

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## BALANCE SHEET AT SEPTEMBER 30, 2011

	LEDGER ASSETS	NON-LEDGER ASSETS	NON- ADMITTED ASSETS	NET ADMITTED ASSETS
<b>ASSETS</b>				
BONDS	\$940,730	-	-	\$940,730
STOCKS	469,465	-	-	469,465
CASH & SHORT-TERM INVESTMENTS	10,065,606	-	-	10,065,606
PREPAID PENSION COST	968,687	-	968,687	-
ACCRUED INTEREST	-	13,082	-	13,082
FURNITURE & EQUIPMENT	34,256	-	34,256	-
EDP - EQUIPMENT & SOFTWARE	445,664	-	435,262	10,402
PREMIUMS RECEIVABLE	145,453	-	402	145,051
<b>TOTAL ASSETS</b>	<b>\$13,069,861</b>	<b>\$13,082</b>	<b>\$1,438,607</b>	<b>\$11,644,336</b>
<b>LIABILITIES</b>				
POST RETIREMENT BENEFITS (other than pensions)			4,481,434	
AMOUNTS HELD FOR OTHERS			394,638	
ADVANCE PREMIUMS			321,044	
RETURN PREMIUMS			116,672	
OTHER PAYABLES			10,175	
CLAIM CHECKS PAYABLE			24,430	
<b>TOTAL LIABILITIES</b>			<b>5,348,393</b>	
<b>RESERVES</b>				
UNEARNED PREMIUMS			5,834,162	
LOSS - CASE BASIS			2,854,388	
LOSS - I.B.N.R			632,357	
LOSS EXPENSE- ALLOCATED			349,778	
LOSS EXPENSE- UNALLOCATED			180,701	
ASSOCIATION EXPENSES			180,223	
TAXES & FEES			31,864	
<b>TOTAL RESERVES</b>			<b>10,063,473</b>	
<b>TOTAL LIABILITIES &amp; RESERVES</b>			<b>15,411,866</b>	
<b>EQUITY ACCOUNT</b>				
NET EQUITY AT SEPTEMBER 30, 2011				<b>(3,767,530)</b>
<b>TOTAL LIABILITIES PLUS EQUITY ACCOUNT</b>				<b>\$11,644,336</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## INCOME STATEMENT SEPTEMBER 30, 2011

	QUARTER-TO-DATE	YEAR-TO-DATE
<b><u>UNDERWRITING INCOME</u></b>		
PREMIUMS EARNED	\$2,888,657	\$8,638,967
<b><u>DEDUCTIONS</u></b>		
LOSSES INCURRED	2,321,236	5,262,324
LOSS EXPENSES INCURRED	447,465	1,014,232
COMMISSIONS INCURRED	259,440	747,998
OTHER UNDERWRITING EXPENSES	897,987	3,015,219
TAXES & FEES INCURRED	18,168	42,803
TOTAL DEDUCTIONS	3,944,296	10,082,576
UNDERWRITING LOSS	(1,055,639)	(1,443,609)
<b><u>INVESTMENT INCOME</u></b>		
NET INVESTMENT INCOME EARNED	19,606	50,340
NET REALIZED CAPITAL GAIN (LOSS)	64	(4,678)
NET INVESTMENT GAIN	19,670	45,662
<b><u>OTHER INCOME</u></b>		
INSTALLMENT SERVICE FEE	5,387	15,683
TOTAL OTHER INCOME	5,387	15,683
NET LOSS	(1,030,582)	(1,382,264)
<b><u>EQUITY ACCOUNT</u></b>		
NET EQUITY - PRIOR	(2,771,877)	(2,575,472)
NET LOSS FOR PERIOD	(1,030,582)	(1,382,264)
CHANGE IN NONADMITTED ASSETS	38,619	182,111
NET UNREALIZED GAIN (LOSS)	(3,690)	8,095
CHANGE IN EQUITY	(995,653)	(1,192,058)
NET EQUITY AT SEPTEMBER 30, 2011	(\$3,767,530)	(\$3,767,530)

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## EQUITY ACCOUNT QTD PERIOD ENDED SEPTEMBER 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	\$2,981,296	(\$12,011)	(\$1,264)	\$1,264	-	\$2,969,285
INSTALLMENT SERVICE FEE	5,387	-	-	-	-	5,387
INVESTMENT INCOME RECEIVED	21,087	-	-	-	-	21,087
NET REALIZED CAPITAL GAIN	64	-	-	-	-	64
TOTAL	<u>3,007,834</u>	<u>(12,011)</u>	<u>(1,264)</u>	<u>1,264</u>	<u>-</u>	<u>2,995,823</u>
<b><u>EXPENSES PAID</u></b>						
LOSSES PAID	387,436	505,376	28,268	-	(9,545)	911,535
ALLOCATED LOSS EXPENSE	74,874	90,397	25,822	(9,871)	(10,164)	171,058
UNALLOCATED LOSS EXPENSE	56,303	72,626	4,676	-	(1,290)	132,315
INSPECTION AND RATING ISO	6,832	-	-	-	-	6,832
SURVEYS & UNDERWRITING RPTS	26,904	-	-	-	-	26,904
BOARDS & BUREAUS	4,125	-	-	-	-	4,125
COMMISSIONS	260,495	(1,055)	(126)	126	-	259,440
ASSOCIATION EXPENSES	882,167	-	-	-	-	882,167
TAXES & FEES	5,625	-	-	-	-	5,625
TOTAL	<u>1,704,761</u>	<u>667,344</u>	<u>58,640</u>	<u>(9,745)</u>	<u>(20,999)</u>	<u>2,400,001</u>
<b>INCREASE (DECREASE)</b>	<b><u>1,303,073</u></b>	<b><u>(679,355)</u></b>	<b><u>(59,904)</u></b>	<b><u>11,009</u></b>	<b><u>20,999</u></b>	<b><u>595,822</u></b>
<b><u>DEDUCT</u></b>						
PRIOR ACCRUED INTEREST	14,563	-	-	-	-	14,563
CURRENT NONADMITTED ASSETS	1,438,607	-	-	-	-	1,438,607
NET UNREALIZED LOSS	3,690	-	-	-	-	3,690
TOTAL	<u>1,456,860</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,456,860</u>
<b><u>ADD</u></b>						
CURRENT ACCRUED INTEREST	13,082	-	-	-	-	13,082
PRIOR NONADMITTED ASSETS	1,477,227	-	-	-	-	1,477,227
TOTAL	<u>1,490,309</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,490,309</u>
<b>EQUITY IN ASSETS OF ASSOCIATION</b>	<b><u>1,336,522</u></b>	<b><u>(679,355)</u></b>	<b><u>(59,904)</u></b>	<b><u>11,009</u></b>	<b><u>20,999</u></b>	<b><u>629,271</u></b>
<b><u>CURRENT RESERVES</u></b>						
UNEARNED PREMIUMS	5,494,076	340,086	-	-	-	5,834,162
UNPAID LOSSES	1,264,468	2,027,277	195,000	-	-	3,486,745
UNPAID LOSS EXPENSES	226,870	238,140	65,469	-	-	530,479
UNPAID ASSOCIATION EXPENSES	180,223	-	-	-	-	180,223
UNPAID TAXES & FEES	31,864	-	-	-	-	31,864
TOTAL	<u>7,197,501</u>	<u>2,605,503</u>	<u>260,469</u>	<u>-</u>	<u>-</u>	<u>10,063,473</u>
<b><u>PRIOR 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 LOSSES 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>NET CHANGE IN EQUITY</b>	<b><u>(\$651,107)</u></b>	<b><u>(\$394,547)</u></b>	<b><u>(\$74,187)</u></b>	<b><u>\$61,689</u></b>	<b><u>\$62,499</u></b>	<b><u>(\$995,653)</u></b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## EQUITY ACCOUNT YTD PERIOD ENDED SEPTEMBER 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	\$8,670,935	(\$71,869)	(\$6,587)	-	-	\$8,592,479
INSTALLMENT SERVICE FEE	15,683	-	-	-	-	15,683
INVESTMENT INCOME RECEIVED	62,305	-	-	-	-	62,305
NET REALIZED CAPITAL LOSS	(4,678)	-	-	-	-	(4,678)
TOTAL	8,744,245	(71,869)	(6,587)	-	-	8,665,789
<b><u>EXPENSES PAID</u></b>						
LOSSES PAID	557,613	3,052,201	187,247	-	-	3,797,061
ALLOCATED LOSS EXPENSE	96,591	314,372	51,424	-	-	462,387
UNALLOCATED LOSS EXPENSE	72,426	350,447	25,238	-	-	448,111
INSPECTION AND RATING ISO	28,040	-	-	-	-	28,040
SURVEYS & UNDERWRITING RPTS	61,938	-	-	-	-	61,938
BOARDS & BUREAUS	11,550	-	-	-	-	11,550
COMMISSIONS	754,552	(5,895)	(659)	-	-	747,998
ASSOCIATION EXPENSES	2,942,978	-	-	-	-	2,942,978
TAXES & FEES	41,447	10,999	(1,350)	-	-	51,096
TOTAL	4,567,135	3,722,124	261,900	-	-	8,551,159
<b>INCREASE (DECREASE)</b>	<b>4,177,110</b>	<b>(3,793,993)</b>	<b>(268,487)</b>	<b>-</b>	<b>-</b>	<b>114,630</b>
<b><u>DEDUCT</u></b>						
PRIOR ACCRUED INTEREST	-	25,047	-	-	-	25,047
CURRENT NONADMITTED ASSETS	1,438,607	-	-	-	-	1,438,607
TOTAL	1,438,607	25,047	-	-	-	1,463,654
<b><u>ADD</u></b>						
CURRENT ACCRUED INTEREST	13,082	-	-	-	-	13,082
PRIOR NONADMITTED ASSETS	-	1,620,719	-	-	-	1,620,719
NET UNREALIZED GAIN	8,095	-	-	-	-	8,095
TOTAL	21,177	1,620,719	-	-	-	1,641,896
<b>EQUITY IN ASSETS OF ASSOCIATION</b>	<b>2,759,680</b>	<b>(2,198,321)</b>	<b>(268,487)</b>	<b>-</b>	<b>-</b>	<b>292,872</b>
<b><u>CURRENT RESERVES</u></b>						
UNEARNED PREMIUMS	5,494,076	340,086	-	-	-	5,834,162
UNPAID LOSSES	1,264,468	2,027,277	195,000	-	-	3,486,745
UNPAID LOSS EXPENSES	226,870	238,140	65,469	-	-	530,479
UNPAID ASSOCIATION EXPENSES	180,223	-	-	-	-	180,223
UNPAID TAXES & FEES	31,864	-	-	-	-	31,864
TOTAL	7,197,501	2,605,503	260,469	-	-	10,063,473
<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	-	8,009,067	450,072	47,249	72,156	8,578,544
<b>NET CHANGE IN EQUITY</b>	<b>(\$4,437,821)</b>	<b>\$3,205,243</b>	<b>(\$78,884)</b>	<b>\$47,249</b>	<b>\$72,156</b>	<b>(\$1,192,058)</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

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

	09-30-11 QUARTER-TO-DATE	
<b>Premiums Written</b>	<b>\$2,969,285</b>	
Current Unearned Reserve	5,834,162	
Prior Unearned Reserve	5,753,534	
Change in Unearned Premium Reserve	<u>(80,628)</u>	
<b>Net Premium Earned</b>		<b>\$2,888,657</b>
Losses Paid	920,730	
Less Salvage & Subrogation	<u>9,195</u>	
<b>Net Losses Paid</b>	911,535	
Current Loss Reserve	3,486,745	
Prior Loss Reserve	2,077,044	
Change in Loss Reserve	<u>1,409,701</u>	
<b>Net Losses Incurred</b>		2,321,236
Allocated Loss Exp. Paid	171,058	
Unallocated Loss Exp. Paid	<u>132,315</u>	
<b>Total Loss Exp. Paid</b>	303,373	
Current Loss Exp. Reserve	530,479	
Prior Loss Exp. Reserve	386,387	
Change in Loss Exp. Reserve	<u>144,092</u>	
<b>Net Loss Exp. Incurred</b>		447,465
<b>Total Loss &amp; Loss Exp. Incurred</b>		<b>\$2,768,701</b>
Taxes & Fees Paid	5,625	
Current Reserve	31,864	
Prior Reserve	19,321	
Change in Reserve for Taxes & Fees	<u>12,543</u>	
<b>Net Taxes &amp; Fees Incurred</b>		18,168
Commissions Expense Paid	259,440	
Board Bureaus & Inspections Paid	37,860	
Other Operating Exp. Paid	<u>882,167</u>	
<b>Total Underwriting Exp. Paid</b>	1,179,467	
Current Reserve	180,223	
Prior Reserve	202,263	
Change in Other Underwriting Exp. Reserve	<u>(22,040)</u>	
<b>Other Underwriting Exp. Incurred</b>		1,157,427
<b>Total Other Underwriting Exp. Incurred</b>		1,175,595
<b>Total Loss &amp; Underwriting Exp. Incurred</b>		<b>\$3,944,296</b>
<b>Underwriting Loss</b>		<b>(\$1,055,639)</b>
Net Investment Income Received	21,087	
Current Accrued Interest	13,082	
Prior Accrued Interest	14,563	
Change in Accrued Interest	<u>(1,481)</u>	
<b>Net Investment Income Earned</b>		19,606
Net Realized Capital Gain		64
<b>Net Investment Gain</b>		19,670
Installment Service Fee		5,387
<b>Net Loss</b>		<b>(\$1,030,582)</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

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

	09-30-11 YEAR-TO-DATE	
<b>Premiums Written</b>	<b>\$8,592,479</b>	
Current Unearned Reserve	5,834,162	
Prior Unearned Reserve	5,880,650	
Change in Unearned Premium Reserve	46,488	
<b>Net Premium Earned</b>		<b>\$8,638,967</b>
Losses Paid	3,811,329	
Less Salvage & Subrogation	14,268	
<b>Net Losses Paid</b>	<b>3,797,061</b>	
Current Loss Reserve	3,486,745	
Prior Loss Reserve	2,021,482	
Change in Loss Reserve	1,465,263	
<b>Net Losses Incurred</b>		<b>5,262,324</b>
Allocated Loss Exp. Paid	462,387	
Unallocated Loss Exp. Paid	448,111	
<b>Total Loss Exp. Paid</b>	<b>910,498</b>	
Current Loss Exp. Reserve	530,479	
Prior Loss Exp. Reserve	426,745	
Change in Loss Exp. Reserve	103,734	
<b>Net Loss Exp. Incurred</b>		<b>1,014,232</b>
<b>Total Loss &amp; Loss Exp. Incurred</b>		<b>\$6,276,556</b>
Taxes & Fees Paid	51,096	
Current Reserve	31,864	
Prior Reserve	40,157	
Change in Reserve for Taxes & Fees	(8,293)	
<b>Net Taxes &amp; Fees Incurred</b>		<b>42,803</b>
Commissions Expense Paid	747,998	
Board Bureaus & Inspections Paid	101,528	
Other Operating Exp. Paid	2,942,978	
<b>Total Underwriting Exp. Paid</b>	<b>3,792,504</b>	
Current Reserve	180,223	
Prior Reserve	209,510	
Change in Other Underwriting Exp. Reserve	(29,287)	
<b>Other Underwriting Exp. Incurred</b>		<b>3,763,217</b>
<b>Total Other Underwriting Exp. Incurred</b>		<b>3,806,020</b>
<b>Total Loss &amp; Underwriting Exp. Incurred</b>		<b>\$10,082,576</b>
<b>Underwriting Loss</b>		<b>(\$1,443,609)</b>
Net Investment Income Received	62,305	
Current Accrued Interest	13,082	
Prior Accrued Interest	25,047	
Change in Accrued Interest	(11,965)	
<b>Net Investment Income Earned</b>		<b>50,340</b>
Net Realized Capital Loss		(4,678)
<b>Net Investment Gain</b>		<b>45,662</b>
Installment Service Fee		15,683
<b>Net Loss</b>		<b>(\$1,382,264)</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## STATISTICAL REPORT ON PREMIUMS QTD PERIOD ENDING SEPTEMBER 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	\$2,283,860	(\$8,448)	(\$991)	\$991	-	\$2,275,412
ALLIED	689,534	(3,480)	(273)	273	-	686,054
CRIME	7,902	(83)	-	-	-	7,819
<b>TOTAL</b>	<b>2,981,296</b>	<b>(12,011)</b>	<b>(1,264)</b>	<b>1,264</b>	<b>-</b>	<b>2,969,285</b>
<b>CURRENT UNEARNED PREMIUM RESERVE</b>						
<b>@ 09-30-11</b>						
FIRE	4,219,499	263,826	-	-	-	4,483,325
ALLIED	1,260,067	75,417	-	-	-	1,335,484
CRIME	14,510	843	-	-	-	15,353
<b>TOTAL</b>	<b>5,494,076</b>	<b>340,086</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,834,162</b>
<b>PRIOR 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>EARNED PREMIUM</b>						
FIRE	1,386,265	838,769	(991)	991	-	2,225,034
ALLIED	406,853	249,243	(273)	273	-	656,096
CRIME	4,598	2,929	-	-	-	7,527
<b>TOTAL</b>	<b>\$1,797,716</b>	<b>\$1,090,941</b>	<b>(\$1,264)</b>	<b>\$1,264</b>	<b>-</b>	<b>\$2,888,657</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, 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	\$6,674,186	(\$54,708)	(\$4,984)	-	-	\$6,614,494
ALLIED	1,974,448	(16,899)	(1,603)	-	-	1,955,946
CRIME	22,301	(262)	-	-	-	22,039
<b>TOTAL</b>	<b>8,670,935</b>	<b>(71,869)</b>	<b>(6,587)</b>	<b>-</b>	<b>-</b>	<b>8,592,479</b>
<b>CURRENT UNEARNED PREMIUM RESERVE</b>						
<b>@ 09-30-11</b>						
FIRE	4,219,499	263,826	-	-	-	4,483,325
ALLIED	1,260,067	75,417	-	-	-	1,335,484
CRIME	14,510	843	-	-	-	15,353
<b>TOTAL</b>	<b>5,494,076</b>	<b>340,086</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,834,162</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	2,454,687	4,196,946	(4,984)	-	-	6,646,649
ALLIED	714,381	1,256,737	(1,603)	-	-	1,969,515
CRIME	7,791	15,012	-	-	-	22,803
<b>TOTAL</b>	<b>\$3,176,859</b>	<b>\$5,468,695</b>	<b>(\$6,587)</b>	<b>-</b>	<b>-</b>	<b>\$8,638,967</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>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>3Q11</b>	\$162,257	\$880,517	\$1,042,774
<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 SEPTEMBER 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	\$180,023	\$325,530	\$6,138	-	\$455	\$512,146
ALLIED	207,413	179,846	22,130	-	(10,000)	399,389
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>387,436</b>	<b>505,376</b>	<b>28,268</b>	<b>-</b>	<b>(9,545)</b>	<b>911,535</b>
<b>CURRENT CASE BASIS RESERVES (09-30-11)</b>						
FIRE	295,788	1,189,933	185,000	-	-	1,670,721
ALLIED	676,257	497,410	10,000	-	-	1,183,667
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>972,045</b>	<b>1,687,343</b>	<b>195,000</b>	<b>-</b>	<b>-</b>	<b>2,854,388</b>
<b>CURRENT I.B.N.R. RESERVES (09-30-11)</b>						
FIRE	88,983	239,725	-	-	-	328,708
ALLIED	203,440	100,209	-	-	-	303,649
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>292,423</b>	<b>339,934</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>632,357</b>
<b>PRIOR LOSS RESERVES (06-30-11)</b>						
<b>(Including I.B.N.R. Reserves)</b>						
FIRE	463,190	1,056,980	185,000	-	40,000	1,745,170
ALLIED	121,971	183,653	-	26,250	-	331,874
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>585,161</b>	<b>1,240,633</b>	<b>185,000</b>	<b>26,250</b>	<b>40,000</b>	<b>2,077,044</b>
<b>INCURRED LOSSES</b>						
FIRE	101,604	698,208	6,138	-	(39,545)	766,405
ALLIED	965,139	593,812	32,130	(26,250)	(10,000)	1,554,831
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>\$1,066,743</b>	<b>\$1,292,020</b>	<b>\$38,268</b>	<b>(\$26,250)</b>	<b>(\$49,545)</b>	<b>\$2,321,236</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## STATISTICAL REPORT ON LOSSES YTD PERIOD ENDED SEPTEMBER 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	\$310,520	\$2,419,335	\$90,501	-	-	\$2,820,356
ALLIED	247,093	632,384	96,746	-	-	976,223
CRIME	-	482	-	-	-	482
<b>TOTAL</b>	<b>557,613</b>	<b>3,052,201</b>	<b>187,247</b>	<b>-</b>	<b>-</b>	<b>3,797,061</b>
<b>CURRENT CASE BASIS RESERVES (09-30-11)</b>						
FIRE	295,788	1,189,933	185,000	-	-	1,670,721
ALLIED	676,257	497,410	10,000	-	-	1,183,667
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>972,045</b>	<b>1,687,343</b>	<b>195,000</b>	<b>-</b>	<b>-</b>	<b>2,854,388</b>
<b>CURRENT I.B.N.R. RESERVES (09-30-11)</b>						
FIRE	88,983	239,725	-	-	-	328,708
ALLIED	203,440	100,209	-	-	-	303,649
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>292,423</b>	<b>339,934</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>632,357</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	695,291	2,514,003	40,215	-	(40,000)	3,209,509
ALLIED	1,126,790	942,555	11,488	(18,500)	(10,000)	2,052,333
CRIME	-	482	-	-	-	482
<b>TOTAL</b>	<b>\$1,822,081</b>	<b>\$3,457,040</b>	<b>\$51,703</b>	<b>(\$18,500)</b>	<b>(\$50,000)</b>	<b>\$5,262,324</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## STATISTICAL REPORT ON LOSS EXPENSES (INCLUDES ALLOCATED AND UNALLOCATED LOSS EXPENSES) QTD PERIOD ENDING SEPTEMBER 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	\$52,216	\$85,695	\$11,970	(\$825)	(\$7,391)	\$141,665
ALLIED	78,961	77,328	18,528	(9,046)	(4,063)	161,708
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>131,177</b>	<b>163,023</b>	<b>30,498</b>	<b>(9,871)</b>	<b>(11,454)</b>	<b>303,373</b>
<b>CURRENT LOSS EXPENSE RESERVES @ 09-30-11</b>						
FIRE	69,035	167,939	62,112	-	-	299,086
ALLIED	157,835	70,201	3,357	-	-	231,393
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>226,870</b>	<b>238,140</b>	<b>65,469</b>	<b>-</b>	<b>-</b>	<b>530,479</b>
<b>PRIOR 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>ALAE &amp; ULAE LOSS EXPENSES INCURRED</b>						
FIRE	47,928	77,584	12,896	(825)	(8,891)	128,692
ALLIED	217,488	116,939	21,885	(33,476)	(4,063)	318,773
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>\$265,416</b>	<b>\$194,523</b>	<b>\$34,781</b>	<b>(\$34,301)</b>	<b>(\$12,954)</b>	<b>\$447,465</b>

# NEW JERSEY INSURANCE UNDERWRITING ASSOCIATION

## STATISTICAL REPORT ON LOSS EXPENSES (INCLUDES ALLOCATED AND UNALLOCATED LOSS EXPENSES) YTD PERIOD ENDING SEPTEMBER 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	\$70,702	\$417,642	\$37,165	-	-	\$525,509
ALLIED	98,315	246,727	39,497	-	-	384,539
CRIME	-	450	-	-	-	450
<b>TOTAL</b>	<b>169,017</b>	<b>664,819</b>	<b>76,662</b>	<b>-</b>	<b>-</b>	<b>910,498</b>
<b>CURRENT LOSS EXPENSE RESERVES @ 09-30-11</b>						
FIRE	69,035	167,939	62,112	-	-	299,086
ALLIED	157,835	70,201	3,357	-	-	231,393
CRIME	-	-	-	-	-	-
<b>TOTAL</b>	<b>226,870</b>	<b>238,140</b>	<b>65,469</b>	<b>-</b>	<b>-</b>	<b>530,479</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	139,737	374,680	14,195	-	(7,347)	521,265
ALLIED	256,150	271,517	8,408	(28,749)	(14,809)	492,517
CRIME	-	450	-	-	-	450
<b>TOTAL</b>	<b>\$395,887</b>	<b>\$646,647</b>	<b>\$22,603</b>	<b>(\$28,749)</b>	<b>(\$22,156)</b>	<b>\$1,014,232</b>