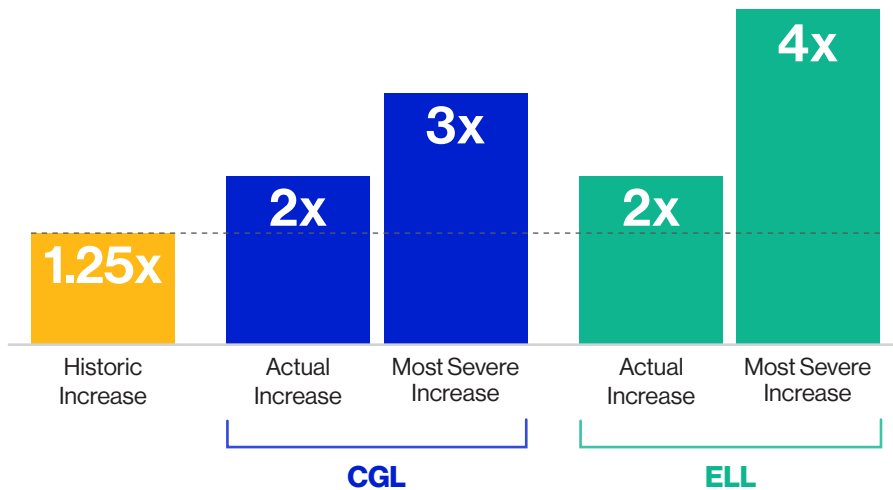


The Rising Cost of Claims: By the Numbers

United Educators (UE), like other insurance companies, has been affected by issues of social inflation and other societal factors that are drastically increasing the cost of claims. Across the nation, the average personal injury award in 2018 was double that of 2011; the median award was 64% higher. The graphics below show how these trends are impacting education claims.

Primary General Liability (CGL) and Educators Legal Liability (ELL) Claims Trends: Increased Severity

Average 2015-2020 Loss Trends

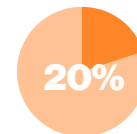


Sexual Misconduct

Excluding employment-related harassment and high-profile claims related to mass serial abusers, UE saw sexual misconduct claims:



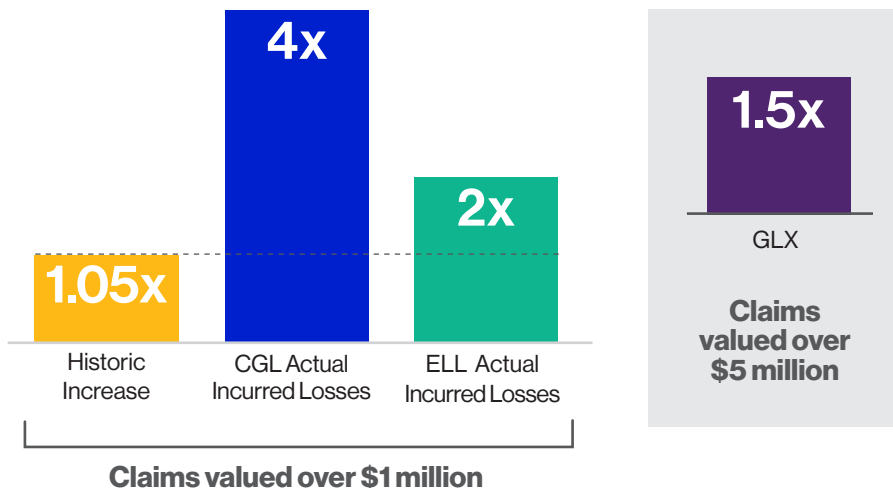
Grow **3x faster** than all other claims types over the last 15 years



Comprise **nearly 20%** of all claims costs in the latest year

Elevated Large Claims Activity

2015 - 2020 Total Incurred Losses



Increased Defense Costs

Portion of claims costs attributable to legal defense

