

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

	LEDGER ASSETS	NON-LEDGER ASSETS	ASSETS NOT ADMITTED	ADMITTED ASSETS
ASSETS				
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
TOTAL ASSETS	18,928,807	0	(89,597)	18,839,210
LIABILITIES & EQUITY				
LIABILITIES				
PREMIUM REFUND				15,438
GARNISHMENT				12
PREMIUM SUSPENSE				388,356
ACCUAL-PREMIUM TAX				(6,709)
ACCUAL-POST RETIREMENT				301,853
ACCUAL-PENSION				162,642
ACCUAL-RENT				21,582
CLAIMS PAYABLE				5,561
PREPAID PREMIUMS				588,501
UNCLAIMED CHECKS				453,203
DISTRIBUTION PAYABLE				42,948
TOTAL LIABILITIES				1,973,387
RESERVES FOR:				
UNPAID LOSSES (INCL. IBNR)				1,284,634
UNPAID LAE RESERVES				113,598
UNEARNED PREMIUMS				12,558,593
TOTAL RESERVES				13,956,825
MEMBERS' EQUITY				2,908,998
TOTAL LIABILITIES &				
MEMBERS' EQUITY				18,839,210

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
UNDERWRITING INCOME		
PREMIUMS EARNED	6,212,420	17,874,614
DEDUCTIONS		
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
OTHER INCOME OR (OUTGO)		
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
EQUITY ACCOUNT		
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
INCOME RECEIVED							
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)
TOTAL INCOME	4,571,488	2,374,898	0	0	0	0	6,946,386
EXPENSES PAID							
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
TOTAL EXPENSES PAID	2,731,304	3,233,455	47,700	(13,426)	0	5,208	6,004,241
NET CASH CHANGE	1,840,184	(858,557)	(47,700)	13,426	0	(5,208)	942,145
RESERVES:							
DEDUCT: (CURRENT 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
ADD:(PRIOR PERIOD)							
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
NET RESERVE CHANGE	(2,909,972)	4,966,005	38,923	0	9	0	2,094,965
NET OTHER CHANGES							
PRIOR PERIOD ADJUSTMENT	0	0	0	0	0	0	0
ASSETS NOT ADMITTED	10,639	0	0	0	0	0	10,639
TOTAL NET OTHER CHANGES	10,639	0	0	0	0	0	10,639
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	(1,059,149)	4,107,448	(8,777)	13,426	9	(5,208)	3,047,749

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

					YEAR TO DATE		
	2005	2004	2003	2002	2001	2000	TOTAL
INCOME RECEIVED							
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)
TOTAL INCOME	16,425,921	2,388,024	0	0	0	0	18,813,945
EXPENSES PAID							
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
TOTAL EXPENSES PAID	7,340,701	7,917,760	540,109	(39,419)	0	6,362	15,765,513
NET CASH CHANGE	9,085,220	(5,529,736)	(540,109)	39,419	0	(6,362)	3,048,432
RESERVES:							
DEDUCT: (CURRENT 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
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	(12,469,410)	15,731,308	631,912	3,298	(2,719)	8,245	3,902,634
NET OTHER CHANGES							
PRIOR PERIOD ADJUSTMENT	9,324	0	0	0	0	0	9,324
ASSETS NOT ADMITTED	27,219	0	0	0	0	0	27,219
TOTAL NET OTHER CHANGES	36,543	0	0	0	0	0	36,543
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	(3,347,647)	10,201,572	91,803	96,829	(2,719)	1,883	7,041,721

**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
INCOME RECEIVED							
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)
TOTAL INCOME	16,425,921	26,408,458	20,579,527	17,776,323	16,289,855	15,878,415	113,358,499
EXPENSES PAID							
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
TOTAL EXPENSES PAID	7,340,701	22,205,613	25,945,663	15,893,914	13,075,614	13,869,502	98,331,007
NET CASH CHANGE	9,085,220	4,202,845	(5,366,136)	1,882,409	3,214,241	2,008,913	15,027,492
RESERVES:							
DEDUCT: (CURRENT 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
RESERVES	12,469,410	1,214,875	269,820	1	2,719	0	13,956,825
NET OTHER CHANGES							
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)
TOTAL NET OTHER CHANGES	36,543	200,354	(125,317)	(205,953)	107,469	(66,943)	(53,847)
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	(3,347,647)	3,188,324	(5,159,827)	2,135,592	3,765,967	2,326,589	2,908,998

**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			TOTAL
				2002	2001	2000	
PAID LOSSES							
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
TOTAL	923,883	2,795,930	36,394	(13,600)	0	0	3,742,607
OUTSTANDING LOSSES (CURRENT 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
OUTSTANDING LOSSES (PRIOR PERIOD INCL. IBNR)							
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
TOTAL	750,754	2,659,692	282,949	1	2,500	0	3,695,896
INCURRED LOSSES							
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
TOTAL	853,622	489,779	1,544	(13,600)	0	0	1,331,345

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

YEAR TO DATE

	2005	2004	2003	2002	2001	2000	TOTAL YEAR TO DATE
PAID LOSSES							
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
OUTSTANDING LOSSES (CURRENT 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
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	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

<u>IBNR (CURRENT PERIOD)</u>	2005	2004	2003	2002	2001	2000	TOTAL
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
TOTAL	59,864	0	0	0	0	0	59,864
 <u>IBNR (PRIOR PERIOD)</u>							
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
TOTAL	279,731	(53,951)	0	0	0	0	225,780

**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
LOSS EXPENSES PAID							
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
TOTAL	172,374	81,290	11,306	174	0	5,208	270,352
UNPAID LOSS EXPENSE (CURRENT 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
UNPAID LOSS EXPENSE (PRIOR PERIOD INCL. IBNR)							
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
TOTAL	76,748	242,464	25,794	0	228	0	345,234
INCURRED LOSS EXPENSE							
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
TOTAL	156,332	(130,222)	7,233	174	(9)	5,208	38,716

**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
LOSS EXPENSES PAID							
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
TOTAL	410,053	380,104	46,422	404	0	6,362	843,345
UNPAID LOSS EXPENSE (CURRENT 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
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	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
TOTAL	470,759	(41,299)	(13,382)	106	219	5,617	422,020

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	HABITATIONAL 09/06/96	0	1,062,341	0	142,807
88	10/01/94 09/30/95	09/05/96	COMMERCIAL 09/06/96	0	144,103	0	11,551
			TOTAL	0	1,206,444	0	154,358
88	10/01/95 09/30/96	09/05/96	HABITATIONAL 09/06/96	0	13,968,567	0	1,774,079
88	10/01/95 09/30/96	09/05/96	COMMERCIAL 09/06/96	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	HABITATIONAL 05/11/03	0	337,468	0	37,739
88	10/01/01 09/30/02	05/02/03	COMMERCIAL 05/11/03	0	3,348	0	704
			TOTAL	0	340,816	0	38,443
88	10/01/02 09/30/03	05/02/03	HABITATIONAL 05/11/03	0	465,810	0	49,754
88	10/01/02 09/30/03	05/02/03	COMMERCIAL 05/11/03	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	03/03/04	HABITATIONAL	0	251,758	0	43,256
	09/30/03	03/08/04					
16	10/01/02	03/03/04	COMMERCIAL	0	12,092	0	1,542
	09/30/03	03/08/04					
	TOTAL			0	263,850	0	44,798
16	10/01/03	03/03/04	HABITATIONAL	5,000	159,391	500	28,652
	09/30/04	03/08/04					
16	10/01/03	03/03/04	COMMERCIAL	0	56,502	0	2,707
	09/30/04	03/08/04					
	TOTAL			5,000	215,893	500	31,359
1	10/01/02	08/03/04	HABITATIONAL	5,000	5,395	500	1,582
	09/30/03						
	TOTAL			5,000	5,395	500	1,582
1	10/01/03	08/03/04	HABITATIONAL	0	56,325	0	6,645
	09/30/04						
	TOTAL			0	56,325	0	6,645
2	10/01/02	08/12/04	HABITATIONAL	0	6,029	0	1,317
	09/30/03	08/13/04					
	TOTAL			0	6,029	0	1,317
2	10/01/03	08/12/04	HABITATIONAL	0	229,080	0	14,986
	09/30/04	08/13/04					
	TOTAL			0	229,080	0	14,986
26	10/01/02	08/14/04	HABITATIONAL	0	235,197	0	31,967
	09/30/03	08/15/04					
26	10/01/02	08/14/04	COMMERCIAL	0	5,982	0	1,024
	09/30/03	08/15/04					
	TOTAL			0	241,179	0	32,991
26	10/01/03	08/14/04	HABITATIONAL	0	1,208,553	0	180,171
	09/30/04	08/15/04					
26	10/01/03	08/14/04	COMMERCIAL	0	357,628	0	13,185
	09/30/04	08/15/04					
	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	08/29/04	HABITATIONAL	0	0	0	398
	09/30/03	08/30/04					
		TOTAL		0	0	0	398
27	10/01/03	08/29/04	HABITATIONAL	0	16,572	0	3,724
	09/30/04	08/30/04					
		TOTAL		0	16,572	0	3,933
28	10/01/02	09/03/04	HABITATIONAL	0	35,089	0	1,921
	09/30/03	09/08/04					
		TOTAL		0	35,089	0	1,921
28	10/01/03	09/03/04	HABITATIONAL	0	71,999	0	26,326
	09/30/04	09/08/04					
		TOTAL		0	80,326	0	27,112
30	10/01/02	09/15/04	HABITATIONAL	0	1,671	0	668
	09/30/03	09/18/04					
		TOTAL		0	1,671	0	668
30	10/01/03	09/15/04	HABITATIONAL	0	64,498	0	16,426
	09/30/04	09/18/04					
		TOTAL		0	68,665	0	16,760
39	10/01/03	03/08/05	HABITATIONAL	21,199	348,220	2,120	48,844
	09/30/04						
		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	HABITATIONAL 03/29/05	2,500	2,852	250	405
40	10/01/03 09/30/04	03/25/05	COMMERCIAL 03/29/05	0	0	0	0
			TOTAL	2,500	2,852	250	405
40	10/01/04 09/30/05	03/25/05	HABITATIONAL 03/29/05	100	10,289	10	1,320
40	10/01/04 09/30/05	03/25/05	COMMERCIAL 03/29/05	0	0	0	0
			TOTAL	100	10,289	10	1,320
41	10/01/03 09/30/04	03/30/05	HABITATIONAL 04/03/05	0	4,923	0	1,358
41	10/01/03 09/30/04	03/30/05	COMMERCIAL 04/03/05	0	0	0	1,291
			TOTAL	0	4,923	0	2,649
41	10/01/04 09/30/05	03/30/05	HABITATIONAL 04/03/05	4,000	12,567	400	398
41	10/01/04 09/30/05	03/30/05	COMMERCIAL 04/03/05	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
	4,533,043,391	76,790

* 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.