

PENNSYLVANIA FAIR PLAN

EXHIBIT 1

Statement of Assets, Liabilities and Members' Equity At June 30, 2005

	<u>LEDGER ASSETS</u>	<u>ASSETS NOT ADMITTED</u>	<u>NET ADMITTED ASSETS</u>
<u>ASSETS</u>			
Cash	2,769,539.80	0.00	2,769,539.80
Investments	8,680,042.06	0.00	8,680,042.06
Due from Participating Members	0.00	0.00	0.00
Accrued Investment Income	0.00	0.00	0.00
Premiums Receivable	35,125.06	13,874.50	21,250.56
Other Receivables	105,933.44	0.00	105,933.44
Pre-paid Premium Tax	103,425.24	0.00	103,425.24
Pre-paid Expenses	104,793.14	104,793.14	0.00
Furniture & Equipment	179,713.19	179,713.19	0.00
Data Processing Equipment	42,846.68	42,846.68	0.00
Other Assets	4,347.12	4,347.12	0.00
TOTAL ASSETS	<u>12,025,765.73</u>	<u>345,574.63</u>	<u>11,680,191.10</u>
<u>LIABILITIES</u>			
Unpaid Losses (Incl. I.B.N.R.)			2,351,620.00
Unpaid Loss Adjustment Expenses			460,432.00
Unpaid Underwriting Expenses			54,175.00
Unpaid Post Retirement Benefits			1,317,103.00
Unpaid Pension			727,645.00
Unearned Premiums			6,928,908.00
Unearned Advance Premiums			353,105.00
Claims Checks Payable			523,205.19
Amounts Withheld for Accounts of Others			128,258.48
Unpaid Premium Tax			0.00
TOTAL LIABILITIES			<u>12,844,451.67</u>
<u>MEMBERS' EQUITY</u>			
Members' Equity (Deficit)			<u>(1,164,260.57)</u>
TOTAL LIABILITIES & MEMBERS' EQUITY			<u>11,680,191.10</u>

PENNSYLVANIA FAIR PLAN

EXHIBIT 2

Income Statement for the Quarter and Year to Date Ending June 30, 2005

	<u>Quarter</u>	<u>Year</u>
	<u>04/01/ - 06/30/2005</u>	<u>01/01/ - 06/30/2005</u>
<u>UNDERWRITING INCOME</u>		
Premiums Written	3,403,252.00	6,713,114.00
Change in Unearned Premiums	34,569.00	137,352.00
Premiums Earned	3,437,821.00	6,850,466.00
<u>DEDUCTIONS</u>		
Losses Incurred	962,745.04	2,560,846.48
Loss Adjustment Expenses Incurred	262,454.98	656,113.26
Other Underwriting Expenses Incurred	1,009,966.26	2,154,300.17
Post Retirement Benefits Incurred	89,199.56	213,258.87
Premium Tax Incurred	68,065.52	134,262.76
Total Underwriting Deductions	2,392,431.36	5,718,781.54
Net Underwriting Profit or Loss	1,045,389.64	1,131,684.46
<u>OTHER INCOME OR OUTGO</u>		
Net Investment Income	54,848.34	94,575.95
Other Income	8,730.79	17,573.82
Premiums/Assessments Charged-Off	(2,964.60)	(5,346.60)
Total Other Income or Outgo	60,614.53	106,803.17
Net Result of Operations	1,106,004.17	1,238,487.63
<u>EQUITY ACCOUNT</u>		
Beginning Members' Equity	(2,303,336.38)	(2,451,727.51)
Net Result of Operations	1,106,004.17	1,238,487.63
Change in Assets Not Admitted	(14,171.36)	(23,344.69)
Change in Pension	47,243.00	72,324.00
Distribution of Policy Year 2001	0.00	0.00
Distribution of Policy Year 2002	0.00	0.00
Distribution of Policy Year 2003	0.00	0.00
Distributions (Assessments) to Members Charged-Off	0.00	0.00
MEMBERS' EQUITY (DEFICIT)	(1,164,260.57)	(1,164,260.57)

PENNSYLVANIA FAIR PLAN

EXHIBIT 3

Reconciliation of Ledger Assets As of June 30, 2005

INCREASE IN LEDGER ASSETS

Premiums Written	6,713,114.00
Other Income	17,573.82
Investment Income	94,575.95
Unearned Advance Premiums	70,422.00
Amounts Withheld for Accounts of Others	0.00
Claims Checks Payable	0.00
Premiums Charged-Off	0.00
Distributions to Members Charged-Off	0.00
TOTAL	<hr/> 6,895,685.77

DECREASE IN LEDGER ASSETS

Other Income	0.00
Losses Paid	2,585,078.48
Loss Adjustment Expenses Paid	640,897.26
Other Expenses Paid	2,523,133.26
Unearned Advance Premiums	0.00
Amounts Withheld for Accounts of Others	33,966.49
Claims Checks Payable	27,979.07
Premiums Charged-Off	5,346.60
Assessments to Members Charged-Off	0.00
Distribution of Policy Year 2001	0.00
Distribution of Policy Year 2002	0.00
Distribution of Policy Year 2003	0.00
TOTAL	<hr/> 5,816,401.16

Increase(Decrease) in Ledger Assets	1,079,284.61
Ledger Assets at 12/31/2004	10,946,481.12
Ledger Assets at 06/30/2005	<hr/> 12,025,765.73

PENNSYLVANIA FAIR PLAN

EXHIBIT 5A

Members' Account by Policy Year For the Quarter Ending June 30, 2005

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>TOTAL</u>
Premiums Written	3,412,710.00	(9,458.00)	0.00	0.00	0.00	3,403,252.00
Other Income	8,730.79	0.00	0.00	0.00	0.00	8,730.79
Investment Income Received	54,848.34	0.00	0.00	0.00	0.00	54,848.34
Subtotal	<u>3,476,289.13</u>	<u>(9,458.00)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>3,466,831.13</u>
EXPENSES PAID:						
Losses	128,531.46	1,219,316.46	(5,483.21)	0.00	(866.67)	1,341,498.04
Loss Adjustment Expenses	41,071.71	245,443.65	33,407.11	7,317.78	740.73	327,980.98
Other Underwriting Expenses	976,679.42	0.00	0.00	0.00	0.00	976,679.42
Premium Tax	68,254.68	(189.16)	0.00	0.00	0.00	68,065.52
Commissions	217,302.20	(606.80)	0.00	0.00	0.00	216,695.40
Premiums/Assessments Charged-off	0.00	2,965.20	(0.60)	0.00	0.00	2,964.60
Subtotal	<u>1,431,839.47</u>	<u>1,466,929.35</u>	<u>27,923.30</u>	<u>7,317.78</u>	<u>(125.94)</u>	<u>2,933,883.96</u>
BALANCE DUE COMPANIES	2,044,449.66	(1,476,387.35)	(27,923.30)	(7,317.78)	125.94	532,947.17
DEDUCT:						
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	(331,403.27)	0.00	0.00	0.00	0.00	(331,403.27)
Prior Pension	(774,888.00)	0.00	0.00	0.00	0.00	(774,888.00)
Subtotal	<u>(1,106,291.27)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(1,106,291.27)</u>
ADD:						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(345,574.63)	0.00	0.00	0.00	0.00	(345,574.63)
Current Pension	(727,645.00)	0.00	0.00	0.00	0.00	(727,645.00)
Subtotal	<u>(1,073,219.63)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(1,073,219.63)</u>
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	2,077,521.30	(1,476,387.35)	(27,923.30)	(7,317.78)	125.94	566,018.81
DEDUCT:						
Current Unearned Premiums	5,214,849.00	1,714,059.00	0.00	0.00	0.00	6,928,908.00
Current Unpaid Losses (Incl. I.B.N.R.)	530,704.00	1,542,616.00	275,800.00	2,000.00	500.00	2,351,620.00
Current Unpaid Underwriting Expenses	54,175.00	0.00	0.00	0.00	0.00	54,175.00
Current Unpaid Post Retirement Benefits	1,317,103.00	0.00	0.00	0.00	0.00	1,317,103.00
Current Unpaid Loss Adjustment Expenses	103,908.00	302,035.00	54,000.00	391.00	98.00	460,432.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	<u>7,220,739.00</u>	<u>3,558,710.00</u>	<u>329,800.00</u>	<u>2,391.00</u>	<u>598.00</u>	<u>11,112,238.00</u>
ADD:						
Prior Unearned Premiums	3,046,145.00	3,917,332.00	0.00	0.00	0.00	6,963,477.00
Prior Unpaid Losses (Incl. I.B.N.R.)	166,700.00	2,191,046.00	370,127.00	2,000.00	500.00	2,730,373.00
Prior Unpaid Underwriting Expenses	175,936.00	0.00	0.00	0.00	0.00	175,936.00
Prior Unpaid Post Retirement Benefits	1,289,551.00	0.00	0.00	0.00	0.00	1,289,551.00
Prior Unpaid Loss Adjustment Expenses	32,112.00	422,066.00	71,298.00	386.00	96.00	525,958.00
Prior Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	<u>4,710,444.00</u>	<u>6,530,444.00</u>	<u>441,425.00</u>	<u>2,386.00</u>	<u>596.00</u>	<u>11,685,295.00</u>
Distributions Charged-Off	0.00	0.00	0.00	0.00	0.00	0.00
Assessments Charged-Off	0.00	0.00	0.00	0.00	0.00	0.00
Distribution of Policy Year 2001	0.00	0.00	0.00	0.00	0.00	0.00
Distribution of Policy Year 2002	0.00	0.00	0.00	0.00	0.00	0.00
Distribution of Policy Year 2003	0.00	0.00	0.00	0.00	0.00	0.00
NET CHANGE IN MEMBERS' EQUITY	<u>(432,773.70)</u>	<u>1,495,346.65</u>	<u>83,701.70</u>	<u>(7,322.78)</u>	<u>123.94</u>	<u>1,139,075.81</u>

PENNSYLVANIA FAIR PLAN

EXHIBIT 5B

Members' Account by Policy Year Year to Date Ending June 30, 2005

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>TOTAL</u>
Premiums Written	6,673,272.00	39,842.00	0.00	0.00	0.00	6,713,114.00
Other Income	13,913.82	3,660.00	0.00	0.00	0.00	17,573.82
Investment Income Received	81,041.08	13,534.87	0.00	0.00	0.00	94,575.95
Subtotal	<u>6,768,226.90</u>	<u>57,036.87</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>6,825,263.77</u>
EXPENSES PAID:						
Losses	130,848.71	2,314,112.54	148,321.73	(2,356.34)	(5,848.16)	2,585,078.48
Loss Adjustment Expenses	42,432.98	490,490.41	92,704.13	9,759.83	5,509.91	640,897.26
Other Underwriting Expenses	1,878,647.59	23,859.35	0.00	0.00	0.00	1,902,506.94
Premium Tax	133,465.92	48,677.30	0.00	0.00	0.00	182,143.22
Commissions	435,785.30	2,697.80	0.00	0.00	0.00	438,483.10
Premiums/Assessments Charged-off	0.00	5,347.20	(0.60)	0.00	0.00	5,346.60
Subtotal	<u>2,621,180.50</u>	<u>2,885,184.60</u>	<u>241,025.26</u>	<u>7,403.49</u>	<u>(338.25)</u>	<u>5,754,455.60</u>
BALANCE DUE COMPANIES	4,147,046.40	(2,828,147.73)	(241,025.26)	(7,403.49)	338.25	1,070,808.17
DEDUCT:						
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	0.00	(322,229.94)	0.00	0.00	0.00	(322,229.94)
Prior Pension	0.00	(799,969.00)	0.00	0.00	0.00	(799,969.00)
Subtotal	<u>0.00</u>	<u>(1,122,198.94)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(1,122,198.94)</u>
ADD:						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(345,574.63)	0.00	0.00	0.00	0.00	(345,574.63)
Current Pension	(727,645.00)	0.00	0.00	0.00	0.00	(727,645.00)
Subtotal	<u>(1,073,219.63)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(1,073,219.63)</u>
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	3,073,826.77	(1,705,948.79)	(241,025.26)	(7,403.49)	338.25	1,119,787.48
DEDUCT:						
Current Unearned Premiums	5,214,849.00	1,714,059.00	0.00	0.00	0.00	6,928,908.00
Current Unpaid Losses (Incl. I.B.N.R.)	530,704.00	1,542,616.00	275,800.00	2,000.00	500.00	2,351,620.00
Current Unpaid Underwriting Expenses	54,175.00	0.00	0.00	0.00	0.00	54,175.00
Current Unpaid Post Retirement Benefits	1,317,103.00	0.00	0.00	0.00	0.00	1,317,103.00
Current Unpaid Loss Adjustment Expenses	103,908.00	302,035.00	54,000.00	391.00	98.00	460,432.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	<u>7,220,739.00</u>	<u>3,558,710.00</u>	<u>329,800.00</u>	<u>2,391.00</u>	<u>598.00</u>	<u>11,112,238.00</u>
ADD:						
Prior Unearned Premiums	0.00	7,066,260.00	0.00	0.00	0.00	7,066,260.00
Prior Unpaid Losses (Incl. I.B.N.R.)	0.00	1,863,125.00	510,227.00	2,000.00	500.00	2,375,852.00
Prior Unpaid Underwriting Expenses	0.00	116,730.00	0.00	0.00	0.00	116,730.00
Prior Unpaid Post Retirement Benefits	0.00	1,227,979.00	0.00	0.00	0.00	1,227,979.00
Prior Unpaid Loss Adjustment Expenses	0.00	349,135.00	95,612.00	375.00	94.00	445,216.00
Prior Unpaid Premium Tax	0.00	47,880.46	0.00	0.00	0.00	47,880.46
Subtotal	<u>0.00</u>	<u>10,671,109.46</u>	<u>605,839.00</u>	<u>2,375.00</u>	<u>594.00</u>	<u>11,279,917.46</u>
Distributions Charged-Off	0.00	0.00	0.00	0.00	0.00	0.00
Assessments Charged-Off	0.00	0.00	0.00	0.00	0.00	0.00
Distribution of Policy Year 2001	0.00	0.00	0.00	0.00	0.00	0.00
Distribution of Policy Year 2002	0.00	0.00	0.00	0.00	0.00	0.00
Distribution of Policy Year 2003	0.00	0.00	0.00	0.00	0.00	0.00
NET CHANGE IN MEMBERS' EQUITY	<u>(4,146,912.23)</u>	<u>5,406,450.67</u>	<u>35,013.74</u>	<u>(7,419.49)</u>	<u>334.25</u>	<u>1,287,466.94</u>

PENNSYLVANIA FAIR PLAN

EXHIBIT 5C

Members' Account by Policy Year For Active Policy Years at June 30, 2005

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>TOTAL</u>
Premiums Written	6,673,272.00	13,589,764.00	12,861,458.00	12,109,324.00	11,309,536.00	56,543,354.00
Other Income	13,913.82	55,015.35	80,667.71	27,087.72	6,188.13	182,872.73
Investment Income Received	81,041.08	72,562.64	19,356.83	39,911.04	158,416.49	371,288.08
Subtotal	<u>6,768,226.90</u>	<u>13,717,341.99</u>	<u>12,961,482.54</u>	<u>12,176,322.76</u>	<u>11,474,140.62</u>	<u>57,097,514.81</u>
EXPENSES PAID:						
Losses	130,848.71	3,512,160.48	5,695,451.54	5,484,786.85	4,693,483.49	19,516,731.07
Loss Adjustment Expenses	42,432.98	830,717.51	1,133,163.04	918,761.74	859,407.45	3,784,482.72
Other Underwriting Expenses	1,878,647.59	3,644,615.91	3,540,611.81	3,303,371.86	3,414,976.31	15,782,223.48
Premium Tax	133,465.92	271,795.28	257,229.16	242,186.48	225,773.62	1,130,450.46
Commissions	435,785.30	899,392.90	847,942.00	798,235.90	721,782.60	3,703,138.70
Premiums/Assessments Charged-off	0.00	9,488.70	8,941.82	17,527.61	23,333.19	59,291.32
Subtotal	<u>2,621,180.50</u>	<u>9,168,170.78</u>	<u>11,483,339.37</u>	<u>10,764,870.44</u>	<u>9,938,756.66</u>	<u>43,976,317.75</u>
BALANCE DUE COMPANIES	4,147,046.40	4,549,171.21	1,478,143.17	1,411,452.32	1,535,383.96	13,121,197.06
ADD:						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(345,574.63)	0.00	0.00	0.00	0.00	(345,574.63)
Current Pension	(727,645.00)	0.00	0.00	0.00	0.00	(727,645.00)
Subtotal	<u>(1,073,219.63)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(1,073,219.63)</u>
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	3,073,826.77	4,549,171.21	1,478,143.17	1,411,452.32	1,535,383.96	12,047,977.43
DEDUCT:						
Current Unearned Premiums	5,214,849.00	1,714,059.00	0.00	0.00	0.00	6,928,908.00
Current Unpaid Losses (Incl. I.B.N.R.)	530,704.00	1,542,616.00	275,800.00	2,000.00	500.00	2,351,620.00
Current Unpaid Underwriting Expenses	54,175.00	0.00	0.00	0.00	0.00	54,175.00
Current Unpaid Post Retirement Benefits	1,317,103.00	0.00	0.00	0.00	0.00	1,317,103.00
Current Unpaid Loss Adjustment Expenses	103,908.00	302,035.00	54,000.00	391.00	98.00	460,432.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	<u>7,220,739.00</u>	<u>3,558,710.00</u>	<u>329,800.00</u>	<u>2,391.00</u>	<u>598.00</u>	<u>11,112,238.00</u>
Distributions Charged-Off	0.00	0.00	0.00	0.00	0.00	0.00
Assessments Charged-Off	0.00	0.00	0.00	0.00	0.00	0.00
Distribution of Policy Year 2001	0.00	0.00	0.00	0.00	(1,000,000.00)	(1,000,000.00)
Distribution of Policy Year 2002	0.00	0.00	0.00	(250,000.00)	0.00	(250,000.00)
Distribution of Policy Year 2003	0.00	0.00	(850,000.00)	0.00	0.00	(850,000.00)
NET CHANGE IN MEMBERS' EQUITY	<u>(4,146,912.23)</u>	<u>990,461.21</u>	<u>298,343.17</u>	<u>1,159,061.32</u>	<u>534,785.96</u>	<u>(1,164,260.57)</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, 2005

	<u>QUARTER</u>			<u>YEAR</u>		
	04/01/2005 - 06/30/2005			01/01/2005 - 06/30/2005		
	<u>PREMIUMS WRITTEN</u>					
	<u>2005</u>	<u>2004</u>	<u>TOTAL</u>	<u>2005</u>	<u>2004</u>	<u>TOTAL</u>
Fire	2,545,882.00	(7,904.00)	2,537,978.00	4,973,042.00	30,644.00	5,003,686.00
Other Allied Lines	861,260.00	(1,554.00)	859,706.00	1,688,268.00	9,330.00	1,697,598.00
Crime	5,568.00	0.00	5,568.00	11,962.00	(132.00)	11,830.00
Total	3,412,710.00	(9,458.00)	3,403,252.00	6,673,272.00	39,842.00	6,713,114.00
	<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>					
Fire	2,274,563.00	2,913,971.00	5,188,534.00	0.00	5,260,621.00	5,260,621.00
Other Allied Lines	765,741.00	994,851.00	1,760,592.00	0.00	1,789,898.00	1,789,898.00
Crime	5,841.00	8,510.00	14,351.00	0.00	15,741.00	15,741.00
Total	3,046,145.00	3,917,332.00	6,963,477.00	0.00	7,066,260.00	7,066,260.00
	<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>					
Fire	3,893,936.00	1,273,875.00	5,167,811.00	3,893,936.00	1,273,875.00	5,167,811.00
Other Allied Lines	1,311,800.00	436,806.00	1,748,606.00	1,311,800.00	436,806.00	1,748,606.00
Crime	9,113.00	3,378.00	12,491.00	9,113.00	3,378.00	12,491.00
Total	5,214,849.00	1,714,059.00	6,928,908.00	5,214,849.00	1,714,059.00	6,928,908.00
	<u>PREMIUMS EARNED</u>					
Fire	926,509.00	1,632,192.00	2,558,701.00	1,079,106.00	4,017,390.00	5,096,496.00
Other Allied Lines	315,201.00	556,491.00	871,692.00	376,468.00	1,362,422.00	1,738,890.00
Crime	2,296.00	5,132.00	7,428.00	2,849.00	12,231.00	15,080.00
Total	1,244,006.00	2,193,815.00	3,437,821.00	1,458,423.00	5,392,043.00	6,850,466.00

PENNSYLVANIA FAIR PLAN

EXHIBIT 6B

**Premium Statistics by Class of Business and Policy Year
For Terrorism Reporting Requirements Only
For the Quarter and Year to Date Ending June 30, 2005**

	<u>QUARTER</u>			<u>YEAR</u>		
	04/01/2005 - 06/30/2005			01/01/2005 - 06/30/2005		
	<u>PREMIUMS WRITTEN</u>					
	<u>2005</u>	<u>2004</u>	<u>TOTAL</u>	<u>2005</u>	<u>2004</u>	<u>TOTAL</u>
Habitational (Owner Occupied)	2,085,634.00	(5,654.00)	2,079,980.00	4,067,335.00	24,713.00	4,092,048.00
Habitational (Non-Owner Occupied)	904,369.00	(2,485.00)	901,884.00	1,792,969.00	11,292.00	1,804,261.00
Commercial	422,707.00	(1,319.00)	421,388.00	812,968.00	3,837.00	816,805.00
Total	3,412,710.00	(9,458.00)	3,403,252.00	6,673,272.00	39,842.00	6,713,114.00
	<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>					
Habitational (Owner Occupied)	1,801,791.00	2,318,781.00	4,120,572.00	0.00	4,319,727.00	4,319,727.00
Habitational (Non-Owner Occupied)	807,832.00	1,038,909.00	1,846,741.00	0.00	1,884,402.00	1,884,402.00
Commercial	436,522.00	559,642.00	996,164.00	0.00	862,131.00	862,131.00
Total	3,046,145.00	3,917,332.00	6,963,477.00	0.00	7,066,260.00	7,066,260.00
	<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>					
Habitational (Owner Occupied)	3,116,171.00	1,024,869.00	4,141,040.00	3,116,171.00	1,024,869.00	4,141,040.00
Habitational (Non-Owner Occupied)	1,350,598.00	443,865.00	1,794,463.00	1,350,598.00	443,865.00	1,794,463.00
Commercial	748,080.00	245,325.00	993,405.00	748,080.00	245,325.00	993,405.00
Total	5,214,849.00	1,714,059.00	6,928,908.00	5,214,849.00	1,714,059.00	6,928,908.00
	<u>PREMIUMS EARNED</u>					
Habitational (Owner Occupied)	771,254.00	1,288,258.00	2,059,512.00	951,164.00	3,319,571.00	4,270,735.00
Habitational (Non-Owner Occupied)	361,603.00	592,559.00	954,162.00	442,371.00	1,451,829.00	1,894,200.00
Commercial	111,149.00	312,998.00	424,147.00	64,888.00	620,643.00	685,531.00
Total	1,244,006.00	2,193,815.00	3,437,821.00	1,458,423.00	5,392,043.00	6,850,466.00
Premiums Earned for Terrorism Reporting Requirements	472,752.00	905,557.00	1,378,309.00	507,259.00	2,072,472.00	2,579,731.00

NOTE: Terrorism Reporting Requirements include: Habitational (Non-Owner Occupied) & Commercial lines for Premiums Earned only!

EXHIBIT 7A

PENNSYLVANIA FAIR PLAN

**Loss Statistics by Line of Business and Policy Year
For the Quarter and Year to Date Ending June 30, 2005**

QUARTER

04/01/2005 - 06/30/2005

	<u>LOSSES PAID</u>					
	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>TOTAL</u>
Fire	106,341.05	1,075,906.90	(11,129.58)	0.00	(866.67)	1,170,251.70
Other Allied Lines	22,190.41	143,409.56	5,646.37	0.00	0.00	171,246.34
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	128,531.46	1,219,316.46	(5,483.21)	0.00	(866.67)	1,341,498.04

UNPAID PREVIOUS PERIOD (INCL. I.B.N.R.)

Fire	156,300.00	1,906,246.00	316,627.00	2,000.00	500.00	2,381,673.00
Other Allied Lines	10,400.00	284,600.00	53,500.00	0.00	0.00	348,500.00
Crime	0.00	200.00	0.00	0.00	0.00	200.00
Total	166,700.00	2,191,046.00	370,127.00	2,000.00	500.00	2,730,373.00

UNPAID CURRENT PERIOD (INCL. I.B.N.R.)

Fire	484,954.00	1,382,104.00	253,800.00	2,000.00	500.00	2,123,358.00
Other Allied Lines	45,650.00	160,412.00	22,000.00	0.00	0.00	228,062.00
Crime	100.00	100.00	0.00	0.00	0.00	200.00
Total	530,704.00	1,542,616.00	275,800.00	2,000.00	500.00	2,351,620.00

LOSSES INCURRED

Fire	434,995.05	551,764.90	(73,956.58)	0.00	(866.67)	911,936.70
Other Allied Lines	57,440.41	19,221.56	(25,853.63)	0.00	0.00	50,808.34
Crime	100.00	(100.00)	0.00	0.00	0.00	0.00
Total	492,535.46	570,886.46	(99,810.21)	0.00	(866.67)	962,745.04

YEAR TO DATE

01/01/2005 - 06/30/2005

LOSSES PAID

Fire	106,341.05	2,000,592.28	114,384.46	(2,356.34)	(5,775.21)	2,213,186.24
Other Allied Lines	24,507.66	313,520.26	33,937.27	0.00	(72.95)	371,892.24
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	130,848.71	2,314,112.54	148,321.73	(2,356.34)	(5,848.16)	2,585,078.48

UNPAID PREVIOUS PERIOD (INCL. I.B.N.R.)

Fire	0.00	1,548,215.00	402,127.00	2,000.00	500.00	1,952,842.00
Other Allied Lines	0.00	314,710.00	108,100.00	0.00	0.00	422,810.00
Crime	0.00	200.00	0.00	0.00	0.00	200.00
Total	0.00	1,863,125.00	510,227.00	2,000.00	500.00	2,375,852.00

UNPAID CURRENT PERIOD (INCL. I.B.N.R.)

Fire	484,954.00	1,382,104.00	253,800.00	2,000.00	500.00	2,123,358.00
Other Allied Lines	45,650.00	160,412.00	22,000.00	0.00	0.00	228,062.00
Crime	100.00	100.00	0.00	0.00	0.00	200.00
Total	530,704.00	1,542,616.00	275,800.00	2,000.00	500.00	2,351,620.00

LOSSES INCURRED

Fire	591,295.05	1,834,481.28	(33,942.54)	(2,356.34)	(5,775.21)	2,383,702.24
Other Allied Lines	70,157.66	159,222.26	(52,162.73)	0.00	(72.95)	177,144.24
Crime	100.00	(100.00)	0.00	0.00	0.00	0.00
Total	661,552.71	1,993,603.54	(86,105.27)	(2,356.34)	(5,848.16)	2,560,846.48

I.B.N.R. (CURRENT PERIOD)

Fire	38,200.00	37,800.00	0.00	0.00	0.00	76,000.00
Other Allied Lines	12,900.00	13,000.00	0.00	0.00	0.00	25,900.00
Crime	100.00	100.00	0.00	0.00	0.00	200.00
Total	51,200.00	50,900.00	0.00	0.00	0.00	102,100.00

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, 2005

QUARTER

04/01/2005 - 06/30/2005

	<u>LOSS ADJUSTMENT EXPENSES PAID</u>					<u>TOTAL</u>	
	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>		
Fire	27,075.91	142,639.42	21,609.75	7,145.25	740.73	199,211.06	
Other Allied Lines	13,995.80	102,804.23	11,797.36	172.53	0.00	128,769.92	
Crime	0.00	0.00	0.00	0.00	0.00	0.00	
Total	41,071.71	245,443.65	33,407.11	7,317.78	740.73	327,980.98	
		<u>UNPAID PREVIOUS PERIOD</u>					
Fire	30,109.00	367,205.00	60,992.00	386.00	96.00	458,788.00	
Other Allied Lines	2,003.00	54,823.00	10,306.00	0.00	0.00	67,132.00	
Crime	0.00	38.00	0.00	0.00	0.00	38.00	
Total	32,112.00	422,066.00	71,298.00	386.00	96.00	525,958.00	
		<u>UNPAID CURRENT PERIOD</u>					
Fire	94,950.00	270,608.00	49,693.00	391.00	98.00	415,740.00	
Other Allied Lines	8,938.00	31,407.00	4,307.00	0.00	0.00	44,652.00	
Crime	20.00	20.00	0.00	0.00	0.00	40.00	
Total	103,908.00	302,035.00	54,000.00	391.00	98.00	460,432.00	
		<u>LOSS ADJUSTMENT EXPENSES INCURRED</u>					
Fire	91,916.91	46,042.42	10,310.75	7,150.25	742.73	156,163.06	
Other Allied Lines	20,930.80	79,388.23	5,798.36	172.53	0.00	106,289.92	
Crime	20.00	(18.00)	0.00	0.00	0.00	2.00	
Total	112,867.71	125,412.65	16,109.11	7,322.78	742.73	262,454.98	

YEAR TO DATE

01/01/2005 - 06/30/2005

	<u>LOSS ADJUSTMENT EXPENSES PAID</u>						
Fire	27,075.91	256,766.61	50,085.35	9,587.30	5,211.88	348,727.05	
Other Allied Lines	15,357.07	233,723.80	42,618.78	172.53	298.03	292,170.21	
Crime	0.00	0.00	0.00	0.00	0.00	0.00	
Total	42,432.98	490,490.41	92,704.13	9,759.83	5,509.91	640,897.26	
		<u>UNPAID PREVIOUS PERIOD</u>					
Fire	0.00	290,124.00	75,355.00	375.00	94.00	365,948.00	
Other Allied Lines	0.00	58,973.00	20,257.00	0.00	0.00	79,230.00	
Crime	0.00	38.00	0.00	0.00	0.00	38.00	
Total	0.00	349,135.00	95,612.00	375.00	94.00	445,216.00	
		<u>UNPAID CURRENT PERIOD</u>					
Fire	94,950.00	270,608.00	49,693.00	391.00	98.00	415,740.00	
Other Allied Lines	8,938.00	31,407.00	4,307.00	0.00	0.00	44,652.00	
Crime	20.00	20.00	0.00	0.00	0.00	40.00	
Total	103,908.00	302,035.00	54,000.00	391.00	98.00	460,432.00	
		<u>LOSS ADJUSTMENT EXPENSES INCURRED</u>					
Fire	122,025.91	237,250.61	24,423.35	9,603.30	5,215.88	398,519.05	
Other Allied Lines	24,295.07	206,157.80	26,668.78	172.53	298.03	257,592.21	
Crime	20.00	(18.00)	0.00	0.00	0.00	2.00	
Total	146,340.98	443,390.41	51,092.13	9,775.83	5,513.91	656,113.26	

EXHIBIT 8

PENNSYLVANIA FAIR PLAN**Report of Catastrophe Losses
For the Quarter Ending June 30, 2005**

Catastrophe Number	Policy Year	Date of Loss	Line of Business	Unpaid Losses	Losses Paid	Allocated Unpaid Loss Adjustment Expense	Loss Adjustment Expenses Paid
01	2003	08/01/2004	Other	15,000.00	0.00	750.00	2,159.95
29	2003	09/28/2004	Other	5,000.00	0.00	250.00	152.50
30	2003	09/17/2004	Other	0.00	2,056.67	0.00	672.00
24	2004	07/12/2004	Other	0.00	575.85	0.00	222.00
29	2004	09/28/2004	Other	0.00	1,362.16	0.00	1,802.83
01	2004	08/01/2004	Other	0.00	1,010.73	0.00	1,355.50
30	2004	09/17/2004	Other	7,000.00	0.00	350.00	1,149.40
34	2004	01/06/2005	Other	5,000.00	1,090.19	250.00	432.00
36	2004	01/23/2005	Other	4,600.00	0.00	230.00	5,335.60
41	2004	03/30/2005	Other	14,500.00	6,019.34	725.00	6,563.04
41	2005	03/30/2005	Other	0.00	8,950.45	0.00	1,588.74
TOTAL				51,100.00	21,065.39	2,555.00	21,433.56