

EXHIBIT 1**PENNSYLVANIA FAIR PLAN****Statement of Assets, Liabilities and Members' Equity at
September 30, 2008**

	LEDGER ASSETS	ASSETS NOT ADMITTED	NET ADMITTED ASSETS
<u>ASSETS</u>			
Cash	2,385,131.48	0.00	2,385,131.48
Investments	11,796,542.11	0.00	11,796,542.11
Due from Participating Members	0.00	0.00	0.00
Accrued Investment Income	0.00	0.00	0.00
Premiums Receivable	15,917.40	8,903.20	7,014.20
Other Receivables	89,505.65	0.00	89,505.65
Pre-paid Premium Tax	120,937.90	120,937.90	0.00
Pre-paid Expenses	91,166.35	91,166.35	0.00
Furniture & Equipment	160,366.43	160,366.43	0.00
Data Processing Equipment	27,590.70	27,590.70	0.00
Other Assets	0.00	0.00	0.00
TOTAL ASSETS	14,687,158.02	408,964.58	14,278,193.44
<u>LIABILITIES</u>			
Unpaid Losses (Incl. I.B.N.R.)			1,301,252.00
Unpaid Loss Adjustment Expenses			231,941.00
Unpaid Underwriting Expenses			40,487.00
Unpaid Post Retirement Benefits (Medical)			942,115.00
Unpaid Post Retirement Benefits (Pension)			43,109.00
Unearned Premiums			5,173,458.00
Unearned Advance Premiums			334,152.00
Claims Checks Payable			530,638.71
Amounts Withheld for Accounts of Others			130,341.71
Unpaid Premium Tax			0.00
TOTAL LIABILITIES			8,727,494.42
<u>MEMBERS' EQUITY</u>			
Members' Equity (Deficit)			5,550,699.02
TOTAL LIABILITIES & MEMBERS' EQUITY			14,278,193.44

EXHIBIT 2

PENNSYLVANIA FAIR PLAN
Income Statement for the Quarter and Year to Date Ending
September 30, 2008

	Quarter <u>07/01/ - 09/30/2008</u>	Year <u>01/01/ - 09/30/2008</u>
<u>UNDERWRITING INCOME</u>		
Premiums Written	2,408,337.00	7,661,255.00
Change in Unearned Premiums	271,575.00	615,161.00
Premiums Earned	<u>2,679,912.00</u>	<u>8,276,416.00</u>
<u>DEDUCTIONS</u>		
Losses Incurred	982,223.56	3,495,122.71
Loss Adjustment Expenses Incurred	180,215.50	746,579.17
Other Underwriting Expenses Incurred	959,070.76	2,900,295.92
Post Retirement Benefits Incurred	108,719.26	322,882.33
Premium Tax Incurred	48,166.74	153,225.10
Total Underwriting Deductions	<u>2,278,395.82</u>	<u>7,618,105.23</u>
Net Underwriting Profit or Loss	401,516.18	658,310.77
<u>OTHER INCOME OR OUTGO</u>		
Net Investment Income	75,904.25	295,896.94
Other Income	706.53	7,183.65
Premiums/Assessments Charged-Off	(992.10)	(1,836.30)
Total Other Income or Outgo	<u>75,618.68</u>	<u>301,244.29</u>
Net Result of Operations	477,134.86	959,555.06
<u>EQUITY ACCOUNT</u>		
Beginning Members' Equity	4,914,157.24	4,651,869.07
Net Result of Operations	477,134.86	959,555.06
Change in Assets Not Admitted	159,406.92	(60,725.11)
Change in Post Retirement Benefits (Pension)	0.00	0.00
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	0.00
Distributions Charged-Off	0.00	0.00
MEMBERS' EQUITY (DEFICIT)	<u><u>5,550,699.02</u></u>	<u><u>5,550,699.02</u></u>

EXHIBIT 3**PENNSYLVANIA FAIR PLAN****Reconciliation of Ledger Assets As of
September 30, 2008****INCREASE IN LEDGER ASSETS**

Premiums Written	7,661,255.00
Other Income	7,183.65
Investment Income	295,896.94
Unearned Advance Premiums	43,069.00
Amounts Withheld for Accounts of Others	0.00
Claims Checks Payable	25,398.10
Premiums Charged-Off	0.00
Assessments/Distributions to Members Charged-Off	0.00
Assessment of Policy Year	0.00
Policy Year Closeout	0.00
TOTAL	8,032,802.69

DECREASE IN LEDGER ASSETS

Other Income	0.00
Losses Paid	3,987,940.71
Loss Adjustment Expenses Paid	856,868.17
Other Expenses Paid	3,436,610.35
Unearned Advance Premiums	0.00
Amounts Withheld for Accounts of Others	21,767.36
Claims Checks Payable	0.00
Premiums Charged-Off	1,836.30
Assessments/Distributions to Members Charged-Off	0.00
Distribution of Policy Year	0.00
Policy Year Closeout	0.00
TOTAL	8,305,022.89

Increase(Decrease) in Ledger Assets	(272,220.20)
Ledger Assets at 12/31/2007	14,959,378.22
Ledger Assets at 09/30/2008	14,687,158.02

EXHIBIT 5A

PENNSYLVANIA FAIR PLAN
Members' Account by Policy Year for the Quarter Ending
September 30, 2008

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>TOTAL</u>
Premiums Written	2,410,301.00	(1,964.00)	0.00	0.00	0.00	0.00	2,408,337.00
Other Income	706.53	0.00	0.00	0.00	0.00	0.00	706.53
Investment Income Received	75,904.25	0.00	0.00	0.00	0.00	0.00	75,904.25
Subtotal	2,486,911.78	(1,964.00)	0.00	0.00	0.00	0.00	2,484,947.78
EXPENSES PAID:							
Losses	609,626.20	858,493.42	(34,517.73)	(583.33)	0.00	(90.00)	1,432,928.56
Loss Adjustment Expenses	92,285.64	158,644.00	24,181.33	9,323.98	0.00	907.55	285,342.50
Other Underwriting Expenses	941,182.72	0.00	0.00	0.00	0.00	0.00	941,182.72
Premium Tax	48,206.02	(39.28)	0.00	0.00	0.00	0.00	48,166.74
Commissions	144,660.90	(115.60)	0.00	0.00	0.00	0.00	144,545.30
Premiums/Assessments Charged-off	992.20	(0.10)	0.00	0.00	0.00	0.00	992.10
Subtotal	1,836,953.68	1,016,982.44	(10,336.40)	8,740.65	0.00	817.55	2,853,157.92
BALANCE DUE COMPANIES	649,958.10	(1,018,946.44)	10,336.40	(8,740.65)	0.00	(817.55)	(368,210.14)
DEDUCT:							
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	(568,371.50)	0.00	0.00	0.00	0.00	0.00	(568,371.50)
Prior Pension	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	(568,371.50)	0.00	0.00	0.00	0.00	0.00	(568,371.50)
ADD:							
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(408,964.58)	0.00	0.00	0.00	0.00	0.00	(408,964.58)
Current Pension	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	(408,964.58)	0.00	0.00	0.00	0.00	0.00	(408,964.58)
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	809,365.02	(1,018,946.44)	10,336.40	(8,740.65)	0.00	(817.55)	(208,803.22)
DEDUCT:							
Current Unearned Premiums	4,841,023.00	332,435.00	0.00	0.00	0.00	0.00	5,173,458.00
Current Unpaid Losses (Incl. I.B.N.R.)	723,777.00	512,675.00	34,800.00	28,500.00	0.00	1,500.00	1,301,252.00
Current Unpaid Underwriting Expenses	40,487.00	0.00	0.00	0.00	0.00	0.00	40,487.00
Current Unpaid Post Retirement Benefits	985,224.00	0.00	0.00	0.00	0.00	0.00	985,224.00
Current Unpaid Loss Adjustment Expenses	129,010.00	91,382.00	6,203.00	5,078.00	0.00	268.00	231,941.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	6,719,521.00	936,492.00	41,003.00	33,578.00	0.00	1,768.00	7,732,362.00
ADD:							
Prior Unearned Premiums	4,074,403.00	1,370,630.00	0.00	0.00	0.00	0.00	5,445,033.00
Prior Unpaid Losses (Incl. I.B.N.R.)	586,965.00	1,092,292.00	42,700.00	28,500.00	0.00	1,500.00	1,751,957.00
Prior Unpaid Underwriting Expenses	58,425.00	0.00	0.00	0.00	0.00	0.00	58,425.00
Prior Unpaid Post Retirement Benefits	985,224.00	0.00	0.00	0.00	0.00	0.00	985,224.00
Prior Unpaid Loss Adjustment Expenses	112,929.00	210,152.00	8,215.00	5,483.00	0.00	289.00	337,068.00
Prior Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	5,817,946.00	2,673,074.00	50,915.00	33,983.00	0.00	1,789.00	8,577,707.00
Change in Post Retirement Benefits (Pension)	0.00	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	0.00
Distribution of Policy Year	0.00	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	0.00
Assessments Charged-Off	0.00	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	0.00
NET CHANGE IN MEMBERS' EQUITY	(92,209.98)	717,635.56	20,248.40	(8,335.65)	0.00	(796.55)	636,541.78

EXHIBIT 5B

PENNSYLVANIA FAIR PLAN

Members' Account by Policy Year for the Year to Date Ending
September 30, 2008

	2008	2007	2006	2005	2004	2003	TOTAL
Premiums Written	7,668,659.00	(7,404.00)	0.00	0.00	0.00	0.00	7,661,255.00
Other Income	7,183.65	0.00	0.00	0.00	0.00	0.00	7,183.65
Investment Income Received	295,896.94	0.00	0.00	0.00	0.00	0.00	295,896.94
Subtotal	7,971,739.59	(7,404.00)	0.00	0.00	0.00	0.00	7,964,335.59
EXPENSES PAID:							
Losses	730,687.61	3,059,397.84	186,700.59	(683.33)	0.00	11,838.00	3,987,940.71
Loss Adjustment Expenses	116,381.43	597,012.69	104,907.35	16,780.93	160.52	21,625.25	856,868.17
Other Underwriting Expenses	2,721,008.55	100,694.00	0.00	0.00	0.00	0.00	2,821,702.55
Premium Tax	153,373.18	(148.08)	0.00	0.00	0.00	0.00	153,225.10
Commissions	462,125.40	(442.70)	0.00	0.00	0.00	0.00	461,682.70
Premiums/Assessments Charged-off	992.20	844.80	(0.70)	0.00	0.00	0.00	1,836.30
Subtotal	4,184,568.37	3,757,358.55	291,607.24	16,097.60	160.52	33,463.25	8,283,255.53
BALANCE DUE COMPANIES	3,787,171.22	(3,764,762.55)	(291,607.24)	(16,097.60)	(160.52)	(33,463.25)	(318,919.94)
DEDUCT:							
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	0.00	(348,239.47)	0.00	0.00	0.00	0.00	(348,239.47)
Prior Pension		0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	0.00	(348,239.47)	0.00	0.00	0.00	0.00	(348,239.47)
ADD:							
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(408,964.58)	0.00	0.00	0.00	0.00	0.00	(408,964.58)
Current Pension	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	(408,964.58)	0.00	0.00	0.00	0.00	0.00	(408,964.58)
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	3,378,206.64	(3,416,523.08)	(291,607.24)	(16,097.60)	(160.52)	(33,463.25)	(379,645.05)
DEDUCT:							
Current Unearned Premiums	4,841,023.00	332,435.00	0.00	0.00	0.00	0.00	5,173,458.00
Current Unpaid Losses (Incl. I.B.N.R.)	723,777.00	512,675.00	34,800.00	28,500.00	0.00	1,500.00	1,301,252.00
Current Unpaid Underwriting Expenses	40,487.00	0.00	0.00	0.00	0.00	0.00	40,487.00
Current Unpaid Post Retirement Benefits	985,224.00	0.00	0.00	0.00	0.00	0.00	985,224.00
Current Unpaid Loss Adjustment Expenses	129,010.00	91,382.00	6,203.00	5,078.00	0.00	268.00	231,941.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	6,719,521.00	936,492.00	41,003.00	33,578.00	0.00	1,768.00	7,732,362.00
ADD:							
Prior Unearned Premiums	0.00	5,788,619.00	0.00	0.00	0.00	0.00	5,788,619.00
Prior Unpaid Losses (Incl. I.B.N.R.)	0.00	1,344,570.00	418,500.00	28,500.00	0.00	2,500.00	1,794,070.00
Prior Unpaid Underwriting Expenses	0.00	100,694.00	0.00	0.00	0.00	0.00	100,694.00
Prior Unpaid Post Retirement Benefits	0.00	985,224.00	0.00	0.00	0.00	0.00	985,224.00
Prior Unpaid Loss Adjustment Expenses	0.00	256,485.00	79,831.00	5,437.00	0.00	477.00	342,230.00
Prior Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	0.00	8,475,592.00	498,331.00	33,937.00	0.00	2,977.00	9,010,837.00
Change in Post Retirement Benefits (Pension)	0.00	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	0.00
Distribution of Policy Year	0.00	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	0.00
Assessments Charged-Off	0.00	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	0.00
NET CHANGE IN MEMBERS' EQUITY	(3,341,314.36)	4,122,576.92	165,720.76	(15,738.60)	(160.52)	(32,254.25)	898,829.95

EXHIBIT 5C

PENNSYLVANIA FAIR PLAN

Members' Account for Active Policy Years @

September 30, 2008

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>TOTAL</u>
Premiums Written	7,668,659.00	11,464,287.00	13,048,925.00	13,695,625.00	13,583,775.00	12,861,458.00	72,322,729.00
Other Income	7,183.65	(2,815.26)	4,661.56	33,514.85	55,015.35	80,667.71	178,227.86
Investment Income Received	295,896.94	571,916.77	458,992.55	270,882.82	72,562.64	19,356.83	1,689,608.55
Subtotal	7,971,739.59	12,033,388.51	13,512,579.11	14,000,022.67	13,711,352.99	12,961,482.54	74,190,565.41
EXPENSES PAID:							
Losses	730,687.61	4,535,976.94	5,771,419.26	5,822,582.60	5,162,057.87	5,789,082.61	27,811,806.89
Loss Adjustment Expenses	116,381.43	886,112.85	1,114,425.47	1,280,860.59	1,305,289.57	1,407,147.03	6,110,216.94
Other Underwriting Expenses	2,721,008.55	3,860,822.30	3,782,128.87	3,780,208.57	3,644,615.91	3,540,611.81	21,329,396.01
Premium Tax	153,373.18	229,285.74	260,978.50	273,912.50	271,675.50	257,229.16	1,446,454.58
Commissions	462,125.40	704,992.03	826,129.60	888,933.30	899,008.60	847,942.00	4,629,130.93
Premiums/Assessments Charged-off	992.20	2,424.10	4,760.66	12,259.36	9,549.08	8,941.82	38,927.22
Subtotal	4,184,568.37	10,219,613.96	11,759,842.36	12,058,756.92	11,292,196.53	11,850,954.43	61,365,932.57
BALANCE DUE COMPANIES	3,787,171.22	1,813,774.55	1,752,736.75	1,941,265.75	2,419,156.46	1,110,528.11	12,824,632.84
ADD:							
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(408,964.58)	0.00	0.00	0.00	0.00	0.00	(408,964.58)
Current Pension	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	(408,964.58)	0.00	0.00	0.00	0.00	0.00	(408,964.58)
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	3,378,206.64	1,813,774.55	1,752,736.75	1,941,265.75	2,419,156.46	1,110,528.11	12,415,668.26
DEDUCT:							
Current Unearned Premiums	4,841,023.00	332,435.00	0.00	0.00	0.00	0.00	5,173,458.00
Current Unpaid Losses (Incl. I.B.N.R.)	723,777.00	512,675.00	34,800.00	28,500.00	0.00	1,500.00	1,301,252.00
Current Unpaid Underwriting Expenses	40,487.00	0.00	0.00	0.00	0.00	0.00	40,487.00
Current Unpaid Post Retirement Benefits	985,224.00	0.00	0.00	0.00	0.00	0.00	985,224.00
Current Unpaid Loss Adjustment Expenses	129,010.00	91,382.00	6,203.00	5,078.00	0.00	268.00	231,941.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	6,719,521.00	936,492.00	41,003.00	33,578.00	0.00	1,768.00	7,732,362.00
Change in Post Retirement Benefits (Pension)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Assessment of Policy Year	0.00	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	0.00	(850,000.00)	(850,000.00)
Policy Year Closeout	0.00	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	(7,080.78)	(7,080.78)
Distributions Charged-Off	0.00	0.00	0.00	0.00	0.00	47,693.19	47,693.19
NET CHANGE IN MEMBERS' EQUITY	<u>(3,341,314.36)</u>	<u>877,282.55</u>	<u>3,388,514.10</u>	<u>1,907,687.75</u>	<u>2,419,156.46</u>	<u>299,372.52</u>	<u>5,550,699.02</u>

EXHIBIT 6A

PENNSYLVANIA FAIR PLAN

Premium Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending
September 30, 2008

	<u>QUARTER</u>			<u>YEAR</u>		
	07/01/2008 - 09/30/2008			01/01/2008 - 09/30/2008		
	<u>2008</u>	<u>2007</u>	<u>TOTAL</u>	<u>2008</u>	<u>2007</u>	<u>TOTAL</u>
	<u>PREMIUMS WRITTEN</u>					
Fire	1,871,716.00	(1,308.00)	1,870,408.00	5,726,320.00	(12,078.00)	5,714,242.00
Other Allied Lines	533,629.00	(656.00)	532,973.00	1,928,611.00	4,674.00	1,933,285.00
Crime	4,956.00	0.00	4,956.00	13,728.00	0.00	13,728.00
Total	2,410,301.00	(1,964.00)	2,408,337.00	7,668,659.00	(7,404.00)	7,661,255.00
	<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>					
Fire	2,990,771.00	1,000,846.00	3,991,617.00	0.00	4,223,862.00	4,223,862.00
Other Allied Lines	1,076,983.00	367,642.00	1,444,625.00	0.00	1,555,162.00	1,555,162.00
Crime	6,649.00	2,142.00	8,791.00	0.00	9,595.00	9,595.00
Total	4,074,403.00	1,370,630.00	5,445,033.00	0.00	5,788,619.00	5,788,619.00
	<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>					
Fire	3,643,220.00	242,830.00	3,886,050.00	3,643,220.00	242,830.00	3,886,050.00
Other Allied Lines	1,189,066.00	89,127.00	1,278,193.00	1,189,066.00	89,127.00	1,278,193.00
Crime	8,737.00	478.00	9,215.00	8,737.00	478.00	9,215.00
Total	4,841,023.00	332,435.00	5,173,458.00	4,841,023.00	332,435.00	5,173,458.00
	<u>PREMIUMS EARNED</u>					
Fire	1,219,267.00	756,708.00	1,975,975.00	2,083,100.00	3,968,954.00	6,052,054.00
Other Allied Lines	421,546.00	277,859.00	699,405.00	739,545.00	1,470,709.00	2,210,254.00
Crime	2,868.00	1,664.00	4,532.00	4,991.00	9,117.00	14,108.00
Total	1,643,681.00	1,036,231.00	2,679,912.00	2,827,636.00	5,448,780.00	8,276,416.00

EXHIBIT 6B

PENNSYLVANIA FAIR PLAN

Premium Statistics by Class of Business and Policy Year for the Quarter & Year to Date Ending
September 30, 2008
For Terrorism Reporting Requirements Only

	<u>QUARTER</u> 07/01/2008 - 09/30/2008			<u>YEAR</u> 01/01/2008 - 09/30/2008		
	<u>2008</u>	<u>2007</u>	<u>TOTAL</u>	<u>2008</u>	<u>2007</u>	<u>TOTAL</u>
	<u>PREMIUMS WRITTEN</u>					
Habitational (Owner Occupied)	1,534,274.00	(1,260.00)	1,533,014.00	4,850,730.00	(4,294.00)	4,846,436.00
Habitational (Non-Owner Occupied)	623,774.00	(508.00)	623,266.00	2,002,806.00	(2,170.00)	2,000,636.00
Commercial	252,253.00	(196.00)	252,057.00	815,123.00	(940.00)	814,183.00
Total	2,410,301.00	(1,964.00)	2,408,337.00	7,668,659.00	(7,404.00)	7,661,255.00
	<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>					
Habitational (Owner Occupied)	2,600,467.00	875,225.00	3,475,692.00	0.00	3,592,928.00	3,592,928.00
Habitational (Non-Owner Occupied)	1,079,757.00	363,207.00	1,442,964.00	0.00	1,563,464.00	1,563,464.00
Commercial	394,179.00	132,198.00	526,377.00	0.00	632,227.00	632,227.00
Total	4,074,403.00	1,370,630.00	5,445,033.00	0.00	5,788,619.00	5,788,619.00
	<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>					
Habitational (Owner Occupied)	3,028,037.00	208,204.00	3,236,241.00	3,028,037.00	208,204.00	3,236,241.00
Habitational (Non-Owner Occupied)	1,228,425.00	84,299.00	1,312,724.00	1,228,425.00	84,299.00	1,312,724.00
Commercial	584,561.00	39,932.00	624,493.00	584,561.00	39,932.00	624,493.00
Total	4,841,023.00	332,435.00	5,173,458.00	4,841,023.00	332,435.00	5,173,458.00
	<u>PREMIUMS EARNED</u>					
Habitational (Owner Occupied)	1,106,704.00	665,761.00	1,772,465.00	1,822,693.00	3,380,430.00	5,203,123.00
Habitational (Non-Owner Occupied)	475,106.00	278,400.00	753,506.00	774,381.00	1,476,995.00	2,251,376.00
Commercial	61,871.00	92,070.00	153,941.00	230,562.00	591,355.00	821,917.00
Total	1,643,681.00	1,036,231.00	2,679,912.00	2,827,636.00	5,448,780.00	8,276,416.00
Premiums Earned for Terrorism Reporting	536,977.00	370,470.00	907,447.00	1,004,943.00	2,068,350.00	3,073,293.00

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, 2008**

**QUARTER
07/01/2008 - 09/30/2008**

	2008	2007	2006	2005	2004	2003	TOTAL
LOSSES PAID							
Fire	517,002.06	690,281.04	(41,870.46)	(583.33)	0.00	(50.00)	1,164,779.31
Other Allied Lines	92,624.14	168,212.38	7,352.73	0.00	0.00	(40.00)	268,149.25
Crime	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total	609,626.20	858,493.42	(34,517.73)	(583.33)	0.00	(90.00)	1,432,928.56
UNPAID PREVIOUS PERIOD (INCL. I.B.N.R.)							
Fire	489,165.00	889,047.00	34,800.00	28,000.00	0.00	500.00	1,441,512.00
Other Allied Lines	97,700.00	203,045.00	7,900.00	500.00	0.00	1,000.00	310,145.00
Crime	100.00	200.00	0.00	0.00	0.00	0.00	300.00
Total	586,965.00	1,092,292.00	42,700.00	28,500.00	0.00	1,500.00	1,751,957.00
UNPAID CURRENT PERIOD (INCL. I.B.N.R.)							
Fire	462,377.00	373,973.00	34,800.00	28,000.00	0.00	500.00	899,650.00
Other Allied Lines	261,200.00	138,602.00	0.00	500.00	0.00	1,000.00	401,302.00
Crime	200.00	100.00	0.00	0.00	0.00	0.00	300.00
Total	723,777.00	512,675.00	34,800.00	28,500.00	0.00	1,500.00	1,301,252.00
LOSSES INCURRED							
Fire	490,214.06	175,207.04	(41,870.46)	(583.33)	0.00	(50.00)	622,917.31
Other Allied Lines	256,124.14	103,769.38	(547.27)	0.00	0.00	(40.00)	359,306.25
Crime	100.00	(100.00)	0.00	0.00	0.00	0.00	0.00
Total	746,438.20	278,876.42	(42,417.73)	(583.33)	0.00	(90.00)	982,223.56

**YEAR TO DATE
01/01/2008 - 09/30/2008**

LOSSES PAID							
Fire	617,219.90	2,550,978.34	143,073.45	(583.33)	0.00	11,878.00	3,322,566.36
Other Allied Lines	113,467.71	508,419.50	43,627.14	(100.00)	0.00	(40.00)	665,374.35
Crime	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total	730,687.61	3,059,397.84	186,700.59	(683.33)	0.00	11,838.00	3,987,940.71
UNPAID PREVIOUS PERIOD (INCL. I.B.N.R.)							
Fire	0.00	1,174,873.00	351,200.00	28,000.00	0.00	1,500.00	1,555,573.00
Other Allied Lines	0.00	169,397.00	67,300.00	500.00	0.00	1,000.00	238,197.00
Crime	0.00	300.00	0.00	0.00	0.00	0.00	300.00
Total	0.00	1,344,570.00	418,500.00	28,500.00	0.00	2,500.00	1,794,070.00
UNPAID CURRENT PERIOD (INCL. I.B.N.R.)							
Fire	462,377.00	373,973.00	34,800.00	28,000.00	0.00	500.00	899,650.00
Other Allied Lines	261,200.00	138,602.00	0.00	500.00	0.00	1,000.00	401,302.00
Crime	200.00	100.00	0.00	0.00	0.00	0.00	300.00
Total	723,777.00	512,675.00	34,800.00	28,500.00	0.00	1,500.00	1,301,252.00
LOSSES INCURRED							
Fire	1,079,596.90	1,750,078.34	(173,326.55)	(583.33)	0.00	10,878.00	2,666,643.36
Other Allied Lines	374,667.71	477,624.50	(23,672.86)	(100.00)	0.00	(40.00)	828,479.35
Crime	200.00	(200.00)	0.00	0.00	0.00	0.00	0.00
Total	1,454,464.61	2,227,502.84	(196,999.41)	(683.33)	0.00	10,838.00	3,495,122.71
I.B.N.R. (CURRENT PERIOD)							
Fire	89,300.00	30,900.00	0.00	0.00	0.00	0.00	120,200.00
Other Allied Lines	30,000.00	11,200.00	0.00	0.00	0.00	0.00	41,200.00
Crime	200.00	100.00	0.00	0.00	0.00	0.00	300.00
Total	119,500.00	42,200.00	0.00	0.00	0.00	0.00	161,700.00

EXHIBIT 7B

PENNSYLVANIA FAIR PLAN**Loss Adjustment Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending
September 30, 2008****QUARTER
07/01/2008 - 09/30/2008**

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>TOTAL</u>
LOSS ADJUSTMENT EXPENSES PAID							
Fire	49,727.79	97,815.72	17,385.72	209.75	0.00	783.08	165,922.06
Other Allied Lines	42,557.85	60,828.28	6,795.61	9,114.23	0.00	124.47	119,420.44
Crime	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total	92,285.64	158,644.00	24,181.33	9,323.98	0.00	907.55	285,342.50
UNPAID PREVIOUS PERIOD							
Fire	94,113.00	171,049.00	6,695.00	5,386.00	0.00	97.00	277,340.00
Other Allied Lines	18,797.00	39,064.00	1,520.00	97.00	0.00	192.00	59,670.00
Crime	19.00	39.00	0.00	0.00	0.00	0.00	58.00
Total	112,929.00	210,152.00	8,215.00	5,483.00	0.00	289.00	337,068.00
UNPAID CURRENT PERIOD							
Fire	82,417.00	66,659.00	6,203.00	4,989.00	0.00	89.00	160,357.00
Other Allied Lines	46,557.00	24,705.00	0.00	89.00	0.00	179.00	71,530.00
Crime	36.00	18.00	0.00	0.00	0.00	0.00	54.00
Total	129,010.00	91,382.00	6,203.00	5,078.00	0.00	268.00	231,941.00
LOSS ADJUSTMENT EXPENSES INCURRED							
Fire	38,031.79	(6,574.28)	16,893.72	(187.25)	0.00	775.08	48,939.06
Other Allied Lines	70,317.85	46,469.28	5,275.61	9,106.23	0.00	111.47	131,280.44
Crime	17.00	(21.00)	0.00	0.00	0.00	0.00	(4.00)
Total	108,366.64	39,874.00	22,169.33	8,918.98	0.00	886.55	180,215.50

**YEAR TO DATE
01/01/2008 - 09/30/2008**

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>TOTAL</u>
LOSS ADJUSTMENT EXPENSES PAID							
Fire	59,982.74	335,896.94	60,181.36	1,995.23	160.52	21,228.13	479,444.92
Other Allied Lines	56,398.69	261,115.75	44,725.99	14,785.70	0.00	397.12	377,423.25
Crime	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total	116,381.43	597,012.69	104,907.35	16,780.93	160.52	21,625.25	856,868.17
UNPAID PREVIOUS PERIOD							
Fire	0.00	224,113.00	66,993.00	5,341.00	0.00	286.00	296,733.00
Other Allied Lines	0.00	32,314.00	12,838.00	96.00	0.00	191.00	45,439.00
Crime	0.00	58.00	0.00	0.00	0.00	0.00	58.00
Total	0.00	256,485.00	79,831.00	5,437.00	0.00	477.00	342,230.00
UNPAID CURRENT PERIOD							
Fire	82,417.00	66,659.00	6,203.00	4,989.00	0.00	89.00	160,357.00
Other Allied Lines	46,557.00	24,705.00	0.00	89.00	0.00	179.00	71,530.00
Crime	36.00	18.00	0.00	0.00	0.00	0.00	54.00
Total	129,010.00	91,382.00	6,203.00	5,078.00	0.00	268.00	231,941.00
LOSS ADJUSTMENT EXPENSES INCURRED							
Fire	142,399.74	178,442.94	(608.64)	1,643.23	160.52	21,031.13	343,068.92
Other Allied Lines	102,955.69	253,506.75	31,887.99	14,778.70	0.00	385.12	403,514.25
Crime	36.00	(40.00)	0.00	0.00	0.00	0.00	(4.00)
Total	245,391.43	431,909.69	31,279.35	16,421.93	160.52	21,416.25	746,579.17

EXHIBIT 8

PENNSYLVANIA
Report of Catastrophe Losses for the Quarter Ending
September 30, 2008

Cat #	Policy Year	Date of Loss	Line of Business	Unpaid Losses	Paid Losses	Alloc. Unpaid LAE	Paid Loss Adjustment Expenses
54	1997	05/31/1998	Other	0	0.00	0	67.03
89	2005	12/01/2006	Other	500	0.00	25	5,176.75
94	2006	02/14/2007	Other	0	2,070.00	0	421.30
98	2006	04/15/2007	Other	0	0.00	0	2,447.32
30	2007	03/08/2008	Other	1,000	1,550.55	50	452.00
60	2007	09/12/2008	Other	22,000	0.00	1,100	0.00
98	2007	04/15/2007	Other	0	4,400.00	0	1,110.58
30	2008	03/08/2008	Other	0	2,939.83	0	354.00
60	2008	09/12/2008	Other	82,000	5,060.79	4,100	1,094.50
TOTAL				105,500	16,021.17	5,275	11,123.48