

EXHIBIT 1

PENNSYLVANIA FAIR PLAN

**Statement of Assets, Liabilities and Members' Equity at
June 30, 2011**

	LEDGER ASSETS	ASSETS NOT ADMITTED	NET ADMITTED ASSETS
<u>ASSETS</u>			
Cash	8,087,549.80	0.00	8,087,549.80
Investments	5,413,661.43	0.00	5,413,661.43
Due from Participating Members	0.00	0.00	0.00
Accrued Investment Income	0.00	0.00	0.00
Premiums Receivable	17,958.00	10,975.70	6,982.30
Other Receivables	171,196.19	0.00	171,196.19
Pre-paid Premium Tax	121,132.60	121,132.60	0.00
Pre-paid Expenses	83,434.85	83,434.85	0.00
Pre-paid Pension	263,961.00	263,961.00	0.00
Furniture & Equipment	87,014.80	87,014.80	0.00
Data Processing Equipment	18,879.10	18,879.10	0.00
Other Assets	0.00	0.00	0.00
TOTAL ASSETS	14,264,787.77	585,398.05	13,679,389.72
<u>LIABILITIES</u>			
Unpaid Losses (Incl. I.B.N.R.)			1,428,893.00
Unpaid Loss Adjustment Expenses			296,155.00
Unpaid Underwriting Expenses			27,427.00
Unpaid Post Retirement Benefits (Medical)			859,486.00
Unpaid Post Retirement Benefits (Pension)			1,802,554.00
Unearned Premiums			4,171,817.00
Unearned Advance Premiums			294,392.00
Claims Checks Payable			560,883.59
Amounts Withheld for Accounts of Others			101,194.29
Unpaid Premium Tax			0.00
TOTAL LIABILITIES			9,542,801.88
<u>MEMBERS' EQUITY</u>			
Members' Equity (Deficit)			4,136,587.84
TOTAL LIABILITIES & MEMBERS' EQUITY			13,679,389.72

EXHIBIT 2**PENNSYLVANIA FAIR PLAN****Income Statement for the Quarter and Year to Date Ending****June 30, 2011**

	Quarter	Year
	<u>04/01/ - 06/30/2011</u>	<u>01/01/ - 06/30/2011</u>
<u>UNDERWRITING INCOME</u>		
Premiums Written	2,040,025.00	4,083,534.00
Change in Unearned Premiums	85,979.00	225,552.00
Premiums Earned	<u>2,126,004.00</u>	<u>4,309,086.00</u>
<u>DEDUCTIONS</u>		
Losses Incurred	999,586.07	1,956,177.01
Loss Adjustment Expenses Incurred	236,075.65	472,440.69
Other Underwriting Expenses Incurred	887,184.69	1,813,631.03
Post Retirement Benefits Incurred	241,424.66	482,814.68
Premium Tax Incurred	40,800.50	81,670.68
Total Underwriting Deductions	<u>2,405,071.57</u>	<u>4,806,734.09</u>
Net Underwriting Profit or Loss	(279,067.57)	(497,648.09)
<u>OTHER INCOME OR OUTGO</u>		
Net Investment Income	3,357.14	8,402.79
Other Income	1,297.52	2,088.22
Premiums/Assessments Charged-Off	(11.00)	(34.70)
Total Other Income or Outgo	<u>4,643.66</u>	<u>10,456.31</u>
Net Result of Operations	(274,423.91)	(487,191.78)
<u>EQUITY ACCOUNT</u>		
Beginning Members' Equity	4,172,666.63	4,620,782.28
Net Result of Operations	(274,423.91)	(487,191.78)
Change in Assets Not Admitted	62,019.94	(6,195.64)
Change in Post Retirement Benefits (Pension)	11,018.00	10,937.00
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	165,425.49	(1,610.82)
Distributions Charged-Off	(118.31)	(133.20)
MEMBERS' EQUITY (DEFICIT)	<u><u>4,136,587.84</u></u>	<u><u>4,136,587.84</u></u>

EXHIBIT 3**PENNSYLVANIA FAIR PLAN****Reconciliation of Ledger Assets As of
June 30, 2011****INCREASE IN LEDGER ASSETS**

Premiums Written	4,083,534.00
Other Income	2,088.22
Investment Income	8,402.79
Unearned Advance Premiums	46,016.00
Amounts Withheld for Accounts of Others	0.00
Claims Checks Payable	1,065.27
Premiums Charged-Off	0.00
Assessments/Distributions to Members Charged-Off	0.00
Assessment of Policy Year	0.00
Policy Year Closeout	0.00
TOTAL	4,141,106.28

DECREASE IN LEDGER ASSETS

Other Income	0.00
Losses Paid	2,419,194.01
Loss Adjustment Expenses Paid	593,871.69
Other Expenses Paid	2,332,891.39
Unearned Advance Premiums	0.00
Amounts Withheld for Accounts of Others	23,216.73
Claims Checks Payable	0.00
Premiums Charged-Off	34.70
Assessments/Distributions to Members Charged-Off	1,744.02
Distribution of Policy Year	0.00
Policy Year Closeout	0.00
TOTAL	5,370,952.54

Increase(Decrease) in Ledger Assets	(1,229,846.26)
Ledger Assets at 12/31/2010	15,494,634.03
Ledger Assets at 06/30/2011	14,264,787.77

EXHIBIT 5A

PENNSYLVANIA FAIR PLAN
Members' Account by Policy Year for the Quarter Ending
June 30, 2011

	2011	2010	2009	2008	TOTAL
Premiums Written	2,043,797.00	(3,772.00)	0.00	0.00	2,040,025.00
Other Income	1,297.52	0.00	0.00	0.00	1,297.52
Investment Income Received	3,357.14	0.00	0.00	0.00	3,357.14
Subtotal	<u>2,048,451.66</u>	<u>(3,772.00)</u>	<u>0.00</u>	<u>0.00</u>	<u>2,044,679.66</u>
EXPENSES PAID:					
Losses	139,941.47	1,123,064.21	80,300.45	6,179.94	1,349,486.07
Loss Adjustment Expenses	41,898.67	231,319.08	30,460.46	5,144.44	308,822.65
Other Underwriting Expenses	1,006,354.35	0.00	0.00	0.00	1,006,354.35
Premium Tax	40,875.94	(75.44)	0.00	0.00	40,800.50
Commissions	117,029.90	(221.90)	0.00	0.00	116,808.00
Premiums/Assessments Charged-off	0.00	11.00	0.00	0.00	11.00
Subtotal	<u>1,346,100.33</u>	<u>1,354,096.95</u>	<u>110,760.91</u>	<u>11,324.38</u>	<u>2,822,282.57</u>
BALANCE DUE COMPANIES	702,351.33	(1,357,868.95)	(110,760.91)	(11,324.38)	(777,602.91)
DEDUCT:					
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	(647,417.99)	0.00	0.00	0.00	(647,417.99)
Prior Pension	(1,744,725.00)	0.00	0.00	0.00	(1,744,725.00)
Subtotal	<u>(2,392,142.99)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(2,392,142.99)</u>
ADD:					
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(585,398.05)	0.00	0.00	0.00	(585,398.05)
Current Pension	(1,733,707.00)	0.00	0.00	0.00	(1,733,707.00)
Subtotal	<u>(2,319,105.05)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(2,319,105.05)</u>
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	775,389.27	(1,357,868.95)	(110,760.91)	(11,324.38)	(704,564.97)
DEDUCT:					
Current Unearned Premiums	3,111,781.00	1,060,036.00	0.00	0.00	4,171,817.00
Current Unpaid Losses (Incl. I.B.N.R.)	776,750.00	633,630.00	17,013.00	1,500.00	1,428,893.00
Current Unpaid Underwriting Expenses	21,914.00	0.00	0.00	0.00	21,914.00
Current Unpaid Post Retirement Benefits	664,372.00	0.00	0.00	0.00	664,372.00
Current Unpaid Loss Adjustment Expenses	160,991.00	131,327.00	3,526.00	311.00	296,155.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00
Subtotal	<u>4,735,808.00</u>	<u>1,824,993.00</u>	<u>20,539.00</u>	<u>1,811.00</u>	<u>6,583,151.00</u>
ADD:					
Prior Unearned Premiums	1,821,240.00	2,436,556.00	0.00	0.00	4,257,796.00
Prior Unpaid Losses (Incl. I.B.N.R.)	147,800.00	1,512,251.00	116,242.00	2,500.00	1,778,793.00
Prior Unpaid Underwriting Expenses	79,124.00	0.00	0.00	0.00	79,124.00
Prior Unpaid Post Retirement Benefits	601,715.00	0.00	0.00	0.00	601,715.00
Prior Unpaid Loss Adjustment Expenses	30,652.00	313,624.00	24,108.00	518.00	368,902.00
Prior Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00
Subtotal	<u>2,680,531.00</u>	<u>4,262,431.00</u>	<u>140,350.00</u>	<u>3,018.00</u>	<u>7,086,330.00</u>
Change in Post Retirement Benefits (Pension)	0.00	0.00	0.00	0.00	0.00
Assessment of Policy Year	0.00	0.00	0.00	0.00	0.00
Distribution of Policy Year	0.00	0.00	0.00	0.00	0.00
Policy Year Closeout	0.00	0.00	0.00	0.00	0.00
Assessments Charged-Off	0.00	0.00	0.00	165,425.49	165,425.49
Distributions Charged-Off	0.00	0.00	0.00	(118.31)	(118.31)
NET CHANGE IN MEMBERS' EQUITY	<u>(1,279,887.73)</u>	<u>1,079,569.05</u>	<u>9,050.09</u>	<u>155,189.80</u>	<u>(36,078.79)</u>

EXHIBIT 5B

PENNSYLVANIA FAIR PLAN

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

June 30, 2011

	2011	2010	2009	2008	TOTAL
Premiums Written	4,041,397.00	42,137.00	0.00	0.00	4,083,534.00
Other Income	2,088.22	0.00	0.00	0.00	2,088.22
Investment Income Received	8,402.79	0.00	0.00	0.00	8,402.79
Subtotal	4,051,888.01	42,137.00	0.00	0.00	4,094,025.01
EXPENSES PAID:					
Losses	142,284.12	1,849,897.15	386,968.30	40,044.44	2,419,194.01
Loss Adjustment Expenses	45,774.09	410,914.59	101,196.48	35,986.53	593,871.69
Other Underwriting Expenses	1,990,830.21	0.00	0.00	0.00	1,990,830.21
Premium Tax	80,827.94	842.74	0.00	0.00	81,670.68
Commissions	233,938.60	2,456.90	0.00	0.00	236,395.50
Premiums/Assessments Charged-off	0.00	34.70	0.00	0.00	34.70
Subtotal	2,493,654.96	2,264,146.08	488,164.78	76,030.97	5,321,996.79
BALANCE DUE COMPANIES	1,558,233.05	(2,222,009.08)	(488,164.78)	(76,030.97)	(1,227,971.78)
DEDUCT:					
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	0.00	(579,202.41)	0.00	0.00	(579,202.41)
Prior Pension		(1,744,644.00)	0.00	0.00	(1,744,644.00)
Subtotal	0.00	(2,323,846.41)	0.00	0.00	(2,323,846.41)
ADD:					
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(585,398.05)	0.00	0.00	0.00	(585,398.05)
Current Pension	(1,733,707.00)	0.00	0.00	0.00	(1,733,707.00)
Subtotal	(2,319,105.05)	0.00	0.00	0.00	(2,319,105.05)
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	(760,872.00)	101,837.33	(488,164.78)	(76,030.97)	(1,223,230.42)
DEDUCT:					
Current Unearned Premiums	3,111,781.00	1,060,036.00	0.00	0.00	4,171,817.00
Current Unpaid Losses (Incl. I.B.N.R.)	776,750.00	633,630.00	17,013.00	1,500.00	1,428,893.00
Current Unpaid Underwriting Expenses	21,914.00	0.00	0.00	0.00	21,914.00
Current Unpaid Post Retirement Benefits	664,372.00	0.00	0.00	0.00	664,372.00
Current Unpaid Loss Adjustment Expenses	160,991.00	131,327.00	3,526.00	311.00	296,155.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00
Subtotal	4,735,808.00	1,824,993.00	20,539.00	1,811.00	6,583,151.00
ADD:					
Prior Unearned Premiums	0.00	4,397,369.00	0.00	0.00	4,397,369.00
Prior Unpaid Losses (Incl. I.B.N.R.)	0.00	1,387,082.00	454,828.00	50,000.00	1,891,910.00
Prior Unpaid Underwriting Expenses	0.00	78,008.00	0.00	0.00	78,008.00
Prior Unpaid Post Retirement Benefits	0.00	539,058.00	0.00	0.00	539,058.00
Prior Unpaid Loss Adjustment Expenses	0.00	306,159.00	100,391.00	11,036.00	417,586.00
Prior Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00
Subtotal	0.00	6,707,676.00	555,219.00	61,036.00	7,323,931.00
Change in Post Retirement Benefits (Pension)	0.00	0.00	0.00	0.00	0.00
Assessment of Policy Year	0.00	0.00	0.00	0.00	0.00
Distribution of Policy Year	0.00	0.00	0.00	0.00	0.00
Policy Year Closeout	0.00	0.00	0.00	0.00	0.00
Assessments Charged-Off	0.00	0.00	0.00	(1,610.82)	(1,610.82)
Distributions Charged-Off	0.00	0.00	0.00	(133.20)	(133.20)
NET CHANGE IN MEMBERS' EQUITY	(5,496,680.00)	4,984,520.33	46,515.22	(18,549.99)	(484,194.44)

EXHIBIT 5C

PENNSYLVANIA FAIR PLAN

Members' Account for Active Policy Years @

June 30, 2011

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>TOTAL</u>
Premiums Written	4,041,397.00	8,877,404.00	9,479,548.00	10,172,611.00	32,570,960.00
Other Income	2,088.22	1,183.70	(253.85)	7,054.29	10,072.36
Investment Income Received	8,402.79	26,641.52	29,868.68	369,637.19	434,550.18
Subtotal	4,051,888.01	8,905,229.22	9,509,162.83	10,549,302.48	33,015,582.54
EXPENSES PAID:					
Losses	142,284.12	2,873,487.60	3,945,480.41	4,076,959.47	11,038,211.60
Loss Adjustment Expenses	45,774.09	629,043.54	952,525.81	1,003,432.02	2,630,775.46
Other Underwriting Expenses	1,990,830.21	3,537,445.03	3,582,002.72	3,680,344.60	12,790,622.56
Premium Tax	80,827.94	177,548.08	189,590.96	203,452.22	651,419.20
Commissions	233,938.60	518,028.90	568,920.10	613,519.70	1,934,407.30
Premiums/Assessments Charged-off	0.00	614.50	2,312.50	1,704.14	4,631.14
Subtotal	2,493,654.96	7,736,167.65	9,240,832.50	9,579,412.15	29,050,067.26
BALANCE DUE COMPANIES	1,558,233.05	1,169,061.57	268,330.33	969,890.33	3,965,515.28
ADD:					
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(585,398.05)	0.00	0.00	0.00	(585,398.05)
Current Pension	(1,733,707.00)	0.00	0.00	0.00	(1,733,707.00)
Subtotal	(2,319,105.05)	0.00	0.00	0.00	(2,319,105.05)
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	(760,872.00)	1,169,061.57	268,330.33	969,890.33	1,646,410.23
DEDUCT:					
Current Unearned Premiums	3,111,781.00	1,060,036.00	0.00	0.00	4,171,817.00
Current Unpaid Losses (Incl. I.B.N.R.)	776,750.00	633,630.00	17,013.00	1,500.00	1,428,893.00
Current Unpaid Underwriting Expenses	21,914.00	0.00	0.00	0.00	21,914.00
Current Unpaid Post Retirement Benefits	664,372.00	0.00	0.00	0.00	664,372.00
Current Unpaid Loss Adjustment Expenses	160,991.00	131,327.00	3,526.00	311.00	296,155.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00
Subtotal	4,735,808.00	1,824,993.00	20,539.00	1,811.00	6,583,151.00
Change in Post Retirement Benefits (Pension)	0.00	0.00	0.00	0.00	0.00
Assessment of Policy Year	0.00	5,769,959.58	500,000.00	2,718,528.98	8,988,488.56
Distribution of Policy Year	0.00	0.00	0.00	0.00	0.00
Policy Year Closeout	0.00	0.00	0.00	0.00	0.00
Assessments Charged-Off	0.00	0.00	0.00	(2,395.23)	(2,395.23)
Distributions Charged-Off	0.00	0.00	0.00	87,235.28	87,235.28
NET CHANGE IN MEMBERS' EQUITY	<u>(5,496,680.00)</u>	<u>5,114,028.15</u>	<u>747,791.33</u>	<u>3,771,448.36</u>	<u>4,136,587.84</u>

EXHIBIT 6A

PENNSYLVANIA FAIR PLAN

**Premium Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending
June 30, 2011**

	QUARTER			YEAR		
	04/01/2011 - 06/30/2011			01/01/2011 - 06/30/2011		
	2011	2010	TOTAL	2011	2010	TOTAL
	<u>PREMIUMS WRITTEN</u>					
Fire	1,546,645.00	(3,216.00)	1,543,429.00	3,059,701.00	31,383.00	3,091,084.00
Other Allied Lines	493,380.00	(556.00)	492,824.00	974,441.00	10,624.00	985,065.00
Crime	3,772.00	0.00	3,772.00	7,255.00	130.00	7,385.00
Total	<u>2,043,797.00</u>	<u>(3,772.00)</u>	<u>2,040,025.00</u>	<u>4,041,397.00</u>	<u>42,137.00</u>	<u>4,083,534.00</u>
	<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>					
Fire	1,379,383.00	1,847,043.00	3,226,426.00	0.00	3,347,719.00	3,347,719.00
Other Allied Lines	438,707.00	584,852.00	1,023,559.00	0.00	1,041,350.00	1,041,350.00
Crime	3,150.00	4,661.00	7,811.00	0.00	8,300.00	8,300.00
Total	<u>1,821,240.00</u>	<u>2,436,556.00</u>	<u>4,257,796.00</u>	<u>0.00</u>	<u>4,397,369.00</u>	<u>4,397,369.00</u>
	<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>					
Fire	2,355,545.00	801,130.00	3,156,675.00	2,355,545.00	801,130.00	3,156,675.00
Other Allied Lines	750,604.00	256,905.00	1,007,509.00	750,604.00	256,905.00	1,007,509.00
Crime	5,632.00	2,001.00	7,633.00	5,632.00	2,001.00	7,633.00
Total	<u>3,111,781.00</u>	<u>1,060,036.00</u>	<u>4,171,817.00</u>	<u>3,111,781.00</u>	<u>1,060,036.00</u>	<u>4,171,817.00</u>
	<u>PREMIUMS EARNED</u>					
Fire	570,483.00	1,042,697.00	1,613,180.00	704,156.00	2,577,972.00	3,282,128.00
Other Allied Lines	181,483.00	327,391.00	508,874.00	223,837.00	795,069.00	1,018,906.00
Crime	1,290.00	2,660.00	3,950.00	1,623.00	6,429.00	8,052.00
Total	<u>753,256.00</u>	<u>1,372,748.00</u>	<u>2,126,004.00</u>	<u>929,616.00</u>	<u>3,379,470.00</u>	<u>4,309,086.00</u>

EXHIBIT 6B

PENNSYLVANIA FAIR PLAN

Premium Statistics by Class of Business and Policy Year for the Quarter & Year to Date Ending
June 30, 2011
For Terrorism Reporting Requirements Only

	<u>QUARTER</u> 04/01/2011 - 06/30/2011			<u>YEAR</u> 01/01/2011 - 06/30/2011		
	<u>2011</u>	<u>2010</u>	<u>TOTAL</u>	<u>2011</u>	<u>2010</u>	<u>TOTAL</u>
	<u>PREMIUMS WRITTEN</u>					
Habitational (Owner Occupied)	1,289,746.00	(2,337.00)	1,287,409.00	2,574,364.00	27,498.00	2,601,862.00
Habitational (Non-Owner Occupied)	514,384.00	(954.00)	513,430.00	1,011,206.00	10,546.00	1,021,752.00
Commercial	239,667.00	(481.00)	239,186.00	455,827.00	4,093.00	459,920.00
Total	<u>2,043,797.00</u>	<u>(3,772.00)</u>	<u>2,040,025.00</u>	<u>4,041,397.00</u>	<u>42,137.00</u>	<u>4,083,534.00</u>
	<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>					
Habitational (Owner Occupied)	1,197,883.00	1,602,898.00	2,800,781.00	0.00	2,764,806.00	2,764,806.00
Habitational (Non-Owner Occupied)	463,895.00	620,736.00	1,084,631.00	0.00	1,112,467.00	1,112,467.00
Commercial	159,462.00	212,922.00	372,384.00	0.00	520,096.00	520,096.00
Total	<u>1,821,240.00</u>	<u>2,436,556.00</u>	<u>4,257,796.00</u>	<u>0.00</u>	<u>4,397,369.00</u>	<u>4,397,369.00</u>
	<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>					
Habitational (Owner Occupied)	2,006,855.00	683,923.00	2,690,778.00	2,006,855.00	683,923.00	2,690,778.00
Habitational (Non-Owner Occupied)	801,023.00	272,862.00	1,073,885.00	801,023.00	272,862.00	1,073,885.00
Commercial	303,903.00	103,251.00	407,154.00	303,903.00	103,251.00	407,154.00
Total	<u>3,111,781.00</u>	<u>1,060,036.00</u>	<u>4,171,817.00</u>	<u>3,111,781.00</u>	<u>1,060,036.00</u>	<u>4,171,817.00</u>
	<u>PREMIUMS EARNED</u>					
Habitational (Owner Occupied)	480,774.00	916,638.00	1,397,412.00	567,509.00	2,108,381.00	2,675,890.00
Habitational (Non-Owner Occupied)	177,256.00	346,920.00	524,176.00	210,183.00	850,151.00	1,060,334.00
Commercial	95,226.00	109,190.00	204,416.00	151,924.00	420,938.00	572,862.00
Total	<u>753,256.00</u>	<u>1,372,748.00</u>	<u>2,126,004.00</u>	<u>929,616.00</u>	<u>3,379,470.00</u>	<u>4,309,086.00</u>
Premiums Earned for Terrorism Reporting F	272,482.00	456,110.00	728,592.00	362,107.00	1,271,089.00	1,633,196.00

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, 2011

QUARTER

04/01/2011 - 06/30/2011

	2011	2010	2009	2008	TOTAL
LOSSES PAID					
Fire	81,463.45	913,280.77	69,626.03	(16.67)	1,064,353.58
Other Allied Lines	58,478.02	209,783.44	10,674.42	6,196.61	285,132.49
Crime	0.00	0.00	0.00	0.00	0.00
Total	139,941.47	1,123,064.21	80,300.45	6,179.94	1,349,486.07
UNPAID PREVIOUS PERIOD (INCL. I.B.N.R.)					
Fire	67,500.00	1,213,062.00	94,513.00	1,000.00	1,376,075.00
Other Allied Lines	80,200.00	290,989.00	21,729.00	1,500.00	394,418.00
Crime	100.00	8,200.00	0.00	0.00	8,300.00
Total	147,800.00	1,512,251.00	116,242.00	2,500.00	1,778,793.00
UNPAID CURRENT PERIOD (INCL. I.B.N.R.)					
Fire	608,250.00	383,433.00	13,013.00	1,000.00	1,005,696.00
Other Allied Lines	168,400.00	249,997.00	4,000.00	500.00	422,897.00
Crime	100.00	200.00	0.00	0.00	300.00
Total	776,750.00	633,630.00	17,013.00	1,500.00	1,428,893.00
LOSSES INCURRED					
Fire	622,213.45	83,651.77	(11,873.97)	(16.67)	693,974.58
Other Allied Lines	146,678.02	168,791.44	(7,054.58)	5,196.61	313,611.49
Crime	0.00	(8,000.00)	0.00	0.00	(8,000.00)
Total	768,891.47	244,443.21	(18,928.55)	5,179.94	999,586.07
YEAR TO DATE					
01/01/2011 - 06/30/2011					
LOSSES PAID					
Fire	81,463.45	1,507,537.66	291,533.75	26,876.75	1,907,411.61
Other Allied Lines	60,820.67	336,958.23	95,434.55	13,167.69	506,381.14
Crime	0.00	5,401.26	0.00	0.00	5,401.26
Total	142,284.12	1,849,897.15	386,968.30	40,044.44	2,419,194.01
UNPAID PREVIOUS PERIOD (INCL. I.B.N.R.)					
Fire	0.00	1,060,682.00	340,442.00	48,000.00	1,449,124.00
Other Allied Lines	0.00	315,100.00	114,386.00	2,000.00	431,486.00
Crime	0.00	11,300.00	0.00	0.00	11,300.00
Total	0.00	1,387,082.00	454,828.00	50,000.00	1,891,910.00
UNPAID CURRENT PERIOD (INCL. I.B.N.R.)					
Fire	608,250.00	383,433.00	13,013.00	1,000.00	1,005,696.00
Other Allied Lines	168,400.00	249,997.00	4,000.00	500.00	422,897.00
Crime	100.00	200.00	0.00	0.00	300.00
Total	776,750.00	633,630.00	17,013.00	1,500.00	1,428,893.00
LOSSES INCURRED					
Fire	689,713.45	830,288.66	(35,895.25)	(20,123.25)	1,463,983.61
Other Allied Lines	229,220.67	271,855.23	(14,951.45)	11,667.69	497,792.14
Crime	100.00	(5,698.74)	0.00	0.00	(5,598.74)
Total	919,034.12	1,096,445.15	(50,846.70)	(8,455.56)	1,956,177.01
I.B.N.R. (CURRENT PERIOD)					
Fire	59,400.00	60,500.00	0.00	0.00	119,900.00
Other Allied Lines	18,800.00	19,400.00	0.00	0.00	38,200.00
Crime	100.00	200.00	0.00	0.00	300.00
Total	78,300.00	80,100.00	0.00	0.00	158,400.00

EXHIBIT 7B

PENNSYLVANIA FAIR PLAN**Loss Adjustment Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending
June 30, 2011****QUARTER****04/01/2011 - 06/30/2011**

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>TOTAL</u>
	LOSS ADJUSTMENT EXPENSES PAID				
Fire	6,479.15	105,515.28	13,957.82	1,701.03	127,653.28
Other Allied Lines	35,419.52	125,038.59	16,502.64	3,443.41	180,404.16
Crime	0.00	765.21	0.00	0.00	765.21
Total	41,898.67	231,319.08	30,460.46	5,144.44	308,822.65
	UNPAID PREVIOUS PERIOD				
Fire	13,999.00	251,576.00	19,602.00	208.00	285,385.00
Other Allied Lines	16,632.00	60,348.00	4,506.00	310.00	81,796.00
Crime	21.00	1,700.00	0.00	0.00	1,721.00
Total	30,652.00	313,624.00	24,108.00	518.00	368,902.00
	UNPAID CURRENT PERIOD				
Fire	126,067.00	79,471.00	2,697.00	208.00	208,443.00
Other Allied Lines	34,903.00	51,815.00	829.00	103.00	87,650.00
Crime	21.00	41.00	0.00	0.00	62.00
Total	160,991.00	131,327.00	3,526.00	311.00	296,155.00
	LOSS ADJUSTMENT EXPENSES INCURRED				
Fire	118,547.15	(66,589.72)	(2,947.18)	1,701.03	50,711.28
Other Allied Lines	53,690.52	116,505.59	12,825.64	3,236.41	186,258.16
Crime	0.00	(893.79)	0.00	0.00	(893.79)
Total	172,237.67	49,022.08	9,878.46	4,937.44	236,075.65

YEAR TO DATE**01/01/2011 - 06/30/2011**

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>TOTAL</u>
	LOSS ADJUSTMENT EXPENSES PAID				
Fire	6,479.15	183,357.10	39,838.28	27,618.00	257,292.53
Other Allied Lines	39,294.94	224,992.31	61,358.20	8,368.53	334,013.98
Crime	0.00	2,565.18	0.00	0.00	2,565.18
Total	45,774.09	410,914.59	101,196.48	35,986.53	593,871.69
	UNPAID PREVIOUS PERIOD				
Fire	0.00	234,115.00	75,143.00	10,594.00	319,852.00
Other Allied Lines	0.00	69,550.00	25,248.00	442.00	95,240.00
Crime	0.00	2,494.00	0.00	0.00	2,494.00
Total	0.00	306,159.00	100,391.00	11,036.00	417,586.00
	UNPAID CURRENT PERIOD				
Fire	126,067.00	79,471.00	2,697.00	208.00	208,443.00
Other Allied Lines	34,903.00	51,815.00	829.00	103.00	87,650.00
Crime	21.00	41.00	0.00	0.00	62.00
Total	160,991.00	131,327.00	3,526.00	311.00	296,155.00
	LOSS ADJUSTMENT EXPENSES INCURRED				
Fire	132,546.15	28,713.10	(32,607.72)	17,232.00	145,883.53
Other Allied Lines	74,197.94	207,257.31	36,939.20	8,029.53	326,423.98
Crime	21.00	112.18	0.00	0.00	133.18
Total	206,765.09	236,082.59	4,331.48	25,261.53	472,440.69

