	\$500	\$600	-	-	\$6,100
2009/10		\$6,000 + \$3,000	\$700	\$200	-	\$9,900
2010/11			\$9,000	-\$1,100	\$300	\$8,200
2011/12				\$0	\$0	\$0
2012/13					\$0	\$0

¹ Underwriting Year is the year in which policies were new or renewed from 30 June in a year to 29 June the following year, irrespective of when the policy was written, processed or paid

² Earned Year is the financial year (1 July in a year to 30 June the following year) in which wages and premium were earned, irrespective of when the policy was written, processed or paid

Sections (d) to (g) “of Form WC11 from 2008/09 to 2012/13 are illustrated below:

2008/09 Form WC11

CLASS NO./NAME (a)	REPORTING YEAR (b)	UNDERWRITING YEAR		EARNED YEAR	
		GROSS WRITTEN PREMIUM (d)	CURRENT UPDATED WAGES (e)	EARNED PREMIUM (f)	EARNED WAGES (g)
13150 Mineral Sand Mining	2008/09 Reporting Yr	\$5,000	\$100,000,000	\$4,986	\$99,726,027
	2007/08 Reporting Yr			\$14	\$273,973
	2006/07 Reporting Yr				
	2005/06 Reporting Yr				
	2004/05 Reporting Yr				
	2003/04 Reporting Yr				
	2002/03 Reporting Yr				
	2001/02 Reporting Yr				
	2000/01 Reporting Yr				
	1999/00 Reporting Yr				
1998/99 Reporting Yr					

2009/10 Form WC11

CLASS NO./NAME (a)	REPORTING YEAR (b)	UNDERWRITING YEAR		EARNED YEAR	
		GROSS WRITTEN PREMIUM (d)	CURRENT UPDATED WAGES (e)	EARNED PREMIUM (f)	EARNED WAGES (g)
13150 Mineral Sand Mining	2009/10 Reporting Yr	\$9,000	\$185,000,000	\$8,984	\$184,698,630
	2008/09 Reporting Yr	\$5,500	\$110,000,000	\$5,501	\$110,000,000
	2007/08 Reporting Yr			\$15	\$301,370
	2006/07 Reporting Yr				
	2005/06 Reporting Yr				
	2004/05 Reporting Yr				
	2003/04 Reporting Yr				
	2002/03 Reporting Yr				
	2001/02 Reporting Yr				
	2000/01 Reporting Yr				
1999/00 Reporting Yr					

2010/11 Form WC11

CLASS NO./NAME (a)	REPORTING YEAR (b)	UNDERWRITING YEAR		EARNED YEAR	
		GROSS WRITTEN PREMIUM (d)	CURRENT UPDATED WAGES (e)	EARNED PREMIUM (f)	EARNED WAGES (g)
13150 Mineral Sand Mining	2010/11 Reporting Yr	\$9,000	\$200,000,000	\$8,975	\$199,452,055
	2009/10 Reporting Yr	\$9,700	\$196,000,000	\$9,707	\$196,216,438
	2008/09 Reporting Yr	\$6,100	\$112,000,000	\$6,101	\$112,024,658
	2007/08 Reporting Yr			\$17	\$306,849
	2006/07 Reporting Yr				
	2005/06 Reporting Yr				
	2004/05 Reporting Yr				
	2003/04 Reporting Yr				
	2002/03 Reporting Yr				
	2000/01 Reporting Yr				

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CLASS NO./NAME (a)	REPORTING YEAR (b)	UNDERWRITING YEAR		EARNED YEAR	
		GROSS WRITTEN PREMIUM (d)	CURRENT UPDATED WAGES (e)	EARNED PREMIUM (f)	EARNED WAGES (g)
		2011/12 Reporting Yr			
	2010/11 Reporting Yr	\$7,900	\$180,000,000	\$7,878	\$179,506,850
	2009/10 Reporting Yr	\$9,900	\$199,000,000	\$9,903	\$199,153,424
	2008/09 Reporting Yr	\$6,100	\$112,000,000	\$6,102	\$112,032,877
	2007/08 Reporting Yr			\$17	\$306,849
	2006/07 Reporting Yr				
	2005/06 Reporting Yr				
	2004/05 Reporting Yr				
	2003/04 Reporting Yr				
	2002/03 Reporting Yr				
	2001/02 Reporting Yr				

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CLASS NO./NAME (a)	REPORTING YEAR (b)	UNDERWRITING YEAR		EARNED YEAR	
		GROSS WRITTEN PREMIUM (d)	CURRENT UPDATED WAGES (e)	EARNED PREMIUM (f)	EARNED WAGES (g)
		2012/13 Reporting Yr			
	2011/12 Reporting Yr				
	2010/11 Reporting Yr	\$8,200	\$185,000,000	\$8,177	\$184,493,151
	2009/10 Reporting Yr	\$9,900	\$199,000,000	\$9,904	\$199,167,123
	2008/09 Reporting Yr	\$6,100	\$112,000,000	\$6,102	\$112,032,877
	2007/08 Reporting Yr			\$17	\$306,849
	2006/07 Reporting Yr				
	2005/06 Reporting Yr				
	2004/05 Reporting Yr				
	2003/04 Reporting Yr				
	2002/03 Reporting Yr				