

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
BALANCE SHEET
AS OF DECEMBER 31, 2004

	LEDGER ASSETS	NON-LEDGER ASSETS	ASSETS NOT ADMITTED	ADMITTED ASSETS
ASSETS				
CASH	46,374,933			46,374,933 (Note 1)
INVESTMENTS	182,910,034			182,910,034
FIXED ASSETS	75,589		(75,589)	0
DATA PROCESSING EQUIPMENT	55,897			55,897
ACCOUNTS RECEIVABLE - OTHER	206,071			206,071
PREPAID EXPENSE	23,981		(23,981)	0
TOTAL ASSETS	229,646,505	0	(99,570)	229,546,935
LIABILITIES & EQUITY				
LIABILITIES				
ACCOUNT PAYABLE - FAIR				499,749
PREMIUM REFUND				17,824
COMMISSION PAYABLE				922,939
PREMIUM SUSPENSE				932,424
ACCUAL-PREMIUM TAX				578,891
ACCUAL-POST RETIREMENT				193,385
ACCUAL-PENSION				108,768
ACCUAL-RENT				14,387
CLAIMS PAYABLE				186,565
PREPAID PREMIUMS				2,267,817
UNCLAIMED CHECKS				727,096
DISTRIBUTION PAYABLE				169,315
TOTAL LIABILITIES				6,619,160
RESERVES FOR:				
UNPAID LOSSES (INCL. IBNR)				6,913,711
UNPAID LAE RESERVES				523,207
UNEARNED PREMIUMS				53,796,031
TOTAL RESERVES				61,232,949
MEMBERS' EQUITY				161,694,826
TOTAL LIABILITIES & MEMBERS' EQUITY				229,546,935

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 (\$1,646,836) of the claim checks payable account creates the credit balance in the cash account . The overnight investments are included in the Investment account .

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
INCOME STATEMENT AND EQUITY ACCOUNT
AS OF DECEMBER 31, 2004

	YEAR TO DATE
<u>UNDERWRITING INCOME</u>	
PREMIUMS EARNED	24,077,774
<u>DEDUCTIONS</u>	
LOSSES INCURRED	(5,752,407)
LOSS EXPENSE INCURRED	(392,743)
OPERATING EXPENSE INCURRED	3,570,742
PREMIUM TAXES	507,205
TOTAL DEDUCTIONS	(2,067,203)
NET UNDERWRITING GAIN OR (LOSS)	<u>26,144,977</u>
<u>OTHER INCOME OR (OUTGO)</u>	
INVESTMENT INCOME	787,029
MISCELLANEOUS INCOME	(9,013)
NET OTHER INCOME	778,016
NET INCOME OR (LOSS)	<u>26,922,993</u>
<u>EQUITY ACCOUNT</u>	
MEMBERS' EQUITY (PRIOR PERIOD)	<u>134,476,173</u>
NET INCOME OR (LOSS)	26,922,993
CHANGE IN ASSETS NOT ADMITTED	4,233
ASSESSMENTS OR (DISTRIBUTIONS)	250,615
PRIOR PERIOD ADJUSTMENT	40,812
NET CHANGE IN EQUITY	27,218,653
MEMBERS' EQUITY (CURRENT PERIOD)	<u>161,694,826</u>

The Aggregate Liability for the Association as of December 31, 2004 is \$31,638,579,114.

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
MEMBERS' ACCOUNT
AS OF DECEMBER 31, 2004

	YEAR TO DATE						TOTAL
	2005	2004	2003	2002	2001	2000	
INCOME RECEIVED							
PREMIUMS WRITTEN	24,544,985	(94,756)	0	0	0	0	24,450,229
INTEREST RECEIVED	787,029	0	0	0	0	0	787,029
MISCELLANEOUS INCOME	(9,013)	0	0	0	0	0	(9,013)
TOTAL INCOME	25,323,001	(94,756)	0	0	0	0	25,228,245
EXPENSES PAID							
LOSSES	665	5,699,253	2,448,845	43,913	2,609	0	8,195,285
LOSS ADJUSTMENT EXPENSES	69,202	361,046	123,920	1,996	2,768	0	558,932
COMMISSION	3,163,806	(12,318)	0	0	0	0	3,151,488
PREMIUM TAX	507,205	0	0	0	0	0	507,205
ADMINISTRATIVE EXPENSES	419,254	0	0	0	0	0	419,254
TOTAL EXPENSES PAID	4,160,132	6,047,981	2,572,765	45,909	5,377	0	12,832,164
NET CASH CHANGE	21,162,869	(6,142,737)	(2,572,765)	(45,909)	(5,377)	0	12,396,081
RESERVES:							
DEDUCT: (CURRENT PERIOD)							
LOSSES (INCL. IBNR.)	1,901,677	4,047,481	944,017	15,535	0	5,001	6,913,711
LOSS ADJUSTMENT EXPENSES	151,656	300,047	69,982	1,152	0	371	523,208
UNEARNED PREMIUMS	21,181,329	32,614,702	0	0	0	0	53,796,031
ADD:(PRIOR PERIOD)							
LOSSES (INCL. IBNR)	0	17,390,184	3,440,683	15,535	10,000	5,001	20,861,403
LOSS ADJUSTMENT EXPENSES	0	1,229,471	243,252	1,098	707	354	1,474,882
UNEARNED PREMIUMS	0	53,423,576	0	0	0	0	53,423,576
NET RESERVE CHANGE	(23,234,662)	35,081,001	2,669,936	(54)	10,707	(17)	14,526,911
NET OTHER CHANGES							
PRIOR PERIOD ADJUSTMENT	40,812	0	0	0	0	0	40,812
ASSETS NOT ADMITTED	4,233	0	0	0	0	0	4,233
TOTAL NET OTHER CHANGES	45,045	0	0	0	0	0	45,045
ASSESSMENTS	159,060	0	0	0	0	0	159,060
DISTRIBUTIONS	0	0	0	0	0	0	0
INSOLVENT MEMBER	0	0	0	48,264	0	43,291	91,555
CHANGE IN MEMBERS' EQUITY	(1,867,688)	28,938,264	97,171	2,301	5,330	43,274	27,218,653

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
STATISTICAL REPORT OF PREMIUMS
AS OF DECEMBER 31, 2004

	YEAR TO DATE 2005	YEAR TO DATE 2004	YEAR TO DATE TOTAL
PREMIUMS WRITTEN			
RESIDENTIAL - FIRE	1,315,872	(69,459)	1,246,413
RESIDENTIAL - EC	6,554,577	(299,390)	6,255,187
COMMERCIAL - FIRE	130,638	13,757	144,395
COMMERCIAL - EC	248,319	39,876	288,195
CRIME - RESIDENTIAL	70,614	(840)	69,774
CRIME - COMMERCIAL	0	0	0
HOMEOWNER - BEACH	496,919	34,102	531,021
HOMEOWNER - COASTAL	896,459	18,397	914,856
HO - BEACH WIND	4,999,638	(121,708)	4,877,930
HO - COASTAL WIND	5,603,716	68,177	5,671,893
WIND - RESIDENTIAL	491,013	(28,964)	462,049
WIND - COMMERCIAL	1,877,838	125,437	2,003,275
COASTAL - RESIDENTIAL	442,282	(13,484)	428,798
COASTAL - COMMERCIAL	1,417,100	139,343	1,556,443
TOTAL	24,544,985	(94,756)	24,450,229
 UNEARNED PREMIUMS (PRIOR PERIOD)			
RESIDENTIAL - FIRE	0	3,223,894	3,223,894
RESIDENTIAL - EC	0	15,871,685	15,871,685
COMMERCIAL - FIRE	0	368,213	368,213
COMMERCIAL - EC	0	699,997	699,997
CRIME - RESIDENTIAL	0	182,252	182,252
CRIME - COMMERCIAL	0	462	462
HOMEOWNER - BEACH	0	901,037	901,037
HOMEOWNER - COASTAL	0	1,409,315	1,409,315
HO - BEACH WIND	0	11,962,246	11,962,246
HO - COASTAL WIND	0	8,068,374	8,068,374
WIND - RESIDENTIAL	0	1,329,377	1,329,377
WIND - COMMERCIAL	0	5,286,983	5,286,983
COASTAL - RESIDENTIAL	0	882,042	882,042
COASTAL - COMMERCIAL	0	3,237,699	3,237,699
TOTAL	0	53,423,576	53,423,576

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
STATISTICAL REPORT OF PREMIUMS
AS OF DECEMBER 31, 2004

	YEAR TO DATE 2005	YEAR TO DATE 2004	YEAR TO DATE TOTAL
UNEARNED PREMIUMS (CURRENT PERIOD)			
RESIDENTIAL - FIRE	1,151,727	1,920,159	3,071,886
RESIDENTIAL - EC	5,703,976	9,498,438	15,202,414
COMMERCIAL - FIRE	114,968	224,207	339,175
COMMERCIAL - EC	214,525	439,868	654,393
CRIME - RESIDENTIAL	61,409	108,185	169,594
CRIME - COMMERCIAL	0	333	333
HOMEOWNER - BEACH	432,851	517,171	950,022
HOMEOWNER - COASTAL	778,123	954,347	1,732,470
HO - BEACH WIND	4,319,617	7,214,945	11,534,562
HO - COASTAL WIND	4,842,002	5,074,074	9,916,076
WIND - RESIDENTIAL	421,230	800,794	1,222,024
WIND - COMMERCIAL	1,574,083	3,250,493	4,824,576
COASTAL - RESIDENTIAL	378,510	542,331	920,841
COASTAL - COMMERCIAL	1,188,308	2,069,357	3,257,665
TOTAL	21,181,329	32,614,702	53,796,031
EARNED PREMIUMS			
RESIDENTIAL - FIRE	164,145	1,234,276	1,398,421
RESIDENTIAL - EC	850,601	6,073,857	6,924,458
COMMERCIAL - FIRE	15,670	157,763	173,433
COMMERCIAL - EC	33,794	300,005	333,799
CRIME - RESIDENTIAL	9,205	73,227	82,432
CRIME - COMMERCIAL	0	129	129
HOMEOWNER - BEACH	64,068	417,968	482,036
HOMEOWNER - COASTAL	118,336	473,365	591,701
HO - BEACH WIND	680,021	4,625,593	5,305,614
HO - COASTAL WIND	761,714	3,062,477	3,824,191
WIND - RESIDENTIAL	69,783	499,619	569,402
WIND - COMMERCIAL	303,755	2,161,927	2,465,682
COASTAL - RESIDENTIAL	63,772	326,227	389,999
COASTAL - COMMERCIAL	228,792	1,307,685	1,536,477
TOTAL	3,363,656	20,714,118	24,077,774

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
STATISTICAL REPORT OF LOSSES
AS OF DECEMBER 31, 2004

	YEAR TO DATE						YEAR TO DATE TOTAL
	2005	2004	2003	2002	2001	2000	
PAID LOSSES							
RESIDENTIAL - FIRE	0	705,164	451,800	18,334	0	0	1,175,298
RESIDENTIAL - EC	0	1,765,731	402,547	0	2,609	0	2,170,887
COMMERCIAL - FIRE	0	5,406	0	0	0	0	5,406
COMMERCIAL - EC	0	151,725	4,285	0	0	0	156,010
CRIME - RESIDENTIAL	0	9,257	0	0	0	0	9,257
CRIME - COMMERCIAL	0	0	0	0	0	0	0
HOMEOWNER - BEACH	0	48,253	22,538	0	0	0	70,791
HOMEOWNER - COASTAL	0	467,608	0	0	0	0	467,608
HO - BEACH WIND	0	724,807	10,954	0	0	0	735,761
HO - COASTAL WIND	665	487,622	10,377	0	0	0	498,664
WIND - RESIDENTIAL	0	171,796	189,370	0	0	0	361,166
WIND - COMMERCIAL	0	537,051	987,891	25,579	0	0	1,550,521
COASTAL - RESIDENTIAL	0	58,495	66,533	0	0	0	125,028
COASTAL - COMMERCIAL	0	566,338	302,550	0	0	0	868,888
TOTAL	665	5,699,253	2,448,845	43,913	2,609	0	8,195,285
OUTSTANDING LOSSES							
(CURRENT PERIOD INCL. IBNR)							
RESIDENTIAL - FIRE	327,690	642,147	20,899	0	0	1	990,737
RESIDENTIAL - EC	317,318	708,895	124,508	0	0	5,000	1,155,721
COMMERCIAL - FIRE	2,159	5,000	0	0	0	0	7,159
COMMERCIAL - EC	69,816	183,495	0	0	0	0	253,311
CRIME - RESIDENTIAL	99	99	600	0	0	0	798
CRIME - COMMERCIAL	0	0	0	0	0	0	0
HOMEOWNER - BEACH	13,556	35,581	0	0	0	0	49,137
HOMEOWNER - COASTAL	99,408	260,929	0	0	0	0	360,337
HO - BEACH WIND	215,925	615,697	10,000	0	0	0	841,622
HO - COASTAL WIND	197,931	495,627	85,001	0	0	0	778,559
WIND - RESIDENTIAL	143,950	187,500	201,537	15,535	0	0	548,522
WIND - COMMERCIAL	261,913	356,095	325,439	0	0	0	943,447
COASTAL - RESIDENTIAL	53,981	91,872	83,913	0	0	0	229,766
COASTAL - COMMERCIAL	197,931	464,544	92,120	0	0	0	754,595
TOTAL	1,901,677	4,047,481	944,017	15,535	0	5,001	6,913,711
OUTSTANDING LOSSES							
(PRIOR PERIOD INCL. IBNR)							
RESIDENTIAL - FIRE	0	923,391	478,199	0	0	0	1,401,590
RESIDENTIAL - EC	0	6,241,084	623,188	0	10,000	5,001	6,879,273
COMMERCIAL - FIRE	0	7,446	0	0	0	0	7,446
COMMERCIAL - EC	0	264,131	0	0	0	0	264,131
CRIME - RESIDENTIAL	0	5,297	99	0	0	0	5,396
CRIME - COMMERCIAL	0	0	0	0	0	0	0
HOMEOWNER - BEACH	0	253,499	67,500	0	0	0	320,999
HOMEOWNER - COASTAL	0	953,638	0	0	0	0	953,638
HO - BEACH WIND	0	3,024,794	47,500	0	0	0	3,072,294
HO - COASTAL WIND	0	2,357,813	97,501	0	0	0	2,455,314
WIND - RESIDENTIAL	0	527,548	349,835	15,535	0	0	892,918
WIND - COMMERCIAL	0	1,499,719	1,415,030	0	0	0	2,914,749
COASTAL - RESIDENTIAL	0	403,278	224,612	0	0	0	627,890
COASTAL - COMMERCIAL	0	928,546	137,219	0	0	0	1,065,765
TOTAL	0	17,390,184	3,440,683	15,535	10,000	5,001	20,861,403
INCURRED LOSSES							
RESIDENTIAL - FIRE	327,690	423,920	(5,500)	18,334	0	1	764,445
RESIDENTIAL - EC	317,318	(3,766,458)	(96,133)	0	(7,391)	(1)	(3,552,665)
COMMERCIAL - FIRE	2,159	2,960	0	0	0	0	5,119
COMMERCIAL - EC	69,816	71,089	4,285	0	0	0	145,190
CRIME - RESIDENTIAL	99	4,059	501	0	0	0	4,659
CRIME - COMMERCIAL	0	0	0	0	0	0	0
HOMEOWNER - BEACH	13,556	(169,665)	(44,962)	0	0	0	(201,071)
HOMEOWNER - COASTAL	99,408	(225,101)	0	0	0	0	(125,693)
HO - BEACH WIND	215,925	(1,684,290)	(26,546)	0	0	0	(1,494,911)
HO - COASTAL WIND	198,596	(1,374,564)	(2,123)	0	0	0	(1,178,091)
WIND - RESIDENTIAL	143,950	(168,252)	41,072	0	0	0	16,770
WIND - COMMERCIAL	261,913	(606,573)	(101,700)	25,579	0	0	(420,781)
COASTAL - RESIDENTIAL	53,981	(252,911)	(74,166)	0	0	0	(273,096)
COASTAL - COMMERCIAL	197,931	102,336	257,451	0	0	0	557,718
TOTAL	1,902,342	(7,643,450)	(47,821)	43,913	(7,391)	0	(5,752,407)

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
STATISTICAL REPORT OF LOSSES
AS OF DECEMBER 31, 2004

IBNR TOTALS							
	2005	2004	2003	2002	2001	2000	TOTAL
IBNR (CURRENT PERIOD)							
RESIDENTIAL - FIRE	256,591	0	0	0	0	0	256,591
RESIDENTIAL - EC	301,216	0	0	0	0	0	301,216
COMMERCIAL - FIRE	2,159	0	0	0	0	0	2,159
COMMERCIAL - EC	69,816	0	0	0	0	0	69,816
CRIME - RESIDENTIAL	0	0	0	0	0	0	0
CRIME - COMMERCIAL	0	0	0	0	0	0	0
HOMEOWNER - BEACH	12,956	0	0	0	0	0	12,956
HOMEOWNER - COASTAL	95,007	0	0	0	0	0	95,007
HO - BEACH WIND	215,925	0	0	0	0	0	215,925
HO - COASTAL WIND	197,931	0	0	0	0	0	197,931
WIND - RESIDENTIAL	143,950	0	0	0	0	0	143,950
WIND - COMMERCIAL	251,913	0	0	0	0	0	251,913
COASTAL - RESIDENTIAL	53,981	0	0	0	0	0	53,981
COASTAL - COMMERCIAL	197,931	0	0	0	0	0	197,931
TOTAL	1,799,376	0	0	0	0	0	1,799,376
IBNR (PRIOR PERIOD)							
RESIDENTIAL - FIRE	369,803	389,413	0	0	0	0	759,216
RESIDENTIAL - EC	417,012	2,606,071	0	0	0	0	3,023,083
COMMERCIAL - FIRE	1	2,247	0	0	0	0	2,248
COMMERCIAL - EC	24,587	72,640	0	0	0	0	97,227
CRIME - RESIDENTIAL	0	0	0	0	0	0	0
CRIME - COMMERCIAL	0	0	0	0	0	0	0
HOMEOWNER - BEACH	6,885	94,358	0	0	0	0	101,243
HOMEOWNER - COASTAL	165,231	354,965	0	0	0	0	520,196
HO - BEACH WIND	319,643	1,123,306	0	0	0	0	1,442,949
HO - COASTAL WIND	196,704	898,645	0	0	0	0	1,095,349
WIND - RESIDENTIAL	122,940	299,548	0	0	0	0	422,488
WIND - COMMERCIAL	540,935	1,048,419	0	0	0	0	1,589,354
COASTAL - RESIDENTIAL	73,764	224,661	0	0	0	0	298,425
COASTAL - COMMERCIAL	221,292	374,435	0	0	0	0	595,727
TOTAL	2,458,797	7,488,708	0	0	0	0	9,947,505

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES
AS OF DECEMBER 31, 2004

YEAR TO DATE

	2005	2004	2003	2002	2001	2000	YEAR TO DATE TOTAL
LOSS EXPENSES PAID							
RESIDENTIAL - FIRE	4,503	15,968	11,458	293	2,482	0	34,704
RESIDENTIAL - EC	21,287	131,067	19,137	800	286	0	172,577
COMMERCIAL - FIRE	85	533	0	0	0	0	618
COMMERCIAL - EC	1,167	6,054	0	0	0	0	7,221
CRIME - RESIDENTIAL	0	0	0	0	0	0	0
CRIME - COMMERCIAL	0	0	0	0	0	0	0
HOMEOWNER - BEACH	319	2,380	1,926	0	0	0	4,625
HOMEOWNER - COASTAL	1,209	6,484	0	0	0	0	7,693
HO - BEACH WIND	8,811	67,119	1,826	0	0	0	77,756
HO - COASTAL WIND	6,662	60,889	1,020	0	0	0	68,571
WIND - RESIDENTIAL	3,213	7,790	15,246	0	0	0	26,249
WIND - COMMERCIAL	10,031	25,249	39,855	741	0	0	75,876
COASTAL - RESIDENTIAL	1,690	5,855	8,491	162	0	0	16,198
COASTAL - COMMERCIAL	10,225	31,658	24,961	0	0	0	66,844
TOTAL	69,202	361,046	123,920	1,996	2,768	0	558,932
UNPAID LOSS EXPENSE (CURRENT PERIOD INCL. IBNR)							
RESIDENTIAL - FIRE	25,816	47,604	1,549	0	0	0	74,969
RESIDENTIAL - EC	25,311	52,552	9,230	0	0	371	87,464
COMMERCIAL - FIRE	1	371	0	0	0	0	372
COMMERCIAL - EC	5,762	13,603	0	0	0	0	19,365
CRIME - RESIDENTIAL	7	7	44	0	0	0	58
CRIME - COMMERCIAL	0	0	0	0	0	0	0
HOMEOWNER - BEACH	1,885	2,638	0	0	0	0	4,523
HOMEOWNER - COASTAL	7,129	19,343	0	0	0	0	26,472
HO - BEACH WIND	17,289	45,643	741	0	0	0	63,673
HO - COASTAL WIND	15,848	36,742	6,301	0	0	0	58,891
WIND - RESIDENTIAL	11,526	13,900	14,940	1,152	0	0	41,518
WIND - COMMERCIAL	20,911	26,398	24,125	0	0	0	71,434
COASTAL - RESIDENTIAL	4,322	6,811	6,221	0	0	0	17,354
COASTAL - COMMERCIAL	15,848	34,437	6,829	0	0	0	57,114
TOTAL	151,655	300,047	69,982	1,152	0	371	523,207
UNPAID LOSS EXPENSE (PRIOR PERIOD INCL. IBNR)							
RESIDENTIAL - FIRE	0	65,285	33,808	0	0	0	99,093
RESIDENTIAL - EC	0	441,239	44,059	0	707	354	486,359
COMMERCIAL - FIRE	0	527	0	0	0	0	527
COMMERCIAL - EC	0	18,673	0	0	0	0	18,673
CRIME - RESIDENTIAL	0	374	7	0	0	0	381
CRIME - COMMERCIAL	0	0	0	0	0	0	0
HOMEOWNER - BEACH	0	19,828	4,772	0	0	0	24,600
HOMEOWNER - COASTAL	0	65,516	0	0	0	0	65,516
HO - BEACH WIND	0	213,850	3,358	0	0	0	217,208
HO - COASTAL WIND	0	166,696	6,893	0	0	0	173,589
WIND - RESIDENTIAL	0	37,297	24,733	1,098	0	0	63,128
WIND - COMMERCIAL	0	106,028	100,041	0	0	0	206,069
COASTAL - RESIDENTIAL	0	28,511	15,880	0	0	0	44,391
COASTAL - COMMERCIAL	0	65,647	9,701	0	0	0	75,348
TOTAL	0	1,229,471	243,252	1,098	707	354	1,474,882
INCURRED LOSS EXPENSES							
RESIDENTIAL - FIRE	30,319	(1,713)	(20,801)	293	2,482	0	10,580
RESIDENTIAL - EC	46,598	(257,620)	(15,692)	800	(421)	17	(226,319)
COMMERCIAL - FIRE	86	377	0	0	0	0	463
COMMERCIAL - EC	6,929	984	0	0	0	0	7,913
CRIME - RESIDENTIAL	7	(367)	37	0	0	0	(322)
CRIME - COMMERCIAL	0	0	0	0	0	0	0
HOMEOWNER - BEACH	2,204	(14,810)	(2,846)	0	0	0	(15,452)
HOMEOWNER - COASTAL	8,338	(39,689)	0	0	0	0	(31,351)
HO - BEACH WIND	26,100	(101,088)	(791)	0	0	0	(75,779)
HO - COASTAL WIND	22,510	(69,065)	428	0	0	0	(46,127)
WIND - RESIDENTIAL	14,739	(15,607)	5,453	54	0	0	4,639
WIND - COMMERCIAL	30,942	(54,381)	(36,061)	741	0	0	(58,758)
COASTAL - RESIDENTIAL	6,012	(15,845)	(1,168)	162	0	0	(10,840)
COASTAL - COMMERCIAL	26,073	448	22,089	0	0	0	48,611
TOTAL	220,858	(568,378)	(49,350)	2,050	2,061	17	(392,743)

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF DECEMBER 31, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
97	10/01/97 09/30/98	09/14/99 09/16/99	HABITATIONAL	0	459,850	0	46,224
97	10/01/97 09/30/98	09/14/99 09/16/99	COMMERCIAL	0	22,462	0	2,520
			TOTAL	0	482,312	0	48,744
97	10/01/98 09/30/99	09/14/99 09/16/99	HABITATIONAL	5,000	11,673,626	500	1,169,936
97	10/01/98 09/30/99	09/14/99 09/16/99	COMMERCIAL	0	1,146,594	0	70,288
			TOTAL	5,000	12,820,220	500	1,240,224
95	10/01/01 09/30/02	09/18/03	HABITATIONAL	0	591,665	0	46,166
95	10/01/01 09/30/02	09/18/03	COMMERCIAL	0	0	0	0
			TOTAL	0	591,665	0	46,166
95	10/01/02 09/30/03	09/18/03	HABITATIONAL	30,152	14,641,628	3,015	1,221,034
95	10/01/02 09/30/03	09/18/03	COMMERCIAL	0	1,763,631	0	82,531
			TOTAL	30,152	16,405,259	3,015	1,303,565
16	10/01/02 09/30/03	03/03/04 03/08/04	HABITATIONAL	0	22,024	0	2,922
16	10/01/02 09/30/03	03/03/04 03/08/04	COMMERCIAL	0	0	0	0
			TOTAL	0	22,024	0	2,922
16	10/01/03 09/30/04	03/03/04 03/08/04	HABITATIONAL	0	11,883	0	1,241
16	10/01/03 09/30/04	03/03/04 03/08/04	COMMERCIAL	0	5,587	0	1,010
			TOTAL	0	17,470	0	2,251

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF DECEMBER 31, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
1	10/01/02 09/30/03	08/03/04	HABITATIONAL	20,099	191,671	2,010	21,355
1	10/01/02 09/30/03	08/03/04	COMMERCIAL	0	9,599	0	891
			TOTAL	20,099	201,270	2,010	22,246
1	10/01/03 09/30/04	08/03/04	HABITATIONAL	124,700	1,119,239	12,470	118,471
1	10/01/03 09/30/04	08/03/04	COMMERCIAL	40,497	325,428	4,050	14,478
			TOTAL	165,197	1,444,667	16,520	132,949
2	10/01/02 09/30/03	08/12/04 08/13/04	HABITATIONAL	10,500	0	1,050	0
			TOTAL	10,500	0	1,050	0
2	10/01/03 09/30/04	08/12/04 08/13/04	HABITATIONAL	18,000	55,608	1,800	3,410
			TOTAL	18,000	55,608	1,800	3,410
26	10/01/02 09/30/03	08/14/04 08/15/04	HABITATIONAL	53,928	789,430	5,393	49,615
26	10/01/02 09/30/03	08/14/04 08/15/04	COMMERCIAL	0	22,799	0	924
			TOTAL	53,928	812,229	5,393	50,539
26	10/01/03 09/30/04	08/14/04 08/15/04	HABITATIONAL	335,291	2,831,456	33,529	268,228
26	10/01/03 09/30/04	08/14/04 08/15/04	COMMERCIAL	12,500	115,016	1,250	5,963
			TOTAL	347,791	2,946,472	34,779	274,191
27	10/01/03 09/30/04	08/29/04 08/30/04	HABITATIONAL	23,001	8,431	2,300	1,168
			TOTAL	23,001	8,431	2,300	1,168
28	10/01/02 09/30/03	09/03/04 09/08/04	HABITATIONAL	12,500	3,579	1,250	423
			TOTAL	12,500	3,579	1,250	423

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF DECEMBER 31, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
28	10/01/03	09/03/04	HABITATIONAL	37,501	39,057	3,750	3,751
	09/30/04	09/08/04			37,501	3,750	3,751
30	10/01/02	09/15/04	HABITATIONAL	0	3,205	0	338
	09/30/03	09/18/04			0	3,205	0
30	10/01/03	09/15/04	HABITATIONAL	10,001	21,778	1,000	2,220
	09/30/04	09/18/04			10,001	21,778	2,220

BEACH WIND & HAIL ONLY REPORT OF CATASTROPHE LOSSES

97	10/01/97 09/30/98	09/14/99 09/16/99	HABITATIONAL	0	169,707	0	16,898
97	10/01/97 09/30/98	09/14/99 09/16/99	COMMERCIAL	0	82,741	0	6,233
				0	252,448	0	23,131
97	10/01/98 09/30/99	09/14/99 09/16/99	HABITATIONAL	0	7,288,777	0	653,683
				0	37,785,920	0	1,266,126
97	10/01/98 09/30/99	09/14/99 09/16/99	COMMERCIAL	0	45,074,697	0	1,919,809
				0			
95	10/01/01 09/30/02	09/18/03	HABITATIONAL	5,535	245,299	554	20,318
95	10/01/01 09/30/02	09/18/03	COMMERCIAL	0	1,575,586	0	78,054
				5,535	1,820,885	554	98,372
95	10/01/02 09/30/03	09/18/03	HABITATIONAL	81,037	7,587,841	8,104	653,557
95	10/01/02 09/30/03	09/18/03	COMMERCIAL	111,019	23,240,349	11,102	801,306
				192,056	30,828,190	19,206	1,454,863

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF DECEMBER 31, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
16	10/01/02	03/03/04	HABITATIONAL	0	9,655	0	972
	09/30/03	03/08/04					
16	10/01/02	03/03/04	COMMERCIAL	3,000	4,618	300	780
	09/30/03	03/08/04	TOTAL	3,000	14,273	300	1,752
16	10/01/03	03/03/04	HABITATIONAL	0	0	0	0
	09/30/04	03/08/04					
16	10/01/03	03/03/04	COMMERCIAL	0	692	0	308
	09/30/04	03/08/04	TOTAL	0	692	0	308
1	10/01/02	08/03/04	HABITATIONAL	50,000	30,614	5,000	3,497
	09/30/03						
1	10/01/02	08/03/04	COMMERCIAL	0	27,742	0	3,201
	09/30/03		TOTAL	50,000	58,356	5,000	6,698
1	10/01/03	08/03/04	HABITATIONAL	22,500	150,704	2,250	12,211
	09/30/04						
1	10/01/03	08/03/04	COMMERCIAL	77,000	360,113	7,700	16,771
	09/30/04		TOTAL	99,500	510,817	9,950	28,982
2	10/01/03	08/12/04	COMMERCIAL	10,000	5,291	1,000	420
	09/30/04	08/13/04	TOTAL	10,000	5,291	1,000	420
26	10/01/02	08/14/04	HABITATIONAL	80,500	122,976	8,050	11,525
	09/30/03	08/15/04					
26	10/01/02	08/14/04	COMMERCIAL	209,000	390,214	20,900	19,216
	09/30/03	08/15/04	TOTAL	289,500	513,190	28,950	30,741
26	10/01/03	08/14/04	HABITATIONAL	155,000	147,850	15,500	8,337
	09/30/04	08/15/04					
26	10/01/03	08/14/04	COMMERCIAL	241,695	402,947	24,170	16,565
	09/30/04	08/15/04	TOTAL	396,695	550,797	39,670	24,902

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF DECEMBER 31, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
28	10/01/03	09/03/04	HABITATIONAL	10,000	0	1,000	0
	09/30/04	09/08/04					
28	10/01/03	09/03/04	COMMERCIAL	17,400	0	1,740	0
	09/30/04	09/08/04	TOTAL	27,400	0	2,740	0
30	10/01/03	09/15/04	HABITATIONAL	0	3,168	0	688
	09/30/04	09/18/04					
30	10/01/03	09/15/04	COMMERCIAL	10,000	9,910	1,000	551
	09/30/04	09/18/04	TOTAL	10,000	13,078	1,000	1,239
COASTAL WIND & HAIL ONLY REPORT OF CATASTROPHE LOSSES							
97	10/01/97	09/14/99	HABITATIONAL	0	54,862	0	4,430
	09/30/98	09/16/99					
97	10/01/97	09/14/99	COMMERCIAL	0	33,718	0	1,426
	09/30/98	09/16/99	TOTAL	0	88,580	0	5,856
97	10/01/98	09/14/99	HABITATIONAL	0	1,902,730	0	203,454
	09/30/99	09/16/99					
97	10/01/98	09/14/99	COMMERCIAL	0	2,976,572	0	119,056
	09/30/99	09/16/99	TOTAL	0	4,879,302	0	322,510
95	10/01/01	09/18/03	HABITATIONAL	0	73,903	0	9,634
	09/30/02						
95	10/01/01	09/18/03	COMMERCIAL	0	3,875	0	531
	09/30/02		TOTAL	0	77,778	0	10,165
95	10/01/02	09/18/03	HABITATIONAL	20,002	2,998,399	2,000	307,212
	09/30/03						
95	10/01/02	09/18/03	COMMERCIAL	58,573	4,755,386	5,857	241,625
	09/30/03		TOTAL	78,575	7,753,785	7,858	548,837

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF DECEMBER 31, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
16	10/01/02	03/03/04	HABITATIONAL	0	11,533	0	2,042
	09/30/03	03/08/04					
16	10/01/02	03/03/04	COMMERCIAL	0	25,567	0	1,415
	09/30/03	03/08/04					
16	10/01/03	03/03/04	HABITATIONAL	0	3,452	0	340
	09/30/04	03/08/04					
16	10/01/03	03/03/04	COMMERCIAL	0	14,759	0	606
	09/30/04	03/08/04					
1	10/01/02	08/03/04	HABITATIONAL	0	5,565	0	722
	09/30/03						
1	10/01/03	08/03/04	HABITATIONAL	0	0	0	204
	09/30/04						
1	10/01/03	08/03/04	COMMERCIAL	12,500	9,463	1,250	893
	09/30/04						
2	10/01/02	08/12/04	HABITATIONAL	0	775	0	0
	09/30/03	08/13/04					
2	10/01/03	08/12/04	HABITATIONAL	3,518	20,588	352	1,022
	09/30/04	08/13/04					
26	10/01/02	08/14/04	HABITATIONAL	50,411	99,915	5,041	7,941
	09/30/03	08/15/04					
26	10/01/02	08/14/04	COMMERCIAL	32,500	17,712	3,250	2,630
	09/30/03	08/15/04					
26	10/01/03	08/14/04	HABITATIONAL	72,500	184,104	7,250	12,202
	09/30/04	08/15/04					
26	10/01/03	08/14/04	COMMERCIAL	446,445	716,052	44,645	42,887
	09/30/04	08/15/04					
TOTAL				518,945	900,156	51,895	55,089

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF DECEMBER 31, 2004

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	12,500	1,725	1,250	305
				<u>12,500</u>	<u>1,725</u>	<u>1,250</u>	<u>305</u>
27	10/01/03 09/30/04	08/29/04 08/30/04	HABITATIONAL	0	692	0	210
				<u>0</u>	<u>692</u>	<u>0</u>	<u>210</u>
27	10/01/03 09/30/04	08/29/04 08/30/04	COMMERCIAL	5,500	0	550	0
				<u>5,500</u>	<u>0</u>	<u>550</u>	<u>0</u>
30	10/01/03 09/30/04	09/15/04 09/18/04	HABITATIONAL	10,000	3,962	1,000	732
				<u>10,000</u>	<u>3,962</u>	<u>1,000</u>	<u>732</u>

HOMEOWNERS AND HOMEOWNERS WIND & HAIL ONLY REPORT OF CATASTROPHE LOSSES

95	10/01/02 09/30/03	09/18/03	HO-BEACH	0	92,968	0	8,089
95	10/01/02 09/30/03	09/18/03	BEACH HO WIND	0	414,914	0	33,398
95	10/01/02 09/30/03	09/18/03	BEACH HO COAST	0	419,065	0	31,876
			TOTAL	<u>0</u>	<u>926,947</u>	<u>0</u>	<u>73,363</u>
16	10/01/02 09/30/03	03/03/04 03/08/04	HOMEOWNERS	0	0	0	0
16	10/01/02 09/30/03	03/03/04 03/08/04	BEACH HO WIND	0	0	0	185
16	10/01/02 09/30/03	03/03/04 03/08/04	BEACH HO COAST	0	8,137	0	1,022
				<u>0</u>	<u>8,137</u>	<u>0</u>	<u>1,207</u>
16	10/01/03 09/30/04	03/03/04 03/08/04	HOMEOWNERS	0	3,848	0	533
16	10/01/03 09/30/04	03/03/04 03/08/04	BEACH HO WIND	0	6,553	0	909
16	10/01/03 09/30/04	03/03/04 03/08/04	BEACH HO COAST	0	6,668	0	706
				<u>0</u>	<u>17,069</u>	<u>0</u>	<u>1,442</u>

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF DECEMBER 31, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
1	10/01/02 09/30/03	08/03/04	HOMEOWNERS	0	289	0	306
1	10/01/02 09/30/03	08/03/04	BEACH HO WIND	10,000	24,136	1,000	1,823
				10,000	24,425	1,000	2,129
1	10/01/03 09/30/04	08/03/04	HO BEACH	10,000	21,759	1,000	2,077
1	10/01/03 09/30/04	08/03/04	HO COASTAL	0	0	0	162
1	10/01/03 09/30/04	08/03/04	BEACH HO WIND	162,173	380,549	16,217	31,529
1	10/01/03 09/30/04	08/03/04	COASTAL HO WIND	30,000	30,588	3,000	2,259
				202,173	432,896	20,217	36,027
2	10/01/02 09/30/03	08/12/04 08/13/04	HO BEACH	0	4,914	0	566
				0	4,914	0	566
2	10/01/03 09/30/04	08/12/04 08/13/04	HO COASTAL	0	1,523	0	279
2	10/01/03 09/30/04	08/12/04 08/13/04	BEACH HO WIND	10,000	26,828	1,000	1,388
2	10/01/03 09/30/04	08/12/04 08/13/04	BEACH HO COAST	10,000	2,423	1,000	284
				20,000	30,774	2,000	1,951
26	10/01/02 09/30/03	08/14/04 08/15/04	HOMEOWNERS	0	40,947	0	4,096
26	10/01/02 09/30/03	08/14/04 08/15/04	BEACH HO WIND	0	10,465	0	1,661
26	10/01/02 09/30/03	08/14/04 08/15/04	COASTAL HO WIND	85,000	23,175	8,500	2,695
				85,000	74,587	8,500	8,452

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF DECEMBER 31, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
26	10/01/03	08/14/04	HO- BEACH	1,500	90,025	150	9,201
	09/30/04	08/15/04					
26	10/01/03	08/14/04	HO-COASTAL	23,806	221,428	2,381	15,604
	09/30/04	08/15/04					
26	10/01/03	08/14/04	BEACH HO WIND	394,822	876,671	39,482	75,858
	09/30/04	08/15/04					
26	10/01/03	08/14/04	COASTAL HO WIND	376,055	1,008,804	37,606	112,137
	09/30/04	08/15/04					
				796,183	2,196,928	79,618	212,800
27	10/01/03	08/29/04	HOMEOWNERS	0	0	0	0
	09/30/04	08/30/04					
27	10/01/03	08/29/04	BEACH HO WIND	0	0	0	124
	09/30/04	08/30/04					
27	10/01/03	08/29/04	BEACH HO COAST	20,000	0	2,000	0
	09/30/04	08/30/04					
				20,000	0	2,000	124
28	10/01/03	09/03/04	HOMEOWNERS	0	626	0	220
	09/30/04	09/08/04					
28	10/01/03	09/03/04	BEACH HO WIND	22,501	5,671	2,250	766
	09/30/04	09/08/04					
28	10/01/03	09/03/04	BEACH HO COAST	27,500	9,930	2,750	979
	09/30/04	09/08/04					
				50,001	16,227	5,000	1,965
30	10/01/03	09/15/04	HOMEOWNERS	0	38	0	180
	09/30/04	09/18/04					
30	10/01/03	09/15/04	BEACH HO WIND	10,000	8,039	1,000	1,004
	09/30/04	09/18/04					
30	10/01/03	09/15/04	BEACH HO COAST	12,500	7,510	1,250	1,338
	09/30/04	09/18/04					
				22,500	15,587	2,250	2,522

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
AS OF DECEMBER 31, 2004

AGGREGATE LIABILITY BY COUNTIES

COUNTY	BEACH LIABILITY *	BEACH COUNT	HOMEOWNER BEACH LIABILITY *	HOMEOWNER BEACH COUNT	HOMEOWNER COASTAL LIABILITY *	HOMEOWNER COASTAL COUNT	HO WIND BEACH LIABILITY *	HO WIND BEACH COUNT	HO WIND COASTAL LIABILITY *	HO WIND COASTAL COUNT	DWELLING BEACH WIND LIABILITY *	DWELLING BEACH WIND COUNT	DWELLING COASTAL WIND LIABILITY *	DWELLING COASTAL WIND COUNT	TOTAL BEACH LIABILITY *	TOTAL COUNT
BEAUFORT	0	0	0	0	35,617,250	87	0	0	116,714,527	411	0	0	66,752,094	283	219,083,871	781
BRUNSWICK	1,190,852,479	6,882	166,561,125	251	279,942,322	578	1,155,632,384	2,872	1,298,096,419	3,659	279,857,714	393	453,581,103	1,207	4,824,523,546	15,842
CAMDEN	0	0	0	0	9,043,650	23	0	0	66,885,030	244	0	0	17,434,165	90	93,362,845	357
CARTERET	514,746,884	4559	103,581,172	154	181,336,799	363	1,225,395,072	2,881	1,607,446,016	4,768	606,726,747	742	571,209,181	1,437	4,810,441,871	14,904
CHOWAN	0	0	0	0	7,600,200	18	0	0	57,725,216	198	0	0	35,638,253	118	100,963,669	334
CRAVEN	0	0	0	0	194,947,656	452	0	0	304,302,200	1,047	0	0	234,580,056	621	733,829,912	2,120
CURRITUCK	820,361,291	2,592	6,077,000	7	31,495,050	66	820,403,781	1,157	284,361,727	944	136,968,721	297	93,196,092	334	2,192,863,662	5,397
DARE	2,102,422,364	11,141	200,188,609	304	21,040,460	39	2,551,380,964	5,649	249,529,420	536	1,138,587,430	2,265	148,462,970	192	6,411,612,217	20,126
HYDE	62,132,332	392	666,000	1	3,001,260	10	18,036,284	52	9,416,580	35	34,855,212	69	15,363,152	82	143,470,820	641
JONES	0	0	0	0	8,822,686	25	0	0	18,330,630	85	0	0	5,508,010	58	32,661,326	168
NEW HANOVER	559,463,859	2,652	114,513,649	195	484,017,549	989	960,480,274	1,933	4,464,182,143	11,424	500,607,090	460	1,167,579,727	2,025	8,250,844,291	19,678
ONSLOW	136,385,286	967	32,652,100	51	239,308,073	490	226,971,275	594	865,401,830	3,596	59,697,152	64	340,930,899	1,262	1,901,346,615	7,024
PAMILICO	0	0	0	0	11,117,300	25	0	0	127,291,261	360	0	0	47,909,968	135	186,318,529	520
PASQUOTANK	0	0	0	0	36,147,300	94	0	0	127,422,047	541	0	0	87,714,536	303	251,283,883	938
PENDER	191,822,558	1,394	20,425,000	32	68,794,020	151	338,772,011	880	503,119,254	1,707	98,793,709	172	126,926,736	882	1,348,653,288	5,218
PERQUIMANS	0	0	0	0	5,950,800	17	0	0	41,938,804	153	0	0	25,166,587	133	73,056,191	303
TYRRELL	0	0	0	0	2,452,000	7	0	0	8,222,694	33	0	0	13,707,213	63	24,381,907	103
WASHINGTON	0	0	0	0	4,247,400	13	0	0	17,896,440	64	0	0	17,736,831	81	39,880,671	158
	5,578,187,053	30,579	644,664,655	995	1,624,881,775	3,447	7,297,072,045	16,018	10,168,282,238	29,805	2,856,093,775	4,462	3,469,397,573	9,306	31,638,579,114	94,612

* 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, are not factored into this amount.