

ALABAMA INSURANCE UNDERWRITING ASSOCIATION

STATUTORY FINANCIAL STATEMENTS

APRIL 30, 2011

ALABAMA INSURANCE UNDERWRITING ASSOCIATION

STATUTORY FINANCIAL STATEMENTS

APRIL 30, 2011

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September 6, 2011

ACCOUNTANT'S COMPILATION REPORT

Alabama Insurance Underwriting Association
315 E. Laurel Ave., Ste. 216D
Foley, AL 36535

We have compiled the accompanying statutory statement of admitted assets, liabilities and surplus of Alabama Insurance Underwriting Association as of April 30, 2011, and the related accompanying statutory statement of operations and changes in surplus for the six months then ended, and the accompanying supplementary information, which is presented only for supplementary analysis purposes. The financial statements have been prepared in conformity with statutory accounting practices prescribed or permitted by the National Association of Insurance Commissioners (NAIC) and the Insurance Department of the State of Alabama, which is a comprehensive basis of accounting other than generally accepted accounting principles. We have not audited or reviewed the accompanying financial statements and supplementary schedules and, accordingly, do not express an opinion or provide any assurance about whether the financial statements and supplementary schedules are in accordance with statutory accounting practices prescribed or permitted by the National Association of Insurance Commissioners (NAIC) and the Insurance Department of the State of Alabama.

Management is responsible for the preparation and fair presentation of the financial statements and supplementary schedules in accordance with statutory accounting practices prescribed or permitted by the National Association of Insurance Commissioners (NAIC) and the Insurance Department of the State of Alabama, and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements and supplementary schedules.

Our responsibility is to conduct the compilation in accordance with *Statements on Standards for Accounting and Review Services* issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements and supplementary schedules without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements and supplementary schedules.

Management has elected to omit substantially all of the disclosures and the statement of cash flows ordinarily included in financial statements prepared in accordance with the statutory accounting practices. If the omitted disclosures and statement of cash flows were included in the financial statements, they might influence the user's conclusions about the assets, liabilities, equity, revenues, and expenses and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

The accompanying financial statements do not include a provision or liability for federal income taxes because the members are taxed individually on their share of Association earnings.

We are not independent with respect to Alabama Insurance Underwriting Association because we performed certain accounting services that impaired our independence.

O'Sullivan Creel, LLP

Certified Public Accountants

ALABAMA INSURANCE UNDERWRITING ASSOCIATION
STATUTORY STATEMENT OF ADMITTED ASSETS, LIABILITIES AND SURPLUS
As of April 30, 2011

EXHIBIT 1

Description	Ledger Assets	Assets Not Admitted	Admitted Assets
<u>ASSETS</u>			
Cash	\$ 49,903,249	\$ -	\$ 49,903,249
Accounts receivable	3,709	3,709	-
Interest accrued	316		316
Furniture and equipment - net of depreciation	92,758	92,758	-
Data processing equipment - net of depreciation	44,779		44,779
Programming - net of amortization	139,327	139,327	-
Prepaid reinsurance	3,879,366		3,879,366
Section 444 Deposit (I.R.S.)	245,773		245,773
Intangible Pension Asset	21,402		21,402
Total Assets	<u>54,330,680</u>	<u>235,794</u>	<u>54,094,885</u>
<u>LIABILITIES AND SURPLUS</u>			
Reserves for:			
Unpaid losses (include IBNR)			1,059,767
Unpaid loss adjustment expenses			105,977
Unearned premiums			20,669,715
Premium taxes			437,812
Total Reserves			<u>22,273,271</u>
Payables for:			
Operating expenses and other accounts payable			405,341
Amounts withheld for A/C of others			36,546
Premiums received in advance			2,949,765
Total Payables			<u>3,391,652</u>
Surplus			<u>28,429,962</u>
Total Liabilities and Surplus			<u>\$ 54,094,885</u>

ALABAMA INSURANCE UNDERWRITING ASSOCIATION
STATUTORY STATEMENT OF OPERATIONS AND SURPLUS
Quarter Ended April 30, 2011

EXHIBIT 2

DESCRIPTION	Quarter 02/01/2011 - 04/30/2011	Year-To-Date 11/01/2010 - 04/30/2011
UNDERWRITING INCOME:		
Premiums Earned	\$ 5,066,833	\$ 10,316,211
DEDUCTIONS:		
Losses incurred	160,722	335,318
Loss expenses incurred	26,391	71,176
Operating expenses incurred	1,828,452	3,369,154
Total deductions	<u>2,015,565</u>	<u>3,775,648</u>
Net Underwriting Gain or (Loss)	<u>3,051,268</u>	<u>6,540,563</u>
OTHER INCOME (EXPENSE):		
Net investment income	6,316	22,327
Realized Gains (Losses)	-	-
Other Income	1,103	1,072
Service fees	144,710	251,810
Gain (loss) on sale of non admitted asset	1,642	-
Total other income (expense)	<u>153,771</u>	<u>275,209</u>
Net Income or (Loss)	<u>\$ 3,205,039</u>	<u>\$ 6,815,772</u>
SURPLUS ACCOUNT:		
Surplus (prior period)	25,208,589	21,603,106
Net income or (loss)	3,205,039	6,815,772
Change in assets not admitted	16,334	11,084
Assessments or (distributions)	-	-
Net change in surplus	<u>3,221,373</u>	<u>6,826,856</u>
Surplus (current period)	<u>\$ 28,429,962</u>	<u>\$ 28,429,962</u>

See Accountant's Compilation Report

SUPPLEMENTARY INFORMATION

ALABAMA INSURANCE UNDERWRITING ASSOCIATION

SURPLUS

Quarter Ended April 30, 2011

EXHIBIT 3A

Description	Quarter 02/01/2011 - 04/30/2011									Year-to-Date 11/01/2010 - 04/30/2011								
	Policy Year									Policy Year								
	2011	2010	2009	2008	2007	2006	2005	2004	Total	2011	2010	2009	2008	2007	2006	2005	2004	Total
INCOME RECEIVED:																		
Premiums Written	\$ 10,491,291	\$ (105,157)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,386,134	\$ 18,477,023	\$ (493,175)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 17,983,848
Reinsurance Premium Ceded	(4,458,273)	-	-	-	-	-	-	-	(4,458,273)	(8,916,546)	-	-	-	-	-	-	-	(8,916,546)
Net Premiums Written	6,033,018	(105,157)	-	-	-	-	-	-	5,927,861	9,560,477	(493,175)	-	-	-	-	-	-	9,067,302
Interest Received	7,265	-	-	-	-	-	-	-	7,265	22,011	1,898	-	-	-	-	-	-	23,909
Realized Gains	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Income	1,103	-	-	-	-	-	-	-	1,103	1,072	-	-	-	-	-	-	-	1,072
Service Fees	144,710	-	-	-	-	-	-	-	144,710	251,810	-	-	-	-	-	-	-	251,810
Gain (loss) on sale of non admitted asset	1,642	-	-	-	-	-	-	-	1,642	-	-	-	-	-	-	-	-	-
Total Income	6,187,738	(105,157)	-	-	-	-	-	-	6,082,581	9,835,370	(491,277)	-	-	-	-	-	-	9,344,093
EXPENSES PAID:																		
Losses	16,004	167,113	-	-	-	-	-	-	183,117	16,004	396,442	-	-	-	-	-	-	412,446
Loss Adjustment Expenses	4,220	22,432	-	-	-	-	1,979	-	28,631	4,220	37,892	430	-	-	-	32,925	-	75,467
Commissions	788,341	(8,412)	-	-	-	-	-	-	779,929	1,211,846	149,618	-	-	-	-	-	-	1,361,464
Operating Expenses	639,928	-	-	-	-	-	-	-	639,928	1,125,506	189,389	-	-	-	-	-	-	1,314,895
Premium Taxes	-	-	-	-	-	-	-	-	-	191,556	283,531	-	-	-	-	-	-	475,087
Total Expenses Paid	1,448,493	181,133	-	-	-	-	1,979	-	1,631,605	2,549,132	1,056,872	430	-	-	-	32,925	-	3,639,359
Net Cash Change	4,739,245	(286,290)	-	-	-	-	(1,979)	-	4,450,976	7,286,238	(1,548,149)	(430)	-	-	-	(32,925)	-	5,704,734
RESERVES:																		
<i>DEDUCT (CURRENT PERIOD)</i>																		
Unpaid Losses (include IBNR)	383,672	555,895	12,000	-	-	7,200	101,000	-	1,059,767	383,672	555,895	12,000	-	-	7,200	101,000	-	1,059,767
Reins. Recoverable-Unpaid Losses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unpaid Loss Adj. Expenses	38,367	55,590	1,200	-	-	720	10,100	-	105,977	38,367	55,590	1,200	-	-	720	10,100	-	105,977
Operating Expenses	441,887	-	-	-	-	-	-	-	441,887	441,887	-	-	-	-	-	-	-	441,887
Unearned Premiums	14,881,763	5,787,952	-	-	-	-	-	-	20,669,715	14,881,763	5,787,952	-	-	-	-	-	-	20,669,715
Premium Taxes	437,812	-	-	-	-	-	-	-	437,812	437,812	-	-	-	-	-	-	-	437,812
<i>ADD (PRIOR PERIOD)</i>																		
Unpaid Losses (include IBNR)	168,473	790,689	22,000	-	-	-	101,000	-	1,082,162	-	1,078,895	33,000	-	-	-	25,000	-	1,136,895
Reins. Recoverable-Unpaid Losses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unpaid Loss Adj. Expenses	16,848	79,069	2,200	-	-	-	10,100	-	108,217	-	80,918	2,475	-	-	-	1,875	25,000	110,268
Operating Expenses	386,142	-	-	-	-	-	-	-	386,142	-	378,460	-	-	-	-	-	-	378,460
Unearned Premiums	6,990,562	12,818,125	-	-	-	-	-	-	19,808,687	-	21,918,624	-	-	-	-	-	-	21,918,624
Premium Taxes	84,963	-	-	-	-	-	-	-	84,963	-	283,531	-	-	-	-	-	-	283,531
Net Reserve Change	(8,536,513)	7,288,446	11,000	-	-	(7,920)	-	-	(1,244,987)	(16,183,501)	17,340,991	22,275	-	-	(7,920)	(84,225)	25,000	1,112,620
OTHER CHANGES:																		
<i>DEDUCT (PRIOR PERIOD)</i>																		
Interest Accrued	1,266	-	-	-	-	-	-	-	1,266	-	1,898	-	-	-	-	-	-	1,898
Assets Not Admitted	(252,128)	-	-	-	-	-	-	-	(252,128)	-	(246,878)	-	-	-	-	-	-	(246,878)
<i>ADD (CURRENT PERIOD)</i>																		
Interest Accrued	316	-	-	-	-	-	-	-	316	316	-	-	-	-	-	-	-	316
Assets Not Admitted	(235,794)	-	-	-	-	-	-	-	(235,794)	(235,794)	-	-	-	-	-	-	-	(235,794)
Net Other Changes	15,384	-	-	-	-	-	-	-	15,384	(235,478)	244,980	-	-	-	-	-	-	9,502
Assessments or (Distributions)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in Retained Surplus	(6,377)	-	(6,600)	-	-	-	-	-	(12,977)	(6,377)	-	(13,107)	-	-	-	-	-	(19,484)
Change in Members' Surplus	\$ (3,788,261)	\$ 7,002,156	\$ 4,400	\$ -	\$ -	\$ (7,920)	\$ (1,979)	\$ -	\$ 3,208,396	\$ (9,139,118)	\$ 16,037,822	\$ 8,738	\$ -	\$ -	\$ (7,920)	\$ (117,150)	\$ 25,000	\$ 6,807,372

See Accountant's Compilation Report

ALABAMA INSURANCE UNDERWRITING ASSOCIATION**SURPLUS FOR UNSETTLED YEARS**

Inception to Quarter Ended April 30, 2011

Exhibit 3B

Description	Policy Year									Total
	2011	2010	2009	2008	2007	2006	2005	2004		
INCOME RECEIVED:										
Premiums Written	\$ 18,477,023	\$ 37,577,121	\$ 29,434,815	\$ 24,452,221	\$ 23,456,599	\$ 17,328,303	\$ 6,309,269	\$ 5,411,236	\$ 162,446,587	
Reinsurance Premiums Ceded	(8,916,546)	(17,700,790)	(16,106,473)	(14,994,792)	(10,799,284)	(4,500,230)	(1,882,296)	(2,051,362)	(76,951,773)	
Net Premiums Written	9,560,477	19,876,331	13,328,342	9,457,429	12,657,315	12,828,073	4,426,973	3,359,874	85,494,814	
Interest Received	22,011	21,405	109,245	486,548	677,305	307,607	212,181	223,321	2,059,623	
Realized Gains	-	-	-	-	-	-	(86)	(31,218)	(31,304)	
Other Income	1,072	153	982	3,391	3,670	40	4,403	78	13,789	
Service Fees	251,810	497,585	392,596	269,337	187,836	175,703	29,034	13,920	1,817,821	
Gain (loss) on sale of non admitted asset	-	-	-	100	623	(203)	-	-	520	
Total Income	9,835,370	20,395,474	13,831,165	10,216,805	13,526,749	13,311,220	4,672,505	3,565,975	89,355,263	
EXPENSES PAID:										
Losses	16,004	823,108	166,949	872,086	512,315	930,913	12,292,114	18,506,292	34,119,781	
Loss Adjustment Expenses	4,220	79,593	58,182	21,099	14,945	17,029	1,270,423	1,641,018	3,106,509	
Commissions	1,211,846	3,001,326	2,351,557	1,961,534	2,235,084	1,744,247	630,929	540,534	13,677,057	
Operating Expenses	1,125,506	2,300,018	2,013,301	1,753,057	1,450,948	1,036,093	998,911	642,359	11,320,193	
Premium Taxes	191,556	1,350,035	1,028,777	855,726	848,275	624,158	176,320	199,338	5,274,185	
Total Expenses Paid	2,549,132	7,554,080	5,618,766	5,463,502	5,061,567	4,352,440	15,368,697	21,529,541	67,497,725	
Net Cash Change	7,286,238	12,841,394	8,212,399	4,753,303	8,465,182	8,958,780	(10,696,192)	(17,963,566)	21,857,538	
RESERVES:										
DEDUCT (CURRENT PERIOD)										
Unpaid Losses (include IBNR)	383,672	555,895	12,000	-	-	7,200	101,000	-	1,059,767	
Reins. Recoverable-Unpaid Losses	-	-	-	-	-	-	-	-	-	
Unpaid Loss Adjustment Expenses	38,367	55,590	1,200	-	-	720	10,100	-	105,977	
Operating Expenses	441,887	-	-	-	-	-	-	-	441,887	
Unearned Premiums	14,881,763	5,787,952	-	-	-	-	-	-	20,669,715	
Premium Taxes	437,812	-	-	-	-	-	-	-	437,812	
Total Reserves	16,183,501	6,399,437	13,200	-	-	7,920	111,100	-	22,715,158	
OTHER CHANGES:										
ADD										
Interest Accrued	316	-	-	-	-	-	-	-	316	
Assets Not Admitted	(235,794)	-	-	-	-	-	-	-	(235,794)	
Total Other Changes	(235,478)	-	-	-	-	-	-	-	(235,478)	
Assessments or (Distributions)	-	-	-	-	-	-	10,000,000	19,523,060	29,523,060	
Total Surplus	(9,132,741)	6,441,957	8,199,199	4,753,303	8,465,182	8,950,860	(807,292)	1,559,494	28,429,962	
Retained Surplus	(6,377)	-	(4,919,519)	-	-	-	-	-	(4,925,896)	
Members' Surplus	\$ (9,139,118)	\$ 6,441,957	\$ 3,279,680	\$ 4,753,303	\$ 8,465,182	\$ 8,950,860	\$ (807,292)	\$ 1,559,494	\$ 23,504,066	

See Accountant's Compilation Report

ALABAMA INSURANCE UNDERWRITING ASSOCIATION
STATISTICAL REPORT OF PREMIUMS
Quarter Ended April 30, 2011

EXHIBIT 4A

Description	Quarter 02/01/2011 - 04/30/2011									Year-to-Date 11/01/2010 - 04/30/2011								
	Policy Year									Policy Year								
	2011	2010	2009	2008	2007	2006	2005	2004	Total	2011	2010	2009	2008	2007	2006	2005	2004	Total
WRITTEN:																		
Fire	\$ 483,254	\$ (5,978)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 477,276	\$ 866,468	\$ (29,972)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 836,496
E.C. & VMM	10,008,037	(99,179)	-	-	-	-	-	-	9,908,858	17,610,555	(463,203)	-	-	-	-	-	-	17,147,352
Reinsurance Premium																		
Ceded E.C.	(4,458,273)	-	-	-	-	-	-	-	(4,458,273)	(8,916,546)	-	-	-	-	-	-	-	(8,916,546)
Total	6,033,018	(105,157)	-	-	-	-	-	-	5,927,861	9,560,477	(493,175)	-	-	-	-	-	-	9,067,302
UNEARNED PREMIUMS:																		
(PRIOR PERIOD)																		
Fire	335,453	627,581	-	-	-	-	-	-	963,034	-	1,096,102	-	-	-	-	-	-	1,096,102
E.C. & VMM	6,655,109	12,190,544	-	-	-	-	-	-	18,845,653	-	20,822,522	-	-	-	-	-	-	20,822,522
Reinsurance																		
Unearned Ceded E.C.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	6,990,562	12,818,125	-	-	-	-	-	-	19,808,687	-	21,918,624	-	-	-	-	-	-	21,918,624
UNEARNED PREMIUMS:																		
PERIOD)																		
Fire	697,761	276,024	-	-	-	-	-	-	973,785	697,761	276,024	-	-	-	-	-	-	973,785
E.C. & VMM	14,184,002	5,511,928	-	-	-	-	-	-	19,695,930	14,184,002	5,511,928	-	-	-	-	-	-	19,695,930
Reinsurance																		
Unearned Ceded E.C.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	14,881,763	5,787,952	-	-	-	-	-	-	20,669,715	14,881,763	5,787,952	-	-	-	-	-	-	20,669,715
EARNED PREMIUMS:																		
Fire	120,946	345,579	-	-	-	-	-	-	466,525	168,707	790,106	-	-	-	-	-	-	958,813
E.C. & VMM	2,479,144	6,579,437	-	-	-	-	-	-	9,058,581	3,426,553	14,847,391	-	-	-	-	-	-	18,273,944
Reinsurance Earned																		
Ceded E.C.	(4,458,273)	-	-	-	-	-	-	-	(4,458,273)	(8,916,546)	-	-	-	-	-	-	-	(8,916,546)
Total	\$(1,858,183)	\$ 6,925,016	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,066,833	\$ (5,321,286)	\$ 15,637,497	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,316,211

See Accountant's Compilation Report

ALABAMA INSURANCE UNDERWRITING ASSOCIATION
STATISTICAL REPORT OF LOSSES
Quarter Ended April 30, 2011

EXHIBIT 4B

Description	Quarter 02/01/2011 - 04/30/2011									Year-to-Date 11/01/2010 - 04/30/2011								
	Policy Year									Policy Year								
	2011	2010	2009	2008	2007	2006	2005	2004	Total	2011	2010	2009	2008	2007	2006	2005	2004	Total
PAID LOSSES:																		
Fire	\$ -	\$ 39,506	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 39,506	\$ -	\$ 248,870	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 248,870
E.C. & VMM	16,004	127,607	-	-	-	-	-	-	143,611	16,004	147,572	-	-	-	-	-	-	163,576
Reinsurance Recovery E.C.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	16,004	167,113	-	-	-	-	-	-	183,117	16,004	396,442	-	-	-	-	-	-	412,446
OUTSTANDING LOSSES (CURRENT PERIOD)*																		
Fire	18,029	23,802	-	-	-	-	-	-	41,831	18,029	23,802	-	-	-	-	-	-	41,831
E.C. & VMM	365,643	532,093	12,000	-	-	7,200	101,000	-	1,017,936	365,643	532,093	12,000	-	-	7,200	101,000	-	1,017,936
Reinsurance Recoverable E.C.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	383,672	555,895	12,000	-	-	7,200	101,000	-	1,059,767	383,672	555,895	12,000	-	-	7,200	101,000	-	1,059,767
OUTSTANDING LOSSES (PRIOR PERIOD)*																		
Fire	7,725	110,166	10,000	-	-	-	-	-	127,891	-	264,693	21,000	-	-	-	-	-	285,693
E.C. & VMM	160,748	680,523	12,000	-	-	-	101,000	-	954,271	-	814,202	12,000	-	-	-	25,000	-	851,202
Reinsurance Recoverable E.C.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	168,473	790,689	22,000	-	-	-	101,000	-	1,082,162	-	1,078,895	33,000	-	-	-	25,000	-	1,136,895
INCURRED LOSSES:																		
Fire	10,304	(46,858)	(10,000)	-	-	-	-	-	(46,554)	18,029	7,979	(21,000)	-	-	-	-	-	5,008
E.C. & VMM	220,899	(20,823)	-	-	-	7,200	-	-	207,276	381,647	(134,537)	-	-	-	7,200	76,000	-	330,310
Total	231,203	(67,681)	(10,000)	-	-	7,200	-	-	160,722	399,676	(126,558)	(21,000)	-	-	7,200	76,000	-	335,318
IBNR (CURRENT PERIOD)																		
Fire	18,029	23,802	-	-	-	-	-	-	41,831	18,029	23,802	-	-	-	-	-	-	41,831
E.C. & VMM	365,143	463,608	-	-	-	-	-	-	828,751	365,143	463,608	-	-	-	-	-	-	828,751
Total	383,172	487,410	-	-	-	-	-	-	870,582	383,172	487,410	-	-	-	-	-	-	870,582
IBNR (PRIOR PERIOD)																		
Fire	7,725	33,176	-	-	-	-	-	-	40,901	-	40,193	-	-	-	-	-	-	40,193
E.C. & VMM	153,488	618,963	-	-	-	-	-	-	772,451	-	729,182	-	-	-	-	-	-	729,182
Total	\$ 161,213	\$ 652,139	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 813,352	\$ -	\$ 769,375	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 769,375

*Includes IBNR

ALABAMA INSURANCE UNDERWRITING ASSOCIATION
STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES
Quarter Ended April 30, 2011

EXHIBIT 4C

Description	Quarter 02/01/2011 - 04/30/2011									Year-to-Date 11/01/2010 - 04/30/2011								
	Policy Year									Policy Year								
	2011	2010	2009	2008	2007	2006	2005	2004	Total	2011	2010	2009	2008	2007	2006	2005	2004	Total
LOSS EXPENSES PAID:																		
Fire	\$ 902	\$ 4,340	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,242	\$ 902	\$ 8,862	\$ 18	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,782
E.C. & VMM	3,318	18,092	-	-	-	-	1,979	-	23,389	3,318	29,030	412	-	-	-	32,925	-	65,685
Reinsurance Recovery E.C.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	4,220	22,432	-	-	-	-	1,979	-	28,631	4,220	37,892	430	-	-	-	32,925	-	75,467
UNPAID LOSS EXPENSES (CURRENT PERIOD)*																		
Fire	1,803	2,380	-	-	-	-	-	-	4,183	1,803	2,380	-	-	-	-	-	-	4,183
E.C. & VMM	36,564	53,210	1,200	-	-	720	10,100	-	101,794	36,564	53,210	1,200	-	-	720	10,100	-	101,794
Reinsurance Recoverable E.C.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	38,367	55,590	1,200	-	-	720	10,100	-	105,977	38,367	55,590	1,200	-	-	720	10,100	-	105,977
UNPAID LOSS EXPENSES (PRIOR PERIOD)*																		
Fire	773	11,017	1,000	-	-	-	-	-	12,790	-	19,852	1,575	-	-	-	-	-	21,427
E.C. & VMM	16,075	68,052	1,200	-	-	-	10,100	-	95,427	-	61,066	900	-	-	-	1,875	25,000	88,841
Reinsurance Recoverable E.C.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	16,848	79,069	2,200	-	-	-	10,100	-	108,217	-	80,918	2,475	-	-	-	1,875	25,000	110,268
INCURRED LOSS EXPENSES:																		
Fire	1,932	(4,297)	(1,000)	-	-	-	-	-	(3,365)	2,705	(8,610)	(1,557)	-	-	-	-	-	(7,462)
E.C. & VMM	23,807	3,250	-	-	-	720	1,979	-	29,756	39,882	21,174	712	-	-	720	41,150	(25,000)	78,638
Total	\$ 25,739	\$ (1,047)	\$ (1,000)	\$ -	\$ -	\$ 720	\$ 1,979	\$ -	\$ 26,391	\$ 42,587	\$ 12,564	\$ (845)	\$ -	\$ -	\$ 720	\$ 41,150	\$ (25,000)	\$ 71,176

*Includes IBNR