

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
 BEACH PLAN
 MEMBERS' ACCOUNT FOR UNSETTLED YEARS
 AS OF MARCH 31, 2006

	2006				2005			
	BEACH RESIDENTIAL	BEACH COMMERCIAL	COASTAL RESIDENTIAL	COASTAL COMMERCIAL	BEACH RESIDENTIAL	BEACH COMMERCIAL	COASTAL RESIDENTIAL	COASTAL COMMERCIAL
INCOME RECEIVED								
PREMIUMS WRITTEN	34,455,434	7,224,381	22,931,008	4,582,153	71,482,749	14,504,870	36,644,994	8,649,245
INTEREST RECEIVED	2,742,708	575,072	1,825,345	364,747	3,459,812	697,805	1,761,489	409,716
MISCELLANEOUS INCOME	(7,828)	(1,641)	(5,210)	(1,041)	2,267	457	1,154	269
TOTAL INCOME	37,190,314	7,797,812	24,751,143	4,945,859	74,944,828	15,203,132	38,407,637	9,059,230
EXPENSES PAID								
LOSSES	125,155	0	24,599	0	17,349,076	17,292,328	9,425,810	5,230,297
LOSS ADJUSTMENT EXPENSES	65,107	43,264	32,282	16,224	1,329,041	499,922	949,346	217,046
COMMISSION	4,442,730	921,340	2,966,960	598,520	9,087,408	1,895,623	4,774,544	1,131,762
PREMIUM TAX	1,042,049	218,490	693,511	138,580	1,483,193	299,143	755,136	175,643
ADMINISTRATIVE EXPENSES	520,318	109,096	346,283	69,195	1,068,771	215,559	544,142	126,565
TOTAL EXPENSES PAID	6,195,359	1,292,190	4,063,635	822,519	30,317,489	20,202,575	16,448,978	6,881,313
NET CASH CHANGE	30,994,955	6,505,622	20,687,508	4,123,340	44,627,339	(4,999,443)	21,958,659	2,177,917
RESERVES:								
DEDUCT: (CURRENT PERIOD)								
LOSSES (INCL. IBNR.)	1,064,748	1,535,320	562,180	164,960	2,049,612	3,430,797	1,162,437	382,341
LOSS ADJUSTMENT EXPENSES	75,139	108,348	39,673	11,641	144,641	242,111	82,033	26,982
UNEARNED PREMIUMS	25,958,236	5,543,384	17,116,374	3,487,477	10,515,677	1,968,644	5,850,199	1,228,945
NET RESERVE CHANGE	27,098,123	7,187,052	17,718,227	3,664,078	12,709,930	5,641,552	7,094,669	1,638,268
NET OTHER CHANGES								
ASSETS NOT ADMITTED	11,708	2,455	7,792	1,557	6,209	1,252	3,161	736
MINIMUM PENSION LIABILITY	0	0	0	0	0	0	0	0
PRIOR PERIOD ADJUSTMENT	0	0	0	0	(125,302)	(25,272)	(63,795)	(14,839)
TOTAL NET OTHER CHANGES	11,708	2,455	7,792	1,557	(119,093)	(24,020)	(60,634)	(14,103)
ASSESSMENTS	0	0	0	0	159,060	0	0	0
DISTRIBUTIONS	0	0	0	0	(159,060)	0	0	0
INSOLVENT MEMBERS	0	0	0	0	0	0	0	0
MEMBERS' EQUITY	3,908,540	(678,975)	2,977,073	460,819	31,798,316	(10,665,015)	14,803,356	525,546

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	2004				2003			
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INCOME RECEIVED								
PREMIUMS WRITTEN	61,517,124	12,728,880	18,370,202	6,322,807	43,871,928	13,874,727	10,476,995	6,426,818
INTEREST RECEIVED	1,136,073	229,024	334,440	112,719	1,086,606	342,721	248,892	155,314
MISCELLANEOUS INCOME	2,158	434	634	214	(12,031)	(3,795)	(2,756)	(1,720)
TOTAL INCOME	62,655,355	12,958,338	18,705,276	6,435,740	44,946,503	14,213,653	10,723,131	6,580,412
EXPENSES PAID								
LOSSES	11,191,013	2,387,134	3,545,074	1,197,377	28,213,533	27,083,737	3,848,487	5,026,522
LOSS ADJUSTMENT EXPENSES	972,000	151,885	317,266	75,446	2,412,006	866,876	404,453	269,756
COMMISSION	7,680,722	1,584,913	2,601,362	834,881	5,704,804	1,801,946	1,307,146	807,189
PREMIUM TAX	1,312,394	264,569	386,346	130,213	969,857	305,897	222,150	138,626
ADMINISTRATIVE EXPENSES	1,241,643	252,209	329,811	116,404	1,102,136	354,925	261,524	149,442
TOTAL EXPENSES PAID	22,397,772	4,640,710	7,179,859	2,354,321	38,402,336	30,413,381	6,043,760	6,391,535
NET CASH CHANGE	40,257,583	8,317,628	11,525,417	4,081,419	6,544,167	(16,199,728)	4,679,371	188,877
RESERVES:								
DEDUCT: (CURRENT PERIOD)								
LOSSES (INCL. IBNR.)	167,568	95,694	109,973	20,000	20,101	128,774	0	0
LOSS ADJUSTMENT EXPENSES	11,826	6,753	7,761	1,411	1,418	9,088	0	0
UNEARNED PREMIUMS	0	0	0	0	0	0	0	0
NET RESERVE CHANGE	179,394	102,447	117,734	21,411	21,519	137,862	0	0
NET OTHER CHANGES								
ASSETS NOT ADMITTED	241,635	48,712	71,133	23,975	(150,489)	(48,462)	(35,709)	(20,405)
MINIMUM PENSION LIABILITY	(11,896)	(2,416)	(3,160)	(1,115)	15,590	5,021	3,699	2,114
PRIOR PERIOD ADJUSTMENT	29,810	6,055	7,919	2,795	0	0	0	0
TOTAL NET OTHER CHANGES	259,549	52,351	75,892	25,655	(134,899)	(43,441)	(32,010)	(18,291)
ASSESSMENTS	0	0	0	0	961,092	303,133	220,142	137,374
DISTRIBUTIONS	0	0	0	0	0	0	0	0
INSOLVENT MEMBERS	0	0	0	0	0	0	0	0
MEMBERS' EQUITY	40,337,738	8,267,532	11,483,575	4,085,663	7,348,841	(16,077,898)	4,867,503	307,960

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	2002				2001			
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INCOME RECEIVED								
PREMIUMS WRITTEN	37,077,994	12,819,548	5,366,055	5,546,852	34,706,831	10,613,765	3,966,521	4,058,334
INTEREST RECEIVED	1,196,773	412,074	168,931	175,180	2,071,772	627,809	215,338	224,128
MISCELLANEOUS INCOME	8,305	2,860	1,172	1,216	5,339	1,618	555	577
TOTAL INCOME	38,283,072	13,234,482	5,536,158	5,723,248	36,783,942	11,243,192	4,182,414	4,283,039
EXPENSES PAID								
LOSSES	6,293,773	2,228,427	240,991	105,050	2,706,230	114,715	89,190	109,076
LOSS ADJUSTMENT EXPENSES	474,642	150,930	23,840	4,015	191,545	118,080	8,464	6,317
COMMISSION	4,669,754	1,725,938	690,768	700,379	4,541,074	1,371,869	471,995	489,279
PREMIUM TAX	817,282	281,408	115,364	119,631	769,372	233,143	79,968	83,232
ADMINISTRATIVE EXPENSES	993,627	342,126	140,154	145,622	802,354	243,137	83,396	86,800
TOTAL EXPENSES PAID	13,249,078	4,728,829	1,211,117	1,074,697	9,010,575	2,080,944	733,013	774,704
NET CASH CHANGE	25,033,994	8,505,653	4,325,041	4,648,551	27,773,367	9,162,248	3,449,401	3,508,335
RESERVES:								
DEDUCT: (CURRENT PERIOD)								
LOSSES (INCL. IBNR.)	0	0	0	0	0	5,000	0	0
LOSS ADJUSTMENT EXPENSES	0	0	0	0	353	0	0	0
UNEARNED PREMIUMS	0	0	0	0	0	0	0	0
NET RESERVE CHANGE	0	0	0	0	353	5,000	0	0
NET OTHER CHANGES								
ASSETS NOT ADMITTED	(72,073)	(24,816)	(10,173)	(10,550)	(13,460)	(4,078)	(1,398)	(1,456)
MINIMUM PENSION LIABILITY	(44,532)	(15,331)	(5,840)	(7,300)	0	0	0	0
PRIOR PERIOD ADJUSTMENT	0	0	0	0	0	0	0	0
TOTAL NET OTHER CHANGES	(116,605)	(40,147)	(16,013)	(17,850)	(13,460)	(4,078)	(1,398)	(1,456)
ASSESSMENTS	778,200	267,919	109,807	113,914	795,554	227,840	86,852	86,580
DISTRIBUTIONS	0	0	0	0	0	0	0	0
INSOLVENT MEMBERS	(11,322)	(925)	(1,330)	(248)	(17,033)	0	(4,038)	0
MEMBERS' EQUITY	25,684,267	8,732,500	4,417,505	4,744,367	28,538,075	9,381,010	3,530,817	3,593,459

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	2000				
	BEACH RESIDENTIAL	BEACH COMMERCIAL	COASTAL RESIDENTIAL	COASTAL COMMERCIAL	TOTAL
INCOME RECEIVED					
PREMIUMS WRITTEN	32,475,301	10,055,887	3,085,970	2,973,903	536,811,276
INTEREST RECEIVED	1,984,615	538,681	170,110	141,758	23,409,652
MISCELLANEOUS INCOME	(11,552)	(3,136)	(990)	(825)	(23,296)
TOTAL INCOME	34,448,364	10,591,432	3,255,090	3,114,836	560,197,632
EXPENSES PAID					
LOSSES	2,874,564	436,232	28,245	18,170	147,184,805
LOSS ADJUSTMENT EXPENSES	365,580	46,638	13,310	7,923	10,033,204
COMMISSION	3,265,246	993,100	311,623	315,425	67,688,300
PREMIUM TAX	748,493	203,162	64,157	53,464	12,104,473
ADMINISTRATIVE EXPENSES	830,222	225,346	71,162	59,301	10,831,270
TOTAL EXPENSES PAID	8,084,105	1,904,478	488,497	454,283	247,842,052
NET CASH CHANGE	26,364,259	8,686,954	2,766,593	2,660,553	312,355,580
RESERVES:					
DEDUCT: (CURRENT PERIOD)					
LOSSES (INCL. IBNR.)	0	0	0	0	10,899,505
LOSS ADJUSTMENT EXPENSES	0	0	0	0	769,178
UNEARNED PREMIUMS	0	0	0	0	71,668,936
NET RESERVE CHANGE	0	0	0	0	83,337,619
NET OTHER CHANGES					
ASSETS NOT ADMITTED	16,881	4,582	1,447	1,205	51,371
MINIMUM PENSION LIABILITY	0	0	0	0	(65,166)
PRIOR PERIOD ADJUSTMENT	0	0	0	0	(182,629)
TOTAL NET OTHER CHANGES	16,881	4,582	1,447	1,205	(196,424)
ASSESSMENTS	727,190	242,396	82,129	88,974	5,388,156
DISTRIBUTIONS	(26,973,492)	(8,875,495)	(2,850,129)	(2,727,887)	(41,586,063)
INSOLVENT MEMBERS	(134,838)	(58,437)	(40)	(22,845)	(251,056)
MEMBERS' EQUITY	(0)	0	0	(0)	192,372,574