

SCF Casualty
3030 N. 3rd St PHOENIX, AZ 85012-3039

POLICY NO: C40407

WORKERS COMPENSATION AND EMPLOYERS LIABILITY INSURANCE POLICY

TYPE OF OWNERSHIP: Limited Liability Company-Partners

OWNERSHIP NAMES:

Owners, if applicable, are shown on Endorsement 1070

Item 1. NAME OF INSURED

BASIC METALS INDUSTRIES
115 N 51ST AVE
PHOENIX AZ 85043

Item 2. Policy Period FROM: 01/01/2011 TO 01/01/2012
12:01 a.m. Arizona Time at the address of the insured as stated herein

Item 3. A. Workers Compensation Insurance: Part One of the policy
Applies to the Workers Compensation Law of Arizona.

B. Employers Liability Insurance: Part Two of the policy applies
to work in Arizona

The limits of our liability under Part Two are:

Bodily Injury by Accident \$ **1,000,000** each accident

Bodily Injury by Disease \$ **1,000,000** each employee

Bodily Injury by Disease \$ **1,000,000** policy limit

C. Other States Insurance: Part Three of the policy applies to Arizona
Employers per the terms of the Other States Coverage Endorsement.

See Item 4, below for other workplaces not shown above.

THE COMPANY RESERVES THE RIGHT TO EXCLUDE COVERAGE UNDER PART TWO FOR REJECTORS
Item 4. Classification of Operations The premium for this policy will be determined by our manual of rules,
Premium Class Codes The premium for this policy will be determined by our manual of rules,
Period Codes classifications, rates and rating plans. All information required below
is subject to verification and change by audit.

PREMIUM BASIS	RATES	ESTIMATED
Estimated Total Annual Remuneration	Rate Per \$100 of Payroll	ANNUAL PREMIUM

Basic Metals Industries
C & A Erections

		01/01/2011	01/01/2012	
2	115 N 51st Ave, Phoenix AZ 85043			
01/01/2011-01/01/2012	3030-005 IRON/STL WORKS-FABR/SHOP	\$65,000	\$9.63	\$6,260
	3040-010 IRON WORKS-SHOP/ORNAM	\$90,000	\$5.93	\$5,337
	5059-005 IRON/STEEL EREC-1-2 STORY FRAME STR	\$50,000	\$45.42	\$22,710
	8810-005 CLERICAL OFFICE EMPLOYEES-N.O.C.	\$220,000	\$0.21	\$462
* THIS IS NOT A BILLING *	Manual Premium			\$34,769
	Employer's Liability Limits @ 0.0200			\$695
	Balance to Policy Minimum Premium			NA
	Experience Modifier (See Endorsement 1065)			\$5,674
	Standard Premium			\$51,423
	State Fund's Premium Deviation 1.2500			\$10,285
	Discounted Premium (See Endorsement 1032)			\$3,769CR
9740	Terrorism Premium (See Attached Endor)	\$425,000	00.0100	\$43
9741	Catastrophe Premium (See Attached Endor)	\$425,000	00.0100	\$43
	Policy Charge			\$180.00

If indicated, interim adjustments of premium shall be made: **Monthly** Minimum Premium **\$1,000** Required Deposit Premium **\$4,954** Total Estimated Annual Premium **\$47,920**

Endorsement Numbers 1005 1032A 1060 1065 1075 1080 1035 61310B 61310 611070 61461C 61462D 611030

Anniversary Rating Date: 01/01/2011 Experience Modification Factor: 1.16 Expires: 01/01/2012

Donald A. Smith

PRESIDENT

Countersigned 12/20/2010

Robert [Signature]

AUTHORIZED REPRESENTATIVE