

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

	LEDGER ASSETS	ASSETS NOT ADMITTED	NET ADMITTED ASSETS
<u>ASSETS</u>			
Cash	1,890,343.90	0.00	1,890,343.90
Investments	12,259,301.97	0.00	12,259,301.97
Due from Participating Members	0.00	0.00	0.00
Accrued Investment Income	0.00	0.00	0.00
Premiums Receivable	29,431.80	16,689.50	12,742.30
Other Receivables	59,872.28	0.00	59,872.28
Pre-paid Premium Tax	100,433.00	0.00	100,433.00
Pre-paid Expenses	90,675.14	90,675.14	0.00
Furniture & Equipment	154,886.94	154,886.94	0.00
Data Processing Equipment	40,144.55	40,144.55	0.00
Other Assets	916.16	916.16	0.00
TOTAL ASSETS	14,626,005.74	303,312.29	14,322,693.45
<u>LIABILITIES</u>			
Unpaid Losses (Incl. I.B.N.R.)			1,799,392.00
Unpaid Loss Adjustment Expenses			319,762.00
Unpaid Underwriting Expenses			41,545.00
Unpaid Post Retirement Benefits (Medical)			969,249.00
Unpaid Post Retirement Benefits (Pension)			186,106.00
Unearned Premiums			5,839,705.00
Unearned Advance Premiums			358,032.00
Claims Checks Payable			320,982.40
Amounts Withheld for Accounts of Others			167,590.31
Unpaid Premium Tax			0.00
TOTAL LIABILITIES			10,002,363.71
<u>MEMBERS' EQUITY</u>			
Members' Equity (Deficit)			4,320,329.74
TOTAL LIABILITIES & MEMBERS' EQUITY			14,322,693.45

EXHIBIT 2

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

	Quarter	Year
	<u>07/01/ - 09/30/2007</u>	<u>01/01/ - 09/30/2007</u>
<u>UNDERWRITING INCOME</u>		
Premiums Written	2,759,999.00	8,628,850.00
Change in Unearned Premiums	235,119.00	674,886.00
Premiums Earned	<u>2,995,118.00</u>	<u>9,303,736.00</u>
<u>DEDUCTIONS</u>		
Losses Incurred	656,036.48	3,940,908.42
Loss Adjustment Expenses Incurred	267,068.56	963,719.58
Other Underwriting Expenses Incurred	1,015,460.50	3,124,746.42
Post Retirement Benefits Incurred	56,364.58	128,879.82
Premium Tax Incurred	55,199.98	172,577.00
Total Underwriting Deductions	<u>2,050,130.10</u>	<u>8,330,831.24</u>
Net Underwriting Profit or Loss	944,987.90	972,904.76
<u>OTHER INCOME OR OUTGO</u>		
Net Investment Income	146,456.97	430,462.57
Other Income	(3,465.64)	(2,621.91)
Premiums/Assessments Charged-Off	(1,019.00)	(2,131.50)
Total Other Income or Outgo	<u>141,972.33</u>	<u>425,709.16</u>
Net Result of Operations	1,086,960.23	1,398,613.92
<u>EQUITY ACCOUNT</u>		
Beginning Members' Equity	3,090,660.47	2,518,126.28
Net Result of Operations	1,086,960.23	1,398,613.92
Change in Assets Not Admitted	21,931.04	34,645.68
Change in Post Retirement Benefits (Pension)	120,778.00	362,334.00
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	0.00	1,111.16
MEMBERS' EQUITY (DEFICIT)	<u><u>4,320,329.74</u></u>	<u><u>4,320,329.74</u></u>

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

Premiums Written	8,628,850.00
Other Income	0.00
Investment Income	430,462.57
Unearned Advance Premiums	36,470.00
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/> 9,102,392.43

DECREASE IN LEDGER ASSETS

Other Income	2,621.91
Losses Paid	3,920,739.42
Loss Adjustment Expenses Paid	936,057.58
Other Expenses Paid	3,651,124.10
Unearned Advance Premiums	0.00
Amounts Withheld for Accounts of Others	9,987.94
Claims Checks Payable	582,521.70
Premiums Charged-Off	2,131.50
Assessments\Distributions to Members Charged-Off	0.00
Distribution of Policy Year	0.00
Policy Year Closeout	0.00
TOTAL	<hr/> 9,105,184.15

Increase(Decrease) in Ledger Assets	(2,791.72)
Ledger Assets at 12/31/2006	14,628,797.46
Ledger Assets at 09/30/2007	<hr/> 14,626,005.74

EXHIBIT 5A

PENNSYLVANIA FAIR PLAN
Members' Account by Policy Year for the Quarter Ending
September 30, 2007

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>TOTAL</u>
Premiums Written	2,765,854.00	(5,855.00)	0.00	0.00	0.00	2,759,999.00
Other Income	(3,465.64)	0.00	0.00	0.00	0.00	(3,465.64)
Investment Income Received	146,456.97	0.00	0.00	0.00	0.00	146,456.97
Subtotal	2,908,845.33	(5,855.00)	0.00	0.00	0.00	2,902,990.33
EXPENSES PAID:						
Losses	451,223.89	510,872.71	110,735.26	0.00	(4,197.38)	1,068,634.48
Loss Adjustment Expenses	114,097.37	154,556.42	32,547.93	0.00	7,230.84	308,432.56
Other Underwriting Expenses	981,411.65	0.00	0.00	0.00	0.00	981,411.65
Premium Tax	55,317.08	(117.10)	0.00	0.00	0.00	55,199.98
Commissions	168,395.33	(352.90)	0.00	0.00	0.00	168,042.43
Premiums/Assessments Charged-off	1,006.50	12.50	0.00	0.00	0.00	1,019.00
Subtotal	1,771,451.82	664,971.63	143,283.19	0.00	3,033.46	2,582,740.10
BALANCE DUE COMPANIES	1,137,393.51	(670,826.63)	(143,283.19)	0.00	(3,033.46)	320,250.23
DEDUCT:						
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	(325,243.33)	0.00	0.00	0.00	0.00	(325,243.33)
Prior 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)
ADD:						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(303,312.29)	0.00	0.00	0.00	0.00	(303,312.29)
Current Pension	(433,949.00)	0.00	0.00	0.00	0.00	(433,949.00)
Subtotal	(737,261.29)	0.00	0.00	0.00	0.00	(737,261.29)
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	1,280,102.55	(670,826.63)	(143,283.19)	0.00	(3,033.46)	462,959.27
DEDUCT:						
Current Unearned Premiums	5,467,366.00	372,339.00	0.00	0.00	0.00	5,839,705.00
Current Unpaid Losses (Incl. I.B.N.R.)	679,882.00	1,022,960.00	94,050.00	0.00	2,500.00	1,799,392.00
Current Unpaid Underwriting Expenses	41,545.00	0.00	0.00	0.00	0.00	41,545.00
Current Unpaid Post Retirement Benefits	721,406.00	0.00	0.00	0.00	0.00	721,406.00
Current Unpaid Loss Adjustment Expenses	120,819.00	181,785.00	16,714.00	0.00	444.00	319,762.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	7,031,018.00	1,577,084.00	110,764.00	0.00	2,944.00	8,721,810.00
ADD:						
Prior Unearned Premiums	4,539,225.00	1,535,599.00	0.00	0.00	0.00	6,074,824.00
Prior 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
Prior Unpaid Underwriting Expenses	66,152.00	0.00	0.00	0.00	0.00	66,152.00
Prior Unpaid Post Retirement Benefits	774,428.00	0.00	0.00	0.00	0.00	774,428.00
Prior Unpaid Loss Adjustment Expenses	118,619.00	201,203.00	40,896.00	0.00	408.00	361,126.00
Prior 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	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	0.00	0.00
NET CHANGE IN MEMBERS' EQUITY	474,075.55	721,314.37	37,348.81	0.00	(3,069.46)	1,229,669.27

EXHIBIT 5B

PENNSYLVANIA FAIR PLAN

Members' Account by Policy Year for the Year to Date Ending
September 30, 2007

	2007	2006	2005	2004	2003	TOTAL
Premiums Written	8,608,408.00	20,442.00	0.00	0.00	0.00	8,628,850.00
Other Income	(2,621.91)	0.00	0.00	0.00	0.00	(2,621.91)
Investment Income Received	430,462.57	0.00	0.00	0.00	0.00	430,462.57
Subtotal	9,036,248.66	20,442.00	0.00	0.00	0.00	9,056,690.66
EXPENSES PAID:						
Losses	879,172.67	2,888,490.36	178,259.51	10,304.69	(35,487.81)	3,920,739.42
Loss Adjustment Expenses	179,873.07	585,933.44	146,847.24	8,768.71	14,635.12	936,057.58
Other Underwriting Expenses	2,840,983.61	102,650.00	0.00	0.00	0.00	2,943,633.61
Premium Tax	172,168.16	5,158.70	0.00	0.00	0.00	177,326.86
Commissions	528,880.13	1,283.50	0.00	0.00	0.00	530,163.63
Premiums/Assessments Charged-off	1,006.50	1,125.70	(0.70)	0.00	0.00	2,131.50
Subtotal	4,602,084.14	3,584,641.70	325,106.05	19,073.40	(20,852.69)	8,510,052.60
BALANCE DUE COMPANIES	4,434,164.52	(3,564,199.70)	(325,106.05)	(19,073.40)	20,852.69	546,638.06
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		(796,283.00)	0.00	0.00	0.00	(796,283.00)
Subtotal	0.00	(1,134,240.97)	0.00	0.00	0.00	(1,134,240.97)
ADD:						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(303,312.29)	0.00	0.00	0.00	0.00	(303,312.29)
Current Pension	(433,949.00)	0.00	0.00	0.00	0.00	(433,949.00)
Subtotal	(737,261.29)	0.00	0.00	0.00	0.00	(737,261.29)
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	3,696,903.23	(2,429,958.73)	(325,106.05)	(19,073.40)	20,852.69	943,617.74
DEDUCT:						
Current Unearned Premiums	5,467,366.00	372,339.00	0.00	0.00	0.00	5,839,705.00
Current Unpaid Losses (Incl. I.B.N.R.)	679,882.00	1,022,960.00	94,050.00	0.00	2,500.00	1,799,392.00
Current Unpaid Underwriting Expenses	41,545.00	0.00	0.00	0.00	0.00	41,545.00
Current Unpaid Post Retirement Benefits	721,406.00	0.00	0.00	0.00	0.00	721,406.00
Current Unpaid Loss Adjustment Expenses	120,819.00	181,785.00	16,714.00	0.00	444.00	319,762.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	7,031,018.00	1,577,084.00	110,764.00	0.00	2,944.00	8,721,810.00
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	0.00	9,050,948.86	477,078.00	42,849.00	2,910.00	9,573,785.86
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	(3,334,114.77)	5,043,906.13	41,207.95	23,775.60	27,428.55	1,802,203.46

EXHIBIT 5C

PENNSYLVANIA FAIR PLAN

**Members' Account for Active Policy Years @
September 30, 2007**

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>TOTAL</u>
Premiums Written	8,608,408.00	13,050,530.00	13,695,625.00	13,583,775.00	12,861,458.00	61,799,796.00
Other Income	(2,621.91)	4,661.56	33,514.85	55,015.35	80,667.71	171,237.56
Investment Income Received	430,462.57	458,992.55	270,882.82	72,562.64	19,356.83	1,252,257.41
Subtotal	9,036,248.66	13,514,184.11	14,000,022.67	13,711,352.99	12,961,482.54	63,223,290.97
EXPENSES PAID:						
Losses	879,172.67	4,894,940.96	5,780,816.30	5,162,057.87	5,777,278.14	22,494,265.94
Loss Adjustment Expenses	179,873.07	876,487.25	1,193,139.03	1,305,129.05	1,380,116.60	4,934,745.00
Other Underwriting Expenses	2,840,983.61	3,782,128.87	3,780,208.57	3,644,615.91	3,540,611.81	17,588,548.77
Premium Tax	172,168.16	261,010.60	273,912.50	271,675.50	257,229.16	1,235,995.92
Commissions	528,880.13	826,235.50	888,933.30	899,008.60	847,942.00	3,990,999.53
Premiums/Assessments Charged-off	1,006.50	4,763.36	12,259.36	9,549.08	8,941.82	36,520.12
Subtotal	4,602,084.14	10,645,566.54	11,929,269.06	11,292,036.01	11,812,119.53	50,281,075.28
BALANCE DUE COMPANIES	4,434,164.52	2,868,617.57	2,070,753.61	2,419,316.98	1,149,363.01	12,942,215.69
ADD:						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(303,312.29)	0.00	0.00	0.00	0.00	(303,312.29)
Current Pension	(433,949.00)	0.00	0.00	0.00	0.00	(433,949.00)
Subtotal	(737,261.29)	0.00	0.00	0.00	0.00	(737,261.29)
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	3,696,903.23	2,868,617.57	2,070,753.61	2,419,316.98	1,149,363.01	12,204,954.40
DEDUCT:						
Current Unearned Premiums	5,467,366.00	372,339.00	0.00	0.00	0.00	5,839,705.00
Current Unpaid Losses (Incl. I.B.N.R.)	679,882.00	1,022,960.00	94,050.00	0.00	2,500.00	1,799,392.00
Current Unpaid Underwriting Expenses	41,545.00	0.00	0.00	0.00	0.00	41,545.00
Current Unpaid Post Retirement Benefits	721,406.00	0.00	0.00	0.00	0.00	721,406.00
Current Unpaid Loss Adjustment Expenses	120,819.00	181,785.00	16,714.00	0.00	444.00	319,762.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	7,031,018.00	1,577,084.00	110,764.00	0.00	2,944.00	8,721,810.00
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>(3,334,114.77)</u>	<u>2,968,313.92</u>	<u>1,959,989.61</u>	<u>2,419,316.98</u>	<u>306,824.00</u>	<u>4,320,329.74</u>

EXHIBIT 6A

PENNSYLVANIA FAIR PLAN

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

	<u>QUARTER</u> 07/01/2007 - 09/30/2007			<u>YEAR</u> 01/01/2007 - 09/30/2007		
	<u>2007</u>	<u>2006</u>	<u>TOTAL</u>	<u>2007</u>	<u>2006</u>	<u>TOTAL</u>
	<u>PREMIUMS WRITTEN</u>					
Fire	2,013,020.00	(4,502.00)	2,008,518.00	6,228,087.00	15,607.00	6,243,694.00
Other Allied Lines	747,338.00	(1,353.00)	745,985.00	2,364,662.00	4,882.00	2,369,544.00
Crime	5,496.00	0.00	5,496.00	15,659.00	(47.00)	15,612.00
Total	2,765,854.00	(5,855.00)	2,759,999.00	8,608,408.00	20,442.00	8,628,850.00
	<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>					
Fire	3,279,662.00	1,105,458.00	4,385,120.00	0.00	4,709,670.00	4,709,670.00
Other Allied Lines	1,251,771.00	427,848.00	1,679,619.00	0.00	1,794,780.00	1,794,780.00
Crime	7,792.00	2,293.00	10,085.00	0.00	10,141.00	10,141.00
Total	4,539,225.00	1,535,599.00	6,074,824.00	0.00	6,514,591.00	6,514,591.00
	<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>					
Fire	3,962,965.00	267,834.00	4,230,799.00	3,962,965.00	267,834.00	4,230,799.00
Other Allied Lines	1,494,367.00	103,998.00	1,598,365.00	1,494,367.00	103,998.00	1,598,365.00
Crime	10,034.00	507.00	10,541.00	10,034.00	507.00	10,541.00
Total	5,467,366.00	372,339.00	5,839,705.00	5,467,366.00	372,339.00	5,839,705.00
	<u>PREMIUMS EARNED</u>					
Fire	1,329,717.00	833,122.00	2,162,839.00	2,265,122.00	4,457,443.00	6,722,565.00
Other Allied Lines	504,742.00	322,497.00	827,239.00	870,295.00	1,695,664.00	2,565,959.00
Crime	3,254.00	1,786.00	5,040.00	5,625.00	9,587.00	15,212.00
Total	1,837,713.00	1,157,405.00	2,995,118.00	3,141,042.00	6,162,694.00	9,303,736.00

EXHIBIT 6B

PENNSYLVANIA FAIR PLAN

Premium Statistics by Class of Business and Policy Year for the Quarter & Year to Date Ending
September 30, 2007
For Terrorism Reporting Requirements Only

	<u>QUARTER</u> <u>07/01/2007 - 09/30/2007</u>			<u>YEAR</u> <u>01/01/2007 - 09/30/2007</u>		
	<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)	1,809,257.00	(3,825.00)	1,805,432.00	5,444,932.00	13,458.00	5,458,390.00
Habitational (Non-Owner Occupied)	695,698.00	(1,484.00)	694,214.00	2,245,942.00	6,311.00	2,252,253.00
Commercial	260,899.00	(546.00)	260,353.00	917,534.00	673.00	918,207.00
Total	2,765,854.00	(5,855.00)	2,759,999.00	8,608,408.00	20,442.00	8,628,850.00
	<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>					
Habitational (Owner Occupied)	2,883,947.00	976,023.00	3,859,970.00	0.00	4,056,241.00	4,056,241.00
Habitational (Non-Owner Occupied)	1,200,190.00	406,097.00	1,606,287.00	0.00	1,780,527.00	1,780,527.00
Commercial	455,088.00	153,479.00	608,567.00	0.00	677,823.00	677,823.00
Total	4,539,225.00	1,535,599.00	6,074,824.00	0.00	6,514,591.00	6,514,591.00
	<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>					
Habitational (Owner Occupied)	3,525,120.00	240,200.00	3,765,320.00	3,525,120.00	240,200.00	3,765,320.00
Habitational (Non-Owner Occupied)	1,354,809.00	92,295.00	1,447,104.00	1,354,809.00	92,295.00	1,447,104.00
Commercial	587,437.00	39,844.00	627,281.00	587,437.00	39,844.00	627,281.00
Total	5,467,366.00	372,339.00	5,839,705.00	5,467,366.00	372,339.00	5,839,705.00
	<u>PREMIUMS EARNED</u>					
Habitational (Owner Occupied)	1,168,084.00	731,998.00	1,900,082.00	1,919,812.00	3,829,499.00	5,749,311.00
Habitational (Non-Owner Occupied)	541,079.00	312,318.00	853,397.00	891,133.00	1,694,543.00	2,585,676.00
Commercial	128,550.00	113,089.00	241,639.00	330,097.00	638,652.00	968,749.00
Total	1,837,713.00	1,157,405.00	2,995,118.00	3,141,042.00	6,162,694.00	9,303,736.00
Premiums Earned for Terrorism Reporting	669,629.00	425,407.00	1,095,036.00	1,221,230.00	2,333,195.00	3,554,425.00

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 & Year to Date Ending
September 30, 2007**

**QUARTER
07/01/2007 - 09/30/2007**

	2007	2006	2005	2004	2003	TOTAL
	LOSSES PAID					
Fire	313,322.12	410,160.63	108,231.64	0.00	(4,138.27)	827,576.12
Other Allied Lines	137,901.77	100,712.08	2,503.62	0.00	(59.11)	241,058.36
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	451,223.89	510,872.71	110,735.26	0.00	(4,197.38)	1,068,634.48
	UNPAID PREVIOUS 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
	UNPAID CURRENT PERIOD (INCL. I.B.N.R.)					
Fire	556,882.00	896,760.00	86,000.00	0.00	1,500.00	1,541,142.00
Other Allied Lines	122,800.00	124,200.00	8,050.00	0.00	1,000.00	256,050.00
Crime	200.00	2,000.00	0.00	0.00	0.00	2,200.00
Total	679,882.00	1,022,960.00	94,050.00	0.00	2,500.00	1,799,392.00
	LOSSES INCURRED					
Fire	302,862.12	277,220.63	(42,268.36)	0.00	(4,138.27)	533,676.12
Other Allied Lines	101,576.77	24,289.08	(3,446.38)	0.00	(59.11)	122,360.36
Crime	100.00	(100.00)	0.00	0.00	0.00	0.00
Total	404,538.89	301,409.71	(45,714.74)	0.00	(4,197.38)	656,036.48

**YEAR TO DATE
01/01/2007 - 09/30/2007**

	2007	2006	2005	2004	2003	TOTAL
	LOSSES PAID					
Fire	685,302.29	2,501,441.28	150,257.88	10,304.69	(35,414.30)	3,311,891.84
Other Allied Lines	193,870.38	387,049.08	28,001.63	0.00	(73.51)	608,847.58
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	879,172.67	2,888,490.36	178,259.51	10,304.69	(35,487.81)	3,920,739.42
	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	556,882.00	896,760.00	86,000.00	0.00	1,500.00	1,541,142.00
Other Allied Lines	122,800.00	124,200.00	8,050.00	0.00	1,000.00	256,050.00
Crime	200.00	2,000.00	0.00	0.00	0.00	2,200.00
Total	679,882.00	1,022,960.00	94,050.00	0.00	2,500.00	1,799,392.00
	LOSSES INCURRED					
Fire	1,242,184.29	2,218,084.28	(127,642.12)	(26,401.31)	(35,414.30)	3,270,810.84
Other Allied Lines	316,670.38	361,449.08	(9,848.37)	(100.00)	(73.51)	668,097.58
Crime	200.00	1,800.00	0.00	0.00	0.00	2,000.00
Total	1,559,054.67	2,581,333.36	(137,490.49)	(26,501.31)	(35,487.81)	3,940,908.42
	I.B.N.R. (CURRENT PERIOD)					
Fire	56,600.00	19,600.00	0.00	0.00	0.00	76,200.00
Other Allied Lines	21,300.00	7,600.00	0.00	0.00	0.00	28,900.00
Crime	200.00	0.00	0.00	0.00	0.00	200.00
Total	78,100.00	27,200.00	0.00	0.00	0.00	105,300.00

EXHIBIT 7B

PENNSYLVANIA FAIR PLAN**Loss Adjustment Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending
September 30, 2007****QUARTER
07/01/2007 - 09/30/2007**

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>TOTAL</u>
LOSS ADJUSTMENT EXPENSES PAID						
Fire	66,618.53	95,394.04	20,957.93	0.00	7,230.84	190,201.34
Other Allied Lines	47,478.84	59,002.68	11,590.00	0.00	0.00	118,071.52
Crime	0.00	159.70	0.00	0.00	0.00	159.70
Total	114,097.37	154,556.42	32,547.93	0.00	7,230.84	308,432.56
UNPAID PREVIOUS 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	118,619.00	201,203.00	40,896.00	0.00	408.00	361,126.00
UNPAID CURRENT PERIOD						
Fire	98,960.00	159,359.00	15,283.00	0.00	266.00	273,868.00
Other Allied Lines	21,823.00	22,071.00	1,431.00	0.00	178.00	45,503.00
Crime	36.00	355.00	0.00	0.00	0.00	391.00
Total	120,819.00	181,785.00	16,714.00	0.00	444.00	319,762.00
LOSS ADJUSTMENT EXPENSES INCURRED						
Fire	72,955.53	86,646.04	(2,369.07)	0.00	7,252.84	164,485.34
Other Allied Lines	43,322.84	48,319.68	10,735.00	0.00	14.00	102,391.52
Crime	19.00	172.70	0.00	0.00	0.00	191.70
Total	116,297.37	135,138.42	8,365.93	0.00	7,266.84	267,068.56

**YEAR TO DATE
01/01/2007 - 09/30/2007**

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>TOTAL</u>
LOSS ADJUSTMENT EXPENSES PAID						
Fire	113,365.20	331,953.66	82,153.77	3,619.74	14,568.83	545,661.20
Other Allied Lines	66,303.26	253,602.80	64,693.47	5,148.97	66.29	389,814.79
Crime	204.61	376.98	0.00	0.00	0.00	581.59
Total	179,873.07	585,933.44	146,847.24	8,768.71	14,635.12	936,057.58
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	0.00	218,369.00	67,278.00	6,043.00	410.00	292,100.00
UNPAID CURRENT PERIOD						
Fire	98,960.00	159,359.00	15,283.00	0.00	266.00	273,868.00
Other Allied Lines	21,823.00	22,071.00	1,431.00	0.00	178.00	45,503.00
Crime	36.00	355.00	0.00	0.00	0.00	391.00
Total	120,819.00	181,785.00	16,714.00	0.00	444.00	319,762.00
LOSS ADJUSTMENT EXPENSES INCURRED						
Fire	212,325.20	297,569.66	37,694.77	(2,407.26)	14,588.83	559,771.20
Other Allied Lines	88,126.26	251,080.80	58,588.47	5,132.97	80.29	403,008.79
Crime	240.61	698.98	0.00	0.00	0.00	939.59
Total	300,692.07	549,349.44	96,283.24	2,725.71	14,669.12	963,719.58

