

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

BALANCE SHEET AT DECEMBER 31, 2007

	LEDGER ASSETS	NON-LEDGER ASSETS	NON- ADMITTED ASSETS	NET ADMITTED ASSETS
<u>ASSETS</u>				
CASH & SHORT-TERM INVESTMENTS	\$15,592,645	-	-	\$15,592,645
ACCRUED INTEREST	-	94,329	-	94,329
FURNITURE & EQUIPMENT	93,798	-	93,798	-
EDP - EQUIPMENT & SOFTWARE	967,259	-	851,868	115,391
LEASEHOLD IMPROVEMENTS	19,770	-	19,770	-
PREMIUMS RECEIVABLE	41,886	-	5,295	36,591
TOTAL ASSETS	\$16,715,358	\$94,329	\$970,731	\$15,838,956
 <u>LIABILITIES</u>				
POST RETIREMENT BENEFITS (other than pensions)			2,090,556	
DEFINED BENEFIT PENSION PLAN			-	
AMOUNTS HELD FOR OTHERS			112,543	
ADVANCE PREMIUMS			266,401	
RETURN PREMIUMS			335,488	
OTHER PAYABLES			103,898	
CLAIM CHECKS PAYABLE			1,470	
TOTAL LIABILITIES				2,910,356
 <u>RESERVES</u>				
UNEARNED PREMIUMS			8,407,133	
LOSS - CASE BASIS			3,207,084	
LOSS - I.B.N.R			758,339	
LOSS EXPENSE- ALLOCATED			346,193	
LOSS EXPENSE- UNALLOCATED			116,448	
ASSOCIATION EXPENSES			188,316	
TAXES & FEES			42,577	
TOTAL RESERVES				13,066,090
TOTAL LIABILITIES & RESERVES				15,976,446
 <u>EQUITY ACCOUNT</u>				
NET EQUITY AT DECEMBER 31, 2007				(137,490)
TOTAL LIABILITIES PLUS EQUITY ACCOUNT				\$15,838,956

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

INCOME STATEMENT DECEMBER 31, 2007

	QUARTER-TO-DATE	YEAR-TO-DATE
<u>UNDERWRITING INCOME</u>		
PREMIUMS EARNED	\$4,482,644	\$19,546,272
<u>DEDUCTIONS</u>		
LOSSES INCURRED	2,772,497	11,275,343
LOSS EXPENSES INCURRED	318,073	1,341,238
COMMISSIONS INCURRED	352,924	1,533,844
OTHER UNDERWRITING EXPENSES	1,308,191	5,093,148
TAXES & FEES INCURRED	20,073	63,413
TOTAL DEDUCTIONS	4,771,758	19,306,986
UNDERWRITING GAIN (LOSS)	(289,114)	239,286
<u>OTHER INCOME</u>		
NET INVESTMENT INCOME	210,867	954,300
NET GAIN (LOSS)	(78,247)	1,193,586
<u>EQUITY ACCOUNT</u>		
NET EQUITY - PRIOR	(372,584)	(1,581,190)
NET GAIN FOR PERIOD	(78,247)	1,193,586
CHANGE IN PENSION OBLIGATION	267,410	267,410
CHANGE IN NONADMITTED ASSETS	45,931	(17,296)
CHANGE IN EQUITY	235,094	1,443,700
NET EQUITY AT DECEMBER 31, 2007	(\$137,490)	(\$137,490)

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

EQUITY ACCOUNT QTD PERIOD ENDED DECEMBER 31, 2007

	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004	POLICY YEAR 2003 & PRIOR	TOTAL
<u>INCOME RECEIVED</u>						
PREMIUMS WRITTEN	\$3,964,288	(\$18,424)	(\$698)	-	-	\$3,945,166
INVESTMENT INCOME RECEIVED	174,799	-	-	-	-	174,799
TOTAL	4,139,087	(18,424)	(698)	-	-	4,119,965
<u>EXPENSES PAID</u>						
LOSSES PAID	1,721,337	438,614	(4,680)	1,500	(1,796)	2,154,975
ALLOCATED LOSS EXPENSE	84,757	43,437	11,360	457	137	140,148
UNALLOCATED LOSS EXPENSE	123,586	31,742	576	108	(45)	155,967
INSPECTION AND RATING ISO	8,092	-	-	-	-	8,092
SURVEYS & UNDERWRITING RPTS	86,748	-	-	-	-	86,748
BOARDS & BUREAUS	3,713	-	-	-	-	3,713
COMMISSIONS	354,510	(1,516)	(70)	-	-	352,924
ASSOCIATION EXPENSES	1,219,253	-	-	-	-	1,219,253
TAXES & FEES	-	4,275	-	-	-	4,275
TOTAL	3,601,996	516,552	7,186	2,065	(1,704)	4,126,095
INCREASE (DECREASE)	537,091	(534,976)	(7,884)	(2,065)	1,704	(6,130)
<u>DEDUCT</u>						
PRIOR ACCRUED INTEREST	58,261	-	-	-	-	58,261
CURRENT NONADMITTED ASSETS	970,731	-	-	-	-	970,731
TOTAL	1,028,992	-	-	-	-	1,028,992
<u>ADD</u>						
CURRENT ACCRUED INTEREST	94,329	-	-	-	-	94,329
PRIOR NONADMITTED ASSETS	1,016,662	-	-	-	-	1,016,662
CHANGE IN PENSION OBLIGATION	267,410	-	-	-	-	267,410
TOTAL	1,378,401	-	-	-	-	1,378,401
EQUITY IN ASSETS OF ASSOCIATION	886,500	(534,976)	(7,884)	(2,065)	1,704	343,279
<u>CURRENT RESERVES</u>						
UNEARNED PREMIUMS	8,407,133	-	-	-	-	8,407,133
UNPAID LOSSES	2,856,832	883,223	69,896	45,472	110,000	3,965,423
UNPAID LOSS EXPENSES	271,825	147,948	25,967	10,059	6,842	462,641
UNPAID ASSOCIATION EXPENSES	188,316	-	-	-	-	188,316
UNPAID TAXES & FEES	42,577	-	-	-	-	42,577
TOTAL	11,766,683	1,031,171	95,863	55,531	116,842	13,066,090
<u>PRIOR RESERVES</u>						
UNEARNED PREMIUMS	8,340,115	604,496	-	-	-	8,944,611
UNPAID LOSSES	1,931,108	1,267,273	64,515	40,005	45,000	3,347,901
UNPAID LOSSES EXPENSES	169,483	223,553	33,765	9,733	4,149	440,683
UNPAID ASSOCIATION EXPENSES	197,931	-	-	-	-	197,931
UNPAID TAXES & FEES	26,779	-	-	-	-	26,779
TOTAL	10,665,416	2,095,322	98,280	49,738	49,149	12,957,905
NET CHANGE IN EQUITY	(214,767)	\$529,175	(\$5,467)	(\$7,858)	(\$65,989)	\$235,094

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

EQUITY ACCOUNT YTD PERIOD ENDED DECEMBER 31, 2007

	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004	POLICY YEAR 2003 & PRIOR	TOTAL
<u>INCOME RECEIVED</u>						
PREMIUMS WRITTEN	\$17,433,415	(\$148,418)	(\$5,966)	-	-	\$17,279,031
INVESTMENT INCOME RECEIVED	1,012,511	-	-	-	-	1,012,511
TOTAL	18,445,926	(148,418)	(5,966)	-	-	18,291,542
<u>EXPENSES PAID</u>						
LOSSES PAID	2,741,766	9,826,705	678,863	(206,076)	(22,911)	13,018,347
ALLOCATED LOSS EXPENSE	169,426	512,439	137,979	12,828	7,991	840,663
UNALLOCATED LOSS EXPENSE	139,502	438,284	44,945	468	(187)	623,012
INSPECTION AND RATING ISO	44,560	-	-	-	-	44,560
SURVEYS & UNDERWRITING RPTS	259,931	-	-	-	-	259,931
BOARDS & BUREAUS	14,025	-	-	-	-	14,025
COMMISSIONS	1,543,978	(9,537)	(597)	-	-	1,533,844
ASSOCIATION EXPENSES	4,786,858	-	-	-	-	4,786,858
TAXES & FEES	66,361	8,438	-	-	-	74,799
TOTAL	9,766,407	10,776,329	861,190	(192,780)	(15,107)	21,196,039
INCREASE (DECREASE)	8,679,519	(10,924,747)	(867,156)	192,780	15,107	(2,904,497)
<u>DEDUCT</u>						
PRIOR ACCRUED INTEREST	-	152,540	-	-	-	152,540
CURRENT NONADMITTED ASSETS	970,731	-	-	-	-	970,731
TOTAL	970,731	152,540	-	-	-	1,123,271
<u>ADD</u>						
CURRENT ACCRUED INTEREST	94,329	-	-	-	-	94,329
PRIOR NONADMITTED ASSETS	-	953,434	-	-	-	953,434
CHANGE IN PENSION OBLIGATION	267,410	-	-	-	-	267,410
TOTAL	361,739	953,434	-	-	-	1,315,173
EQUITY IN ASSETS OF ASSOCIATION	8,070,527	(10,123,853)	(867,156)	192,780	15,107	(2,712,595)
<u>CURRENT RESERVES</u>						
UNEARNED PREMIUMS	8,407,133	-	-	-	-	8,407,133
UNPAID LOSSES	2,856,832	883,223	69,896	45,472	110,000	3,965,423
UNPAID LOSS EXPENSES	271,825	147,948	25,967	10,059	6,842	462,641
UNPAID ASSOCIATION EXPENSES	188,316	-	-	-	-	188,316
UNPAID TAXES & FEES	42,577	-	-	-	-	42,577
TOTAL	11,766,683	1,031,171	95,863	55,531	116,842	13,066,090
<u>PRIOR RESERVES</u>						
UNEARNED PREMIUMS	-	10,674,374	-	-	-	10,674,374
UNPAID LOSSES	-	4,172,808	1,349,356	110,893	75,370	5,708,427
UNPAID LOSSES EXPENSES	-	367,013	162,375	31,530	24,160	585,078
UNPAID ASSOCIATION EXPENSES	-	200,542	-	-	-	200,542
UNPAID TAXES & FEES	-	53,963	-	-	-	53,963
TOTAL	-	15,468,700	1,511,731	142,423	99,530	17,222,384
NET CHANGE IN EQUITY	(\$3,696,156)	\$4,313,676	\$548,712	\$279,672	(\$2,205)	\$1,443,700

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

UNDERWRITING STATEMENT EARNED/INCURRED BASIS QTD PERIOD ENDING DECEMBER 31, 2007

	12-31-07 QUARTER-TO-DATE	
Premiums Written	\$3,945,166	
Current Unearned Reserve	8,407,133	
Prior Unearned Reserve	8,944,611	
Change in Unearned Premium Reserve	537,478	
Net Premium Earned		\$4,482,644
Losses Paid	2,172,343	
Less Salvage & Subrogation	17,368	
Net Losses Paid	2,154,975	
Current Loss Reserve	3,965,423	
Prior Loss Reserve	3,347,901	
Change in Loss Reserve	617,522	
Net Losses Incurred		2,772,497
Allocated Loss Exp. Paid	140,148	
Unallocated Loss Exp. Paid	155,967	
Total Loss Exp. Paid	296,115	
Current Loss Exp. Reserve	462,641	
Prior Loss Exp. Reserve	440,683	
Change in Loss Exp. Reserve	21,958	
Net Loss Exp. Incurred		318,073
Total Loss & Loss Exp. Incurred		\$3,090,570
Taxes & Fees Paid	4,275	
Current Reserve	42,577	
Prior Reserve	26,779	
Change in Reserve for Taxes & Fees	15,798	
Net Taxes & Fees Incurred		20,073
Commissions Expense Paid	352,924	
Board Bureaus & Inspections Paid	98,553	
Other Operating Exp. Paid	1,219,253	
Total Underwriting Exp. Paid	1,670,730	
Current Reserve	188,316	
Prior Reserve	197,931	
Change in Other Underwriting Exp. Reserve	(9,615)	
Other Underwriting Exp. Incurred		1,661,115
Total Other Underwriting Exp. Incurred		1,681,188
Total Loss & Underwriting Exp. Incurred		\$4,771,758
Underwriting Gain (Loss)		(\$289,114)
Net Investment Income Received	174,799	
Current Accrued Interest	94,329	
Prior Accrued Interest	58,261	
Change in Accrued Interest	36,068	
Net Investment Income Earned		210,867
Net Gain (Loss)		(\$78,247)

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

UNDERWRITING STATEMENT EARNED/INCURRED BASIS YTD PERIOD ENDING DECEMBER 31, 2007

	12-31-07 YEAR-TO-DATE	
Premiums Written	\$17,279,031	
Current Unearned Reserve	8,407,133	
Prior Unearned Reserve	10,674,374	
Change in Unearned Premium Reserve	2,267,241	
Net Premium Earned		\$19,546,272
Losses Paid	13,362,843	
Less Salvage & Subrogation	344,496	
Net Losses Paid	13,018,347	
Current Loss Reserve	3,965,423	
Prior Loss Reserve	5,708,427	
Change in Loss Reserve	(1,743,004)	
Net Losses Incurred		11,275,343
Allocated Loss Exp. Paid	840,663	
Unallocated Loss Exp. Paid	623,012	
Total Loss Exp. Paid	1,463,675	
Current Loss Exp. Reserve	462,641	
Prior Loss Exp. Reserve	585,078	
Change in Loss Exp. Reserve	(122,437)	
Net Loss Exp. Incurred		1,341,238
Total Loss & Loss Exp. Incurred		\$12,616,581
Taxes & Fees Paid	74,799	
Current Reserve	42,577	
Prior Reserve	53,963	
Change in Reserve for Taxes & Fees	(11,386)	
Net Taxes & Fees Incurred		63,413
Commissions Expense Paid	1,533,844	
Board Bureaus & Inspections Paid	318,516	
Other Operating Exp. Paid	4,786,858	
Total Underwriting Exp. Paid	6,639,218	
Current Reserve	188,316	
Prior Reserve	200,542	
Change in Other Underwriting Exp. Reserve	(12,226)	
Other Underwriting Exp. Incurred		6,626,992
Total Other Underwriting Exp. Incurred		6,690,405
Total Loss & Underwriting Exp. Incurred		\$19,306,986
Underwriting Gain (Loss)		\$239,286
Net Investment Income Received	1,012,511	
Current Accrued Interest	94,329	
Prior Accrued Interest	152,540	
Change in Accrued Interest	(58,211)	
Net Investment Income Earned		954,300
Net Gain (Loss)		\$1,193,586

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT ON PREMIUMS QTD PERIOD ENDING DECEMBER 31, 2007

	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004	POLICY YEAR 2003 & PRIOR	TOTAL
*SEE NOTE BELOW						
WRITTEN PREMIUMS						
FIRE	\$3,054,148	(\$14,979)	(\$579)	-	-	\$3,038,590
ALLIED	901,021	(3,437)	(119)	-	-	897,465
CRIME	9,119	(8)	-	-	-	9,111
TOTAL	3,964,288	(18,424)	(698)	-	-	3,945,166
CURRENT UNEARNED PREMIUM RESERVE						
@ 12-31-07						
FIRE	6,477,918	-	-	-	-	6,477,918
ALLIED	1,910,020	-	-	-	-	1,910,020
CRIME	19,195	-	-	-	-	19,195
TOTAL	8,407,133	-	-	-	-	8,407,133
PRIOR UNEARNED PREMIUM RESERVE						
@ 9-30-07						
FIRE	6,436,801	472,453	-	-	-	6,909,254
ALLIED	1,884,316	130,936	-	-	-	2,015,252
CRIME	18,998	1,107	-	-	-	20,105
TOTAL	8,340,115	604,496	-	-	-	8,944,611
EARNED PREMIUM						
FIRE	3,013,031	457,474	(579)	-	-	3,469,926
ALLIED	875,317	127,499	(119)	-	-	1,002,697
CRIME	8,922	1,099	-	-	-	10,021
TOTAL	\$3,897,270	\$586,072	(\$698)	-	-	\$4,482,644

*Note: The Terrorism Risk Insurance Program Reauthorization Act of 2007 requires insurers to report direct earned premium for commercial business written. This amount is shown on page 8.

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT ON PREMIUMS YTD PERIOD ENDING DECEMBER 31, 2007

	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004	POLICY YEAR 2003 & PRIOR	TOTAL
*SEE NOTE BELOW						
WRITTEN PREMIUMS						
FIRE	\$13,470,782	(\$106,213)	(\$4,990)	-	-	\$13,359,579
ALLIED	3,923,169	(41,932)	(976)	-	-	3,880,261
CRIME	39,464	(273)	-	-	-	39,191
TOTAL	17,433,415	(148,418)	(5,966)	-	-	17,279,031
CURRENT UNEARNED PREMIUM RESERVE						
@ 12-31-07						
FIRE	6,477,918	-	-	-	-	6,477,918
ALLIED	1,910,020	-	-	-	-	1,910,020
CRIME	19,195	-	-	-	-	19,195
TOTAL	8,407,133	-	-	-	-	8,407,133
PRIOR UNEARNED PREMIUM RESERVE						
@ 12-31-06						
FIRE	-	8,308,331	-	-	-	8,308,331
ALLIED	-	2,344,617	-	-	-	2,344,617
CRIME	-	21,426	-	-	-	21,426
TOTAL	-	10,674,374	-	-	-	10,674,374
EARNED PREMIUM						
FIRE	6,992,864	8,202,118	(4,990)	-	-	15,189,992
ALLIED	2,013,149	2,302,685	(976)	-	-	4,314,858
CRIME	20,269	21,153	-	-	-	41,422
TOTAL	\$9,026,282	\$10,525,956	(\$5,966)	-	-	\$19,546,272

*Note: The Terrorism Risk Insurance Program Reauthorization Act of 2007 requires residual market insurance entities that share profits and losses with private sector insurers, to report its share of direct earned premium and losses for commercial property insurance coverage to each private sector insurance participant. In July 2003, the Treasury broadened the definition of "commercial risk" to include 1-4 family tenant-occupied dwellings. The schedule shown below summarizes both commercial and 1-4 family-tenant occupied dwelling direct earned premium for the last eight quarters:

		<u>1-4 Family Tenant- Occupied</u>	<u>Total TRIA</u>		<u>Commercial</u>	<u>1-4 Family Tenant- Occupied</u>	<u>Total TRIA</u>
1Q06	440,212	1,708,249	2,148,461	1Q07	373,063	1,685,854	2,058,917
2Q06	517,214	1,790,008	2,307,222	2Q07	353,077	1,607,900	1,960,977
3Q06	498,272	1,859,865	2,358,137	3Q07	336,591	1,538,294	1,874,885
4Q06	502,822	1,778,363	2,281,185	4Q07	321,577	1,441,430	1,763,007

There were no terrorism losses reported. Please use your latest NJ member participation listing to calculate your share of commercial premium. The result of this calculation should be treated as assumed earned premium for the purpose of calculating an Insurer deductible under the Act.

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT ON LOSSES QTD PERIOD ENDED DECEMBER 31, 2007

	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004	POLICY YEAR 2003 & PRIOR	TOTAL
PAID LOSSES						
Net of Salvage & Subrogation Received						
FIRE	\$1,688,716	\$411,706	(\$5,645)	\$1,500	(\$1,164)	\$2,095,113
ALLIED	32,621	26,908	965	-	(632)	59,862
CRIME	-	-	-	-	-	-
TOTAL	1,721,337	438,614	(4,680)	1,500	(1,796)	2,154,975
CURRENT CASE BASIS RESERVES (12-31-07)						
FIRE	2,312,640	556,980	51,005	-	110,000	3,030,625
ALLIED	96,367	26,154	12,938	40,000	-	175,459
CRIME	1,000	-	-	-	-	1,000
TOTAL	2,410,007	583,134	63,943	40,000	110,000	3,207,084
CURRENT I.B.N.R. RESERVES (12-31-07)						
FIRE	428,773	276,595	47	-	-	705,415
ALLIED	17,867	23,494	5,906	5,472	-	52,739
CRIME	185	-	-	-	-	185
TOTAL	446,825	300,089	5,953	5,472	-	758,339
PRIOR LOSS RESERVES (9-30-07)						
(Including I.B.N.R. Reserves)						
FIRE	1,901,015	1,092,060	(40,572)	-	45,000	2,997,503
ALLIED	30,093	175,213	105,087	40,005	-	350,398
CRIME	-	-	-	-	-	-
TOTAL	1,931,108	1,267,273	64,515	40,005	45,000	3,347,901
INCURRED LOSSES						
FIRE	2,529,114	153,221	85,979	1,500	63,836	2,833,650
ALLIED	116,762	(98,657)	(85,278)	5,467	(632)	(62,338)
CRIME	1,185	-	-	-	-	1,185
TOTAL	\$2,647,061	\$54,564	\$701	\$6,967	\$63,204	\$2,772,497

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT ON LOSSES YTD PERIOD ENDED DECEMBER 31, 2007

	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004	POLICY YEAR 2003 & PRIOR	TOTAL
PAID LOSSES						
Net of Salvage & Subrogation Received						
FIRE	\$2,600,767	9,389,033	654,648	(\$202,509)	(\$16,264)	\$12,425,675
ALLIED	140,999	437,672	23,239	(3,567)	(6,647)	591,696
CRIME	-	-	976	-	-	976
TOTAL	2,741,766	9,826,705	678,863	(206,076)	(22,911)	13,018,347
CURRENT CASE BASIS RESERVES (12-31-07)						
FIRE	2,312,640	556,980	51,005	-	110,000	3,030,625
ALLIED	96,367	26,154	12,938	40,000	-	175,459
CRIME	1,000	-	-	-	-	1,000
TOTAL	2,410,007	583,134	63,943	40,000	110,000	3,207,084
CURRENT I.B.N.R. RESERVES (12-31-07)						
FIRE	428,773	276,595	47	-	-	705,415
ALLIED	17,867	23,494	5,906	5,472	-	52,739
CRIME	185	-	-	-	-	185
TOTAL	446,825	300,089	5,953	5,472	-	758,339
PRIOR LOSS RESERVES (12-31-06)						
(Including I.B.N.R. Reserves)						
FIRE	-	4,017,025	1,185,991	45,391	72,070	5,320,477
ALLIED	-	155,783	162,156	65,502	3,300	386,741
CRIME	-	-	1,209	-	-	1,209
TOTAL	-	4,172,808	1,349,356	110,893	75,370	5,708,427
INCURRED LOSSES						
FIRE	5,342,180	6,205,583	(480,291)	(247,900)	21,666	10,841,238
ALLIED	255,233	331,537	(120,073)	(23,597)	(9,947)	433,153
CRIME	1,185	-	(233)	-	-	952
TOTAL	\$5,598,598	\$6,537,120	(\$600,597)	(\$271,497)	\$11,719	\$11,275,343

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT ON LOSS EXPENSES (INCLUDES ALLOCATED AND UNALLOCATED LOSS EXPENSES) QTD PERIOD ENDING DECEMBER 31, 2007

	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004	POLICY YEAR 2003 & PRIOR	TOTAL
LOSS EXPENSES PAID (ALAE AND ULAE)						
FIRE	\$188,821	\$60,333	\$7,655	\$108	\$137	\$257,054
ALLIED	19,522	14,846	4,281	457	(45)	39,061
CRIME	-	-	-	-	-	-
TOTAL	208,343	75,179	11,936	565	92	296,115
CURRENT LOSS EXPENSE RESERVES @ 12-31-07						
FIRE	260,843	136,365	207	-	6,842	404,257
ALLIED	10,869	11,583	25,760	10,059	-	58,271
CRIME	113	-	-	-	-	113
TOTAL	271,825	147,948	25,967	10,059	6,842	462,641
PRIOR LOSS EXPENSE RESERVES @ 9-30-07						
FIRE	166,842	192,644	(21,233)	-	4,149	342,402
ALLIED	2,641	30,909	54,998	9,733	-	98,281
CRIME	-	-	-	-	-	-
TOTAL	169,483	223,553	33,765	9,733	4,149	440,683
ALAE & ULAE LOSS EXPENSES INCURRED						
FIRE	282,822	4,054	29,095	108	2,830	318,909
ALLIED	27,750	(4,480)	(24,957)	783	(45)	(949)
CRIME	113	-	-	-	-	113
TOTAL	\$310,685	(\$426)	\$4,138	\$891	\$2,785	\$318,073

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT ON LOSS EXPENSES (INCLUDES ALLOCATED AND UNALLOCATED LOSS EXPENSES) YTD PERIOD ENDING DECEMBER 31, 2007

	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004	POLICY YEAR 2003 & PRIOR	TOTAL
LOSS EXPENSES PAID (ALAE AND ULAE)						
FIRE	\$246,959	\$784,417	\$139,482	\$9,680	\$5,517	\$1,186,055
ALLIED	61,969	166,000	42,812	3,616	2,287	276,684
CRIME	-	306	630	-	-	936
TOTAL	308,928	950,723	182,924	13,296	7,804	1,463,675
CURRENT LOSS EXPENSE RESERVES @ 12-31-07						
FIRE	260,843	136,365	207	-	6,842	404,257
ALLIED	10,869	11,583	25,760	10,059	-	58,271
CRIME	113	-	-	-	-	113
TOTAL	271,825	147,948	25,967	10,059	6,842	462,641
PRIOR LOSS EXPENSE RESERVES @ 12-31-06						
FIRE	-	353,312	142,716	12,906	22,292	531,226
ALLIED	-	13,701	19,513	18,624	1,868	53,706
CRIME	-	-	146	-	-	146
TOTAL	-	367,013	162,375	31,530	24,160	585,078
ALAE & ULAE LOSS EXPENSES INCURRED						
FIRE	507,802	567,470	(3,027)	(3,226)	(9,933)	1,059,086
ALLIED	72,838	163,882	49,059	(4,949)	419	281,249
CRIME	113	306	484	-	-	903
TOTAL	\$580,753	\$731,658	\$46,516	(\$8,175)	(\$9,514)	\$1,341,238