

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## BALANCE SHEET AT JUNE 30, 2011

	LEDGER ASSETS	NON-LEDGER ASSETS	NON- ADMITTED ASSETS	NET ADMITTED ASSETS
<b>ASSETS</b>				
BONDS	\$1,256,210	-	-	\$1,256,210
STOCKS	470,223	-	-	470,223
CASH & SHORT-TERM INVESTMENTS	9,085,482	-	-	9,085,482
PREPAID PENSION COST	968,687	-	968,687	-
ACCRUED INTEREST	-	14,563	-	14,563
FURNITURE & EQUIPMENT	38,249	-	38,249	-
EDP - EQUIPMENT & SOFTWARE	484,159	-	469,940	14,219
PREMIUMS RECEIVABLE	171,382	-	351	171,031
<b>TOTAL ASSETS</b>	<b>\$12,474,392</b>	<b>\$14,563</b>	<b>\$1,477,227</b>	<b>\$11,011,728</b>
<b>LIABILITIES</b>				
POST RETIREMENT BENEFITS (other than pensions)			4,432,024	
AMOUNTS HELD FOR OTHERS			460,550	
ADVANCE PREMIUMS			312,263	
RETURN PREMIUMS			81,687	
OTHER PAYABLES			55,944	
CLAIM CHECKS PAYABLE			2,588	
<b>TOTAL LIABILITIES</b>			<b>5,345,056</b>	
<b>RESERVES</b>				
UNEARNED PREMIUMS			5,753,534	
LOSS - CASE BASIS			1,834,481	
LOSS - I.B.N.R			242,563	
LOSS EXPENSE- ALLOCATED			278,513	
LOSS EXPENSE- UNALLOCATED			107,874	
ASSOCIATION EXPENSES			202,263	
TAXES & FEES			19,321	
<b>TOTAL RESERVES</b>			<b>8,438,549</b>	
<b>TOTAL LIABILITIES &amp; RESERVES</b>			<b>13,783,605</b>	
<b>EQUITY ACCOUNT</b>				
NET EQUITY AT JUNE 30, 2011				<b>(2,771,877)</b>
<b>TOTAL LIABILITIES PLUS EQUITY ACCOUNT</b>				<b>\$11,011,728</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## INCOME STATEMENT JUNE 30, 2011

	QUARTER-TO-DATE	YEAR-TO-DATE
<b><u>UNDERWRITING INCOME</u></b>		
PREMIUMS EARNED	<b>\$2,870,163</b>	<b>\$5,750,310</b>
<b><u>DEDUCTIONS</u></b>		
LOSSES INCURRED	1,052,593	2,941,088
LOSS EXPENSES INCURRED	212,487	566,770
COMMISSIONS INCURRED	259,064	488,558
OTHER UNDERWRITING EXPENSES	1,071,549	2,117,230
TAXES & FEES INCURRED	12,698	24,635
TOTAL DEDUCTIONS	2,608,391	6,138,281
UNDERWRITING GAIN (LOSS)	261,772	(387,971)
<b><u>INVESTMENT INCOME</u></b>		
NET INVESTMENT INCOME EARNED	18,175	30,734
NET REALIZED CAPITAL GAIN (LOSS)	2	(4,742)
NET INVESTMENT GAIN	18,177	25,992
<b><u>OTHER INCOME</u></b>		
INSTALLMENT SERVICE FEE	5,296	10,297
TOTAL OTHER INCOME	5,296	10,297
NET GAIN (LOSS)	285,245	(351,682)
<b><u>EQUITY ACCOUNT</u></b>		
NET EQUITY - PRIOR	(3,150,220)	(2,575,472)
NET GAIN (LOSS) FOR PERIOD	285,245	(351,682)
CHANGE IN NONADMITTED ASSETS	84,459	143,492
NET UNREALIZED GAIN	8,639	11,785
CHANGE IN EQUITY	378,343	(196,405)
NET EQUITY AT JUNE 30, 2011	<b>(\$2,771,877)</b>	<b>(\$2,771,877)</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## EQUITY ACCOUNT QTD PERIOD ENDED JUNE 30, 2011

	POLICY YEAR 2011	POLICY YEAR 2010	POLICY YEAR 2009	POLICY YEAR 2008	POLICY YEAR 2007 & PRIOR	TOTAL
<b><u>INCOME RECEIVED</u></b>						
PREMIUMS WRITTEN	\$2,983,857	(\$47,342)	(\$2,923)	(\$1,213)	-	\$2,932,379
INSTALLMENT SERVICE FEE	5,296	-	-	-	-	5,296
INVESTMENT INCOME RECEIVED	21,155	-	-	-	-	21,155
NET REALIZED CAPITAL GAIN	2	-	-	-	-	2
TOTAL	3,010,310	(47,342)	(2,923)	(1,213)	-	2,958,832
<b><u>EXPENSES PAID</u></b>						
LOSSES PAID	165,696	1,446,256	7,796	-	(281)	1,619,467
ALLOCATED LOSS EXPENSE	16,673	116,594	5,476	5,731	3,873	148,347
UNALLOCATED LOSS EXPENSE	15,545	135,882	731	-	-	152,158
INSPECTION AND RATING ISO	6,832	-	-	-	-	6,832
SURVEYS & UNDERWRITING RPTS	18,885	-	-	-	-	18,885
BOARDS & BUREAUS	3,713	-	-	-	-	3,713
COMMISSIONS	263,675	(4,198)	(292)	(121)	-	259,064
ASSOCIATION EXPENSES	994,615	-	-	-	-	994,615
TAXES & FEES	20,393	9,525	-	-	-	29,918
TOTAL	1,506,027	1,704,059	13,711	5,610	3,592	3,232,999
<b>INCREASE (DECREASE)</b>	<b>1,504,283</b>	<b>(1,751,401)</b>	<b>(16,634)</b>	<b>(6,823)</b>	<b>(3,592)</b>	<b>(274,167)</b>
<b><u>DEDUCT</u></b>						
PRIOR ACCRUED INTEREST	17,543	-	-	-	-	17,543
CURRENT NONADMITTED ASSETS	1,477,227	-	-	-	-	1,477,227
TOTAL	1,494,770	-	-	-	-	1,494,770
<b><u>ADD</u></b>						
CURRENT ACCRUED INTEREST	14,563	-	-	-	-	14,563
PRIOR NONADMITTED ASSETS	1,561,686	-	-	-	-	1,561,686
NET UNREALIZED GAIN	8,639	-	-	-	-	8,639
TOTAL	1,584,888	-	-	-	-	1,584,888
<b>EQUITY IN ASSETS OF ASSOCIATION</b>	<b>1,594,401</b>	<b>(1,751,401)</b>	<b>(16,634)</b>	<b>(6,823)</b>	<b>(3,592)</b>	<b>(184,049)</b>
<b><u>CURRENT RESERVES</u></b>						
UNEARNED PREMIUMS	4,310,496	1,443,038	-	-	-	5,753,534
UNPAID LOSSES	585,161	1,240,633	185,000	26,250	40,000	2,077,044
UNPAID LOSS EXPENSES	92,631	206,640	61,186	24,430	1,500	386,387
UNPAID ASSOCIATION EXPENSES	202,263	-	-	-	-	202,263
UNPAID TAXES & FEES	19,321	-	-	-	-	19,321
TOTAL	5,209,872	2,890,311	246,186	50,680	41,500	8,438,549
<b><u>PRIOR RESERVES</u></b>						
UNEARNED PREMIUMS	2,378,433	3,312,885	-	-	-	5,691,318
UNPAID LOSSES	183,005	2,335,511	69,402	16,000	40,000	2,643,918
UNPAID LOSSES EXPENSES	23,564	339,365	75,367	32,660	3,449	474,405
UNPAID ASSOCIATION EXPENSES	154,759	-	-	-	-	154,759
UNPAID TAXES & FEES	36,541	-	-	-	-	36,541
TOTAL	2,776,302	5,987,761	144,769	48,660	43,449	9,000,941
<b>NET CHANGE IN EQUITY</b>	<b>(\$839,169)</b>	<b>\$1,346,049</b>	<b>(\$118,051)</b>	<b>(\$8,843)</b>	<b>(\$1,643)</b>	<b>\$378,343</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## EQUITY ACCOUNT YTD PERIOD ENDED JUNE 30, 2011

	POLICY YEAR 2011	POLICY YEAR 2010	POLICY YEAR 2009	POLICY YEAR 2008	POLICY YEAR 2007 & PRIOR	TOTAL
<b><u>INCOME RECEIVED</u></b>						
PREMIUMS WRITTEN	\$5,689,639	(\$59,858)	(\$5,323)	(\$1,264)	-	\$5,623,194
INSTALLMENT SERVICE FEE	10,297	-	-	-	-	10,297
INVESTMENT INCOME RECEIVED	41,218	-	-	-	-	41,218
NET REALIZED CAPITAL LOSS	(4,742)	-	-	-	-	(4,742)
TOTAL	<u>5,736,412</u>	<u>(59,858)</u>	<u>(5,323)</u>	<u>(1,264)</u>	-	<u>5,669,967</u>
<b><u>EXPENSES PAID</u></b>						
LOSSES PAID	170,176	2,546,826	158,979	-	9,545	2,885,526
ALLOCATED LOSS EXPENSE	21,717	223,976	25,604	9,871	10,164	291,332
UNALLOCATED LOSS EXPENSE	16,123	277,821	20,562	-	1,290	315,796
INSPECTION AND RATING ISO	21,208	-	-	-	-	21,208
SURVEYS & UNDERWRITING RPTS	35,035	-	-	-	-	35,035
BOARDS & BUREAUS	7,425	-	-	-	-	7,425
COMMISSIONS	494,056	(4,840)	(532)	(126)	-	488,558
ASSOCIATION EXPENSES	2,060,809	-	-	-	-	2,060,809
TAXES & FEES	35,822	10,999	(1,350)	-	-	45,471
TOTAL	<u>2,862,371</u>	<u>3,054,782</u>	<u>203,263</u>	<u>9,745</u>	<u>20,999</u>	<u>6,151,160</u>
<b>INCREASE (DECREASE)</b>	<b>2,874,041</b>	<b>(3,114,640)</b>	<b>(208,586)</b>	<b>(11,009)</b>	<b>(20,999)</b>	<b>(481,193)</b>
<b><u>DEDUCT</u></b>						
PRIOR ACCRUED INTEREST	-	25,047	-	-	-	25,047
CURRENT NONADMITTED ASSETS	1,477,227	-	-	-	-	1,477,227
TOTAL	<u>1,477,227</u>	<u>25,047</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,502,274</u>
<b><u>ADD</u></b>						
CURRENT ACCRUED INTEREST	14,563	-	-	-	-	14,563
PRIOR NONADMITTED ASSETS	-	1,620,719	-	-	-	1,620,719
NET UNREALIZED GAIN	11,785	-	-	-	-	11,785
TOTAL	<u>26,348</u>	<u>1,620,719</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,647,067</u>
<b>EQUITY IN ASSETS OF ASSOCIATION</b>	<b>1,423,162</b>	<b>(1,518,968)</b>	<b>(208,586)</b>	<b>(11,009)</b>	<b>(20,999)</b>	<b>(336,400)</b>
<b><u>CURRENT RESERVES</u></b>						
UNEARNED PREMIUMS	4,310,496	1,443,038	-	-	-	5,753,534
UNPAID LOSSES	585,161	1,240,633	185,000	26,250	40,000	2,077,044
UNPAID LOSS EXPENSES	92,631	206,640	61,186	24,430	1,500	386,387
UNPAID ASSOCIATION EXPENSES	202,263	-	-	-	-	202,263
UNPAID TAXES & FEES	19,321	-	-	-	-	19,321
TOTAL	<u>5,209,872</u>	<u>2,890,311</u>	<u>246,186</u>	<u>50,680</u>	<u>41,500</u>	<u>8,438,549</u>
<b><u>PRIOR RESERVES</u></b>						
UNEARNED PREMIUMS	-	5,880,650	-	-	-	5,880,650
UNPAID LOSSES	-	1,622,438	330,544	18,500	50,000	2,021,482
UNPAID LOSSES EXPENSES	-	256,312	119,528	28,749	22,156	426,745
UNPAID ASSOCIATION EXPENSES	-	209,510	-	-	-	209,510
UNPAID TAXES & FEES	-	40,157	-	-	-	40,157
TOTAL	<u>-</u>	<u>8,009,067</u>	<u>450,072</u>	<u>47,249</u>	<u>72,156</u>	<u>8,578,544</u>
<b>NET CHANGE IN EQUITY</b>	<b>(\$3,786,710)</b>	<b>\$3,599,788</b>	<b>(\$4,700)</b>	<b>(\$14,440)</b>	<b>\$9,657</b>	<b>(\$196,405)</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## UNDERWRITING STATEMENT EARNED/INCURRED BASIS QTD PERIOD ENDING JUNE 30, 2011

	06-30-11 QUARTER-TO-DATE	
<b>Premiums Written</b>	<b>\$2,932,379</b>	
Current Unearned Reserve	5,753,534	
Prior Unearned Reserve	5,691,318	
Change in Unearned Premium Reserve	<u>(62,216)</u>	
<b>Net Premium Earned</b>		<b>\$2,870,163</b>
Losses Paid	1,621,792	
Less Salvage & Subrogation	<u>2,325</u>	
<b>Net Losses Paid</b>	1,619,467	
Current Loss Reserve	2,077,044	
Prior Loss Reserve	2,643,918	
Change in Loss Reserve	<u>(566,874)</u>	
<b>Net Losses Incurred</b>		1,052,593
Allocated Loss Exp. Paid	148,347	
Unallocated Loss Exp. Paid	<u>152,158</u>	
<b>Total Loss Exp. Paid</b>	300,505	
Current Loss Exp. Reserve	386,387	
Prior Loss Exp. Reserve	474,405	
Change in Loss Exp. Reserve	<u>(88,018)</u>	
<b>Net Loss Exp. Incurred</b>		212,487
<b>Total Loss &amp; Loss Exp. Incurred</b>		<b>\$1,265,080</b>
Taxes & Fees Paid	29,918	
Current Reserve	19,321	
Prior Reserve	36,541	
Change in Reserve for Taxes & Fees	<u>(17,220)</u>	
<b>Net Taxes &amp; Fees Incurred</b>		12,698
Commissions Expense Paid	259,064	
Board Bureaus & Inspections Paid	29,430	
Other Operating Exp. Paid	<u>994,615</u>	
<b>Total Underwriting Exp. Paid</b>	1,283,109	
Current Reserve	202,263	
Prior Reserve	154,759	
Change in Other Underwriting Exp. Reserve	<u>47,504</u>	
<b>Other Underwriting Exp. Incurred</b>		1,330,613
<b>Total Other Underwriting Exp. Incurred</b>		1,343,311
<b>Total Loss &amp; Underwriting Exp. Incurred</b>		<b>\$2,608,391</b>
<b>Underwriting Gain</b>		<b>\$261,772</b>
Net Investment Income Received	21,155	
Current Accrued Interest	14,563	
Prior Accrued Interest	17,543	
Change in Accrued Interest	<u>(2,980)</u>	
<b>Net Investment Income Earned</b>		18,175
Net Realized Capital Gain		<u>2</u>
<b>Net Investment Gain</b>		18,177
Installment Service Fee		<u>5,296</u>
<b>Net Gain</b>		<b>\$285,245</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## UNDERWRITING STATEMENT EARNED/INCURRED BASIS YTD PERIOD ENDING JUNE 30, 2011

	06-30-11 YEAR-TO-DATE	
<b>Premiums Written</b>	<b>\$5,623,194</b>	
Current Unearned Reserve	5,753,534	
Prior Unearned Reserve	5,880,650	
Change in Unearned Premium Reserve	127,116	
<b>Net Premium Earned</b>		<b>\$5,750,310</b>
Losses Paid	2,890,599	
Less Salvage & Subrogation	5,073	
<b>Net Losses Paid</b>	<b>2,885,526</b>	
Current Loss Reserve	2,077,044	
Prior Loss Reserve	2,021,482	
Change in Loss Reserve	55,562	
<b>Net Losses Incurred</b>		<b>2,941,088</b>
Allocated Loss Exp. Paid	291,332	
Unallocated Loss Exp. Paid	315,796	
<b>Total Loss Exp. Paid</b>	<b>607,128</b>	
Current Loss Exp. Reserve	386,387	
Prior Loss Exp. Reserve	426,745	
Change in Loss Exp. Reserve	(40,358)	
<b>Net Loss Exp. Incurred</b>		<b>566,770</b>
<b>Total Loss &amp; Loss Exp. Incurred</b>		<b>\$3,507,858</b>
Taxes & Fees Paid	45,471	
Current Reserve	19,321	
Prior Reserve	40,157	
Change in Reserve for Taxes & Fees	(20,836)	
<b>Net Taxes &amp; Fees Incurred</b>		<b>24,635</b>
Commissions Expense Paid	488,558	
Board Bureaus & Inspections Paid	63,668	
Other Operating Exp. Paid	2,060,809	
<b>Total Underwriting Exp. Paid</b>	<b>2,613,035</b>	
Current Reserve	202,263	
Prior Reserve	209,510	
Change in Other Underwriting Exp. Reserve	(7,247)	
<b>Other Underwriting Exp. Incurred</b>		<b>2,605,788</b>
<b>Total Other Underwriting Exp. Incurred</b>		<b>2,630,423</b>
<b>Total Loss &amp; Underwriting Exp. Incurred</b>		<b>\$6,138,281</b>
<b>Underwriting Loss</b>		<b>(\$387,971)</b>
Net Investment Income Received	41,218	
Current Accrued Interest	14,563	
Prior Accrued Interest	25,047	
Change in Accrued Interest	(10,484)	
<b>Net Investment Income Earned</b>		<b>30,734</b>
Net Realized Capital Loss		(4,742)
<b>Net Investment Gain</b>		<b>25,992</b>
Installment Service Fee		10,297
<b>Net Loss</b>		<b>(\$351,682)</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## STATISTICAL REPORT ON PREMIUMS QTD PERIOD ENDING JUNE 30, 2011

	POLICY YEAR 2011	POLICY YEAR 2010	POLICY YEAR 2009	POLICY YEAR 2008	POLICY YEAR 2007 & PRIOR	TOTAL
<b>*SEE NOTE BELOW</b>						
<b>WRITTEN PREMIUMS</b>						
FIRE	\$2,286,737	(\$38,134)	(\$2,070)	(\$940)	-	\$2,245,593
ALLIED	688,673	(9,042)	(853)	(273)	-	678,505
CRIME	8,447	(166)	-	-	-	8,281
<b>TOTAL</b>	<b>2,983,857</b>	<b>(47,342)</b>	<b>(2,923)</b>	<b>(1,213)</b>	<b>-</b>	<b>2,932,379</b>
<b>CURRENT UNEARNED PREMIUM RESERVE</b>						
<b>@ 06-30-11</b>						
FIRE	3,321,904	1,111,043	-	-	-	4,432,947
ALLIED	977,386	328,140	-	-	-	1,305,526
CRIME	11,206	3,855	-	-	-	15,061
<b>TOTAL</b>	<b>4,310,496</b>	<b>1,443,038</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,753,534</b>
<b>PRIOR UNEARNED PREMIUM RESERVE</b>						
<b>@ 03-31-11</b>						
FIRE	1,849,683	2,545,235	-	-	-	4,394,918
ALLIED	523,513	758,547	-	-	-	1,282,060
CRIME	5,237	9,103	-	-	-	14,340
<b>TOTAL</b>	<b>2,378,433</b>	<b>3,312,885</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,691,318</b>
<b>EARNED PREMIUM</b>						
FIRE	814,516	1,396,058	(2,070)	(940)	-	2,207,564
ALLIED	234,800	421,365	(853)	(273)	-	655,039
CRIME	2,478	5,082	-	-	-	7,560
<b>TOTAL</b>	<b>\$1,051,794</b>	<b>\$1,822,505</b>	<b>(\$2,923)</b>	<b>(\$1,213)</b>	<b>-</b>	<b>\$2,870,163</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 JUNE 30, 2011

	POLICY YEAR 2011	POLICY YEAR 2010	POLICY YEAR 2009	POLICY YEAR 2008	POLICY YEAR 2007 & PRIOR	TOTAL
<b>*SEE NOTE BELOW</b>						
<b>WRITTEN PREMIUMS</b>						
FIRE	\$4,390,326	(\$46,260)	(\$3,993)	(\$991)	-	\$4,339,082
ALLIED	1,284,914	(13,419)	(1,330)	(273)	-	1,269,892
CRIME	14,399	(179)	-	-	-	14,220
<b>TOTAL</b>	<b>5,689,639</b>	<b>(59,858)</b>	<b>(5,323)</b>	<b>(1,264)</b>	<b>-</b>	<b>5,623,194</b>
<b>CURRENT UNEARNED PREMIUM RESERVE</b>						
<b>@ 06-30-11</b>						
FIRE	3,321,904	1,111,043	-	-	-	4,432,947
ALLIED	977,386	328,140	-	-	-	1,305,526
CRIME	11,206	3,855	-	-	-	15,061
<b>TOTAL</b>	<b>4,310,496</b>	<b>1,443,038</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,753,534</b>
<b>PRIOR UNEARNED PREMIUM RESERVE</b>						
<b>@ 12-31-10</b>						
FIRE	-	4,515,480	-	-	-	4,515,480
ALLIED	-	1,349,053	-	-	-	1,349,053
CRIME	-	16,117	-	-	-	16,117
<b>TOTAL</b>	<b>-</b>	<b>5,880,650</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,880,650</b>
<b>EARNED PREMIUM</b>						
FIRE	1,068,422	3,358,177	(3,993)	(991)	-	4,421,615
ALLIED	307,528	1,007,494	(1,330)	(273)	-	1,313,419
CRIME	3,193	12,083	-	-	-	15,276
<b>TOTAL</b>	<b>\$1,379,143</b>	<b>\$4,377,754</b>	<b>(\$5,323)</b>	<b>(\$1,264)</b>	<b>-</b>	<b>\$5,750,310</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 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>
<b>1Q10</b>	\$201,698	\$1,099,395	\$1,301,093	<b>1Q11</b>	\$171,961	\$886,780	\$1,058,741
<b>2Q10</b>	\$195,915	\$970,853	\$1,166,768	<b>2Q11</b>	\$164,318	\$874,116	\$1,038,434
<b>3Q10</b>	\$185,585	\$952,708	\$1,138,293				
<b>4Q10</b>	\$181,972	\$934,145	\$1,116,117				

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, 2011

	POLICY YEAR 2011	POLICY YEAR 2010	POLICY YEAR 2009	POLICY YEAR 2008	POLICY YEAR 2007 & PRIOR	TOTAL
<b>PAID LOSSES</b>						
<b>Net of Salvage &amp; Subrogation Received</b>						
FIRE	\$130,496	\$1,220,624	\$6,473	-	(\$281)	\$1,357,312
ALLIED	35,200	225,632	1,323	-	-	262,155
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>165,696</b>	<b>1,446,256</b>	<b>7,796</b>	<b>-</b>	<b>(281)</b>	<b>1,619,467</b>
<b>CURRENT CASE BASIS RESERVES (06-30-11)</b>						
FIRE	271,187	1,056,980	185,000	-	40,000	1,553,167
ALLIED	71,411	183,653	-	26,250	-	281,314
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>342,598</b>	<b>1,240,633</b>	<b>185,000</b>	<b>26,250</b>	<b>40,000</b>	<b>1,834,481</b>
<b>CURRENT I.B.N.R. RESERVES (06-30-11)</b>						
FIRE	192,003	-	-	-	-	192,003
ALLIED	50,560	-	-	-	-	50,560
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>242,563</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>242,563</b>
<b>PRIOR LOSS RESERVES (03-31-11)</b>						
<b>(Including I.B.N.R. Reserves)</b>						
FIRE	136,571	1,981,730	18,757	-	40,000	2,177,058
ALLIED	46,434	353,781	50,645	16,000	-	466,860
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>183,005</b>	<b>2,335,511</b>	<b>69,402</b>	<b>16,000</b>	<b>40,000</b>	<b>2,643,918</b>
<b>INCURRED LOSSES</b>						
FIRE	457,115	295,874	172,716	-	(281)	925,424
ALLIED	110,737	55,504	(49,322)	10,250	-	127,169
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>\$567,852</b>	<b>\$351,378</b>	<b>\$123,394</b>	<b>\$10,250</b>	<b>(281)</b>	<b>\$1,052,593</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## STATISTICAL REPORT ON LOSSES YTD PERIOD ENDED JUNE 30, 2011

	POLICY YEAR 2011	POLICY YEAR 2010	POLICY YEAR 2009	POLICY YEAR 2008	POLICY YEAR 2007 & PRIOR	TOTAL
<b>PAID LOSSES</b>						
<b>Net of Salvage &amp; Subrogation Received</b>						
FIRE	\$130,496	\$2,093,805	\$84,363	-	(\$455)	\$2,308,209
ALLIED	39,680	452,539	74,616	-	10,000	576,835
CRIME	-	482	-	-	-	482
<b>TOTAL</b>	<b>170,176</b>	<b>2,546,826</b>	<b>158,979</b>	<b>-</b>	<b>9,545</b>	<b>2,885,526</b>
<b>CURRENT CASE BASIS RESERVES (06-30-11)</b>						
FIRE	271,187	1,056,980	185,000	-	40,000	1,553,167
ALLIED	71,411	183,653	-	26,250	-	281,314
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>342,598</b>	<b>1,240,633</b>	<b>185,000</b>	<b>26,250</b>	<b>40,000</b>	<b>1,834,481</b>
<b>CURRENT I.B.N.R. RESERVES (06-30-11)</b>						
FIRE	192,003	-	-	-	-	192,003
ALLIED	50,560	-	-	-	-	50,560
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>242,563</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>242,563</b>
<b>PRIOR LOSS RESERVES (12-31-10)</b>						
<b>(Including I.B.N.R. Reserves)</b>						
FIRE	-	1,334,990	235,286	-	40,000	1,610,276
ALLIED	-	287,448	95,258	18,500	10,000	411,206
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>-</b>	<b>1,622,438</b>	<b>330,544</b>	<b>18,500</b>	<b>50,000</b>	<b>2,021,482</b>
<b>INCURRED LOSSES</b>						
FIRE	593,686	1,815,795	34,077	-	(455)	2,443,103
ALLIED	161,651	348,744	(20,642)	7,750	-	497,503
CRIME	-	482	-	-	-	482
<b>TOTAL</b>	<b>\$755,337</b>	<b>\$2,165,021</b>	<b>\$13,435</b>	<b>\$7,750</b>	<b>(\$455)</b>	<b>\$2,941,088</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## STATISTICAL REPORT ON LOSS EXPENSES (INCLUDES ALLOCATED AND UNALLOCATED LOSS EXPENSES) QTD PERIOD ENDING JUNE 30, 2011

	POLICY YEAR 2011	POLICY YEAR 2010	POLICY YEAR 2009	POLICY YEAR 2008	POLICY YEAR 2007 & PRIOR	TOTAL
<b>LOSS EXPENSES PAID (ALAE AND ULAE)</b>						
FIRE	\$16,952	\$174,874	\$4,677	\$825	\$1,458	\$198,786
ALLIED	15,266	77,602	1,530	4,906	2,415	101,719
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>32,218</b>	<b>252,476</b>	<b>6,207</b>	<b>5,731</b>	<b>3,873</b>	<b>300,505</b>
<b>CURRENT LOSS EXPENSE RESERVES @ 06-30-11</b>						
FIRE	73,323	176,050	61,186	-	1,500	312,059
ALLIED	19,308	30,590	-	24,430	-	74,328
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>92,631</b>	<b>206,640</b>	<b>61,186</b>	<b>24,430</b>	<b>1,500</b>	<b>386,387</b>
<b>PRIOR LOSS EXPENSE RESERVES @ 03-31-11</b>						
FIRE	17,585	287,959	20,370	-	3,449	329,363
ALLIED	5,979	51,406	54,997	32,660	-	145,042
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>23,564</b>	<b>339,365</b>	<b>75,367</b>	<b>32,660</b>	<b>3,449</b>	<b>474,405</b>
<b>ALAE &amp; ULAE LOSS EXPENSES INCURRED</b>						
FIRE	72,690	62,965	45,493	825	(491)	181,482
ALLIED	28,595	56,786	(53,467)	(3,324)	2,415	31,005
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>\$101,285</b>	<b>\$119,751</b>	<b>(\$7,974)</b>	<b>(\$2,499)</b>	<b>\$1,924</b>	<b>\$212,487</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## STATISTICAL REPORT ON LOSS EXPENSES (INCLUDES ALLOCATED AND UNALLOCATED LOSS EXPENSES) YTD PERIOD ENDING JUNE 30, 2011

	POLICY YEAR 2011	POLICY YEAR 2010	POLICY YEAR 2009	POLICY YEAR 2008	POLICY YEAR 2007 & PRIOR	TOTAL
<b>LOSS EXPENSES PAID (ALAE AND ULAE)</b>						
FIRE	\$18,486	\$331,947	\$25,196	\$825	\$7,391	\$383,845
ALLIED	19,354	169,400	20,970	9,046	4,063	222,833
CRIME	-	450	-	-	-	450
<b>TOTAL</b>	<b>37,840</b>	<b>501,797</b>	<b>46,166</b>	<b>9,871</b>	<b>11,454</b>	<b>607,128</b>
<b>CURRENT LOSS EXPENSE RESERVES @ 06-30-11</b>						
FIRE	73,323	176,050	61,186	-	1,500	312,059
ALLIED	19,308	30,590	-	24,430	-	74,328
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>92,631</b>	<b>206,640</b>	<b>61,186</b>	<b>24,430</b>	<b>1,500</b>	<b>386,387</b>
<b>PRIOR LOSS EXPENSE RESERVES @ 12-31-10</b>						
FIRE	-	210,901	85,082	-	7,347	303,330
ALLIED	-	45,411	34,446	28,749	14,809	123,415
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>-</b>	<b>256,312</b>	<b>119,528</b>	<b>28,749</b>	<b>22,156</b>	<b>426,745</b>
<b>ALAE &amp; ULAE LOSS EXPENSES INCURRED</b>						
FIRE	91,809	297,096	1,300	825	1,544	392,574
ALLIED	38,662	154,579	(13,476)	4,727	(10,746)	173,746
CRIME	-	450	-	-	-	450
<b>TOTAL</b>	<b>\$130,471</b>	<b>\$452,125</b>	<b>(\$12,176)</b>	<b>\$5,552</b>	<b>(\$9,202)</b>	<b>\$566,770</b>