

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## BALANCE SHEET AT SEPTEMBER 30, 2008

	LEDGER ASSETS	NON-LEDGER ASSETS	NON- ADMITTED ASSETS	NET ADMITTED ASSETS
<b><u>ASSETS</u></b>				
CASH & SHORT-TERM INVESTMENTS	\$14,306,596	-	-	\$14,306,596
ACCRUED INTEREST	-	113,840	-	113,840
FURNITURE & EQUIPMENT	80,285	-	80,285	-
EDP - EQUIPMENT & SOFTWARE	756,067	-	678,115	77,952
LEASEHOLD IMPROVEMENTS	13,418	-	13,418	-
PREMIUMS RECEIVABLE	29,528	-	7,023	22,505
<b>TOTAL ASSETS</b>	<b>\$15,185,894</b>	<b>\$113,840</b>	<b>\$778,841</b>	<b>\$14,520,893</b>
 <b><u>LIABILITIES</u></b>				
POST RETIREMENT BENEFITS (other than pensions)			2,219,814	
DEFINED BENEFIT PENSION PLAN			466,356	
AMOUNTS HELD FOR OTHERS			232,832	
ADVANCE PREMIUMS			294,271	
RETURN PREMIUMS			129,651	
OTHER PAYABLES			8,819	
CLAIM CHECKS PAYABLE			9,226	
<b>TOTAL LIABILITIES</b>			<b>3,360,969</b>	
 <b><u>RESERVES</u></b>				
UNEARNED PREMIUMS			7,527,378	
LOSS - CASE BASIS			2,323,213	
LOSS - I.B.N.R			1,155,335	
LOSS EXPENSE- ALLOCATED			300,446	
LOSS EXPENSE- UNALLOCATED			112,546	
ASSOCIATION EXPENSES			210,561	
TAXES & FEES			25,740	
<b>TOTAL RESERVES</b>			<b>11,655,219</b>	
<b>TOTAL LIABILITIES &amp; RESERVES</b>			<b>15,016,188</b>	
 <b><u>EQUITY ACCOUNT</u></b>				
NET EQUITY AT SEPTEMBER 30, 2008				<b>(495,295)</b>
<b>TOTAL LIABILITIES PLUS EQUITY ACCOUNT</b>				<b>\$14,520,893</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## INCOME STATEMENT SEPTEMBER 30, 2008

	QUARTER-TO-DATE	YEAR-TO-DATE
<b><u>UNDERWRITING INCOME</u></b>		
PREMIUMS EARNED	\$3,909,272	\$12,175,093
<b><u>DEDUCTIONS</u></b>		
LOSSES INCURRED	2,083,054	6,413,447
LOSS EXPENSES INCURRED	388,129	1,026,613
COMMISSIONS INCURRED	332,875	1,002,791
OTHER UNDERWRITING EXPENSES	1,059,725	3,383,240
TAXES & FEES INCURRED	15,211	39,091
TOTAL DEDUCTIONS	3,878,994	11,865,182
UNDERWRITING GAIN	30,278	309,911
<b><u>OTHER INCOME</u></b>		
NET INVESTMENT INCOME	110,910	384,010
NET GAIN	141,188	693,921
<b><u>EQUITY ACCOUNT</u></b>		
NET EQUITY - PRIOR	(700,466)	(137,490)
NET GAIN FOR PERIOD	141,188	693,921
CHANGE IN PENSION OBLIGATION	-	(1,243,616)
CHANGE IN NONADMITTED ASSETS	63,983	191,890
CHANGE IN EQUITY	205,171	(357,805)
NET EQUITY AT SEPTEMBER 30, 2008	(\$495,295)	(\$495,295)

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## EQUITY ACCOUNT QTD PERIOD ENDED SEPTEMBER 30, 2008

	POLICY YEAR 2008	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004 & PRIOR	TOTAL
<b><u>INCOME RECEIVED</u></b>						
PREMIUMS WRITTEN	\$3,752,240	(\$27,723)	(\$574)	-	-	\$3,723,943
INVESTMENT INCOME RECEIVED	38,228	-	-	-	-	38,228
TOTAL	3,790,468	(27,723)	(574)	-	-	3,762,171
<b><u>EXPENSES PAID</u></b>						
LOSSES PAID	726,016	1,305,925	(35,728)	(5,889)	27,268	2,017,592
ALLOCATED LOSS EXPENSE	52,183	108,976	24,064	9,799	4,116	199,138
UNALLOCATED LOSS EXPENSE	48,643	87,496	12,744	(84)	1,943	150,742
INSPECTION AND RATING ISO	8,641	-	-	-	-	8,641
SURVEYS & UNDERWRITING RPTS	28,760	-	-	-	-	28,760
BOARDS & BUREAUS	3,300	-	-	-	-	3,300
COMMISSIONS	335,236	(2,304)	(57)	-	-	332,875
ASSOCIATION EXPENSES	952,802	-	-	-	-	952,802
TAXES & FEES	-	-	-	-	-	-
TOTAL	2,155,581	1,500,093	1,023	3,826	33,327	3,693,850
<b>INCREASE (DECREASE)</b>	<b>1,634,887</b>	<b>(1,527,816)</b>	<b>(1,597)</b>	<b>(3,826)</b>	<b>(33,327)</b>	<b>68,321</b>
<b><u>DEDUCT</u></b>						
PRIOR ACCRUED INTEREST	41,158	-	-	-	-	41,158
CURRENT NONADMITTED ASSETS	778,841	-	-	-	-	778,841
CHANGE IN PENSION OBLIGATION	-	-	-	-	-	-
TOTAL	819,999	-	-	-	-	819,999
<b><u>ADD</u></b>						
CURRENT ACCRUED INTEREST	113,840	-	-	-	-	113,840
PRIOR NONADMITTED ASSETS	842,824	-	-	-	-	842,824
TOTAL	956,664	-	-	-	-	956,664
<b>EQUITY IN ASSETS OF ASSOCIATION</b>	<b>1,771,552</b>	<b>(1,527,816)</b>	<b>(1,597)</b>	<b>(3,826)</b>	<b>(33,327)</b>	<b>204,986</b>
<b><u>CURRENT RESERVES</u></b>						
UNEARNED PREMIUMS	7,050,684	476,694	-	-	-	7,527,378
UNPAID LOSSES	1,635,956	1,601,558	114,747	56,306	69,981	3,478,548
UNPAID LOSS EXPENSES	162,710	190,070	41,490	12,126	6,596	412,992
UNPAID ASSOCIATION EXPENSES	210,561	-	-	-	-	210,561
UNPAID TAXES & FEES	25,740	-	-	-	-	25,740
TOTAL	9,085,651	2,268,322	156,237	68,432	76,577	11,655,219
<b><u>PRIOR RESERVES</u></b>						
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 LOSSES 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	6,928,027	4,266,709	273,656	69,605	117,407	11,655,404
<b>NET CHANGE IN EQUITY</b>	<b>(\$386,072)</b>	<b>\$470,571</b>	<b>\$115,822</b>	<b>(\$2,653)</b>	<b>\$7,503</b>	<b>\$205,171</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## EQUITY ACCOUNT YTD PERIOD ENDED SEPTEMBER 30, 2008

	POLICY YEAR 2008	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004 & PRIOR	TOTAL
<b><u>INCOME RECEIVED</u></b>						
PREMIUMS WRITTEN	\$11,332,879	(\$28,248)	(\$9,293)	-	-	\$11,295,338
INVESTMENT INCOME RECEIVED	364,499	-	-	-	-	364,499
TOTAL	<u>11,697,378</u>	<u>(28,248)</u>	<u>(9,293)</u>	<u>-</u>	<u>-</u>	<u>11,659,837</u>
<b><u>EXPENSES PAID</u></b>						
LOSSES PAID	891,804	5,655,423	307,820	(14,678)	59,953	6,900,322
ALLOCATED LOSS EXPENSE	75,278	383,427	63,759	27,352	20,224	570,040
UNALLOCATED LOSS EXPENSE	56,828	402,246	40,990	152	6,006	506,222
INSPECTION AND RATING ISO	33,861	-	-	-	-	33,861
SURVEYS & UNDERWRITING RPTS	93,199	-	-	-	-	93,199
BOARDS & BUREAUS	10,725	-	-	-	-	10,725
COMMISSIONS	1,007,734	(4,077)	(866)	-	-	1,002,791
ASSOCIATION EXPENSES	3,223,210	-	-	-	-	3,223,210
TAXES & FEES	51,995	3,933	-	-	-	55,928
TOTAL	<u>5,444,634</u>	<u>6,440,952</u>	<u>411,703</u>	<u>12,826</u>	<u>86,183</u>	<u>12,396,298</u>
<b>INCREASE (DECREASE)</b>	<b><u>6,252,744</u></b>	<b><u>(6,469,200)</u></b>	<b><u>(420,996)</u></b>	<b><u>(12,826)</u></b>	<b><u>(86,183)</u></b>	<b><u>(736,461)</u></b>
<b><u>DEDUCT</u></b>						
PRIOR ACCRUED INTEREST	-	94,329	-	-	-	94,329
CURRENT NONADMITTED ASSETS	778,841	-	-	-	-	778,841
CHANGE IN PENSION OBLIGATION	1,243,616	-	-	-	-	1,243,616
TOTAL	<u>2,022,457</u>	<u>94,329</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,116,786</u>
<b><u>ADD</u></b>						
CURRENT ACCRUED INTEREST	113,840	-	-	-	-	113,840
PRIOR NONADMITTED ASSETS	-	970,731	-	-	-	970,731
TOTAL	<u>113,840</u>	<u>970,731</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,084,571</u>
<b>EQUITY IN ASSETS OF ASSOCIATION</b>	<b><u>4,344,127</u></b>	<b><u>(5,592,798)</u></b>	<b><u>(420,996)</u></b>	<b><u>(12,826)</u></b>	<b><u>(86,183)</u></b>	<b><u>(1,768,676)</u></b>
<b><u>CURRENT RESERVES</u></b>						
UNEARNED PREMIUMS	7,050,684	476,694	-	-	-	7,527,378
UNPAID LOSSES	1,635,956	1,601,558	114,747	56,306	69,981	3,478,548
UNPAID LOSS EXPENSES	162,710	190,070	41,490	12,126	6,596	412,992
UNPAID ASSOCIATION EXPENSES	210,561	-	-	-	-	210,561
UNPAID TAXES & FEES	25,740	-	-	-	-	25,740
TOTAL	<u>9,085,651</u>	<u>2,268,322</u>	<u>156,237</u>	<u>68,432</u>	<u>76,577</u>	<u>11,655,219</u>
<b><u>PRIOR RESERVES</u></b>						
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>
<b>NET CHANGE IN EQUITY</b>	<b><u>(\$4,741,524)</u></b>	<b><u>\$3,905,563</u></b>	<b><u>\$453,938</u></b>	<b><u>\$14,605</u></b>	<b><u>\$9,613</u></b>	<b><u>(\$357,805)</u></b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

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

	9-30-08 QUARTER-TO-DATE	
<b>Premiums Written</b>	<b>\$3,723,943</b>	
Current Unearned Reserve	7,527,378	
Prior Unearned Reserve	7,712,707	
Change in Unearned Premium Reserve	185,329	
<b>Net Premium Earned</b>		<b>\$3,909,272</b>
Losses Paid	2,249,898	
Less Salvage & Subrogation	232,306	
<b>Net Losses Paid</b>	<b>2,017,592</b>	
Current Loss Reserve	3,478,548	
Prior Loss Reserve	3,413,086	
Change in Loss Reserve	65,462	
<b>Net Losses Incurred</b>		<b>2,083,054</b>
Allocated Loss Exp. Paid	199,138	
Unallocated Loss Exp. Paid	150,742	
<b>Total Loss Exp. Paid</b>	<b>349,880</b>	
Current Loss Exp. Reserve	412,992	
Prior Loss Exp. Reserve	374,743	
Change in Loss Exp. Reserve	38,249	
<b>Net Loss Exp. Incurred</b>		<b>388,129</b>
<b>Total Loss &amp; Loss Exp. Incurred</b>		<b>\$2,471,183</b>
Taxes & Fees Paid	-	
Current Reserve	25,740	
Prior Reserve	10,529	
Change in Reserve for Taxes & Fees	15,211	
<b>Net Taxes &amp; Fees Incurred</b>		<b>15,211</b>
Commissions Expense Paid	332,875	
Board Bureaus & Inspections Paid	40,701	
Other Operating Exp. Paid	952,802	
<b>Total Underwriting Exp. Paid</b>	<b>1,326,378</b>	
Current Reserve	210,561	
Prior Reserve	144,339	
Change in Other Underwriting Exp. Reserve	66,222	
<b>Other Underwriting Exp. Incurred</b>		<b>1,392,600</b>
<b>Total Other Underwriting Exp. Incurred</b>		<b>1,407,811</b>
<b>Total Loss &amp; Underwriting Exp. Incurred</b>		<b>\$3,878,994</b>
<b>Underwriting Gain</b>		<b>\$30,278</b>
Net Investment Income Received	38,228	
Current Accrued Interest	113,840	
Prior Accrued Interest	41,158	
Change in Accrued Interest	72,682	
<b>Net Investment Income Earned</b>		<b>110,910</b>
<b>Net Gain</b>		<b>\$141,188</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

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

	9-30-08 YEAR-TO-DATE	
<b>Premiums Written</b>	<b>\$11,295,338</b>	
Current Unearned Reserve	7,527,378	
Prior Unearned Reserve	8,407,133	
Change in Unearned Premium Reserve	879,755	
<b>Net Premium Earned</b>		<b>\$12,175,093</b>
Losses Paid	7,180,623	
Less Salvage & Subrogation	280,301	
<b>Net Losses Paid</b>	<b>6,900,322</b>	
Current Loss Reserve	3,478,548	
Prior Loss Reserve	3,965,423	
Change in Loss Reserve	(486,875)	
<b>Net Losses Incurred</b>		<b>6,413,447</b>
Allocated Loss Exp. Paid	570,040	
Unallocated Loss Exp. Paid	506,222	
<b>Total Loss Exp. Paid</b>	<b>1,076,262</b>	
Current Loss Exp. Reserve	412,992	
Prior Loss Exp. Reserve	462,641	
Change in Loss Exp. Reserve	(49,649)	
<b>Net Loss Exp. Incurred</b>		<b>1,026,613</b>
<b>Total Loss &amp; Loss Exp. Incurred</b>		<b>\$7,440,060</b>
Taxes & Fees Paid	55,928	
Current Reserve	25,740	
Prior Reserve	42,577	
Change in Reserve for Taxes & Fees	(16,837)	
<b>Net Taxes &amp; Fees Incurred</b>		<b>39,091</b>
Commissions Expense Paid	1,002,791	
Board Bureaus & Inspections Paid	137,785	
Other Operating Exp. Paid	3,223,210	
<b>Total Underwriting Exp. Paid</b>	<b>4,363,786</b>	
Current Reserve	210,561	
Prior Reserve	188,316	
Change in Other Underwriting Exp. Reserve	22,245	
<b>Other Underwriting Exp. Incurred</b>		<b>4,386,031</b>
<b>Total Other Underwriting Exp. Incurred</b>		<b>4,425,122</b>
<b>Total Loss &amp; Underwriting Exp. Incurred</b>		<b>\$11,865,182</b>
<b>Underwriting Gain</b>		<b>\$309,911</b>
Net Investment Income Received	364,499	
Current Accrued Interest	113,840	
Prior Accrued Interest	94,329	
Change in Accrued Interest	19,511	
<b>Net Investment Income Earned</b>		<b>384,010</b>
<b>Net Gain</b>		<b>\$693,921</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## STATISTICAL REPORT ON PREMIUMS QTD PERIOD ENDING SEPTEMBER 30, 2008

	POLICY YEAR 2008	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004 & PRIOR	TOTAL
<b>*SEE NOTE BELOW</b>						
<b>WRITTEN PREMIUMS</b>						
FIRE	\$2,842,510	(\$21,152)	(\$430)	-	-	\$2,820,928
ALLIED	896,458	(6,535)	(144)	-	-	889,779
CRIME	13,272	(36)	-	-	-	13,236
<b>TOTAL</b>	<b>3,752,240</b>	<b>(27,723)</b>	<b>(574)</b>	<b>-</b>	<b>-</b>	<b>3,723,943</b>
<b>CURRENT UNEARNED PREMIUM RESERVE</b>						
<b>@ 9-30-08</b>						
FIRE	5,368,384	367,843	-	-	-	5,736,227
ALLIED	1,660,754	107,915	-	-	-	1,768,669
CRIME	21,546	936	-	-	-	22,482
<b>TOTAL</b>	<b>7,050,684</b>	<b>476,694</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,527,378</b>
<b>PRIOR UNEARNED PREMIUM RESERVE</b>						
<b>@ 6-30-08</b>						
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
<b>TOTAL</b>	<b>5,678,524</b>	<b>2,034,183</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,712,707</b>
<b>EARNED PREMIUM</b>						
FIRE	1,821,245	1,176,843	(430)	-	-	2,997,658
ALLIED	552,165	349,468	(144)	-	-	901,489
CRIME	6,670	3,455	-	-	-	10,125
<b>TOTAL</b>	<b>\$2,380,080</b>	<b>\$1,529,766</b>	<b>(\$574)</b>	<b>-</b>	<b>-</b>	<b>\$3,909,272</b>

\*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 SEPTEMBER 30, 2008

	POLICY YEAR 2008	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004 & PRIOR	TOTAL
<b>*SEE NOTE BELOW</b>						
<b>WRITTEN PREMIUMS</b>						
FIRE	\$8,655,601	(\$18,090)	(\$6,084)	-	-	\$8,631,427
ALLIED	2,644,549	(9,490)	(3,209)	-	-	2,631,850
CRIME	32,729	(668)	-	-	-	32,061
<b>TOTAL</b>	<b>11,332,879</b>	<b>(28,248)</b>	<b>(9,293)</b>	<b>-</b>	<b>-</b>	<b>11,295,338</b>
<b>CURRENT UNEARNED PREMIUM RESERVE</b>						
<b>@ 9-30-08</b>						
FIRE	5,368,384	367,843	-	-	-	5,736,227
ALLIED	1,660,754	107,915	-	-	-	1,768,669
CRIME	21,546	936	-	-	-	22,482
<b>TOTAL</b>	<b>7,050,684</b>	<b>476,694</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,527,378</b>
<b>PRIOR UNEARNED PREMIUM RESERVE</b>						
<b>@ 12-31-07</b>						
FIRE	-	6,477,918	-	-	-	6,477,918
ALLIED	-	1,910,020	-	-	-	1,910,020
CRIME	-	19,195	-	-	-	19,195
<b>TOTAL</b>	<b>-</b>	<b>8,407,133</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,407,133</b>
<b>EARNED PREMIUM</b>						
FIRE	3,287,217	6,091,985	(6,084)	-	-	9,373,118
ALLIED	983,795	1,792,615	(3,209)	-	-	2,773,201
CRIME	11,183	17,591	-	-	-	28,774
<b>TOTAL</b>	<b>\$4,282,195</b>	<b>\$7,902,191</b>	<b>(\$9,293)</b>	<b>-</b>	<b>-</b>	<b>\$12,175,093</b>

\*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 seven 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>
<b>1Q07</b>	373,063	1,685,854	2,058,917	<b>1Q08</b>	308,798	1,352,322	1,661,121
<b>2Q07</b>	353,077	1,607,900	1,960,977	<b>2Q08</b>	290,257	1,298,046	1,588,303
<b>3Q07</b>	336,591	1,538,294	1,874,885	<b>3Q08</b>	275,833	1,251,408	1,527,241
<b>4Q07</b>	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 SEPTEMBER 30, 2008

	POLICY YEAR 2008	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004 & PRIOR	TOTAL
<b>PAID LOSSES</b>						
<b>Net of Salvage &amp; Subrogation Received</b>						
FIRE	\$638,407	968,867	(\$35,728)	(\$4,116)	(\$1,732)	\$1,565,698
ALLIED	87,609	337,058	-	(1,773)	29,000	451,894
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>726,016</b>	<b>1,305,925</b>	<b>(35,728)</b>	<b>(5,889)</b>	<b>27,268</b>	<b>2,017,592</b>
<b>CURRENT CASE BASIS RESERVES (9-30-08)</b>						
FIRE	664,518	1,248,157	98,727	51,005	68,981	2,131,388
ALLIED	62,897	119,627	3,000	5,301	1,000	191,825
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>727,415</b>	<b>1,367,784</b>	<b>101,727</b>	<b>56,306</b>	<b>69,981</b>	<b>2,323,213</b>
<b>CURRENT I.B.N.R. RESERVES (9-30-08)</b>						
FIRE	829,983	213,328	12,636	-	-	1,055,947
ALLIED	78,558	20,446	384	-	-	99,388
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>908,541</b>	<b>233,774</b>	<b>13,020</b>	<b>-</b>	<b>-</b>	<b>1,155,335</b>
<b>PRIOR LOSS RESERVES (6-30-08)</b>						
<b>(Including I.B.N.R. Reserves)</b>						
FIRE	891,398	1,666,092	212,041	51,005	68,981	2,889,517
ALLIED	119,091	352,824	7,154	4,500	40,000	523,569
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>1,010,489</b>	<b>2,018,916</b>	<b>219,195</b>	<b>55,505</b>	<b>108,981</b>	<b>3,413,086</b>
<b>INCURRED LOSSES</b>						
FIRE	1,241,510	764,260	(136,406)	(4,116)	(1,732)	1,863,516
ALLIED	109,973	124,307	(3,770)	(972)	(10,000)	219,538
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>\$1,351,483</b>	<b>\$888,567</b>	<b>(\$140,176)</b>	<b>(\$5,088)</b>	<b>(\$11,732)</b>	<b>\$2,083,054</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## STATISTICAL REPORT ON LOSSES YTD PERIOD ENDED SEPTEMBER 30, 2008

	POLICY YEAR 2008	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004 & PRIOR	TOTAL
<b>PAID LOSSES</b>						
<b>Net of Salvage &amp; Subrogation Received</b>						
FIRE	\$743,079	\$5,019,359	\$280,644	(\$17,248)	\$30,953	\$6,056,787
ALLIED	148,725	635,762	27,176	2,570	29,000	843,233
CRIME	-	302	-	-	-	302
<b>TOTAL</b>	<b>891,804</b>	<b>5,655,423</b>	<b>307,820</b>	<b>(14,678)</b>	<b>59,953</b>	<b>6,900,322</b>
<b>CURRENT CASE BASIS RESERVES (9-30-08)</b>						
FIRE	664,518	1,248,157	98,727	51,005	68,981	2,131,388
ALLIED	62,897	119,627	3,000	5,301	1,000	191,825
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>727,415</b>	<b>1,367,784</b>	<b>101,727</b>	<b>56,306</b>	<b>69,981</b>	<b>2,323,213</b>
<b>CURRENT I.B.N.R. RESERVES (9-30-08)</b>						
FIRE	829,983	213,328	12,636	-	-	1,055,947
ALLIED	78,558	20,446	384	-	-	99,388
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>908,541</b>	<b>233,774</b>	<b>13,020</b>	<b>-</b>	<b>-</b>	<b>1,155,335</b>
<b>PRIOR LOSS RESERVES (12-31-07)</b> <b>(Including I.B.N.R. Reserves)</b>						
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
<b>TOTAL</b>	<b>-</b>	<b>2,856,832</b>	<b>883,223</b>	<b>69,896</b>	<b>155,472</b>	<b>3,965,423</b>
<b>INCURRED LOSSES</b>						
FIRE	2,237,580	3,739,431	(441,568)	(17,295)	(10,066)	5,508,082
ALLIED	290,180	661,601	(19,088)	(10,973)	(15,472)	906,248
CRIME	-	(883)	-	-	-	(883)
<b>TOTAL</b>	<b>\$2,527,760</b>	<b>\$4,400,149</b>	<b>(\$460,656)</b>	<b>(\$28,268)</b>	<b>(\$25,538)</b>	<b>\$6,413,447</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

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

	POLICY YEAR 2008	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004 & PRIOR	TOTAL
<b>LOSS EXPENSES PAID (ALAE AND ULAE)</b>						
FIRE	\$69,527	\$129,456	\$35,684	\$9,270	-	\$243,937
ALLIED	31,299	67,016	1,124	445	6,059	105,943
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>100,826</b>	<b>196,472</b>	<b>36,808</b>	<b>9,715</b>	<b>6,059</b>	<b>349,880</b>
<b>CURRENT LOSS EXPENSE RESERVES @ 9-30-08</b>						
FIRE	148,641	173,447	40,267	10,985	2,578	375,918
ALLIED	14,069	16,623	1,223	1,141	4,018	37,074
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>162,710</b>	<b>190,070</b>	<b>41,490</b>	<b>12,126</b>	<b>6,596</b>	<b>412,992</b>
<b>PRIOR LOSS EXPENSE RESERVES @ 6-30-08</b>						
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	-	-	-	-	-	-
<b>TOTAL</b>	<b>84,146</b>	<b>213,610</b>	<b>54,461</b>	<b>14,100</b>	<b>8,426</b>	<b>374,743</b>
<b>ALAE &amp; ULAE LOSS EXPENSES INCURRED</b>						
FIRE	143,939	126,624	23,268	7,298	-	301,129
ALLIED	35,451	46,308	569	443	4,229	87,000
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>\$179,390</b>	<b>\$172,932</b>	<b>\$23,837</b>	<b>\$7,741</b>	<b>\$4,229</b>	<b>\$388,129</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

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

	POLICY YEAR 2008	POLICY YEAR 2007	POLICY YEAR 2006	POLICY YEAR 2005	POLICY YEAR 2004 & PRIOR	TOTAL
<b>LOSS EXPENSES PAID (ALAE AND ULAE)</b>						
FIRE	\$82,722	\$607,236	\$90,318	\$22,847	\$15,557	\$818,680
ALLIED	49,384	177,787	14,431	4,657	10,673	256,932
CRIME	-	650	-	-	-	650
<b>TOTAL</b>	<b>132,106</b>	<b>785,673</b>	<b>104,749</b>	<b>27,504</b>	<b>26,230</b>	<b>1,076,262</b>
<b>CURRENT LOSS EXPENSE RESERVES @ 9-30-08</b>						
FIRE	148,641	173,447	40,267	10,985	2,578	375,918
ALLIED	14,069	16,623	1,223	1,141	4,018	37,074
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>162,710</b>	<b>190,070</b>	<b>41,490</b>	<b>12,126</b>	<b>6,596</b>	<b>412,992</b>
<b>PRIOR LOSS EXPENSE RESERVES @ 12-31-07</b>						
FIRE	-	260,843	136,365	207	6,842	404,257
ALLIED	-	10,869	11,583	25,760	10,059	58,271
CRIME	-	113	-	-	-	113
<b>TOTAL</b>	<b>-</b>	<b>271,825</b>	<b>147,948</b>	<b>25,967</b>	<b>16,901</b>	<b>462,641</b>
<b>ALAE &amp; ULAE LOSS EXPENSES INCURRED</b>						
FIRE	231,363	519,840	(5,780)	33,625	11,293	790,341
ALLIED	63,453	183,541	4,071	(19,962)	4,632	235,735
CRIME	-	537	-	-	-	537
<b>TOTAL</b>	<b>\$294,816</b>	<b>\$703,918</b>	<b>(\$1,709)</b>	<b>\$13,663</b>	<b>\$15,925</b>	<b>\$1,026,613</b>