

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
 BEACH PLAN
 MEMBERS' ACCOUNT FOR UNSETTLED YEARS
 AS OF JUNE 30, 2006

	2006				2005			
	BEACH RESIDENTIAL	BEACH COMMERCIAL	COASTAL RESIDENTIAL	COASTAL COMMERCIAL	BEACH RESIDENTIAL	BEACH COMMERCIAL	COASTAL RESIDENTIAL	COASTAL COMMERCIAL
INCOME RECEIVED								
PREMIUMS WRITTEN	61,946,821	14,798,070	38,890,371	8,481,203	71,294,954	14,499,338	36,542,001	8,630,392
INTEREST RECEIVED	3,848,639	919,376	2,416,185	526,921	3,459,812	697,805	1,761,489	409,716
MISCELLANEOUS INCOME	(13,210)	(3,156)	(8,293)	(1,809)	2,267	457	1,154	269
TOTAL INCOME	65,782,250	15,714,290	41,298,263	9,006,315	74,757,033	15,197,600	38,304,644	9,040,377
EXPENSES PAID								
LOSSES	666,583	63,114	213,588	55,864	18,925,433	22,925,314	9,955,827	6,090,079
LOSS ADJUSTMENT EXPENSES	102,309	73,451	54,696	20,140	1,386,870	632,858	984,609	245,420
COMMISSION	7,985,927	1,878,426	5,031,897	1,101,676	9,062,994	1,894,904	4,761,155	1,129,312
PREMIUM TAX	1,605,625	383,557	1,008,016	219,828	1,483,193	299,143	755,136	175,643
ADMINISTRATIVE EXPENSES	748,041	178,694	469,621	102,415	1,068,771	215,559	544,142	126,565
TOTAL EXPENSES PAID	11,108,485	2,577,242	6,777,818	1,499,923	31,927,260	25,967,778	17,000,869	7,767,019
NET CASH CHANGE	54,673,765	13,137,048	34,520,445	7,506,392	42,829,773	(10,770,178)	21,303,775	1,273,358
RESERVES:								
DEDUCT: (CURRENT PERIOD)								
LOSSES (INCL. IBNR.)	913,488	485,689	460,568	357,146	690,033	1,095,353	505,283	114,500
LOSS ADJUSTMENT EXPENSES	67,596	35,937	34,080	26,427	51,059	81,051	37,389	8,472
UNEARNED PREMIUMS	41,494,164	10,287,030	25,341,886	5,700,686	2,423,704	423,859	1,499,837	287,894
NET RESERVE CHANGE	42,475,248	10,808,656	25,836,534	6,084,259	3,164,796	1,600,263	2,042,509	410,866
NET OTHER CHANGES								
ASSETS NOT ADMITTED	15,110	3,610	9,486	2,069	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	15,110	3,610	9,486	2,069	(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	12,213,627	2,332,002	8,693,397	1,424,202	39,545,884	(12,394,461)	19,200,632	848,389

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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	11,214,269	2,424,179	3,511,537	1,197,377	28,213,656	27,083,737	3,848,487	5,026,522
LOSS ADJUSTMENT EXPENSES	983,417	153,248	320,240	75,446	2,414,946	884,806	407,617	271,414
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	1,241,644	252,209	329,811	116,404	1,102,136	354,925	261,524	149,442
TOTAL EXPENSES PAID	22,432,445	4,679,118	7,149,296	2,354,321	38,405,399	30,431,311	6,046,924	6,393,193
NET CASH CHANGE	40,222,910	8,279,220	11,555,980	4,081,419	6,541,104	(16,217,658)	4,676,207	187,219
RESERVES:								
DEDUCT: (CURRENT PERIOD)								
LOSSES (INCL. IBNR.)	101,777	81,694	66,648	0	148,874	0	0	0
LOSS ADJUSTMENT EXPENSES	7,531	6,045	4,932	0	11,016	0	0	0
UNEARNED PREMIUMS	0	0	0	0	0	0	0	0
NET RESERVE CHANGE	109,308	87,739	71,580	0	159,890	0	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	40,373,151	8,243,832	11,560,292	4,107,074	7,207,407	(15,957,966)	4,864,339	306,302

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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	486,527	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	13,260,963	4,728,829	1,211,117	1,074,697	9,010,575	2,080,944	733,013	774,704
NET CASH CHANGE	25,022,109	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	370	0	0	0
UNEARNED PREMIUMS	0	0	0	0	0	0	0	0
NET RESERVE CHANGE	0	0	0	0	370	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	25,672,382	8,732,500	4,417,505	4,744,367	28,538,058	9,381,010	3,530,817	3,593,459

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	2000				
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INCOME RECEIVED					
PREMIUMS WRITTEN	32,475,301	10,055,887	3,085,970	2,973,903	591,419,592
INTEREST RECEIVED	1,984,615	538,681	170,110	141,758	25,612,901
MISCELLANEOUS INCOME	(11,552)	(3,136)	(990)	(825)	(34,044)
TOTAL INCOME	34,448,364	10,591,432	3,255,090	3,114,836	616,998,449
EXPENSES PAID					
LOSSES	2,874,564	436,232	28,245	18,170	156,660,228
LOSS ADJUSTMENT EXPENSES	365,580	46,638	13,310	7,923	10,434,656
COMMISSION	3,265,246	993,100	311,623	315,425	74,715,704
PREMIUM TAX	748,493	203,162	64,157	53,464	13,228,869
ADMINISTRATIVE EXPENSES	830,222	225,346	71,162	59,301	11,285,150
TOTAL EXPENSES PAID	8,084,105	1,904,478	488,497	454,283	266,324,607
NET CASH CHANGE	26,364,259	8,686,954	2,766,593	2,660,553	350,673,842
RESERVES:					
DEDUCT: (CURRENT PERIOD)					
LOSSES (INCL. IBNR.)	0	0	0	0	5,026,053
LOSS ADJUSTMENT EXPENSES	0	0	0	0	371,905
UNEARNED PREMIUMS	0	0	0	0	87,459,060
NET RESERVE CHANGE	0	0	0	0	92,857,018
NET OTHER CHANGES					
ASSETS NOT ADMITTED	16,881	4,582	1,447	1,205	58,134
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	(189,661)
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)	221,178,200