

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

	LEDGER ASSETS	NON-LEDGER ASSETS	ASSETS NOT ADMITTED	ADMITTED ASSETS
<b>ASSETS</b>				
CASH	(996,110)			(996,110) (Note 1)
INVESTMENTS	19,446,908			19,446,908
FIXED ASSETS	59,804		(59,804)	0
DATA PROCESSING EQUIPMENT	34,783			34,783
ACCOUNTS RECEIVABLE - BEACH	275,497			275,497
ACCOUNTS RECEIVABLE - OTHER	78,132			78,132
PREPAID EXPENSES	29,793		(29,793)	0
<b>TOTAL ASSETS</b>	<b>18,928,807</b>	<b>0</b>	<b>(89,597)</b>	<b>18,839,210</b>
<b>LIABILITIES &amp; EQUITY</b>				
<b>LIABILITIES</b>				
PREMIUM REFUND				15,438
GARNISHMENT				12
PREMIUM SUSPENSE				388,356
ACCRUAL-PREMIUM TAX				(6,709)
ACCRUAL-POST RETIREMENT				301,853
ACCRUAL-PENSION				162,642
ACCRUAL-RENT				21,582
CLAIMS PAYABLE				5,561
PREPAID PREMIUMS				588,501
UNCLAIMED CHECKS				453,203
DISTRIBUTION PAYABLE				42,948
<b>TOTAL LIABILITIES</b>				<b>1,973,387</b>
<b>RESERVES FOR:</b>				
UNPAID LOSSES (INCL. IBNR)				1,284,634
UNPAID LAE RESERVES				113,598
UNEARNED PREMIUMS				12,558,593
<b>TOTAL RESERVES</b>				<b>13,956,825</b>
<b>MEMBERS' EQUITY</b>				<b>2,908,998</b>
<b>TOTAL LIABILITIES &amp; MEMBERS' EQUITY</b>				<b>18,839,210</b>

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 (\$2,311,952) of the claim checks payable account may create a credit balance in the cash account . The overnight investments are included in the Investment account .

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

	THIRD QUARTER	YEAR TO DATE
<u>UNDERWRITING INCOME</u>		
PREMIUMS EARNED	6,212,420	17,874,614
<u>DEDUCTIONS</u>		
LOSSES INCURRED	1,331,345	5,288,609
LOSS EXPENSE INCURRED	38,716	422,020
OPERATING EXPENSE INCURRED	1,808,256	5,017,365
PREMIUM TAXES	183,025	507,555
TOTAL DEDUCTIONS	3,361,342	11,235,549
NET UNDERWRITING GAIN OR (LOSS)	2,851,078	6,639,065
<u>OTHER INCOME OR (OUTGO)</u>		
INVESTMENT INCOME	188,048	327,461
MISCELLANEOUS INCOME	(2,015)	(15,460)
NET OTHER INCOME	186,033	312,001
NET INCOME OR (LOSS)	3,037,111	6,951,066
<u>EQUITY ACCOUNT</u>		
MEMBERS' EQUITY (PRIOR PERIOD)	(138,751)	(4,132,723)
NET INCOME OR (LOSS)	3,037,110	6,951,066
CHANGE IN ASSETS NOT ADMITTED	10,639	27,219
ASSESSMENTS OR (DISTRIBUTIONS)	0	54,112
PRIOR PERIOD ADJUSTMENT	0	9,324
NET CHANGE IN EQUITY	3,047,749	7,041,721
MEMBERS' EQUITY (CURRENT PERIOD)	2,908,998	2,908,998

The Aggregate Liability for the Association as of June 30, 2005 is \$4,533,043,391.

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
MEMBERS' ACCOUNT  
QUARTER ENDING JUNE 30, 2005

	2005	2004	2003	2002	2001	2000	THIRD QUARTER TOTAL
<b>INCOME RECEIVED</b>							
PREMIUMS WRITTEN	4,385,455	2,374,898	0	0	0	0	6,760,353
INTEREST RECEIVED	188,048	0	0	0	0	0	188,048
MISCELLANEOUS INCOME	(2,015)	0	0	0	0	0	(2,015)
<b>TOTAL INCOME</b>	<b>4,571,488</b>	<b>2,374,898</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6,946,386</b>
<b>EXPENSES PAID</b>							
LOSSES	923,883	2,795,930	36,394	(13,600)	0	0	3,742,607
LOSS ADJUSTMENT EXPENSES	172,374	81,290	11,306	174	0	5,208	270,352
COMMISSION	632,694	356,235	0	0	0	0	988,929
PREMIUM TAX	183,025	0	0	0	0	0	183,025
ADMINISTRATIVE EXPENSES	819,328	0	0	0	0	0	819,328
<b>TOTAL EXPENSES PAID</b>	<b>2,731,304</b>	<b>3,233,455</b>	<b>47,700</b>	<b>(13,426)</b>	<b>0</b>	<b>5,208</b>	<b>6,004,241</b>
<b>NET CASH CHANGE</b>	<b>1,840,184</b>	<b>(858,557)</b>	<b>(47,700)</b>	<b>13,426</b>	<b>0</b>	<b>(5,208)</b>	<b>942,145</b>
<b>RESERVES:</b>							
<b>DEDUCT: (CURRENT PERIOD)</b>							
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
<b>ADD: (PRIOR PERIOD)</b>							
LOSSES (INCL. IBNR)	750,754	2,659,692	282,949	1	2,500	0	3,695,896
LOSS ADJUSTMENT EXPENSES	76,748	242,464	25,794	0	228	0	345,234
UNEARNED PREMIUMS	8,731,936	3,278,724	0	0	0	0	12,010,660
<b>NET RESERVE CHANGE</b>	<b>(2,909,972)</b>	<b>4,966,005</b>	<b>38,923</b>	<b>0</b>	<b>9</b>	<b>0</b>	<b>2,094,965</b>
<b>NET OTHER CHANGES</b>							
PRIOR PERIOD ADJUSTMENT	0	0	0	0	0	0	0
ASSETS NOT ADMITTED	10,639	0	0	0	0	0	10,639
<b>TOTAL NET OTHER CHANGES</b>	<b>10,639</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>10,639</b>
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
<b>CHANGE IN MEMBERS' EQUITY</b>	<b>(1,059,149)</b>	<b>4,107,448</b>	<b>(8,777)</b>	<b>13,426</b>	<b>9</b>	<b>(5,208)</b>	<b>3,047,749</b>

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

	YEAR TO DATE						
	2005	2004	2003	2002	2001	2000	TOTAL
<b>INCOME RECEIVED</b>							
PREMIUMS WRITTEN	16,113,920	2,388,024	0	0	0	0	18,501,944
INTEREST RECEIVED	327,461	0	0	0	0	0	327,461
MISCELLANEOUS INCOME	(15,460)	0	0	0	0	0	(15,460)
<b>TOTAL INCOME</b>	<b>16,425,921</b>	<b>2,388,024</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>18,813,945</b>
<b>EXPENSES PAID</b>							
LOSSES	1,763,932	7,179,452	493,687	(39,823)	0	0	9,397,248
LOSS ADJUSTMENT EXPENSES	410,053	380,104	46,422	404	0	6,362	843,345
COMMISSION	2,321,640	358,204	0	0	0	0	2,679,844
PREMIUM TAX	507,555	0	0	0	0	0	507,555
ADMINISTRATIVE EXPENSES	2,337,521	0	0	0	0	0	2,337,521
<b>TOTAL EXPENSES PAID</b>	<b>7,340,701</b>	<b>7,917,760</b>	<b>540,109</b>	<b>(39,419)</b>	<b>0</b>	<b>6,362</b>	<b>15,765,513</b>
<b>NET CASH CHANGE</b>	<b>9,085,220</b>	<b>(5,529,736)</b>	<b>(540,109)</b>	<b>39,419</b>	<b>0</b>	<b>(6,362)</b>	<b>3,048,432</b>
<b>RESERVES:</b>							
<b>DEDUCT: (CURRENT PERIOD)</b>							
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
<b>ADD: (PRIOR PERIOD)</b>							
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
<b>NET RESERVE CHANGE</b>	<b>(12,469,410)</b>	<b>15,731,308</b>	<b>631,912</b>	<b>3,298</b>	<b>(2,719)</b>	<b>8,245</b>	<b>3,902,634</b>
<b>NET OTHER CHANGES</b>							
PRIOR PERIOD ADJUSTMENT	9,324	0	0	0	0	0	9,324
ASSETS NOT ADMITTED	27,219	0	0	0	0	0	27,219
<b>TOTAL NET OTHER CHANGES</b>	<b>36,543</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>36,543</b>
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
<b>CHANGE IN MEMBERS' EQUITY</b>	<b>(3,347,647)</b>	<b>10,201,572</b>	<b>91,803</b>	<b>96,829</b>	<b>(2,719)</b>	<b>1,883</b>	<b>7,041,721</b>

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

	2005	2004	2003	2002	2001	2000	TOTAL
<b>INCOME RECEIVED</b>							
PREMIUMS WRITTEN	16,113,920	26,283,112	20,357,754	17,509,012	15,494,428	14,629,409	110,387,635
INTEREST RECEIVED	327,461	168,902	218,827	259,922	795,169	1,250,277	3,020,558
MISCELLANEOUS INCOME	(15,460)	(43,556)	2,946	7,389	258	(1,271)	(49,694)
<b>TOTAL INCOME</b>	<b>16,425,921</b>	<b>26,408,458</b>	<b>20,579,527</b>	<b>17,776,323</b>	<b>16,289,855</b>	<b>15,878,415</b>	<b>113,358,499</b>
<b>EXPENSES PAID</b>							
LOSSES	1,763,932	13,554,880	17,479,386	9,326,632	7,594,078	9,150,828	58,869,736
LOSS ADJUSTMENT EXPENSES	410,053	1,110,079	1,908,076	691,126	580,188	762,886	5,462,408
COMMISSION	2,321,640	3,810,523	2,956,416	2,592,873	2,269,582	1,471,361	15,422,395
PREMIUM TAX	507,555	655,512	583,115	503,873	443,154	424,956	3,118,165
ADMINISTRATIVE EXPENSES	2,337,521	3,074,619	3,018,670	2,779,410	2,188,612	2,059,471	15,458,303
<b>TOTAL EXPENSES PAID</b>	<b>7,340,701</b>	<b>22,205,613</b>	<b>25,945,663</b>	<b>15,893,914</b>	<b>13,075,614</b>	<b>13,869,502</b>	<b>98,331,007</b>
<b>NET CASH CHANGE</b>	<b>9,085,220</b>	<b>4,202,845</b>	<b>(5,366,136)</b>	<b>1,882,409</b>	<b>3,214,241</b>	<b>2,008,913</b>	<b>15,027,492</b>
<b>RESERVES:</b>							
<b>DEDUCT: (CURRENT PERIOD)</b>							
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
<b>RESERVES</b>	<b>12,469,410</b>	<b>1,214,875</b>	<b>269,820</b>	<b>1</b>	<b>2,719</b>	<b>0</b>	<b>13,956,825</b>
<b>NET OTHER CHANGES</b>							
ASSETS NOT ADMITTED	27,219	158,368	(164,952)	(96,449)	107,469	(66,943)	(35,288)
PRIOR PERIOD ADJUSTMENT	9,324	69,869	0	0	0	0	79,193
MINIMUM PENSION LIABILITY	0	(27,883)	39,635	(109,504)	0	0	(97,752)
<b>TOTAL NET OTHER CHANGES</b>	<b>36,543</b>	<b>200,354</b>	<b>(125,317)</b>	<b>(205,953)</b>	<b>107,469</b>	<b>(66,943)</b>	<b>(53,847)</b>
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)
<b>MEMBERS' EQUITY</b>	<b>(3,347,647)</b>	<b>3,188,324</b>	<b>(5,159,827)</b>	<b>2,135,592</b>	<b>3,765,967</b>	<b>2,326,589</b>	<b>2,908,998</b>

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

	THIRD QUARTER 2005	THIRD QUARTER 2004	THIRD QUARTER TOTAL	YEAR TO DATE 2005	YEAR TO DATE 2004	YEAR TO DATE TOTAL
RESIDENTIAL - FIRE	1,961,423	1,148,995	3,110,418	7,819,968	1,164,576	8,984,544
RESIDENTIAL - EC	2,021,921	1,049,248	3,071,169	7,022,421	1,022,428	8,044,849
COMMERCIAL - FIRE	234,799	103,152	337,951	766,519	92,747	859,266
COMMERCIAL - EC	125,472	51,777	177,249	338,336	88,706	427,042
CRIME - RESIDENTIAL	22,474	22,153	44,627	145,643	19,994	165,637
CRIME - COMMERCIAL	19,366	(427)	18,939	21,033	(427)	20,606
TOTAL	4,385,455	2,374,898	6,760,353	16,113,920	2,388,024	18,501,944
UNEARNED PREMIUMS (PRIOR PERIOD)						
RESIDENTIAL - FIRE	4,361,881	1,610,169	5,972,050	0	5,868,765	5,868,765
RESIDENTIAL - EC	3,730,500	1,390,412	5,120,912	0	5,054,413	5,054,413
COMMERCIAL - FIRE	392,127	173,407	565,534	0	623,105	623,105
COMMERCIAL - EC	153,854	69,668	223,522	0	249,783	249,783
CRIME - RESIDENTIAL	92,448	34,644	127,092	0	133,074	133,074
CRIME - COMMERCIAL	1,126	424	1,550	0	2,123	2,123
TOTAL	8,731,936	3,278,724	12,010,660	0	11,931,263	11,931,263
UNEARNED PREMIUMS (CURRENT PERIOD)						
RESIDENTIAL - FIRE	5,752,820	407,573	6,160,393	5,752,820	407,573	6,160,393
RESIDENTIAL - EC	5,059,883	349,140	5,409,023	5,059,883	349,140	5,409,023
COMMERCIAL - FIRE	546,705	46,251	592,956	546,705	46,251	592,956
COMMERCIAL - EC	250,830	18,433	269,263	250,830	18,433	269,263
CRIME - RESIDENTIAL	114,952	8,886	123,838	114,952	8,886	123,838
CRIME - COMMERCIAL	3,021	99	3,120	3,021	99	3,120
TOTAL	11,728,211	830,382	12,558,593	11,728,211	830,382	12,558,593
EARNED PREMIUMS						
RESIDENTIAL - FIRE	570,484	2,351,591	2,922,075	2,067,148	6,625,768	8,692,916
RESIDENTIAL - EC	692,538	2,090,520	2,783,058	1,962,538	5,727,701	7,690,239
COMMERCIAL - FIRE	80,221	230,308	310,529	219,814	669,601	889,415
COMMERCIAL - EC	28,496	103,012	131,508	87,506	320,056	407,562
CRIME - RESIDENTIAL	(30)	47,911	47,881	30,691	144,182	174,873
CRIME - COMMERCIAL	17,471	(102)	17,369	18,012	1,597	19,609
TOTAL	1,389,180	4,823,240	6,212,420	4,385,709	13,488,905	17,874,614

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

	2005	2004	2003	THIRD QUARTER 2002	2001	2000	TOTAL
<b>PAID LOSSES</b>							
RESIDENTIAL - FIRE	626,898	718,357	29,212	0	0	0	1,374,467
RESIDENTIAL - EC	283,650	292,449	6,040	(13,600)	0	0	568,539
COMMERCIAL - FIRE	0	1,754,040	1,142	0	0	0	1,755,182
COMMERCIAL - EC	9,195	31,084	0	0	0	0	40,279
CRIME - RESIDENTIAL	4,140	0	0	0	0	0	4,140
CRIME - COMMERCIAL	0	0	0	0	0	0	0
<b>TOTAL</b>	<b>923,883</b>	<b>2,795,930</b>	<b>36,394</b>	<b>(13,600)</b>	<b>0</b>	<b>0</b>	<b>3,742,607</b>
<b>OUTSTANDING LOSSES (CURRENT PERIOD INCL. IBNR)</b>							
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
<b>TOTAL</b>	<b>680,493</b>	<b>353,541</b>	<b>248,099</b>	<b>1</b>	<b>2,500</b>	<b>0</b>	<b>1,284,634</b>
<b>OUTSTANDING LOSSES (PRIOR PERIOD INCL. IBNR)</b>							
RESIDENTIAL - FIRE	268,653	501,629	36,849	0	2,500	0	809,631
RESIDENTIAL - EC	327,720	358,591	246,100	1	0	0	932,412
COMMERCIAL - FIRE	151,628	1,785,673	0	0	0	0	1,937,301
COMMERCIAL - EC	1,685	10,002	0	0	0	0	11,687
CRIME - RESIDENTIAL	1,068	3,797	0	0	0	0	4,865
CRIME - COMMERCIAL	0	0	0	0	0	0	0
<b>TOTAL</b>	<b>750,754</b>	<b>2,659,692</b>	<b>282,949</b>	<b>1</b>	<b>2,500</b>	<b>0</b>	<b>3,695,896</b>
<b>INCURRED LOSSES</b>							
RESIDENTIAL - FIRE	871,207	445,183	(7,538)	0	0	0	1,308,852
RESIDENTIAL - EC	75,549	27,144	7,940	(13,600)	0	0	97,033
COMMERCIAL - FIRE	(113,686)	(6,433)	1,142	0	0	0	(118,977)
COMMERCIAL - EC	7,657	24,083	0	0	0	0	31,740
CRIME - RESIDENTIAL	12,895	(198)	0	0	0	0	12,697
CRIME - COMMERCIAL	0	0	0	0	0	0	0
<b>TOTAL</b>	<b>853,622</b>	<b>489,779</b>	<b>1,544</b>	<b>(13,600)</b>	<b>0</b>	<b>0</b>	<b>1,331,345</b>

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

	YEAR TO DATE						TOTAL YEAR TO DATE
	2005	2004	2003	2002	2001	2000	
<b>PAID LOSSES</b>							
RESIDENTIAL - FIRE	1,213,167	3,481,053	222,429	0	0	0	4,916,649
RESIDENTIAL - EC	472,015	1,469,823	123,228	(39,823)	0	0	2,025,243
COMMERCIAL - FIRE	45,830	2,140,092	130,951	0	0	0	2,316,873
COMMERCIAL - EC	22,305	72,385	15,579	0	0	0	110,269
CRIME - RESIDENTIAL	10,615	16,099	1,500	0	0	0	28,214
CRIME - COMMERCIAL	0	0	0	0	0	0	0
TOTAL	1,763,932	7,179,452	493,687	(39,823)	0	0	9,397,248
<b>OUTSTANDING LOSSES (CURRENT PERIOD INCL. IBNR)</b>							
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
<b>OUTSTANDING LOSSES (PRIOR PERIOD INCL. IBNR)</b>							
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
<b>INCURRED LOSSES</b>							
RESIDENTIAL - FIRE	1,726,129	2,772,406	52,536	0	2,500	(2,500)	4,551,071
RESIDENTIAL - EC	591,634	(180,262)	(182,379)	(42,823)	0	(5,000)	181,170
COMMERCIAL - FIRE	83,772	382,223	47,942	0	0	0	513,937
COMMERCIAL - EC	22,452	(16,078)	2,079	0	0	0	8,453
CRIME - RESIDENTIAL	20,438	12,139	1,401	0	0	0	33,978
CRIME - COMMERCIAL	0	0	0	0	0	0	0
TOTAL	2,444,425	2,970,428	(78,421)	(42,823)	2,500	(7,500)	5,288,609



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

IBNR TOTALS

	2005	2004	2003	2002	2001	2000	TOTAL
<b>IBNR (CURRENT PERIOD)</b>							
RESIDENTIAL - FIRE	34,672	0	0	0	0	0	34,672
RESIDENTIAL - EC	21,478	0	0	0	0	0	21,478
COMMERCIAL - FIRE	2,942	0	0	0	0	0	2,942
COMMERCIAL - EC	147	0	0	0	0	0	147
CRIME - RESIDENTIAL	625	0	0	0	0	0	625
CRIME - COMMERCIAL	0	0	0	0	0	0	0
<b>TOTAL</b>	<b>59,864</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>59,864</b>
<b>IBNR (PRIOR PERIOD)</b>							
RESIDENTIAL - FIRE	61,279	(11,896)	0	0	0	0	49,383
RESIDENTIAL - EC	70,571	(22,093)	0	0	0	0	48,478
COMMERCIAL - FIRE	146,628	(18,451)	0	0	0	0	128,177
COMMERCIAL - EC	885	(971)	0	0	0	0	(86)
CRIME - RESIDENTIAL	368	(540)	0	0	0	0	(172)
CRIME - COMMERCIAL	0	0	0	0	0	0	0
<b>TOTAL</b>	<b>279,731</b>	<b>(53,951)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>225,780</b>

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

THIRD QUARTER

	2005	2004	2003	2002	2001	2000	TOTAL
<b>LOSS EXPENSES PAID</b>							
RESIDENTIAL - FIRE	84,770	32,840	2,858	0	0	3,084	123,552
RESIDENTIAL - EC	78,867	39,802	8,328	174	0	0	127,171
COMMERCIAL - FIRE	4,649	5,005	120	0	0	0	9,774
COMMERCIAL - EC	3,269	3,458	0	0	0	2,124	8,851
CRIME - RESIDENTIAL	414	185	0	0	0	0	599
CRIME - COMMERCIAL	405	0	0	0	0	0	405
<b>TOTAL</b>	<b>172,374</b>	<b>81,290</b>	<b>11,306</b>	<b>174</b>	<b>0</b>	<b>5,208</b>	<b>270,352</b>
<b>UNPAID LOSS EXPENSE (CURRENT PERIOD INCL. IBNR)</b>							
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
<b>TOTAL</b>	<b>60,706</b>	<b>30,952</b>	<b>21,721</b>	<b>0</b>	<b>219</b>	<b>0</b>	<b>113,598</b>
<b>UNPAID LOSS EXPENSE (PRIOR PERIOD INCL. IBNR)</b>							
RESIDENTIAL - FIRE	26,311	45,730	3,359	0	228	0	75,628
RESIDENTIAL - EC	31,971	32,690	22,435	0	0	0	87,096
COMMERCIAL - FIRE	18,177	162,786	0	0	0	0	180,963
COMMERCIAL - EC	180	912	0	0	0	0	1,092
CRIME - RESIDENTIAL	109	346	0	0	0	0	455
CRIME - COMMERCIAL	0	0	0	0	0	0	0
<b>TOTAL</b>	<b>76,748</b>	<b>242,464</b>	<b>25,794</b>	<b>0</b>	<b>228</b>	<b>0</b>	<b>345,234</b>
<b>INCURRED LOSS EXPENSE</b>							
RESIDENTIAL - FIRE	104,022	7,111	(492)	0	(9)	3,084	113,716
RESIDENTIAL - EC	57,774	15,279	7,605	174	0	0	80,832
COMMERCIAL - FIRE	(10,151)	(155,575)	120	0	0	0	(165,606)
COMMERCIAL - EC	3,105	2,809	0	0	0	2,124	8,038
CRIME - RESIDENTIAL	1,177	154	0	0	0	0	1,331
CRIME - COMMERCIAL	405	0	0	0	0	0	405
<b>TOTAL</b>	<b>156,332</b>	<b>(130,222)</b>	<b>7,233</b>	<b>174</b>	<b>(9)</b>	<b>5,208</b>	<b>38,716</b>

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

YEAR TO DATE

	2005	2004	2003	2002	2001	2000	TOTAL YEAR TO DATE
<b>LOSS EXPENSES PAID</b>							
RESIDENTIAL - FIRE	191,757	153,438	14,487	205	0	3,196	363,083
RESIDENTIAL - EC	193,696	199,343	27,591	199	0	0	420,829
COMMERCIAL - FIRE	15,653	18,149	4,214	0	0	892	38,908
COMMERCIAL - EC	7,752	8,430	130	0	0	2,274	18,586
CRIME - RESIDENTIAL	790	744	0	0	0	0	1,534
CRIME - COMMERCIAL	405	0	0	0	0	0	405
<b>TOTAL</b>	<b>410,053</b>	<b>380,104</b>	<b>46,422</b>	<b>404</b>	<b>0</b>	<b>6,362</b>	<b>843,345</b>
<b>UNPAID LOSS EXPENSE (CURRENT PERIOD INCL. IBNR)</b>							
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
<b>TOTAL</b>	<b>60,706</b>	<b>30,952</b>	<b>21,721</b>	<b>0</b>	<b>219</b>	<b>0</b>	<b>113,598</b>
<b>UNPAID LOSS EXPENSE (PRIOR PERIOD INCL. IBNR)</b>							
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
<b>TOTAL</b>	<b>0</b>	<b>452,355</b>	<b>81,525</b>	<b>298</b>	<b>0</b>	<b>745</b>	<b>534,923</b>
<b>INCURRED LOSS EXPENSE</b>							
RESIDENTIAL - FIRE	237,320	80,548	(2,400)	205	219	2,948	318,840
RESIDENTIAL - EC	204,574	34,695	(5,723)	(99)	0	(497)	232,950
COMMERCIAL - FIRE	19,030	(156,483)	(4,037)	0	0	892	(140,598)
COMMERCIAL - EC	7,768	(378)	(1,212)	0	0	2,274	8,452
CRIME - RESIDENTIAL	1,662	319	(10)	0	0	0	1,971
CRIME - COMMERCIAL	405	0	0	0	0	0	405
<b>TOTAL</b>	<b>470,759</b>	<b>(41,299)</b>	<b>(13,382)</b>	<b>106</b>	<b>219</b>	<b>5,617</b>	<b>422,020</b>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES  
AS OF JUNE 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	465,810	0	49,754
88	10/01/02 09/30/03	05/02/03 05/11/03	COMMERCIAL	0	33,292	0	3,634
			TOTAL	0	499,102	0	53,388
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	5,000	7,179,472	500	906,437
95	10/01/02 09/30/03	09/18/03	COMMERCIAL	0	746,460	0	50,970
			TOTAL	5,000	7,925,932	500	957,407

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES  
AS OF JUNE 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	5,000	159,391	500	28,652
16	10/01/03 09/30/04	03/03/04 03/08/04	COMMERCIAL	0	56,502	0	2,707
			TOTAL	5,000	215,893	500	31,359
1	10/01/02 09/30/03	08/03/04	HABITATIONAL	5,000	5,395	500	1,582
			TOTAL	5,000	5,395	500	1,582
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	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	357,628	0	13,185
			TOTAL	0	1,566,181	0	193,356

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES  
AS OF JUNE 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	64,498	0	16,426
30	10/01/03 09/30/04	09/15/04 09/18/04	COMMERCIAL	0	4,167	0	334
			TOTAL	0	68,665	0	16,760
39	10/01/03 09/30/04	03/08/05	HABITATIONAL	21,199	348,220	2,120	48,844
39	10/01/03 09/30/04	03/08/05	COMMERCIAL	99	33,028	10	2,532
			TOTAL	21,298	381,248	2,130	51,376

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES  
AS OF JUNE 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	5,000	213,899	500	30,436
39	10/01/04 09/30/05	03/08/05	COMMERCIAL		14,141	0	2,104
			TOTAL	5,000	228,040	500	32,540
40	10/01/03 09/30/04	03/25/05 03/29/05	HABITATIONAL	2,500	2,852	250	405
40	10/01/03 09/30/04	03/25/05 03/29/05	COMMERCIAL	0	0	0	0
			TOTAL	2,500	2,852	250	405
40	10/01/04 09/30/05	03/25/05 03/29/05	HABITATIONAL	100	10,289	10	1,320
40	10/01/04 09/30/05	03/25/05 03/29/05	COMMERCIAL	0	0	0	0
			TOTAL	100	10,289	10	1,320
41	10/01/03 09/30/04	03/30/05 04/03/05	HABITATIONAL	0	4,923	0	1,358
41	10/01/03 09/30/04	03/30/05 04/03/05	COMMERCIAL	0	0	0	1,291
			TOTAL	0	4,923	0	2,649
41	10/01/04 09/30/05	03/30/05 04/03/05	HABITATIONAL	4,000	12,567	400	398
41	10/01/04 09/30/05	03/30/05 04/03/05	COMMERCIAL	0	0	0	0
			TOTAL	4,000	12,567	400	398

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

AGGREGATE LIABILITY BY COUNTIES

COUNTY	FAIR LIABILITY *	FAIR COUNT
ALAMANCE	24,327,010	403
ALEXANDER	7,480,544	115
ALLEGHANY	2,889,334	33
ANSON	11,612,000	288
ASHE	8,038,300	160
AVERY	3,434,850	56
BEAUFORT	58,240,498	1,121
BERTIE	22,397,923	468
BLADEN	54,492,692	1,182
BRUNSWICK	468,147,959	7,343
BUMCOMBE	26,473,390	522
BURKE	8,337,877	182
CABARRUS	21,799,048	385
CALDWELL	17,014,873	381
CAMDEN	18,637,193	270
CARTERET	193,737,557	3,353
CASWELL	9,119,658	198
CATAWBA	23,173,276	426
CHATHAM	13,137,275	251
CHEROKEE	2,039,500	44
CHOWAN	20,087,814	292
CLAY	820,800	20
CLEVELAND	23,205,440	406
COLUMBUS	151,225,263	3,288
CRAVEN	86,718,603	1,395
CUMBERLAND	166,910,996	2,836
CURRITUCK	71,380,402	946
DARE	72,225,330	715
DAVIDSON	48,984,666	802
DAVIE	3,066,999	49
DUPLIN	50,765,217	1,086
DURHAM	73,578,478	872
EDGECOMBE	30,609,180	633
FORSYTH	65,158,389	826
FRANKLIN	20,554,098	378
GASTON	60,804,369	1,025
GATES	9,552,006	196
GRAHAM	1,225,900	23
GRANVILLE	6,849,450	119
GREENE	10,149,538	200
GUILFORD	105,223,330	1,468
HALIFAX	38,528,016	875
HARNETT	56,739,323	1,048
HAYWOOD	11,281,669	166
HENDERSON	11,432,099	161
HERTFORD	13,399,933	287



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

AGGREGATE LIABILITY BY COUNTIES

COUNTY	FAIR LIABILITY *	FAIR COUNT
HOKE	32,770,263	733
HYDE	9,577,890	181
IREDELL	20,990,611	387
JACKSON	8,522,480	129
JOHNSTON	69,004,042	1,186
JONES	11,479,202	243
LEE	20,334,494	311
LENOIR	60,726,051	1,162
LINCOLN	12,644,351	237
MCDOWELL	7,492,650	192
MACON	3,930,439	72
MADISON	4,949,950	88
MARTIN	20,135,123	449
MECKLENBURG	105,188,541	1,177
MITCHELL	2,277,350	54
MONTGOMERY	14,715,111	297
MOORE	17,497,088	353
NASH	32,196,491	598
NEW HANOVER	420,108,864	4,743
NORTHAMPTON	13,715,976	322
ONSLOW	225,980,516	3,887
ORANGE	15,080,292	184
PAMLICO	21,962,403	442
PASQUOTANK	47,791,259	809
PENDER	103,311,192	1,763
PERQUIMANS	13,641,600	249
PERSON	12,286,622	226
PITT	71,245,860	1,192
POLK	2,116,734	56
RANDOLPH	22,313,108	381
RICHMOND	53,748,633	1,271
ROBESON	239,991,168	5,873
ROCKINGHAM	28,900,141	683
ROWAN	27,514,993	457
RUTHERFORD	16,223,485	302
SAMPSON	56,076,302	1,121
SCOTLAND	29,352,220	624
STANLEY	10,281,320	188
STOKES	4,658,174	80
SURRY	23,601,913	476
SWAIN	1,075,300	21
TRANSYLVANIA	2,397,400	24
TYRRELL	9,972,996	178
UNION	17,413,574	290
VANCE	29,549,336	574
WAKE	143,650,746	1,416

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

AGGREGATE LIABILITY BY COUNTIES

COUNTY	FAIR LIABILITY *	FAIR COUNT
WARREN	13,618,943	279
WASHINGTON	13,703,370	194
WATAUGA	8,506,400	87
WAYNE	96,919,563	1,820
WILKES	17,541,820	331
WILSON	47,602,575	865
YADKIN	6,124,411	117
YANCY	5,623,990	123
	<u>4,533,043,391</u>	<u>76,790</u>

\* 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 .