

EXHIBIT 1**PENNSYLVANIA FAIR PLAN****Statement of Assets, Liabilities and Members' Equity at
June 30, 2007**

	LEDGER ASSETS	ASSETS NOT ADMITTED	NET ADMITTED ASSETS
	<hr/>	<hr/>	<hr/>
<u>ASSETS</u>			
Cash	1,921,043.09	0.00	1,921,043.09
Investments	12,112,852.50	0.00	12,112,852.50
Due from Participating Members	0.00	0.00	0.00
Accrued Investment Income	0.00	0.00	0.00
Premiums Receivable	22,096.00	15,202.00	6,894.00
Other Receivables	65,897.43	0.00	65,897.43
Pre-paid Premium Tax	155,632.98	0.00	155,632.98
Pre-paid Expenses	103,569.27	103,569.27	0.00
Furniture & Equipment	161,085.24	161,085.24	0.00
Data Processing Equipment	44,508.40	44,508.40	0.00
Other Assets	878.42	878.42	0.00
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TOTAL ASSETS	14,587,563.33	325,243.33	14,262,320.00
<u>LIABILITIES</u>			
Unpaid Losses (Incl. I.B.N.R.)			2,211,990.00
Unpaid Loss Adjustment Expenses			361,126.00
Unpaid Underwriting Expenses			66,152.00
Unpaid Post Retirement Benefits (Medical)			990,006.00
Unpaid Post Retirement Benefits (Pension)			339,149.00
Unearned Premiums			6,074,824.00
Unearned Advance Premiums			368,646.00
Claims Checks Payable			616,129.84
Amounts Withheld for Accounts of Others			143,636.69
Unpaid Premium Tax			0.00
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TOTAL LIABILITIES			11,171,659.53
<u>MEMBERS' EQUITY</u>			
Members' Equity (Deficit)			3,090,660.47
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TOTAL LIABILITIES & MEMBERS' EQUITY			14,262,320.00
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EXHIBIT 2

PENNSYLVANIA FAIR PLAN
Income Statement for the Quarter and Year to Date Ending
June 30, 2007

	Quarter 04/01/ - 06/30/2007	Year 01/01/ - 06/30/2007
<u>UNDERWRITING INCOME</u>		
Premiums Written	2,888,291.00	5,868,851.00
Change in Unearned Premiums	209,422.00	439,767.00
Premiums Earned	<u>3,097,713.00</u>	<u>6,308,618.00</u>
<u>DEDUCTIONS</u>		
Losses Incurred	1,714,584.75	3,284,871.94
Loss Adjustment Expenses Incurred	341,321.29	696,651.02
Other Underwriting Expenses Incurred	991,989.85	2,109,285.92
Post Retirement Benefits Incurred	55,426.58	72,515.24
Premium Tax Incurred	57,765.82	117,377.02
Total Underwriting Deductions	<u>3,161,088.29</u>	<u>6,280,701.14</u>
Net Underwriting Profit or Loss	(63,375.29)	27,916.86
<u>OTHER INCOME OR OUTGO</u>		
Net Investment Income	143,035.65	284,005.60
Other Income	350.37	843.73
Premiums/Assessments Charged-Off	(1,027.10)	(1,112.50)
Total Other Income or Outgo	<u>142,358.92</u>	<u>283,736.83</u>
Net Result of Operations	78,983.63	311,653.69
<u>EQUITY ACCOUNT</u>		
Beginning Members' Equity	2,870,484.81	2,518,126.28
Net Result of Operations	78,983.63	311,653.69
Change in Assets Not Admitted	19,302.87	12,714.64
Change in Post Retirement Benefits (Pension)	120,778.00	241,556.00
Assessment of Policy Year	0.00	0.00
Distribution of Policy Year	0.00	0.00
Policy Year Closeout	0.00	0.00
Assessments Charged-Off	0.00	5,498.70
Distributions Charged-Off	1,111.16	1,111.16
MEMBERS' EQUITY (DEFICIT)	<u><u>3,090,660.47</u></u>	<u><u>3,090,660.47</u></u>

EXHIBIT 3**PENNSYLVANIA FAIR PLAN****Reconciliation of Ledger Assets As of
June 30, 2007****INCREASE IN LEDGER ASSETS**

Premiums Written	5,868,851.00
Other Income	843.73
Investment Income	284,005.60
Unearned Advance Premiums	47,084.00
Amounts Withheld for Accounts of Others	0.00
Claims Checks Payable	0.00
Premiums Charged-Off	0.00
Assessments\Distributions to Members Charged-Off	6,609.86
Assessment of Policy Year	0.00
Policy Year Closeout	0.00
TOTAL	<hr/> 6,207,394.19

DECREASE IN LEDGER ASSETS

Other Income	0.00
Losses Paid	2,852,104.94
Loss Adjustment Expenses Paid	627,625.02
Other Expenses Paid	2,446,470.04
Unearned Advance Premiums	0.00
Amounts Withheld for Accounts of Others	33,941.56
Claims Checks Payable	287,374.26
Premiums Charged-Off	1,112.50
Assessments\Distributions to Members Charged-Off	0.00
Distribution of Policy Year	0.00
Policy Year Closeout	0.00
TOTAL	<hr/> 6,248,628.32

Increase(Decrease) in Ledger Assets	(41,234.13)
Ledger Assets at 12/31/2006	14,628,797.46
Ledger Assets at 06/30/2007	<hr/> 14,587,563.33

EXHIBIT 5A

PENNSYLVANIA FAIR PLAN

Members' Account by Policy Year for the Quarter Ending
June 30, 2007

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>TOTAL</u>
Premiums Written	2,898,791.00	(10,500.00)	0.00	0.00	0.00	2,888,291.00
Other Income	350.37	0.00	0.00	0.00	0.00	350.37
Investment Income Received	143,035.65	0.00	0.00	0.00	0.00	143,035.65
Subtotal	3,042,177.02	(10,500.00)	0.00	0.00	0.00	3,031,677.02
EXPENSES PAID:						
Losses	424,948.78	1,214,573.95	(9,606.65)	(8,083.33)	(25.00)	1,621,807.75
Loss Adjustment Expenses	64,252.88	215,310.19	52,231.88	815.52	417.82	333,028.29
Other Underwriting Expenses	980,526.83	0.00	0.00	0.00	0.00	980,526.83
Premium Tax	57,975.82	(210.00)	0.00	0.00	0.00	57,765.82
Commissions	177,844.60	(638.00)	0.00	0.00	0.00	177,206.60
Premiums/Assessments Charged-off	0.00	1,027.80	(0.70)	0.00	0.00	1,027.10
Subtotal	1,705,548.91	1,430,063.94	42,624.53	(7,267.81)	392.82	3,171,362.39
BALANCE DUE COMPANIES	1,336,628.11	(1,440,563.94)	(42,624.53)	7,267.81	(392.82)	(139,685.37)
DEDUCT:						
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	(344,546.20)	0.00	0.00	0.00	0.00	(344,546.20)
Prior Pension	(675,505.00)	0.00	0.00	0.00	0.00	(675,505.00)
Subtotal	(1,020,051.20)	0.00	0.00	0.00	0.00	(1,020,051.20)
ADD:						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(325,243.33)	0.00	0.00	0.00	0.00	(325,243.33)
Current Pension	(554,727.00)	0.00	0.00	0.00	0.00	(554,727.00)
Subtotal	(879,970.33)	0.00	0.00	0.00	0.00	(879,970.33)
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	1,476,708.98	(1,440,563.94)	(42,624.53)	7,267.81	(392.82)	395.50
DEDUCT:						
Current Unearned Premiums	4,539,225.00	1,535,599.00	0.00	0.00	0.00	6,074,824.00
Current Unpaid Losses (Incl. I.B.N.R.)	726,567.00	1,232,423.00	250,500.00	0.00	2,500.00	2,211,990.00
Current Unpaid Underwriting Expenses	66,152.00	0.00	0.00	0.00	0.00	66,152.00
Current Unpaid Post Retirement Benefits	774,428.00	0.00	0.00	0.00	0.00	774,428.00
Current Unpaid Loss Adjustment Expenses	118,619.00	201,203.00	40,896.00	0.00	408.00	361,126.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	6,224,991.00	2,969,225.00	291,396.00	0.00	2,908.00	9,488,520.00
ADD:						
Prior Unearned Premiums	2,732,476.00	3,551,770.00	0.00	0.00	0.00	6,284,246.00
Prior Unpaid Losses (Incl. I.B.N.R.)	379,700.00	1,473,012.00	264,001.00	0.00	2,500.00	2,119,213.00
Prior Unpaid Underwriting Expenses	123,447.00	0.00	0.00	0.00	0.00	123,447.00
Prior Unpaid Post Retirement Benefits	827,450.00	0.00	0.00	0.00	0.00	827,450.00
Prior Unpaid Loss Adjustment Expenses	63,217.00	245,245.00	43,954.00	0.00	417.00	352,833.00
Prior Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	4,126,290.00	5,270,027.00	307,955.00	0.00	2,917.00	9,707,189.00
Change in Post Retirement Benefits (Pension)	0.00	0.00	0.00	0.00	0.00	0.00
Assessment of Policy Year	0.00	0.00	0.00	0.00	0.00	0.00
Distribution of Policy Year	0.00	0.00	0.00	0.00	0.00	0.00
Policy Year Closeout	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
Distributions Charged-Off	0.00	0.00	0.00	0.00	1,111.16	1,111.16
NET CHANGE IN MEMBERS' EQUITY	(621,992.02)	860,238.06	(26,065.53)	7,267.81	727.34	220,175.66

PENNSYLVANIA FAIR PLAN

Members' Account by Policy Year for the Year to Date Ending

June 30, 2007

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>TOTAL</u>
Premiums Written	5,842,554.00	26,297.00	0.00	0.00	0.00	5,868,851.00
Other Income	843.73	0.00	0.00	0.00	0.00	843.73
Investment Income Received	284,005.60	0.00	0.00	0.00	0.00	284,005.60
Subtotal	<u>6,127,403.33</u>	<u>26,297.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>6,153,700.33</u>
EXPENSES PAID:						
Losses	427,948.78	2,377,617.65	67,524.25	10,304.69	(31,290.43)	2,852,104.94
Loss Adjustment Expenses	65,775.70	431,377.02	114,299.31	8,768.71	7,404.28	627,625.02
Other Underwriting Expenses	1,859,571.96	102,650.00	0.00	0.00	0.00	1,962,221.96
Premium Tax	116,851.08	5,275.80	0.00	0.00	0.00	122,126.88
Commissions	360,484.80	1,636.40	0.00	0.00	0.00	362,121.20
Premiums/Assessments Charged-off	0.00	1,113.20	(0.70)	0.00	0.00	1,112.50
Subtotal	<u>2,830,632.32</u>	<u>2,919,670.07</u>	<u>181,822.86</u>	<u>19,073.40</u>	<u>(23,886.15)</u>	<u>5,927,312.50</u>
BALANCE DUE COMPANIES	3,296,771.01	(2,893,373.07)	(181,822.86)	(19,073.40)	23,886.15	226,387.83
DEDUCT:						
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	0.00	(337,957.97)	0.00	0.00	0.00	(337,957.97)
Prior Pension	0.00	(796,283.00)	0.00	0.00	0.00	(796,283.00)
Subtotal	<u>0.00</u>	<u>(1,134,240.97)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(1,134,240.97)</u>
ADD:						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(325,243.33)	0.00	0.00	0.00	0.00	(325,243.33)
Current Pension	(554,727.00)	0.00	0.00	0.00	0.00	(554,727.00)
Subtotal	<u>(879,970.33)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(879,970.33)</u>
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	2,416,800.68	(1,759,132.10)	(181,822.86)	(19,073.40)	23,886.15	480,658.47
DEDUCT:						
Current Unearned Premiums	4,539,225.00	1,535,599.00	0.00	0.00	0.00	6,074,824.00
Current Unpaid Losses (Incl. I.B.N.R.)	726,567.00	1,232,423.00	250,500.00	0.00	2,500.00	2,211,990.00
Current Unpaid Underwriting Expenses	66,152.00	0.00	0.00	0.00	0.00	66,152.00
Current Unpaid Post Retirement Benefits	774,428.00	0.00	0.00	0.00	0.00	774,428.00
Current Unpaid Loss Adjustment Expenses	118,619.00	201,203.00	40,896.00	0.00	408.00	361,126.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	<u>6,224,991.00</u>	<u>2,969,225.00</u>	<u>291,396.00</u>	<u>0.00</u>	<u>2,908.00</u>	<u>9,488,520.00</u>
ADD:						
Prior Unearned Premiums	0.00	6,514,591.00	0.00	0.00	0.00	6,514,591.00
Prior Unpaid Losses (Incl. I.B.N.R.)	0.00	1,330,117.00	409,800.00	36,806.00	2,500.00	1,779,223.00
Prior Unpaid Underwriting Expenses	0.00	102,650.00	0.00	0.00	0.00	102,650.00
Prior Unpaid Post Retirement Benefits	0.00	880,472.00	0.00	0.00	0.00	880,472.00
Prior Unpaid Loss Adjustment Expenses	0.00	218,369.00	67,278.00	6,043.00	410.00	292,100.00
Prior Unpaid Premium Tax	0.00	4,749.86	0.00	0.00	0.00	4,749.86
Subtotal	<u>0.00</u>	<u>9,050,948.86</u>	<u>477,078.00</u>	<u>42,849.00</u>	<u>2,910.00</u>	<u>9,573,785.86</u>
Change in Post Retirement Benefits (Pension)	0.00	0.00	0.00	0.00	0.00	0.00
Assessment of Policy Year	0.00	0.00	0.00	0.00	0.00	0.00
Distribution of Policy Year	0.00	0.00	0.00	0.00	0.00	0.00
Policy Year Closeout	0.00	0.00	0.00	0.00	0.00	0.00
Assessments Charged-Off	0.00	0.00	0.00	0.00	5,498.70	5,498.70
Distributions Charged-Off	0.00	0.00	0.00	0.00	1,111.16	1,111.16
NET CHANGE IN MEMBERS' EQUITY	<u>(3,808,190.32)</u>	<u>4,322,591.76</u>	<u>3,859.14</u>	<u>23,775.60</u>	<u>30,498.01</u>	<u>572,534.19</u>

PENNSYLVANIA FAIR PLAN

Members' Account for Active Policy Years @

June 30, 2007

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>TOTAL</u>
Premiums Written	5,842,554.00	13,056,385.00	13,695,625.00	13,583,775.00	12,861,458.00	59,039,797.00
Other Income	843.73	4,661.56	33,514.85	55,015.35	80,667.71	174,703.20
Investment Income Received	284,005.60	458,992.55	270,882.82	72,562.64	19,356.83	1,105,800.44
Subtotal	6,127,403.33	13,520,039.11	14,000,022.67	13,711,352.99	12,961,482.54	60,320,300.64
<u>EXPENSES PAID:</u>						
Losses	427,948.78	4,384,068.25	5,670,081.04	5,162,057.87	5,781,475.52	21,425,631.46
Loss Adjustment Expenses	65,775.70	721,930.83	1,160,591.10	1,305,129.05	1,372,885.76	4,626,312.44
Other Underwriting Expenses	1,859,571.96	3,782,128.87	3,780,208.57	3,644,615.91	3,540,611.81	16,607,137.12
Premium Tax	116,851.08	261,127.70	273,912.50	271,675.50	257,229.16	1,180,795.94
Commissions	360,484.80	826,588.40	888,933.30	899,008.60	847,942.00	3,822,957.10
Premiums/Assessments Charged-off	0.00	4,750.86	12,259.36	9,549.08	8,941.82	35,501.12
Subtotal	2,830,632.32	9,980,594.91	11,785,985.87	11,292,036.01	11,809,086.07	47,698,335.18
BALANCE DUE COMPANIES	3,296,771.01	3,539,444.20	2,214,036.80	2,419,316.98	1,152,396.47	12,621,965.46
<u>ADD:</u>						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(325,243.33)	0.00	0.00	0.00	0.00	(325,243.33)
Current Pension	(554,727.00)	0.00	0.00	0.00	0.00	(554,727.00)
Subtotal	(879,970.33)	0.00	0.00	0.00	0.00	(879,970.33)
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	2,416,800.68	3,539,444.20	2,214,036.80	2,419,316.98	1,152,396.47	11,741,995.13
<u>DEDUCT:</u>						
Current Unearned Premiums	4,539,225.00	1,535,599.00	0.00	0.00	0.00	6,074,824.00
Current Unpaid Losses (Incl. I.B.N.R.)	726,567.00	1,232,423.00	250,500.00	0.00	2,500.00	2,211,990.00
Current Unpaid Underwriting Expenses	66,152.00	0.00	0.00	0.00	0.00	66,152.00
Current Unpaid Post Retirement Benefits	774,428.00	0.00	0.00	0.00	0.00	774,428.00
Current Unpaid Loss Adjustment Expenses	118,619.00	201,203.00	40,896.00	0.00	408.00	361,126.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	6,224,991.00	2,969,225.00	291,396.00	0.00	2,908.00	9,488,520.00
Change in Post Retirement Benefits (Pension)	0.00	0.00	0.00	0.00	0.00	0.00
Assessment of Policy Year	0.00	1,676,780.35	0.00	0.00	0.00	1,676,780.35
Distribution of Policy Year	0.00	0.00	0.00	0.00	(850,000.00)	(850,000.00)
Policy Year Closeout	0.00	0.00	0.00	0.00	0.00	0.00
Assessments Charged-Off	0.00	0.00	0.00	0.00	(7,080.78)	(7,080.78)
Distributions Charged-Off	0.00	0.00	0.00	0.00	17,485.77	17,485.77
NET CHANGE IN MEMBERS' EQUITY	<u>(3,808,190.32)</u>	<u>2,246,999.55</u>	<u>1,922,640.80</u>	<u>2,419,316.98</u>	<u>309,893.46</u>	<u>3,090,660.47</u>

PENNSYLVANIA FAIR PLAN

Premium Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending June 30, 2007

	<u>QUARTER</u> 04/01/2007 - 06/30/2007			<u>YEAR</u> 01/01/2007 - 06/30/2007		
	<u>2007</u>	<u>2006</u>	<u>TOTAL</u>	<u>2007</u>	<u>2006</u>	<u>TOTAL</u>
	<u>PREMIUMS WRITTEN</u>					
Fire	2,084,273.00	(8,735.00)	2,075,538.00	4,215,067.00	20,109.00	4,235,176.00
Other Allied Lines	809,268.00	(1,815.00)	807,453.00	1,617,324.00	6,235.00	1,623,559.00
Crime	5,250.00	50.00	5,300.00	10,163.00	(47.00)	10,116.00
Total	2,898,791.00	(10,500.00)	2,888,291.00	5,842,554.00	26,297.00	5,868,851.00
	<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>					
Fire	1,983,549.00	2,561,944.00	4,545,493.00	0.00	4,709,670.00	4,709,670.00
Other Allied Lines	744,505.00	984,395.00	1,728,900.00	0.00	1,794,780.00	1,794,780.00
Crime	4,422.00	5,431.00	9,853.00	0.00	10,141.00	10,141.00
Total	2,732,476.00	3,551,770.00	6,284,246.00	0.00	6,514,591.00	6,514,591.00
	<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>					
Fire	3,279,662.00	1,105,458.00	4,385,120.00	3,279,662.00	1,105,458.00	4,385,120.00
Other Allied Lines	1,251,771.00	427,848.00	1,679,619.00	1,251,771.00	427,848.00	1,679,619.00
Crime	7,792.00	2,293.00	10,085.00	7,792.00	2,293.00	10,085.00
Total	4,539,225.00	1,535,599.00	6,074,824.00	4,539,225.00	1,535,599.00	6,074,824.00
	<u>PREMIUMS EARNED</u>					
Fire	788,160.00	1,447,751.00	2,235,911.00	935,405.00	3,624,321.00	4,559,726.00
Other Allied Lines	302,002.00	554,732.00	856,734.00	365,553.00	1,373,167.00	1,738,720.00
Crime	1,880.00	3,188.00	5,068.00	2,371.00	7,801.00	10,172.00
Total	1,092,042.00	2,005,671.00	3,097,713.00	1,303,329.00	5,005,289.00	6,308,618.00

PENNSYLVANIA FAIR PLAN

Premium Statistics by Class of Business and Policy Year for the Quarter & Year to Date Ending

June 30, 2007

For Terrorism Reporting Requirements Only

	<u>QUARTER</u> 04/01/2007 - 06/30/2007			<u>YEAR</u> 01/01/2007 - 06/30/2007		
	<u>2007</u>	<u>2006</u>	<u>TOTAL</u>	<u>2007</u>	<u>2006</u>	<u>TOTAL</u>
	<u>PREMIUMS WRITTEN</u>					
Habitational (Owner Occupied)	1,817,878.00	(6,497.00)	1,811,381.00	3,635,675.00	17,283.00	3,652,958.00
Habitational (Non-Owner Occupied)	755,652.00	(2,772.00)	752,880.00	1,550,244.00	7,795.00	1,558,039.00
Commercial	325,261.00	(1,231.00)	324,030.00	656,635.00	1,219.00	657,854.00
Total	2,898,791.00	(10,500.00)	2,888,291.00	5,842,554.00	26,297.00	5,868,851.00
	<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>					
Habitational (Owner Occupied)	1,587,952.00	2,067,318.00	3,655,270.00	0.00	4,056,241.00	4,056,241.00
Habitational (Non-Owner Occupied)	693,475.00	901,885.00	1,595,360.00	0.00	1,780,527.00	1,780,527.00
Commercial	451,049.00	582,567.00	1,033,616.00	0.00	677,823.00	677,823.00
Total	2,732,476.00	3,551,770.00	6,284,246.00	0.00	6,514,591.00	6,514,591.00
	<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>					
Habitational (Owner Occupied)	2,883,947.00	976,023.00	3,859,970.00	2,883,947.00	976,023.00	3,859,970.00
Habitational (Non-Owner Occupied)	1,200,190.00	406,097.00	1,606,287.00	1,200,190.00	406,097.00	1,606,287.00
Commercial	455,088.00	153,479.00	608,567.00	455,088.00	153,479.00	608,567.00
Total	4,539,225.00	1,535,599.00	6,074,824.00	4,539,225.00	1,535,599.00	6,074,824.00
	<u>PREMIUMS EARNED</u>					
Habitational (Owner Occupied)	521,883.00	1,084,798.00	1,606,681.00	751,728.00	3,097,501.00	3,849,229.00
Habitational (Non-Owner Occupied)	248,937.00	493,016.00	741,953.00	350,054.00	1,382,225.00	1,732,279.00
Commercial	321,222.00	427,857.00	749,079.00	201,547.00	525,563.00	727,110.00
Total	1,092,042.00	2,005,671.00	3,097,713.00	1,303,329.00	5,005,289.00	6,308,618.00
Premiums Earned for Terrorism Reporting	570,159.00	920,873.00	1,491,032.00	551,601.00	1,907,788.00	2,459,389.00

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

PENNSYLVANIA FAIR PLAN

**Loss Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending
June 30, 2007**

QUARTER

04/01/2007 - 06/30/2007

	2007	2006	2005	2004	2003	TOTAL
	LOSSES PAID					
Fire	368,980.17	1,055,688.16	(16,501.60)	(8,083.33)	(25.00)	1,400,058.40
Other Allied Lines	55,968.61	158,885.79	6,894.95	0.00	0.00	221,749.35
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	424,948.78	1,214,573.95	(9,606.65)	(8,083.33)	(25.00)	1,621,807.75

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

Fire	367,900.00	1,281,112.00	246,501.00	0.00	1,500.00	1,897,013.00
Other Allied Lines	11,800.00	189,800.00	17,500.00	0.00	1,000.00	220,100.00
Crime	0.00	2,100.00	0.00	0.00	0.00	2,100.00
Total	379,700.00	1,473,012.00	264,001.00	0.00	2,500.00	2,119,213.00

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

Fire	567,342.00	1,029,700.00	236,500.00	0.00	1,500.00	1,835,042.00
Other Allied Lines	159,125.00	200,623.00	14,000.00	0.00	1,000.00	374,748.00
Crime	100.00	2,100.00	0.00	0.00	0.00	2,200.00
Total	726,567.00	1,232,423.00	250,500.00	0.00	2,500.00	2,211,990.00

LOSSES INCURRED

Fire	568,422.17	804,276.16	(26,502.60)	(8,083.33)	(25.00)	1,338,087.40
Other Allied Lines	203,293.61	169,708.79	3,394.95	0.00	0.00	376,397.35
Crime	100.00	0.00	0.00	0.00	0.00	100.00
Total	771,815.78	973,984.95	(23,107.65)	(8,083.33)	(25.00)	1,714,584.75

YEAR TO DATE

01/01/2007 - 06/30/2007

	LOSSES PAID					
Fire	371,980.17	2,091,280.65	42,026.24	10,304.69	(31,276.03)	2,484,315.72
Other Allied Lines	55,968.61	286,337.00	25,498.01	0.00	(14.40)	367,789.22
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	427,948.78	2,377,617.65	67,524.25	10,304.69	(31,290.43)	2,852,104.94

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

Fire	0.00	1,180,117.00	363,900.00	36,706.00	1,500.00	1,582,223.00
Other Allied Lines	0.00	149,800.00	45,900.00	100.00	1,000.00	196,800.00
Crime	0.00	200.00	0.00	0.00	0.00	200.00
Total	0.00	1,330,117.00	409,800.00	36,806.00	2,500.00	1,779,223.00

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

Fire	567,342.00	1,029,700.00	236,500.00	0.00	1,500.00	1,835,042.00
Other Allied Lines	159,125.00	200,623.00	14,000.00	0.00	1,000.00	374,748.00
Crime	100.00	2,100.00	0.00	0.00	0.00	2,200.00
Total	726,567.00	1,232,423.00	250,500.00	0.00	2,500.00	2,211,990.00

LOSSES INCURRED

Fire	939,322.17	1,940,863.65	(85,373.76)	(26,401.31)	(31,276.03)	2,737,134.72
Other Allied Lines	215,093.61	337,160.00	(6,401.99)	(100.00)	(14.40)	545,737.22
Crime	100.00	1,900.00	0.00	0.00	0.00	2,000.00
Total	1,154,515.78	2,279,923.65	(91,775.75)	(26,501.31)	(31,290.43)	3,284,871.94

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

Fire	37,800.00	38,200.00	0.00	0.00	0.00	76,000.00
Other Allied Lines	14,300.00	14,800.00	0.00	0.00	0.00	29,100.00
Crime	100.00	100.00	0.00	0.00	0.00	200.00
Total	52,200.00	53,100.00	0.00	0.00	0.00	105,300.00

PENNSYLVANIA FAIR PLAN

**Loss Adjustment Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending
June 30, 2007**

QUARTER

04/01/2007 - 06/30/2007

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>TOTAL</u>
LOSS ADJUSTMENT EXPENSES PAID						
Fire	45,673.26	100,993.62	20,612.22	525.53	383.87	168,188.50
Other Allied Lines	18,375.01	114,198.96	31,619.66	289.99	33.95	164,517.57
Crime	204.61	117.61	0.00	0.00	0.00	322.22
Total	<u>64,252.88</u>	<u>215,310.19</u>	<u>52,231.88</u>	<u>815.52</u>	<u>417.82</u>	<u>333,028.29</u>
UNPAID PREVIOUS PERIOD						
Fire	61,253.00	213,295.00	41,041.00	0.00	250.00	315,839.00
Other Allied Lines	1,964.00	31,601.00	2,913.00	0.00	167.00	36,645.00
Crime	0.00	349.00	0.00	0.00	0.00	349.00
Total	<u>63,217.00</u>	<u>245,245.00</u>	<u>43,954.00</u>	<u>0.00</u>	<u>417.00</u>	<u>352,833.00</u>
UNPAID CURRENT PERIOD						
Fire	92,623.00	168,107.00	38,610.00	0.00	244.00	299,584.00
Other Allied Lines	25,979.00	32,754.00	2,286.00	0.00	164.00	61,183.00
Crime	17.00	342.00	0.00	0.00	0.00	359.00
Total	<u>118,619.00</u>	<u>201,203.00</u>	<u>40,896.00</u>	<u>0.00</u>	<u>408.00</u>	<u>361,126.00</u>
LOSS ADJUSTMENT EXPENSES INCURRED						
Fire	77,043.26	55,805.62	18,181.22	525.53	377.87	151,933.50
Other Allied Lines	42,390.01	115,351.96	30,992.66	289.99	30.95	189,055.57
Crime	221.61	110.61	0.00	0.00	0.00	332.22
Total	<u>119,654.88</u>	<u>171,268.19</u>	<u>49,173.88</u>	<u>815.52</u>	<u>408.82</u>	<u>341,321.29</u>

YEAR TO DATE

01/01/2007 - 06/30/2007

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>TOTAL</u>
LOSS ADJUSTMENT EXPENSES PAID						
Fire	46,746.67	236,559.62	61,195.84	3,619.74	7,337.99	355,459.86
Other Allied Lines	18,824.42	194,600.12	53,103.47	5,148.97	66.29	271,743.27
Crime	204.61	217.28	0.00	0.00	0.00	421.89
Total	<u>65,775.70</u>	<u>431,377.02</u>	<u>114,299.31</u>	<u>8,768.71</u>	<u>7,404.28</u>	<u>627,625.02</u>
UNPAID PREVIOUS PERIOD						
Fire	0.00	193,743.00	59,742.00	6,027.00	246.00	259,758.00
Other Allied Lines	0.00	24,593.00	7,536.00	16.00	164.00	32,309.00
Crime	0.00	33.00	0.00	0.00	0.00	33.00
Total	<u>0.00</u>	<u>218,369.00</u>	<u>67,278.00</u>	<u>6,043.00</u>	<u>410.00</u>	<u>292,100.00</u>
UNPAID CURRENT PERIOD						
Fire	92,623.00	168,107.00	38,610.00	0.00	244.00	299,584.00
Other Allied Lines	25,979.00	32,754.00	2,286.00	0.00	164.00	61,183.00
Crime	17.00	342.00	0.00	0.00	0.00	359.00
Total	<u>118,619.00</u>	<u>201,203.00</u>	<u>40,896.00</u>	<u>0.00</u>	<u>408.00</u>	<u>361,126.00</u>
LOSS ADJUSTMENT EXPENSES INCURRED						
Fire	139,369.67	210,923.62	40,063.84	(2,407.26)	7,335.99	395,285.86
Other Allied Lines	44,803.42	202,761.12	47,853.47	5,132.97	66.29	300,617.27
Crime	221.61	526.28	0.00	0.00	0.00	747.89
Total	<u>184,394.70</u>	<u>414,211.02</u>	<u>87,917.31</u>	<u>2,725.71</u>	<u>7,402.28</u>	<u>696,651.02</u>

EXHIBIT 8

PENNSYLVANIA
Report of Catastrophe Losses for the Quarter Ending
June 30, 2007

Cat #	Policy Year	Date of Loss	Line of Business	Unpaid Losses	Paid Losses	Alloc. Unpaid LAE	Paid Loss Adjustment Expenses
59	2005	01/18/2006	Other	0	3,500.00	0	3,913.75
89	2005	12/01/2006	Other	0	0.00	0	1,487.20
89	2006	12/01/2006	Other	3,500	5,166.03	175	3,225.78
94	2006	02/15/2007	Other	0	1,510.18	0	3,654.78
98	2006	04/15/2007	Other	35,900	17,328.85	1,795	13,703.27
98	2007	04/15/2007	Other	99,825	37,698.87	4,991	5,771.40
TOTAL				139,225	65,203.93	6,961	31,756.18