

## DISCLOSURE OF AGENT COMPENSATION

Erie Mutual Fire Insurance Company currently distributes insurance products only through sales agents who are employees of Erie Mutual, and are required to place all insurance (except high risk Automobile Facility Association insurance) with Erie Mutual. The sales agents are compensated solely by way of commission and are required to work away from our head office, thus incurring certain employment expenses for which they are not reimbursed by Erie Mutual. The following is a breakdown of the commissions paid by Erie Mutual Fire Insurance Company to its sales agents:

Automobile 10%  
Property 15%  
Liability 15%  
New Farm Property & Liability 25%

Erie Mutual does not offer any other form of compensation arrangements.