

PENNSYLVANIA FAIR PLAN

EXHIBIT 1

Statement of Assets, Liabilities and Members' Equity At June 30, 2003

	<u>LEDGER ASSETS</u>	<u>ASSETS NOT ADMITTED</u>	<u>NET ADMITTED ASSETS</u>
<u>ASSETS</u>			
Cash	3,277,423.75	0.00	3,277,423.75
Investments	4,314,169.67	0.00	4,314,169.67
Due from Participating Members	0.00	0.00	0.00
Accrued Investment Income	0.00	0.00	0.00
Premiums Receivable	69,806.60	25,088.60	44,718.00
Other Receivables	217,011.05	0.00	217,011.05
Pre-paid Premium Tax	99,340.80	0.00	99,340.80
Pre-paid Expenses	38,763.23	38,763.23	0.00
Furniture & Equipment	229,798.63	229,798.63	0.00
Data Processing Equipment	42,935.93	42,935.93	0.00
Other Assets	6,169.72	6,169.72	0.00
TOTAL ASSETS	<u>8,295,419.38</u>	<u>342,756.11</u>	<u><u>7,952,663.27</u></u>
<u>LIABILITIES</u>			
Unpaid Losses (Incl. I.B.N.R.)			2,853,029.00
Unpaid Loss Adjustment Expenses			579,121.00
Unpaid Underwriting Expenses			57,959.00
Unpaid Post Retirement Benefits			2,015,960.00
Unearned Premiums			6,427,662.00
Unearned Advance Premiums			311,771.00
Claims Checks Payable			504,560.45
Amounts Withheld for Accounts of Others			231,120.50
Unpaid Premium Tax			0.00
TOTAL LIABILITIES			<u>12,981,182.95</u>
<u>MEMBERS' EQUITY</u>			
Members' Equity (Deficit)			<u>(5,028,519.68)</u>
TOTAL LIABILITIES & MEMBERS' EQUITY			<u><u>7,952,663.27</u></u>

PENNSYLVANIA FAIR PLAN

EXHIBIT 2

Income Statement for the Quarter and Year to Date Ending June 30, 2003

	<u>Quarter</u>	<u>Year</u>
	<u>04/01/ - 06/30/2003</u>	<u>01/01/ - 06/30/2003</u>
<u>UNDERWRITING INCOME</u>		
Premiums Written	3,291,215.00	6,362,410.00
Change in Unearned Premiums	(191,619.00)	(217,092.00)
Premiums Earned	<u>3,099,596.00</u>	<u>6,145,318.00</u>
<u>DEDUCTIONS</u>		
Losses Incurred	1,726,102.37	3,337,072.92
Loss Adjustment Expenses Incurred	376,731.92	774,660.45
Other Underwriting Expenses Incurred	1,075,615.95	2,171,158.02
Post Retirement Benefits Incurred	871,017.29	949,354.30
Premium Tax Incurred	65,824.30	127,248.20
Total Underwriting Deductions	<u>4,115,291.83</u>	<u>7,359,493.89</u>
Net Underwriting Profit or Loss	<u>(1,015,695.83)</u>	<u>(1,214,175.89)</u>
<u>OTHER INCOME OR OUTGO</u>		
Net Investment Income	4,253.98	7,088.16
Other Income	12,995.52	29,111.56
Premiums/Assessments Charged-Off	(3,266.10)	(5,217.50)
Total Other Income or Outgo	<u>13,983.40</u>	<u>30,982.22</u>
Net Result of Operations	<u>(1,001,712.43)</u>	<u>(1,183,193.67)</u>
<u>EQUITY ACCOUNT</u>		
Beginning Members' Equity	(4,085,532.69)	(3,850,799.18)
Net Result of Operations	(1,001,712.43)	(1,183,193.67)
Change in Assets Not Admitted	58,725.44	5,473.17
MEMBERS' EQUITY (DEFICIT)	<u><u>(5,028,519.68)</u></u>	<u><u>(5,028,519.68)</u></u>

PENNSYLVANIA FAIR PLAN

EXHIBIT 3

Reconciliation of Ledger Assets As of June 30, 2003

INCREASE IN LEDGER ASSETS

Premiums Written	6,362,410.00
Other Income	29,111.56
Investment Income	7,088.16
Unearned Advance Premiums	78,823.00
Amounts Withheld for Accounts of Others	9,072.65
Claims Checks Payable	44,610.49
Premiums/Assessments Charged-Off	0.00
TOTAL	<hr/> 6,531,115.86

DECREASE IN LEDGER ASSETS

Other Income	0.00
Losses Paid	2,404,127.92
Loss Adjustment Expenses Paid	602,289.45
Other Expenses Paid	2,328,736.66
Unearned Advance Premiums	0.00
Amounts Withheld for Accounts of Others	0.00
Claims Checks Payable	0.00
Premiums/Assessments Charged-Off	5,217.50
TOTAL	<hr/> 5,340,371.53

Increase(Decrease) in Ledger Assets	1,190,744.33
Ledger Assets at 12-31-2002	<hr/> 7,104,675.05
Ledger Assets at 06-30-2003	<hr/> 8,295,419.38

PENNSYLVANIA FAIR PLAN

EXHIBIT 5A

Members' Account by Policy Year For the Quarter Ending June 30, 2003

	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>TOTAL</u>
Premiums Written	3,300,472.00	(9,257.00)	0.00	0.00	0.00	0.00	0.00	3,291,215.00
Other Income	12,995.52	0.00	0.00	0.00	0.00	0.00	0.00	12,995.52
Investment Income Received	4,253.98	0.00	0.00	0.00	0.00	0.00	0.00	4,253.98
Subtotal	<u>3,317,721.50</u>	<u>(9,257.00)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>3,308,464.50</u>
EXPENSES PAID:-								
Losses	235,637.21	933,776.75	107,589.05	48,932.73	14,526.88	(156.25)	(100.00)	1,340,206.37
Loss Adjustment Expenses	26,738.60	185,466.02	31,449.63	26,062.43	23,033.53	8,396.42	12,182.29	313,328.92
Other Underwriting Expenses	918,145.44	0.00	0.00	0.00	0.00	0.00	0.00	918,145.44
Premium Tax	66,009.44	(185.14)	0.00	0.00	0.00	0.00	0.00	65,824.30
Commissions	223,676.30	(624.50)	0.00	0.00	0.00	0.00	0.00	223,051.80
Premiums/Assessments Charged-off	0.00	3,266.10	0.00	0.00	0.00	0.00	0.00	3,266.10
Subtotal	<u>1,470,206.99</u>	<u>1,121,699.23</u>	<u>139,038.68</u>	<u>74,995.16</u>	<u>37,560.41</u>	<u>8,240.17</u>	<u>12,082.29</u>	<u>2,863,822.93</u>
BALANCE DUE COMPANIES	1,847,514.51	(1,130,956.23)	(139,038.68)	(74,995.16)	(37,560.41)	(8,240.17)	(12,082.29)	444,641.57
DEDUCT:-								
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	(401,481.55)	0.00	0.00	0.00	0.00	0.00	0.00	(401,481.55)
Subtotal	<u>(401,481.55)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(401,481.55)</u>
ADD:-								
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(342,756.11)	0.00	0.00	0.00	0.00	0.00	0.00	(342,756.11)
Subtotal	<u>(342,756.11)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(342,756.11)</u>
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	1,906,239.95	(1,130,956.23)	(139,038.68)	(74,995.16)	(37,560.41)	(8,240.17)	(12,082.29)	503,367.01
DEDUCT:-								
Current Unearned Premiums	4,915,322.00	1,512,340.00	0.00	0.00	0.00	0.00	0.00	6,427,662.00
Current Unpaid Losses (Incl. I.B.N.R.)	641,200.00	1,795,369.00	123,060.00	0.00	31,900.00	11,000.00	250,500.00	2,853,029.00
Current Unpaid Underwriting Expenses	57,959.00	0.00	0.00	0.00	0.00	0.00	0.00	57,959.00
Current Unpaid Post Retirement Benefits	2,015,960.00	0.00	0.00	0.00	0.00	0.00	0.00	2,015,960.00
Current Unpaid Loss Adjustment Expenses	130,154.00	364,433.00	24,979.00	0.00	6,475.00	2,233.00	50,847.00	579,121.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	<u>7,760,595.00</u>	<u>3,672,142.00</u>	<u>148,039.00</u>	<u>0.00</u>	<u>38,375.00</u>	<u>13,233.00</u>	<u>301,347.00</u>	<u>11,933,731.00</u>
ADD:-								
Prior Unearned Premiums	2,777,781.00	3,458,262.00	0.00	0.00	0.00	0.00	0.00	6,236,043.00
Prior Unpaid Losses (Incl. I.B.N.R.)	211,300.00	1,742,220.00	230,713.00	1,500.00	28,900.00	2,000.00	250,500.00	2,467,133.00
Prior Unpaid Underwriting Expenses	113,436.00	0.00	0.00	0.00	0.00	0.00	0.00	113,436.00
Prior Unpaid Post Retirement Benefits	1,155,047.00	0.00	0.00	0.00	0.00	0.00	0.00	1,155,047.00
Prior Unpaid Loss Adjustment Expenses	44,169.00	364,186.00	48,227.00	314.00	6,041.00	418.00	52,363.00	515,718.00
Prior Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	<u>4,301,733.00</u>	<u>5,564,668.00</u>	<u>278,940.00</u>	<u>1,814.00</u>	<u>34,941.00</u>	<u>2,418.00</u>	<u>302,863.00</u>	<u>10,487,377.00</u>
NET CHANGE IN MEMBERS' EQUITY	<u>(1,552,622.05)</u>	<u>761,569.77</u>	<u>(8,137.68)</u>	<u>(73,181.16)</u>	<u>(40,994.41)</u>	<u>(19,055.17)</u>	<u>(10,566.29)</u>	<u>(942,986.99)</u>

PENNSYLVANIA FAIR PLAN

EXHIBIT 5B

Members' Account by Policy Year Year to Date Ending June 30, 2003

	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>TOTAL</u>
Premiums Written	6,303,810.00	58,600.00	0.00	0.00	0.00	0.00	0.00	6,362,410.00
Other Income	29,111.56	0.00	0.00	0.00	0.00	0.00	0.00	29,111.56
Investment Income Received	7,088.16	0.00	0.00	0.00	0.00	0.00	0.00	7,088.16
Subtotal	<u>6,340,009.72</u>	<u>58,600.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>6,398,609.72</u>
EXPENSES PAID:-								
Losses	238,846.91	1,813,417.70	326,159.58	38,449.39	12,276.88	(468.75)	(24,553.79)	2,404,127.92
Loss Adjustment Expenses	27,838.91	331,738.86	101,035.27	56,727.26	23,371.12	18,295.26	43,282.77	602,289.45
Other Underwriting Expenses	1,681,565.72	93,221.00	0.00	0.00	0.00	0.00	0.00	1,774,786.72
Premium Tax	126,076.20	1,345.14	0.00	0.00	0.00	0.00	0.00	127,421.34
Commissions	422,656.30	3,872.30	0.00	0.00	0.00	0.00	0.00	426,528.60
Premiums/Assessments Charged-off	0.00	5,217.50	0.00	0.00	0.00	0.00	0.00	5,217.50
Subtotal	<u>2,496,984.04</u>	<u>2,248,812.50</u>	<u>427,194.85</u>	<u>95,176.65</u>	<u>35,648.00</u>	<u>17,826.51</u>	<u>18,728.98</u>	<u>5,340,371.53</u>
BALANCE DUE COMPANIES	3,843,025.68	(2,190,212.50)	(427,194.85)	(95,176.65)	(35,648.00)	(17,826.51)	(18,728.98)	1,058,238.19
DEDUCT:-								
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	0.00	(348,229.28)	0.00	0.00	0.00	0.00	0.00	(348,229.28)
Subtotal	<u>0.00</u>	<u>(348,229.28)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(348,229.28)</u>
ADD:-								
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(342,756.11)	0.00	0.00	0.00	0.00	0.00	0.00	(342,756.11)
Subtotal	<u>(342,756.11)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(342,756.11)</u>
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	3,500,269.57	(1,841,983.22)	(427,194.85)	(95,176.65)	(35,648.00)	(17,826.51)	(18,728.98)	1,063,711.36
DEDUCT:-								
Current Unearned Premiums	4,915,322.00	1,512,340.00	0.00	0.00	0.00	0.00	0.00	6,427,662.00
Current Unpaid Losses (Incl. I.B.N.R.)	641,200.00	1,795,369.00	123,060.00	0.00	31,900.00	11,000.00	250,500.00	2,853,029.00
Current Unpaid Underwriting Expenses	57,959.00	0.00	0.00	0.00	0.00	0.00	0.00	57,959.00
Current Unpaid Post Retirement Benefits	2,015,960.00	0.00	0.00	0.00	0.00	0.00	0.00	2,015,960.00
Current Unpaid Loss Adjustment Expenses	130,154.00	364,433.00	24,979.00	0.00	6,475.00	2,233.00	50,847.00	579,121.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	<u>7,760,595.00</u>	<u>3,672,142.00</u>	<u>148,039.00</u>	<u>0.00</u>	<u>38,375.00</u>	<u>13,233.00</u>	<u>301,347.00</u>	<u>11,933,731.00</u>
ADD:-								
Prior Unearned Premiums	0.00	6,210,570.00	0.00	0.00	0.00	0.00	0.00	6,210,570.00
Prior Unpaid Losses (Incl. I.B.N.R.)	0.00	1,113,031.00	492,153.00	34,500.00	27,900.00	2,000.00	250,500.00	1,920,084.00
Prior Unpaid Underwriting Expenses	0.00	71,955.00	0.00	0.00	0.00	0.00	0.00	71,955.00
Prior Unpaid Post Retirement Benefits	0.00	1,082,767.00	0.00	0.00	0.00	0.00	0.00	1,082,767.00
Prior Unpaid Loss Adjustment Expenses	0.00	235,784.00	104,258.00	7,308.00	5,910.00	424.00	53,066.00	406,750.00
Prior Unpaid Premium Tax	0.00	173.14	0.00	0.00	0.00	0.00	0.00	173.14
Subtotal	<u>0.00</u>	<u>8,714,280.14</u>	<u>596,411.00</u>	<u>41,808.00</u>	<u>33,810.00</u>	<u>2,424.00</u>	<u>303,566.00</u>	<u>9,692,299.14</u>
NET CHANGE IN MEMBERS' EQUITY	<u>(4,260,325.43)</u>	<u>3,200,154.92</u>	<u>21,177.15</u>	<u>(53,368.65)</u>	<u>(40,213.00)</u>	<u>(28,635.51)</u>	<u>(16,509.98)</u>	<u>(1,177,720.50)</u>

PENNSYLVANIA FAIR PLAN

EXHIBIT 5C

Members' Account by Policy Year For Active Policy Years at June 30, 2003

	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>TOTAL</u>
Premiums Written	6,303,810.00	12,114,897.00	11,309,536.00	11,331,498.00	11,868,602.00	13,311,037.00	14,026,980.00	80,266,360.00
Other Income	29,111.56	27,087.72	4,820.47	7,349.23	10,987.04	(25,672.65)	(15,025.26)	38,658.11
Investment Income Received	7,088.16	39,911.04	158,416.49	206,911.06	162,129.39	83,075.22	132,168.25	789,699.61
Subtotal	<u>6,340,009.72</u>	<u>12,181,895.76</u>	<u>11,472,772.96</u>	<u>11,545,758.29</u>	<u>12,041,718.43</u>	<u>13,368,439.57</u>	<u>14,144,122.99</u>	<u>81,094,717.72</u>
<u>EXPENSES PAID:</u>								
Losses	238,846.91	3,294,500.11	4,954,277.55	6,024,813.81	5,688,082.62	7,493,439.78	8,534,499.45	36,228,460.23
Loss Adjustment Expenses	27,838.91	575,591.70	931,486.86	1,455,939.36	1,514,547.86	1,739,756.16	1,832,506.22	8,077,667.07
Other Underwriting Expenses	1,681,565.72	3,303,371.86	3,414,976.31	3,215,473.28	3,656,060.86	3,605,030.06	3,567,343.81	22,443,821.90
Premium Tax	126,076.20	242,297.94	225,773.62	221,934.62	242,484.46	266,220.76	280,539.60	1,605,327.20
Commissions	422,656.30	798,586.60	721,782.60	760,228.80	799,745.80	915,298.90	987,253.30	5,405,552.30
Premiums/Assessments Charged-off	0.00	17,464.11	6,225.20	7,140.90	8,431.98	10,920.42	35,738.98	85,921.59
Subtotal	<u>2,496,984.04</u>	<u>8,231,812.32</u>	<u>10,254,522.14</u>	<u>11,685,530.77</u>	<u>11,909,353.58</u>	<u>14,030,666.08</u>	<u>15,237,881.36</u>	<u>73,846,750.29</u>
BALANCE DUE COMPANIES	3,843,025.68	3,950,083.44	1,218,250.82	(139,772.48)	132,364.85	(662,226.51)	(1,093,758.37)	7,247,967.43
<u>ADD:</u>								
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(342,756.11)	0.00	0.00	0.00	0.00	0.00	0.00	(342,756.11)
Subtotal	<u>(342,756.11)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(342,756.11)</u>
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	3,500,269.57	3,950,083.44	1,218,250.82	(139,772.48)	132,364.85	(662,226.51)	(1,093,758.37)	6,905,211.32
<u>DEDUCT:</u>								
Current Unearned Premiums	4,915,322.00	1,512,340.00	0.00	0.00	0.00	0.00	0.00	6,427,662.00
Current Unpaid Losses (Incl. I.B.N.R.)	641,200.00	1,795,369.00	123,060.00	0.00	31,900.00	11,000.00	250,500.00	2,853,029.00
Current Unpaid Underwriting Expenses	57,959.00	0.00	0.00	0.00	0.00	0.00	0.00	57,959.00
Current Unpaid Post Retirement Benefits	2,015,960.00	0.00	0.00	0.00	0.00	0.00	0.00	2,015,960.00
Current Unpaid Loss Adjustment Expenses	130,154.00	364,433.00	24,979.00	0.00	6,475.00	2,233.00	50,847.00	579,121.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	<u>7,760,595.00</u>	<u>3,672,142.00</u>	<u>148,039.00</u>	<u>0.00</u>	<u>38,375.00</u>	<u>13,233.00</u>	<u>301,347.00</u>	<u>11,933,731.00</u>
NET CHANGE IN MEMBERS' EQUITY	<u>(4,260,325.43)</u>	<u>277,941.44</u>	<u>1,070,211.82</u>	<u>(139,772.48)</u>	<u>93,989.85</u>	<u>(675,459.51)</u>	<u>(1,395,105.37)</u>	<u>(5,028,519.68)</u>

PENNSYLVANIA FAIR PLAN

EXHIBIT 6A

Premium Statistics by Line of Business and Policy Year For the Quarter and Year to Date Ending June 30, 2003

	<u>QUARTER</u> 04/01/2003 - 06/30/2003			<u>YEAR</u> 01/01/2003 - 06/30/2003		
	<u>PREMIUMS WRITTEN</u>					
	<u>2003</u>	<u>2002</u>	<u>TOTAL</u>	<u>2003</u>	<u>2002</u>	<u>TOTAL</u>
Fire	2,447,326.00	(7,366.00)	2,439,960.00	4,673,558.00	47,516.00	4,721,074.00
Other Allied Lines	845,030.00	(1,891.00)	843,139.00	1,615,906.00	11,084.00	1,626,990.00
Crime	8,116.00	0.00	8,116.00	14,346.00	0.00	14,346.00
Total	<u>3,300,472.00</u>	<u>(9,257.00)</u>	<u>3,291,215.00</u>	<u>6,303,810.00</u>	<u>58,600.00</u>	<u>6,362,410.00</u>
	<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>					
Fire	2,063,381.00	2,553,823.00	4,617,204.00	0.00	4,588,489.00	4,588,489.00
Other Allied Lines	708,903.00	894,454.00	1,603,357.00	0.00	1,604,034.00	1,604,034.00
Crime	5,497.00	9,985.00	15,482.00	0.00	18,047.00	18,047.00
Total	<u>2,777,781.00</u>	<u>3,458,262.00</u>	<u>6,236,043.00</u>	<u>0.00</u>	<u>6,210,570.00</u>	<u>6,210,570.00</u>
	<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>					
Fire	3,647,460.00	1,116,487.00	4,763,947.00	3,647,460.00	1,116,487.00	4,763,947.00
Other Allied Lines	1,256,971.00	391,909.00	1,648,880.00	1,256,971.00	391,909.00	1,648,880.00
Crime	10,891.00	3,944.00	14,835.00	10,891.00	3,944.00	14,835.00
Total	<u>4,915,322.00</u>	<u>1,512,340.00</u>	<u>6,427,662.00</u>	<u>4,915,322.00</u>	<u>1,512,340.00</u>	<u>6,427,662.00</u>
	<u>PREMIUMS EARNED</u>					
Fire	863,247.00	1,429,970.00	2,293,217.00	1,026,098.00	3,519,518.00	4,545,616.00
Other Allied Lines	296,962.00	500,654.00	797,616.00	358,935.00	1,223,209.00	1,582,144.00
Crime	2,722.00	6,041.00	8,763.00	3,455.00	14,103.00	17,558.00
Total	<u>1,162,931.00</u>	<u>1,936,665.00</u>	<u>3,099,596.00</u>	<u>1,388,488.00</u>	<u>4,756,830.00</u>	<u>6,145,318.00</u>

PENNSYLVANIA FAIR PLAN

EXHIBIT 7B

**Loss Adjustment Statistics by Line of Business and Policy Year
For the Quarter and Year to Date Ending June 30, 2003**

QUARTER

04/01/2003 - 06/30/2003

LOSS ADJUSTMENT EXPENSES PAID

	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>TOTAL</u>
Fire	16,519.67	117,473.51	24,261.87	15,349.80	23,033.53	8,396.42	12,182.29	217,217.09
Other Allied Lines	10,218.93	67,577.30	7,187.76	10,712.63	0.00	0.00	0.00	95,696.62
Crime	0.00	415.21	0.00	0.00	0.00	0.00	0.00	415.21
Total	26,738.60	185,466.02	31,449.63	26,062.43	23,033.53	8,396.42	12,182.29	313,328.92

UNPAID PREVIOUS PERIOD

Fire	35,347.00	329,507.00	41,297.00	209.00	6,041.00	418.00	52,363.00	465,182.00
Other Allied Lines	8,801.00	33,362.00	6,303.00	105.00	0.00	0.00	0.00	48,571.00
Crime	21.00	1,317.00	627.00	0.00	0.00	0.00	0.00	1,965.00
Total	44,169.00	364,186.00	48,227.00	314.00	6,041.00	418.00	52,363.00	515,718.00

UNPAID CURRENT PERIOD

Fire	109,044.00	329,413.00	24,167.00	0.00	5,663.00	2,233.00	50,847.00	521,367.00
Other Allied Lines	21,070.00	33,153.00	812.00	0.00	812.00	0.00	0.00	55,847.00
Crime	40.00	1,867.00	0.00	0.00	0.00	0.00	0.00	1,907.00
Total	130,154.00	364,433.00	24,979.00	0.00	6,475.00	2,233.00	50,847.00	579,121.00

LOSS ADJUSTMENT EXPENSES INCURRED

Fire	90,216.67	117,379.51	7,131.87	15,140.80	22,655.53	10,211.42	10,666.29	273,402.09
Other Allied Lines	22,487.93	67,368.30	1,696.76	10,607.63	812.00	0.00	0.00	102,972.62
Crime	19.00	965.21	(627.00)	0.00	0.00	0.00	0.00	357.21
Total	112,723.60	185,713.02	8,201.63	25,748.43	23,467.53	10,211.42	10,666.29	376,731.92

YEAR TO DATE

01/01/2003 - 06/30/2003

LOSS ADJUSTMENT EXPENSES PAID

Fire	16,558.03	203,150.07	76,216.80	36,457.18	23,371.12	18,447.37	41,799.21	415,999.78
Other Allied Lines	11,280.88	128,173.58	23,268.30	20,270.08	0.00	(152.11)	1,483.56	184,324.29
Crime	0.00	415.21	1,550.17	0.00	0.00	0.00	0.00	1,965.38
Total	27,838.91	331,738.86	101,035.27	56,727.26	23,371.12	18,295.26	43,282.77	602,289.45

UNPAID PREVIOUS PERIOD

Fire	0.00	202,356.00	91,622.00	6,567.00	5,910.00	424.00	53,066.00	359,945.00
Other Allied Lines	0.00	33,344.00	12,001.00	741.00	0.00	0.00	0.00	46,086.00
Crime	0.00	84.00	635.00	0.00	0.00	0.00	0.00	719.00
Total	0.00	235,784.00	104,258.00	7,308.00	5,910.00	424.00	53,066.00	406,750.00

UNPAID CURRENT PERIOD

Fire	109,044.00	329,413.00	24,167.00	0.00	5,663.00	2,233.00	50,847.00	521,367.00
Other Allied Lines	21,070.00	33,153.00	812.00	0.00	812.00	0.00	0.00	55,847.00
Crime	40.00	1,867.00	0.00	0.00	0.00	0.00	0.00	1,907.00
Total	130,154.00	364,433.00	24,979.00	0.00	6,475.00	2,233.00	50,847.00	579,121.00

LOSS ADJUSTMENT EXPENSES INCURRED

Fire	125,602.03	330,207.07	8,761.80	29,890.18	23,124.12	20,256.37	39,580.21	577,421.78
Other Allied Lines	32,350.88	127,982.58	12,079.30	19,529.08	812.00	(152.11)	1,483.56	194,085.29
Crime	40.00	2,198.21	915.17	0.00	0.00	0.00	0.00	3,153.38
Total	157,992.91	460,387.86	21,756.27	49,419.26	23,936.12	20,104.26	41,063.77	774,660.45

PENNSYLVANIA FAIR PLAN

EXHIBIT 8

Report of Catastrophe Losses For the Quarter Ending June 30, 2003

Catastrophe Number	Policy Year	Date of Loss	Line of Business	Unpaid Losses	Losses Paid	Allocated Unpaid Loss Adjustment Expense	Loss Adjustment Expenses Paid
01	2002	03/09/2002	Other	0.00	419.49	0.00	0.00
81	2002	01/19/2003	Other	2,000.00	3,320.66	100.00	789.95
82	2002	02/17/2003	Other	9,400.00	0.00	470.00	4,087.20
82	2003	02/17/2003	Other	2,000.00	0.00	100.00	95.00
83	2002	02/22/2003	Other	8,100.00	0.00	405.00	110.00
83	2003	02/21/2003	Other	7,500.00	0.00	375.00	115.00
	TOTAL			29,000.00	3,740.15	1,450.00	5,197.15