

NORTHCAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACHPLAN
MEMBERS' ACCOUNT FOR UNSETTLED YEARS
AS OF DECEMBER 31, 2006

	2007				2006			
	BEACH RESIDENTIAL	BEACH COMMERCIAL	COASTAL RESIDENTIAL	COASTAL COMMERCIAL	BEACH RESIDENTIAL	BEACH COMMERCIAL	COASTAL RESIDENTIAL	COASTAL COMMERCIAL
INCOME RECEIVED								
PREMIUMS WRITTEN	19,412,425	3,396,984	16,456,721	1,116,545	85,574,266	20,073,203	55,856,959	12,357,992
INTEREST RECEIVED	2,113,994	369,928	1,792,120	121,591	7,009,092	1,634,158	4,564,469	1,011,873
MISCELLANEOUS INCOME	(4,755)	(832)	(4,030)	(273)	(12,561)	(2,928)	(8,180)	(1,813)
TOTAL INCOME	21,521,664	3,766,080	18,244,811	1,237,863	92,570,797	21,704,433	60,413,248	13,368,052
EXPENSES PAID								
LOSSES	47,347	0	58,308	0	3,788,185	1,093,286	1,380,484	697,547
LOSS ADJUSTMENT EXPENSES	36,251	16,044	19,944	4,648	397,095	105,246	217,735	65,868
COMMISSION	2,496,492	431,938	1,919,660	348,003	11,020,321	2,549,292	7,223,068	1,586,335
PREMIUM TAX	407,995	71,395	345,875	23,467	1,762,019	410,812	1,147,464	254,375
ADMINISTRATIVE EXPENSES	225,821	39,516	191,438	12,989	1,000,212	233,198	651,359	144,396
TOTAL EXPENSES PAID	3,213,906	558,893	2,535,225	389,107	17,967,832	4,391,834	10,620,110	2,748,521
NET CASH CHANGE	18,307,758	3,207,187	15,709,586	848,756	74,602,965	17,312,599	49,793,138	10,619,531
RESERVES:								
DEDUCT: (CURRENT PERIOD)								
LOSSES (INCL. IBNR.)	1,570,821	2,654,050	990,952	306,062	1,406,614	2,924,122	751,514	320,301
LOSS ADJUSTMENT EXPENSES	114,657	193,724	72,331	22,340	102,674	213,440	54,855	23,380
UNEARNED PREMIUMS	17,126,423	2,993,163	13,014,875	2,399,709	27,545,067	6,550,854	17,972,232	3,921,690
NET RESERVE CHANGE	18,811,901	5,840,937	14,078,158	2,728,111	29,054,355	9,688,416	18,778,601	4,265,371
NET OTHER CHANGES								
ASSETS NOT ADMITTED	13,956	2,442	11,831	803	3,905	911	2,545	564
MINIMUM PENSION LIABILITY	0	0	0	0	0	0	0	0
PRIOR PERIOD ADJUSTMENT	0	0	0	0	0	0	0	0
TOTAL NET OTHER CHANGES	13,956	2,442	11,831	803	3,905	911	2,545	564
ASSESSMENTS	0	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	(490,187)	(2,631,308)	1,643,259	(1,878,552)	45,552,515	7,625,094	31,017,082	6,354,724

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	2005				2004			
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<u>INCOME RECEIVED</u>								
PREMIUMS WRITTEN	71,220,575	14,481,706	36,499,282	8,625 ,042	61,517,124	12,728,880	18,370,202	6,322,807
INTEREST RECEIVED	3,459,812	697,805	1,761,489	409,716	1, 136,073	229,024	334,440	112,719
MISCELLANEOUS INCOME	2,267	457	1,154	269	2,158	434	634	214
TOTAL INCOME	74,682,654	15,179,968	38,261,925	9,035,027	62,655,355	12,958,338	18,705,276	6,435,740
<u>EXPENSES PAID</u>								
LOSSES	20,368,274	24,639,202	10,348,928	7,028,215	11,320,143	2,461,162	3,524,646	1,226,049
LOSS ADJUSTMENT EXPENSES	1,453,483	773,605	1,010,328	260,706	997,467	160,999	325,777	76,750
COMMISSION	9,053,325	1,892,612	4,755,602	1,128,616	7,680,722	1,584,913	2,601,362	834,881
PREMIUM TAX	1,483,193	299,143	755,136	175,643	1,312,394	2 64,569	386,346	130,213
ADMINISTRATIVE EXPENSES	1,068,771	215,559	544,142	126,5 65	1,241,643	252,209	329,811	116,404
TOTAL EXPENSES PAID	33,427,046	27,820,121	17,414,136	8, 719,745	22,552,369	4,723,852	7,167,942	2,384,297
NET CASH CHANGE	41,255,608	(12,640,153)	20,847,789	315, 282	40,102,986	8,234,486	11,537,334	4,051,443
<u>RESERVES:</u>								
<u>DEDUCT: (CURRENT PERIOD)</u>								
LOSSES (INCL. IBNR.)	64,600	65,593	49,087	0	71,406	0	63,19 6	0
LOSS ADJUSTMENT EXPENSES	4,716	4,788	3,583	0	5,212	0	4,613	0
UNEARNED PREMIUMS	0	0	0	0	0	0	0	0
NET RESERVE CHANGE	69,316	70,381	52,670	0	76,618	0	67,809	0
<u>NET OTHER CHANGES</u>								
ASSETS NOT ADMITTED	6,209	1,252	3,161	736	241,635	48,712	7 1,133	23,975
MINIMUM PENSION LIABILITY	0	0	0	0	(11,896)	(2,416)	(3,160)	(1,115)
PRIOR PERIOD ADJUSTMENT	(125,302)	(25,272)	(63,795)	(14 ,839)	29,810	6,055	7,919	2,795
TOTAL NET OTHER CHANGES	(119,093)	(24,020)	(60,634)	(14 ,103)	259,549	52,351	75,892	25,655
ASSESSMENTS	0	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	41,067,199	(12,734,554)	20,734,485	301 ,179	40,285,917	8,286,837	11,545,417	4,077,098

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AS OF DECEMBER 31, 2006

	2003				2002			
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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	28,276,925	27,084,660	3,848,867	5,056,813	6,293,773	2,228,427	240,991	105,050
LOSS ADJUSTMENT EXPENSES	2,420,566	886,878	407,617	280,099	501,159	150,930	23,840	4,015
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	38,474,288	30,434,306	6,047,304	6,432,169	13,275,595	4,728,829	1,211,117	1,074,697
NET CASH CHANGE	6,472,215	(16,220,653)	4,675,827	148,243	25,007,477	8,505,653	4,325,041	4,648,551
RESERVES:								
DEDUCT: (CURRENT PERIOD)								
LOSSES (INCL. IBNR.)	20,101	26,100	0	10,000	5,000	0	0	0
LOSS ADJUSTMENT EXPENSES	1,467	1,905	0	730	365	0	0	0
UNEARNED PREMIUMS	0	0	0	0	0	0	0	0
NET RESERVE CHANGE	21,568	28,005	0	10,730	5,365	0	0	0
NET OTHER CHARGES								
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 CHARGES	(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	7,276,840	(15,988,966)	4,863,959	256,596	25,652,385	8,732,500	4,417,505	4,744,367

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AS OF DECEMBER 31, 2006

	2001				
	BEACH RESIDENTIAL	BEACH COMMERCIAL	COASTAL RESIDENTIAL	COASTAL COMMERCIAL	TOTAL
INCOME RECEIVED					
PREMIUMS WRITTEN	34,706,831	10,613,765	3,966,521	4,058,334	632,817,081
INTEREST RECEIVED	2,071,772	627,809	215,338	224,128	33,683,841
MISCELLANEOUS INCOME	5,339	1,618	555	577	(26,445)
TOTAL INCOME	36,783,942	11,243,192	4,182,414	4,283,039	66,474,477
EXPENSES PAID					
LOSSES	2,706,230	114,715	89,190	109,076	164,136,493
LOSS ADJUSTMENT EXPENSES	191,545	118,080	8,464	6,317	10,921,456
COMMISSION	4,541,074	1,371,869	471,995	489,279	81,389,283
PREMIUM TAX	769,372	233,143	79,968	83,232	13,365,969
ADMINISTRATIVE EXPENSES	802,354	243,137	83,396	86,800	11,099,276
TOTAL EXPENSES PAID	9,010,575	2,080,944	733,013	774,704	280,912,477
NET CASH CHANGE	27,773,367	9,162,248	3,449,401	3,508,335	385,562,000
RESERVES:					
DEDUCT: (CURRENT PERIOD)					
LOSSES (INCL. IBNR.)	0	0	0	0	11,299,519
LOSS ADJUSTMENT EXPENSES	0	0	0	0	824,780
UNEARNED PREMIUMS	0	0	0	0	91,524,013
NET RESERVE CHANGE	0	0	0	0	103,648,312
NET OTHER CHARGES					
ASSETS NOT ADMITTED	(13,460)	(4,078)	(1,398)	(1,456)	40,701
MINIMUM PENSION LIABILITY	0	0	0	0	(65,166)
PRIOR PERIOD ADJUSTMENT	0	0	0	0	(182,629)
TOTAL NET OTHER CHARGES	(13,460)	(4,078)	(1,398)	(1,456)	(207,094)
ASSESSMENTS	795,554	227,840	86,852	86,580	4,088,407
DISTRIBUTIONS	0	0	0	0	0
INSOLVENT MEMBERS	(17,033)	0	(4,038)	0	(34,896)
MEMBERS' EQUITY	28,538,428	9,386,010	3,530,817	3,593,459	285,760,105