

Policy	XXX112333-2007	Carrier	INSURANCE CARRIER	Auditor	AUDITORS NAME	Policy Period	01/01/06 - 01/01/07
Serial #		Insured	SAMPLE	Date	01/01/07	Audit Period	01/01/06 - 01/01/07

Policy Type: Workers Compensation Audit Type: Annual Audit Source: Physical Legal Entity: Corporation Federal ID#: 04-0000000 Ins. Name 2: DBA XXXXX Web Site:	Insured Location: 123 XYZ ST TOWN, MA 00000 Insured Phone: 978-555-XXXX Audit Location: 555 HIJK ST CITY, MA 00000 Audit Phone: 978-777-XXXX Audit Contact: JOHN XXX, ACCOUNTANT	Source of Data <input checked="" type="checkbox"/> Payroll Book <input type="checkbox"/> Cash Book <input type="checkbox"/> Check Book <input checked="" type="checkbox"/> Gen'l Ledger <input type="checkbox"/> Gen'l Journal <input type="checkbox"/> Verification <input checked="" type="checkbox"/> S/S Returns <input checked="" type="checkbox"/> U/C Returns <input type="checkbox"/> Income Tax <input type="checkbox"/> Financial State. <input type="checkbox"/>	Subcontractors <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No Condition <input type="checkbox"/> Good <input type="checkbox"/> Fair <input type="checkbox"/> Poor Time Charges Travel: Direct: 0.00 Write-up:
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DESCRIPTION OF OPERATIONS

INSURED #1:
THE INSURED IS A XXXXXXXXXXXXX COMPANY AND IS ENGAGED IN THE PRODUCTION OF XXXXXXXX AND XXXXXX. THE INSURED SELLS ITS GOODS TO XXXXXX, XXXXX ETC. THE INSURED MAY WRAP THE PRODUCTS UNDER ITS OWN NAME OR THE XXXXX STORE LABEL. THE INSURED ALSO OPERATES A XXXXX STORE SELLING XXXX PRODUCT AND XXXX PRODUCTS. THE INSURED'S OPERATIONS INCLUDE PRODUCTION, WRAPPING, SHIPPING AND DELIVERY. ALSO, PRODUCT TESTING AND NEW PRODUCT DEVELOPMENT. THE INSURED'S DELIVERY OPERATIONS IN THE STATES OF KY AND NC ARE SEPARATELY INSURED.

INSURED #2
-THE INSURED IS ENGAGED IN THE DISTRIBUTION AND SALES OF XXXXXX. THE INSURED'S OPERATIONS INCLUDE CUSTOMER SERVICE AND OUTSIDE SALESPERSONS. THE INSURED'S SALES OPERATIONS IN THE STATES OF CT, OH, AND SC ARE SEPARATELY INSURED.

AN EXIT INTERVIEW WAS CONDUCTED WITH THE INSURED'S PRESIDENT.

TITLE	NAME	ADJ. GROSS PAYROLL	AMOUNT INCLUDED	DAYS	STATE	CODE	DESCRIPTION OF DUTIES
<div style="border: 1px solid black; padding: 5px;"> <i>Number of Employees:</i> Code 2003 - 40 Code 8017 - 2 Code 8742 - 4 Code 8810 - 2 </div>							
INSURED #1							
President	President	222,222	52,000	365	MA	8810	Administration & Production
VP	Vice President	10,002	10,400	365	MA	8810	Administration & Marketing
Treasurer	Treasurer	20,004	20,004	365	MA	8810	Administration & Finance
INSURED #2							
President	President	27,986	27,986	365	MA	8810	Administration & Finance

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AUDIT SUMMARY

VERIFICATION SUMMARY

CLASSIFICATION	CODE	EXPOSURE		
PAYROLL EXPOSURE				
INSURED COMPANY NAME - MA - 01/01/06 to 01/01/07 - TOWN				
Bakery	2003	23,556,831	INSURED #1	25,644,656
Retail store noc	8017	103,031	INSURED #2	1,338,010
Clerical office employees	8810	304,199	Less Adjustments	(2,687,368)
INSURED COMPANY NAME - MA - 01/01/06 to 01/01/07 - TOWN			TOTAL	24,295,298
Salespersons, collectors, messengers	8742	97,628		
Clerical office employees	8810	233,609		
TOTAL		24,295,298		

INSURED #1 Detail

Name	Code	Exact Duties/Notes	Gross
President	8810	Administration & Production	222222
Vice President	8810	Administration & Marketing	10002
Treasurer	8810	Administration & Finance	20004
Production Line # 1	2003	Product Bakers	555555
Production-Vacation	2003	Product Bakers	444444
Production Line Overtime	2003	Product Bakers	0
Supervisors-Production	2003	Supervisors - Product Bakers	99999
Wrapping Line # 1	2003	Product Packaging	888888
Shipping	2003	Product Shipping	2222222
Load Haulers	2003	Product Shipping	55555
Drivers	2003	Product Delivery	66666
Vehicle Maintenance	2003	Vehicle Mechanics	33333
Sanitation	2003	Product Testing/Quality Control	22222
Maintenance	2003	Buildings & Grounds Maintenance	11111
Employee name	8017	Store Sales Clerk	9999
Employee name	8017	Store Sales Clerk	8888
Employee name	8017	Store Sales Clerk	77771
Employee name	8017	Store Sales Clerk	6666
Employee name	8810	Customer Service	33333
Employee name	8810	Customer Service	22222
Employee name	8810	Customer Service	111111
Employee name	8810	Customer Service	55555

INSURED #1 Figures

Code	Name	2006 YTD	GROSS	POT								
INSURED COMPANY NAME - MA - TOWN												
2003	Production Line # 1	555555	555555	0								
2003	Production-Vacation	444444	444444	0								

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INSURED #1 Figures

Code	Name	2006 YTD	GROSS	POT									
2003	Production Line Overtim	0	0	162770									
2003	Supervisors-Production	99999	99999	0									
2003	Wrapping Line # 1	888888	888888	0									
2003	Shipping	22222222	22222222	116438									
2003	Load Haulers	55555	55555	0									
2003	Drivers	66666	66666	397827									
2003	Vehicle Maintenance	33333	33333	37430									
2003	Sanitation	22222	22222	50238									
2003	Maintenance	11111	11111	78461									
8017	Employee name	9999	9999	0									
8017	Employee name	8888	8888	0									
8017	Employee name	77771	77771	0									
8017	Employee name	6666	6666	293									
8810	President	222222	222222	0									
8810	Vice President	10002	10002	0									
8810	Treasurer	20004	20004	0									
8810	Employee name	33333	33333	0									
8810	Employee name	22222	22222	0									
8810	Employee name	111111	111111	426									
8810	Employee name	55555	55555	0									
excl	State of KY	111222	111222	0									
excl	State of NC	555666	555666	0									
SUBTOTAL		25644656	25644656	843883									
GRAND TOTAL		25644656	25644656	843883									

INSURED #1 Verification

FORM 940 - 2006	TOTAL								
25644656	25644656								

INSURED #1 Recap for INSURED COMPANY NAME - MA - 01/01/06 to 01/01/07 - TOWN

Recap	TOTAL	2003	8017	8810	Excluded								
Gross Payroll	25644656	24399995	103324	474449	666888								
Less POT	(843883)	(843164)	(293)	(426)									
Less excl	(666888)				(666888)								
Principal Min/Max/Flat	(169824)			(169824)									
TOTAL	23964061	23556831	103031	304199	0								

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INSURED #2 Detail

Name	Code	Exact Duties/Notes	Gross
President	8810	Customer Service	27986
Employee name	8810	Customer Service	40235
Employee name	8810	Customer Service	29472
Employee name	8810	Customer Service	30122
Employee name	8810	Customer Service	11659
Employee name	8742	Outside Salesperson	29756
Employee name	8742	Outside Salesperson	28195
Employee name	8742	Outside Salesperson	39677
Employee name	8810	Sales Manager	100798

INSURED #2 Figures

Code	Name	2006 YTD	GROSS	POT									
INSURED COMPANY NAME - MA - TOWN													
8742	Employee name	29756	29756	0									
8742	Employee name	28195	28195	0									
8742	Employee name	39677	39677	0									
8810	President	27986	27986	0									
8810	Employee name	40235	40235	0									
8810	Employee name	29472	29472	0									
8810	Employee name	30122	30122	0									
8810	Employee name	11659	11659	0									
8810	Employee name	100798	100798	6663									
excl	State of OH	333333	333333	0									
excl	State of SC	111222	111222	0									
excl	State of CT	555555	555555	0									
SUBTOTAL		1338010	1338010	6663									
GRAND TOTAL		1338010	1338010	6663									

INSURED #2 Verification

FORM 940 - 2006	TOTAL								
1338010	1338010								

INSURED #2 Recap for INSURED COMPANY NAME - MA - 01/01/06 to 01/01/07 - TOWN

Recap	TOTAL	8742	8810	Excluded									
Gross Payroll	1338010	97628	240272	1000110									
Less POT	(6663)		(6663)										
Less excl	(1000110)			(1000110)									
Principal Min/Max/Flat	0												
TOTAL	331237	97628	233609	0									

UNDERWRITING REFERRAL

LARGE ADDITIONAL PREMIUM: _____

LARGE RETURN PREMIUM: _____

CLASSIFICATION CHANGES:
 ADD CODE #'s: _____
 DELETE CODE #'s: _____

MULTI STATE POLICY:
 ADDED STATES: _____
 DELETED STATES: _____

ENTITY CHANGE:
 CORPORATION PARTNERSHIP INDIVIDUAL OTHER: _____
 NAME: _____ DATE: _____

ADDRESS CHANGE:
 ADDRESS: _____ DATE: _____

- DOES NOT QUALIFY FOR CURRENT PROGRAM
- ACTUAL EXPOSURES AS COMPARED TO ESTIMATED EXPOSURES VARY BY MORE THAN 25%
- UNINSURED OR UNDERINSURED SUBCONTRACTOR EXPOSURE FOUND DURING AUDIT. SEE SUB. DETAIL
- EMPLOYEE LEASING DISCLOSED
- CONSTRUCTION INFORMATION
- AUDIT REVISED
- AUDIT DATA QUESTIONABLE DUE TO: _____

COMMENTS:

EXPOSURES	PER POLICY	PER AUDIT
CODE 2003	12,333,333	23,556,831
CODE 8017	99,999	103,031
CODE 8810	1,222,000	544,471
CODE 8742	999,999	97,628

MISC. INFO:

- ASSISTED INSURED TO ESTABLISH APPROPRIATE RECORDS FOR FUTURE AUDITS
- COMMUNICATED WITH AGENT REGARDING ACCOUNT
- COMMUNICATED WITH UNDERWRITING OR MARKETING REGARDING ACCOUNT