

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

BALANCE SHEET AT JUNE 30, 2008

	LEDGER ASSETS	NON-LEDGER ASSETS	NON- ADMITTED ASSETS	NET ADMITTED ASSETS
<u>ASSETS</u>				
CASH & SHORT-TERM INVESTMENTS	\$14,562,508	-	-	\$14,562,508
ACCRUED INTEREST	-	41,158	-	41,158
FURNITURE & EQUIPMENT	84,790	-	84,790	-
EDP - EQUIPMENT & SOFTWARE	828,170	-	736,032	92,138
LEASEHOLD IMPROVEMENTS	15,423	-	15,423	-
PREMIUMS RECEIVABLE	27,627	-	6,579	21,048
TOTAL ASSETS	\$15,518,518	\$41,158	\$842,824	\$14,716,852
 <u>LIABILITIES</u>				
POST RETIREMENT BENEFITS (other than pensions)			2,176,728	
DEFINED BENEFIT PENSION PLAN			932,712	
AMOUNTS HELD FOR OTHERS			273,811	
ADVANCE PREMIUMS			294,303	
RETURN PREMIUMS			59,594	
OTHER PAYABLES			13,176	
CLAIM CHECKS PAYABLE			11,590	
TOTAL LIABILITIES				3,761,914
 <u>RESERVES</u>				
UNEARNED PREMIUMS			7,712,707	
LOSS - CASE BASIS			3,177,458	
LOSS - I.B.N.R			235,628	
LOSS EXPENSE- ALLOCATED			284,080	
LOSS EXPENSE- UNALLOCATED			90,663	
ASSOCIATION EXPENSES			144,339	
TAXES & FEES			10,529	
TOTAL RESERVES				11,655,404
TOTAL LIABILITIES & RESERVES				15,417,318
 <u>EQUITY ACCOUNT</u>				
NET EQUITY AT JUNE 30, 2008				(700,466)
TOTAL LIABILITIES PLUS EQUITY ACCOUNT				\$14,716,852

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

INCOME STATEMENT JUNE 30, 2008

	QUARTER-TO-DATE	YEAR-TO-DATE
<u>UNDERWRITING INCOME</u>		
PREMIUMS EARNED	\$4,049,166	\$8,265,821
<u>DEDUCTIONS</u>		
LOSSES INCURRED	1,261,135	4,330,392
LOSS EXPENSES INCURRED	290,229	638,482
COMMISSIONS INCURRED	350,197	669,914
OTHER UNDERWRITING EXPENSES	1,110,477	2,323,517
TAXES & FEES INCURRED	15,840	23,880
TOTAL DEDUCTIONS	3,027,878	7,986,185
UNDERWRITING GAIN	1,021,288	279,636
<u>OTHER INCOME</u>		
NET INVESTMENT INCOME	112,950	273,097
NET GAIN	1,134,238	552,733
<u>EQUITY ACCOUNT</u>		
NET EQUITY - PRIOR	(654,892)	(137,490)
NET GAIN FOR PERIOD	1,134,238	552,733
CHANGE IN PENSION OBLIGATION	(1,243,616)	(1,243,616)
CHANGE IN NONADMITTED ASSETS	63,804	127,907
CHANGE IN EQUITY	(45,574)	(562,976)
NET EQUITY AT JUNE 30, 2008	(\$700,466)	(\$700,466)

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

EQUITY ACCOUNT QTD PERIOD ENDED JUNE 30, 2008

	POLICY YEAR 2008	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004 & PRIOR	TOTAL
<u>INCOME RECEIVED</u>						
PREMIUMS WRITTEN	\$3,952,116	(\$44,098)	(\$1,470)	-	-	\$3,906,548
INVESTMENT INCOME RECEIVED	154,413	-	-	-	-	154,413
TOTAL	<u>4,106,529</u>	<u>(44,098)</u>	<u>(1,470)</u>	<u>-</u>	<u>-</u>	<u>4,060,961</u>
<u>EXPENSES PAID</u>						
LOSSES PAID	132,983	1,890,967	93,338	(11,173)	(3,051)	2,103,064
ALLOCATED LOSS EXPENSE	20,323	135,176	17,852	9,289	11,739	194,379
UNALLOCATED LOSS EXPENSE	6,154	162,505	12,752	88	1,523	183,022
INSPECTION AND RATING ISO	8,641	-	-	-	-	8,641
SURVEYS & UNDERWRITING RPTS	35,011	-	-	-	-	35,011
BOARDS & BUREAUS	3,713	-	-	-	-	3,713
COMMISSIONS	356,129	(5,797)	(135)	-	-	350,197
ASSOCIATION EXPENSES	1,141,835	-	-	-	-	1,141,835
TAXES & FEES	29,316	10,950	-	-	-	40,266
TOTAL	<u>1,734,105</u>	<u>2,193,801</u>	<u>123,807</u>	<u>(1,796)</u>	<u>10,211</u>	<u>4,060,128</u>
INCREASE (DECREASE)	<u>2,372,424</u>	<u>(2,237,899)</u>	<u>(125,277)</u>	<u>1,796</u>	<u>(10,211)</u>	<u>833</u>
<u>DEDUCT</u>						
PRIOR ACCRUED INTEREST	82,621	-	-	-	-	82,621
CURRENT NONADMITTED ASSETS	842,824	-	-	-	-	842,824
CHANGE IN PENSION OBLIGATION	1,243,616	-	-	-	-	1,243,616
TOTAL	<u>2,169,061</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,169,061</u>
<u>ADD</u>						
CURRENT ACCRUED INTEREST	41,158	-	-	-	-	41,158
PRIOR NONADMITTED ASSETS	906,627	-	-	-	-	906,627
TOTAL	<u>947,785</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>947,785</u>
EQUITY IN ASSETS OF ASSOCIATION	<u>1,151,148</u>	<u>(2,237,899)</u>	<u>(125,277)</u>	<u>1,796</u>	<u>(10,211)</u>	<u>(1,220,443)</u>
<u>CURRENT RESERVES</u>						
UNEARNED PREMIUMS	5,678,524	2,034,183	-	-	-	7,712,707
UNPAID LOSSES	1,010,489	2,018,916	219,195	55,505	108,981	3,413,086
UNPAID LOSS EXPENSES	84,146	213,610	54,461	14,100	8,426	374,743
UNPAID ASSOCIATION EXPENSES	144,339	-	-	-	-	144,339
UNPAID TAXES & FEES	10,529	-	-	-	-	10,529
TOTAL	<u>6,928,027</u>	<u>4,266,709</u>	<u>273,656</u>	<u>69,605</u>	<u>117,407</u>	<u>11,655,404</u>
<u>PRIOR RESERVES</u>						
UNEARNED PREMIUMS	3,159,056	4,696,269	-	-	-	7,855,325
UNPAID LOSSES	261,475	3,531,244	302,310	51,005	108,981	4,255,015
UNPAID LOSSES EXPENSES	21,243	327,405	82,573	18,977	11,717	461,915
UNPAID ASSOCIATION EXPENSES	223,062	-	-	-	-	223,062
UNPAID TAXES & FEES	34,955	-	-	-	-	34,955
TOTAL	<u>3,699,791</u>	<u>8,554,918</u>	<u>384,883</u>	<u>69,982</u>	<u>120,698</u>	<u>12,830,272</u>
NET CHANGE IN EQUITY	<u>(\$2,077,088)</u>	<u>\$2,050,310</u>	<u>(\$14,050)</u>	<u>\$2,173</u>	<u>(\$6,920)</u>	<u>(\$45,574)</u>

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

EQUITY ACCOUNT YTD PERIOD ENDED JUNE 30, 2008

	POLICY YEAR 2008	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004 & PRIOR	TOTAL
<u>INCOME RECEIVED</u>						
PREMIUMS WRITTEN	\$7,580,639	(\$525)	(\$8,719)	-	-	\$7,571,395
INVESTMENT INCOME RECEIVED	326,268	-	-	-	-	326,268
TOTAL	<u>7,906,907</u>	<u>(525)</u>	<u>(8,719)</u>	<u>-</u>	<u>-</u>	<u>7,897,663</u>
<u>EXPENSES PAID</u>						
LOSSES PAID	165,788	4,349,498	343,548	(8,790)	32,685	4,882,729
ALLOCATED LOSS EXPENSE	23,094	274,451	39,695	17,553	16,107	370,900
UNALLOCATED LOSS EXPENSE	8,185	314,750	28,246	236	4,063	355,480
INSPECTION AND RATING ISO	25,219	-	-	-	-	25,219
SURVEYS & UNDERWRITING RPTS	64,439	-	-	-	-	64,439
BOARDS & BUREAUS	7,425	-	-	-	-	7,425
COMMISSIONS	672,498	(1,775)	(809)	-	-	669,914
ASSOCIATION EXPENSES	2,270,411	-	-	-	-	2,270,411
TAXES & FEES	51,995	3,933	-	-	-	55,928
TOTAL	<u>3,289,054</u>	<u>4,940,857</u>	<u>410,680</u>	<u>8,999</u>	<u>52,855</u>	<u>8,702,445</u>
INCREASE (DECREASE)	<u>4,617,853</u>	<u>(4,941,382)</u>	<u>(419,399)</u>	<u>(8,999)</u>	<u>(52,855)</u>	<u>(804,782)</u>
<u>DEDUCT</u>						
PRIOR ACCRUED INTEREST	-	94,329	-	-	-	94,329
CURRENT NONADMITTED ASSETS	842,824	-	-	-	-	842,824
CHANGE IN PENSION OBLIGATION	1,243,616	-	-	-	-	1,243,616
TOTAL	<u>2,086,440</u>	<u>94,329</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,180,769</u>
<u>ADD</u>						
CURRENT ACCRUED INTEREST	41,158	-	-	-	-	41,158
PRIOR NONADMITTED ASSETS	-	970,731	-	-	-	970,731
TOTAL	<u>41,158</u>	<u>970,731</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,011,889</u>
EQUITY IN ASSETS OF ASSOCIATION	<u>2,572,571</u>	<u>(4,064,980)</u>	<u>(419,399)</u>	<u>(8,999)</u>	<u>(52,855)</u>	<u>(1,973,662)</u>
<u>CURRENT RESERVES</u>						
UNEARNED PREMIUMS	5,678,524	2,034,183	-	-	-	7,712,707
UNPAID LOSSES	1,010,489	2,018,916	219,195	55,505	108,981	3,413,086
UNPAID LOSS EXPENSES	84,146	213,610	54,461	14,100	8,426	374,743
UNPAID ASSOCIATION EXPENSES	144,339	-	-	-	-	144,339
UNPAID TAXES & FEES	10,529	-	-	-	-	10,529
TOTAL	<u>6,928,027</u>	<u>4,266,709</u>	<u>273,656</u>	<u>69,605</u>	<u>117,407</u>	<u>11,655,404</u>
<u>PRIOR RESERVES</u>						
UNEARNED PREMIUMS	-	8,407,133	-	-	-	8,407,133
UNPAID LOSSES	-	2,856,832	883,223	69,896	155,472	3,965,423
UNPAID LOSSES EXPENSES	-	271,825	147,948	25,967	16,901	462,641
UNPAID ASSOCIATION EXPENSES	-	188,316	-	-	-	188,316
UNPAID TAXES & FEES	-	42,577	-	-	-	42,577
TOTAL	<u>-</u>	<u>11,766,683</u>	<u>1,031,171</u>	<u>95,863</u>	<u>172,373</u>	<u>13,066,090</u>
NET CHANGE IN EQUITY	<u>(\$4,355,456)</u>	<u>\$3,434,994</u>	<u>\$338,116</u>	<u>\$17,259</u>	<u>\$2,111</u>	<u>(\$562,976)</u>

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

UNDERWRITING STATEMENT EARNED/INCURRED BASIS QTD PERIOD ENDING JUNE 30, 2008

	6-30-08 QUARTER-TO-DATE	
Premiums Written	\$3,906,548	
Current Unearned Reserve	7,712,707	
Prior Unearned Reserve	7,855,325	
Change in Unearned Premium Reserve	142,618	
Net Premium Earned		\$4,049,166
Losses Paid	2,145,776	
Less Salvage & Subrogation	42,712	
Net Losses Paid	2,103,064	
Current Loss Reserve	3,413,086	
Prior Loss Reserve	4,255,015	
Change in Loss Reserve	(841,929)	
Net Losses Incurred		1,261,135
Allocated Loss Exp. Paid	194,379	
Unallocated Loss Exp. Paid	183,022	
Total Loss Exp. Paid	377,401	
Current Loss Exp. Reserve	374,743	
Prior Loss Exp. Reserve	461,915	
Change in Loss Exp. Reserve	(87,172)	
Net Loss Exp. Incurred		290,229
Total Loss & Loss Exp. Incurred		\$1,551,364
Taxes & Fees Paid	40,266	
Current Reserve	10,529	
Prior Reserve	34,955	
Change in Reserve for Taxes & Fees	(24,426)	
Net Taxes & Fees Incurred		15,840
Commissions Expense Paid	350,197	
Board Bureaus & Inspections Paid	47,365	
Other Operating Exp. Paid	1,141,835	
Total Underwriting Exp. Paid	1,539,397	
Current Reserve	144,339	
Prior Reserve	223,062	
Change in Other Underwriting Exp. Reserve	(78,723)	
Other Underwriting Exp. Incurred		1,460,674
Total Other Underwriting Exp. Incurred		1,476,514
Total Loss & Underwriting Exp. Incurred		\$3,027,878
Underwriting Gain		\$1,021,288
Net Investment Income Received	154,413	
Current Accrued Interest	41,158	
Prior Accrued Interest	82,621	
Change in Accrued Interest	(41,463)	
Net Investment Income Earned		112,950
Net Gain		\$1,134,238

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

UNDERWRITING STATEMENT EARNED/INCURRED BASIS YTD PERIOD ENDING JUNE 30, 2008

	6-30-08 YEAR-TO-DATE	
Premiums Written	\$7,571,395	
Current Unearned Reserve	7,712,707	
Prior Unearned Reserve	8,407,133	
Change in Unearned Premium Reserve	694,426	
Net Premium Earned		\$8,265,821
Losses Paid	4,930,724	
Less Salvage & Subrogation	47,995	
Net Losses Paid	4,882,729	
Current Loss Reserve	3,413,086	
Prior Loss Reserve	3,965,423	
Change in Loss Reserve	(552,337)	
Net Losses Incurred		4,330,392
Allocated Loss Exp. Paid	370,900	
Unallocated Loss Exp. Paid	355,480	
Total Loss Exp. Paid	726,380	
Current Loss Exp. Reserve	374,743	
Prior Loss Exp. Reserve	462,641	
Change in Loss Exp. Reserve	(87,898)	
Net Loss Exp. Incurred		638,482
Total Loss & Loss Exp. Incurred		\$4,968,874
Taxes & Fees Paid	55,928	
Current Reserve	10,529	
Prior Reserve	42,577	
Change in Reserve for Taxes & Fees	(32,048)	
Net Taxes & Fees Incurred		23,880
Commissions Expense Paid	669,914	
Board Bureaus & Inspections Paid	97,083	
Other Operating Exp. Paid	2,270,411	
Total Underwriting Exp. Paid	3,037,408	
Current Reserve	144,339	
Prior Reserve	188,316	
Change in Other Underwriting Exp. Reserve	(43,977)	
Other Underwriting Exp. Incurred		2,993,431
Total Other Underwriting Exp. Incurred		3,017,311
Total Loss & Underwriting Exp. Incurred		\$7,986,185
Underwriting Gain		\$279,636
Net Investment Income Received	326,268	
Current Accrued Interest	41,158	
Prior Accrued Interest	94,329	
Change in Accrued Interest	(53,171)	
Net Investment Income Earned		273,097
Net Gain		\$552,733

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT ON PREMIUMS QTD PERIOD ENDING JUNE 30, 2008

	POLICY YEAR 2008	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004 & PRIOR	TOTAL
*SEE NOTE BELOW						
WRITTEN PREMIUMS						
FIRE	\$3,011,564	(\$33,668)	(\$1,369)	-	-	\$2,976,527
ALLIED	929,376	(10,118)	(101)	-	-	919,157
CRIME	11,176	(312)	-	-	-	10,864
TOTAL	3,952,116	(44,098)	(1,470)	-	-	3,906,548
CURRENT UNEARNED PREMIUM RESERVE						
@ 6-30-08						
FIRE	4,347,119	1,565,838	-	-	-	5,912,957
ALLIED	1,316,461	463,918	-	-	-	1,780,379
CRIME	14,944	4,427	-	-	-	19,371
TOTAL	5,678,524	2,034,183	-	-	-	7,712,707
PRIOR UNEARNED PREMIUM RESERVE						
@ 3-31-08						
FIRE	2,438,247	3,614,901	-	-	-	6,053,148
ALLIED	713,548	1,070,955	-	-	-	1,784,503
CRIME	7,261	10,413	-	-	-	17,674
TOTAL	3,159,056	4,696,269	-	-	-	7,855,325
EARNED PREMIUM						
FIRE	1,102,692	2,015,395	(1,369)	-	-	3,116,718
ALLIED	326,463	596,919	(101)	-	-	923,281
CRIME	3,493	5,674	-	-	-	9,167
TOTAL	\$1,432,648	\$2,617,988	(1,470)	-	-	\$4,049,166

*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 JUNE 30, 2008

	POLICY YEAR 2008	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004 & PRIOR	TOTAL
*SEE NOTE BELOW						
WRITTEN PREMIUMS						
FIRE	\$5,813,091	\$3,062	(\$5,654)	-	-	\$5,810,499
ALLIED	1,748,091	(2,955)	(3,065)	-	-	1,742,071
CRIME	19,457	(632)	-	-	-	18,825
TOTAL	7,580,639	(525)	(8,719)	-	-	7,571,395
CURRENT UNEARNED PREMIUM RESERVE @ 6-30-08						
FIRE	4,347,119	1,565,838	-	-	-	5,912,957
ALLIED	1,316,461	463,918	-	-	-	1,780,379
CRIME	14,944	4,427	-	-	-	19,371
TOTAL	5,678,524	2,034,183	-	-	-	7,712,707
PRIOR 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
EARNED PREMIUM						
FIRE	1,465,972	4,915,142	(5,654)	-	-	6,375,460
ALLIED	431,630	1,443,147	(3,065)	-	-	1,871,712
CRIME	4,513	14,136	-	-	-	18,649
TOTAL	\$1,902,115	\$6,372,425	(\$8,719)	-	-	\$8,265,821

*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 six quarters:

	<u>Commercial</u>	<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>
1Q07	373,063	1,685,854	2,058,917	1Q08	308,798	1,352,322	1,661,121
2Q07	353,077	1,607,900	1,960,977	2Q08	290,257	1,298,046	1,588,303
3Q07	336,591	1,538,294	1,874,885				
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 JUNE 30, 2008

	POLICY YEAR 2008	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004 & PRIOR	TOTAL
PAID LOSSES						
Net of Salvage & Subrogation Received						
FIRE	\$82,257	\$1,730,372	\$86,984	(\$11,173)	(\$3,051)	\$1,885,389
ALLIED	50,726	160,595	6,354	-	-	217,675
CRIME	-	-	-	-	-	-
TOTAL	132,983	1,890,967	93,338	(11,173)	(3,051)	2,103,064
CURRENT CASE BASIS RESERVES (6-30-08)						
FIRE	879,942	1,493,220	199,310	51,005	68,981	2,692,458
ALLIED	117,561	316,215	6,724	4,500	40,000	485,000
CRIME	-	-	-	-	-	-
TOTAL	997,503	1,809,435	206,034	55,505	108,981	3,177,458
CURRENT I.B.N.R. RESERVES (6-30-08)						
FIRE	11,456	172,872	12,731	-	-	197,059
ALLIED	1,530	36,609	430	-	-	38,569
CRIME	-	-	-	-	-	-
TOTAL	12,986	209,481	13,161	-	-	235,628
PRIOR LOSS RESERVES (3-31-08)						
(Including I.B.N.R. Reserves)						
FIRE	227,103	3,231,344	294,462	51,005	68,981	3,872,895
ALLIED	34,372	299,900	7,848	-	40,000	382,120
CRIME	-	-	-	-	-	-
TOTAL	261,475	3,531,244	302,310	51,005	108,981	4,255,015
INCURRED LOSSES						
FIRE	746,552	165,120	4,563	(11,173)	(3,051)	902,011
ALLIED	135,445	213,519	5,660	4,500	-	359,124
CRIME	-	-	-	-	-	-
TOTAL	\$881,997	\$378,639	\$10,223	(\$6,673)	(\$3,051)	\$1,261,135

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT ON LOSSES YTD PERIOD ENDED JUNE 30, 2008

	POLICY YEAR 2008	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004 & PRIOR	TOTAL
PAID LOSSES						
Net of Salvage & Subrogation Received						
FIRE	\$104,672	\$4,050,492	\$316,372	(\$13,133)	\$32,685	\$4,491,088
ALLIED	61,116	298,704	27,176	4,343	-	391,339
CRIME	-	302	-	-	-	302
TOTAL	165,788	4,349,498	343,548	(8,790)	32,685	4,882,729
CURRENT CASE BASIS RESERVES (6-30-08)						
FIRE	879,942	1,493,220	199,310	51,005	68,981	2,692,458
ALLIED	117,561	316,215	6,724	4,500	40,000	485,000
CRIME	-	-	-	-	-	-
TOTAL	997,503	1,809,435	206,034	55,505	108,981	3,177,458
CURRENT I.B.N.R. RESERVES (6-30-08)						
FIRE	11,456	172,872	12,731	-	-	197,059
ALLIED	1,530	36,609	430	-	-	38,569
CRIME	-	-	-	-	-	-
TOTAL	12,986	209,481	13,161	-	-	235,628
PRIOR LOSS RESERVES (12-31-07)						
(Including I.B.N.R. Reserves)						
FIRE	-	2,741,413	833,575	51,052	110,000	3,736,040
ALLIED	-	114,234	49,648	18,844	45,472	228,198
CRIME	-	1,185	-	-	-	1,185
TOTAL	-	2,856,832	883,223	69,896	155,472	3,965,423
INCURRED LOSSES						
FIRE	996,070	2,975,171	(305,162)	(13,180)	(8,334)	3,644,565
ALLIED	180,207	537,294	(15,318)	(10,001)	(5,472)	686,710
CRIME	-	(883)	-	-	-	(883)
TOTAL	\$1,176,277	\$3,511,582	(\$320,480)	(\$23,181)	(\$13,806)	\$4,330,392

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT ON LOSS EXPENSES (INCLUDES ALLOCATED AND UNALLOCATED LOSS EXPENSES) QTD PERIOD ENDING JUNE 30, 2008

	POLICY YEAR 2008	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004 & PRIOR	TOTAL
LOSS EXPENSES PAID (ALAE AND ULAE)						
FIRE	\$11,238	\$232,352	\$24,704	\$6,871	\$13,017	\$288,182
ALLIED	15,239	65,318	5,900	2,506	245	89,208
CRIME	-	11	-	-	-	11
TOTAL	26,477	297,681	30,604	9,377	13,262	377,401
CURRENT LOSS EXPENSE RESERVES @ 6-30-08						
FIRE	74,229	176,279	52,683	12,957	2,578	318,726
ALLIED	9,917	37,331	1,778	1,143	5,848	56,017
CRIME	-	-	-	-	-	-
TOTAL	84,146	213,610	54,461	14,100	8,426	374,743
PRIOR LOSS EXPENSE RESERVES @ 3-31-08						
FIRE	18,451	299,599	80,429	18,977	4,871	422,327
ALLIED	2,792	27,806	2,144	-	6,846	39,588
CRIME	-	-	-	-	-	-
TOTAL	21,243	327,405	82,573	18,977	11,717	461,915
ALAE & ULAE LOSS EXPENSES INCURRED						
FIRE	67,016	109,032	(3,042)	851	10,724	184,581
ALLIED	22,364	74,843	5,534	3,649	(753)	105,637
CRIME	-	11	-	-	-	11
TOTAL	\$89,380	\$183,886	\$2,492	\$4,500	\$9,971	\$290,229

NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT ON LOSS EXPENSES (INCLUDES ALLOCATED AND UNALLOCATED LOSS EXPENSES) YTD PERIOD ENDING JUNE 30, 2008

	POLICY YEAR 2008	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004 & PRIOR	TOTAL
LOSS EXPENSES PAID (ALAE AND ULAE)						
FIRE	\$13,194	\$477,780	\$54,634	\$13,577	\$15,557	\$574,742
ALLIED	18,085	110,771	13,307	4,212	4,613	150,988
CRIME	-	650	-	-	-	650
TOTAL	31,279	589,201	67,941	17,789	20,170	726,380
CURRENT LOSS EXPENSE RESERVES @ 6-30-08						
FIRE	74,229	176,279	52,683	12,957	2,578	318,726
ALLIED	9,917	37,331	1,778	1,143	5,848	56,017
CRIME	-	-	-	-	-	-
TOTAL	84,146	213,610	54,461	14,100	8,426	374,743
PRIOR 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	16,901	462,641
ALAE & ULAE LOSS EXPENSES INCURRED						
FIRE	87,423	393,216	(29,048)	26,327	11,293	489,211
ALLIED	28,002	137,233	3,502	(20,405)	402	148,734
CRIME	-	537	-	-	-	537
TOTAL	\$115,425	\$530,986	(\$25,546)	\$5,922	\$11,695	\$638,482