

EXHIBIT 1**PENNSYLVANIA FAIR PLAN**

**Statement of Assets, Liabilities and Members' Equity at
June 30, 2009**

	LEDGER ASSETS	ASSETS NOT ADMITTED	NET ADMITTED ASSETS
<u>ASSETS</u>			
Cash	5,434,885.02	0.00	5,434,885.02
Investments	8,899,149.56	0.00	8,899,149.56
Due from Participating Members	0.00	0.00	0.00
Accrued Investment Income	0.00	0.00	0.00
Premiums Receivable	6,947.90	4,770.00	2,177.90
Other Receivables	172,433.41	0.00	172,433.41
Pre-paid Premium Tax	168,032.80	168,032.80	0.00
Pre-paid Expenses	109,754.27	109,754.27	0.00
Pre-paid Pension	300,245.00	300,245.00	0.00
Furniture & Equipment	158,362.83	158,362.83	0.00
Data Processing Equipment	17,892.87	17,892.87	0.00
Other Assets	0.00	0.00	0.00
TOTAL ASSETS	15,267,703.66	759,057.77	14,508,645.89
<u>LIABILITIES</u>			
Unpaid Losses (Incl. I.B.N.R.)			1,591,399.00
Unpaid Loss Adjustment Expenses			300,952.00
Unpaid Underwriting Expenses			102,960.00
Unpaid Post Retirement Benefits (Medical)			919,688.00
Unpaid Post Retirement Benefits (Pension)			3,101,536.00
Unearned Premiums			4,767,581.00
Unearned Advance Premiums			347,306.00
Claims Checks Payable			576,129.86
Amounts Withheld for Accounts of Others			114,505.22
Unpaid Premium Tax			0.00
TOTAL LIABILITIES			11,822,057.08
<u>MEMBERS' EQUITY</u>			
Members' Equity (Deficit)			2,686,588.81
TOTAL LIABILITIES & MEMBERS' EQUITY			14,508,645.89

EXHIBIT 2**PENNSYLVANIA FAIR PLAN****Income Statement for the Quarter and Year to Date Ending****June 30, 2009**

	Quarter <u>04/01/ - 06/30/2009</u>	Year <u>01/01/ - 06/30/2009</u>
<u>UNDERWRITING INCOME</u>		
Premiums Written	2,348,529.00	4,649,757.00
Change in Unearned Premiums	87,254.00	301,377.00
Premiums Earned	<u>2,435,783.00</u>	<u>4,951,134.00</u>
<u>DEDUCTIONS</u>		
Losses Incurred	1,103,751.26	2,197,202.27
Loss Adjustment Expenses Incurred	267,484.06	567,420.98
Other Underwriting Expenses Incurred	924,024.74	1,844,519.21
Post Retirement Benefits Incurred	347,234.93	574,689.93
Premium Tax Incurred	46,970.58	92,995.14
Total Underwriting Deductions	<u>2,689,465.57</u>	<u>5,276,827.53</u>
Net Underwriting Profit or Loss	(253,682.57)	(325,693.53)
<u>OTHER INCOME OR OUTGO</u>		
Net Investment Income	8,135.68	28,786.20
Other Income	760.52	173.30
Premiums/Assessments Charged-Off	(451.24)	(555.44)
Total Other Income or Outgo	<u>8,444.96</u>	<u>28,404.06</u>
Net Result of Operations	(245,237.61)	(297,289.47)
<u>EQUITY ACCOUNT</u>		
Beginning Members' Equity	2,648,323.55	2,814,903.75
Net Result of Operations	(245,237.61)	(297,289.47)
Change in Assets Not Admitted	36,145.33	(12,710.75)
Change in Post Retirement Benefits (Pension)	89,374.00	178,748.00
Assessment of Policy Year	0.00	0.00
Distribution of Policy Year	0.00	0.00
Policy Year Closeout	0.00	0.00
Assessments Charged-Off	144,187.00	(12,202.08)
Distributions Charged-Off	13,796.54	15,139.36
MEMBERS' EQUITY (DEFICIT)	<u><u>2,686,588.81</u></u>	<u><u>2,686,588.81</u></u>

EXHIBIT 3**PENNSYLVANIA FAIR PLAN****Reconciliation of Ledger Assets As of****June 30, 2009****INCREASE IN LEDGER ASSETS**

Premiums Written	4,649,757.00
Other Income	173.30
Investment Income	28,786.20
Unearned Advance Premiums	62,795.00
Amounts Withheld for Accounts of Others	0.00
Claims Checks Payable	401,668.40
Premiums Charged-Off	0.00
Assessments/Distributions to Members Charged-Off	2,937.28
Assessment of Policy Year	0.00
Policy Year Closeout	0.00
TOTAL	5,146,117.18

DECREASE IN LEDGER ASSETS

Other Income	0.00
Losses Paid	1,903,096.27
Loss Adjustment Expenses Paid	498,029.98
Other Expenses Paid	2,249,906.28
Unearned Advance Premiums	0.00
Amounts Withheld for Accounts of Others	12,588.90
Claims Checks Payable	0.00
Premiums Charged-Off	555.44
Assessments/Distributions to Members Charged-Off	0.00
Distribution of Policy Year	0.00
Policy Year Closeout	0.00
TOTAL	4,664,176.87

Increase(Decrease) in Ledger Assets	481,940.31
Ledger Assets at 12/31/2008	14,785,763.35
Ledger Assets at 06/30/2009	15,267,703.66

EXHIBIT 5A

PENNSYLVANIA FAIR PLAN
Members' Account by Policy Year for the Quarter Ending
June 30, 2009

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>TOTAL</u>
Premiums Written	2,358,439.00	(9,910.00)	0.00	0.00	0.00	2,348,529.00
Other Income	760.52	0.00	0.00	0.00	0.00	760.52
Investment Income Received	8,135.68	0.00	0.00	0.00	0.00	8,135.68
Subtotal	<u>2,367,335.20</u>	<u>(9,910.00)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>2,357,425.20</u>
EXPENSES PAID:						
Losses	120,929.71	965,052.54	43,427.72	(63,683.33)	(2,776.38)	1,062,950.26
Loss Adjustment Expenses	41,710.17	180,101.97	17,373.12	9,985.85	1,957.95	251,129.06
Other Underwriting Expenses	981,438.67	0.00	0.00	0.00	0.00	981,438.67
Premium Tax	47,168.78	(198.20)	0.00	0.00	0.00	46,970.58
Commissions	143,944.00	(602.00)	0.00	0.00	0.00	143,342.00
Premiums/Assessments Charged-off	0.00	451.44	(0.20)	0.00	0.00	451.24
Subtotal	<u>1,335,191.33</u>	<u>1,144,805.75</u>	<u>60,800.64</u>	<u>(53,697.48)</u>	<u>(818.43)</u>	<u>2,486,281.81</u>
BALANCE DUE COMPANIES	1,032,143.87	(1,154,715.75)	(60,800.64)	53,697.48	818.43	(128,856.61)
DEDUCT:						
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	(795,203.10)	0.00	0.00	0.00	0.00	(795,203.10)
Prior Pension	(2,961,660.00)	0.00	0.00	0.00	0.00	(2,961,660.00)
Subtotal	<u>(3,756,863.10)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(3,756,863.10)</u>
ADD:						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(759,057.77)	0.00	0.00	0.00	0.00	(759,057.77)
Current Pension	(2,872,286.00)	0.00	0.00	0.00	0.00	(2,872,286.00)
Subtotal	<u>(3,631,343.77)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(3,631,343.77)</u>
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	1,157,663.20	(1,154,715.75)	(60,800.64)	53,697.48	818.43	(3,337.28)
DEDUCT:						
Current Unearned Premiums	3,547,683.00	1,219,898.00	0.00	0.00	0.00	4,767,581.00
Current Unpaid Losses (Incl. I.B.N.R.)	560,300.00	946,777.00	40,522.00	13,800.00	30,000.00	1,591,399.00
Current Unpaid Underwriting Expenses	102,960.00	0.00	0.00	0.00	0.00	102,960.00
Current Unpaid Post Retirement Benefits	848,693.00	0.00	0.00	0.00	0.00	848,693.00
Current Unpaid Loss Adjustment Expenses	105,959.00	179,046.00	7,664.00	2,609.00	5,674.00	300,952.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	<u>5,165,595.00</u>	<u>2,345,721.00</u>	<u>48,186.00</u>	<u>16,409.00</u>	<u>35,674.00</u>	<u>7,611,585.00</u>
ADD:						
Prior Unearned Premiums	2,048,078.00	2,806,757.00	0.00	0.00	0.00	4,854,835.00
Prior Unpaid Losses (Incl. I.B.N.R.)	114,200.00	1,275,644.00	116,954.00	13,800.00	30,000.00	1,550,598.00
Prior Unpaid Underwriting Expenses	97,983.00	0.00	0.00	0.00	0.00	97,983.00
Prior Unpaid Post Retirement Benefits	707,191.00	0.00	0.00	0.00	0.00	707,191.00
Prior Unpaid Loss Adjustment Expenses	20,960.00	234,132.00	21,467.00	2,532.00	5,506.00	284,597.00
Prior Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	<u>2,988,412.00</u>	<u>4,316,533.00</u>	<u>138,421.00</u>	<u>16,332.00</u>	<u>35,506.00</u>	<u>7,495,204.00</u>
Change in Post Retirement Benefits (Pension)	0.00	0.00	0.00	0.00	0.00	0.00
Assessment of Policy Year	0.00	0.00	0.00	0.00	0.00	0.00
Distribution of Policy Year	0.00	0.00	0.00	0.00	0.00	0.00
Policy Year Closeout	0.00	0.00	0.00	0.00	0.00	0.00
Assessments Charged-Off	0.00	0.00	0.00	0.00	144,187.00	144,187.00
Distributions Charged-Off	0.00	0.00	0.00	0.00	13,796.54	13,796.54
NET CHANGE IN MEMBERS' EQUITY	<u>(1,019,519.80)</u>	<u>816,096.25</u>	<u>29,434.36</u>	<u>53,620.48</u>	<u>158,633.97</u>	<u>38,265.26</u>

EXHIBIT 5B

PENNSYLVANIA FAIR PLAN

Members' Account by Policy Year for the Year to Date Ending

June 30, 2009

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>TOTAL</u>
Premiums Written	4,621,419.00	28,338.00	0.00	0.00	0.00	4,649,757.00
Other Income	173.30	0.00	0.00	0.00	0.00	173.30
Investment Income Received	28,786.20	0.00	0.00	0.00	0.00	28,786.20
Subtotal	4,650,378.50	28,338.00	0.00	0.00	0.00	4,678,716.50
EXPENSES PAID:						
Losses	144,387.01	1,770,282.93	57,988.92	(65,170.31)	(4,392.28)	1,903,096.27
Loss Adjustment Expenses	46,999.71	372,218.60	50,895.58	18,527.19	9,388.90	498,029.98
Other Underwriting Expenses	1,829,510.74	0.00	0.00	0.00	0.00	1,829,510.74
Premium Tax	92,428.38	566.76	0.00	0.00	0.00	92,995.14
Commissions	280,461.00	1,702.40	0.00	0.00	0.00	282,163.40
Premiums/Assessments Charged-off	0.00	555.74	(0.30)	0.00	0.00	555.44
Subtotal	2,393,786.84	2,145,326.43	108,884.20	(46,643.12)	4,996.62	4,606,350.97
BALANCE DUE COMPANIES	2,256,591.66	(2,116,988.43)	(108,884.20)	46,643.12	(4,996.62)	72,365.53
DEDUCT:						
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	0.00	(746,347.02)	0.00	0.00	0.00	(746,347.02)
Prior Pension		(3,051,034.00)	0.00	0.00	0.00	(3,051,034.00)
Subtotal	0.00	(3,797,381.02)	0.00	0.00	0.00	(3,797,381.02)
ADD:						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(759,057.77)	0.00	0.00	0.00	0.00	(759,057.77)
Current Pension	(2,872,286.00)	0.00	0.00	0.00	0.00	(2,872,286.00)
Subtotal	(3,631,343.77)	0.00	0.00	0.00	0.00	(3,631,343.77)
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	(1,374,752.11)	1,680,392.59	(108,884.20)	46,643.12	(4,996.62)	238,402.78
DEDUCT:						
Current Unearned Premiums	3,547,683.00	1,219,898.00	0.00	0.00	0.00	4,767,581.00
Current Unpaid Losses (Incl. I.B.N.R.)	560,300.00	946,777.00	40,522.00	13,800.00	30,000.00	1,591,399.00
Current Unpaid Underwriting Expenses	102,960.00	0.00	0.00	0.00	0.00	102,960.00
Current Unpaid Post Retirement Benefits	848,693.00	0.00	0.00	0.00	0.00	848,693.00
Current Unpaid Loss Adjustment Expenses	105,959.00	179,046.00	7,664.00	2,609.00	5,674.00	300,952.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	5,165,595.00	2,345,721.00	48,186.00	16,409.00	35,674.00	7,611,585.00
ADD:						
Prior Unearned Premiums	0.00	5,068,958.00	0.00	0.00	0.00	5,068,958.00
Prior Unpaid Losses (Incl. I.B.N.R.)	0.00	1,068,052.00	185,441.00	13,800.00	30,000.00	1,297,293.00
Prior Unpaid Underwriting Expenses	0.00	78,429.00	0.00	0.00	0.00	78,429.00
Prior Unpaid Post Retirement Benefits	0.00	565,689.00	0.00	0.00	0.00	565,689.00
Prior Unpaid Loss Adjustment Expenses	0.00	190,643.00	33,100.00	2,464.00	5,354.00	231,561.00
Prior Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	0.00	6,971,771.00	218,541.00	16,264.00	35,354.00	7,241,930.00
Change in Post Retirement Benefits (Pension)	0.00	0.00	0.00	0.00	0.00	0.00
Assessment of Policy Year	0.00	0.00	0.00	0.00	0.00	0.00
Distribution of Policy Year	0.00	0.00	0.00	0.00	0.00	0.00
Policy Year Closeout	0.00	0.00	0.00	0.00	0.00	0.00
Assessments Charged-Off	0.00	0.00	0.00	0.00	(12,202.08)	(12,202.08)
Distributions Charged-Off	0.00	0.00	0.00	0.00	15,139.36	15,139.36
NET CHANGE IN MEMBERS' EQUITY	(6,540,347.11)	6,306,442.59	61,470.80	46,498.12	(2,379.34)	(128,314.94)

EXHIBIT 5C

PENNSYLVANIA FAIR PLAN

**Members' Account for Active Policy Years @
June 30, 2009**

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>TOTAL</u>
Premiums Written	4,621,419.00	10,176,881.00	11,463,301.00	13,048,925.00	13,695,625.00	53,006,151.00
Other Income	173.30	7,054.29	(2,815.26)	4,661.56	33,514.85	42,588.74
Investment Income Received	28,786.20	369,637.19	571,916.77	458,992.55	270,882.82	1,700,215.53
Subtotal	4,650,378.50	10,553,572.48	12,032,402.51	13,512,579.11	14,000,022.67	54,748,955.27
EXPENSES PAID:						
Losses	144,387.01	2,906,584.30	5,152,631.47	5,737,498.95	5,809,995.35	19,751,097.08
Loss Adjustment Expenses	46,999.71	602,582.17	1,053,021.12	1,138,035.55	1,305,477.71	4,146,116.26
Other Underwriting Expenses	1,829,510.74	3,680,344.60	3,860,822.30	3,782,128.87	3,780,208.57	16,933,015.08
Premium Tax	92,428.38	203,537.62	229,266.02	260,978.50	273,912.50	1,060,123.02
Commissions	280,461.00	613,777.30	704,932.03	826,129.60	888,933.30	3,314,233.23
Premiums/Assessments Charged-off	0.00	1,710.54	2,423.50	4,760.66	12,259.36	21,154.06
Subtotal	2,393,786.84	8,008,536.53	11,003,096.44	11,749,532.13	12,070,786.79	45,225,738.73
BALANCE DUE COMPANIES	2,256,591.66	2,545,035.95	1,029,306.07	1,763,046.98	1,929,235.88	9,523,216.54
ADD:						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(759,057.77)	0.00	0.00	0.00	0.00	(759,057.77)
Current Pension	(2,872,286.00)	0.00	0.00	0.00	0.00	(2,872,286.00)
Subtotal	(3,631,343.77)	0.00	0.00	0.00	0.00	(3,631,343.77)
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	(1,374,752.11)	2,545,035.95	1,029,306.07	1,763,046.98	1,929,235.88	5,891,872.77
DEDUCT:						
Current Unearned Premiums	3,547,683.00	1,219,898.00	0.00	0.00	0.00	4,767,581.00
Current Unpaid Losses (Incl. I.B.N.R.)	560,300.00	946,777.00	40,522.00	13,800.00	30,000.00	1,591,399.00
Current Unpaid Underwriting Expenses	102,960.00	0.00	0.00	0.00	0.00	102,960.00
Current Unpaid Post Retirement Benefits	848,693.00	0.00	0.00	0.00	0.00	848,693.00
Current Unpaid Loss Adjustment Expenses	105,959.00	179,046.00	7,664.00	2,609.00	5,674.00	300,952.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	5,165,595.00	2,345,721.00	48,186.00	16,409.00	35,674.00	7,611,585.00
Change in Post Retirement Benefits (Pension)	0.00	0.00	0.00	0.00	0.00	0.00
Assessment of Policy Year	0.00	2,718,528.98	0.00	1,676,780.35	0.00	4,395,309.33
Distribution of Policy Year	0.00	0.00	0.00	0.00	0.00	0.00
Policy Year Closeout	0.00	0.00	0.00	0.00	0.00	0.00
Assessments Charged-Off	0.00	0.00	0.00	0.00	(12,682.25)	(12,682.25)
Distributions Charged-Off	0.00	0.00	0.00	0.00	23,673.96	23,673.96
NET CHANGE IN MEMBERS' EQUITY	<u>(6,540,347.11)</u>	<u>2,917,843.93</u>	<u>981,120.07</u>	<u>3,423,418.33</u>	<u>1,904,553.59</u>	<u>2,686,588.81</u>

EXHIBIT 6A

PENNSYLVANIA FAIR PLAN

**Premium Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending
June 30, 2009**

	QUARTER			YEAR		
	04/01/2009 - 06/30/2009			01/01/2009 - 06/30/2009		
	2009	2008	TOTAL	2009	2008	TOTAL
	<u>PREMIUMS WRITTEN</u>					
Fire	1,835,170.00	(8,994.00)	1,826,176.00	3,593,718.00	22,433.00	3,616,151.00
Other Allied Lines	516,182.00	(916.00)	515,266.00	1,016,078.00	5,905.00	1,021,983.00
Crime	7,087.00	0.00	7,087.00	11,623.00	0.00	11,623.00
Total	<u>2,358,439.00</u>	<u>(9,910.00)</u>	<u>2,348,529.00</u>	<u>4,621,419.00</u>	<u>28,338.00</u>	<u>4,649,757.00</u>
	<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>					
Fire	1,593,152.00	2,164,728.00	3,757,880.00	0.00	3,879,514.00	3,879,514.00
Other Allied Lines	450,799.00	636,622.00	1,087,421.00	0.00	1,179,759.00	1,179,759.00
Crime	4,127.00	5,407.00	9,534.00	0.00	9,685.00	9,685.00
Total	<u>2,048,078.00</u>	<u>2,806,757.00</u>	<u>4,854,835.00</u>	<u>0.00</u>	<u>5,068,958.00</u>	<u>5,068,958.00</u>
	<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>					
Fire	2,759,492.00	946,472.00	3,705,964.00	2,759,492.00	946,472.00	3,705,964.00
Other Allied Lines	778,756.00	271,029.00	1,049,785.00	778,756.00	271,029.00	1,049,785.00
Crime	9,435.00	2,397.00	11,832.00	9,435.00	2,397.00	11,832.00
Total	<u>3,547,683.00</u>	<u>1,219,898.00</u>	<u>4,767,581.00</u>	<u>3,547,683.00</u>	<u>1,219,898.00</u>	<u>4,767,581.00</u>
	<u>PREMIUMS EARNED</u>					
Fire	668,830.00	1,209,262.00	1,878,092.00	834,226.00	2,955,475.00	3,789,701.00
Other Allied Lines	188,225.00	364,677.00	552,902.00	237,322.00	914,635.00	1,151,957.00
Crime	1,779.00	3,010.00	4,789.00	2,188.00	7,288.00	9,476.00
Total	<u>858,834.00</u>	<u>1,576,949.00</u>	<u>2,435,783.00</u>	<u>1,073,736.00</u>	<u>3,877,398.00</u>	<u>4,951,134.00</u>

EXHIBIT 6B

PENNSYLVANIA FAIR PLAN

Premium Statistics by Class of Business and Policy Year for the Quarter & Year to Date Ending
June 30, 2009
For Terrorism Reporting Requirements Only

	QUARTER			YEAR		
	04/01/2009 - 06/30/2009			01/01/2009 - 06/30/2009		
	<u>2009</u>	<u>2008</u>	<u>TOTAL</u>	<u>2009</u>	<u>2008</u>	<u>TOTAL</u>
<u>PREMIUMS WRITTEN</u>						
Habitational (Owner Occupied)	1,446,905.00	(5,782.00)	1,441,123.00	2,885,347.00	18,474.00	2,903,821.00
Habitational (Non-Owner Occupied)	584,849.00	(2,394.00)	582,455.00	1,189,762.00	7,916.00	1,197,678.00
Commercial	326,685.00	(1,734.00)	324,951.00	546,310.00	1,948.00	548,258.00
Total	<u>2,358,439.00</u>	<u>(9,910.00)</u>	<u>2,348,529.00</u>	<u>4,621,419.00</u>	<u>28,338.00</u>	<u>4,649,757.00</u>
<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>						
Habitational (Owner Occupied)	1,309,871.00	1,796,426.00	3,106,297.00	0.00	3,209,433.00	3,209,433.00
Habitational (Non-Owner Occupied)	551,025.00	754,861.00	1,305,886.00	0.00	1,300,457.00	1,300,457.00
Commercial	187,182.00	255,470.00	442,652.00	0.00	559,068.00	559,068.00
Total	<u>2,048,078.00</u>	<u>2,806,757.00</u>	<u>4,854,835.00</u>	<u>0.00</u>	<u>5,068,958.00</u>	<u>5,068,958.00</u>
<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>						
Habitational (Owner Occupied)	2,281,871.00	785,238.00	3,067,109.00	2,281,871.00	785,238.00	3,067,109.00
Habitational (Non-Owner Occupied)	924,666.00	318,113.00	1,242,779.00	924,666.00	318,113.00	1,242,779.00
Commercial	341,146.00	116,547.00	457,693.00	341,146.00	116,547.00	457,693.00
Total	<u>3,547,683.00</u>	<u>1,219,898.00</u>	<u>4,767,581.00</u>	<u>3,547,683.00</u>	<u>1,219,898.00</u>	<u>4,767,581.00</u>
<u>PREMIUMS EARNED</u>						
Habitational (Owner Occupied)	474,905.00	1,005,406.00	1,480,311.00	603,476.00	2,442,669.00	3,046,145.00
Habitational (Non-Owner Occupied)	211,208.00	434,354.00	645,562.00	265,096.00	990,260.00	1,255,356.00
Commercial	172,721.00	137,189.00	309,910.00	205,164.00	444,469.00	649,633.00
Total	<u>858,834.00</u>	<u>1,576,949.00</u>	<u>2,435,783.00</u>	<u>1,073,736.00</u>	<u>3,877,398.00</u>	<u>4,951,134.00</u>
Premiums Earned for Terrorism Reporting F	383,929.00	571,543.00	955,472.00	470,260.00	1,434,729.00	1,904,989.00

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

EXHIBIT 7A

PENNSYLVANIA FAIR PLAN

**Loss Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending
June 30, 2009**

**QUARTER
04/01/2009 - 06/30/2009**

	2009	2008	2007	2006	2005	TOTAL
	LOSSES PAID					
Fire	100,057.01	739,734.26	(107.82)	(63,683.33)	0.00	776,000.12
Other Allied Lines	20,872.70	225,318.28	43,535.54	0.00	(2,776.38)	286,950.14
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	120,929.71	965,052.54	43,427.72	(63,683.33)	(2,776.38)	1,062,950.26

	UNPAID PREVIOUS PERIOD (INCL. I.B.N.R.)					
Fire	89,600.00	961,497.00	23,252.00	13,800.00	28,500.00	1,116,649.00
Other Allied Lines	24,500.00	310,847.00	93,702.00	0.00	1,500.00	430,549.00
Crime	100.00	3,300.00	0.00	0.00	0.00	3,400.00
Total	114,200.00	1,275,644.00	116,954.00	13,800.00	30,000.00	1,550,598.00

	UNPAID CURRENT PERIOD (INCL. I.B.N.R.)					
Fire	492,800.00	783,153.00	0.00	13,800.00	28,500.00	1,318,253.00
Other Allied Lines	62,300.00	160,424.00	40,522.00	0.00	1,500.00	264,746.00
Crime	5,200.00	3,200.00	0.00	0.00	0.00	8,400.00
Total	560,300.00	946,777.00	40,522.00	13,800.00	30,000.00	1,591,399.00

	LOSSES INCURRED					
Fire	503,257.01	561,390.26	(23,359.82)	(63,683.33)	0.00	977,604.12
Other Allied Lines	58,672.70	74,895.28	(9,644.46)	0.00	(2,776.38)	121,147.14
Crime	5,100.00	(100.00)	0.00	0.00	0.00	5,000.00
Total	567,029.71	636,185.54	(33,004.28)	(63,683.33)	(2,776.38)	1,103,751.26

**YEAR TO DATE
01/01/2009 - 06/30/2009**

	LOSSES PAID					
Fire	112,602.04	1,335,247.24	2,231.86	(63,683.33)	(1,522.57)	1,384,875.24
Other Allied Lines	31,784.97	432,035.69	55,757.06	(1,486.98)	(2,869.71)	515,221.03
Crime	0.00	3,000.00	0.00	0.00	0.00	3,000.00
Total	144,387.01	1,770,282.93	57,988.92	(65,170.31)	(4,392.28)	1,903,096.27

	UNPAID PREVIOUS PERIOD (INCL. I.B.N.R.)					
Fire	0.00	855,252.00	60,979.00	13,800.00	28,500.00	958,531.00
Other Allied Lines	0.00	209,500.00	124,462.00	0.00	1,500.00	335,462.00
Crime	0.00	3,300.00	0.00	0.00	0.00	3,300.00
Total	0.00	1,068,052.00	185,441.00	13,800.00	30,000.00	1,297,293.00

	UNPAID CURRENT PERIOD (INCL. I.B.N.R.)					
Fire	492,800.00	783,153.00	0.00	13,800.00	28,500.00	1,318,253.00
Other Allied Lines	62,300.00	160,424.00	40,522.00	0.00	1,500.00	264,746.00
Crime	5,200.00	3,200.00	0.00	0.00	0.00	8,400.00
Total	560,300.00	946,777.00	40,522.00	13,800.00	30,000.00	1,591,399.00

	LOSSES INCURRED					
Fire	605,402.04	1,263,148.24	(58,747.14)	(63,683.33)	(1,522.57)	1,744,597.24
Other Allied Lines	94,084.97	382,959.69	(28,182.94)	(1,486.98)	(2,869.71)	444,505.03
Crime	5,200.00	2,900.00	0.00	0.00	0.00	8,100.00
Total	704,687.01	1,649,007.93	(86,930.08)	(65,170.31)	(4,392.28)	2,197,202.27

	I.B.N.R. (CURRENT PERIOD)					
Fire	70,200.00	72,100.00	0.00	0.00	0.00	142,300.00
Other Allied Lines	19,800.00	20,600.00	0.00	0.00	0.00	40,400.00
Crime	200.00	200.00	0.00	0.00	0.00	400.00
Total	90,200.00	92,900.00	0.00	0.00	0.00	183,100.00

EXHIBIT 7B

PENNSYLVANIA FAIR PLAN**Loss Adjustment Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending
June 30, 2009****QUARTER
04/01/2009 - 06/30/2009**

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>TOTAL</u>
LOSS ADJUSTMENT EXPENSES PAID						
Fire	19,460.93	85,470.00	4,703.06	10,144.33	625.46	120,403.78
Other Allied Lines	22,070.68	94,368.25	12,670.06	(158.48)	1,332.49	130,283.00
Crime	178.56	263.72	0.00	0.00	0.00	442.28
Total	41,710.17	180,101.97	17,373.12	9,985.85	1,957.95	251,129.06
UNPAID PREVIOUS PERIOD						
Fire	16,445.00	176,473.00	4,268.00	2,532.00	5,231.00	204,949.00
Other Allied Lines	4,497.00	57,053.00	17,199.00	0.00	275.00	79,024.00
Crime	18.00	606.00	0.00	0.00	0.00	624.00
Total	20,960.00	234,132.00	21,467.00	2,532.00	5,506.00	284,597.00
UNPAID CURRENT PERIOD						
Fire	93,194.00	148,103.00	0.00	2,609.00	5,390.00	249,296.00
Other Allied Lines	11,781.00	30,338.00	7,664.00	0.00	284.00	50,067.00
Crime	984.00	605.00	0.00	0.00	0.00	1,589.00
Total	105,959.00	179,046.00	7,664.00	2,609.00	5,674.00	300,952.00
LOSS ADJUSTMENT EXPENSES INCURRED						
Fire	96,209.93	57,100.00	435.06	10,221.33	784.46	164,750.78
Other Allied Lines	29,354.68	67,653.25	3,135.06	(158.48)	1,341.49	101,326.00
Crime	1,144.56	262.72	0.00	0.00	0.00	1,407.28
Total	126,709.17	125,015.97	3,570.12	10,062.85	2,125.95	267,484.06

**YEAR TO DATE
01/01/2009 - 06/30/2009**

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>TOTAL</u>
LOSS ADJUSTMENT EXPENSES PAID						
Fire	20,580.34	162,093.11	18,131.58	16,800.84	1,226.30	218,832.17
Other Allied Lines	26,240.81	208,672.23	32,764.00	1,726.35	8,162.60	277,565.99
Crime	178.56	1,453.26	0.00	0.00	0.00	1,631.82
Total	46,999.71	372,218.60	50,895.58	18,527.19	9,388.90	498,029.98
UNPAID PREVIOUS PERIOD						
Fire	0.00	152,660.00	10,884.00	2,464.00	5,087.00	171,095.00
Other Allied Lines	0.00	37,394.00	22,216.00	0.00	267.00	59,877.00
Crime	0.00	589.00	0.00	0.00	0.00	589.00
Total	0.00	190,643.00	33,100.00	2,464.00	5,354.00	231,561.00
UNPAID CURRENT PERIOD						
Fire	93,194.00	148,103.00	0.00	2,609.00	5,390.00	249,296.00
Other Allied Lines	11,781.00	30,338.00	7,664.00	0.00	284.00	50,067.00
Crime	984.00	605.00	0.00	0.00	0.00	1,589.00
Total	105,959.00	179,046.00	7,664.00	2,609.00	5,674.00	300,952.00
LOSS ADJUSTMENT EXPENSES INCURRED						
Fire	113,774.34	157,536.11	7,247.58	16,945.84	1,529.30	297,033.17
Other Allied Lines	38,021.81	201,616.23	18,212.00	1,726.35	8,179.60	267,755.99
Crime	1,162.56	1,469.26	0.00	0.00	0.00	2,631.82
Total	152,958.71	360,621.60	25,459.58	18,672.19	9,708.90	567,420.98

EXHIBIT 8

PENNSYLVANIA
Report of Catastrophe Losses for the Quarter Ending
June 30, 2009

Cat #	Policy Year	Date of Loss	Line of Business	Unpaid Losses	Paid Losses	Alloc. Unpaid LAE	Paid Loss Adjustment Expenses
89	2005	12/01/2006	Other	500	0.00	25	668.70
94	2006	02/14/2007	Other	0	0.00	0	(130.93)
30	2007	03/08/2008	Other	1,000	0.00	50	1,311.97
60	2008	09/12/2008	Other	0	1,119.43	0	0.00
63	2008	02/10/2009	Other	3,000	32,504.28	150	8,251.42
78	2008	06/15/2009	Other	12,000	0.00	600	0.00
63	2009	02/10/2009	Other	0	4,794.41	0	0.00
78	2009	06/15/2009	Other	9,000	0.00	450	0.00
TOTAL				25,500	38,418.12	1,275	10,101.16