

**EXHIBIT 1****PENNSYLVANIA FAIR PLAN****Statement of Assets, Liabilities and Members' Equity at  
December 31, 2008**

	<b>LEDGER ASSETS</b>	<b>ASSETS NOT ADMITTED</b>	<b>NET ADMITTED ASSETS</b>
<b><u>ASSETS</u></b>			
Cash	4,877,724.99	0.00	4,877,724.99
Investments	8,870,363.36	0.00	8,870,363.36
Due from Participating Members	187,714.62	0.00	187,714.62
Accrued Investment Income	0.00	0.00	0.00
Premiums Receivable	27,685.70	18,659.60	9,026.10
Other Receivables	94,587.26	0.00	94,587.26
Pre-paid Premium Tax	71,359.94	71,359.94	0.00
Pre-paid Expenses	468,198.34	468,198.34	0.00
Furniture & Equipment	164,604.80	164,604.80	0.00
Data Processing Equipment	23,524.34	23,524.34	0.00
Other Assets	0.00	0.00	0.00
<b>TOTAL ASSETS</b>	<b>14,785,763.35</b>	<b>746,347.02</b>	<b>14,039,416.33</b>
<b><u>LIABILITIES</u></b>			
Unpaid Losses (Incl. I.B.N.R.)			1,297,293.00
Unpaid Loss Adjustment Expenses			231,561.00
Unpaid Underwriting Expenses			89,650.00
Unpaid Post Retirement Benefits (Medical)			899,950.00
Unpaid Post Retirement Benefits (Pension)			3,051,034.00
Unearned Premiums			5,068,958.00
Unearned Advance Premiums			284,511.00
Claims Checks Payable			174,461.46
Amounts Withheld for Accounts of Others			127,094.12
Unpaid Premium Tax			0.00
<b>TOTAL LIABILITIES</b>			<b>11,224,512.58</b>
<b><u>MEMBERS' EQUITY</u></b>			
Members' Equity (Deficit)			2,814,903.75
<b>TOTAL LIABILITIES &amp; MEMBERS' EQUITY</b>			<b>14,039,416.33</b>

**EXHIBIT 2**

**PENNSYLVANIA FAIR PLAN**  
**Income Statement for the Quarter and Year to Date Ending**  
**December 31, 2008**

	<b>Quarter</b>	<b>Year</b>
	<b><u>10/01/ - 12/31/2008</u></b>	<b><u>01/01/ - 12/31/2008</u></b>
<b><u>UNDERWRITING INCOME</u></b>		
Premiums Written	2,478,898.00	10,140,153.00
Change in Unearned Premiums	104,500.00	719,661.00
Premiums Earned	<u>2,583,398.00</u>	<u>10,859,814.00</u>
<b><u>DEDUCTIONS</u></b>		
Losses Incurred	984,875.40	4,479,998.11
Loss Adjustment Expenses Incurred	250,193.94	996,773.11
Other Underwriting Expenses Incurred	1,037,692.42	3,937,988.34
Post Retirement Benefits Incurred	(310,059.87)	12,822.46
Premium Tax Incurred	49,577.96	202,803.06
Total Underwriting Deductions	<u>2,012,279.85</u>	<u>9,630,385.08</u>
Net Underwriting Profit or Loss	571,118.15	1,229,428.92
<b><u>OTHER INCOME OR OUTGO</u></b>		
Net Investment Income	73,740.25	369,637.19
Other Income	(129.36)	7,054.29
Premiums/Assessments Charged-Off	(162.30)	(1,998.60)
Total Other Income or Outgo	<u>73,448.59</u>	<u>374,692.88</u>
Net Result of Operations	644,566.74	1,604,121.80
<b><u>EQUITY ACCOUNT</u></b>		
Beginning Members' Equity	5,550,699.02	4,651,869.07
Net Result of Operations	644,566.74	1,604,121.80
Change in Assets Not Admitted	(337,382.44)	(398,107.55)
Change in Post Retirement Benefits (Pension)	(3,051,034.00)	(3,051,034.00)
Assessment of Policy Year	2,718,528.98	2,718,528.98
Distribution of Policy Year	0.00	0.00
Policy Year Closeout	(2,718,528.98)	(2,718,528.98)
Assessments Charged-Off	(480.17)	(480.17)
Distributions Charged-Off	8,534.60	8,534.60
<b>MEMBERS' EQUITY (DEFICIT)</b>	<b><u><u>2,814,903.75</u></u></b>	<b><u><u>2,814,903.75</u></u></b>

**EXHIBIT 3****PENNSYLVANIA FAIR PLAN****Reconciliation of Ledger Assets As of  
December 31, 2008****INCREASE IN LEDGER ASSETS**

Premiums Written	10,140,153.00
Other Income	7,054.29
Investment Income	369,637.19
Unearned Advance Premiums	0.00
Amounts Withheld for Accounts of Others	0.00
Claims Checks Payable	0.00
Premiums Charged-Off	0.00
Assessments/Distributions to Members Charged-Off	8,054.43
Assessment of Policy Year	2,718,528.98
Policy Year Closeout	0.00
<b>TOTAL</b>	<b>13,243,427.89</b>

**DECREASE IN LEDGER ASSETS**

Other Income	0.00
Losses Paid	4,976,775.11
Loss Adjustment Expenses Paid	1,107,442.11
Other Expenses Paid	4,249,931.86
Unearned Advance Premiums	6,572.00
Amounts Withheld for Accounts of Others	25,014.95
Claims Checks Payable	330,779.15
Premiums Charged-Off	1,998.60
Assessments/Distributions to Members Charged-Off	0.00
Distribution of Policy Year	0.00
Policy Year Closeout	2,718,528.98
<b>TOTAL</b>	<b>13,417,042.76</b>

Increase(Decrease) in Ledger Assets	(173,614.87)
Ledger Assets at 12/31/2007	14,959,378.22
Ledger Assets at 12/31/2008	14,785,763.35

**EXHIBIT 4**

**PENNSYLVANIA FAIR PLAN**  
**Statement of Expenses Incurred for the Year Ending**  
**December 31, 2008**

	<u>Loss Adjustment Expenses</u>	<u>Acquisition Expenses</u>	<u>Inspection Expenses</u>	<u>General Expenses</u>	<u>TOTAL</u>
Claim Adjustment Services	597,204.64	0.00	0.00	0.00	597,204.64
Commissions	0.00	611,572.20	0.00	0.00	611,572.20
Boards, Bureaus & Associations	4,146.91	1,193.04	0.00	58,458.74	63,798.69
Salaries	302,006.27	818,569.18	0.00	1,000,473.45	2,121,048.90
Employee Relations & Welfare	135,153.21	151,109.47	0.00	184,689.34	470,952.02
Insurance	4,360.11	4,703.27	0.00	7,025.58	16,088.96
Travel & Travel Items	3,018.14	159.82	0.00	14,369.39	17,547.35
Rent & Rent Items	22,754.01	122,512.57	0.00	166,432.16	311,698.74
Equipment	2,095.20	29,825.16	0.00	51,887.61	83,807.97
Printing & Stationery	906.47	12,267.32	0.00	23,085.20	36,258.99
Postage, Telephone, & Telegraph	10,053.55	42,164.60	0.00	48,317.38	100,535.53
Legal & Auditing	795.00	2,108.34	0.00	28,896.62	31,799.96
Payroll Taxes	21,657.77	60,207.54	0.00	73,587.00	155,452.31
Premium Taxes	0.00	0.00	0.00	202,803.06	202,803.06
State & Local Insurance Taxes	0.00	0.00	0.00	9,414.25	9,414.25
Miscellaneous	3,290.83	19,251.33	0.00	109,090.89	131,633.05
Advertising	0.00	0.00	0.00	0.00	0.00
Inspections, Surveys, & Reports	0.00	0.00	263,110.35	0.00	263,110.35
<b>TOTAL Expenses Paid</b>	<b>1,107,442.11</b>	<b>1,875,643.84</b>	<b>263,110.35</b>	<b>1,978,530.67</b>	<b>5,224,726.97</b>
Add: Unpaid Expenses Current Year	231,561.00	225,618.00	14,677.00	403,823.00	875,679.00
Deduct: Unpaid Expenses Prior Year	342,230.00	219,144.00	22,965.00	365,680.00	950,019.00
<b>Expenses Incurred</b>	<b>996,773.11</b>	<b>1,882,117.84</b>	<b>254,822.35</b>	<b>2,016,673.67</b>	<b>5,150,386.97</b>

## EXHIBIT 5A

**PENNSYLVANIA FAIR PLAN**  
**Members' Account by Policy Year for the Quarter Ending**  
**December 31, 2008**

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>TOTAL</u>
Premiums Written	2,479,884.00	(986.00)	0.00	0.00	0.00	0.00	2,478,898.00
Other Income	(129.36)	0.00	0.00	0.00	0.00	0.00	(129.36)
Investment Income Received	73,740.25	0.00	0.00	0.00	0.00	0.00	73,740.25
Subtotal	2,553,494.89	(986.00)	0.00	0.00	0.00	0.00	2,552,508.89
<b>EXPENSES PAID:</b>							
Losses	405,613.76	558,665.61	31,250.00	(8,194.97)	0.00	1,500.00	988,834.40
Loss Adjustment Expenses	113,982.14	116,012.69	5,082.89	15,228.22	0.00	268.00	250,573.94
Other Underwriting Expenses	959,336.05	0.00	0.00	0.00	0.00	0.00	959,336.05
Premium Tax	49,597.68	(19.72)	0.00	0.00	0.00	0.00	49,577.96
Commissions	149,949.50	(60.00)	0.00	0.00	0.00	0.00	149,889.50
Premiums/Assessments Charged-off	162.60	(0.30)	0.00	0.00	0.00	0.00	162.30
Subtotal	1,678,641.73	674,598.28	36,332.89	7,033.25	0.00	1,768.00	2,398,374.15
<b>BALANCE DUE COMPANIES</b>	874,853.16	(675,584.28)	(36,332.89)	(7,033.25)	0.00	(1,768.00)	154,134.74
<b>DEDUCT:</b>							
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	(408,964.58)	0.00	0.00	0.00	0.00	0.00	(408,964.58)
Prior 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)
<b>ADD:</b>							
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(746,347.02)	0.00	0.00	0.00	0.00	0.00	(746,347.02)
Current Pension	(3,051,034.00)	0.00	0.00	0.00	0.00	0.00	(3,051,034.00)
Subtotal	(3,797,381.02)	0.00	0.00	0.00	0.00	0.00	(3,797,381.02)
<b>EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION</b>	(2,513,563.28)	(675,584.28)	(36,332.89)	(7,033.25)	0.00	(1,768.00)	(3,234,281.70)
<b>DEDUCT:</b>							
Current Unearned Premiums	5,068,958.00	0.00	0.00	0.00	0.00	0.00	5,068,958.00
Current Unpaid Losses (Incl. I.B.N.R.)	1,068,052.00	185,441.00	13,800.00	30,000.00	0.00	0.00	1,297,293.00
Current Unpaid Underwriting Expenses	78,429.00	0.00	0.00	0.00	0.00	0.00	78,429.00
Current Unpaid Post Retirement Benefits	565,689.00	0.00	0.00	0.00	0.00	0.00	565,689.00
Current Unpaid Loss Adjustment Expenses	190,643.00	33,100.00	2,464.00	5,354.00	0.00	0.00	231,561.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	6,971,771.00	218,541.00	16,264.00	35,354.00	0.00	0.00	7,241,930.00
<b>ADD:</b>							
Prior Unearned Premiums	4,841,023.00	332,435.00	0.00	0.00	0.00	0.00	5,173,458.00
Prior 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
Prior Unpaid Underwriting Expenses	40,487.00	0.00	0.00	0.00	0.00	0.00	40,487.00
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	129,010.00	91,382.00	6,203.00	5,078.00	0.00	268.00	231,941.00
Prior 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	2,718,528.98	0.00	0.00	0.00	0.00	0.00	2,718,528.98
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	(2,419,156.46)	(299,372.52)	(2,718,528.98)
Assessments Charged-Off	0.00	0.00	0.00	(480.17)	0.00	0.00	(480.17)
Distributions Charged-Off	0.00	0.00	0.00	8,534.60	0.00	0.00	8,534.60
<b>NET CHANGE IN MEMBERS' EQUITY</b>	<b>(47,284.30)</b>	<b>42,366.72</b>	<b>(11,593.89)</b>	<b>(754.82)</b>	<b>(2,419,156.46)</b>	<b>(299,372.52)</b>	<b>(2,735,795.27)</b>

## EXHIBIT 5B

## PENNSYLVANIA FAIR PLAN

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

December 31, 2008

	2008	2007	2006	2005	2004	2003	TOTAL
Premiums Written	10,148,543.00	(8,390.00)	0.00	0.00	0.00	0.00	10,140,153.00
Other Income	7,054.29	0.00	0.00	0.00	0.00	0.00	7,054.29
Investment Income Received	369,637.19	0.00	0.00	0.00	0.00	0.00	369,637.19
Subtotal	10,525,234.48	(8,390.00)	0.00	0.00	0.00	0.00	10,516,844.48
<b>EXPENSES PAID:</b>							
Losses	1,136,301.37	3,618,063.45	217,950.59	(8,878.30)	0.00	13,338.00	4,976,775.11
Loss Adjustment Expenses	230,363.57	713,025.38	109,990.24	32,009.15	160.52	21,893.25	1,107,442.11
Other Underwriting Expenses	3,680,344.60	100,694.00	0.00	0.00	0.00	0.00	3,781,038.60
Premium Tax	202,970.86	(167.80)	0.00	0.00	0.00	0.00	202,803.06
Commissions	612,074.90	(502.70)	0.00	0.00	0.00	0.00	611,572.20
Premiums/Assessments Charged-off	1,154.80	844.50	(0.70)	0.00	0.00	0.00	1,998.60
Subtotal	5,863,210.10	4,431,956.83	327,940.13	23,130.85	160.52	35,231.25	10,681,629.68
<b>BALANCE DUE COMPANIES</b>	4,662,024.38	(4,440,346.83)	(327,940.13)	(23,130.85)	(160.52)	(35,231.25)	(164,785.20)
<b>DEDUCT:</b>							
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)
<b>ADD:</b>							
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(746,347.02)	0.00	0.00	0.00	0.00	0.00	(746,347.02)
Current Pension	(3,051,034.00)	0.00	0.00	0.00	0.00	0.00	(3,051,034.00)
Subtotal	(3,797,381.02)	0.00	0.00	0.00	0.00	0.00	(3,797,381.02)
<b>EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION</b>	864,643.36	(4,092,107.36)	(327,940.13)	(23,130.85)	(160.52)	(35,231.25)	(3,613,926.75)
<b>DEDUCT:</b>							
Current Unearned Premiums	5,068,958.00	0.00	0.00	0.00	0.00	0.00	5,068,958.00
Current Unpaid Losses (Incl. I.B.N.R.)	1,068,052.00	185,441.00	13,800.00	30,000.00	0.00	0.00	1,297,293.00
Current Unpaid Underwriting Expenses	78,429.00	0.00	0.00	0.00	0.00	0.00	78,429.00
Current Unpaid Post Retirement Benefits	565,689.00	0.00	0.00	0.00	0.00	0.00	565,689.00
Current Unpaid Loss Adjustment Expenses	190,643.00	33,100.00	2,464.00	5,354.00	0.00	0.00	231,561.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	6,971,771.00	218,541.00	16,264.00	35,354.00	0.00	0.00	7,241,930.00
<b>ADD:</b>							
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	2,718,528.98	0.00	0.00	0.00	0.00	0.00	2,718,528.98
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	(2,419,156.46)	(299,372.52)	(2,718,528.98)
Assessments Charged-Off	0.00	0.00	0.00	(480.17)	0.00	0.00	(480.17)
Distributions Charged-Off	0.00	0.00	0.00	8,534.60	0.00	0.00	8,534.60
<b>NET CHANGE IN MEMBERS' EQUITY</b>	<b>(3,388,598.66)</b>	<b>4,164,943.64</b>	<b>154,126.87</b>	<b>(16,493.42)</b>	<b>(2,419,316.98)</b>	<b>(331,626.77)</b>	<b>(1,836,965.32)</b>

## EXHIBIT 5C

## PENNSYLVANIA FAIR PLAN

Members' Account for Active Policy Years @

December 31, 2008

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>TOTAL</u>
Premiums Written	10,148,543.00	11,463,301.00	13,048,925.00	13,695,625.00	13,583,775.00	12,861,458.00	74,801,627.00
Other Income	7,054.29	(2,815.26)	4,661.56	33,514.85	55,015.35	80,667.71	178,098.50
Investment Income Received	369,637.19	571,916.77	458,992.55	270,882.82	72,562.64	19,356.83	1,763,348.80
Subtotal	10,525,234.48	12,032,402.51	13,512,579.11	14,000,022.67	13,711,352.99	12,961,482.54	76,743,074.30
<b>EXPENSES PAID:</b>							
Losses	1,136,301.37	5,094,642.55	5,802,669.26	5,814,387.63	5,162,057.87	5,790,582.61	28,800,641.29
Loss Adjustment Expenses	230,363.57	1,002,125.54	1,119,508.36	1,296,088.81	1,305,289.57	1,407,415.03	6,360,790.88
Other Underwriting Expenses	3,680,344.60	3,860,822.30	3,782,128.87	3,780,208.57	3,644,615.91	3,540,611.81	22,288,732.06
Premium Tax	202,970.86	229,266.02	260,978.50	273,912.50	271,675.50	257,229.16	1,496,032.54
Commissions	612,074.90	704,932.03	826,129.60	888,933.30	899,008.60	847,942.00	4,779,020.43
Premiums/Assessments Charged-off	1,154.80	2,423.80	4,760.66	12,259.36	9,549.08	8,941.82	39,089.52
Subtotal	5,863,210.10	10,894,212.24	11,796,175.25	12,065,790.17	11,292,196.53	11,852,722.43	63,764,306.72
<b>BALANCE DUE COMPANIES</b>	4,662,024.38	1,138,190.27	1,716,403.86	1,934,232.50	2,419,156.46	1,108,760.11	12,978,767.58
<b>ADD:</b>							
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(746,347.02)	0.00	0.00	0.00	0.00	0.00	(746,347.02)
Current Pension	(3,051,034.00)	0.00	0.00	0.00	0.00	0.00	(3,051,034.00)
Subtotal	(3,797,381.02)	0.00	0.00	0.00	0.00	0.00	(3,797,381.02)
<b>EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION</b>	864,643.36	1,138,190.27	1,716,403.86	1,934,232.50	2,419,156.46	1,108,760.11	9,181,386.56
<b>DEDUCT:</b>							
Current Unearned Premiums	5,068,958.00	0.00	0.00	0.00	0.00	0.00	5,068,958.00
Current Unpaid Losses (Incl. I.B.N.R.)	1,068,052.00	185,441.00	13,800.00	30,000.00	0.00	0.00	1,297,293.00
Current Unpaid Underwriting Expenses	78,429.00	0.00	0.00	0.00	0.00	0.00	78,429.00
Current Unpaid Post Retirement Benefits	565,689.00	0.00	0.00	0.00	0.00	0.00	565,689.00
Current Unpaid Loss Adjustment Expenses	190,643.00	33,100.00	2,464.00	5,354.00	0.00	0.00	231,561.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	6,971,771.00	218,541.00	16,264.00	35,354.00	0.00	0.00	7,241,930.00
Change in Post Retirement Benefits (Pension)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Assessment of Policy Year	2,718,528.98	0.00	1,676,780.35	0.00	0.00	0.00	4,395,309.33
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	(2,419,156.46)	(299,372.52)	(2,718,528.98)
Assessments Charged-Off	0.00	0.00	0.00	(480.17)	0.00	(7,080.78)	(7,560.95)
Distributions Charged-Off	0.00	0.00	0.00	8,534.60	0.00	47,693.19	56,227.79
<b>NET CHANGE IN MEMBERS' EQUITY</b>	<u>(3,388,598.66)</u>	<u>919,649.27</u>	<u>3,376,920.21</u>	<u>1,906,932.93</u>	<u>0.00</u>	<u>0.00</u>	<u>2,814,903.75</u>

EXHIBIT 6A

**PENNSYLVANIA FAIR PLAN**

**Premium Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending**  
**December 31, 2008**

	<b><u>QUARTER</u></b>			<b><u>YEAR</u></b>		
	<b>10/01/2008 - 12/31/2008</b>			<b>01/01/2008 - 12/31/2008</b>		
	<b><u>2008</u></b>	<b><u>2007</u></b>	<b><u>TOTAL</u></b>	<b><u>2008</u></b>	<b><u>2007</u></b>	<b><u>TOTAL</u></b>
	<b><u>PREMIUMS WRITTEN</u></b>					
Fire	1,928,534.00	(723.00)	1,927,811.00	7,654,854.00	(12,801.00)	7,642,053.00
Other Allied Lines	546,247.00	(263.00)	545,984.00	2,474,858.00	4,411.00	2,479,269.00
Crime	5,103.00	0.00	5,103.00	18,831.00	0.00	18,831.00
Total	2,479,884.00	(986.00)	2,478,898.00	10,148,543.00	(8,390.00)	10,140,153.00
	<b><u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u></b>					
Fire	3,643,220.00	242,830.00	3,886,050.00	0.00	4,223,862.00	4,223,862.00
Other Allied Lines	1,189,066.00	89,127.00	1,278,193.00	0.00	1,555,162.00	1,555,162.00
Crime	8,737.00	478.00	9,215.00	0.00	9,595.00	9,595.00
Total	4,841,023.00	332,435.00	5,173,458.00	0.00	5,788,619.00	5,788,619.00
	<b><u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u></b>					
Fire	3,879,514.00	0.00	3,879,514.00	3,879,514.00	0.00	3,879,514.00
Other Allied Lines	1,179,759.00	0.00	1,179,759.00	1,179,759.00	0.00	1,179,759.00
Crime	9,685.00	0.00	9,685.00	9,685.00	0.00	9,685.00
Total	5,068,958.00	0.00	5,068,958.00	5,068,958.00	0.00	5,068,958.00
	<b><u>PREMIUMS EARNED</u></b>					
Fire	1,692,240.00	242,107.00	1,934,347.00	3,775,340.00	4,211,061.00	7,986,401.00
Other Allied Lines	555,554.00	88,864.00	644,418.00	1,295,099.00	1,559,573.00	2,854,672.00
Crime	4,155.00	478.00	4,633.00	9,146.00	9,595.00	18,741.00
Total	2,251,949.00	331,449.00	2,583,398.00	5,079,585.00	5,780,229.00	10,859,814.00



**EXHIBIT 6B**

**PENNSYLVANIA FAIR PLAN**

**Premium Statistics by Class of Business and Policy Year for the Quarter & Year to Date Ending**  
**December 31, 2008**  
**For Terrorism Reporting Requirements Only**

	<b><u>QUARTER</u></b>			<b><u>YEAR</u></b>		
	<b><u>10/01/2008 - 12/31/2008</u></b>			<b><u>01/01/2008 - 12/31/2008</u></b>		
	<b><u>2008</u></b>	<b><u>2007</u></b>	<b><u>TOTAL</u></b>	<b><u>2008</u></b>	<b><u>2007</u></b>	<b><u>TOTAL</u></b>
<b><u>PREMIUMS WRITTEN</u></b>						
Habitational (Owner Occupied)	1,573,341.00	(633.00)	1,572,708.00	6,424,071.00	(4,927.00)	6,419,144.00
Habitational (Non-Owner Occupied)	638,793.00	(255.00)	638,538.00	2,641,599.00	(2,425.00)	2,639,174.00
Commercial	267,750.00	(98.00)	267,652.00	1,082,873.00	(1,038.00)	1,081,835.00
Total	2,479,884.00	(986.00)	2,478,898.00	10,148,543.00	(8,390.00)	10,140,153.00
<b><u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u></b>						
Habitational (Owner Occupied)	3,028,037.00	208,204.00	3,236,241.00	0.00	3,592,928.00	3,592,928.00
Habitational (Non-Owner Occupied)	1,228,425.00	84,299.00	1,312,724.00	0.00	1,563,464.00	1,563,464.00
Commercial	584,561.00	39,932.00	624,493.00	0.00	632,227.00	632,227.00
Total	4,841,023.00	332,435.00	5,173,458.00	0.00	5,788,619.00	5,788,619.00
<b><u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u></b>						
Habitational (Owner Occupied)	3,209,433.00	0.00	3,209,433.00	3,209,433.00	0.00	3,209,433.00
Habitational (Non-Owner Occupied)	1,300,457.00	0.00	1,300,457.00	1,300,457.00	0.00	1,300,457.00
Commercial	559,068.00	0.00	559,068.00	559,068.00	0.00	559,068.00
Total	5,068,958.00	0.00	5,068,958.00	5,068,958.00	0.00	5,068,958.00
<b><u>PREMIUMS EARNED</u></b>						
Habitational (Owner Occupied)	1,391,945.00	207,571.00	1,599,516.00	3,214,638.00	3,588,001.00	6,802,639.00
Habitational (Non-Owner Occupied)	566,761.00	84,044.00	650,805.00	1,341,142.00	1,561,039.00	2,902,181.00
Commercial	293,243.00	39,834.00	333,077.00	523,805.00	631,189.00	1,154,994.00
Total	2,251,949.00	331,449.00	2,583,398.00	5,079,585.00	5,780,229.00	10,859,814.00
Premiums Earned for Terrorism Reporting	860,004.00	123,878.00	983,882.00	1,864,947.00	2,192,228.00	4,057,175.00

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

**EXHIBIT 7**

**PENNSYLVANIA FAIR PLAN**  
**Reporting Schedule P Number of Claims Outstanding**  
**FOR THE TEN YEAR PERIOD ENDING**  
**December 31, 2008**

<u>Coverage</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>TOTAL</u>
Fire	41	2	2	0	2	0	0	0	0	0	47
Other Allied Lines	68	2	1	0	0	0	0	0	0	0	71
Crime	1	0	0	0	0	0	0	0	0	0	1
Homeowners	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<b>TOTAL</b>	<b>110</b>	<b>4</b>	<b>3</b>	<b>0</b>	<b>2</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>119</b>

**NOTES:**

- 1) Members should apply their respective percentages of participations to the reported Claims Outstanding by line by year.
- 2) Claims counts should be reported in whole numbers. Members should utilize the method employed in their respective filings. i.e., either the "round up" or "truncated method."
- 3) Members are advised the FAIR Plan claim counts are accumulated per claim.



## EXHIBIT 7B

**PENNSYLVANIA FAIR PLAN****Loss Adjustment Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending  
December 31, 2008****QUARTER**

10/01/2008 - 12/31/2008

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>TOTAL</u>
<b>LOSS ADJUSTMENT EXPENSES PAID</b>							
Fire	33,919.77	67,815.01	3,886.45	11,981.38	0.00	89.00	117,691.61
Other Allied Lines	79,851.81	48,197.68	1,196.44	3,246.84	0.00	179.00	132,671.77
Crime	210.56	0.00	0.00	0.00	0.00	0.00	210.56
Total	113,982.14	116,012.69	5,082.89	15,228.22	0.00	268.00	250,573.94
<b>UNPAID PREVIOUS PERIOD</b>							
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
<b>UNPAID CURRENT PERIOD</b>							
Fire	152,660.00	10,884.00	2,464.00	5,087.00	0.00	0.00	171,095.00
Other Allied Lines	37,394.00	22,216.00	0.00	267.00	0.00	0.00	59,877.00
Crime	589.00	0.00	0.00	0.00	0.00	0.00	589.00
Total	190,643.00	33,100.00	2,464.00	5,354.00	0.00	0.00	231,561.00
<b>LOSS ADJUSTMENT EXPENSES INCURRED</b>							
Fire	104,162.77	12,040.01	147.45	12,079.38	0.00	0.00	128,429.61
Other Allied Lines	70,688.81	45,708.68	1,196.44	3,424.84	0.00	0.00	121,018.77
Crime	763.56	(18.00)	0.00	0.00	0.00	0.00	745.56
Total	175,615.14	57,730.69	1,343.89	15,504.22	0.00	0.00	250,193.94

**YEAR TO DATE**

01/01/2008 - 12/31/2008

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>TOTAL</u>
<b>LOSS ADJUSTMENT EXPENSES PAID</b>							
Fire	93,902.51	403,711.95	64,067.81	13,976.61	160.52	21,317.13	597,136.53
Other Allied Lines	136,250.50	309,313.43	45,922.43	18,032.54	0.00	576.12	510,095.02
Crime	210.56	0.00	0.00	0.00	0.00	0.00	210.56
Total	230,363.57	713,025.38	109,990.24	32,009.15	160.52	21,893.25	1,107,442.11
<b>UNPAID PREVIOUS PERIOD</b>							
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
<b>UNPAID CURRENT PERIOD</b>							
Fire	152,660.00	10,884.00	2,464.00	5,087.00	0.00	0.00	171,095.00
Other Allied Lines	37,394.00	22,216.00	0.00	267.00	0.00	0.00	59,877.00
Crime	589.00	0.00	0.00	0.00	0.00	0.00	589.00
Total	190,643.00	33,100.00	2,464.00	5,354.00	0.00	0.00	231,561.00
<b>LOSS ADJUSTMENT EXPENSES INCURRED</b>							
Fire	246,562.51	190,482.95	(461.19)	13,722.61	160.52	21,031.13	471,498.53
Other Allied Lines	173,644.50	299,215.43	33,084.43	18,203.54	0.00	385.12	524,533.02
Crime	799.56	(58.00)	0.00	0.00	0.00	0.00	741.56
Total	421,006.57	489,640.38	32,623.24	31,926.15	160.52	21,416.25	996,773.11

**EXHIBIT 8**

**PENNSYLVANIA**  
**Report of Catastrophe Losses for the Quarter Ending**  
**December 31, 2008**

<b>Cat #</b>	<b>Policy Year</b>	<b>Date of Loss</b>	<b>Line of Business</b>	<b>Unpaid Losses</b>	<b>Paid Losses</b>	<b>Alloc. Unpaid LAE</b>	<b>Paid Loss Adjustment Expenses</b>
54	1997	05/31/1998	Other	0	(6,654.97)	0	0.00
89	2005	12/01/2006	Other	500	0.00	25	1,710.80
94	2006	02/14/2007	Other	0	0.00	0	392.50
30	2007	03/08/2008	Other	1,000	4,017.79	50	442.00
60	2007	09/12/2008	Other	5,000	12,343.15	250	3,618.25
98	2007	04/15/2007	Other	0	0.00	0	232.91
60	2008	09/12/2008	Other	1,500	39,652.28	75	12,330.05
<b>TOTAL</b>				<b>8,000</b>	<b>49,358.25</b>	<b>400</b>	<b>18,726.51</b>