

PENNSYLVANIA FAIR PLAN

EXHIBIT 1

Statement of Assets, Liabilities and Members' Equity At December 31, 2005

	<u>LEDGER ASSETS</u>	<u>ASSETS NOT ADMITTED</u>	<u>NET ADMITTED ASSETS</u>
<u>ASSETS</u>			
Cash	2,055,467.24	0.00	2,055,467.24
Investments	11,318,329.35	0.00	11,318,329.35
Due from Participating Members	0.00	0.00	0.00
Accrued Investment Income	0.00	0.00	0.00
Premiums Receivable	54,225.90	23,631.50	30,594.40
Other Receivables	132,821.43	0.00	132,821.43
Pre-paid Premium Tax	0.00	0.00	0.00
Pre-paid Expenses	64,817.67	64,817.67	0.00
Furniture & Equipment	163,598.02	163,598.02	0.00
Data Processing Equipment	35,079.58	35,079.58	0.00
Other Assets	794.72	794.72	0.00
TOTAL ASSETS	<u>13,825,133.91</u>	<u>287,921.49</u>	<u>13,537,212.42</u>
<u>LIABILITIES</u>			
Unpaid Losses (Incl. I.B.N.R.)			2,383,744.00
Unpaid Loss Adjustment Expenses			642,311.00
Unpaid Underwriting Expenses			89,129.00
Unpaid Post Retirement Benefits			1,114,548.00
Unpaid Pension			1,257,407.00
Unearned Premiums			7,068,779.00
Unearned Advance Premiums			327,203.00
Claims Checks Payable			673,479.71
Amounts Withheld for Accounts of Others			149,204.42
Unpaid Premium Tax			36,475.46
TOTAL LIABILITIES			<u>13,742,280.59</u>
<u>MEMBERS' EQUITY</u>			
Members' Equity (Deficit)			(205,068.17)
TOTAL LIABILITIES & MEMBERS' EQUITY			<u>13,537,212.42</u>

PENNSYLVANIA FAIR PLAN

EXHIBIT 2

Income Statement for the Quarter and Year to Date Ending December 31, 2005

	<u>Quarter</u>	<u>Year</u>
	<u>10/01/ - 12/31/2005</u>	<u>01/01/ - 12/31/2005</u>
<u>UNDERWRITING INCOME</u>		
Premiums Written	3,544,591.00	13,708,173.00
Change in Unearned Premiums	(113,955.00)	(2,519.00)
Premiums Earned	3,430,636.00	13,705,654.00
<u>DEDUCTIONS</u>		
Losses Incurred	1,352,853.61	5,073,730.63
Loss Adjustment Expenses Incurred	469,135.95	1,482,850.29
Other Underwriting Expenses Incurred	1,127,773.68	4,344,767.57
Post Retirement Benefits Incurred	(188,416.59)	118,999.35
Premium Tax Incurred	70,891.82	274,163.46
Total Underwriting Deductions	2,832,238.47	11,294,511.30
Net Underwriting Profit or Loss	598,397.53	2,411,142.70
<u>OTHER INCOME OR OUTGO</u>		
Net Investment Income	77,499.86	232,814.69
Other Income	7,252.86	37,174.85
Premiums/Assessments Charged-Off	(1,615.75)	(11,343.35)
Total Other Income or Outgo	83,136.97	258,646.19
Net Result of Operations	681,534.50	2,669,788.89
<u>EQUITY ACCOUNT</u>		
Beginning Members' Equity	(339,071.87)	(2,451,727.51)
Net Result of Operations	681,534.50	2,669,788.89
Change in Assets Not Admitted	29,474.20	34,308.45
Change in Pension	(577,005.00)	(457,438.00)
Distribution of Policy Year 2001	0.00	0.00
Distribution of Policy Year 2002	0.00	0.00
Distribution of Policy Year 2003	0.00	0.00
Distributions (Assessments) to Members Charged-Off	0.00	0.00
MEMBERS' EQUITY (DEFICIT)	(205,068.17)	(205,068.17)

PENNSYLVANIA FAIR PLAN

EXHIBIT 3

Reconciliation of Ledger Assets As of December 31, 2005

INCREASE IN LEDGER ASSETS

Premiums Written	13,708,173.00
Other Income	37,174.85
Investment Income	232,814.69
Unearned Advance Premiums	44,520.00
Amounts Withheld for Accounts of Others	0.00
Claims Checks Payable	122,295.45
Premiums Charged-Off	0.00
Distributions to Members Charged-Off	0.00
TOTAL	<hr/> 14,144,977.99

DECREASE IN LEDGER ASSETS

Other Income	0.00
Losses Paid	5,065,838.63
Loss Adjustment Expenses Paid	1,285,755.29
Other Expenses Paid	4,890,367.38
Unearned Advance Premiums	0.00
Amounts Withheld for Accounts of Others	13,020.55
Claims Checks Payable	0.00
Premiums Charged-Off	11,343.35
Assessments to Members Charged-Off	0.00
Distribution of Policy Year 2001	0.00
Distribution of Policy Year 2002	0.00
Distribution of Policy Year 2003	0.00
TOTAL	<hr/> 11,266,325.20

Increase(Decrease) in Ledger Assets	2,878,652.79
Ledger Assets at 12/31/2004	10,946,481.12
Ledger Assets at 12/31/2005	<hr/> 13,825,133.91

PENNSYLVANIA FAIR PLAN

EXHIBIT 4

Statement of Expenses Incurred For the Year Ending December 31, 2005

	<u>Loss Adj.</u> <u>Expenses</u>	<u>Acquisition</u> <u>Expenses</u>	<u>Inspection</u> <u>Expenses</u>	<u>General</u> <u>Expenses</u>	<u>TOTAL</u>
Claim Adjustment Services	776,917.76	0.00	0.00	0.00	776,917.76
Commissions	0.00	889,860.00	0.00	0.00	889,860.00
Boards, Bureaus & Associations	3,414.89	982.44	0.00	48,139.40	52,536.73
Salaries	301,849.00	765,596.09	0.00	935,728.55	2,003,173.64
Employee Relations & Welfare	120,248.85	305,386.89	0.00	373,250.65	798,886.39
Insurance	7,708.40	8,315.08	0.00	12,420.79	28,444.27
Travel & Travel Items	6,940.50	174.18	0.00	15,660.14	22,774.82
Rent & Rent Items	22,004.91	118,479.29	0.00	160,952.99	301,437.19
Equipment	2,460.48	35,024.98	0.00	60,933.88	98,419.34
Printing & Stationery	1,354.12	18,325.35	0.00	34,485.46	54,164.93
Postage, Telephone, & Telegraph	13,818.65	57,955.40	0.00	66,412.41	138,186.46
Legal & Auditing	1,284.78	3,407.23	0.00	46,699.02	51,391.03
Payroll Taxes	24,223.96	57,058.83	0.00	69,738.57	151,021.36
Premium Taxes	0.00	0.00	0.00	285,568.46	285,568.46
State & Local Insurance Taxes	0.00	0.00	0.00	55,390.30	55,390.30
Miscellaneous	3,528.99	20,644.60	0.00	116,986.05	141,159.64
Advertising	0.00	0.00	0.00	0.00	0.00
Inspections, Surveys & Reports	0.00	0.00	326,790.35	0.00	326,790.35
TOTAL Expenses Paid	<u>1,285,755.29</u>	<u>2,281,210.36</u>	<u>326,790.35</u>	<u>2,282,366.67</u>	<u>6,176,122.67</u>
ADD: Unpaid Expenses Current Year	642,311.00	443,034.00	23,383.00	773,735.46	1,882,463.46
Deduct: Unpaid Expenses Prior Year	445,216.00	492,063.00	23,829.00	876,697.46	1,837,805.46
Expenses Incurred	<u>1,482,850.29</u>	<u>2,232,181.36</u>	<u>326,344.35</u>	<u>2,179,404.67</u>	<u>6,220,780.67</u>

PENNSYLVANIA FAIR PLAN

EXHIBIT 5A

Members' Account by Policy Year For the Quarter Ending December 31, 2005

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>TOTAL</u>
Premiums Written	3,546,362.00	(1,771.00)	0.00	0.00	0.00	3,544,591.00
Other Income	7,252.86	0.00	0.00	0.00	0.00	7,252.86
Investment Income Received	77,499.86	0.00	0.00	0.00	0.00	77,499.86
Subtotal	<u>3,631,114.72</u>	<u>(1,771.00)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>3,629,343.72</u>
<u>EXPENSES PAID:</u>						
Losses	752,927.22	566,215.77	49,109.63	0.00	(525.01)	1,367,727.61
Loss Adjustment Expenses	156,108.69	135,007.05	69,738.56	9,008.36	1,323.29	371,185.95
Other Underwriting Expenses	950,751.59	0.00	0.00	0.00	0.00	950,751.59
Premium Tax	34,451.78	(35.42)	0.00	0.00	0.00	34,416.36
Commissions	224,907.90	(112.40)	0.00	0.00	0.00	224,795.50
Premiums/Assessments Charged-off	1,620.25	(4.50)	0.00	0.00	0.00	1,615.75
Subtotal	<u>2,120,767.43</u>	<u>701,070.50</u>	<u>118,848.19</u>	<u>9,008.36</u>	<u>798.28</u>	<u>2,950,492.76</u>
BALANCE DUE COMPANIES	1,510,347.29	(702,841.50)	(118,848.19)	(9,008.36)	(798.28)	678,850.96
<u>DEDUCT:</u>						
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	(317,395.69)	0.00	0.00	0.00	0.00	(317,395.69)
Prior Pension	(680,402.00)	0.00	0.00	0.00	0.00	(680,402.00)
Subtotal	<u>(997,797.69)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(997,797.69)</u>
<u>ADD:</u>						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(287,921.49)	0.00	0.00	0.00	0.00	(287,921.49)
Current Pension	(1,257,407.00)	0.00	0.00	0.00	0.00	(1,257,407.00)
Subtotal	<u>(1,545,328.49)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(1,545,328.49)</u>
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	962,816.49	(702,841.50)	(118,848.19)	(9,008.36)	(798.28)	131,320.16
<u>DEDUCT:</u>						
Current Unearned Premiums	7,068,779.00	0.00	0.00	0.00	0.00	7,068,779.00
Current Unpaid Losses (Incl. I.B.N.R.)	1,496,388.00	738,856.00	147,500.00	1,000.00	0.00	2,383,744.00
Current Unpaid Underwriting Expenses	89,129.00	0.00	0.00	0.00	0.00	89,129.00
Current Unpaid Post Retirement Benefits	1,114,548.00	0.00	0.00	0.00	0.00	1,114,548.00
Current Unpaid Loss Adjustment Expenses	403,208.00	199,089.00	39,744.00	270.00	0.00	642,311.00
Current Unpaid Premium Tax	36,475.46	0.00	0.00	0.00	0.00	36,475.46
Subtotal	<u>10,208,527.46</u>	<u>937,945.00</u>	<u>187,244.00</u>	<u>1,270.00</u>	<u>0.00</u>	<u>11,334,986.46</u>
<u>ADD:</u>						
Prior Unearned Premiums	6,535,049.00	419,775.00	0.00	0.00	0.00	6,954,824.00
Prior Unpaid Losses (Incl. I.B.N.R.)	812,198.00	1,386,420.00	197,500.00	2,000.00	500.00	2,398,618.00
Prior Unpaid Underwriting Expenses	95,212.00	0.00	0.00	0.00	0.00	95,212.00
Prior Unpaid Post Retirement Benefits	1,344,655.00	0.00	0.00	0.00	0.00	1,344,655.00
Prior Unpaid Loss Adjustment Expenses	184,327.00	314,645.00	44,822.00	454.00	113.00	544,361.00
Prior Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	<u>8,971,441.00</u>	<u>2,120,840.00</u>	<u>242,322.00</u>	<u>2,454.00</u>	<u>613.00</u>	<u>11,337,670.00</u>
Distributions Charged-Off	0.00	0.00	0.00	0.00	0.00	0.00
Assessments Charged-Off	0.00	0.00	0.00	0.00	0.00	0.00
Distribution of Policy Year 2001	0.00	0.00	0.00	0.00	0.00	0.00
Distribution of Policy Year 2002	0.00	0.00	0.00	0.00	0.00	0.00
Distribution of Policy Year 2003	0.00	0.00	0.00	0.00	0.00	0.00
NET CHANGE IN MEMBERS' EQUITY	<u>(274,269.97)</u>	<u>480,053.50</u>	<u>(63,770.19)</u>	<u>(7,824.36)</u>	<u>(185.28)</u>	<u>134,003.70</u>

PENNSYLVANIA FAIR PLAN

EXHIBIT 5B

Members' Account by Policy Year Year to Date Ending December 31, 2005

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>TOTAL</u>
Premiums Written	13,674,320.00	33,853.00	0.00	0.00	0.00	13,708,173.00
Other Income	33,514.85	3,660.00	0.00	0.00	0.00	37,174.85
Investment Income Received	219,279.82	13,534.87	0.00	0.00	0.00	232,814.69
Subtotal	<u>13,927,114.67</u>	<u>51,047.87</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>13,978,162.54</u>
EXPENSES PAID:						
Losses	1,225,963.19	3,637,842.61	211,602.35	(2,356.34)	(7,213.18)	5,065,838.63
Loss Adjustment Expenses	275,587.95	781,653.48	192,772.50	25,076.83	10,664.53	1,285,755.29
Other Underwriting Expenses	3,691,079.57	23,859.35	0.00	0.00	0.00	3,714,938.92
Premium Tax	237,010.94	48,557.52	0.00	0.00	0.00	285,568.46
Commissions	887,546.50	2,313.50	0.00	0.00	0.00	889,860.00
Premiums/Assessments Charged-off	5,935.97	5,407.98	(0.60)	0.00	0.00	11,343.35
Subtotal	<u>6,323,124.12</u>	<u>4,499,634.44</u>	<u>404,374.25</u>	<u>22,720.49</u>	<u>3,451.35</u>	<u>11,253,304.65</u>
BALANCE DUE COMPANIES	7,603,990.55	(4,448,586.57)	(404,374.25)	(22,720.49)	(3,451.35)	2,724,857.89
DEDUCT:						
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	0.00	(322,229.94)	0.00	0.00	0.00	(322,229.94)
Prior Pension	0.00	(799,969.00)	0.00	0.00	0.00	(799,969.00)
Subtotal	<u>0.00</u>	<u>(1,122,198.94)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(1,122,198.94)</u>
ADD:						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(287,921.49)	0.00	0.00	0.00	0.00	(287,921.49)
Current Pension	(1,257,407.00)	0.00	0.00	0.00	0.00	(1,257,407.00)
Subtotal	<u>(1,545,328.49)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(1,545,328.49)</u>
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	6,058,662.06	(3,326,387.63)	(404,374.25)	(22,720.49)	(3,451.35)	2,301,728.34
DEDUCT:						
Current Unearned Premiums	7,068,779.00	0.00	0.00	0.00	0.00	7,068,779.00
Current Unpaid Losses (Incl. I.B.N.R.)	1,496,388.00	738,856.00	147,500.00	1,000.00	0.00	2,383,744.00
Current Unpaid Underwriting Expenses	89,129.00	0.00	0.00	0.00	0.00	89,129.00
Current Unpaid Post Retirement Benefits	1,114,548.00	0.00	0.00	0.00	0.00	1,114,548.00
Current Unpaid Loss Adjustment Expenses	403,208.00	199,089.00	39,744.00	270.00	0.00	642,311.00
Current Unpaid Premium Tax	36,475.46	0.00	0.00	0.00	0.00	36,475.46
Subtotal	<u>10,208,527.46</u>	<u>937,945.00</u>	<u>187,244.00</u>	<u>1,270.00</u>	<u>0.00</u>	<u>11,334,986.46</u>
ADD:						
Prior Unearned Premiums	0.00	7,066,260.00	0.00	0.00	0.00	7,066,260.00
Prior Unpaid Losses (Incl. I.B.N.R.)	0.00	1,863,125.00	510,227.00	2,000.00	500.00	2,375,852.00
Prior Unpaid Underwriting Expenses	0.00	116,730.00	0.00	0.00	0.00	116,730.00
Prior Unpaid Post Retirement Benefits	0.00	1,227,979.00	0.00	0.00	0.00	1,227,979.00
Prior Unpaid Loss Adjustment Expenses	0.00	349,135.00	95,612.00	375.00	94.00	445,216.00
Prior Unpaid Premium Tax	0.00	47,880.46	0.00	0.00	0.00	47,880.46
Subtotal	<u>0.00</u>	<u>10,671,109.46</u>	<u>605,839.00</u>	<u>2,375.00</u>	<u>594.00</u>	<u>11,279,917.46</u>
Distributions Charged-Off	0.00	0.00	0.00	0.00	0.00	0.00
Assessments Charged-Off	0.00	0.00	0.00	0.00	0.00	0.00
Distribution of Policy Year 2001	0.00	0.00	0.00	0.00	0.00	0.00
Distribution of Policy Year 2002	0.00	0.00	0.00	0.00	0.00	0.00
Distribution of Policy Year 2003	0.00	0.00	0.00	0.00	0.00	0.00
NET CHANGE IN MEMBERS' EQUITY	<u>(4,149,865.40)</u>	<u>6,406,776.83</u>	<u>14,220.75</u>	<u>(21,615.49)</u>	<u>(2,857.35)</u>	<u>2,246,659.34</u>

PENNSYLVANIA FAIR PLAN

EXHIBIT 5C

Members' Account by Policy Year For Active Policy Years at December 31, 2005

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>TOTAL</u>
Premiums Written	13,674,320.00	13,583,775.00	12,861,458.00	12,109,324.00	11,309,536.00	63,538,413.00
Other Income	33,514.85	55,015.35	80,667.71	27,087.72	6,188.13	202,473.76
Investment Income Received	219,279.82	72,562.64	19,356.83	39,911.04	158,416.49	509,526.82
Subtotal	<u>13,927,114.67</u>	<u>13,711,352.99</u>	<u>12,961,482.54</u>	<u>12,176,322.76</u>	<u>11,474,140.62</u>	<u>64,250,413.58</u>
<u>EXPENSES PAID:</u>						
Losses	1,225,963.19	4,835,890.55	5,758,732.16	5,484,786.85	4,692,118.47	21,997,491.22
Loss Adjustment Expenses	275,587.95	1,121,880.58	1,233,231.41	934,078.74	864,562.07	4,429,340.75
Other Underwriting Expenses	3,691,079.57	3,644,615.91	3,540,611.81	3,303,371.86	3,414,976.31	17,594,655.46
Premium Tax	237,010.94	271,675.50	257,229.16	242,186.48	225,773.62	1,233,875.70
Commissions	887,546.50	899,008.60	847,942.00	798,235.90	721,782.60	4,154,515.60
Premiums/Assessments Charged-off	5,935.97	9,549.48	8,941.82	17,527.61	23,333.19	65,288.07
Subtotal	<u>6,323,124.12</u>	<u>10,782,620.62</u>	<u>11,646,688.36</u>	<u>10,780,187.44</u>	<u>9,942,546.26</u>	<u>49,475,166.80</u>
BALANCE DUE COMPANIES	7,603,990.55	2,928,732.37	1,314,794.18	1,396,135.32	1,531,594.36	14,775,246.78
<u>ADD:</u>						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(287,921.49)	0.00	0.00	0.00	0.00	(287,921.49)
Current Pension	(1,257,407.00)	0.00	0.00	0.00	0.00	(1,257,407.00)
Subtotal	<u>(1,545,328.49)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(1,545,328.49)</u>
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	6,058,662.06	2,928,732.37	1,314,794.18	1,396,135.32	1,531,594.36	13,229,918.29
<u>DEDUCT:</u>						
Current Unearned Premiums	7,068,779.00	0.00	0.00	0.00	0.00	7,068,779.00
Current Unpaid Losses (Incl. I.B.N.R.)	1,496,388.00	738,856.00	147,500.00	1,000.00	0.00	2,383,744.00
Current Unpaid Underwriting Expenses	89,129.00	0.00	0.00	0.00	0.00	89,129.00
Current Unpaid Post Retirement Benefits	1,114,548.00	0.00	0.00	0.00	0.00	1,114,548.00
Current Unpaid Loss Adjustment Expenses	403,208.00	199,089.00	39,744.00	270.00	0.00	642,311.00
Current Unpaid Premium Tax	36,475.46	0.00	0.00	0.00	0.00	36,475.46
Subtotal	<u>10,208,527.46</u>	<u>937,945.00</u>	<u>187,244.00</u>	<u>1,270.00</u>	<u>0.00</u>	<u>11,334,986.46</u>
Distributions Charged-Off	0.00	0.00	0.00	0.00	0.00	0.00
Assessments Charged-Off	0.00	0.00	0.00	0.00	0.00	0.00
Distribution of Policy Year 2001	0.00	0.00	0.00	0.00	(1,000,000.00)	(1,000,000.00)
Distribution of Policy Year 2002	0.00	0.00	0.00	(250,000.00)	0.00	(250,000.00)
Distribution of Policy Year 2003	0.00	0.00	(850,000.00)	0.00	0.00	(850,000.00)
NET CHANGE IN MEMBERS' EQUITY	<u>(4,149,865.40)</u>	<u>1,990,787.37</u>	<u>277,550.18</u>	<u>1,144,865.32</u>	<u>531,594.36</u>	<u>(205,068.17)</u>

PENNSYLVANIA FAIR PLAN

EXHIBIT 6A

Premium Statistics by Line of Business and Policy Year For the Quarter and Year to Date Ending December 31, 2005

	<u>QUARTER</u>			<u>YEAR</u>		
	10/01/2005 - 12/31/2005			01/01/2005 - 12/31/2005		
	<u>PREMIUMS WRITTEN</u>					
	<u>2005</u>	<u>2004</u>	<u>TOTAL</u>	<u>2005</u>	<u>2004</u>	<u>TOTAL</u>
Fire	2,587,753.00	(1,412.00)	2,586,341.00	10,089,697.00	26,068.00	10,115,765.00
Other Allied Lines	953,338.00	(359.00)	952,979.00	3,559,894.00	7,917.00	3,567,811.00
Crime	5,271.00	0.00	5,271.00	24,729.00	(132.00)	24,597.00
Total	<u>3,546,362.00</u>	<u>(1,771.00)</u>	<u>3,544,591.00</u>	<u>13,674,320.00</u>	<u>33,853.00</u>	<u>13,708,173.00</u>
	<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>					
Fire	4,833,712.00	311,667.00	5,145,379.00	0.00	5,260,621.00	5,260,621.00
Other Allied Lines	1,688,738.00	107,464.00	1,796,202.00	0.00	1,789,898.00	1,789,898.00
Crime	12,599.00	644.00	13,243.00	0.00	15,741.00	15,741.00
Total	<u>6,535,049.00</u>	<u>419,775.00</u>	<u>6,954,824.00</u>	<u>0.00</u>	<u>7,066,260.00</u>	<u>7,066,260.00</u>
	<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>					
Fire	5,192,844.00	0.00	5,192,844.00	5,192,844.00	0.00	5,192,844.00
Other Allied Lines	1,863,703.00	0.00	1,863,703.00	1,863,703.00	0.00	1,863,703.00
Crime	12,232.00	0.00	12,232.00	12,232.00	0.00	12,232.00
Total	<u>7,068,779.00</u>	<u>0.00</u>	<u>7,068,779.00</u>	<u>7,068,779.00</u>	<u>0.00</u>	<u>7,068,779.00</u>
	<u>PREMIUMS EARNED</u>					
Fire	2,228,621.00	310,255.00	2,538,876.00	4,896,853.00	5,286,689.00	10,183,542.00
Other Allied Lines	778,373.00	107,105.00	885,478.00	1,696,191.00	1,797,815.00	3,494,006.00
Crime	5,638.00	644.00	6,282.00	12,497.00	15,609.00	28,106.00
Total	<u>3,012,632.00</u>	<u>418,004.00</u>	<u>3,430,636.00</u>	<u>6,605,541.00</u>	<u>7,100,113.00</u>	<u>13,705,654.00</u>

PENNSYLVANIA FAIR PLAN

EXHIBIT 6B

Premium Statistics by Class of Business and Policy Year For Terrorism Reporting Requirements Only For the Quarter and Year to Date Ending December 31, 2005

	<u>QUARTER</u>			<u>YEAR</u>		
	10/01/2005 - 12/31/2005			01/01/2005 - 12/31/2005		
	<u>PREMIUMS WRITTEN</u>					
	<u>2005</u>	<u>2004</u>	<u>TOTAL</u>	<u>2005</u>	<u>2004</u>	<u>TOTAL</u>
Habitational (Owner Occupied)	2,192,277.00	(1,080.00)	2,191,197.00	8,432,040.00	20,991.00	8,453,031.00
Habitational (Non-Owner Occupied)	924,991.00	(459.00)	924,532.00	3,631,896.00	9,720.00	3,641,616.00
Commercial	429,094.00	(232.00)	428,862.00	1,610,384.00	3,142.00	1,613,526.00
Total	<u>3,546,362.00</u>	<u>(1,771.00)</u>	<u>3,544,591.00</u>	<u>13,674,320.00</u>	<u>33,853.00</u>	<u>13,708,173.00</u>
	<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>					
Habitational (Owner Occupied)	4,133,449.00	265,419.00	4,398,868.00	0.00	4,319,727.00	4,319,727.00
Habitational (Non-Owner Occupied)	1,740,610.00	111,807.00	1,852,417.00	0.00	1,884,402.00	1,884,402.00
Commercial	660,990.00	42,549.00	703,539.00	0.00	862,131.00	862,131.00
Total	<u>6,535,049.00</u>	<u>419,775.00</u>	<u>6,954,824.00</u>	<u>0.00</u>	<u>7,066,260.00</u>	<u>7,066,260.00</u>
	<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>					
Habitational (Owner Occupied)	4,339,380.00	0.00	4,339,380.00	4,339,380.00	0.00	4,339,380.00
Habitational (Non-Owner Occupied)	1,830,206.00	0.00	1,830,206.00	1,830,206.00	0.00	1,830,206.00
Commercial	899,193.00	0.00	899,193.00	899,193.00	0.00	899,193.00
Total	<u>7,068,779.00</u>	<u>0.00</u>	<u>7,068,779.00</u>	<u>7,068,779.00</u>	<u>0.00</u>	<u>7,068,779.00</u>
	<u>PREMIUMS EARNED</u>					
Habitational (Owner Occupied)	1,986,346.00	264,339.00	2,250,685.00	4,092,660.00	4,340,718.00	8,433,378.00
Habitational (Non-Owner Occupied)	835,395.00	111,348.00	946,743.00	1,801,690.00	1,894,122.00	3,695,812.00
Commercial	190,891.00	42,317.00	233,208.00	711,191.00	865,273.00	1,576,464.00
Total	<u>3,012,632.00</u>	<u>418,004.00</u>	<u>3,430,636.00</u>	<u>6,605,541.00</u>	<u>7,100,113.00</u>	<u>13,705,654.00</u>
Premiums Earned for Terrorism Reporting Requirements	1,026,286.00	153,665.00	1,179,951.00	2,512,881.00	2,759,395.00	5,272,276.00

NOTE: Terrorism Reporting Requirements include: Habitational (Non-Owner Occupied) & Commercial lines for Premiums Earned only!

EXHIBIT 7

PENNSYLVANIA FAIR PLAN
Reporting Schedule P Number of Claims Outstanding
FOR THE TEN YEAR PERIOD ENDING DECEMBER 31, 2005

<u>Coverage</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>Total</u>
Fire	72	4	3	0	0	0	0	0	0	0	79
Other Allied	62	5	0	0	0	0	0	0	0	0	67
Crime	0	0	0	0	0	0	0	0	0	0	0
Homeowners	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total	134	9	3	0	0	0	0	0	0	0	146

NOTES:

- 1) Members should apply their respective percentages of participations to the reported Claims Outstanding by line by year.
- 2) Claims counts should be reported in whole numbers. Members should utilize the method employed in their respective filings. i.e., either the "round up" or "truncated" method.
- 3) Members are advised the Pennsylvania FAIR Plan claim counts are accumulated per claim.

EXHIBIT 7A

PENNSYLVANIA FAIR PLAN

**Loss Statistics by Line of Business and Policy Year
For the Quarter and Year to Date Ending December 31, 2005**

QUARTER

10/01/2005 - 12/31/2005

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>TOTAL</u>
<u>LOSSES PAID</u>						
Fire	572,786.00	507,452.46	42,943.29	0.00	(400.01)	1,122,781.74
Other Allied Lines	180,141.22	58,763.31	6,166.34	0.00	(125.00)	244,945.87
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	752,927.22	566,215.77	49,109.63	0.00	(525.01)	1,367,727.61
<u>UNPAID PREVIOUS PERIOD (INCL. I.B.N.R.)</u>						
Fire	667,254.00	1,275,920.00	176,500.00	2,000.00	500.00	2,122,174.00
Other Allied Lines	144,744.00	108,500.00	21,000.00	0.00	0.00	274,244.00
Crime	200.00	2,000.00	0.00	0.00	0.00	2,200.00
Total	812,198.00	1,386,420.00	197,500.00	2,000.00	500.00	2,398,618.00
<u>UNPAID CURRENT PERIOD (INCL. I.B.N.R.)</u>						
Fire	1,289,400.00	678,856.00	131,500.00	1,000.00	0.00	2,100,756.00
Other Allied Lines	206,788.00	60,000.00	16,000.00	0.00	0.00	282,788.00
Crime	200.00	0.00	0.00	0.00	0.00	200.00
Total	1,496,388.00	738,856.00	147,500.00	1,000.00	0.00	2,383,744.00
<u>LOSSES INCURRED</u>						
Fire	1,194,932.00	(89,611.54)	(2,056.71)	(1,000.00)	(900.01)	1,101,363.74
Other Allied Lines	242,185.22	10,263.31	1,166.34	0.00	(125.00)	253,489.87
Crime	0.00	(2,000.00)	0.00	0.00	0.00	(2,000.00)
Total	1,437,117.22	(81,348.23)	(890.37)	(1,000.00)	(1,025.01)	1,352,853.61

YEAR TO DATE

01/01/2005 - 12/31/2005

<u>LOSSES PAID</u>						
Fire	969,442.47	3,212,196.92	170,308.23	(2,356.34)	(6,508.56)	4,343,082.72
Other Allied Lines	256,520.72	425,645.69	41,294.12	0.00	(704.62)	722,755.91
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	1,225,963.19	3,637,842.61	211,602.35	(2,356.34)	(7,213.18)	5,065,838.63
<u>UNPAID PREVIOUS PERIOD (INCL. I.B.N.R.)</u>						
Fire	0.00	1,548,215.00	402,127.00	2,000.00	500.00	1,952,842.00
Other Allied Lines	0.00	314,710.00	108,100.00	0.00	0.00	422,810.00
Crime	0.00	200.00	0.00	0.00	0.00	200.00
Total	0.00	1,863,125.00	510,227.00	2,000.00	500.00	2,375,852.00
<u>UNPAID CURRENT PERIOD (INCL. I.B.N.R.)</u>						
Fire	1,289,400.00	678,856.00	131,500.00	1,000.00	0.00	2,100,756.00
Other Allied Lines	206,788.00	60,000.00	16,000.00	0.00	0.00	282,788.00
Crime	200.00	0.00	0.00	0.00	0.00	200.00
Total	1,496,388.00	738,856.00	147,500.00	1,000.00	0.00	2,383,744.00
<u>LOSSES INCURRED</u>						
Fire	2,258,842.47	2,342,837.92	(100,318.77)	(3,356.34)	(7,008.56)	4,490,996.72
Other Allied Lines	463,308.72	170,935.69	(50,805.88)	0.00	(704.62)	582,733.91
Crime	200.00	(200.00)	0.00	0.00	0.00	0.00
Total	2,722,351.19	2,513,573.61	(151,124.65)	(3,356.34)	(7,713.18)	5,073,730.63
<u>I.B.N.R. (CURRENT PERIOD)</u>						
Fire	88,300.00	0.00	0.00	0.00	0.00	88,300.00
Other Allied Lines	31,100.00	0.00	0.00	0.00	0.00	31,100.00
Crime	200.00	0.00	0.00	0.00	0.00	200.00
Total	119,600.00	0.00	0.00	0.00	0.00	119,600.00

PENNSYLVANIA FAIR PLAN

EXHIBIT 7B

Loss Adjustment Statistics by Line of Business and Policy Year For the Quarter and Year to Date Ending December 31, 2005

QUARTER

10/01/2005 - 12/31/2005

	<u>LOSS ADJUSTMENT EXPENSES PAID</u>						
	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>TOTAL</u>	
Fire	84,536.47	80,419.82	40,605.45	8,831.11	999.74	215,392.59	
Other Allied Lines	71,572.22	54,095.01	29,133.11	177.25	323.55	155,301.14	
Crime	0.00	492.22	0.00	0.00	0.00	492.22	
Total	156,108.69	135,007.05	69,738.56	9,008.36	1,323.29	371,185.95	
		<u>UNPAID PREVIOUS PERIOD</u>					
Fire	151,432.00	289,567.00	40,056.00	454.00	113.00	481,622.00	
Other Allied Lines	32,849.00	24,624.00	4,766.00	0.00	0.00	62,239.00	
Crime	46.00	454.00	0.00	0.00	0.00	500.00	
Total	184,327.00	314,645.00	44,822.00	454.00	113.00	544,361.00	
		<u>UNPAID CURRENT PERIOD</u>					
Fire	347,434.00	182,922.00	35,433.00	270.00	0.00	566,059.00	
Other Allied Lines	55,720.00	16,167.00	4,311.00	0.00	0.00	76,198.00	
Crime	54.00	0.00	0.00	0.00	0.00	54.00	
Total	403,208.00	199,089.00	39,744.00	270.00	0.00	642,311.00	
		<u>LOSS ADJUSTMENT EXPENSES INCURRED</u>					
Fire	280,538.47	(26,225.18)	35,982.45	8,647.11	886.74	299,829.59	
Other Allied Lines	94,443.22	45,638.01	28,678.11	177.25	323.55	169,260.14	
Crime	8.00	38.22	0.00	0.00	0.00	46.22	
Total	374,989.69	19,451.05	64,660.56	8,824.36	1,210.29	469,135.95	

YEAR TO DATE

01/01/2005 - 12/31/2005

	<u>LOSS ADJUSTMENT EXPENSES PAID</u>						
Fire	157,830.14	431,648.05	109,358.69	24,727.05	9,685.32	733,249.25	
Other Allied Lines	117,757.81	349,513.21	83,413.81	349.78	979.21	552,013.82	
Crime	0.00	492.22	0.00	0.00	0.00	492.22	
Total	275,587.95	781,653.48	192,772.50	25,076.83	10,664.53	1,285,755.29	
		<u>UNPAID PREVIOUS PERIOD</u>					
Fire	0.00	290,124.00	75,355.00	375.00	94.00	365,948.00	
Other Allied Lines	0.00	58,973.00	20,257.00	0.00	0.00	79,230.00	
Crime	0.00	38.00	0.00	0.00	0.00	38.00	
Total	0.00	349,135.00	95,612.00	375.00	94.00	445,216.00	
		<u>UNPAID CURRENT PERIOD</u>					
Fire	347,434.00	182,922.00	35,433.00	270.00	0.00	566,059.00	
Other Allied Lines	55,720.00	16,167.00	4,311.00	0.00	0.00	76,198.00	
Crime	54.00	0.00	0.00	0.00	0.00	54.00	
Total	403,208.00	199,089.00	39,744.00	270.00	0.00	642,311.00	
		<u>LOSS ADJUSTMENT EXPENSES INCURRED</u>					
Fire	505,264.14	324,446.05	69,436.69	24,622.05	9,591.32	933,360.25	
Other Allied Lines	173,477.81	306,707.21	67,467.81	349.78	979.21	548,981.82	
Crime	54.00	454.22	0.00	0.00	0.00	508.22	
Total	678,795.95	631,607.48	136,904.50	24,971.83	10,570.53	1,482,850.29	

PENNSYLVANIA FAIR PLAN

EXHIBIT 8

Report of Catastrophe Losses For the Quarter Ending December 31, 2005

Catastrophe Number	Policy Year	Date of Loss	Line of Business	Unpaid Losses	Losses Paid	Allocated Unpaid Loss Adjustment Expense	Loss Adjustment Expenses Paid
01	2003	08/01/2004	Other	15,000.00	0.00	750.00	3,107.61
29	2003	09/28/2004	Other	0.00	1,577.21	0.00	436.00
30	2004	09/15/2004	Other	2,000.00	0.00	100.00	0.00
36	2004	01/23/2005	Other	0.00	0.00	0.00	440.00
41	2004	04/01/2005	Other	0.00	0.00	0.00	1,542.00
53	2004	10/10/2005	Other	10,000.00	8,229.20	500.00	5,622.90
41	2005	04/01/2005	Other	0.00	4,068.61	0.00	408.00
53	2005	10/10/2005	Other	13,000.00	3,313.34	650.00	4,977.01
TOTAL				40,000.00	17,188.36	2,000.00	16,533.52