

**EXHIBIT 5
CALCULATION OF EXPECTED LOSSES
(\$ IN THOUSANDS)**

Year	Estimated Outcomes	Expected Outcomes	(Losses) Residual	Prob. %	Expected Losses*	Discount Factor @ 5%	Expected Losses**
1	\$ 8,000	\$10,850	(\$2,850)	20%	(\$570)	0.95238	(\$543)
	\$10,000	\$10,850	(\$850)	55%	(\$468)	0.95238	(\$446)
	\$15,000	\$10,850	\$4,150	25%	—		—
				100%			(\$989)
2	\$ 7,000	\$10,650	(\$3,650)	20%	(\$730)	0.90703	(\$662)
	\$ 10,000	\$10,650	(\$650)	55%	(\$358)	0.90703	(\$325)
	\$ 15,000	\$10,650	\$4,350	25%	—		—
							(\$ 987)
Total				100%	(\$2,126)		(\$1,976)

*Undiscounted unfavorable variances.

**Discounted unfavorable variances.