

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
BALANCE SHEET
AS OF SEPTEMBER 30, 2005

	LEDGER ASSETS	NON-LEDGER ASSETS	ASSETS NOT ADMITTED	ADMITTED ASSETS
ASSETS				
CASH	310,337			310,337 (Note 1)
INVESTMENTS	22,716,346			22,716,346
FIXED ASSETS	52,668		(52,668)	0
DATA PROCESSING EQUIPMENT	35,706			35,706
ACCOUNTS RECEIVABLE - BEACH	215,700			215,700
ACCOUNTS RECEIVABLE - OTHER	57,682			57,682
PREPAID EXPENSES	59,668		(59,668)	0
TOTAL ASSETS	23,448,107	0	(112,336)	23,335,771
LIABILITIES & EQUITY				
LIABILITIES				
ACCOUNT PAYABLE - GENERAL				17,023
PAYROLL TAXES				244
PREMIUM SUSPENSE				453,361
ACCRUAL-PREMIUM TAX				187,223
ACCRUAL-POST RETIREMENT				810,760
ACCRUAL-PENSION				130,158
ACCRUAL-RENT				25,412
CLAIMS PAYABLE				(65,198)
PREPAID PREMIUMS				530,015
UNCLAIMED CHECKS				458,699
DISTRIBUTION PAYABLE				42,949
TOTAL LIABILITIES				2,590,646
RESERVES FOR:				
UNPAID LOSSES (INCL. IBNR)				10,636,727
UNPAID LAE RESERVES				1,187,641
UNEARNED PREMIUMS				13,370,595
TOTAL RESERVES				25,194,963
MEMBERS' EQUITY				(4,449,838)
TOTAL LIABILITIES & MEMBERS' EQUITY				23,335,771

Note 1- Each night, all funds remaining in the Associations' checking account are invested overnight in Repurchase Agreements and returned to the account the next morning , with interest. This transaction along with the reclassification (\$844,256) of the claim checks payable account may create a credit balance in the cash account .

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
INCOME STATEMENT AND EQUITY ACCOUNT
AS OF SEPTEMBER 30, 2005

	FOURTH QUARTER	YEAR TO DATE
<u>UNDERWRITING INCOME</u>		
PREMIUMS EARNED	6,295,339	24,169,953
<u>DEDUCTIONS</u>		
LOSSES INCURRED	9,968,388	15,256,997
LOSS EXPENSE INCURRED	1,350,759	1,772,779
OPERATING EXPENSE INCURRED	1,815,387	6,832,752
PREMIUM TAXES	193,931	701,486
TOTAL DEDUCTIONS	13,328,465	24,564,014
NET UNDERWRITING GAIN OR (LOSS)	(7,033,126)	(394,061)
<u>OTHER INCOME OR (OUTGO)</u>		
INVESTMENT INCOME	91,524	418,985
MISCELLANEOUS INCOME	2,419	(13,041)
NET OTHER INCOME	93,943	405,944
NET INCOME OR (LOSS)	(6,939,183)	11,883
<u>EQUITY ACCOUNT</u>		
MEMBERS' EQUITY (PRIOR PERIOD)	2,908,998	(4,132,723)
NET INCOME OR (LOSS)	(6,939,183)	11,883
CHANGE IN ASSETS NOT ADMITTED	(22,738)	4,481
ASSESSMENTS OR (DISTRIBUTIONS)	0	54,112
PRIOR PERIOD ADJUSTMENT	(396,915)	(387,591)
NET CHANGE IN EQUITY	(7,358,836)	(317,115)
MEMBERS' EQUITY (CURRENT PERIOD)	(4,449,838)	(4,449,838)

The Aggregate Liability for the Association as of September 30, 2005 is \$4,604,055,931.

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
MEMBERS' ACCOUNT
AS OF SEPTEMBER 30, 2005

	FOURTH QUARTER						
	2005	2004	2003	2002	2001	2000	TOTAL
INCOME RECEIVED							
PREMIUMS WRITTEN	7,154,657	(47,316)	0	0	0	0	7,107,341
INTEREST RECEIVED	91,524	0	0	0	0	0	91,524
MISCELLANEOUS INCOME	2,419	0	0	0	0	0	2,419
TOTAL INCOME	7,248,600	(47,316)	0	0	0	0	7,201,284
EXPENSES PAID							
LOSSES	1,707,674	(1,091,936)	28,382	(27,825)	0	0	616,295
LOSS ADJUSTMENT EXPENSES	223,195	37,475	15,883	163	0	0	276,716
COMMISSION	1,041,028	(7,097)	0	0	0	0	1,033,931
PREMIUM TAX	193,931	0	0	0	0	0	193,931
ADMINISTRATIVE EXPENSES	781,456	0	0	0	0	0	781,456
TOTAL EXPENSES PAID	3,947,284	(1,061,558)	44,265	(27,662)	0	0	2,902,329
NET CASH CHANGE	3,301,316	1,014,242	(44,265)	27,662	0	0	4,298,955
RESERVES:							
DEDUCT: (CURRENT PERIOD)							
LOSSES (INCL. IBNR.)	10,089,368	306,358	238,500	1	0	2,500	10,636,727
LOSS ADJUSTMENT EXPENSES	1,125,049	35,033	27,273	0	0	286	1,187,641
UNEARNED PREMIUMS	13,370,595	0	0	0	0	0	13,370,595
ADD: (PRIOR PERIOD)							
LOSSES (INCL. IBNR)	680,493	353,541	248,099	1	2,500	0	1,284,634
LOSS ADJUSTMENT EXPENSES	60,706	30,952	21,721	0	219	0	113,598
UNEARNED PREMIUMS	11,728,211	830,382	0	0	0	0	12,558,593
NET RESERVE CHANGE	(12,115,602)	873,484	4,047	0	2,719	(2,786)	(11,238,138)
NET OTHER CHANGES							
PRIOR PERIOD ADJUSTMENT	(396,915)	0	0	0	0	0	(396,915)
ASSETS NOT ADMITTED	(22,738)	0	0	0	0	0	(22,738)
TOTAL NET OTHER CHANGES	(419,653)	0	0	0	0	0	(419,653)
ASSESSMENTS	0	0	0	0	0	0	0
DISTRIBUTIONS	0	0	0	0	0	0	0
INSOLVENT MEMBER	0	0	0	0	0	0	0
CHANGE IN MEMBERS' EQUITY	(9,233,939)	1,887,726	(40,218)	27,662	2,719	(2,786)	(7,358,836)

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
MEMBERS' ACCOUNT
AS OF SEPTEMBER 30, 2005

	YEAR TO DATE						
	2005	2004	2003	2002	2001	2000	TOTAL
INCOME RECEIVED							
PREMIUMS WRITTEN	23,268,577	2,340,708	0	0	0	0	25,609,285
INTEREST RECEIVED	418,985	0	0	0	0	0	418,985
MISCELLANEOUS INCOME	(13,041)	0	0	0	0	0	(13,041)
TOTAL INCOME	23,674,521	2,340,708	0	0	0	0	26,015,229
EXPENSES PAID							
LOSSES	3,471,606	6,087,516	522,069	(67,648)	0	0	10,013,543
LOSS ADJUSTMENT EXPENSES	633,248	417,579	62,305	567	0	6,362	1,120,061
COMMISSION	3,362,669	351,106	0	0	0	0	3,713,775
PREMIUM TAX	701,486	0	0	0	0	0	701,486
ADMINISTRATIVE EXPENSES	3,118,977	0	0	0	0	0	3,118,977
TOTAL EXPENSES PAID	11,287,986	6,856,201	584,374	(67,081)	0	6,362	18,667,842
NET CASH CHANGE	12,386,535	(4,515,493)	(584,374)	67,081	0	(6,362)	7,347,387
RESERVES:							
DEDUCT: (CURRENT PERIOD)							
LOSSES (INCL. IBNR.)	10,089,368	306,358	238,500	1	0	2,500	10,636,727
LOSS ADJUSTMENT EXPENSES	1,125,049	35,033	27,273	0	0	286	1,187,641
UNEARNED PREMIUMS	13,370,595	0	0	0	0	0	13,370,595
ADD: (PRIOR PERIOD)							
LOSSES (INCL. IBNR)	0	4,562,565	820,207	3,001	0	7,500	5,393,273
LOSS ADJUSTMENT EXPENSES	0	452,355	81,525	298	0	745	534,923
UNEARNED PREMIUMS	0	11,931,263	0	0	0	0	11,931,263
NET RESERVE CHANGE	(24,585,012)	16,604,792	635,959	3,298	0	5,459	(7,335,504)
NET OTHER CHANGES							
PRIOR PERIOD ADJUSTMENT	(387,591)	0	0	0	0	0	(387,591)
ASSETS NOT ADMITTED	4,481	0	0	0	0	0	4,481
TOTAL NET OTHER CHANGES	(383,110)	0	0	0	0	0	(383,110)
ASSESSMENTS	0	0	0	0	0	0	0
DISTRIBUTIONS	0	0	0	0	0	0	0
INSOLVENT MEMBER	0	0	0	54,112	0	0	54,112
CHANGE IN MEMBERS' EQUITY	(12,581,587)	12,089,299	51,585	124,491	0	(903)	(317,115)

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
MEMBERS' ACCOUNT FOR UNSETTLED YEARS
INCEPTION TO PERIOD ENDING SEPTEMBER 30, 2005

	2005	2004	2003	2002	2001	2000	TOTAL
INCOME RECEIVED							
PREMIUMS WRITTEN	23,268,577	26,235,796	20,357,754	17,509,012	15,494,428	14,629,409	117,494,976
INTEREST RECEIVED	418,985	168,902	218,827	259,922	795,169	1,250,277	3,112,082
MISCELLANEOUS INCOME	(13,041)	(43,556)	2,946	7,389	258	(1,271)	(47,275)
TOTAL INCOME	23,674,521	26,361,142	20,579,527	17,776,323	16,289,855	15,878,415	120,559,783
EXPENSES PAID							
LOSSES	3,471,606	12,462,944	17,507,768	9,298,807	7,594,078	9,150,828	59,486,031
LOSS ADJUSTMENT EXPENSES	633,248	1,147,554	1,923,959	691,289	580,188	762,886	5,739,124
COMMISSION	3,362,669	3,803,425	2,956,416	2,592,873	2,269,582	1,471,361	16,456,326
PREMIUM TAX	701,486	655,512	583,115	503,873	443,154	424,956	3,312,096
ADMINISTRATIVE EXPENSES	3,118,977	3,074,619	3,018,670	2,779,410	2,188,612	2,059,471	16,239,759
TOTAL EXPENSES PAID	11,287,986	21,144,054	25,989,928	15,866,252	13,075,614	13,869,502	101,233,336
NET CASH CHANGE	12,386,535	5,217,088	(5,410,401)	1,910,071	3,214,241	2,008,913	19,326,447
RESERVES:							
DEDUCT: (CURRENT PERIOD)							
LOSSES (INCL. IBNR.)	10,089,368	306,358	238,500	1	0	2,500	10,636,727
LOSS ADJUSTMENT EXPENSES	1,125,049	35,033	27,273	0	0	286	1,187,641
UNEARNED PREMIUMS	13,370,595	0	0	0	0	0	13,370,595
RESERVES	24,585,012	341,391	265,773	1	0	2,786	25,194,963
NET OTHER CHANGES							
ASSETS NOT ADMITTED	4,481	158,368	(164,952)	(96,449)	107,469	(66,943)	(58,026)
PRIOR PERIOD ADJUSTMENT	(387,591)	69,869	0	0	0	0	(317,722)
MINIMUM PENSION LIABILITY	0	(27,883)	39,635	(109,504)	0	0	(97,752)
TOTAL NET OTHER CHANGES	(383,110)	200,354	(125,317)	(205,953)	107,469	(66,943)	(473,500)
ASSESSMENTS	0	0	601,446	462,435	451,213	413,005	1,928,099
DISTRIBUTIONS	0	0	0	0	0	0	0
INSOLVENT MEMBERS	0	0	0	(3,298)	(4,237)	(28,386)	(35,921)
MEMBERS' EQUITY	(12,581,587)	5,076,051	(5,200,045)	2,163,254	3,768,686	2,323,803	(4,449,838)

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
STATISTICAL REPORT OF PREMIUMS
AS OF SEPTEMBER 30, 2005

	FOURTH QUARTER 2005	FOURTH QUARTER 2004	FOURTH QUARTER TOTAL	YEAR TO DATE 2005	YEAR TO DATE 2004	YEAR TO DATE TOTAL
PREMIUMS WRITTEN						
RESIDENTIAL - FIRE	3,423,469	(10,394)	3,413,075	11,243,437	1,154,182	12,397,619
RESIDENTIAL - EC	3,150,199	(14,524)	3,135,675	10,172,620	1,007,904	11,180,524
COMMERCIAL - FIRE	323,226	(2,708)	320,518	1,089,745	90,039	1,179,784
COMMERCIAL - EC	178,682	(3,256)	175,426	517,018	85,450	602,468
CRIME - RESIDENTIAL	78,746	(441)	78,305	224,389	19,553	243,942
CRIME - COMMERCIAL	335	(15,993)	(15,658)	21,368	(16,420)	4,948
TOTAL	7,154,657	(47,316)	7,107,341	23,268,577	2,340,708	25,609,285
UNEARNED PREMIUMS (PRIOR PERIOD)						
RESIDENTIAL - FIRE	5,752,820	407,573	6,160,393	0	5,868,765	5,868,765
RESIDENTIAL - EC	5,059,883	349,140	5,409,023	0	5,054,413	5,054,413
COMMERCIAL - FIRE	546,705	46,251	592,956	0	623,105	623,105
COMMERCIAL - EC	250,830	18,433	269,263	0	249,783	249,783
CRIME - RESIDENTIAL	114,952	8,886	123,838	0	133,074	133,074
CRIME - COMMERCIAL	3,021	99	3,120	0	2,123	2,123
TOTAL	11,728,211	830,382	12,558,593	0	11,931,263	11,931,263
UNEARNED PREMIUMS (CURRENT PERIOD)						
RESIDENTIAL - FIRE	6,476,263	0	6,476,263	6,476,263	0	6,476,263
RESIDENTIAL - EC	5,847,611	0	5,847,611	5,847,611	0	5,847,611
COMMERCIAL - FIRE	609,541	0	609,541	609,541	0	609,541
COMMERCIAL - EC	310,942	0	310,942	310,942	0	310,942
CRIME - RESIDENTIAL	124,078	0	124,078	124,078	0	124,078
CRIME - COMMERCIAL	2,160	0	2,160	2,160	0	2,160
TOTAL	13,370,595	0	13,370,595	13,370,595	0	13,370,595
EARNED PREMIUMS						
RESIDENTIAL - FIRE	2,700,026	397,179	3,097,205	4,767,174	7,022,947	11,790,121
RESIDENTIAL - EC	2,362,471	334,616	2,697,087	4,325,009	6,062,317	10,387,326
COMMERCIAL - FIRE	260,390	43,543	303,933	480,204	713,144	1,193,348
COMMERCIAL - EC	118,570	15,177	133,747	206,076	335,233	541,309
CRIME - RESIDENTIAL	69,620	8,445	78,065	100,311	152,627	252,938
CRIME - COMMERCIAL	1,196	(15,894)	(14,698)	19,208	(14,297)	4,911
TOTAL	5,512,273	783,066	6,295,339	9,897,982	14,271,971	24,169,953

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
STATISTICAL REPORT OF LOSSES
AS OF SEPTEMBER 30, 2005

FOURTH QUARTER

	2005	2004	2003	2002	2001	2000	FOURTH QUARTER TOTAL
PAID LOSSES							
RESIDENTIAL - FIRE	1,346,995	452,233	(14,890)	175	0	0	1,784,513
RESIDENTIAL - EC	266,606	151,204	7,386	(28,000)	0	0	397,196
COMMERCIAL - FIRE	56,315	(1,715,322)	35,886	0	0	0	(1,623,121)
COMMERCIAL - EC	23,939	5,205	0	0	0	0	29,144
CRIME - RESIDENTIAL	13,819	14,420	0	0	0	0	28,239
CRIME - COMMERCIAL	0	324	0	0	0	0	324
TOTAL	1,707,674	(1,091,936)	28,382	(27,825)	0	0	616,295
OUTSTANDING LOSSES (CURRENT PERIOD INCL. IBNR)							
RESIDENTIAL - FIRE	2,515,337	74,163	0	0	0	2,500	2,592,000
RESIDENTIAL - EC	7,312,708	182,195	238,500	1	0	0	7,733,404
COMMERCIAL - FIRE	30,454	25,000	0	0	0	0	55,454
COMMERCIAL - EC	160,619	25,000	0	0	0	0	185,619
CRIME - RESIDENTIAL	62,450	0	0	0	0	0	62,450
CRIME - COMMERCIAL	7,800	0	0	0	0	0	7,800
TOTAL	10,089,368	306,358	238,500	1	0	2,500	10,636,727
OUTSTANDING LOSSES (PRIOR PERIOD INCL. IBNR)							
RESIDENTIAL - FIRE	512,962	228,455	99	0	2,500	0	744,016
RESIDENTIAL - EC	119,619	93,286	248,000	1	0	0	460,906
COMMERCIAL - FIRE	37,942	25,200	0	0	0	0	63,142
COMMERCIAL - EC	147	3,001	0	0	0	0	3,148
CRIME - RESIDENTIAL	9,823	3,599	0	0	0	0	13,422
CRIME - COMMERCIAL	0	0	0	0	0	0	0
TOTAL	680,493	353,541	248,099	1	2,500	0	1,284,634
INCURRED LOSSES							
RESIDENTIAL - FIRE	3,349,370	297,941	(14,989)	175	(2,500)	2,500	3,632,497
RESIDENTIAL - EC	7,459,695	240,113	(2,114)	(28,000)	0	0	7,669,694
COMMERCIAL - FIRE	48,827	(1,715,522)	35,886	0	0	0	(1,630,809)
COMMERCIAL - EC	184,411	27,204	0	0	0	0	211,615
CRIME - RESIDENTIAL	66,446	10,821	0	0	0	0	77,267
CRIME - COMMERCIAL	7,800	324	0	0	0	0	8,124
TOTAL	11,116,549	(1,139,119)	18,783	(27,825)	(2,500)	2,500	9,968,388

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
STATISTICAL REPORT OF LOSSES
AS OF SEPTEMBER 30, 2005

YEAR TO DATE

	2005	2004	2003	2002	2001	2000	TOTAL YEAR TO DATE
PAID LOSSES							
RESIDENTIAL - FIRE	2,560,162	3,933,286	207,539	175	0	0	6,701,162
RESIDENTIAL - EC	738,621	1,621,027	130,614	(67,823)	0	0	2,422,439
COMMERCIAL - FIRE	102,145	424,770	166,837	0	0	0	693,752
COMMERCIAL - EC	46,244	77,590	15,579	0	0	0	139,413
CRIME - RESIDENTIAL	24,434	30,519	1,500	0	0	0	56,453
CRIME - COMMERCIAL	0	324	0	0	0	0	324
TOTAL	3,471,606	6,087,516	522,069	(67,648)	0	0	10,013,543

OUTSTANDING LOSSES (CURRENT PERIOD INCL. IBNR)							
RESIDENTIAL - FIRE	2,515,337	74,163	0	0	0	2,500	2,592,000
RESIDENTIAL - EC	7,312,708	182,195	238,500	1	0	0	7,733,404
COMMERCIAL - FIRE	30,454	25,000	0	0	0	0	55,454
COMMERCIAL - EC	160,619	25,000	0	0	0	0	185,619
CRIME - RESIDENTIAL	62,450	0	0	0	0	0	62,450
CRIME - COMMERCIAL	7,800	0	0	0	0	0	7,800
TOTAL	10,089,368	306,358	238,500	1	0	2,500	10,636,727

OUTSTANDING LOSSES (PRIOR PERIOD INCL. IBNR)							
RESIDENTIAL - FIRE	0	937,102	169,992	0	0	2,500	1,109,594
RESIDENTIAL - EC	0	1,743,371	553,607	3,001	0	5,000	2,304,979
COMMERCIAL - FIRE	0	1,783,069	83,009	0	0	0	1,866,078
COMMERCIAL - EC	0	91,464	13,500	0	0	0	104,964
CRIME - RESIDENTIAL	0	7,559	99	0	0	0	7,658
CRIME - COMMERCIAL	0	0	0	0	0	0	0
TOTAL	0	4,562,565	820,207	3,001	0	7,500	5,393,273

INCURRED LOSSES							
RESIDENTIAL - FIRE	5,075,499	3,070,347	37,547	175	0	0	8,183,568
RESIDENTIAL - EC	8,051,329	59,851	(184,493)	(70,823)	0	(5,000)	7,850,864
COMMERCIAL - FIRE	132,599	(1,333,299)	83,828	0	0	0	(1,116,872)
COMMERCIAL - EC	206,863	11,126	2,079	0	0	0	220,068
CRIME - RESIDENTIAL	86,884	22,960	1,401	0	0	0	111,245
CRIME - COMMERCIAL	7,800	324	0	0	0	0	8,124
TOTAL	13,560,974	1,831,309	(59,638)	(70,648)	0	(5,000)	15,256,997

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
STATISTICAL REPORT OF LOSSES
AS OF SEPTEMBER 30, 2005

IBNR TOTALS

	2005	2004	2003	2002	2001	2000	TOTAL
IBNR (CURRENT PERIOD)							
RESIDENTIAL - FIRE	1,223,689	0	0	0	0	0	1,223,689
RESIDENTIAL - EC	3,669,431	0	0	0	0	0	3,669,431
COMMERCIAL - FIRE	23,454	0	0	0	0	0	23,454
COMMERCIAL - EC	78,519	0	0	0	0	0	78,519
CRIME - RESIDENTIAL	48,752	0	0	0	0	0	48,752
CRIME - COMMERCIAL	300	0	0	0	0	0	300
TOTAL	5,044,145	0	0	0	0	0	5,044,145
IBNR (PRIOR PERIOD)							
RESIDENTIAL - FIRE	34,672	(11,896)	0	0	0	0	22,776
RESIDENTIAL - EC	21,478	(22,093)	0	0	0	0	(615)
COMMERCIAL - FIRE	2,942	(18,451)	0	0	0	0	(15,509)
COMMERCIAL - EC	147	(971)	0	0	0	0	(824)
CRIME - RESIDENTIAL	625	(540)	0	0	0	0	85
CRIME - COMMERCIAL	0	0	0	0	0	0	0
TOTAL	59,864	(53,951)	0	0	0	0	5,913

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES
AS OF SEPTEMBER 30, 2005

FOURTH QUARTER

	2005	2004	2003	2002	2001	2000	FOURTH QUARTER TOTAL
LOSS EXPENSES PAID							
RESIDENTIAL - FIRE	128,742	22,659	0	163	0	0	151,564
RESIDENTIAL - EC	82,079	13,619	15,883	0	0	0	111,581
COMMERCIAL - FIRE	3,944	199	0	0	0	0	4,143
COMMERCIAL - EC	3,526	202	0	0	0	0	3,728
CRIME - RESIDENTIAL	4,904	796	0	0	0	0	5,700
CRIME - COMMERCIAL	0	0	0	0	0	0	0
TOTAL	223,195	37,475	15,883	163	0	0	276,716
UNPAID LOSS EXPENSE (CURRENT PERIOD INCL. IBNR)							
RESIDENTIAL - FIRE	280,498	8,481	0	0	0	286	289,265
RESIDENTIAL - EC	815,006	20,834	27,273	0	0	0	863,113
COMMERCIAL - FIRE	3,372	2,859	0	0	0	0	6,231
COMMERCIAL - EC	17,996	2,859	0	0	0	0	20,855
CRIME - RESIDENTIAL	7,319	0	0	0	0	0	7,319
CRIME - COMMERCIAL	858	0	0	0	0	0	858
TOTAL	1,125,049	35,033	27,273	0	0	286	1,187,641
UNPAID LOSS EXPENSE (PRIOR PERIOD INCL. IBNR)							
RESIDENTIAL - FIRE	45,563	20,001	9	0	219	0	65,792
RESIDENTIAL - EC	10,878	8,167	21,712	0	0	0	40,757
COMMERCIAL - FIRE	3,377	2,206	0	0	0	0	5,583
COMMERCIAL - EC	16	263	0	0	0	0	279
CRIME - RESIDENTIAL	872	315	0	0	0	0	1,187
CRIME - COMMERCIAL	0	0	0	0	0	0	0
TOTAL	60,706	30,952	21,721	0	219	0	113,598
INCURRED LOSS EXPENSE							
RESIDENTIAL - FIRE	363,677	11,139	(9)	163	(219)	286	375,037
RESIDENTIAL - EC	886,207	26,286	21,444	(0)	0	0	933,937
COMMERCIAL - FIRE	3,939	852	0	0	0	0	4,791
COMMERCIAL - EC	21,506	2,798	0	0	0	0	24,304
CRIME - RESIDENTIAL	11,351	481	0	0	0	0	11,832
CRIME - COMMERCIAL	858	0	0	0	0	0	858
TOTAL	1,287,538	41,556	21,435	163	(219)	286	1,350,759

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES
AS OF SEPTEMBER 30, 2005

YEAR TO DATE

	2005	2004	2003	2002	2001	2000	TOTAL YEAR TO DATE
LOSS EXPENSES PAID							
RESIDENTIAL - FIRE	320,499	176,097	14,487	368	0	3,196	514,647
RESIDENTIAL - EC	275,775	212,962	43,474	199	0	0	532,410
COMMERCIAL - FIRE	19,597	18,348	4,214	0	0	892	43,051
COMMERCIAL - EC	11,278	8,632	130	0	0	2,274	22,314
CRIME - RESIDENTIAL	5,694	1,540	0	0	0	0	7,234
CRIME - COMMERCIAL	405	0	0	0	0	0	405
TOTAL	633,248	417,579	62,305	567	0	6,362	1,120,061
UNPAID LOSS EXPENSE (CURRENT PERIOD INCL. IBNR)							
RESIDENTIAL - FIRE	280,498	8,481	0	0	0	286	289,265
RESIDENTIAL - EC	815,006	20,834	27,273	0	0	0	863,113
COMMERCIAL - FIRE	3,372	2,859	0	0	0	0	6,231
COMMERCIAL - EC	17,996	2,859	0	0	0	0	20,855
CRIME - RESIDENTIAL	7,319	0	0	0	0	0	7,319
CRIME - COMMERCIAL	858	0	0	0	0	0	858
TOTAL	1,125,049	35,033	27,273	0	0	286	1,187,641
UNPAID LOSS EXPENSE (PRIOR PERIOD INCL. IBNR)							
RESIDENTIAL - FIRE	0	92,891	16,896	0	0	248	110,035
RESIDENTIAL - EC	0	172,815	55,026	298	0	497	228,636
COMMERCIAL - FIRE	0	176,838	8,251	0	0	0	185,089
COMMERCIAL - EC	0	9,071	1,342	0	0	0	10,413
CRIME - RESIDENTIAL	0	740	10	0	0	0	750
CRIME - COMMERCIAL	0	0	0	0	0	0	0
TOTAL	0	452,355	81,525	298	0	745	534,923
INCURRED LOSS EXPENSE							
RESIDENTIAL - FIRE	600,997	91,687	(2,409)	368	0	3,234	693,877
RESIDENTIAL - EC	1,090,781	60,981	15,721	(99)	0	(497)	1,166,887
COMMERCIAL - FIRE	22,969	(155,631)	(4,037)	0	0	892	(135,807)
COMMERCIAL - EC	29,274	2,420	(1,212)	0	0	2,274	32,756
CRIME - RESIDENTIAL	13,013	800	(10)	0	0	0	13,803
CRIME - COMMERCIAL	1,263	0	0	0	0	0	1,263
TOTAL	1,758,297	257	8,053	269	0	5,903	1,772,779

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF SEPTEMBER 30, 2005

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
88	10/01/94 09/30/95	09/05/96 09/06/96	HABITATIONAL	0	1,062,341	0	142,807
88	10/01/94 09/30/95	09/05/96 09/06/96	COMMERCIAL	0	144,103	0	11,551
			TOTAL	0	1,206,444	0	154,358
88	10/01/95 09/30/96	09/05/96 09/06/96	HABITATIONAL	0	13,968,567	0	1,774,079
88	10/01/95 09/30/96	09/05/96 09/06/96	COMMERCIAL	0	2,940,414	0	189,641
			TOTAL	0	16,908,981	0	1,963,720
88	10/01/01 09/30/02	05/02/03 05/11/03	HABITATIONAL	0	337,468	0	37,739
88	10/01/01 09/30/02	05/02/03 05/11/03	COMMERCIAL	0	3,348	0	704
			TOTAL	0	340,816	0	38,443
88	10/01/02 09/30/03	05/02/03 05/11/03	HABITATIONAL	0	467,080	0	50,000
88	10/01/02 09/30/03	05/02/03 05/11/03	COMMERCIAL	0	33,292	0	3,634
			TOTAL	0	500,372	0	53,634
95	10/01/01 09/30/02	09/18/03	HABITATIONAL	0	221,557	0	27,363
95	10/01/01 09/30/02	09/18/03	COMMERCIAL	0	12,913	0	1,197
			TOTAL	0	234,470	0	28,560
95	10/01/02 09/30/03	09/18/03	HABITATIONAL	500	7,181,739	50	906,779
95	10/01/02 09/30/03	09/18/03	COMMERCIAL	0	746,460	0	50,970
			TOTAL	500	7,928,199	50	957,749

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF SEPTEMBER 30, 2005

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
16	10/01/02 09/30/03	03/03/04 03/08/04	HABITATIONAL	0	251,758	0	43,256
16	10/01/02 09/30/03	03/03/04 03/08/04	COMMERCIAL	0	12,092	0	1,542
			TOTAL	0	263,850	0	44,798
16	10/01/03 09/30/04	03/03/04 03/08/04	HABITATIONAL	0	161,579	0	28,851
16	10/01/03 09/30/04	03/03/04 03/08/04	COMMERCIAL	0	56,502	0	2,707
			TOTAL	0	218,081	0	31,558
1	10/01/02 09/30/03	08/03/04	HABITATIONAL	0	7,868	0	1,893
			TOTAL	0	7,868	0	1,893
1	10/01/03 09/30/04	08/03/04	HABITATIONAL	0	56,325	0	6,645
			TOTAL	0	56,325	0	6,645
2	10/01/02 09/30/03	08/12/04 08/13/04	HABITATIONAL	0	6,029	0	1,317
			TOTAL	0	6,029	0	1,317
2	10/01/03 09/30/04	08/12/04 08/13/04	HABITATIONAL	0	229,080	0	14,986
			TOTAL	0	229,080	0	14,986
26	10/01/02 09/30/03	08/14/04 08/15/04	HABITATIONAL	0	235,197	0	31,967
26	10/01/02 09/30/03	08/14/04 08/15/04	COMMERCIAL	0	5,982	0	1,024
			TOTAL	0	241,179	0	32,991
26	10/01/03 09/30/04	08/14/04 08/15/04	HABITATIONAL	0	1,208,553	0	180,171
26	10/01/03 09/30/04	08/14/04 08/15/04	COMMERCIAL	0	359,428	0	13,816
			TOTAL	0	1,567,981	0	193,987

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF SEPTEMBER 30, 2005

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
27	10/01/02 09/30/03	08/29/04 08/30/04	HABITATIONAL	0	0	0	398
			TOTAL	0	0	0	398
27	10/01/03 09/30/04	08/29/04 08/30/04	HABITATIONAL	0	16,572	0	3,724
27	10/01/03 09/30/04	08/29/04 08/30/04	COMMERCIAL	0	0	0	209
			TOTAL	0	16,572	0	3,933
28	10/01/02 09/30/03	09/03/04 09/08/04	HABITATIONAL	0	35,089	0	1,921
			TOTAL	0	35,089	0	1,921
28	10/01/03 09/30/04	09/03/04 09/08/04	HABITATIONAL	0	71,999	0	26,326
28	10/01/03 09/30/04	09/03/04 09/08/04	COMMERCIAL	0	8,327	0	786
			TOTAL	0	80,326	0	27,112
30	10/01/02 09/30/03	09/15/04 09/18/04	HABITATIONAL	0	1,671	0	668
			TOTAL	0	1,671	0	668
30	10/01/03 09/30/04	09/15/04 09/18/04	HABITATIONAL	0	67,007	0	16,751
30	10/01/03 09/30/04	09/15/04 09/18/04	COMMERCIAL	0	4,167	0	334
			TOTAL	0	71,174	0	17,085
39	10/01/03 09/30/04	03/08/05	HABITATIONAL	0	359,715	0	49,827
39	10/01/03 09/30/04	03/08/05	COMMERCIAL	0	33,028	0	2,731
			TOTAL	0	392,743	0	52,558

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF SEPTEMBER 30, 2005

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
39	10/01/04 09/30/05	03/08/05	HABITATIONAL	0	217,903	0	30,868
39	10/01/04 09/30/05	03/08/05	COMMERCIAL		14,141	0	2,104
			TOTAL	0	232,044	0	32,972
40	10/01/03 09/30/04	03/25/05 03/29/05	HABITATIONAL	0	6,422	0	405
40	10/01/03 09/30/04	03/25/05 03/29/05	COMMERCIAL	0	0	0	0
			TOTAL	0	6,422	0	405
40	10/01/04 09/30/05	03/25/05 03/29/05	HABITATIONAL	0	10,289	0	1,320
40	10/01/04 09/30/05	03/25/05 03/29/05	COMMERCIAL	0	0	0	0
			TOTAL	0	10,289	0	1,320
41	10/01/03 09/30/04	03/30/05 04/03/05	HABITATIONAL	0	4,923	0	1,508
41	10/01/03 09/30/04	03/30/05 04/03/05	COMMERCIAL	0	0	0	1,291
			TOTAL	0	4,923	0	2,799
41	10/01/04 09/30/05	03/30/05 04/03/05	HABITATIONAL	4,000	12,567	400	554
41	10/01/04 09/30/05	03/30/05 04/03/05	COMMERCIAL	0	0	0	0
			TOTAL	4,000	12,567	400	554
50	10/01/03 09/30/04	09/13/05 09/16/05	HABITATIONAL	138,500	3,107	13,850	308
50	10/01/03 09/30/04	09/13/05 09/16/05	COMMERCIAL	61,000	0	6,100	0
			TOTAL	199,500	3,107	19,950	308

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF SEPTEMBER 30, 2005

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
50	10/01/04 09/30/05	09/13/05 09/16/05	HABITATIONAL	3,700,596	76,076	370,060	13,090
50	10/01/04 09/30/05	09/13/05 09/16/05	COMMERCIAL	89,000	896	8,900	213
			TOTAL	3,789,596	76,972	378,960	13,303

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
AS OF SEPTEMBER 30, 2005

AGGREGATE LIABILITY BY COUNTIES

COUNTY	FAIR LIABILITY *	FAIR COUNT
ALAMANCE	25,386,110	405
ALEXANDER	7,085,754	112
ALLEGHANY	3,006,834	32
ANSON	11,260,200	282
ASHE	7,902,700	160
AVERY	3,718,750	57
BEAUFORT	60,012,243	1,147
BERTIE	24,841,224	496
BLADEN	52,202,902	1,164
BRUNSWICK	495,238,049	7,450
BUMCOMBE	26,906,655	504
BURKE	8,474,508	183
CABARRUS	22,354,868	379
CALDWELL	17,557,673	378
CAMDEN	17,219,393	252
CARTERET	205,196,888	3,460
CASWELL	8,944,658	198
CATAWBA	22,806,544	410
CHATHAM	13,766,475	247
CHEROKEE	2,007,000	42
CHOWAN	20,145,614	294
CLAY	629,800	18
CLEVELAND	22,726,407	417
COLUMBUS	149,693,577	3,224
CRAVEN	92,725,939	1,430
CUMBERLAND	168,278,571	2,824
CURRITUCK	71,244,293	924
DARE	76,313,182	729
DAVIDSON	49,820,206	811
DAVIE	3,924,870	54
DUPLIN	51,113,197	1,092
DURHAM	70,247,721	839
EDGECOMBE	31,096,830	624
FORSYTH	63,785,095	787
FRANKLIN	19,301,287	366
GASTON	58,681,729	987
GATES	10,373,221	204
GRAHAM	977,500	19
GRANVILLE	7,053,450	118
GREENE	10,103,138	200
GUILFORD	102,353,417	1,426
HALIFAX	40,267,416	899
HARNETT	55,756,522	1,024
HAYWOOD	11,036,990	158
HENDERSON	11,358,525	151
HERTFORD	13,529,833	289

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
AS OF SEPTEMBER 30, 2005

AGGREGATE LIABILITY BY COUNTIES

COUNTY	FAIR LIABILITY *	FAIR COUNT
HOKE	33,071,421	727
HYDE	9,704,827	183
IREDELL	20,237,861	366
JACKSON	7,786,855	119
JOHNSTON	67,524,789	1,173
JONES	12,090,502	245
LEE	18,574,894	307
LENOIR	63,712,336	1,190
LINCOLN	12,617,851	236
MCDOWELL	7,307,150	188
MACON	4,860,439	92
MADISON	5,010,850	88
MARTIN	21,105,547	472
MECKLENBURG	99,909,844	1,096
MITCHELL	2,173,300	51
MONTGOMERY	15,736,311	316
MOORE	17,468,788	351
NASH	32,608,566	595
NEW HANOVER	435,837,615	4,770
NORTHAMPTON	14,094,974	326
ONSLOW	231,972,311	3,904
ORANGE	15,089,538	174
PAMLICO	22,539,545	451
PASQUOTANK	50,907,529	828
PENDER	112,714,382	1,813
PERQUIMANS	14,521,840	261
PERSON	12,237,135	221
PITT	75,107,947	1,223
POLK	2,039,435	54
RANDOLPH	20,891,226	360
RICHMOND	53,758,121	1,263
ROBESON	238,951,987	5,825
ROCKINGHAM	27,031,821	650
ROWAN	29,337,061	441
RUTHERFORD	15,358,285	286
SAMPSON	55,009,656	1,112
SCOTLAND	28,855,820	610
STANLEY	8,586,766	175
STOKES	4,226,474	77
SURRY	24,379,393	483
SWAIN	816,600	20
TRANSYLVANIA	2,137,600	21
TYRRELL	9,591,496	173
UNION	15,557,624	268
VANCE	31,730,701	586
WAKE	139,209,686	1,359

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
AS OF SEPTEMBER 30, 2005

AGGREGATE LIABILITY BY COUNTIES

COUNTY	FAIR LIABILITY *	FAIR COUNT
WARREN	13,284,943	275
WASHINGTON	14,482,810	209
WATAUGA	8,771,620	89
WAYNE	98,407,743	1,809
WILKES	16,474,494	319
WILSON	48,383,963	876
YADKIN	5,849,911	112
YANCY	5,977,990	122
	4,604,055,931	76,606

* Based upon the total Building and Personal Property amounts. Dwelling "other coverages," which are additional amounts of insurance based upon Coverage A and Commercial policy extensions of coverage, are not factored into this amount .