

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
BALANCE SHEET  
AS OF MARCH 31, 2004

	LEDGER ASSETS	NON-LEDGER ASSETS	ASSETS NOT ADMITTED	ADMITTED ASSETS
<b>ASSETS</b>				
CASH	(923,958)			(923,958) (Note 1)
INVESTMENTS	17,902,528			17,902,528
FIXED ASSETS	92,957		(92,957)	0
DATA PROCESSING EQUIPMENT	108,859			108,859
ACCOUNTS RECEIVABLE - OTHER	74,778			74,778
ASSESSMENT RECEIVABLE	148,584			148,584
PREPAID EXPENSES	72,918		(72,918)	0
<b>TOTAL ASSETS</b>	<b>17,476,666</b>	<b>0</b>	<b>(165,875)</b>	<b>17,310,791</b>
<b>LIABILITIES &amp; EQUITY</b>				
<b>LIABILITIES</b>				
ACCOUNTS PAYABLE - BEACH PLAN				1,655,169
PREMIUM REFUND				15,688
PREMIUM SUSPENSE				389,488
PAYROLL TAXES				(389)
ACCRUAL-PREMIUM TAX				293,411
ACCRUAL-POST RETIREMENT				290,905
ACCRUAL-PENSION				224,421
ACCRUAL-RENT				17,752
CLAIMS PAYABLE				90,651
PREPAID PREMIUMS				562,580
UNCLAIMED CHECKS				362,582
DISTRIBUTION PAYABLE				12,670
<b>TOTAL LIABILITIES</b>				<b>3,914,928</b>
<b>RESERVES FOR:</b>				
UNPAID LOSSES (INCL. IBNR)				1,856,474
UNPAID LAE RESERVES				184,461
UNEARNED PREMIUMS				9,859,316
<b>TOTAL RESERVES</b>				<b>11,900,251</b>
<b>MEMBERS' EQUITY</b>				<b>1,495,612</b>
<b>TOTAL LIABILITIES &amp; MEMBERS' EQUITY</b>				<b>17,310,791</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 (\$749,521) 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  
QUARTER ENDING MARCH 31, 2004

	SECOND QUARTER	YEAR - TO - DATE
<b>UNDERWRITING INCOME</b>		
<b>PREMIUMS EARNED</b>	6,746,065	11,909,289
<b>DEDUCTIONS</b>		
LOSSES INCURRED	2,490,765	1,831,304
LOSS EXPENSE INCURRED	205,204	18,312
OPERATING EXPENSE INCURRED	1,647,704	3,140,085
PREMIUM TAXES	203,114	346,073
<b>TOTAL DEDUCTIONS</b>	4,546,787	5,335,774
<b>NET UNDERWRITING GAIN OR (LOSS)</b>	2,199,278	6,573,516
<b>OTHER INCOME OR (OUTGO)</b>		
INVESTMENT INCOME	35,615	77,983
MISCELLANEOUS INCOME	(291)	(30,741)
<b>NET OTHER INCOME</b>	35,324	47,242
<b>NET INCOME OR (LOSS)</b>	2,234,602	6,620,758
<b>EQUITY ACCOUNT</b>		
MEMBERS' EQUITY (PRIOR PERIOD)	1,099,534	(3,262,223)
<b>NET INCOME OR (LOSS)</b>	2,234,602	6,620,758
CHANGE IN ASSETS NOT ADMITTED	143,032	109,310
ASSESSMENTS OR (DISTRIBUTIONS)	(1,981,556)	(1,981,556)
PRIOR PERIOD ADJUSTMENTS	0	9,323
<b>NET CHANGE IN EQUITY</b>	396,078	4,757,835
<b>MEMBERS' EQUITY (CURRENT PERIOD)</b>	1,495,612	1,495,612

The Aggregate Liability for the Association as of March 31, 2004 is \$4,147,075,585.

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
MEMBERS' ACCOUNT  
QUARTER ENDING MARCH 31, 2004

	SECOND QUARTER						
	2004	2003	2002	2001	2000	1999	TOTAL
<b>INCOME RECEIVED</b>							
PREMIUMS WRITTEN	5,941,879	(101,324)	0	0	0	0	5,840,555
INTEREST RECEIVED	35,615	0	0	0	0	0	35,615
MISCELLANEOUS INCOME	(291)	0	0	0	0	0	(291)
<b>TOTAL INCOME</b>	<b>5,977,203</b>	<b>(101,324)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>5,875,879</b>
<b>EXPENSES PAID</b>							
LOSSES	603,732	2,621,330	36,658	25,000	0	0	3,286,720
LOSS ADJUSTMENT EXPENSES	115,433	205,585	9,346	800	0	0	331,164
COMMISSION	875,012	(15,199)	0	0	0	0	859,813
PREMIUM TAX	203,114	0	0	0	0	0	203,114
ADMINISTRATIVE EXPENSES	787,891	0	0	0	0	0	787,891
<b>TOTAL EXPENSES PAID</b>	<b>2,585,182</b>	<b>2,811,716</b>	<b>46,004</b>	<b>25,800</b>	<b>0</b>	<b>0</b>	<b>5,468,702</b>
<b>NET CASH CHANGE</b>	<b>3,392,021</b>	<b>(2,913,040)</b>	<b>(46,004)</b>	<b>(25,800)</b>	<b>0</b>	<b>0</b>	<b>407,177</b>
<b>RESERVES:</b>							
<b>DEDUCT: (CURRENT PERIOD)</b>							
LOSSES (INCL. IBNR.)	420,879	1,374,800	22,399	3,198	35,198	0	1,856,474
LOSS ADJUSTMENT EXPENSES	44,144	134,375	2,189	313	3,440	0	184,461
UNEARNED PREMIUMS	7,004,629	2,854,687	0	0	0	0	9,859,316
<b>ADD: (PRIOR PERIOD)</b>							
LOSSES (INCL. IBNR)	260,264	2,255,996	100,971	0	35,198	0	2,652,429
LOSS ADJUSTMENT EXPENSES	35,775	259,014	11,591	0	4,041	0	310,421
UNEARNED PREMIUMS	4,467,273	6,297,553	0	0	0	0	10,764,826
<b>NET RESERVE CHANGE</b>	<b>(2,706,340)</b>	<b>4,448,701</b>	<b>87,974</b>	<b>(3,511)</b>	<b>601</b>	<b>0</b>	<b>1,827,425</b>
<b>NET OTHER CHANGES</b>							
PRIOR PERIOD ADJUSTMENT	0	0	0	0	0	0	0
ASSETS NOT ADMITTED	143,032	0	0	0	0	0	143,032
<b>TOTAL NET OTHER CHANGES</b>	<b>143,032</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>143,032</b>
ASSESSMENTS	0	601,446	0	0	0	0	601,446
DISTRIBUTIONS	0	0	0	0	0	(2,583,002)	(2,583,002)
<b>CHANGE IN MEMBERS' EQUITY</b>	<b>828,713</b>	<b>2,137,107</b>	<b>41,970</b>	<b>(29,311)</b>	<b>601</b>	<b>(2,583,002)</b>	<b>396,078</b>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
MEMBERS' ACCOUNT  
QUARTER ENDING MARCH 31, 2004

	YEAR TO DATE						
	2003	2002	2001	2000	1999	1998	TOTAL
<b>INCOME RECEIVED</b>							
PREMIUMS WRITTEN	11,081,846	(103,370)	0	0	0	0	10,978,476
INTEREST RECEIVED	77,983	0	0	0	0	0	77,983
MISCELLANEOUS INCOME	(30,741)	0	0	0	0	0	(30,741)
<b>TOTAL INCOME</b>	<b>11,129,088</b>	<b>(103,370)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>11,025,718</b>
<b>EXPENSES PAID</b>							
LOSSES	660,075	10,877,265	408,676	25,000	997	0	11,972,013
LOSS ADJUSTMENT EXPENSES	206,199	1,122,182	52,157	800	0	0	1,381,338
COMMISSION	1,595,842	(15,506)	0	0	0	0	1,580,337
PREMIUM TAX	346,073	0	0	0	0	0	346,073
ADMINISTRATIVE EXPENSES	1,559,748	0	0	0	0	0	1,559,748
<b>TOTAL EXPENSES PAID</b>	<b>4,367,937</b>	<b>11,983,942</b>	<b>460,833</b>	<b>25,800</b>	<b>997</b>	<b>0</b>	<b>16,839,509</b>
<b>NET CASH CHANGE</b>	<b>6,761,151</b>	<b>(12,087,312)</b>	<b>(460,833)</b>	<b>(25,800)</b>	<b>(997)</b>	<b>0</b>	<b>(5,813,791)</b>
<b>RESERVES:</b>							
<b>DEDUCT: (CURRENT PERIOD)</b>							
LOSSES (INCL. IBNR.)	420,879	1,374,800	22,399	3,198	35,198	0	1,856,474
LOSS ADJUSTMENT EXPENSES	44,144	134,375	2,189	313	3,440	0	184,461
UNEARNED PREMIUMS	7,004,629	2,854,687	0	0	0	0	9,859,316
<b>ADD: (PRIOR PERIOD)</b>							
LOSSES (INCL. IBNR)	0	11,481,457	480,528	0	35,198	0	11,997,183
LOSS ADJUSTMENT EXPENSES	0	1,480,964	61,983	0	4,540	0	1,547,487
UNEARNED PREMIUMS	0	10,790,129	0	0	0	0	10,790,129
<b>NET RESERVE CHANGE</b>	<b>(7,469,652)</b>	<b>19,388,688</b>	<b>517,923</b>	<b>(3,511)</b>	<b>1,100</b>	<b>0</b>	<b>12,434,548</b>
<b>NET OTHER CHANGES</b>							
PRIOR PERIOD ADJUSTMENT	9,323	0	0	0	0	0	9,323
ASSETS NOT ADMITTED	109,310	0	0	0	0	0	109,310
<b>TOTAL NET OTHER CHANGES</b>	<b>118,633</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>118,633</b>
ASSESSMENTS	0	601,446	0	0	0	0	601,446
DISTRIBUTIONS	0	0	0	0	0	(2,583,002)	(2,583,002)
<b>CHANGE IN MEMBERS' EQUITY</b>	<b>(589,868)</b>	<b>7,902,823</b>	<b>57,090</b>	<b>(29,311)</b>	<b>103</b>	<b>(2,583,002)</b>	<b>4,757,835</b>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
MEMBERS' ACCOUNT FOR UNSETTLED YEARS  
AS OF MARCH 31, 2004

	2004	2003	2002	2001	2000	1999	TOTAL
<b>INCOME RECEIVED</b>							
PREMIUMS WRITTEN	11,081,846	20,440,820	17,509,012	15,494,428	14,629,409	13,713,203	92,868,718
INTEREST RECEIVED	77,983	218,827	259,922	795,169	1,250,277	1,051,335	3,653,513
MISCELLANEOUS INCOME	(30,741)	2,946	7,389	258	(1,271)	(1,938)	(23,357)
<b>TOTAL INCOME</b>	<b>11,129,088</b>	<b>20,662,593</b>	<b>17,776,323</b>	<b>16,289,855</b>	<b>15,878,415</b>	<b>14,762,600</b>	<b>96,498,874</b>
<b>EXPENSES PAID</b>							
LOSSES	660,075	14,371,102	9,646,975	7,591,380	9,150,829	17,463,653	58,884,014
LOSS ADJUSTMENT EXPENSES	206,199	1,643,487	685,979	579,443	755,315	2,197,752	6,068,175
COMMISSION	1,595,842	2,968,875	2,592,873	2,269,582	1,471,361	1,345,858	12,244,391
PREMIUM TAX	346,073	583,115	503,873	443,154	424,956	401,793	2,702,964
ADMINISTRATIVE EXPENSES	1,559,748	3,018,670	2,779,410	2,188,612	2,059,471	1,790,972	13,396,883
<b>TOTAL EXPENSES PAID</b>	<b>4,367,937</b>	<b>22,585,249</b>	<b>16,209,110</b>	<b>13,072,171</b>	<b>13,861,932</b>	<b>23,200,028</b>	<b>93,296,427</b>
<b>NET CASH CHANGE</b>	<b>6,761,151</b>	<b>(1,922,656)</b>	<b>1,567,213</b>	<b>3,217,684</b>	<b>2,016,483</b>	<b>(8,437,428)</b>	<b>3,202,447</b>
<b>RESERVES:</b>							
<b>DEDUCT: (CURRENT PERIOD)</b>							
LOSSES (INCL. IBNR.)	420,879	1,374,800	22,399	3,198	35,198	0	1,856,474
LOSS ADJUSTMENT EXPENSES	44,144	134,375	2,189	313	3,440	0	184,461
UNEARNED PREMIUMS	7,004,629	2,854,687	0	0	0	0	9,859,316
<b>RESERVES</b>	<b>7,469,652</b>	<b>4,363,862</b>	<b>24,588</b>	<b>3,511</b>	<b>38,638</b>	<b>0</b>	<b>11,900,251</b>
<b>NET OTHER CHANGES</b>							
ASSETS NOT ADMITTED	109,310	(164,952)	(96,449)	107,469	(66,943)	599,076	487,511
PRIOR PERIOD ADJUSTMENT	9,323	0	0	0	0	0	9,323
MINIMUM PENSION LIABILITY	0	39,635	(109,504)	0	0	0	(69,869)
<b>TOTAL NET OTHER CHANGES</b>	<b>118,633</b>	<b>(125,317)</b>	<b>(205,953)</b>	<b>107,469</b>	<b>(66,943)</b>	<b>599,076</b>	<b>426,965</b>
ASSESSMENTS	0	601,446	462,435	451,213	413,005	20,421,354	22,349,453
DISTRIBUTIONS	0	0	0	0	0	(12,583,002)	(12,583,002)
<b>MEMBERS' EQUITY</b>	<b>(589,868)</b>	<b>(5,810,389)</b>	<b>1,799,107</b>	<b>3,772,855</b>	<b>2,323,907</b>	<b>0</b>	<b>1,495,612</b>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
STATISTICAL REPORT OF PREMIUMS  
QUARTER ENDING MARCH 31, 2004

	SECOND QUARTER 2004	SECOND QUARTER 2003	SECOND QUARTER TOTAL	YEAR TO DATE 2004	YEAR TO DATE 2003	YEAR TO DATE TOTAL
<b>PREMIUMS WRITTEN</b>						
RESIDENTIAL - FIRE	2,935,533	(36,313)	2,899,220	5,488,421	(31,077)	5,457,344
RESIDENTIAL - EC	2,412,997	(36,210)	2,376,787	4,470,910	(52,484)	4,418,426
COMMERCIAL - FIRE	381,732	(16,901)	364,831	712,436	(8,635)	703,801
COMMERCIAL - EC	137,034	(10,431)	126,603	270,653	(7,576)	263,077
CRIME - RESIDENTIAL	73,473	(1,469)	72,004	138,316	(3,598)	134,718
CRIME - COMMERCIAL	1,110	0	1,110	1,110	0	1,110
<b>TOTAL</b>	<b>5,941,879</b>	<b>(101,324)</b>	<b>5,840,555</b>	<b>11,081,846</b>	<b>(103,370)</b>	<b>10,978,476</b>
<b>UNEARNED PREMIUMS (PRIOR PERIOD)</b>						
RESIDENTIAL - FIRE	2,216,994	3,023,827	5,240,821	0	5,200,037	5,200,037
RESIDENTIAL - EC	1,787,047	2,480,346	4,267,393	0	4,240,220	4,240,220
COMMERCIAL - FIRE	289,421	528,603	818,024	0	895,654	895,654
COMMERCIAL - EC	117,958	181,334	299,292	0	307,737	307,737
CRIME - RESIDENTIAL	55,853	82,965	138,818	0	145,230	145,230
CRIME - COMMERCIAL	0	478	478	0	1,251	1,251
<b>TOTAL</b>	<b>4,467,273</b>	<b>6,297,553</b>	<b>10,764,826</b>	<b>0</b>	<b>10,790,129</b>	<b>10,790,129</b>
<b>UNEARNED PREMIUMS (CURRENT PERIOD)</b>						
RESIDENTIAL - FIRE	3,490,470	1,374,068	4,864,538	3,490,470	1,374,068	4,864,538
RESIDENTIAL - EC	2,842,306	1,136,921	3,979,227	2,842,306	1,136,921	3,979,227
COMMERCIAL - FIRE	420,085	231,790	651,875	420,085	231,790	651,875
COMMERCIAL - EC	163,741	74,625	238,366	163,741	74,625	238,366
CRIME - RESIDENTIAL	88,027	37,224	125,251	88,027	37,224	125,251
CRIME - COMMERCIAL	0	59	59	0	59	59
<b>TOTAL</b>	<b>7,004,629</b>	<b>2,854,687</b>	<b>9,859,316</b>	<b>7,004,629</b>	<b>2,854,687</b>	<b>9,859,316</b>
<b>EARNED PREMIUMS</b>						
RESIDENTIAL - FIRE	1,662,057	1,613,446	3,275,503	1,997,951	3,794,892	5,792,843
RESIDENTIAL - EC	1,357,738	1,307,215	2,664,953	1,628,604	3,050,815	4,679,419
COMMERCIAL - FIRE	251,068	279,912	530,980	292,351	655,229	947,580
COMMERCIAL - EC	91,251	96,278	187,529	106,912	225,536	332,448
CRIME - RESIDENTIAL	41,299	44,272	85,571	50,289	104,408	154,697
CRIME - COMMERCIAL	1,110	419	1,529	1,110	1,192	2,302
<b>TOTAL</b>	<b>3,404,523</b>	<b>3,341,542</b>	<b>6,746,065</b>	<b>4,077,217</b>	<b>7,832,072</b>	<b>11,909,289</b>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
STATISTICAL REPORT OF LOSSES  
QUARTER ENDING MARCH 31, 2004

SECOND QUARTER

	2004	2003	2002	2001	2000	TOTAL SECOND QUARTER
<b>PAID LOSSES</b>						
RESIDENTIAL - FIRE	454,198	1,666,507	15,932	25,000	0	2,161,637
RESIDENTIAL - EC	119,073	710,230	19,903	0	0	849,206
COMMERCIAL - FIRE	19,250	130,260	823	0	0	150,333
COMMERCIAL - EC	10,291	93,130	0	0	0	103,421
CRIME - RESIDENTIAL	920	21,203	0	0	0	22,123
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>603,732</b>	<b>2,621,330</b>	<b>36,658</b>	<b>25,000</b>	<b>0</b>	<b>3,286,720</b>
<b>OUTSTANDING LOSSES (CURRENT PERIOD INCL. IBNR)</b>						
RESIDENTIAL - FIRE	299,588	450,066	198	0	8,599	758,451
RESIDENTIAL - EC	99,258	677,748	22,102	3,198	23,099	825,405
COMMERCIAL - FIRE	18,862	151,495	0	0	0	170,357
COMMERCIAL - EC	3,072	92,600	0	0	3,500	99,172
CRIME - RESIDENTIAL	99	2,891	99	0	0	3,089
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>420,879</b>	<b>1,374,800</b>	<b>22,399</b>	<b>3,198</b>	<b>35,198</b>	<b>1,856,474</b>
<b>OUTSTANDING LOSSES (PRIOR PERIOD INCL. IBNR)</b>						
RESIDENTIAL - FIRE	198,322	648,282	34,565	0	10,099	891,268
RESIDENTIAL - EC	49,545	1,502,122	66,208	0	21,599	1,639,474
COMMERCIAL - FIRE	0	11,297	0	0	0	11,297
COMMERCIAL - EC	9,858	90,305	99	0	3,500	103,762
CRIME - RESIDENTIAL	2,539	3,990	99	0	0	6,628
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>260,264</b>	<b>2,255,996</b>	<b>100,971</b>	<b>0</b>	<b>35,198</b>	<b>2,652,429</b>
<b>INCURRED LOSSES</b>						
RESIDENTIAL - FIRE	555,464	1,468,291	(18,435)	25,000	(1,500)	2,028,820
RESIDENTIAL - EC	168,786	(114,144)	(24,203)	3,198	1,500	35,137
COMMERCIAL - FIRE	38,112	270,458	823	0	0	309,393
COMMERCIAL - EC	3,505	95,425	(99)	0	0	98,831
CRIME - RESIDENTIAL	(1,520)	20,104	0	0	0	18,584
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>764,347</b>	<b>1,740,134</b>	<b>(41,914)</b>	<b>28,198</b>	<b>0</b>	<b>2,490,765</b>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
STATISTICAL REPORT OF LOSSES  
QUARTER ENDING MARCH 31, 2004

	YEAR TO DATE					TOTAL YEAR TO DATE
	2004	2003	2002	2001	2000	
<b>PAID LOSSES</b>						
RESIDENTIAL - FIRE	509,663	2,758,251	180,327	25,000	0	3,473,241
RESIDENTIAL - EC	119,951	7,196,184	213,811	0	2,752	7,532,698
COMMERCIAL - FIRE	19,250	165,384	823	0	0	185,457
COMMERCIAL - EC	10,291	728,095	13,715	0	(1,755)	750,346
CRIME - RESIDENTIAL	920	29,351	0	0	0	30,271
CRIME - COMMERCIAL	0	0	0	0	0	0
TOTAL	660,075	10,877,265	408,676	25,000	997	11,972,013
<b>OUTSTANDING LOSSES (CURRENT PERIOD INCL. IBNR)</b>						
RESIDENTIAL - FIRE	299,588	450,066	198	0	8,599	758,451
RESIDENTIAL - EC	99,258	677,748	22,102	3,198	23,099	825,405
COMMERCIAL - FIRE	18,862	151,495	0	0	0	170,357
COMMERCIAL - EC	3,072	92,600	0	0	3,500	99,172
CRIME - RESIDENTIAL	99	2,891	99	0	0	3,089
CRIME - COMMERCIAL	0	0	0	0	0	0
TOTAL	420,879	1,374,800	22,399	3,198	35,198	1,856,474
<b>OUTSTANDING LOSSES (PRIOR PERIOD INCL. IBNR)</b>						
RESIDENTIAL - FIRE	0	561,196	139,700	0	10,099	710,995
RESIDENTIAL - EC	0	10,503,032	329,828	0	21,599	10,854,459
COMMERCIAL - FIRE	0	38,520	1,000	0	0	39,520
COMMERCIAL - EC	0	369,245	10,000	0	3,500	382,745
CRIME - RESIDENTIAL	0	9,464	0	0	0	9,464
CRIME - COMMERCIAL	0	0	0	0	0	0
TOTAL	0	11,481,457	480,528	0	35,198	11,997,183
<b>INCURRED LOSSES</b>						
RESIDENTIAL - FIRE	809,251	2,647,121	40,825	25,000	(1,500)	3,520,697
RESIDENTIAL - EC	219,209	(2,629,100)	(93,915)	3,198	4,252	(2,496,356)
COMMERCIAL - FIRE	38,112	278,359	(177)	0	0	316,294
COMMERCIAL - EC	13,363	451,450	3,715	0	(1,755)	466,773
CRIME - RESIDENTIAL	1,019	22,778	99	0	0	23,896
CRIME - COMMERCIAL	0	0	0	0	0	0
TOTAL	1,080,954	770,608	(49,453)	28,198	997	1,831,304



NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
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QUARTER ENDING MARCH 31, 2004

IBNR TOTALS

	2004	2003	2002	2001	2000	TOTAL
<b>IBNR (CURRENT PERIOD)</b>						
RESIDENTIAL - FIRE	90,278	0	0	0	0	90,278
RESIDENTIAL - EC	30,093	0	0	0	0	30,093
COMMERCIAL - FIRE	18,268	0	0	0	0	18,268
COMMERCIAL - EC	2,973	0	0	0	0	2,973
CRIME - RESIDENTIAL	0	0	0	0	0	0
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>141,612</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>141,612</b>
<b>IBNR (PRIOR PERIOD)</b>						
RESIDENTIAL - FIRE	185,427	27,346	0	0	0	212,773
RESIDENTIAL - EC	46,357	417,479	0	0	0	463,836
COMMERCIAL - FIRE	0	1,520	0	0	0	1,520
COMMERCIAL - EC	9,759	14,721	0	0	0	24,480
CRIME - RESIDENTIAL	2,440	364	0	0	0	2,804
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>243,983</b>	<b>461,430</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>705,413</b>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
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STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES  
QUARTER ENDING MARCH 31, 2004

SECOND QUARTER

	2004	2003	2002	2001	2000	TOTAL SECOND QUARTER
<b>LOSS EXPENSES PAID</b>						
RESIDENTIAL - FIRE	82,624	82,065	4,032	800	0	169,521
RESIDENTIAL - EC	28,379	108,038	4,908	0	0	141,325
COMMERCIAL - FIRE	0	5,452	211	0	0	5,663
COMMERCIAL - EC	3,843	8,778	195	0	0	12,816
CRIME - RESIDENTIAL	587	1,252	0	0	0	1,839
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>115,433</b>	<b>205,585</b>	<b>9,346</b>	<b>800</b>	<b>0</b>	<b>331,164</b>
<b>UNPAID LOSS EXPENSE (CURRENT PERIOD INCL. IBNR)</b>						
RESIDENTIAL - FIRE	31,198	43,990	19	0	840	76,047
RESIDENTIAL - EC	10,340	66,244	2,160	313	2,258	81,315
COMMERCIAL - FIRE	2,231	14,807	0	0	0	17,038
COMMERCIAL - EC	364	9,051	0	0	342	9,757
CRIME - RESIDENTIAL	11	283	10	0	0	304
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>44,144</b>	<b>134,375</b>	<b>2,189</b>	<b>313</b>	<b>3,440</b>	<b>184,461</b>
<b>UNPAID LOSS EXPENSE (PRIOR PERIOD INCL. IBNR)</b>						
RESIDENTIAL - FIRE	27,250	74,430	3,968	0	1,159	106,807
RESIDENTIAL - EC	6,808	172,461	7,601	0	2,480	189,350
COMMERCIAL - FIRE	0	1,297	0	0	0	1,297
COMMERCIAL - EC	1,367	10,368	11	0	402	12,148
CRIME - RESIDENTIAL	350	458	11	0	0	819
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>35,775</b>	<b>259,014</b>	<b>11,591</b>	<b>0</b>	<b>4,041</b>	<b>310,421</b>
<b>INCURRED LOSS EXPENSES</b>						
RESIDENTIAL - FIRE	86,572	51,625	83	800	(319)	138,761
RESIDENTIAL - EC	31,911	1,821	(533)	313	(222)	33,290
COMMERCIAL - FIRE	2,231	18,962	211	0	0	21,404
COMMERCIAL - EC	2,840	7,461	184	0	(60)	10,425
CRIME - RESIDENTIAL	248	1,077	(1)	0	0	1,324
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>123,802</b>	<b>80,946</b>	<b>(56)</b>	<b>1,113</b>	<b>(601)</b>	<b>205,204</b>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
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QUARTER ENDING MARCH 31, 2004

## YEAR-TO-DATE

	2004	2003	2002	2001	2000	YEAR TO DATE TOTAL
<b>LOSS EXPENSES PAID</b>						
RESIDENTIAL - FIRE	151,692	135,165	10,224	800	0	297,881
RESIDENTIAL - EC	45,714	932,139	38,892	0	0	1,016,745
COMMERCIAL - FIRE	0	7,301	211	0	0	7,512
COMMERCIAL - EC	7,334	46,325	2,830	0	0	56,489
CRIME - RESIDENTIAL	1,459	1,252	0	0	0	2,711
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>206,199</b>	<b>1,122,182</b>	<b>52,157</b>	<b>800</b>	<b>0</b>	<b>1,381,338</b>
<b>UNPAID LOSS EXPENSE (CURRENT PERIOD INCL. IBNR)</b>						
RESIDENTIAL - FIRE	31,198	43,990	19	0	840	76,047
RESIDENTIAL - EC	10,340	66,244	2,160	313	2,258	81,315
COMMERCIAL - FIRE	2,231	14,807	0	0	0	17,038
COMMERCIAL - EC	364	9,051	0	0	342	9,757
CRIME - RESIDENTIAL	11	283	10	0	0	304
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>44,144</b>	<b>134,375</b>	<b>2,189</b>	<b>313</b>	<b>3,440</b>	<b>184,461</b>
<b>UNPAID LOSS EXPENSE (PRIOR PERIOD INCL. IBNR)</b>						
RESIDENTIAL - FIRE	0	72,386	18,020	0	1,303	91,709
RESIDENTIAL - EC	0	1,354,760	42,544	0	2,786	1,400,090
COMMERCIAL - FIRE	0	4,969	129	0	0	5,098
COMMERCIAL - EC	0	47,628	1,290	0	451	49,369
CRIME - RESIDENTIAL	0	1,221	0	0	0	1,221
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>0</b>	<b>1,480,964</b>	<b>61,983</b>	<b>0</b>	<b>4,540</b>	<b>1,547,487</b>
<b>INCURRED LOSS EXPENSES</b>						
RESIDENTIAL - FIRE	182,890	106,769	(7,777)	800	(463)	282,219
RESIDENTIAL - EC	56,054	(356,377)	(1,492)	313	(528)	(302,030)
COMMERCIAL - FIRE	2,231	17,139	82	0	0	19,452
COMMERCIAL - EC	7,698	7,748	1,540	0	(109)	16,877
CRIME - RESIDENTIAL	1,470	314	10	0	0	1,794
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>250,343</b>	<b>(224,407)</b>	<b>(7,637)</b>	<b>1,113</b>	<b>(1,100)</b>	<b>18,312</b>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
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REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES  
AS OF MARCH 31, 2004

CAT NUM	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
82	10/01/94 09/30/95	07/12/96	HABITATIONAL	0	494,853	0	62,452
82	10/01/94 09/30/95	07/12/96	COMMERCIAL	0	50,197	0	5,805
			TOTAL	0	545,050	0	68,257
82	10/01/95 09/30/96	07/12/96	HABITATIONAL	1,000	1,511,336	100	211,709
82	10/01/95 09/30/96	07/12/96	COMMERCIAL	0	260,719	0	21,083
			TOTAL	1,000	1,772,055	100	232,792
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	3,000	13,968,567	300	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	3,000	16,908,981	300	1,963,720
43	10/01/96 09/30/97	03/05/98 03/09/98	HABITATIONAL	1,000	26,027	100	1,689
			TOTAL	1,000	26,027	100	1,689
49	10/01/96 09/30/97	05/07/98 05/08/98	HABITATIONAL	2,000	12,367	200	1,330
49	10/01/96 09/30/97	05/07/98 05/08/98	COMMERCIAL	0	5,371	0	314
			TOTAL	2,000	17,738	200	1,644

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES  
AS OF MARCH 31, 2004

CAT NUM	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
49	10/01/97 09/30/98	05/07/98 05/08/98	HABITATIONAL	0	33,296	0	1,156
49	10/01/97 09/30/98	05/07/98 05/08/98	COMMERCIAL	0	1,204	0	500
		TOTAL		0	34,500	0	1,656
52	10/01/96 09/30/97	05/22/98 05/26/98	HABITATIONAL	0	12,551	0	186
52	10/01/96 09/30/97	05/22/98 05/26/98	COMMERCIAL	0	19,956	0	408
		TOTAL		0	32,507	0	594
52	10/01/97 09/30/98	05/22/98 05/26/98	HABITATIONAL	3,000	23,810	300	1,206
52	10/01/97 09/30/98	05/22/98 05/26/98	COMMERCIAL	0	278	0	0
		TOTAL		3,000	24,088	300	1,206
96	10/01/97 09/30/98	08/29/99 09/07/99	HABITATIONAL	0	47,472	0	4,884
96	10/01/97 09/30/98	08/29/99 09/07/99	COMMERCIAL	0	3,874	0	390
		TOTAL		0	51,346	0	5,274
96	10/01/98 09/30/99	08/29/99 09/07/99	HABITATIONAL	5,000	662,121	500	75,860
96	10/01/98 09/30/99	08/29/99 09/07/99	COMMERCIAL	0	127,787	0	6,718
		TOTAL		5,000	789,908	500	82,578
97	10/01/97 09/30/98	09/14/99 09/16/99	HABITATIONAL	0	340,132	0	53,186
97	10/01/97 09/30/98	09/14/99 09/16/99	COMMERCIAL	0	27,029	0	2,625
		TOTAL		0	367,161	0	55,811

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES  
AS OF MARCH 31, 2004

CAT NUM	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
97	10/01/98 09/30/99	09/14/99 09/16/99	HABITATIONAL	0	9,291,194	0	1,352,216
97	10/01/98 09/30/99	09/14/99 09/16/99	COMMERCIAL	0	924,773	0	86,687
		TOTAL		0	10,215,967	0	1,438,903
77	10/01/01 09/30/02	12/04/02 12/05/02	HABITATIONAL	0	405,146	0	8,647
77	10/01/01 09/30/02	12/04/02 12/05/02	COMMERCIAL	0	17,576	0	14,355
		TOTAL		0	422,722	0	23,002
77	10/01/02 09/30/03	12/04/02 12/05/02	HABITATIONAL	0	79,187	0	4,032
77	10/01/02 09/30/03	12/04/02 12/05/02	COMMERCIAL	0	4,979	0	0
		TOTAL		0	84,166	0	4,032
81	10/01/01 09/30/02	01/13/03 01/26/03	HABITATIONAL	0	11,931	0	1,609
81	10/01/01 09/30/02	01/13/03 01/26/03	COMMERCIAL	0	0	0	0
		TOTAL		0	11,931	0	1,609
81	10/01/02 09/30/03	01/13/03 01/26/03	HABITATIONAL	0	98,995	0	3,656
81	10/01/02 09/30/03	01/13/03 01/26/03	COMMERCIAL	0	0	0	0
		TOTAL		0	98,995	0	3,656
82	10/01/01 09/30/02	02/14/03 02/18/03	HABITATIONAL	0	1,493	0	185
82	10/01/01 09/30/02	02/14/03 02/18/03	COMMERCIAL	0	33,243	0	1,798
		TOTAL		0	34,736	0	1,983

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES  
AS OF MARCH 31, 2004

CAT NUM	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
82	10/01/02 09/30/03	02/14/03 02/18/03	HABITATIONAL	0		0	242
82	10/01/02 09/30/03	02/14/03 02/18/03	COMMERCIAL	0	4,868	0	0
		TOTAL		0	4,868	0	242
83	10/01/01 09/30/02	02/21/03 02/23/03	HABITATIONAL	0	25,083	0	173
83	10/01/01 09/30/02	02/21/03 02/23/03	COMMERCIAL	0	0	0	1,054
		TOTAL		0	25,083	0	1,227
83	10/01/02 09/30/03	02/21/03 02/23/03	HABITATIONAL	0	16,032	0	1,173
83	10/01/02 09/30/03	02/21/03 02/23/03	COMMERCIAL	0	0	0	0
		TOTAL		0	16,032	0	1,173
88	10/01/01 09/30/02	05/02/03 05/11/03	HABITATIONAL	2,599	334,074	260	37,301
88	10/01/01 09/30/02	05/02/03 05/11/03	COMMERCIAL	0	3,348	0	704
		TOTAL		2,599	337,422	260	38,005
88	10/01/02 09/30/03	05/02/03 05/11/03	HABITATIONAL	3,099	463,045	310	48,375
88	10/01/02 09/30/03	05/02/03 05/11/03	COMMERCIAL	0	22,838	0	2,804
		TOTAL		3,099	485,883	310	51,179
95	10/01/01 09/30/02	09/18/03	HABITATIONAL	10,100	216,171	1,010	26,269
95	10/01/01 09/30/02	09/18/03	COMMERCIAL	0	12,913	0	1,045
		TOTAL		10,100	229,084	1,010	27,314

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES  
AS OF MARCH 31, 2004

CAT NUM	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
95	10/01/02 09/30/03	09/18/03	HABITATIONAL	261,516	6,877,828	26,152	877,425
95	10/01/02 09/30/03	09/18/03	COMMERCIAL	82,501	695,210	8,250	44,362
			TOTAL	344,017	7,573,038	34,402	921,787
16	10/01/02 09/30/03	03/03/04 03/08/04	HABITATIONAL	109,886	42,791	10,989	8,785
16	10/01/02 09/30/03	03/03/04 03/08/04	COMMERCIAL	297	0	30	189
			TOTAL	110,183	42,791	11,018	8,974
16	10/01/03 09/30/04	03/03/04 03/08/04	HABITATIONAL	63,431	28,852	6,343	5,645
16	10/01/03 09/30/04	03/03/04 03/08/04	COMMERCIAL	396	0	40	0
			TOTAL	63,827	28,852	6,383	5,645



NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
AS OF MARCH 31, 2004

AGGREGATE LIABILITY BY COUNTIES

COUNTY	FAIR LIABILITY *	FAIR COUNT
ALAMANCE	26,398,232	403
ALEXANDER	6,367,174	109
ALLEGHANY	3,856,948	43
ANSON	11,521,374	300
ASHE	7,164,852	158
AVERY	3,343,900	61
BEAUFORT	49,583,929	1,011
BERTIE	17,543,188	399
BLADEN	55,688,206	1,207
BRUNSWICK	384,787,893	6,944
BUMCOMBE	25,494,784	558
BURKE	7,654,001	181
CABARRUS	21,521,012	393
CALDWELL	17,108,039	382
CAMDEN	14,530,719	252
CARTERET	156,686,919	3,099
CASWELL	9,494,300	213
CATAWBA	22,789,156	435
CHATHAM	12,978,125	263
CHEROKEE	2,728,488	50
CHOWAN	14,842,160	258
CLAY	1,184,100	29
CLEVELAND	19,458,634	362
COLUMBUS	143,179,343	3,221
CRAVEN	68,756,704	1,216
CUMBERLAND	177,371,086	2,750
CURRITUCK	59,319,176	886
DARE	56,197,196	645
DAVIDSON	48,864,472	806
DAVIE	3,905,146	64
DUPLIN	47,724,405	1,084
DURHAM	76,861,774	1,003
EDGECOMBE	30,313,350	625
FORSYTH	68,872,936	912
FRANKLIN	20,703,136	399
GASTON	57,371,729	1,034
GATES	6,918,431	162
GRAHAM	1,013,420	19
GRANVILLE	5,218,995	107
GREENE	9,148,151	186
GUILFORD	103,195,245	1,531
HALIFAX	35,686,330	814
HARNETT	54,099,778	1,034
HAYWOOD	8,346,593	163
HENDERSON	12,210,130	175
HERTFORD	12,084,431	280

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
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AGGREGATE LIABILITY BY COUNTIES

COUNTY	FAIR LIABILITY *	FAIR COUNT
HOKE	32,449,693	711
HYDE	7,004,203	161
IREDELL	22,550,004	398
JACKSON	8,188,650	126
JOHNSTON	64,465,518	1,168
JONES	9,743,152	215
LEE	18,097,750	292
LENOIR	52,327,196	1,085
LINCOLN	12,541,475	236
MCDOWELL	8,621,400	219
MACON	4,805,730	83
MADISON	4,313,050	93
MARTIN	17,391,405	423
MECKLENBURG	109,503,943	1,291
MITCHELL	2,052,850	52
MONTGOMERY	10,826,665	244
MOORE	17,965,780	350
NASH	30,908,435	566
NEW HANOVER	366,504,999	4,510
NORTHAMPTON	12,264,960	298
ONSLOW	186,779,714	3,539
ORANGE	15,682,171	189
PAMLICO	15,088,159	368
PASQUOTANK	40,242,969	739
PENDER	85,228,694	1,637
PERQUIMANS	11,410,590	242
PERSON	11,074,108	212
PITT	63,372,289	1,080
POLK	2,309,074	56
RANDOLPH	19,974,151	379
RICHMOND	46,125,286	1,184
ROBESON	231,244,201	5,960
ROCKINGHAM	30,194,412	759
ROWAN	25,950,306	442
RUTHERFORD	15,339,235	297
SAMPSON	54,800,228	1,134
SCOTLAND	28,569,115	635
STANLEY	9,917,252	187
STOKES	5,830,424	92
SURRY	21,863,113	470
SWAIN	1,008,300	20
TRANSYLVANIA	2,713,060	27
TYRRELL	6,921,246	154
UNION	20,444,134	318
VANCE	24,734,356	519
WAKE	156,297,965	1,538

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
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AGGREGATE LIABILITY BY COUNTIES

COUNTY	FAIR LIABILITY *	FAIR COUNT
WARREN	12,332,252	264
WASHINGTON	9,029,070	152
WATAUGA	7,172,060	83
WAYNE	96,935,556	1,801
WILKES	18,106,792	338
WILSON	46,237,572	868
YADKIN	6,505,093	130
YANCY	5,027,690	105
	4,147,075,585	74,665

\* 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 .