

EXHIBIT 1**PENNSYLVANIA FAIR PLAN**

Statement of Assets, Liabilities and Members' Equity at
September 30, 2012

	LEDGER ASSETS	ASSETS NOT ADMITTED	NET ADMITTED ASSETS
<u>ASSETS</u>			
Cash	6,387,397.96	0.00	6,387,397.96
Investments	5,414,355.61	0.00	5,414,355.61
Due from Participating Members	0.00	0.00	0.00
Accrued Investment Income	0.00	0.00	0.00
Premiums Receivable	14,061.00	7,860.00	6,201.00
Other Receivables	11,580.15	0.00	11,580.15
Pre-paid Premium Tax	67,305.44	67,305.44	0.00
Pre-paid Expenses	96,691.04	96,691.04	0.00
Pre-paid Pension	687,595.00	687,595.00	0.00
Furniture & Equipment	61,970.30	61,970.30	0.00
Data Processing Equipment	60,810.63	6,437.83	54,372.80
Other Assets	0.00	0.00	0.00
TOTAL ASSETS	12,801,767.13	927,859.61	11,873,907.52
<u>LIABILITIES</u>			
Unpaid Losses (Incl. I.B.N.R.)			891,426.00
Unpaid Loss Adjustment Expenses			252,866.00
Unpaid Underwriting Expenses			57,844.00
Unpaid Post Retirement Benefits (Medical)			1,045,689.00
Unpaid Post Retirement Benefits (Pension)			3,263,624.00
Unearned Premiums			4,145,132.00
Unearned Advance Premiums			265,665.00
Claims Checks Payable			154,654.51
Amounts Withheld for Accounts of Others			98,085.23
Unpaid Premium Tax			0.00
TOTAL LIABILITIES			10,174,985.74
<u>MEMBERS' EQUITY</u>			
Members' Equity (Deficit)			1,698,921.78
TOTAL LIABILITIES & MEMBERS' EQUITY			11,873,907.52

EXHIBIT 2**PENNSYLVANIA FAIR PLAN**

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

	Quarter	Year
	<u>07/01/ - 09/30/2012</u>	<u>01/01/ - 09/30/2012</u>
<u>UNDERWRITING INCOME</u>		
Premiums Written	2,060,953.00	6,114,791.00
Change in Unearned Premiums	14,433.00	146,127.00
Premiums Earned	<u>2,075,386.00</u>	<u>6,260,918.00</u>
<u>DEDUCTIONS</u>		
Losses Incurred	660,119.95	2,151,699.60
Loss Adjustment Expenses Incurred	261,968.81	646,208.59
Other Underwriting Expenses Incurred	794,355.51	2,471,915.31
Post Retirement Benefits Incurred	254,290.05	763,661.79
Premium Tax Incurred	41,219.06	122,295.82
Total Underwriting Deductions	<u>2,011,953.38</u>	<u>6,155,781.11</u>
Net Underwriting Profit or Loss	63,432.62	105,136.89
<u>OTHER INCOME OR OUTGO</u>		
Net Investment Income	1,663.25	4,967.76
Other Income	87.47	(635.55)
Premiums/Assessments Charged-Off	(3,558.70)	(4,505.50)
Total Other Income or Outgo	<u>(1,807.98)</u>	<u>(173.29)</u>
Net Result of Operations	61,624.64	104,963.60
<u>EQUITY ACCOUNT</u>		
Beginning Members' Equity	1,561,712.56	1,467,842.90
Net Result of Operations	61,624.64	104,963.60
Change in Assets Not Admitted	46,054.58	37,622.25
Change in Post Retirement Benefits (Pension)	29,530.00	88,590.00
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	(96.97)
MEMBERS' EQUITY (DEFICIT)	<u><u>1,698,921.78</u></u>	<u><u>1,698,921.78</u></u>

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

Premiums Written	6,114,791.00
Other Income	0.00
Investment Income	4,967.76
Unearned Advance Premiums	39,127.00
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	6,158,885.76

DECREASE IN LEDGER ASSETS

Other Income	635.55
Losses Paid	3,081,295.60
Loss Adjustment Expenses Paid	854,108.59
Other Expenses Paid	3,177,245.92
Unearned Advance Premiums	0.00
Amounts Withheld for Accounts of Others	26,270.63
Claims Checks Payable	209,377.31
Premiums Charged-Off	4,505.50
Assessments/Distributions to Members Charged-Off	96.97
Distribution of Policy Year	0.00
Policy Year Closeout	0.00
TOTAL	7,353,536.07

Increase(Decrease) in Ledger Assets	(1,194,650.31)
Ledger Assets at 12/31/2011	13,996,417.44
Ledger Assets at 09/30/2012	12,801,767.13

EXHIBIT 5A

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

	2012	2011	2010	2009	2008	TOTAL
Premiums Written	2,060,731.00	222.00	0.00	0.00	0.00	2,060,953.00
Other Income	87.47	0.00	0.00	0.00	0.00	87.47
Investment Income Received	1,663.25	0.00	0.00	0.00	0.00	1,663.25
Subtotal	<u>2,062,481.72</u>	<u>222.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>2,062,703.72</u>
EXPENSES PAID:						
Losses	265,065.81	338,673.06	26,536.41	0.00	(448.33)	629,826.95
Loss Adjustment Expenses	82,315.87	118,374.90	23,346.34	3,463.93	7,263.77	234,764.81
Other Underwriting Expenses	820,814.66	0.00	0.00	0.00	0.00	820,814.66
Premium Tax	41,214.62	4.44	0.00	0.00	0.00	41,219.06
Commissions	115,202.40	11.50	0.00	0.00	0.00	115,213.90
Premiums/Assessments Charged-off	3,450.90	107.80	0.00	0.00	0.00	3,558.70
Subtotal	<u>1,328,064.26</u>	<u>457,171.70</u>	<u>49,882.75</u>	<u>3,463.93</u>	<u>6,815.44</u>	<u>1,845,398.08</u>
BALANCE DUE COMPANIES	734,417.46	(456,949.70)	(49,882.75)	(3,463.93)	(6,815.44)	217,305.64
DEDUCT:						
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	(973,914.19)	0.00	0.00	0.00	0.00	(973,914.19)
Prior 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>
ADD:						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(927,859.61)	0.00	0.00	0.00	0.00	(927,859.61)
Current Pension	(3,098,024.00)	0.00	0.00	0.00	0.00	(3,098,024.00)
Subtotal	<u>(4,025,883.61)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(4,025,883.61)</u>
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	810,002.04	(456,949.70)	(49,882.75)	(3,463.93)	(6,815.44)	292,890.22
DEDUCT:						
Current Unearned Premiums	3,886,986.00	258,146.00	0.00	0.00	0.00	4,145,132.00
Current Unpaid Losses (Incl. I.B.N.R.)	405,366.00	479,060.00	5,000.00	1,000.00	1,000.00	891,426.00
Current Unpaid Underwriting Expenses	57,844.00	0.00	0.00	0.00	0.00	57,844.00
Current Unpaid Post Retirement Benefits	523,694.00	0.00	0.00	0.00	0.00	523,694.00
Current Unpaid Loss Adjustment Expenses	114,989.00	135,892.00	1,418.00	283.00	284.00	252,866.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	<u>4,988,879.00</u>	<u>873,098.00</u>	<u>6,418.00</u>	<u>1,283.00</u>	<u>1,284.00</u>	<u>5,870,962.00</u>
ADD:						
Prior Unearned Premiums	3,108,888.00	1,050,677.00	0.00	0.00	0.00	4,159,565.00
Prior Unpaid Losses (Incl. I.B.N.R.)	288,400.00	543,108.00	28,125.00	1,000.00	500.00	861,133.00
Prior Unpaid Underwriting Expenses	25,250.00	0.00	0.00	0.00	0.00	25,250.00
Prior Unpaid Post Retirement Benefits	443,671.00	0.00	0.00	0.00	0.00	443,671.00
Prior Unpaid Loss Adjustment Expenses	75,576.00	142,322.00	7,370.00	263.00	131.00	225,662.00
Prior 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>
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	<u>(237,091.96)</u>	<u>406,059.30</u>	<u>(20,805.75)</u>	<u>(3,483.93)</u>	<u>(7,468.44)</u>	<u>137,209.22</u>

EXHIBIT 5B

PENNSYLVANIA FAIR PLAN

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

September 30, 2012

	2012	2011	2010	2009	2008	TOTAL
Premiums Written	6,049,018.00	65,773.00	0.00	0.00	0.00	6,114,791.00
Other Income	(635.55)	0.00	0.00	0.00	0.00	(635.55)
Investment Income Received	4,967.76	0.00	0.00	0.00	0.00	4,967.76
Subtotal	6,053,350.21	65,773.00	0.00	0.00	0.00	6,119,123.21
EXPENSES PAID:						
Losses	351,536.13	2,368,431.98	240,490.79	10,000.00	110,836.70	3,081,295.60
Loss Adjustment Expenses	115,201.01	484,493.85	176,214.11	37,609.86	40,589.76	854,108.59
Other Underwriting Expenses	2,688,822.80	0.00	0.00	0.00	0.00	2,688,822.80
Premium Tax	120,980.36	1,315.46	0.00	0.00	0.00	122,295.82
Commissions	342,966.50	3,789.80	0.00	0.00	0.00	346,756.30
Premiums/Assessments Charged-off	3,450.90	1,054.80	(0.20)	0.00	0.00	4,505.50
Subtotal	3,622,957.70	2,859,085.89	416,704.70	47,609.86	151,426.46	7,097,784.61
BALANCE DUE COMPANIES	2,430,392.51	(2,793,312.89)	(416,704.70)	(47,609.86)	(151,426.46)	(978,661.40)
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	(927,859.61)	0.00	0.00	0.00	0.00	(927,859.61)
Current Pension	(3,098,024.00)	0.00	0.00	0.00	0.00	(3,098,024.00)
Subtotal	(4,025,883.61)	0.00	0.00	0.00	0.00	(4,025,883.61)
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	(1,595,491.10)	1,358,631.97	(416,704.70)	(47,609.86)	(151,426.46)	(852,600.15)
DEDUCT:						
Current Unearned Premiums	3,886,986.00	258,146.00	0.00	0.00	0.00	4,145,132.00
Current Unpaid Losses (Incl. I.B.N.R.)	405,366.00	479,060.00	5,000.00	1,000.00	1,000.00	891,426.00
Current Unpaid Underwriting Expenses	57,844.00	0.00	0.00	0.00	0.00	57,844.00
Current Unpaid Post Retirement Benefits	523,694.00	0.00	0.00	0.00	0.00	523,694.00
Current Unpaid Loss Adjustment Expenses	114,989.00	135,892.00	1,418.00	283.00	284.00	252,866.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	4,988,879.00	873,098.00	6,418.00	1,283.00	1,284.00	5,870,962.00
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	(6,584,370.10)	6,991,406.97	22,610.30	(47,639.86)	(150,928.43)	231,078.88

EXHIBIT 5C

PENNSYLVANIA FAIR PLAN**Members' Account for Active Policy Years @****September 30, 2012**

	2012	2011	2010	2009	2008	TOTAL
Premiums Written	6,049,018.00	8,417,150.00	8,876,491.00	9,479,548.00	10,172,611.00	42,994,818.00
Other Income	(635.55)	316.42	1,183.70	(253.85)	7,054.29	7,665.01
Investment Income Received	4,967.76	12,306.77	26,641.52	29,868.68	369,637.19	443,421.92
Subtotal	6,053,350.21	8,429,773.19	8,904,316.22	9,509,162.83	10,549,302.48	43,445,904.93
EXPENSES PAID:						
Losses	351,536.13	3,776,318.17	3,828,331.38	3,917,524.29	4,180,934.19	16,054,644.16
Loss Adjustment Expenses	115,201.01	923,124.19	1,128,125.94	1,024,150.50	1,059,655.61	4,250,257.25
Other Underwriting Expenses	2,688,822.80	3,709,753.42	3,537,445.03	3,582,002.72	3,680,344.60	17,198,368.57
Premium Tax	120,980.36	168,343.00	177,529.82	189,590.96	203,452.22	859,896.36
Commissions	342,966.50	485,551.50	517,979.40	568,920.10	613,519.70	2,528,937.20
Premiums/Assessments Charged-off	3,450.90	2,058.20	628.90	2,312.50	1,704.14	10,154.64
Subtotal	3,622,957.70	9,065,148.48	9,190,040.47	9,284,501.07	9,739,610.46	40,902,258.18
BALANCE DUE COMPANIES	2,430,392.51	(635,375.29)	(285,724.25)	224,661.76	809,692.02	2,543,646.75
ADD:						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(927,859.61)	0.00	0.00	0.00	0.00	(927,859.61)
Current Pension	(3,098,024.00)	0.00	0.00	0.00	0.00	(3,098,024.00)
Subtotal	(4,025,883.61)	0.00	0.00	0.00	0.00	(4,025,883.61)
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	(1,595,491.10)	(635,375.29)	(285,724.25)	224,661.76	809,692.02	(1,482,236.86)
DEDUCT:						
Current Unearned Premiums	3,886,986.00	258,146.00	0.00	0.00	0.00	4,145,132.00
Current Unpaid Losses (Incl. I.B.N.R.)	405,366.00	479,060.00	5,000.00	1,000.00	1,000.00	891,426.00
Current Unpaid Underwriting Expenses	57,844.00	0.00	0.00	0.00	0.00	57,844.00
Current Unpaid Post Retirement Benefits	523,694.00	0.00	0.00	0.00	0.00	523,694.00
Current Unpaid Loss Adjustment Expenses	114,989.00	135,892.00	1,418.00	283.00	284.00	252,866.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal	4,988,879.00	873,098.00	6,418.00	1,283.00	1,284.00	5,870,962.00
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	(6,584,370.10)	(1,508,473.29)	5,477,817.33	723,378.76	3,590,569.08	1,698,921.78

EXHIBIT 6A

PENNSYLVANIA FAIR PLAN

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

	<u>QUARTER</u> 07/01/2012 - 09/30/2012			<u>YEAR</u> 01/01/2012 - 09/30/2012		
	<u>2012</u>	<u>2011</u>	<u>TOTAL</u> <u>PREMIUMS WRITTEN</u>	<u>2012</u>	<u>2011</u>	<u>TOTAL</u>
Fire	1,585,456.00	224.00	1,585,680.00	4,645,336.00	54,400.00	4,699,736.00
Other Allied Lines	471,424.00	(2.00)	471,422.00	1,393,446.00	11,075.00	1,404,521.00
Crime	3,851.00	0.00	3,851.00	10,236.00	298.00	10,534.00
Total	<u>2,060,731.00</u>	<u>222.00</u>	<u>2,060,953.00</u>	<u>6,049,018.00</u>	<u>65,773.00</u>	<u>6,114,791.00</u>
<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>						
Fire	2,387,723.00	808,685.00	3,196,408.00	0.00	3,283,535.00	3,283,535.00
Other Allied Lines	716,313.00	240,070.00	956,383.00	0.00	1,000,116.00	1,000,116.00
Crime	4,852.00	1,922.00	6,774.00	0.00	7,608.00	7,608.00
Total	<u>3,108,888.00</u>	<u>1,050,677.00</u>	<u>4,159,565.00</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	2,988,212.00	199,166.00	3,187,378.00	2,988,212.00	199,166.00	3,187,378.00
Other Allied Lines	892,188.00	58,570.00	950,758.00	892,188.00	58,570.00	950,758.00
Crime	6,586.00	410.00	6,996.00	6,586.00	410.00	6,996.00
Total	<u>3,886,986.00</u>	<u>258,146.00</u>	<u>4,145,132.00</u>	<u>3,886,986.00</u>	<u>258,146.00</u>	<u>4,145,132.00</u>
<u>PREMIUMS EARNED</u>						
Fire	984,967.00	609,743.00	1,594,710.00	1,657,124.00	3,138,769.00	4,795,893.00
Other Allied Lines	295,549.00	181,498.00	477,047.00	501,258.00	952,621.00	1,453,879.00
Crime	2,117.00	1,512.00	3,629.00	3,650.00	7,496.00	11,146.00
Total	<u>1,282,633.00</u>	<u>792,753.00</u>	<u>2,075,386.00</u>	<u>2,162,032.00</u>	<u>4,098,886.00</u>	<u>6,260,918.00</u>

EXHIBIT 6B

PENNSYLVANIA FAIR PLAN

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

	<u>QUARTER</u> 07/01/2012 - 09/30/2012			<u>YEAR</u> 01/01/2012 - 09/30/2012		
	<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)	1,395,630.00	138.00	1,395,768.00	3,985,048.00	42,857.00	4,027,905.00
Habitational (Non-Owner Occupied)	502,345.00	53.00	502,398.00	1,507,540.00	16,457.00	1,523,997.00
Commercial	162,756.00	31.00	162,787.00	556,430.00	6,459.00	562,889.00
Total	<u>2,060,731.00</u>	<u>222.00</u>	<u>2,060,953.00</u>	<u>6,049,018.00</u>	<u>65,773.00</u>	<u>6,114,791.00</u>
	<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>					
Habitational (Owner Occupied)	2,004,376.00	677,536.00	2,681,912.00	0.00	2,668,948.00	2,668,948.00
Habitational (Non-Owner Occupied)	793,637.00	268,240.00	1,061,877.00	0.00	1,087,118.00	1,087,118.00
Commercial	310,875.00	104,901.00	415,776.00	0.00	535,193.00	535,193.00
Total	<u>3,108,888.00</u>	<u>1,050,677.00</u>	<u>4,159,565.00</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)	2,556,985.00	169,744.00	2,726,729.00	2,556,985.00	169,744.00	2,726,729.00
Habitational (Non-Owner Occupied)	920,274.00	61,141.00	981,415.00	920,274.00	61,141.00	981,415.00
Commercial	409,727.00	27,261.00	436,988.00	409,727.00	27,261.00	436,988.00
Total	<u>3,886,986.00</u>	<u>258,146.00</u>	<u>4,145,132.00</u>	<u>3,886,986.00</u>	<u>258,146.00</u>	<u>4,145,132.00</u>
	<u>PREMIUMS EARNED</u>					
Habitational (Owner Occupied)	843,021.00	507,930.00	1,350,951.00	1,428,063.00	2,542,061.00	3,970,124.00
Habitational (Non-Owner Occupied)	375,708.00	207,152.00	582,860.00	587,266.00	1,042,434.00	1,629,700.00
Commercial	63,904.00	77,671.00	141,575.00	146,703.00	514,391.00	661,094.00
Total	<u>1,282,633.00</u>	<u>792,753.00</u>	<u>2,075,386.00</u>	<u>2,162,032.00</u>	<u>4,098,886.00</u>	<u>6,260,918.00</u>
Premiums Earned for Terrorism Reporting F	439,612.00	284,823.00	724,435.00	733,969.00	1,556,825.00	2,290,794.00

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, 2012**

QUARTER

07/01/2012 - 09/30/2012

	2012	2011	2010	2009	2008	TOTAL
LOSSES PAID						
Fire	190,581.56	199,810.52	23,445.85	0.00	(40.00)	413,797.93
Other Allied Lines	74,484.25	138,862.54	3,090.56	0.00	(408.33)	216,029.02
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	265,065.81	338,673.06	26,536.41	0.00	(448.33)	629,826.95
UNPAID PREVIOUS 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
UNPAID CURRENT PERIOD (INCL. I.B.N.R.)						
Fire	237,100.00	368,460.00	1,500.00	0.00	500.00	607,560.00
Other Allied Lines	168,166.00	110,500.00	3,500.00	1,000.00	500.00	283,666.00
Crime	100.00	100.00	0.00	0.00	0.00	200.00
Total	405,366.00	479,060.00	5,000.00	1,000.00	1,000.00	891,426.00
LOSSES INCURRED						
Fire	181,881.56	165,862.52	2,820.85	0.00	460.00	351,024.93
Other Allied Lines	200,150.25	108,862.54	590.56	0.00	(408.33)	309,195.02
Crime	0.00	(100.00)	0.00	0.00	0.00	(100.00)
Total	382,031.81	274,625.06	3,411.41	0.00	51.67	660,119.95

YEAR TO DATE

01/01/2012 - 09/30/2012

	2012	2011	2010	2009	2008	TOTAL
LOSSES PAID						
Fire	253,668.50	1,910,180.84	146,799.84	10,000.00	111,843.34	2,432,492.52
Other Allied Lines	97,867.63	458,251.14	93,690.95	0.00	(1,006.64)	648,803.08
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	351,536.13	2,368,431.98	240,490.79	10,000.00	110,836.70	3,081,295.60
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	237,100.00	368,460.00	1,500.00	0.00	500.00	607,560.00
Other Allied Lines	168,166.00	110,500.00	3,500.00	1,000.00	500.00	283,666.00
Crime	100.00	100.00	0.00	0.00	0.00	200.00
Total	405,366.00	479,060.00	5,000.00	1,000.00	1,000.00	891,426.00
LOSSES INCURRED						
Fire	490,768.50	1,187,743.84	(78,225.16)	10,000.00	111,343.34	1,721,630.52
Other Allied Lines	266,033.63	197,151.14	(32,009.05)	0.00	(1,006.64)	430,169.08
Crime	100.00	(200.00)	0.00	0.00	0.00	(100.00)
Total	756,902.13	1,384,694.98	(110,234.21)	10,000.00	110,336.70	2,151,699.60
I.B.N.R. (CURRENT PERIOD)						
Fire	29,700.00	84,400.00	0.00	0.00	0.00	114,100.00
Other Allied Lines	12,900.00	21,100.00	0.00	0.00	0.00	34,000.00
Crime	100.00	100.00	0.00	0.00	0.00	200.00
Total	42,700.00	105,600.00	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
September 30, 2012**

QUARTER**07/01/2012 - 09/30/2012**

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>TOTAL</u>
	LOSS ADJUSTMENT EXPENSES PAID					
Fire	40,488.49	43,186.35	13,253.16	0.00	7,263.77	104,191.77
Other Allied Lines	41,827.38	75,188.55	10,093.18	3,463.93	0.00	130,573.04
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	82,315.87	118,374.90	23,346.34	3,463.93	7,263.77	234,764.81
	UNPAID PREVIOUS 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
	UNPAID CURRENT PERIOD					
Fire	67,257.00	104,519.00	425.00	0.00	142.00	172,343.00
Other Allied Lines	47,703.00	31,345.00	993.00	283.00	142.00	80,466.00
Crime	29.00	28.00	0.00	0.00	0.00	57.00
Total	114,989.00	135,892.00	1,418.00	283.00	284.00	252,866.00
	LOSS ADJUSTMENT EXPENSES INCURRED					
Fire	43,333.49	42,253.35	7,880.16	0.00	7,405.77	100,872.77
Other Allied Lines	78,393.38	69,715.55	9,514.18	3,483.93	11.00	161,118.04
Crime	2.00	(24.00)	0.00	0.00	0.00	(22.00)
Total	121,728.87	111,944.90	17,394.34	3,483.93	7,416.77	261,968.81

YEAR TO DATE**01/01/2012 - 09/30/2012**

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>TOTAL</u>
	LOSS ADJUSTMENT EXPENSES PAID					
Fire	52,090.90	202,858.71	85,666.06	2,851.81	40,589.76	384,057.24
Other Allied Lines	63,110.11	281,635.14	90,548.05	34,758.05	0.00	470,051.35
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	115,201.01	484,493.85	176,214.11	37,609.86	40,589.76	854,108.59
	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	67,257.00	104,519.00	425.00	0.00	142.00	172,343.00
Other Allied Lines	47,703.00	31,345.00	993.00	283.00	142.00	80,466.00
Crime	29.00	28.00	0.00	0.00	0.00	57.00
Total	114,989.00	135,892.00	1,418.00	283.00	284.00	252,866.00
	LOSS ADJUSTMENT EXPENSES INCURRED					
Fire	119,347.90	31,352.71	28,774.06	2,851.81	40,479.76	222,806.24
Other Allied Lines	110,813.11	218,955.14	58,850.05	34,788.05	15.00	423,421.35
Crime	29.00	(48.00)	0.00	0.00	0.00	(19.00)
Total	230,190.01	250,259.85	87,624.11	37,639.86	40,494.76	646,208.59

