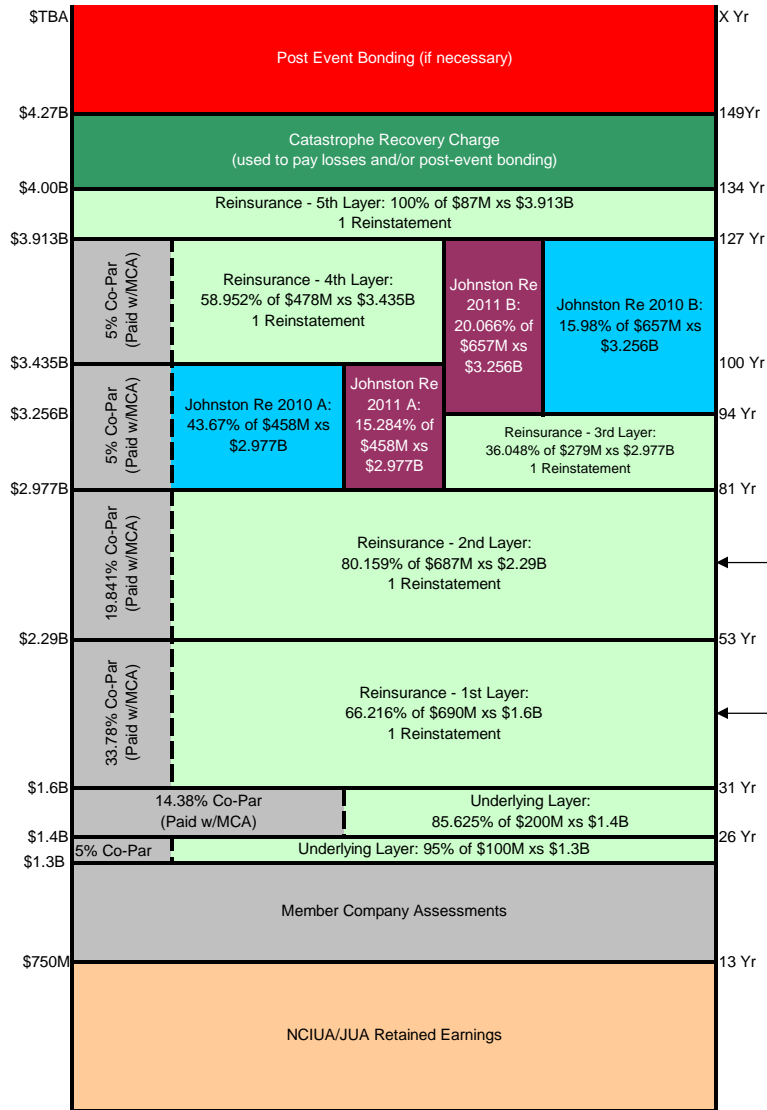
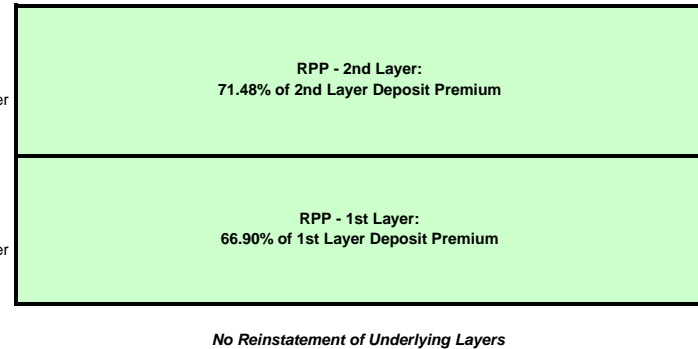


**North Carolina Insurance Underwriting Association
North Carolina Joint Underwriting Association
Risk Financing Program Effective May 1, 2011**

2011 Risk Financing Structure



Risk Financing Capacity	
Traditional	\$ 1,743,194,380
Capital Markets	\$ 506,835,000
Total Reinsurance	\$ 2,250,029,380
Assessments	\$ 550,000,000
Layer Participation	\$ 449,970,620
Total Assessment	\$ 999,970,620
Retained Earnings	\$ 750,000,000
Total Program	\$ 4,000,000,000



Notes:

1. PMLs are based on projected TIV at 9/30/11 and a blend of short term and long term RMS v9 and AIR v12.
2. Member Company Assessments capped at \$1B.
3. Structure assumes \$270M of Catastrophe Recovery Charges are available to pay for losses and/or post-event bonding.