

EXHIBIT 1

PENNSYLVANIA FAIR PLAN**Statement of Assets, Liabilities and Members' Equity at
June 30, 2012**

	LEDGER ASSETS	ASSETS NOT ADMITTED	NET ADMITTED ASSETS
<u>ASSETS</u>			
Cash	6,233,432.48	0.00	6,233,432.48
Investments	5,414,219.31	0.00	5,414,219.31
Due from Participating Members	0.00	0.00	0.00
Accrued Investment Income	0.00	0.00	0.00
Premiums Receivable	12,881.60	9,297.00	3,584.60
Other Receivables	69,029.83	0.00	69,029.83
Pre-paid Premium Tax	108,524.50	108,524.50	0.00
Pre-paid Expenses	90,148.51	90,148.51	0.00
Pre-paid Pension	694,052.00	694,052.00	0.00
Furniture & Equipment	65,454.35	65,454.35	0.00
Data Processing Equipment	55,679.77	6,437.83	49,241.94
Other Assets	0.00	0.00	0.00
TOTAL ASSETS	12,743,422.35	973,914.19	11,769,508.16
<u>LIABILITIES</u>			
Unpaid Losses (Incl. I.B.N.R.)			861,133.00
Unpaid Loss Adjustment Expenses			225,662.00
Unpaid Underwriting Expenses			25,250.00
Unpaid Post Retirement Benefits (Medical)			1,027,323.00
Unpaid Post Retirement Benefits (Pension)			3,237,954.00
Unearned Premiums			4,159,565.00
Unearned Advance Premiums			285,393.00
Claims Checks Payable			280,906.17
Amounts Withheld for Accounts of Others			104,609.43
Unpaid Premium Tax			0.00
TOTAL LIABILITIES			10,207,795.60
<u>MEMBERS' EQUITY</u>			
Members' Equity (Deficit)			1,561,712.56
TOTAL LIABILITIES & MEMBERS' EQUITY			11,769,508.16

EXHIBIT 2**PENNSYLVANIA FAIR PLAN**

Income Statement for the Quarter and Year to Date Ending
June 30, 2012

	Quarter	Year
	<u>04/01/ - 06/30/2012</u>	<u>01/01/ - 06/30/2012</u>
<u>UNDERWRITING INCOME</u>		
Premiums Written	2,025,129.00	4,053,838.00
Change in Unearned Premiums	63,909.00	131,694.00
Premiums Earned	<u>2,089,038.00</u>	<u>4,185,532.00</u>
<u>DEDUCTIONS</u>		
Losses Incurred	463,169.66	1,491,579.65
Loss Adjustment Expenses Incurred	212,823.68	384,239.78
Other Underwriting Expenses Incurred	817,653.64	1,677,559.80
Post Retirement Benefits Incurred	254,513.56	509,371.74
Premium Tax Incurred	40,502.58	81,076.76
Total Underwriting Deductions	<u>1,788,663.12</u>	<u>4,143,827.73</u>
Net Underwriting Profit or Loss	300,374.88	41,704.27
<u>OTHER INCOME OR OUTGO</u>		
Net Investment Income	1,645.89	3,304.51
Other Income	659.93	(723.02)
Premiums/Assessments Charged-Off	(539.70)	(946.80)
Total Other Income or Outgo	<u>1,766.12</u>	<u>1,634.69</u>
Net Result of Operations	302,141.00	43,338.96
<u>EQUITY ACCOUNT</u>		
Beginning Members' Equity	1,192,128.42	1,467,842.90
Net Result of Operations	302,141.00	43,338.96
Change in Assets Not Admitted	38,010.11	(8,432.33)
Change in Post Retirement Benefits (Pension)	29,530.00	59,060.00
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	(96.97)	(96.97)
MEMBERS' EQUITY (DEFICIT)	<u><u>1,561,712.56</u></u>	<u><u>1,561,712.56</u></u>

EXHIBIT 3**PENNSYLVANIA FAIR PLAN****Reconciliation of Ledger Assets As of
June 30, 2012****INCREASE IN LEDGER ASSETS**

Premiums Written	4,053,838.00
Other Income	0.00
Investment Income	3,304.51
Unearned Advance Premiums	58,855.00
Amounts Withheld for Accounts of Others	0.00
Claims Checks Payable	0.00
Premiums Charged-Off	0.00
Assessments/Distributions to Members Charged-Off	0.00
Assessment of Policy Year	0.00
Policy Year Closeout	0.00
TOTAL	4,115,997.51

DECREASE IN LEDGER ASSETS

Other Income	723.02
Losses Paid	2,451,468.65
Loss Adjustment Expenses Paid	619,343.78
Other Expenses Paid	2,193,541.30
Unearned Advance Premiums	0.00
Amounts Withheld for Accounts of Others	19,746.43
Claims Checks Payable	83,125.65
Premiums Charged-Off	946.80
Assessments/Distributions to Members Charged-Off	96.97
Distribution of Policy Year	0.00
Policy Year Closeout	0.00
TOTAL	5,368,992.60

Increase(Decrease) in Ledger Assets	(1,252,995.09)
Ledger Assets at 12/31/2011	13,996,417.44
Ledger Assets at 06/30/2012	12,743,422.35

EXHIBIT 5A

PENNSYLVANIA FAIR PLAN
Members' Account by Policy Year for the Quarter Ending
June 30, 2012

	2012	2011	2010	2009	2008	TOTAL
Premiums Written	2,021,023.00	4,106.00	0.00	0.00	0.00	2,025,129.00
Other Income	659.93	0.00	0.00	0.00	0.00	659.93
Investment Income Received	1,645.89	0.00	0.00	0.00	0.00	1,645.89
Subtotal	<u>2,023,328.82</u>	<u>4,106.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>2,027,434.82</u>
EXPENSES PAID:						
Losses	81,770.32	855,437.77	22,089.89	0.00	(344.32)	958,953.66
Loss Adjustment Expenses	31,573.10	157,985.48	74,083.90	14,068.84	31,468.36	309,179.68
Other Underwriting Expenses	948,327.50	0.00	0.00	0.00	0.00	948,327.50
Premium Tax	40,420.46	82.12	0.00	0.00	0.00	40,502.58
Commissions	114,168.90	228.80	0.00	0.00	0.00	114,397.70
Premiums/Assessments Charged-off	0.00	539.80	(0.10)	0.00	0.00	539.70
Subtotal	<u>1,216,260.28</u>	<u>1,014,273.97</u>	<u>96,173.69</u>	<u>14,068.84</u>	<u>31,124.04</u>	<u>2,371,900.82</u>
BALANCE DUE COMPANIES	807,068.54	(1,010,167.97)	(96,173.69)	(14,068.84)	(31,124.04)	(344,466.00)
DEDUCT:						
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	(1,011,924.30)	0.00	0.00	0.00	0.00	(1,011,924.30)
Prior Pension	(3,157,084.00)	0.00	0.00	0.00	0.00	(3,157,084.00)
Subtotal	<u>(4,169,008.30)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(4,169,008.30)</u>
ADD:						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(973,914.19)	0.00	0.00	0.00	0.00	(973,914.19)
Current Pension	(3,127,554.00)	0.00	0.00	0.00	0.00	(3,127,554.00)
Subtotal	<u>(4,101,468.19)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(4,101,468.19)</u>
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	874,608.65	(1,010,167.97)	(96,173.69)	(14,068.84)	(31,124.04)	(276,925.89)
DEDUCT:						
Current Unearned Premiums	3,108,888.00	1,050,677.00	0.00	0.00	0.00	4,159,565.00
Current Unpaid Losses (Incl. I.B.N.R.)	288,400.00	543,108.00	28,125.00	1,000.00	500.00	861,133.00
Current Unpaid Underwriting Expenses	25,250.00	0.00	0.00	0.00	0.00	25,250.00
Current Unpaid Post Retirement Benefits	443,671.00	0.00	0.00	0.00	0.00	443,671.00
Current Unpaid Loss Adjustment Expenses	75,576.00	142,322.00	7,370.00	263.00	131.00	225,662.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	<u>3,941,785.00</u>	<u>1,736,107.00</u>	<u>35,495.00</u>	<u>1,263.00</u>	<u>631.00</u>	<u>5,715,281.00</u>
ADD:						
Prior Unearned Premiums	1,825,176.00	2,398,298.00	0.00	0.00	0.00	4,223,474.00
Prior Unpaid Losses (Incl. I.B.N.R.)	124,100.00	1,151,455.00	79,862.00	1,000.00	500.00	1,356,917.00
Prior Unpaid Underwriting Expenses	95,831.00	0.00	0.00	0.00	0.00	95,831.00
Prior Unpaid Post Retirement Benefits	363,648.00	0.00	0.00	0.00	0.00	363,648.00
Prior Unpaid Loss Adjustment Expenses	29,452.00	273,259.00	18,952.00	237.00	118.00	322,018.00
Prior Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	<u>2,438,207.00</u>	<u>3,823,012.00</u>	<u>98,814.00</u>	<u>1,237.00</u>	<u>618.00</u>	<u>6,361,888.00</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	0.00	0.00
Distributions Charged-Off	0.00	0.00	0.00	0.00	(96.97)	(96.97)
NET CHANGE IN MEMBERS' EQUITY	<u>(628,969.35)</u>	<u>1,076,737.03</u>	<u>(32,854.69)</u>	<u>(14,094.84)</u>	<u>(31,234.01)</u>	<u>369,584.14</u>

EXHIBIT 5B

PENNSYLVANIA FAIR PLAN

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

June 30, 2012

	2012	2011	2010	2009	2008	TOTAL
Premiums Written	3,988,287.00	65,551.00	0.00	0.00	0.00	4,053,838.00
Other Income	(723.02)	0.00	0.00	0.00	0.00	(723.02)
Investment Income Received	3,304.51	0.00	0.00	0.00	0.00	3,304.51
Subtotal	3,990,868.49	65,551.00	0.00	0.00	0.00	4,056,419.49
EXPENSES PAID:						
Losses	86,470.32	2,029,758.92	213,954.38	10,000.00	111,285.03	2,451,468.65
Loss Adjustment Expenses	32,885.14	366,118.95	152,867.77	34,145.93	33,325.99	619,343.78
Other Underwriting Expenses	1,868,008.14	0.00	0.00	0.00	0.00	1,868,008.14
Premium Tax	79,765.74	1,311.02	0.00	0.00	0.00	81,076.76
Commissions	227,764.10	3,778.30	0.00	0.00	0.00	231,542.40
Premiums/Assessments Charged-off	0.00	947.00	(0.20)	0.00	0.00	946.80
Subtotal	2,294,893.44	2,401,914.19	366,821.95	44,145.93	144,611.02	5,252,386.53
BALANCE DUE COMPANIES	1,695,975.05	(2,336,363.19)	(366,821.95)	(44,145.93)	(144,611.02)	(1,195,967.04)
DEDUCT:						
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	0.00	(965,481.86)	0.00	0.00	0.00	(965,481.86)
Prior Pension		(3,186,463.00)	0.00	0.00	0.00	(3,186,463.00)
Subtotal	0.00	(4,151,944.86)	0.00	0.00	0.00	(4,151,944.86)
ADD:						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(973,914.19)	0.00	0.00	0.00	0.00	(973,914.19)
Current Pension	(3,127,554.00)	0.00	0.00	0.00	0.00	(3,127,554.00)
Subtotal	(4,101,468.19)	0.00	0.00	0.00	0.00	(4,101,468.19)
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	(2,405,493.14)	1,815,581.67	(366,821.95)	(44,145.93)	(144,611.02)	(1,145,490.37)
DEDUCT:						
Current Unearned Premiums	3,108,888.00	1,050,677.00	0.00	0.00	0.00	4,159,565.00
Current Unpaid Losses (Incl. I.B.N.R.)	288,400.00	543,108.00	28,125.00	1,000.00	500.00	861,133.00
Current Unpaid Underwriting Expenses	25,250.00	0.00	0.00	0.00	0.00	25,250.00
Current Unpaid Post Retirement Benefits	443,671.00	0.00	0.00	0.00	0.00	443,671.00
Current Unpaid Loss Adjustment Expenses	75,576.00	142,322.00	7,370.00	263.00	131.00	225,662.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	3,941,785.00	1,736,107.00	35,495.00	1,263.00	631.00	5,715,281.00
ADD:						
Prior Unearned Premiums	0.00	4,291,259.00	0.00	0.00	0.00	4,291,259.00
Prior Unpaid Losses (Incl. I.B.N.R.)	0.00	1,462,797.00	355,725.00	1,000.00	1,500.00	1,821,022.00
Prior Unpaid Underwriting Expenses	0.00	97,915.00	0.00	0.00	0.00	97,915.00
Prior Unpaid Post Retirement Benefits	0.00	283,776.00	0.00	0.00	0.00	283,776.00
Prior Unpaid Loss Adjustment Expenses	0.00	370,126.00	90,008.00	253.00	379.00	460,766.00
Prior Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	0.00	6,505,873.00	445,733.00	1,253.00	1,879.00	6,954,738.00
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	(96.97)	(96.97)
NET CHANGE IN MEMBERS' EQUITY	(6,347,278.14)	6,585,347.67	43,416.05	(44,155.93)	(143,459.99)	93,869.66

EXHIBIT 5C

PENNSYLVANIA FAIR PLAN**Members' Account for Active Policy Years @**

June 30, 2012

	2012	2011	2010	2009	2008	TOTAL
Premiums Written	3,988,287.00	8,416,928.00	8,876,491.00	9,479,548.00	10,172,611.00	40,933,865.00
Other Income	(723.02)	316.42	1,183.70	(253.85)	7,054.29	7,577.54
Investment Income Received	3,304.51	12,306.77	26,641.52	29,868.68	369,637.19	441,758.67
Subtotal	3,990,868.49	8,429,551.19	8,904,316.22	9,509,162.83	10,549,302.48	41,383,201.21
EXPENSES PAID:						
Losses	86,470.32	3,437,645.11	3,801,794.97	3,917,524.29	4,181,382.52	15,424,817.21
Loss Adjustment Expenses	32,885.14	804,749.29	1,104,779.60	1,020,686.57	1,052,391.84	4,015,492.44
Other Underwriting Expenses	1,868,008.14	3,709,753.42	3,537,445.03	3,582,002.72	3,680,344.60	16,377,553.91
Premium Tax	79,765.74	168,338.56	177,529.82	189,590.96	203,452.22	818,677.30
Commissions	227,764.10	485,540.00	517,979.40	568,920.10	613,519.70	2,413,723.30
Premiums/Assessments Charged-off	0.00	1,950.40	628.90	2,312.50	1,704.14	6,595.94
Subtotal	2,294,893.44	8,607,976.78	9,140,157.72	9,281,037.14	9,732,795.02	39,056,860.10
BALANCE DUE COMPANIES	1,695,975.05	(178,425.59)	(235,841.50)	228,125.69	816,507.46	2,326,341.11
ADD:						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(973,914.19)	0.00	0.00	0.00	0.00	(973,914.19)
Current Pension	(3,127,554.00)	0.00	0.00	0.00	0.00	(3,127,554.00)
Subtotal	(4,101,468.19)	0.00	0.00	0.00	0.00	(4,101,468.19)
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	(2,405,493.14)	(178,425.59)	(235,841.50)	228,125.69	816,507.46	(1,775,127.08)
DEDUCT:						
Current Unearned Premiums	3,108,888.00	1,050,677.00	0.00	0.00	0.00	4,159,565.00
Current Unpaid Losses (Incl. I.B.N.R.)	288,400.00	543,108.00	28,125.00	1,000.00	500.00	861,133.00
Current Unpaid Underwriting Expenses	25,250.00	0.00	0.00	0.00	0.00	25,250.00
Current Unpaid Post Retirement Benefits	443,671.00	0.00	0.00	0.00	0.00	443,671.00
Current Unpaid Loss Adjustment Expenses	75,576.00	142,322.00	7,370.00	263.00	131.00	225,662.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	3,941,785.00	1,736,107.00	35,495.00	1,263.00	631.00	5,715,281.00
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	5,769,959.58	500,000.00	2,718,528.98	8,988,488.56
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	(2,395.23)	(2,395.23)
Distributions Charged-Off	0.00	0.00	0.00	0.00	66,027.31	66,027.31
NET CHANGE IN MEMBERS' EQUITY	(6,347,278.14)	(1,914,532.59)	5,498,623.08	726,862.69	3,598,037.52	1,561,712.56

EXHIBIT 6A

PENNSYLVANIA FAIR PLAN

**Premium Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending
June 30, 2012**

	<u>QUARTER</u> 04/01/2012 - 06/30/2012			<u>YEAR</u> 01/01/2012 - 06/30/2012		
	<u>2012</u>	<u>2011</u>	<u>TOTAL</u>	<u>2012</u>	<u>2011</u>	<u>TOTAL</u>
	<u>PREMIUMS WRITTEN</u>					
Fire	1,550,970.00	4,125.00	1,555,095.00	3,059,880.00	54,176.00	3,114,056.00
Other Allied Lines	467,227.00	(19.00)	467,208.00	922,022.00	11,077.00	933,099.00
Crime	2,826.00	0.00	2,826.00	6,385.00	298.00	6,683.00
Total	<u>2,021,023.00</u>	<u>4,106.00</u>	<u>2,025,129.00</u>	<u>3,988,287.00</u>	<u>65,551.00</u>	<u>4,053,838.00</u>
	<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>					
Fire	1,401,874.00	1,839,827.00	3,241,701.00	0.00	3,283,535.00	3,283,535.00
Other Allied Lines	420,070.00	554,043.00	974,113.00	0.00	1,000,116.00	1,000,116.00
Crime	3,232.00	4,428.00	7,660.00	0.00	7,608.00	7,608.00
Total	<u>1,825,176.00</u>	<u>2,398,298.00</u>	<u>4,223,474.00</u>	<u>0.00</u>	<u>4,291,259.00</u>	<u>4,291,259.00</u>
	<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>					
Fire	2,387,723.00	808,685.00	3,196,408.00	2,387,723.00	808,685.00	3,196,408.00
Other Allied Lines	716,313.00	240,070.00	956,383.00	716,313.00	240,070.00	956,383.00
Crime	4,852.00	1,922.00	6,774.00	4,852.00	1,922.00	6,774.00
Total	<u>3,108,888.00</u>	<u>1,050,677.00</u>	<u>4,159,565.00</u>	<u>3,108,888.00</u>	<u>1,050,677.00</u>	<u>4,159,565.00</u>
	<u>PREMIUMS EARNED</u>					
Fire	565,121.00	1,035,267.00	1,600,388.00	672,157.00	2,529,026.00	3,201,183.00
Other Allied Lines	170,984.00	313,954.00	484,938.00	205,709.00	771,123.00	976,832.00
Crime	1,206.00	2,506.00	3,712.00	1,533.00	5,984.00	7,517.00
Total	<u>737,311.00</u>	<u>1,351,727.00</u>	<u>2,089,038.00</u>	<u>879,399.00</u>	<u>3,306,133.00</u>	<u>4,185,532.00</u>

EXHIBIT 6B

PENNSYLVANIA FAIR PLAN

Premium Statistics by Class of Business and Policy Year for the Quarter & Year to Date Ending
June 30, 2012
For Terrorism Reporting Requirements Only

	<u>QUARTER</u> 04/01/2012 - 06/30/2012			<u>YEAR</u> 01/01/2012 - 06/30/2012		
	<u>2012</u>	<u>2011</u>	<u>TOTAL</u>	<u>2012</u>	<u>2011</u>	<u>TOTAL</u>
	<u>PREMIUMS WRITTEN</u>					
Habitational (Owner Occupied)	1,011,194.00	1,976.00	1,013,170.00	2,317,553.00	42,196.00	2,359,749.00
Habitational (Non-Owner Occupied)	779,667.00	1,556.00	781,223.00	1,277,060.00	16,927.00	1,293,987.00
Commercial	230,162.00	574.00	230,736.00	393,674.00	6,428.00	400,102.00
Total	<u>2,021,023.00</u>	<u>4,106.00</u>	<u>2,025,129.00</u>	<u>3,988,287.00</u>	<u>65,551.00</u>	<u>4,053,838.00</u>
	<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>					
Habitational (Owner Occupied)	1,226,022.00	1,611,369.00	2,837,391.00	0.00	2,668,948.00	2,668,948.00
Habitational (Non-Owner Occupied)	467,645.00	614,504.00	1,082,149.00	0.00	1,087,118.00	1,087,118.00
Commercial	131,509.00	172,425.00	303,934.00	0.00	535,193.00	535,193.00
Total	<u>1,825,176.00</u>	<u>2,398,298.00</u>	<u>4,223,474.00</u>	<u>0.00</u>	<u>4,291,259.00</u>	<u>4,291,259.00</u>
	<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>					
Habitational (Owner Occupied)	1,579,907.00	534,112.00	2,114,019.00	1,579,907.00	534,112.00	2,114,019.00
Habitational (Non-Owner Occupied)	1,218,106.00	411,664.00	1,629,770.00	1,218,106.00	411,664.00	1,629,770.00
Commercial	310,875.00	104,901.00	415,776.00	310,875.00	104,901.00	415,776.00
Total	<u>3,108,888.00</u>	<u>1,050,677.00</u>	<u>4,159,565.00</u>	<u>3,108,888.00</u>	<u>1,050,677.00</u>	<u>4,159,565.00</u>
	<u>PREMIUMS EARNED</u>					
Habitational (Owner Occupied)	657,309.00	1,079,233.00	1,736,542.00	737,646.00	2,177,032.00	2,914,678.00
Habitational (Non-Owner Occupied)	29,206.00	204,396.00	233,602.00	58,954.00	692,381.00	751,335.00
Commercial	50,796.00	68,098.00	118,894.00	82,799.00	436,720.00	519,519.00
Total	<u>737,311.00</u>	<u>1,351,727.00</u>	<u>2,089,038.00</u>	<u>879,399.00</u>	<u>3,306,133.00</u>	<u>4,185,532.00</u>
Premiums Earned for Terrorism Reporting F	80,002.00	272,494.00	352,496.00	141,753.00	1,129,101.00	1,270,854.00

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
June 30, 2012**

QUARTER

04/01/2012 - 06/30/2012

	2012	2011	2010	2009	2008	TOTAL
LOSSES PAID						
Fire	63,086.94	708,465.35	(2,150.96)	0.00	(83.33)	769,318.00
Other Allied Lines	18,683.38	146,972.42	24,240.85	0.00	(260.99)	189,635.66
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	81,770.32	855,437.77	22,089.89	0.00	(344.32)	958,953.66
UNPAID PREVIOUS PERIOD (INCL. I.B.N.R.)						
Fire	100,500.00	998,859.00	42,325.00	0.00	0.00	1,141,684.00
Other Allied Lines	23,500.00	152,396.00	37,537.00	1,000.00	500.00	214,933.00
Crime	100.00	200.00	0.00	0.00	0.00	300.00
Total	124,100.00	1,151,455.00	79,862.00	1,000.00	500.00	1,356,917.00
UNPAID CURRENT PERIOD (INCL. I.B.N.R.)						
Fire	245,800.00	402,408.00	22,125.00	0.00	0.00	670,333.00
Other Allied Lines	42,500.00	140,500.00	6,000.00	1,000.00	500.00	190,500.00
Crime	100.00	200.00	0.00	0.00	0.00	300.00
Total	288,400.00	543,108.00	28,125.00	1,000.00	500.00	861,133.00
LOSSES INCURRED						
Fire	208,386.94	112,014.35	(22,350.96)	0.00	(83.33)	297,967.00
Other Allied Lines	37,683.38	135,076.42	(7,296.15)	0.00	(260.99)	165,202.66
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	246,070.32	247,090.77	(29,647.11)	0.00	(344.32)	463,169.66

YEAR TO DATE

01/01/2012 - 06/30/2012

	2012	2011	2010	2009	2008	TOTAL
LOSSES PAID						
Fire	63,086.94	1,710,370.32	123,353.99	10,000.00	111,883.34	2,018,694.59
Other Allied Lines	23,383.38	319,388.60	90,600.39	0.00	(598.31)	432,774.06
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	86,470.32	2,029,758.92	213,954.38	10,000.00	111,285.03	2,451,468.65
UNPAID PREVIOUS PERIOD (INCL. I.B.N.R.)						
Fire	0.00	1,090,897.00	226,525.00	0.00	1,000.00	1,318,422.00
Other Allied Lines	0.00	371,600.00	129,200.00	1,000.00	500.00	502,300.00
Crime	0.00	300.00	0.00	0.00	0.00	300.00
Total	0.00	1,462,797.00	355,725.00	1,000.00	1,500.00	1,821,022.00
UNPAID CURRENT PERIOD (INCL. I.B.N.R.)						
Fire	245,800.00	402,408.00	22,125.00	0.00	0.00	670,333.00
Other Allied Lines	42,500.00	140,500.00	6,000.00	1,000.00	500.00	190,500.00
Crime	100.00	200.00	0.00	0.00	0.00	300.00
Total	288,400.00	543,108.00	28,125.00	1,000.00	500.00	861,133.00
LOSSES INCURRED						
Fire	308,886.94	1,021,881.32	(81,046.01)	10,000.00	110,883.34	1,370,605.59
Other Allied Lines	65,883.38	88,288.60	(32,599.61)	0.00	(598.31)	120,974.06
Crime	100.00	(100.00)	0.00	0.00	0.00	0.00
Total	374,870.32	1,110,069.92	(113,645.62)	10,000.00	110,285.03	1,491,579.65
I.B.N.R. (CURRENT PERIOD)						
Fire	28,800.00	85,000.00	0.00	0.00	0.00	113,800.00
Other Allied Lines	10,700.00	23,500.00	0.00	0.00	0.00	34,200.00
Crime	100.00	200.00	0.00	0.00	0.00	300.00
Total	39,600.00	108,700.00	0.00	0.00	0.00	148,300.00

EXHIBIT 7B

PENNSYLVANIA FAIR PLAN**Loss Adjustment Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending
June 30, 2012****QUARTER****04/01/2012 - 06/30/2012**

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>TOTAL</u>
LOSS ADJUSTMENT EXPENSES PAID						
Fire	11,602.41	76,743.93	43,342.74	1,478.69	31,468.36	164,636.13
Other Allied Lines	19,970.69	81,241.55	30,741.16	12,590.15	0.00	144,543.55
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	31,573.10	157,985.48	74,083.90	14,068.84	31,468.36	309,179.68
UNPAID PREVIOUS PERIOD						
Fire	23,851.00	237,046.00	10,045.00	0.00	0.00	270,942.00
Other Allied Lines	5,577.00	36,166.00	8,907.00	237.00	118.00	51,005.00
Crime	24.00	47.00	0.00	0.00	0.00	71.00
Total	29,452.00	273,259.00	18,952.00	237.00	118.00	322,018.00
UNPAID CURRENT PERIOD						
Fire	64,412.00	105,452.00	5,798.00	0.00	0.00	175,662.00
Other Allied Lines	11,137.00	36,818.00	1,572.00	263.00	131.00	49,921.00
Crime	27.00	52.00	0.00	0.00	0.00	79.00
Total	75,576.00	142,322.00	7,370.00	263.00	131.00	225,662.00
LOSS ADJUSTMENT EXPENSES INCURRED						
Fire	52,163.41	(54,850.07)	39,095.74	1,478.69	31,468.36	69,356.13
Other Allied Lines	25,530.69	81,893.55	23,406.16	12,616.15	13.00	143,459.55
Crime	3.00	5.00	0.00	0.00	0.00	8.00
Total	77,697.10	27,048.48	62,501.90	14,094.84	31,481.36	212,823.68
YEAR TO DATE						
01/01/2012 - 06/30/2012						
LOSS ADJUSTMENT EXPENSES PAID						
Fire	11,602.41	159,672.36	72,412.90	2,851.81	33,325.99	279,865.47
Other Allied Lines	21,282.73	206,446.59	80,454.87	31,294.12	0.00	339,478.31
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	32,885.14	366,118.95	152,867.77	34,145.93	33,325.99	619,343.78
UNPAID PREVIOUS PERIOD						
Fire	0.00	276,025.00	57,317.00	0.00	252.00	333,594.00
Other Allied Lines	0.00	94,025.00	32,691.00	253.00	127.00	127,096.00
Crime	0.00	76.00	0.00	0.00	0.00	76.00
Total	0.00	370,126.00	90,008.00	253.00	379.00	460,766.00
UNPAID CURRENT PERIOD						
Fire	64,412.00	105,452.00	5,798.00	0.00	0.00	175,662.00
Other Allied Lines	11,137.00	36,818.00	1,572.00	263.00	131.00	49,921.00
Crime	27.00	52.00	0.00	0.00	0.00	79.00
Total	75,576.00	142,322.00	7,370.00	263.00	131.00	225,662.00
LOSS ADJUSTMENT EXPENSES INCURRED						
Fire	76,014.41	(10,900.64)	20,893.90	2,851.81	33,073.99	121,933.47
Other Allied Lines	32,419.73	149,239.59	49,335.87	31,304.12	4.00	262,303.31
Crime	27.00	(24.00)	0.00	0.00	0.00	3.00
Total	108,461.14	138,314.95	70,229.77	34,155.93	33,077.99	384,239.78

EXHIBIT 8

PENNSYLVANIA
Report of Catastrophe Losses for the Quarter Ending
June 30, 2012

Cat #	Policy Year	Date of Loss	Line of Business	Unpaid Losses	Paid Losses	Alloc. Unpaid LAE	Paid Loss Adjustment Expenses
44	2010	04/16/2011	Other	0	0.00	0	0.00
59	2010	08/27/2011	Other	2,500	0.00	125	2,201.46
61	2010	09/03/2011	Other	0	0.00	0	890.00
59	2011	08/27/2011	Other	7,500	10,621.54	375	3,285.69
61	2011	09/03/2011	Other	0	17,269.26	0	2,976.11
TOTAL				10,000	27,890.80	500	9,353.26