

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

BALANCE SHEET AT JUNE 30, 2002

	LEDGER ASSETS	NON- LEDGER ASSETS	NON- ADMITTED ASSETS	NET ADMITTED ASSETS
<u>ASSETS</u>				
CASH & SHORT TERM				
INVESTMENTS	\$10,075,287	-	-	\$10,075,287
ACCRUED INTEREST	-	9,727	-	9,727
FURNITURE & EQUIPMENT	255,477	-	255,477	-
ELECTRONIC DATA PROCESSING EQUIP.	27,728	-	-	27,728
LEASEHOLD IMPROVEMENTS	60,227	-	60,227	-
PREPAID EXPENSES	42,501	-	42,501	-
PREPAID/(ACCRUED) PENSION COST	335,155	-	335,155	-
ASSESSMENTS RECEIVABLE	4,980	-	4,980	-
TOTAL ASSETS	\$10,801,356	\$9,727	\$698,340	\$10,112,743
 <u>LIABILITIES</u>				
UNFUNDED LIAB FOR RET. BENEFITS			619,116	
AMOUNTS HELD FOR OTHERS			1,033,055	
ADVANCE PREMIUMS			326,946	
OTHER LIABILITES			90,599	
CLAIM CHECKS PAYABLE			122,745	
TOTAL LIABILITIES				2,192,462
 <u>RESERVES</u>				
UNEARNED PREMIUMS			8,681,288	
LOSS - CASE BASIS			4,497,723	
LOSS - I.B.N.R			1,278,701	
LOSS EXPENSE- ALLOCATED			350,458	
LOSS EXPENSE- UNALLOCATED			112,802	
OPERATING EXPENSE			403,978	
TAXES & FEES			23,160	
TOTAL RESERVES				15,348,110
TOTAL LIABILITIES & RESERVES				17,540,572
 <u>EQUITY ACCOUNT</u>				
NET EQUITY AT JUNE 30, 2002				(7,427,829)
TOTAL LIABILITIES PLUS EQUITY ACCOUNT				\$10,112,743

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

INCOME STATEMENT AT JUNE 30, 2002

	QUARTER TO DATE	YEAR TO DATE
<u>UNDERWRITING INCOME</u>		
PREMIUMS EARNED	\$4,186,249	\$8,269,674
<u>DEDUCTIONS</u>		
LOSSES INCURRED	3,592,581	7,288,555
LOSS EXPENSES INCURRED	312,046	723,622
COMMISSIONS INCURRED	404,357	791,339
OTHER UNDERWRITING EXPENSES	906,033	1,804,783
PREMIUM TAXES INCURRED	11,580	21,261
TOTAL DEDUCTIONS	5,226,598	10,629,560
UNDERWRITING GAIN (LOSS)	(1,040,349)	(2,359,886)
<u>OTHER INCOME</u>		
NET INVESTMENT INCOME	57,475	118,170
NET GAIN (LOSS)	(982,874)	(2,241,716)
<u>EQUITY ACCOUNT</u>		
NET EQUITY-PRIOR	(6,442,070)	(5,217,179)
NET GAIN (LOSS) FOR PERIOD	(982,874)	(2,241,716)
CHANGE IN NONADMITTED ASSETS	(4,595)	(304,063)
EMPLOYER'S PENSION OBLIGATION	-	335,155
OTHER CHARGES	1,710	(26)
CHANGE IN EQUITY	(985,759)	(2,210,650)
NET EQUITY AT JUNE 30, 2002	(\$7,427,829)	(\$7,427,829)

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

EQUITY ACCOUNT QTD PERIOD ENDED JUNE 30, 2002

	POLICY YEAR 2002	POLICY YEAR 2001	POLICY YEAR 2000	POLICY YEAR 1999	POLICY YEAR 1998 & PRIOR	TOTAL
<u>INCOME RECEIVED</u>						
PREMIUMS WRITTEN	\$4,618,638	(\$75,755)	(\$61)	-	-	\$4,542,822
INVESTMENT INCOME RECEIVED	64,547	-	-	-	-	64,547
TOTAL	4,683,185	(75,755)	(61)	-	-	4,607,369
<u>EXPENSES PAID</u>						
LOSSES PAID	333,004	3,882,206	368,379	80,494	64,983	4,729,065
ALLOCATED LOSS EXPENSE	38,312	230,423	34,409	4,925	9,238	317,306
UNALLOCATED LOSS EXPENSE	7,297	93,957	8,901	1,948	1,573.78	113,677
INSPECTION AND RATING ISO	14,250	-	-	-	-	14,250
SURVEYS & UNDERWRITING RPTS	63,544	-	-	-	-	63,544
COMMISSIONS	411,333	(6,970)	(6)	-	-	404,357
BOARDS & BUREAUS	4,125	-	-	-	-	4,125
ASSOCIATION EXPENSES	873,770	-	-	-	-	873,770
TAXES & FEES	-	-	-	-	-	-
TOTAL	1,745,634	4,199,615	411,683	87,366	75,795	6,520,093
INCREASE (DECREASE)	2,937,551	(4,275,370)	(411,744)	(87,366)	(75,795)	(1,912,724)
<u>DEDUCT</u>						
PRIOR ACCRUED INTEREST	16,799	-	-	-	-	16,799
CURRENT NONADMITTED ASSETS	698,340	-	-	-	-	698,340
OTHER CHARGES	(1,710)	-	-	-	-	(1,709.85)
TOTAL	713,429	-	-	-	-	713,429
<u>ADD</u>						
CURRENT ACCRUED INTEREST	9,727	-	-	-	-	9,727
PRIOR NONADMITTED ASSETS	693,745	-	-	-	-	693,745
EMPLOYER'S PENSION OBLIGATION	-	-	-	-	-	-
TOTAL	703,471	-	-	-	-	703,471
EQUITY IN ASSETS OF ASSOCIATION	2,927,593	(4,275,370)	(411,744)	(87,366)	(75,795)	(1,922,682)
<u>DEDUCT CURRENT RESERVES</u>						
UNEARNED PREMIUMS	6,545,763	2,135,525	-	-	-	8,681,288
UNPAID LOSSES	1,719,654	3,351,972	487,190	106,249	111,358	5,776,424
UNPAID LOSS EXPENSES	110,487	280,179	50,180	10,944	11,470	463,259
UNPAID ASSOCIATION EXPENSES	403,978	-	-	-	-	403,978
UNPAID TAXES & FEES	23,160	-	-	-	-	23,160
TOTAL	8,803,043	5,767,676	537,370	117,193	122,828	15,348,110
<u>ADD PRIOR RESERVES</u>						
UNEARNED PREMIUMS	3,553,985	4,770,730	-	-	-	8,324,715
UNPAID LOSSES	544,859	5,252,343	793,326	161,018	161,362	6,912,908
UNPAID LOSSES EXPENSES	24,643	442,635	81,713	16,585	16,620	582,196
UNPAID ASSOCIATION EXPENSES	453,634	-	-	-	-	453,634
UNPAID TAXES & FEES	11,580	-	-	-	-	11,580
TOTAL	4,588,701	10,465,708	875,038	177,603	177,982	16,285,033
NET CHANGE IN EQUITY	(\$1,286,749)	\$422,661	(\$74,076)	(\$26,955)	(\$20,641)	(\$985,759)

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

EQUITY ACCOUNT YTD PERIOD ENDED JUNE 30, 2002

	POLICY YEAR 2002	POLICY YEAR 2001	POLICY YEAR 2000	POLICY YEAR 1999	POLICY YEAR 1998 & PRIOR	TOTAL
<u>INCOME RECEIVED</u>						
PREMIUMS WRITTEN	\$8,674,527	(\$36,242)	(\$2,811)	-	(\$71)	\$8,635,403
INVESTMENT INCOME RECEIVED	119,363	-	-	-	-	119,363
TOTAL	<u>8,793,890</u>	<u>(36,242)</u>	<u>(2,811)</u>	<u>-</u>	<u>(71)</u>	<u>8,754,766</u>
<u>EXPENSES PAID</u>						
LOSSES PAID	353,358	5,959,970	1,207,666	73,617	63,938	7,658,549
ALLOCATED LOSS EXPENSE	40,618	404,031	104,609	14,764	26,202	590,223
UNALLOCATED LOSS EXPENSE	8,050	171,377	41,826	4,002	1,573.78	226,829
INSPECTION AND RATING ISO	29,346	-	-	-	-	29,346
SURVEYS & UNDERWRITING RPTS	125,710	-	-	-	-	125,710
COMMISSIONS	794,025	(2,424)	(255)	-	(7)	791,339
BOARDS & BUREAUS	7,875	-	-	-	-	7,875
ASSOCIATION EXPENSES	1,724,182	-	-	-	-	1,724,182
TAXES & FEES	43,552	(1,052)	-	-	-	42,501
TOTAL	<u>3,126,716</u>	<u>6,531,902</u>	<u>1,353,846</u>	<u>92,383</u>	<u>91,707</u>	<u>11,196,554</u>
INCREASE (DECREASE)	<u>5,667,174</u>	<u>(6,568,144)</u>	<u>(1,356,657)</u>	<u>(92,383)</u>	<u>(91,778)</u>	<u>(2,441,788)</u>
<u>DEDUCT</u>						
PRIOR ACCRUED INTEREST	-	10,920	-	-	-	10,920
CURRENT NONADMITTED ASSETS	698,340	-	-	-	-	698,340
OTHER CHARGES	26	-	-	-	-	26
TOTAL	<u>698,365</u>	<u>10,920</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>709,285</u>
<u>ADD</u>						
CURRENT ACCRUED INTEREST	9,727	-	-	-	-	9,727
PRIOR NONADMITTED ASSETS	-	394,276	-	-	-	394,276
EMPLOYER'S PENSION OBLIGATION	335,155	-	-	-	-	335,155
TOTAL	<u>344,882</u>	<u>394,276.39</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>739,158</u>
EQUITY IN ASSETS OF ASSOCIATION	<u>5,313,690</u>	<u>(6,184,787)</u>	<u>(1,356,657)</u>	<u>(92,383)</u>	<u>(91,778)</u>	<u>(2,411,915)</u>
<u>DEDUCT CURRENT RESERVES</u>						
UNEARNED PREMIUMS	6,545,763	2,135,525	-	-	-	8,681,288
UNPAID LOSSES	1,719,654	3,351,972	487,190	106,249	111,358	5,776,424
UNPAID LOSS EXPENSES	110,487	280,179	50,180	10,944	11,470	463,259
UNPAID ASSOCIATION EXPENSES	403,978	-	-	-	-	403,978
UNPAID TAXES & FEES	23,160	-	-	-	-	23,160
TOTAL	<u>8,803,043</u>	<u>5,767,676</u>	<u>537,370</u>	<u>117,193</u>	<u>122,828</u>	<u>15,348,110</u>
<u>ADD PRIOR RESERVES</u>						
UNEARNED PREMIUMS	-	8,315,559	-	-	-	8,315,559
UNPAID LOSSES	-	3,925,343	1,727,311	251,894	241,870	6,146,419
UNPAID LOSSES EXPENSES	-	304,597	196,050	28,590	27,452	556,689
UNPAID ASSOCIATION EXPENSES	-	486,308	-	-	-	486,308
UNPAID TAXES & FEES	-	44,400	-	-	-	44,400
TOTAL	<u>-</u>	<u>13,076,208</u>	<u>1,923,361</u>	<u>280,484</u>	<u>269,322</u>	<u>15,549,375</u>
NET CHANGE IN EQUITY	<u>(\$3,489,353)</u>	<u>\$1,123,745</u>	<u>\$29,333</u>	<u>\$70,909</u>	<u>\$54,716</u>	<u>(\$2,210,650)</u>

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

UNDERWRITING STATEMENT EARNED/INCURRED BASIS QTD PERIOD ENDED JUNE 30, 2002

	6-30-02 QUARTER TO DATE	
Premiums Written	\$4,542,822	
Current Unearned Reserve	8,681,288	
Prior Unearned Reserve	8,324,715	
Change in Unearned Premium Reserve	<u>(356,573)</u>	
Net Premium Earned		\$4,186,249
Losses Paid	4,735,657	
Less Salvage	<u>6,592</u>	
Net Losses Paid		4,729,065
Current Loss Reserve	5,776,424	
Prior Loss Reserve	6,912,908	
Change in Loss Reserve	<u>(1,136,484)</u>	
Net Losses Incurred		3,592,581
Allocated Loss Exp. Paid	317,306	
Unallocated Loss Exp. Paid	<u>113,677</u>	
Total Loss Exp. Paid		430,982
Current Loss Exp. Reserve	463,259	
Prior Loss Exp. Reserve	582,196	
Change in Loss Exp. Reserve	<u>(118,936)</u>	
Net Loss Exp. Incurred		312,046
Total Loss & Loss Exp. Incurred		\$3,904,627
Taxes & Fees Paid	-	
Current Reserve	23,160	
Prior Reserve	11,580	
Change in Reserve for Taxes	<u>11,580</u>	
Net Taxes Incurred		11,580
Commissions Paid	404,357	
Boards, Bureaus, & Underwriting Inspections	81,919	
Other Association Exp. Incurred	<u>873,770</u>	
Net Underwriting Exp Incurred		1,360,046
Current Operating Exp. Reserve	403,978	
Prior Operating Exp. Reserve	453,634	
Change in Underwriting Exp. Reserve	<u>(49,655)</u>	
Net Assoc. Exp. Incurred		1,310,390
Total Loss & Exp. Incurred		5,226,598
Underwriting Gain (Loss)		(\$1,040,349)
Net Investment Income Received	64,547	
Current Accrued Interest	9,727	
Prior Accrued Interest	16,799	
Change in Accrued Interest	<u>(7,072)</u>	
Net Investment Income Earned		57,475
Net Gain (Loss)		(\$982,874)

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

UNDERWRITING STATEMENT EARNED/INCURRED BASIS YTD PERIOD ENDED JUNE 30, 2002

	6-30-02 YEAR TO DATE	
Premiums Written	\$8,635,403	
Current Unearned Reserve	8,681,288	
Prior Unearned Reserve	8,315,559	
Change in Unearned Premium Reserve	<u>(365,729)</u>	
Net Premium Earned		\$8,269,674
Losses Paid	7,794,529	
Less Salvage	<u>135,980</u>	
Net Losses Paid	7,658,549	
Current Loss Reserve	5,776,424	
Prior Loss Reserve	6,146,419	
Change in Loss Reserve	<u>(369,995)</u>	
Net Losses Incurred		7,288,555
Allocated Loss Exp. Paid	590,223	
Unallocated Loss Exp. Paid	<u>226,829</u>	
Total Loss Exp. Paid	817,052	
Current Loss Exp. Reserve	463,259	
Prior Loss Exp. Reserve	556,689	
Change in Loss Exp. Reserve	<u>(93,430)</u>	
Net Loss Exp. Incurred		723,622
Total Loss & Loss Exp. Incurred		\$8,012,177
Taxes & Fees Paid	42,501	
Current Reserve	23,160	
Prior Reserve	44,400	
Change in Reserve for Taxes	<u>(21,240)</u>	
Net Taxes Incurred		21,261
Commissions Paid	791,339	
Boards, Bureaus, & Underwriting Inspections	162,931	
Other Association Exp. Incurred	<u>1,724,182</u>	
Net Underwriting Exp Incurred	2,678,452	
Current Operating Exp. Reserve	403,978	
Prior Operating Exp. Reserve	486,308	
Change in Underwriting Exp. Reserve	<u>(82,330)</u>	
Net Assoc. Exp. Incurred		2,596,122
Total Loss & Exp. Incurred		10,629,560
Underwriting Gain (Loss)		(\$2,359,886)
Net Investment Income Received	119,363	
Current Accrued Interest	9,727	
Prior Accrued Interest	10,920	
Change in Accrued Interest	<u>(1,193)</u>	
Net Investment Income Earned		118,170
Net Gain (Loss)		(\$2,241,716)

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT ON PREMIUMS QTD PERIOD ENDED JUNE 30, 2002

	POLICY YEAR 2002	POLICY YEAR 2001	POLICY YEAR 2000	POLICY YEAR 1999	POLICY YEAR 1998 & PRIOR	TOTAL
WRITTEN PREMIUMS						
FIRE	\$3,331,187	(\$55,722)	(\$26)	-	-	\$3,275,439
ALLIED	1,264,427	(19,903)	(35)	-	-	1,244,489
CRIME	23,024	(130)	-	-	-	22,894
TOTAL	4,618,638	(75,755)	(61)	-	-	4,542,822
CURRENT UNEARNED PREMIUM RESERVE @ 6-30-02						
FIRE	4,730,962	1,533,948	-	-	-	6,264,910
ALLIED	1,781,912	591,034	-	-	-	2,372,946
CRIME	32,889	10,543	-	-	-	43,432
TOTAL	6,545,763	2,135,525	-	-	-	8,681,288
PRIOR UNEARNED PREMIUM RESERVE @ 3-31-02						
FIRE	2,582,432	3,393,359	-	-	-	5,975,791
ALLIED	953,565	1,352,139	-	-	-	2,305,704
CRIME	17,988	25,232	-	-	-	43,220
TOTAL	3,553,985	4,770,730	-	-	-	8,324,715
EARNED PREMIUM						
FIRE	1,182,657	1,803,689	(26)	-	-	2,986,320
ALLIED	436,080	741,202	(35)	-	-	1,177,247
CRIME	8,123	14,559	-	-	-	22,682
TOTAL	\$1,626,860	\$2,559,450	(\$61)	-	-	\$4,186,249

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT ON PREMIUMS YTD PERIOD ENDED JUNE 30, 2002

	POLICY YEAR 2002	POLICY YEAR 2001	POLICY YEAR 2000	POLICY YEAR 1999	POLICY YEAR 1998 & PRIOR	TOTAL
WRITTEN PREMIUMS						
FIRE	\$6,277,290	(\$24,700)	(\$1,771)	-	(\$49)	\$6,250,770
ALLIED	2,353,854	(10,941)	(1,040)	-	(22)	2,341,851
CRIME	43,383	(601)	-	-	-	42,782
TOTAL	8,674,527	(36,242)	(2,811)	-	(71)	8,635,403
CURRENT UNEARNED PREMIUM RESERVE @ 6- 30-02						
FIRE	4,730,962	1,533,948	-	-	-	6,264,910
ALLIED	1,781,912	591,034	-	-	-	2,372,946
CRIME	32,889	10,543	-	-	-	43,432
TOTAL	6,545,763	2,135,525	-	-	-	8,681,288
PRIOR UNEARNED PREMIUM RESERVE @ 12-31-01						
FIRE	-	5,877,399	-	-	-	5,877,399
ALLIED	-	2,391,779	-	-	-	2,391,779
CRIME	-	46,381	-	-	-	46,381
TOTAL	-	8,315,559	-	-	-	8,315,559
EARNED PREMIUM						
FIRE	1,546,328	4,318,751	(1,771)	-	(49)	5,863,259
ALLIED	571,942	1,789,804	(1,040)	-	(22)	2,360,684
CRIME	10,494	35,237	-	-	-	45,731
TOTAL	\$2,128,764	\$6,143,792	(\$2,811)	-	(\$71)	\$8,269,674

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT ON LOSSES QTD PERIOD ENDED JUNE 30, 2002

	POLICY YEAR POLICY YEAR 2002	POLICY YEAR 2001	POLICY YEAR POLICY YEAR 2000	POLICY YEAR 1999	POLICY YEAR 1998 & PRIOR	TOTAL
PAID LOSSES						
Net of Salvage and Subrogation Received						
FIRE	\$274,212	\$3,597,800	\$321,267	\$80,606	\$64,983	\$4,338,868
ALLIED	58,792	283,381	47,112	(112)	-	389,173
CRIME	-	1,024	-	-	-	1,024
TOTAL	333,004	3,882,206	368,379	80,494	64,983	4,729,065
CURRENT LOSS RESERVE (6-30-02)						
FIRE	1,422,384	2,829,062	464,666	89,001	111,347	4,916,461
ALLIED	294,055	519,466	22,524	17,248	11	853,304
CRIME	3,216	3,443	-	-	-	6,659
TOTAL	1,719,654	3,351,972	487,190	106,249	111,358	5,776,424
PRIOR LOSS RESERVES (3-31-02)						
FIRE	426,142	4,666,725	688,929	160,010	161,351	6,103,157
ALLIED	117,190	579,184	104,397	1,008	11	801,790
CRIME	1,527	6,434	-	-	-	7,961
TOTAL	544,859	5,252,343	793,326	161,018	161,362	6,912,908
INCURRED LOSSES						
FIRE	1,270,453	1,760,138	97,005	9,597	14,979	3,152,172
ALLIED	235,657	223,663	(34,761)	16,128	-	440,687
CRIME	1,689	(1,966)	-	-	-	(278)
TOTAL	\$1,507,799	\$1,981,835	\$62,244	\$25,725	\$14,979	\$3,592,581

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT ON LOSSES YTD PERIOD ENDED JUNE 30, 2002

	POLICY YEAR 2002	POLICY YEAR 2001	POLICY YEAR 2000	POLICY YEAR 1999	POLICY YEAR 1998 & PRIOR	TOTAL
PAID LOSSES						
Net of Salvage and Subrogation Received						
FIRE	\$294,212	\$5,307,058	\$1,093,016	\$73,816	\$63,938	\$6,832,040
ALLIED	59,146	649,308	114,651	(200)	-	822,905
CRIME	-	3,604	-	-	-	3,604
TOTAL	353,358	5,959,970	1,207,666	73,617	63,938	7,658,549
CURRENT LOSS RESERVE (6-30-02)						
FIRE	1,422,384	2,829,062	464,666	89,001	111,347	4,916,461
ALLIED	294,055	519,466	22,524	17,248	11	853,304
CRIME	3,216	3,443	-	-	-	6,659
TOTAL	1,719,654	3,351,972	487,190	106,249	111,358	5,776,424
PRIOR LOSS RESERVES (12-31-01)						
FIRE	-	3,146,983	1,559,488	226,019	241,360	5,173,850
ALLIED	-	771,106	167,823	25,875	510	965,314
CRIME	-	7,255	-	-	-	7,255
TOTAL	-	3,925,343	1,727,311	251,894	241,870	6,146,419
INCURRED LOSSES						
FIRE	1,716,596	4,989,138	(1,806)	(63,202)	(66,075)	6,574,651
ALLIED	353,201	397,668	(30,649)	(8,827)	(499)	710,895
CRIME	3,216	(207)	-	-	-	3,009
TOTAL	\$2,073,012	\$5,386,599	(\$32,455)	(\$72,028)	(\$66,574)	\$7,288,555

	POLICY YEAR 2002	POLICY YEAR 2001	TOTAL	I.B.N.R.
I.B.N.R.				
(INCLUDED IN CURRENT LOSS RESERVES)				
FIRE	\$468,189	\$448,199	\$916,388	
ALLIED	175,543	\$180,110.78	355,654	
CRIME	3,216	\$3,443.46	6,659	
TOTAL	\$646,948	\$631,753	\$1,278,701	

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT ON LOSS EXPENSES (INCLUDES ALLOCATED AND UNALLOCATED LOSS EXPENSES) QTD PERIOD ENDED JUNE 30, 2002

	POLICY YEAR 2002	POLICY YEAR 2001	POLICY YEAR 2000	POLICY YEAR 1999	POLICY YEAR 1998 & PRIOR	TOTAL
LOSS EXPENSES PAID (ALAE AND ULAE)						
FIRE	\$27,131	\$246,488	\$28,232	\$2,238	\$10,487	\$314,576
ALLIED	18,478	77,570	15,077	4,634	325	116,084
CRIME	-	322	-	-	-	322
TOTAL	45,609	324,380	43,310	6,872	10,812	430,982
CURRENT LOSS EXPENSE RESERVE @6-30-02						
FIRE	98,281	245,226	47,860	9,167	11,469	412,002
ALLIED	12,207	34,953	2,320	1,777	1	51,257
CRIME	-	-	-	-	-	-
TOTAL	110,487	280,179	50,180	10,944	11,470	463,259
PRIOR LOSS EXPENSE RESERVE @3-31-02						
FIRE	21,013	411,568	70,960	16,481	16,619	536,640
ALLIED	3,631	30,964	10,753	104	1	45,452
CRIME	-	103	-	-	-	103
TOTAL	24,643	442,635	81,713	16,585	16,620	582,196
ALAE & ULAE LOSS EXPENSES INCURRED						
FIRE	104,399	80,145	5,133	(5,076)	5,337	189,938
ALLIED	27,054	81,560	6,644	6,307	325	121,889
CRIME	-	219	-	-	-	219
TOTAL	\$131,453	\$161,924	\$11,777	\$1,231	\$5,662	\$312,046

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT ON LOSS EXPENSES (INCLUDES ALLOCATED AND UNALLOCATED LOSS EXPENSES) YTD PERIOD ENDED JUNE 30, 2002

	POLICY YEAR 2002	POLICY YEAR 2001	POLICY YEAR 2000	POLICY YEAR 1999	POLICY YEAR 1998 & PRIOR	TOTAL
LOSS EXPENSES PAID (ALAE & ULAE)						
FIRE	\$28,560	\$406,240	\$107,043	\$8,506	\$25,735	\$576,085
ALLIED	20,108	168,115	39,391	10,260	2,041	239,915
CRIME	-	1,052	-	-	-	1,052
TOTAL	48,668	575,407	146,435	18,766	27,776	817,052
CURRENT LOSS EXPENSE RESERVE @6- 30-02						
FIRE	98,281	245,226	47,860	9,167	11,469	412,002
ALLIED	12,207	34,953	2,320	1,777	1	51,257
CRIME	-	-	-	-	-	-
TOTAL	110,487	280,179	50,180	10,944	11,470	463,259
PRIOR LOSS EXPENSE RESERVE @12-31-01						
FIRE	-	258,490	177,002	25,653	27,394	488,539
ALLIED	-	46,107	19,048	2,937	58	68,150
CRIME	-	-	-	-	-	-
TOTAL	-	304,597	196,050	28,590	27,452	556,689
ALAE & ULAE LOSS EXPENSES INCURRED						
FIRE	126,841	392,976	(22,098)	(7,980)	9,810	499,548
ALLIED	32,315	156,961	22,663	9,100	1,984	223,023
CRIME	-	1,052	-	-	-	1,052
TOTAL	\$159,155	\$550,989	\$565	\$1,119	\$11,794	\$723,622