

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
MEMBERS' ACCOUNT FOR UNSETTLED YEARS
INCEPTION TO PERIOD ENDING DECEMBER 31, 2004

	2005				2004			
	BEACH RESIDENTIAL	BEACH COMMERCIAL	COASTAL RESIDENTIAL	COASTAL COMMERCIAL	BEACH RESIDENTIAL	BEACH COMMERCIAL	COASTAL RESIDENTIAL	COASTAL COMMERCIAL
INCOME RECEIVED								
PREMIUMS WRITTEN	13,928,633	2,256,795	6,942,457	1,417,100	62,385,093	12,853,487	18,584,141	6,377,304
INTEREST RECEIVED	446,618	72,364	222,608	45,439	1,136,073	229,024	334,440	112,719
MISCELLANEOUS INCOME	(5,115)	(829)	(2,549)	(520)	2,158	434	634	214
TOTAL INCOME	14,370,136	2,328,330	7,162,516	1,462,019	63,523,324	13,082,945	18,919,215	6,490,237
EXPENSES PAID								
LOSSES	0	0	665	0	7,384,424	1,409,397	2,109,726	748,838
LOSS ADJUSTMENT EXPENSES	38,133	11,283	9,561	10,225	730,005	106,494	213,954	51,840
COMMISSION	1,740,686	307,686	909,473	205,961	7,844,982	1,577,169	2,619,232	824,428
PREMIUM TAX	287,825	46,635	143,461	29,283	1,312,394	264,569	386,346	130,213
ADMINISTRATIVE EXPENSES	237,916	38,548	118,584	24,206	1,241,643	252,209	329,811	116,404
TOTAL EXPENSES PAID	2,304,560	404,152	1,181,744	269,675	18,513,448	3,609,838	5,659,069	1,871,723
NET CASH CHANGE	12,065,576	1,924,178	5,980,772	1,192,344	45,009,876	9,473,107	13,260,146	4,618,514
RESERVES:								
DEDUCT: (CURRENT PERIOD)								
LOSSES (INCL. IBNR.)	1,018,538	333,888	351,320	197,931	2,189,919	544,590	848,428	464,544
LOSS ADJUSTMENT EXPENSES	81,834	26,674	27,299	15,848	162,343	40,371	62,896	34,437
UNEARNED PREMIUMS	12,090,810	1,903,576	5,998,635	1,188,308	20,059,692	3,914,901	6,570,752	2,069,357
NET RESERVE CHANGE	13,191,182	2,264,138	6,377,254	1,402,087	22,411,954	4,499,862	7,482,076	2,568,338
NET OTHER CHANGES								
ASSETS NOT ADMITTED	2,402	389	1,197	244	241,635	48,712	71,133	23,975
MINIMUM PENSION LIABILITY	0	0	0	0	(11,896)	(2,416)	(3,160)	(1,115)
PRIOR PERIOD ADJUSTMENT	23,160	3,752	11,544	2,356	29,810	6,055	7,919	2,795
TOTAL NET OTHER CHANGES	25,562	4,141	12,741	2,600	259,549	52,351	75,892	25,655
ASSESSMENTS	159,060	0	0	0	0	0	0	0
DISTRIBUTIONS	0	0	0	0	0	0	0	0
INSOLVENT MEMBERS	0	0	0	0	0	0	0	0
MEMBERS' EQUITY	(940,984)	(335,819)	(383,741)	(207,143)	22,857,471	5,025,596	5,853,962	2,075,831

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	2003				2002			
	BEACH RESIDENTIAL	BEACH COMMERCIAL	COASTAL RESIDENTIAL	COASTAL COMMERCIAL	BEACH RESIDENTIAL	BEACH COMMERCIAL	COASTAL RESIDENTIAL	COASTAL COMMERCIAL
INCOME RECEIVED								
PREMIUMS WRITTEN	43,871,928	13,874,727	10,476,995	6,426,818	37,077,994	12,819,548	5,366,055	5,546,852
INTEREST RECEIVED	1,086,606	342,721	248,892	155,314	1,196,773	412,074	168,931	175,180
MISCELLANEOUS INCOME	(12,031)	(3,795)	(2,756)	(1,720)	8,305	2,860	1,172	1,216
TOTAL INCOME	44,946,503	14,213,653	10,723,131	6,580,412	38,283,072	13,234,482	5,536,158	5,723,248
EXPENSES PAID								
LOSSES	27,732,947	25,879,939	3,811,984	4,841,924	6,258,031	2,228,427	240,991	103,565
LOSS ADJUSTMENT EXPENSES	2,372,149	824,117	393,165	252,641	415,488	150,930	23,743	3,599
COMMISSION	5,704,804	1,801,946	1,307,146	807,189	4,669,754	1,725,938	690,768	700,379
PREMIUM TAX	969,857	305,897	222,150	138,626	817,282	281,408	115,364	119,631
ADMINISTRATIVE EXPENSES	1,102,136	354,925	261,524	149,442	993,627	342,126	140,154	145,622
TOTAL EXPENSES PAID	37,881,893	29,166,824	5,995,969	6,189,822	13,154,182	4,728,829	1,211,020	1,072,796
NET CASH CHANGE	7,064,610	(14,953,171)	4,727,162	390,590	25,128,890	8,505,653	4,325,138	4,650,452
RESERVES:								
DEDUCT: (CURRENT PERIOD)								
LOSSES (INCL. IBNR.)	357,544	325,439	168,914	92,120	15,535	0	0	0
LOSS ADJUSTMENT EXPENSES	26,505	24,125	12,522	6,829	1,152	0	0	0
UNEARNED PREMIUMS	0	0	0	0	0	0	0	0
NET RESERVE CHANGE	384,049	349,564	181,436	98,949	16,687	0	0	0
NET OTHER CHANGES								
ASSETS NOT ADMITTED	(150,489)	(48,462)	(35,709)	(20,405)	(72,073)	(24,816)	(10,173)	(10,550)
MINIMUM PENSION LIABILITY	15,590	5,021	3,699	2,114	(44,532)	(15,331)	(5,840)	(7,300)
PRIOR PERIOD ADJUSTMENT	0	0	0	0	0	0	0	0
TOTAL NET OTHER CHANGES	(134,899)	(43,441)	(32,010)	(18,291)	(116,605)	(40,147)	(16,013)	(17,850)
ASSESSMENTS	961,092	303,133	220,142	137,374	778,200	267,919	109,807	113,914
DISTRIBUTIONS	0	0	0	0	0	0	0	0
INSOLVENT MEMBERS	0	0	0	0	(11,322)	(925)	(1,330)	(248)
MEMBERS' EQUITY	7,506,754	(15,043,043)	4,733,858	410,724	25,762,476	8,732,500	4,417,602	4,746,268

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	2001				2000				TOTAL
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INCOME RECEIVED									
PREMIUMS WRITTEN	34,706,831	10,613,765	3,966,521	4,058,334	32,475,301	10,055,887	3,085,970	2,973,903	362,142,439
INTEREST RECEIVED	2,071,772	627,809	215,338	224,128	1,984,615	538,681	170,110	141,758	12,359,987
MISCELLANEOUS INCOME	5,339	1,618	555	577	(11,552)	(3,136)	(990)	(825)	(20,736)
TOTAL INCOME	36,783,942	11,243,192	4,182,414	4,283,039	34,448,364	10,591,432	3,255,090	3,114,836	374,481,690
EXPENSES PAID									
LOSSES	2,706,230	114,715	89,190	109,076	2,866,028	436,232	28,245	18,170	89,118,744
LOSS ADJUSTMENT EXPENSES	191,545	118,080	8,464	6,317	365,580	43,003	13,310	7,923	6,361,549
COMMISSION	4,541,074	1,371,869	471,995	489,279	3,265,246	993,100	311,623	315,425	45,197,152
PREMIUM TAX	769,372	233,143	79,968	83,232	748,493	203,162	64,157	53,464	7,805,932
ADMINISTRATIVE EXPENSES	802,354	243,137	83,396	86,800	830,222	225,346	71,162	59,301	8,250,595
TOTAL EXPENSES PAID	9,010,575	2,080,944	733,013	774,704	8,075,569	1,900,843	488,497	454,283	156,733,972
NET CASH CHANGE	27,773,367	9,162,248	3,449,401	3,508,335	26,372,795	8,690,589	2,766,593	2,660,553	217,747,718
RESERVES:									
DEDUCT: (CURRENT PERIOD)									
LOSSES (INCL. IBNR.)	0	0	0	0	5,001	0	0	0	6,913,711
LOSS ADJUSTMENT EXPENSES	0	0	0	0	371	0	0	0	523,206
UNEARNED PREMIUMS	0	0	0	0	0	0	0	0	53,796,031
NET RESERVE CHANGE	0	0	0	0	5,372	0	0	0	61,232,948
NET OTHER CHANGES									
ASSETS NOT ADMITTED	(13,460)	(4,078)	(1,398)	(1,456)	16,881	4,582	1,447	1,205	20,733
MINIMUM PENSION LIABILITY	0	0	0	0	0	0	0	0	(65,166)
PRIOR PERIOD ADJUSTMENT	0	0	0	0	0	0	0	0	87,391
TOTAL NET OTHER CHANGES	(13,460)	(4,078)	(1,398)	(1,456)	16,881	4,582	1,447	1,205	42,958
ASSESSMENTS	795,554	227,840	86,852	86,580	727,190	242,396	82,129	88,974	5,388,156
DISTRIBUTIONS	0	0	0	0	0	0	0	0	0
INSOLVENT MEMBERS	(17,033)	0	(4,038)	0	(134,838)	(58,437)	(40)	(22,845)	(251,056)
MEMBERS' EQUITY	28,538,428	9,386,010	3,530,817	3,593,459	26,976,656	8,879,130	2,850,129	2,727,887	161,694,826