



# NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION

Statutory Financial Statements  
September 30, 2015

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## **Financial Statements**

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NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION  
COASTAL PROPERTY INSURANCE POOL  
BALANCE SHEET  
AS OF SEPTEMBER 30, 2015

|                                  | LEDGER<br>ASSETS | NON-LEDGER<br>ASSETS | ASSETS NOT<br>ADMITTED | ADMITTED<br>ASSETS |
|----------------------------------|------------------|----------------------|------------------------|--------------------|
| <b>ASSETS</b>                    |                  |                      |                        |                    |
| CASH                             | 75,723,574       | 0                    | 0                      | 75,723,574         |
| CASH EQUIVALENTS                 | 203,959,928      | 0                    | 0                      | 203,959,928        |
| INVESTMENTS                      | 1,044,436,450    | 0                    | 0                      | 1,044,436,450      |
| INTEREST INCOME DUE OR ACCRUED   | 6,562,077        | 0                    | 0                      | 6,562,077          |
| FIXED ASSETS                     | 358,007          | 0                    | (358,007)              | 0                  |
| DATA PROCESSING EQUIPMENT        | 323,126          | 0                    | (71,307)               | 251,819            |
| ACCOUNTS RECEIVABLE - OTHER      | 27,918,146       | 0                    | 0                      | 27,918,146         |
| PREPAID EXPENSE                  | 3,768,778        | 0                    | (3,768,778)            | 0                  |
| TOTAL ASSETS                     | 1,363,050,086    | 0                    | (4,198,092)            | 1,358,851,994      |
| <b>LIABILITIES &amp; SURPLUS</b> |                  |                      |                        |                    |
| <b>LIABILITIES</b>               |                  |                      |                        |                    |
| ACCOUNTS PAYABLE                 |                  |                      |                        | 121,491            |
| ACCOUNTS PAYABLE - FAIR          |                  |                      |                        | 76,929             |
| BENEFIT PAYABLE                  |                  |                      |                        | 2,650              |
| PREMIUM SUSPENSE                 |                  |                      |                        | 933,231            |
| PREMIUM REFUND                   |                  |                      |                        | 62,822             |
| COMMISSION PAYABLE               |                  |                      |                        | 4,536,503          |
| ACCRUAL-PREMIUM TAX              |                  |                      |                        | 1,049,076          |
| ACCRUAL-POST RETIREMENT          |                  |                      |                        | 3,534,106          |
| ACCRUAL-PENSION                  |                  |                      |                        | 1,583,388          |
| ACCRUAL-RENT                     |                  |                      |                        | 326,868            |
| CLAIMS PAYABLE                   |                  |                      |                        | 87,785             |
| PREPAID PREMIUMS                 |                  |                      |                        | 12,468,004         |
| UNCLAIMED CHECKS                 |                  |                      |                        | 2,077,518          |
| TOTAL LIABILITIES                |                  |                      |                        | 26,860,371         |
| <b>RESERVES FOR</b>              |                  |                      |                        |                    |
| UNPAID LOSSES (INCL. IBNR)       |                  |                      |                        | 8,274,427          |
| UNPAID LAE RESERVES              |                  |                      |                        | 961,922            |
| UNEARNED PREMIUMS                |                  |                      |                        | 208,994,004        |
| TOTAL RESERVES                   |                  |                      |                        | 218,230,353        |
| SURPLUS                          |                  |                      |                        | 1,113,761,270      |
| TOTAL LIABILITIES & SURPLUS      |                  |                      |                        | 1,358,851,994      |

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION  
COASTAL PROPERTY INSURANCE POOL  
INCOME STATEMENT AND SURPLUS ACCOUNT  
FOR THE PERIOD ENDED SEPTEMBER 30, 2015

|                                 | QUARTER TO<br>DATE | YEAR TO<br>TO DATE |
|---------------------------------|--------------------|--------------------|
| <b>UNDERWRITING INCOME</b>      |                    |                    |
| PREMIUMS EARNED                 | 99,349,957         | 300,169,157        |
| CEDED REINSURANCE PREMIUMS      | 29,069,736         | 100,318,809        |
| NET PREMIUMS EARNED             | 70,280,221         | 199,850,348        |
| <b>DEDUCTIONS</b>               |                    |                    |
| LOSSES INCURRED                 | 2,954,550          | 13,619,965         |
| LOSS EXPENSE INCURRED           | 1,655,533          | 5,613,598          |
| OPERATING EXPENSE INCURRED      | 14,615,463         | 46,392,440         |
| PREMIUM TAXES                   | 2,826,831          | 8,608,607          |
| TOTAL DEDUCTIONS                | 22,052,377         | 74,234,610         |
| <b>OTHER INCOME</b>             |                    |                    |
| MISCELLANEOUS INCOME            | 103,672            | 300,679            |
| NET UNDERWRITING GAIN OR (LOSS) | 48,331,516         | 125,916,417        |
| <b>INVESTMENT INCOME</b>        |                    |                    |
| INVESTMENT INCOME               | 4,970,194          | 14,126,823         |
| NET INCOME OR (LOSS)            | 53,301,710         | 140,043,240        |
| <b>SURPLUS ACCOUNT</b>          |                    |                    |
| SURPLUS (PRIOR PERIOD)          | 1,060,770,385      | 977,211,165        |
| NET INCOME OR (LOSS)            | 53,301,710         | 140,043,240        |
| CHANGE IN ASSETS NOT ADMITTED   | (310,825)          | (3,493,135)        |
| NET CHANGE IN SURPLUS           | 52,990,885         | 136,550,105        |
| SURPLUS (CURRENT PERIOD)        | 1,113,761,270      | 1,113,761,270      |

The Aggregate Liability for the Association as of September 30, 2015 is \$89,632,285,725.

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION  
COASTAL PROPERTY INSURANCE POOL  
SURPLUS ACCOUNT  
FOR THE PERIOD ENDED SEPTEMBER 30, 2015

|                                 | QUARTER TO DATE     |                    |                  |                      |                |                |          |                   |
|---------------------------------|---------------------|--------------------|------------------|----------------------|----------------|----------------|----------|-------------------|
|                                 | 2015                | 2014               | 2013             | 2012 SP <sup>1</sup> | 2012           | 2011           | 2010     | TOTAL             |
| <b>INCOME RECEIVED</b>          |                     |                    |                  |                      |                |                |          |                   |
| PREMIUMS WRITTEN                | 101,880,231         | (841,621)          | 0                | 0                    | 0              | 0              | 0        | 101,038,610       |
| CEDED REINSURANCE               | (29,069,736)        | 0                  | 0                | 0                    | 0              | 0              | 0        | (29,069,736)      |
| INTEREST RECEIVED               | 4,970,194           | 0                  | 0                | 0                    | 0              | 0              | 0        | 4,970,194         |
| MISCELLANEOUS INCOME            | 103,672             | 0                  | 0                | 0                    | 0              | 0              | 0        | 103,672           |
| <b>TOTAL INCOME</b>             | <b>77,884,361</b>   | <b>(841,621)</b>   | <b>0</b>         | <b>0</b>             | <b>0</b>       | <b>0</b>       | <b>0</b> | <b>77,042,740</b> |
| <b>EXPENSES PAID</b>            |                     |                    |                  |                      |                |                |          |                   |
| LOSSES                          | 1,760,085           | 2,478,821          | 120,603          | 0                    | 0              | 0              | 0        | 4,359,509         |
| LOSS ADJUSTMENT EXPENSES        | 1,659,959           | 171,056            | 18,379           | 212                  | 1,434          | 7,877          | 0        | 1,858,917         |
| COMMISSION                      | 12,714,872          | (109,411)          | 0                | 0                    | 0              | 0              | 0        | 12,605,461        |
| PREMIUM TAX                     | 2,826,831           | 0                  | 0                | 0                    | 0              | 0              | 0        | 2,826,831         |
| ADMINISTRATIVE EXPENSES         | 2,010,002           | 0                  | 0                | 0                    | 0              | 0              | 0        | 2,010,002         |
| <b>TOTAL EXPENSES PAID</b>      | <b>20,971,749</b>   | <b>2,540,466</b>   | <b>138,982</b>   | <b>212</b>           | <b>1,434</b>   | <b>7,877</b>   | <b>0</b> | <b>23,660,720</b> |
| <b>NET CASH CHANGE</b>          | <b>56,912,612</b>   | <b>(3,382,087)</b> | <b>(138,982)</b> | <b>(212)</b>         | <b>(1,434)</b> | <b>(7,877)</b> | <b>0</b> | <b>53,382,020</b> |
| <b>RESERVES:</b>                |                     |                    |                  |                      |                |                |          |                   |
| <b>DEDUCT: (CURRENT PERIOD)</b> |                     |                    |                  |                      |                |                |          |                   |
| LOSSES (INCL. IBNR.)            | 3,882,919           | 1,058,277          | 304,855          | 0                    | 25,000         | 3,003,376      | 0        | 8,274,427         |
| LOSS ADJUSTMENT EXPENSES        | 484,546             | 174,053            | 51,302           | 0                    | 4,178          | 247,843        | 0        | 961,922           |
| UNEARNED PREMIUMS               | 198,552,132         | 10,441,872         | 0                | 0                    | 0              | 0              | 0        | 208,994,004       |
| <b>ADD: (PRIOR PERIOD)</b>      |                     |                    |                  |                      |                |                |          |                   |
| LOSSES (INCL. IBNR)             | 4,172,074           | 2,154,703          | 301,896          | 0                    | 47,336         | 3,003,377      | 0        | 9,679,386         |
| LOSS ADJUSTMENT EXPENSES        | 517,277             | 342,603            | 50,383           | 0                    | 7,565          | 247,478        | 0        | 1,165,306         |
| UNEARNED PREMIUMS               | 162,673,719         | 44,631,632         | 0                | 0                    | 0              | 0              | 0        | 207,305,351       |
| <b>NET RESERVE CHANGE</b>       | <b>(35,556,527)</b> | <b>35,454,736</b>  | <b>(3,878)</b>   | <b>0</b>             | <b>25,723</b>  | <b>(364)</b>   | <b>0</b> | <b>(80,310)</b>   |
| <b>NET OTHER CHANGES</b>        |                     |                    |                  |                      |                |                |          |                   |
| ASSETS NOT ADMITTED             | (310,825)           | 0                  | 0                | 0                    | 0              | 0              | 0        | (310,825)         |
| <b>TOTAL NET OTHER CHANGES</b>  | <b>(310,825)</b>    | <b>0</b>           | <b>0</b>         | <b>0</b>             | <b>0</b>       | <b>0</b>       | <b>0</b> | <b>(310,825)</b>  |
| <b>CHANGE IN SURPLUS</b>        | <b>21,045,260</b>   | <b>32,072,649</b>  | <b>(142,860)</b> | <b>(212)</b>         | <b>24,289</b>  | <b>(8,241)</b> | <b>0</b> | <b>52,990,885</b> |

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION  
COASTAL PROPERTY INSURANCE POOL  
SURPLUS ACCOUNT  
FOR THE PERIOD ENDED SEPTEMBER 30, 2015

|                                 | YEAR TO DATE         |                     |                    |                      |                 |                 |                 |                    |
|---------------------------------|----------------------|---------------------|--------------------|----------------------|-----------------|-----------------|-----------------|--------------------|
|                                 | 2015                 | 2014                | 2013               | 2012 SP <sup>1</sup> | 2012            | 2011            | 2010            | TOTAL              |
| <b>INCOME RECEIVED</b>          |                      |                     |                    |                      |                 |                 |                 |                    |
| PREMIUMS WRITTEN                | 313,008,903          | (5,311,266)         | 0                  | 0                    | 0               | 0               | 0               | 307,697,637        |
| CEDED REINSURANCE               | (51,830,205)         | (48,488,604)        | 0                  | 0                    | 0               | 0               | 0               | (100,318,809)      |
| INTEREST RECEIVED               | 14,126,823           | 0                   | 0                  | 0                    | 0               | 0               | 0               | 14,126,823         |
| MISCELLANEOUS INCOME            | 300,679              | 0                   | 0                  | 0                    | 0               | 0               | 0               | 300,679            |
| <b>TOTAL INCOME</b>             | <b>275,606,200</b>   | <b>(53,799,870)</b> | <b>0</b>           | <b>0</b>             | <b>0</b>        | <b>0</b>        | <b>0</b>        | <b>221,806,330</b> |
| <b>EXPENSES PAID</b>            |                      |                     |                    |                      |                 |                 |                 |                    |
| LOSSES                          | 2,554,490            | 8,440,175           | 1,785,602          | 15,608               | 43,648          | 18,004          | (38,333)        | 12,819,194         |
| LOSS ADJUSTMENT EXPENSES        | 4,876,186            | 622,689             | 131,985            | 850                  | 9,978           | 17,021          | 1,512           | 5,660,221          |
| COMMISSION                      | 40,942,302           | (690,465)           | 0                  | 0                    | 0               | 0               | 0               | 40,251,837         |
| PREMIUM TAX                     | 8,608,607            | 0                   | 0                  | 0                    | 0               | 0               | 0               | 8,608,607          |
| ADMINISTRATIVE EXPENSES         | 6,140,603            | 0                   | 0                  | 0                    | 0               | 0               | 0               | 6,140,603          |
| <b>TOTAL EXPENSES PAID</b>      | <b>63,122,188</b>    | <b>8,372,399</b>    | <b>1,917,587</b>   | <b>16,458</b>        | <b>53,626</b>   | <b>35,025</b>   | <b>(36,821)</b> | <b>73,480,462</b>  |
| <b>NET CASH CHANGE</b>          | <b>212,484,012</b>   | <b>(62,172,269)</b> | <b>(1,917,587)</b> | <b>(16,458)</b>      | <b>(53,626)</b> | <b>(35,025)</b> | <b>36,821</b>   | <b>148,325,868</b> |
| <b>RESERVES:</b>                |                      |                     |                    |                      |                 |                 |                 |                    |
| <b>DEDUCT: (CURRENT PERIOD)</b> |                      |                     |                    |                      |                 |                 |                 |                    |
| LOSSES (INCL. IBNR.)            | 3,882,919            | 1,058,277           | 304,855            | 0                    | 25,000          | 3,003,376       | 0               | 8,274,427          |
| LOSS ADJUSTMENT EXPENSES        | 484,546              | 174,053             | 51,302             | 0                    | 4,178           | 247,843         | 0               | 961,922            |
| UNEARNED PREMIUMS               | 198,552,132          | 10,441,872          | 0                  | 0                    | 0               | 0               | 0               | 208,994,004        |
| <b>ADD: (PRIOR PERIOD)</b>      |                      |                     |                    |                      |                 |                 |                 |                    |
| LOSSES (INCL. IBNR)             | 0                    | 2,801,098           | 1,642,346          | 0                    | 20,836          | 3,009,376       | 0               | 7,473,656          |
| LOSS ADJUSTMENT EXPENSES        | 0                    | 573,508             | 183,268            | 0                    | 3,258           | 248,511         | 0               | 1,008,545          |
| UNEARNED PREMIUMS               | 0                    | 201,465,524         | 0                  | 0                    | 0               | 0               | 0               | 201,465,524        |
| <b>NET RESERVE CHANGE</b>       | <b>(202,919,597)</b> | <b>193,165,928</b>  | <b>1,469,457</b>   | <b>0</b>             | <b>(5,084)</b>  | <b>6,668</b>    | <b>0</b>        | <b>(8,282,628)</b> |
| <b>NET OTHER CHANGES</b>        |                      |                     |                    |                      |                 |                 |                 |                    |
| ASSETS NOT ADMITTED             | (3,493,135)          | 0                   | 0                  | 0                    | 0               | 0               | 0               | (3,493,135)        |
| <b>TOTAL NET OTHER CHANGES</b>  | <b>(3,493,135)</b>   | <b>0</b>            | <b>0</b>           | <b>0</b>             | <b>0</b>        | <b>0</b>        | <b>0</b>        | <b>(3,493,135)</b> |
| <b>CHANGE IN SURPLUS</b>        | <b>6,071,280</b>     | <b>130,993,659</b>  | <b>(448,130)</b>   | <b>(16,458)</b>      | <b>(58,710)</b> | <b>(28,357)</b> | <b>36,821</b>   | <b>136,550,105</b> |

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION  
COASTAL PROPERTY INSURANCE POOL  
SURPLUS ACCOUNT FOR OPEN YEARS  
AS OF SEPTEMBER 30, 2015

|                                 | 2015                 |                     |                        |                       | 2014                 |                     |                        |                       |
|---------------------------------|----------------------|---------------------|------------------------|-----------------------|----------------------|---------------------|------------------------|-----------------------|
|                                 | BEACH<br>RESIDENTIAL | BEACH<br>COMMERCIAL | COASTAL<br>RESIDENTIAL | COASTAL<br>COMMERCIAL | BEACH<br>RESIDENTIAL | BEACH<br>COMMERCIAL | COASTAL<br>RESIDENTIAL | COASTAL<br>COMMERCIAL |
| <b>INCOME RECEIVED</b>          |                      |                     |                        |                       |                      |                     |                        |                       |
| PREMIUMS WRITTEN                | 109,813,888          | 18,694,490          | 166,300,283            | 18,200,242            | 141,434,424          | 23,501,724          | 218,201,324            | 22,963,723            |
| CEDED REINSURANCE               | (19,141,181)         | (4,512,119)         | (23,859,142)           | (4,317,763)           | (58,464,604)         | (16,012,789)        | (66,757,628)           | (15,213,553)          |
| INTEREST RECEIVED               | 4,956,157            | 843,726             | 7,505,520              | 821,419               | 5,960,455            | 979,414             | 9,199,146              | 965,333               |
| MISCELLANEOUS INCOME            | 105,488              | 17,958              | 159,749                | 17,483                | 133,426              | 21,924              | 205,925                | 21,609                |
| <b>TOTAL INCOME</b>             | <b>95,734,352</b>    | <b>15,044,055</b>   | <b>150,106,410</b>     | <b>14,721,381</b>     | <b>89,063,701</b>    | <b>8,490,273</b>    | <b>160,848,767</b>     | <b>8,737,112</b>      |
| <b>EXPENSES PAID</b>            |                      |                     |                        |                       |                      |                     |                        |                       |
| LOSSES                          | 1,100,061            | 77,347              | 1,206,429              | 170,653               | 8,729,498            | 1,264,621           | 10,477,574             | 546,158               |
| LOSS ADJUSTMENT EXPENSES        | 1,905,234            | 296,309             | 2,525,137              | 149,506               | 2,279,374            | 416,441             | 4,235,426              | 608,436               |
| COMMISSION                      | 14,376,286           | 2,394,246           | 21,815,905             | 2,355,864             | 18,391,038           | 3,033,693           | 28,371,872             | 3,084,180             |
| PREMIUM TAX                     | 3,020,184            | 514,150             | 4,573,716              | 500,557               | 3,972,070            | 652,685             | 6,130,347              | 643,302               |
| ADMINISTRATIVE EXPENSES         | 2,154,327            | 366,748             | 3,262,476              | 357,052               | 2,983,782            | 490,291             | 4,605,060              | 483,242               |
| <b>TOTAL EXPENSES PAID</b>      | <b>22,556,092</b>    | <b>3,648,800</b>    | <b>33,383,663</b>      | <b>3,533,632</b>      | <b>36,355,762</b>    | <b>5,857,731</b>    | <b>53,820,279</b>      | <b>5,365,318</b>      |
| <b>NET CASH CHANGE</b>          | <b>73,178,260</b>    | <b>11,395,255</b>   | <b>116,722,747</b>     | <b>11,187,749</b>     | <b>52,707,939</b>    | <b>2,632,542</b>    | <b>107,028,488</b>     | <b>3,371,794</b>      |
| <b>RESERVES:</b>                |                      |                     |                        |                       |                      |                     |                        |                       |
| <b>DEDUCT: (CURRENT PERIOD)</b> |                      |                     |                        |                       |                      |                     |                        |                       |
| LOSSES (INCL. IBNR.)            | 1,065,263            | 1,843,004           | 905,191                | 69,461                | 716,433              | 0                   | 321,647                | 20,197                |
| LOSS ADJUSTMENT EXPENSES        | 139,555              | 214,135             | 122,350                | 8,506                 | 123,996              | 0                   | 47,463                 | 2,594                 |
| UNEARNED PREMIUMS               | 69,694,271           | 11,728,096          | 105,758,184            | 11,371,581            | 3,563,937            | 535,290             | 5,801,768              | 540,877               |
| <b>NET RESERVE CHANGE</b>       | <b>70,899,089</b>    | <b>13,785,235</b>   | <b>106,785,725</b>     | <b>11,449,548</b>     | <b>4,404,366</b>     | <b>535,290</b>      | <b>6,170,878</b>       | <b>563,668</b>        |
| <b>NET OTHER CHANGES</b>        |                      |                     |                        |                       |                      |                     |                        |                       |
| ASSETS NOT ADMITTED             | (1,225,507)          | (208,628)           | (1,855,888)            | (203,112)             | (74,739)             | (12,281)            | (115,349)              | (12,104)              |
| MINIMUM PENSION LIABILITY       | 0                    | 0                   | 0                      | 0                     | (478,739)            | (78,666)            | (738,869)              | (77,535)              |
| CHANGE IN UNREALIZED GAIN/LOSS  | 0                    | 0                   | 0                      | 0                     | (73,947)             | (12,151)            | (114,126)              | (11,976)              |
| <b>TOTAL NET OTHER CHANGES</b>  | <b>(1,225,507)</b>   | <b>(208,628)</b>    | <b>(1,855,888)</b>     | <b>(203,112)</b>      | <b>(627,425)</b>     | <b>(103,098)</b>    | <b>(968,344)</b>       | <b>(101,615)</b>      |
| <b>SETTLEMENT ROLL FORWARD</b>  | <b>0</b>             | <b>0</b>            | <b>0</b>               | <b>0</b>              | <b>0</b>             | <b>0</b>            | <b>0</b>               | <b>0</b>              |
| <b>SURPLUS</b>                  | <b>1,053,664</b>     | <b>(2,598,608)</b>  | <b>8,081,134</b>       | <b>(464,911)</b>      | <b>47,676,148</b>    | <b>1,994,154</b>    | <b>99,889,266</b>      | <b>2,706,511</b>      |

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION  
COASTAL PROPERTY INSURANCE POOL  
SURPLUS ACCOUNT FOR OPEN YEARS  
AS OF SEPTEMBER 30, 2015

|                                 | 2013                 |                     |                        |                       | 2012 SP <sup>1</sup> |                     |                        |                       |
|---------------------------------|----------------------|---------------------|------------------------|-----------------------|----------------------|---------------------|------------------------|-----------------------|
|                                 | BEACH<br>RESIDENTIAL | BEACH<br>COMMERCIAL | COASTAL<br>RESIDENTIAL | COASTAL<br>COMMERCIAL | BEACH<br>RESIDENTIAL | BEACH<br>COMMERCIAL | COASTAL<br>RESIDENTIAL | COASTAL<br>COMMERCIAL |
| <b>INCOME RECEIVED</b>          |                      |                     |                        |                       |                      |                     |                        |                       |
| PREMIUMS WRITTEN                | 130,025,240          | 23,661,313          | 208,179,310            | 23,248,639            | 22,928,789           | 4,598,561           | 43,176,425             | 4,511,358             |
| CEDED REINSURANCE               | (69,964,291)         | (18,245,521)        | (81,858,327)           | (17,055,596)          | 0                    | 0                   | 0                      | 0                     |
| INTEREST RECEIVED               | 4,712,755            | 852,152             | 7,548,381              | 831,660               | 903,775              | 174,967             | 1,679,853              | 168,669               |
| MISCELLANEOUS INCOME            | 111,397              | 20,143              | 178,424                | 19,658                | 20,941               | 4,054               | 38,925                 | 3,908                 |
| <b>TOTAL INCOME</b>             | <b>64,885,101</b>    | <b>6,288,087</b>    | <b>134,047,788</b>     | <b>7,044,361</b>      | <b>23,853,505</b>    | <b>4,777,582</b>    | <b>44,895,203</b>      | <b>4,683,935</b>      |
| <b>EXPENSES PAID</b>            |                      |                     |                        |                       |                      |                     |                        |                       |
| LOSSES                          | 6,891,979            | 4,945,323           | 12,431,722             | 1,506,268             | 1,099,987            | 73,337              | 1,169,594              | 38,622                |
| LOSS ADJUSTMENT EXPENSES        | 2,512,544            | 614,072             | 3,562,926              | 688,409               | 170,264              | 19,830              | 204,516                | 32,188                |
| COMMISSION                      | 16,966,581           | 3,002,772           | 27,234,610             | 3,059,143             | 2,850,404            | 579,576             | 5,355,273              | 636,397               |
| PREMIUM TAX                     | 3,647,549            | 659,543             | 5,842,250              | 643,683               | 648,957              | 125,636             | 1,206,220              | 121,113               |
| ADMINISTRATIVE EXPENSES         | 2,723,213            | 492,406             | 4,361,748              | 480,566               | 529,317              | 102,474             | 983,843                | 98,785                |
| <b>TOTAL EXPENSES PAID</b>      | <b>32,741,866</b>    | <b>9,714,116</b>    | <b>53,433,256</b>      | <b>6,378,069</b>      | <b>5,298,929</b>     | <b>900,853</b>      | <b>8,919,446</b>       | <b>927,105</b>        |
| <b>NET CASH CHANGE</b>          | <b>32,143,235</b>    | <b>(3,426,029)</b>  | <b>80,614,532</b>      | <b>666,292</b>        | <b>18,554,576</b>    | <b>3,876,729</b>    | <b>35,975,757</b>      | <b>3,756,830</b>      |
| <b>RESERVES:</b>                |                      |                     |                        |                       |                      |                     |                        |                       |
| <b>DEDUCT: (CURRENT PERIOD)</b> |                      |                     |                        |                       |                      |                     |                        |                       |
| LOSSES (INCL. IBNR.)            | 259,598              | 0                   | 45,257                 | 0                     | 0                    | 0                   | 0                      | 0                     |
| LOSS ADJUSTMENT EXPENSES        | 44,930               | 0                   | 6,372                  | 0                     | 0                    | 0                   | 0                      | 0                     |
| UNEARNED PREMIUMS               | 0                    | 0                   | 0                      | 0                     | 0                    | 0                   | 0                      | 0                     |
| <b>NET RESERVE CHANGE</b>       | <b>304,528</b>       | <b>0</b>            | <b>51,629</b>          | <b>0</b>              | <b>0</b>             | <b>0</b>            | <b>0</b>               | <b>0</b>              |
| <b>NET OTHER CHANGES</b>        |                      |                     |                        |                       |                      |                     |                        |                       |
| ASSETS NOT ADMITTED             | (85,899)             | (15,532)            | (137,582)              | (15,159)              | (9,884)              | (1,914)             | (18,372)               | (1,845)               |
| MINIMUM PENSION LIABILITY       | 192,201              | 34,753              | 307,847                | 33,918                | (18,105)             | (3,505)             | (33,652)               | (3,379)               |
| CHANGE IN UNREALIZED GAIN/LOSS  | 71,714               | 12,967              | 114,864                | 12,655                | 0                    | 0                   | 0                      | 0                     |
| <b>TOTAL NET OTHER CHANGES</b>  | <b>178,016</b>       | <b>32,188</b>       | <b>285,129</b>         | <b>31,414</b>         | <b>(27,989)</b>      | <b>(5,419)</b>      | <b>(52,024)</b>        | <b>(5,224)</b>        |
| <b>SETTLEMENT ROLL FORWARD</b>  | <b>0</b>             | <b>0</b>            | <b>0</b>               | <b>0</b>              | <b>0</b>             | <b>0</b>            | <b>0</b>               | <b>0</b>              |
| <b>SURPLUS</b>                  | <b>32,016,723</b>    | <b>(3,393,841)</b>  | <b>80,848,032</b>      | <b>697,706</b>        | <b>18,526,587</b>    | <b>3,871,310</b>    | <b>35,923,733</b>      | <b>3,751,606</b>      |

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION  
COASTAL PROPERTY INSURANCE POOL  
SURPLUS ACCOUNT FOR OPEN YEARS  
AS OF SEPTEMBER 30, 2015

|                                 | 2012                 |                     |                        |                       | 2011                 |                     |                        |                       |
|---------------------------------|----------------------|---------------------|------------------------|-----------------------|----------------------|---------------------|------------------------|-----------------------|
|                                 | BEACH<br>RESIDENTIAL | BEACH<br>COMMERCIAL | COASTAL<br>RESIDENTIAL | COASTAL<br>COMMERCIAL | BEACH<br>RESIDENTIAL | BEACH<br>COMMERCIAL | COASTAL<br>RESIDENTIAL | COASTAL<br>COMMERCIAL |
| <b>INCOME RECEIVED</b>          |                      |                     |                        |                       |                      |                     |                        |                       |
| PREMIUMS WRITTEN                | 112,249,069          | 24,150,412          | 176,045,072            | 22,619,528            | 103,039,026          | 24,126,886          | 153,939,767            | 21,851,014            |
| CEDED REINSURANCE               | (79,785,070)         | (23,356,957)        | (72,757,551)           | (19,016,068)          | (82,485,979)         | (23,325,090)        | (74,428,231)           | (19,932,342)          |
| INTEREST RECEIVED               | 4,916,808            | 1,059,081           | 7,714,226              | 987,205               | 8,016,572            | 1,865,588           | 12,007,566             | 1,690,484             |
| MISCELLANEOUS INCOME            | 73,072               | 15,739              | 114,644                | 14,671                | 165,522              | 38,519              | 247,925                | 34,904                |
| <b>TOTAL INCOME</b>             | <b>37,453,879</b>    | <b>1,868,275</b>    | <b>111,116,391</b>     | <b>4,605,336</b>      | <b>28,735,141</b>    | <b>2,705,903</b>    | <b>91,767,027</b>      | <b>3,644,060</b>      |
| <b>EXPENSES PAID</b>            |                      |                     |                        |                       |                      |                     |                        |                       |
| LOSSES                          | 7,416,645            | 355,831             | 5,356,101              | 588,938               | 25,914,347           | 18,246,518          | 71,291,559             | 15,984,724            |
| LOSS ADJUSTMENT EXPENSES        | 545,997              | 132,812             | 937,136                | 131,680               | 2,211,997            | 863,671             | 6,651,580              | 997,629               |
| COMMISSION                      | 14,564,870           | 3,146,157           | 22,896,229             | 3,035,433             | 13,255,897           | 3,044,658           | 19,934,778             | 2,811,185             |
| PREMIUM TAX                     | 3,130,925            | 674,402             | 4,912,265              | 628,632               | 2,875,921            | 669,274             | 4,307,678              | 606,456               |
| ADMINISTRATIVE EXPENSES         | 2,065,211            | 444,847             | 3,240,213              | 414,657               | 1,730,547            | 402,727             | 2,592,088              | 364,927               |
| <b>TOTAL EXPENSES PAID</b>      | <b>27,723,648</b>    | <b>4,754,049</b>    | <b>37,341,944</b>      | <b>4,799,340</b>      | <b>45,988,709</b>    | <b>23,226,848</b>   | <b>104,777,683</b>     | <b>20,764,921</b>     |
| <b>NET CASH CHANGE</b>          | <b>9,730,231</b>     | <b>(2,885,774)</b>  | <b>73,774,447</b>      | <b>(194,004)</b>      | <b>(17,253,568)</b>  | <b>(20,520,945)</b> | <b>(13,010,656)</b>    | <b>(17,120,861)</b>   |
| <b>RESERVES:</b>                |                      |                     |                        |                       |                      |                     |                        |                       |
| <b>DEDUCT: (CURRENT PERIOD)</b> |                      |                     |                        |                       |                      |                     |                        |                       |
| LOSSES (INCL. IBNR.)            | 0                    | 0                   | 25,000                 | 0                     | 0                    | 3,003,376           | 0                      | 0                     |
| LOSS ADJUSTMENT EXPENSES        | 0                    | 0                   | 4,178                  | 0                     | 0                    | 247,843             | 0                      | 0                     |
| UNEARNED PREMIUMS               | 0                    | 0                   | 0                      | 0                     | 0                    | 0                   | 0                      | 0                     |
| <b>NET RESERVE CHANGE</b>       | <b>0</b>             | <b>0</b>            | <b>29,178</b>          | <b>0</b>              | <b>0</b>             | <b>3,251,219</b>    | <b>0</b>               | <b>0</b>              |
| <b>NET OTHER CHANGES</b>        |                      |                     |                        |                       |                      |                     |                        |                       |
| ASSETS NOT ADMITTED             | (3,519)              | (758)               | (5,522)                | (707)                 | 25,207               | 5,866               | 37,755                 | 5,315                 |
| MINIMUM PENSION LIABILITY       | (71,051)             | (15,304)            | (111,475)              | (14,266)              | (43,365)             | (10,092)            | (64,955)               | (9,145)               |
| CHANGE IN UNREALIZED GAIN/LOSS  | 0                    | 0                   | 0                      | 0                     | 0                    | 0                   | 0                      | 0                     |
| <b>TOTAL NET OTHER CHANGES</b>  | <b>(74,570)</b>      | <b>(16,062)</b>     | <b>(116,997)</b>       | <b>(14,973)</b>       | <b>(18,158)</b>      | <b>(4,226)</b>      | <b>(27,200)</b>        | <b>(3,830)</b>        |
| <b>SETTLEMENT ROLL FORWARD</b>  | <b>0</b>             | <b>0</b>            | <b>0</b>               | <b>0</b>              | <b>0</b>             | <b>0</b>            | <b>0</b>               | <b>0</b>              |
| <b>SURPLUS</b>                  | <b>9,655,661</b>     | <b>(2,901,836)</b>  | <b>73,628,272</b>      | <b>(208,977)</b>      | <b>(17,271,726)</b>  | <b>(23,776,390)</b> | <b>(13,037,856)</b>    | <b>(17,124,691)</b>   |

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION  
COASTAL PROPERTY INSURANCE POOL  
SURPLUS ACCOUNT FOR OPEN YEARS  
AS OF SEPTEMBER 30, 2015

|                                 | 2010                 |                     |                        |                       | TOTAL                |
|---------------------------------|----------------------|---------------------|------------------------|-----------------------|----------------------|
|                                 | BEACH<br>RESIDENTIAL | BEACH<br>COMMERCIAL | COASTAL<br>RESIDENTIAL | COASTAL<br>COMMERCIAL |                      |
| <b>INCOME RECEIVED</b>          |                      |                     |                        |                       |                      |
| PREMIUMS WRITTEN                | 107,961,660          | 24,604,092          | 147,716,323            | 22,281,802            | 2,120,024,384        |
| CEDED REINSURANCE               | (82,763,185)         | (25,235,286)        | (76,561,292)           | (18,819,536)          | (993,869,101)        |
| INTEREST RECEIVED               | 8,673,709            | 1,969,081           | 11,872,425             | 1,782,772             | 110,658,899          |
| MISCELLANEOUS INCOME            | 1,179                | 267                 | 1,612                  | 242                   | 1,789,308            |
| <b>TOTAL INCOME</b>             | <b>33,873,363</b>    | <b>1,338,154</b>    | <b>83,029,068</b>      | <b>5,245,280</b>      | <b>1,238,603,490</b> |
| <b>EXPENSES PAID</b>            |                      |                     |                        |                       |                      |
| LOSSES                          | 8,889,525            | 1,984,150           | 15,180,831             | 3,505,698             | 226,444,040          |
| LOSS ADJUSTMENT EXPENSES        | 874,667              | 123,583             | 1,450,757              | 264,359               | 35,406,480           |
| COMMISSION                      | 13,935,104           | 3,146,518           | 19,156,366             | 2,864,950             | 275,299,985          |
| PREMIUM TAX                     | 3,015,112            | 684,482             | 4,127,034              | 619,719               | 59,153,862           |
| ADMINISTRATIVE EXPENSES         | 1,621,427            | 368,092             | 2,219,381              | 333,264               | 40,272,711           |
| <b>TOTAL EXPENSES PAID</b>      | <b>28,335,835</b>    | <b>6,306,825</b>    | <b>42,134,369</b>      | <b>7,587,990</b>      | <b>636,577,078</b>   |
| <b>NET CASH CHANGE</b>          | <b>5,537,528</b>     | <b>(4,968,671)</b>  | <b>40,894,699</b>      | <b>(2,342,710)</b>    | <b>602,026,412</b>   |
| <b>RESERVES:</b>                |                      |                     |                        |                       |                      |
| <b>DEDUCT: (CURRENT PERIOD)</b> |                      |                     |                        |                       |                      |
| LOSSES (INCL. IBNR.)            | 0                    | 0                   | 0                      | 0                     | 8,274,427            |
| LOSS ADJUSTMENT EXPENSES        | 0                    | 0                   | 0                      | 0                     | 961,922              |
| UNEARNED PREMIUMS               | 0                    | 0                   | 0                      | 0                     | 208,994,004          |
| <b>NET RESERVE CHANGE</b>       | <b>0</b>             | <b>0</b>            | <b>0</b>               | <b>0</b>              | <b>218,230,353</b>   |
| <b>NET OTHER CHANGES</b>        |                      |                     |                        |                       |                      |
| ASSETS NOT ADMITTED             | 18,895               | 4,290               | 25,864                 | 3,884                 | (3,877,225)          |
| MINIMUM PENSION LIABILITY       | 85,314               | 19,368              | 116,777                | 17,535                | (964,390)            |
| CHANGE IN UNREALIZED GAIN/LOSS  | 0                    | 0                   | 0                      | 0                     | 0                    |
| <b>TOTAL NET OTHER CHANGES</b>  | <b>104,209</b>       | <b>23,658</b>       | <b>142,641</b>         | <b>21,419</b>         | <b>(4,841,615)</b>   |
| <b>SETTLEMENT ROLL FORWARD</b>  | <b>382,749,513</b>   | <b>60,554,950</b>   | <b>242,068,393</b>     | <b>49,433,970</b>     | <b>734,806,826</b>   |
| <b>SURPLUS</b>                  | <b>388,391,250</b>   | <b>55,609,937</b>   | <b>283,105,733</b>     | <b>47,112,679</b>     | <b>1,113,761,270</b> |

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION  
COASTAL PROPERTY INSURANCE POOL  
STATISTICAL REPORT OF PREMIUMS  
FOR THE PERIOD ENDED SEPTEMBER 30, 2015

|                                           | QUARTER TO DATE    |                   |                    | YEAR TO DATE       |                    |                    |
|-------------------------------------------|--------------------|-------------------|--------------------|--------------------|--------------------|--------------------|
|                                           | 2015               | 2014              | TOTAL              | 2015               | 2014               | TOTAL              |
| <b>PREMIUMS WRITTEN</b>                   |                    |                   |                    |                    |                    |                    |
| RESIDENTIAL - FIRE                        | 1,388,122          | (12,352)          | 1,375,770          | 4,177,263          | (50,323)           | 4,126,940          |
| RESIDENTIAL - EC                          | 11,683,396         | (98,526)          | 11,584,870         | 35,101,764         | (363,223)          | 34,738,541         |
| COMMERCIAL - FIRE                         | 126,467            | 23                | 126,490            | 419,672            | (9,103)            | 410,569            |
| COMMERCIAL - EC                           | 897,157            | 118               | 897,275            | 2,670,950          | (2,229)            | 2,668,721          |
| CRIME - RESIDENTIAL                       | 75,682             | (290)             | 75,392             | 245,708            | 3,768              | 249,476            |
| CRIME - COMMERCIAL                        | 0                  | 0                 | 0                  | 653                | 0                  | 653                |
| HOMEOWNER - BEACH                         | 989,228            | (10,377)          | 978,851            | 2,947,378          | (71,657)           | 2,875,721          |
| HOMEOWNER - COASTAL                       | 2,823,255          | (19,898)          | 2,803,357          | 7,980,308          | (189,103)          | 7,791,205          |
| HO - BEACH WIND                           | 19,164,737         | (157,194)         | 19,007,543         | 63,113,083         | (1,298,966)        | 61,814,117         |
| HO - COASTAL WIND                         | 48,425,748         | (408,104)         | 48,017,644         | 145,783,446        | (2,658,187)        | 143,125,259        |
| WIND - RESIDENTIAL                        | 1,463,444          | (9,770)           | 1,453,674          | 4,228,692          | (152,552)          | 4,076,140          |
| WIND - COMMERCIAL                         | 4,215,211          | (32,585)          | 4,182,626          | 15,603,215         | (44,871)           | 15,558,344         |
| COASTAL - RESIDENTIAL                     | 4,758,270          | (50,036)          | 4,708,234          | 12,536,529         | (219,305)          | 12,317,224         |
| COASTAL - COMMERCIAL                      | 5,869,514          | (42,630)          | 5,826,884          | 18,200,242         | (255,515)          | 17,944,727         |
| <b>TOTAL</b>                              | <b>101,880,231</b> | <b>(841,621)</b>  | <b>101,038,610</b> | <b>313,008,903</b> | <b>(5,311,266)</b> | <b>307,697,637</b> |
| <b>UNEARNED PREMIUMS (PRIOR PERIOD)</b>   |                    |                   |                    |                    |                    |                    |
| RESIDENTIAL - FIRE                        | 2,166,195          | 548,685           | 2,714,880          | 0                  | 2,510,869          | 2,510,869          |
| RESIDENTIAL - EC                          | 18,225,865         | 4,546,941         | 22,772,806         | 0                  | 20,607,192         | 20,607,192         |
| COMMERCIAL - FIRE                         | 227,909            | 38,450            | 266,359            | 0                  | 211,627            | 211,627            |
| COMMERCIAL - EC                           | 1,386,666          | 302,435           | 1,689,101          | 0                  | 1,470,669          | 1,470,669          |
| CRIME - RESIDENTIAL                       | 130,561            | 35,779            | 166,340            | 0                  | 150,800            | 150,800            |
| CRIME - COMMERCIAL                        | 627                | 0                 | 627                | 0                  | 0                  | 0                  |
| HOMEOWNER - BEACH                         | 1,487,660          | 425,492           | 1,913,152          | 0                  | 1,935,620          | 1,935,620          |
| HOMEOWNER - COASTAL                       | 3,909,258          | 1,173,565         | 5,082,823          | 0                  | 5,109,379          | 5,109,379          |
| HO - BEACH WIND                           | 34,005,415         | 9,255,808         | 43,261,223         | 0                  | 42,601,319         | 42,601,319         |
| HO - COASTAL WIND                         | 74,627,579         | 21,930,295        | 96,557,874         | 0                  | 96,858,513         | 96,858,513         |
| WIND - RESIDENTIAL                        | 2,173,251          | 560,672           | 2,733,923          | 0                  | 2,601,697          | 2,601,697          |
| WIND - COMMERCIAL                         | 9,011,246          | 1,786,698         | 10,797,944         | 0                  | 9,118,996          | 9,118,996          |
| COASTAL - RESIDENTIAL                     | 5,936,154          | 1,722,583         | 7,658,737          | 0                  | 7,575,214          | 7,575,214          |
| COASTAL - COMMERCIAL                      | 9,385,333          | 2,304,229         | 11,689,562         | 0                  | 10,713,629         | 10,713,629         |
| <b>TOTAL</b>                              | <b>162,673,719</b> | <b>44,631,632</b> | <b>207,305,351</b> | <b>0</b>           | <b>201,465,524</b> | <b>201,465,524</b> |
| <b>UNEARNED PREMIUMS (CURRENT PERIOD)</b> |                    |                   |                    |                    |                    |                    |
| RESIDENTIAL - FIRE                        | 2,674,521          | 124,457           | 2,798,978          | 2,674,521          | 124,457            | 2,798,978          |
| RESIDENTIAL - EC                          | 22,528,859         | 1,044,993         | 23,573,852         | 22,528,859         | 1,044,993          | 23,573,852         |
| COMMERCIAL - FIRE                         | 262,218            | 8,958             | 271,176            | 262,218            | 8,958              | 271,176            |
| COMMERCIAL - EC                           | 1,711,296          | 72,685            | 1,783,981          | 1,711,296          | 72,685             | 1,783,981          |
| CRIME - RESIDENTIAL                       | 153,092            | 8,928             | 162,020            | 153,092            | 8,928              | 162,020            |
| CRIME - COMMERCIAL                        | 464                | 0                 | 464                | 464                | 0                  | 464                |
| HOMEOWNER - BEACH                         | 1,863,640          | 95,005            | 1,958,645          | 1,863,640          | 95,005             | 1,958,645          |
| HOMEOWNER - COASTAL                       | 5,074,956          | 272,008           | 5,346,964          | 5,074,956          | 272,008            | 5,346,964          |
| HO - BEACH WIND                           | 39,713,382         | 2,158,462         | 41,871,844         | 39,713,382         | 2,158,462          | 41,871,844         |
| HO - COASTAL WIND                         | 92,563,583         | 5,141,566         | 97,705,149         | 92,563,583         | 5,141,566          | 97,705,149         |
| WIND - RESIDENTIAL                        | 2,760,777          | 132,092           | 2,892,869          | 2,760,777          | 132,092            | 2,892,869          |
| WIND - COMMERCIAL                         | 9,754,118          | 453,647           | 10,207,765         | 9,754,118          | 453,647            | 10,207,765         |
| COASTAL - RESIDENTIAL                     | 8,119,645          | 388,194           | 8,507,839          | 8,119,645          | 388,194            | 8,507,839          |
| COASTAL - COMMERCIAL                      | 11,371,581         | 540,877           | 11,912,458         | 11,371,581         | 540,877            | 11,912,458         |
| <b>TOTAL</b>                              | <b>198,552,132</b> | <b>10,441,872</b> | <b>208,994,004</b> | <b>198,552,132</b> | <b>10,441,872</b>  | <b>208,994,004</b> |
| <b>EARNED PREMIUMS</b>                    |                    |                   |                    |                    |                    |                    |
| RESIDENTIAL - FIRE                        | 879,796            | 411,876           | 1,291,672          | 1,502,742          | 2,336,089          | 3,838,831          |
| RESIDENTIAL - EC                          | 7,380,402          | 3,403,422         | 10,783,824         | 12,572,905         | 19,198,976         | 31,771,881         |
| COMMERCIAL - FIRE                         | 92,158             | 29,515            | 121,673            | 157,454            | 193,566            | 351,020            |
| COMMERCIAL - EC                           | 572,527            | 229,868           | 802,395            | 959,654            | 1,395,755          | 2,355,409          |
| CRIME - RESIDENTIAL                       | 53,151             | 26,561            | 79,712             | 92,616             | 145,640            | 238,256            |
| CRIME - COMMERCIAL                        | 163                | 0                 | 163                | 189                | 0                  | 189                |
| HOMEOWNER - BEACH                         | 613,248            | 320,110           | 933,358            | 1,083,738          | 1,768,958          | 2,852,696          |
| HOMEOWNER - COASTAL                       | 1,657,557          | 881,659           | 2,539,216          | 2,905,352          | 4,648,268          | 7,553,620          |
| HO - BEACH WIND                           | 13,456,770         | 6,940,152         | 20,396,922         | 23,399,701         | 39,143,891         | 62,543,592         |
| HO - COASTAL WIND                         | 30,489,744         | 16,380,625        | 46,870,369         | 53,219,863         | 89,058,760         | 142,278,623        |
| WIND - RESIDENTIAL                        | 875,918            | 418,810           | 1,294,728          | 1,467,915          | 2,317,053          | 3,784,968          |
| WIND - COMMERCIAL                         | 3,472,339          | 1,300,466         | 4,772,805          | 5,849,097          | 8,620,478          | 14,469,575         |
| COASTAL - RESIDENTIAL                     | 2,574,779          | 1,284,353         | 3,859,132          | 4,416,884          | 6,967,715          | 11,384,599         |
| COASTAL - COMMERCIAL                      | 3,883,266          | 1,720,722         | 5,603,988          | 6,828,661          | 9,917,237          | 16,745,898         |
| <b>TOTAL</b>                              | <b>66,001,818</b>  | <b>33,348,139</b> | <b>99,349,957</b>  | <b>114,456,771</b> | <b>185,712,386</b> | <b>300,169,157</b> |

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION  
COASTAL PROPERTY INSURANCE POOL  
STATISTICAL REPORT OF PREMIUMS  
FOR THE PERIOD ENDED SEPTEMBER 30, 2015

|                                  | QUARTER TO DATE   |                   |                   | YEAR TO DATE      |                    |                    |
|----------------------------------|-------------------|-------------------|-------------------|-------------------|--------------------|--------------------|
|                                  | 2015              | 2014              | TOTAL             | 2015              | 2014               | TOTAL              |
| <b>CEDED REINSURANCE PREMIUM</b> |                   |                   |                   |                   |                    |                    |
| RESIDENTIAL - FIRE               | 0                 | 0                 | 0                 | 0                 | 0                  | 0                  |
| RESIDENTIAL - EC                 | 3,846,371         | 0                 | 3,846,371         | 6,917,760         | 6,587,540          | 13,505,300         |
| COMMERCIAL - FIRE                | 0                 | 0                 | 0                 | 0                 | 0                  | 0                  |
| COMMERCIAL - EC                  | 245,822           | 0                 | 245,822           | 464,989           | 486,676            | 951,665            |
| CRIME - RESIDENTIAL              | 0                 | 0                 | 0                 | 0                 | 0                  | 0                  |
| CRIME - COMMERCIAL               | 0                 | 0                 | 0                 | 0                 | 0                  | 0                  |
| HOMEOWNER - BEACH                | 212,605           | 0                 | 212,605           | 429,104           | 498,269            | 927,373            |
| HOMEOWNER - COASTAL              | 406,852           | 0                 | 406,852           | 799,810           | 892,238            | 1,692,048          |
| HO - BEACH WIND                  | 6,094,001         | 0                 | 6,094,001         | 10,730,384        | 9,777,361          | 20,507,745         |
| HO - COASTAL WIND                | 12,096,680        | 0                 | 12,096,680        | 20,705,228        | 17,700,880         | 38,406,108         |
| WIND - RESIDENTIAL               | 536,389           | 0                 | 536,389           | 1,063,933         | 1,203,512          | 2,267,445          |
| WIND - COMMERCIAL                | 2,130,901         | 0                 | 2,130,901         | 4,047,130         | 4,265,771          | 8,312,901          |
| COASTAL - RESIDENTIAL            | 1,221,681         | 0                 | 1,221,681         | 2,354,104         | 2,542,716          | 4,896,820          |
| COASTAL - COMMERCIAL             | 2,278,434         | 0                 | 2,278,434         | 4,317,763         | 4,533,641          | 8,851,404          |
| <b>TOTAL</b>                     | <b>29,069,736</b> | <b>0</b>          | <b>29,069,736</b> | <b>51,830,205</b> | <b>48,488,604</b>  | <b>100,318,809</b> |
| <b>NET EARNED PREMIUM</b>        |                   |                   |                   |                   |                    |                    |
| RESIDENTIAL - FIRE               | 879,796           | 411,876           | 1,291,672         | 1,502,742         | 2,336,089          | 3,838,831          |
| RESIDENTIAL - EC                 | 3,534,031         | 3,403,422         | 6,937,453         | 5,655,145         | 12,611,436         | 18,266,581         |
| COMMERCIAL - FIRE                | 92,158            | 29,515            | 121,673           | 157,454           | 193,566            | 351,020            |
| COMMERCIAL - EC                  | 326,705           | 229,868           | 556,573           | 494,665           | 909,079            | 1,403,744          |
| CRIME - RESIDENTIAL              | 53,151            | 26,561            | 79,712            | 92,616            | 145,640            | 238,256            |
| CRIME - COMMERCIAL               | 163               | 0                 | 163               | 189               | 0                  | 189                |
| HOMEOWNER - BEACH                | 400,643           | 320,110           | 720,753           | 654,634           | 1,270,689          | 1,925,323          |
| HOMEOWNER - COASTAL              | 1,250,705         | 881,659           | 2,132,364         | 2,105,542         | 3,756,030          | 5,861,572          |
| HO - BEACH WIND                  | 7,362,769         | 6,940,152         | 14,302,921        | 12,669,317        | 29,366,530         | 42,035,847         |
| HO - COASTAL WIND                | 18,393,064        | 16,380,625        | 34,773,689        | 32,514,635        | 71,357,880         | 103,872,515        |
| WIND - RESIDENTIAL               | 339,529           | 418,810           | 758,339           | 403,982           | 1,113,541          | 1,517,523          |
| WIND - COMMERCIAL                | 1,341,438         | 1,300,466         | 2,641,904         | 1,801,967         | 4,354,707          | 6,156,674          |
| COASTAL - RESIDENTIAL            | 1,353,098         | 1,284,353         | 2,637,451         | 2,062,780         | 4,424,999          | 6,487,779          |
| COASTAL - COMMERCIAL             | 1,604,832         | 1,720,722         | 3,325,554         | 2,510,898         | 5,383,596          | 7,894,494          |
| <b>TOTAL</b>                     | <b>36,932,082</b> | <b>33,348,139</b> | <b>70,280,221</b> | <b>62,626,566</b> | <b>137,223,782</b> | <b>199,850,348</b> |

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION  
COASTAL PROPERTY INSURANCE POOL  
STATISTICAL REPORT OF LOSSES  
FOR THE PERIOD ENDED SEPTEMBER 30, 2015

| QUARTER TO DATE                                           |           |           |         |                      |          |           |      |           |
|-----------------------------------------------------------|-----------|-----------|---------|----------------------|----------|-----------|------|-----------|
|                                                           | 2015      | 2014      | 2013    | 2012 SP <sup>1</sup> | 2012     | 2011      | 2010 | TOTAL     |
| <b>PAID LOSSES</b>                                        |           |           |         |                      |          |           |      |           |
| RESIDENTIAL - FIRE                                        | 234,640   | 686,923   | 4,093   | 0                    | 0        | 0         | 0    | 925,656   |
| RESIDENTIAL - EC                                          | 329,204   | 288,467   | (3,583) | 0                    | 0        | 0         | 0    | 614,088   |
| COMMERCIAL - FIRE                                         | 0         | 163,824   | 0       | 0                    | 0        | 0         | 0    | 163,824   |
| COMMERCIAL - EC                                           | 0         | 0         | 971     | 0                    | 0        | 0         | 0    | 971       |
| CRIME - RESIDENTIAL                                       | 3,270     | 5,821     | 0       | 0                    | 0        | 0         | 0    | 9,091     |
| CRIME - COMMERCIAL                                        | 0         | 0         | 0       | 0                    | 0        | 0         | 0    | 0         |
| HOMEOWNER - BEACH                                         | 13,738    | 30,449    | 0       | 0                    | 0        | 0         | 0    | 44,187    |
| HOMEOWNER - COASTAL                                       | 280,256   | 110,242   | 0       | 0                    | 0        | 0         | 0    | 390,498   |
| HO - BEACH WIND                                           | 48,974    | 110,137   | 1,980   | 0                    | 0        | 0         | 0    | 161,091   |
| HO - COASTAL WIND                                         | 582,526   | 988,924   | 91,547  | 0                    | 0        | 0         | 0    | 1,662,997 |
| WIND - RESIDENTIAL                                        | 1,083     | 6,737     | 0       | 0                    | 0        | 0         | 0    | 7,820     |
| WIND - COMMERCIAL                                         | 23,912    | 5,562     | 0       | 0                    | 0        | 0         | 0    | 29,474    |
| COASTAL - RESIDENTIAL                                     | 89,727    | 73,188    | 0       | 0                    | 0        | 0         | 0    | 162,915   |
| COASTAL - COMMERCIAL                                      | 152,755   | 8,547     | 25,595  | 0                    | 0        | 0         | 0    | 186,897   |
| TOTAL                                                     | 1,760,085 | 2,478,821 | 120,603 | 0                    | 0        | 0         | 0    | 4,359,509 |
| <b>OUTSTANDING LOSSES<br/>(CURRENT PERIOD INCL. IBNR)</b> |           |           |         |                      |          |           |      |           |
| RESIDENTIAL - FIRE                                        | 642,686   | 654,396   | 0       | 0                    | 0        | 0         | 0    | 1,297,082 |
| RESIDENTIAL - EC                                          | 187,775   | 40,939    | 1,500   | 0                    | 0        | 0         | 0    | 230,214   |
| COMMERCIAL - FIRE                                         | 161       | 0         | 0       | 0                    | 0        | 0         | 0    | 161       |
| COMMERCIAL - EC                                           | 319       | 0         | 0       | 0                    | 0        | 0         | 0    | 319       |
| CRIME - RESIDENTIAL                                       | 160       | 0         | 0       | 0                    | 0        | 0         | 0    | 160       |
| CRIME - COMMERCIAL                                        | 0         | 0         | 0       | 0                    | 0        | 0         | 0    | 0         |
| HOMEOWNER - BEACH                                         | 169,759   | 6,000     | 250,599 | 0                    | 0        | 0         | 0    | 426,358   |
| HOMEOWNER - COASTAL                                       | 329,081   | 60,995    | 0       | 0                    | 20,000   | 0         | 0    | 410,076   |
| HO - BEACH WIND                                           | 64,723    | 15,098    | 7,499   | 0                    | 0        | 0         | 0    | 87,320    |
| HO - COASTAL WIND                                         | 510,577   | 255,455   | 45,257  | 0                    | 5,000    | 0         | 0    | 816,289   |
| WIND - RESIDENTIAL                                        | 160       | 0         | 0       | 0                    | 0        | 0         | 0    | 160       |
| WIND - COMMERCIAL                                         | 1,842,524 | 0         | 0       | 0                    | 0        | 3,003,376 | 0    | 4,845,900 |
| COASTAL - RESIDENTIAL                                     | 65,533    | 5,197     | 0       | 0                    | 0        | 0         | 0    | 70,730    |
| COASTAL - COMMERCIAL                                      | 69,461    | 20,197    | 0       | 0                    | 0        | 0         | 0    | 89,658    |
| TOTAL                                                     | 3,882,919 | 1,058,277 | 304,855 | 0                    | 25,000   | 3,003,376 | 0    | 8,274,427 |
| <b>OUTSTANDING LOSSES<br/>(PRIOR PERIOD INCL. IBNR)</b>   |           |           |         |                      |          |           |      |           |
| RESIDENTIAL - FIRE                                        | 861,202   | 1,076,896 | 0       | 0                    | 0        | 0         | 0    | 1,938,098 |
| RESIDENTIAL - EC                                          | 233,862   | 151,844   | 0       | 0                    | 15,836   | 0         | 0    | 401,542   |
| COMMERCIAL - FIRE                                         | 92,985    | 152,099   | 0       | 0                    | 0        | 0         | 0    | 245,084   |
| COMMERCIAL - EC                                           | 75,032    | 0         | 0       | 0                    | 0        | 0         | 0    | 75,032    |
| CRIME - RESIDENTIAL                                       | 6,113     | 10,000    | 0       | 0                    | 0        | 0         | 0    | 16,113    |
| CRIME - COMMERCIAL                                        | 0         | 0         | 0       | 0                    | 0        | 0         | 0    | 0         |
| HOMEOWNER - BEACH                                         | 162,737   | 15,599    | 250,599 | 0                    | 0        | 0         | 0    | 428,935   |
| HOMEOWNER - COASTAL                                       | 118,001   | 89,995    | 0       | 0                    | 20,000   | 0         | 0    | 227,996   |
| HO - BEACH WIND                                           | 84,310    | 98,382    | 0       | 0                    | 0        | 0         | 0    | 182,692   |
| HO - COASTAL WIND                                         | 534,252   | 483,902   | 51,198  | 0                    | 11,500   | 0         | 0    | 1,080,852 |
| WIND - RESIDENTIAL                                        | 13,841    | 12,098    | 0       | 0                    | 0        | 0         | 0    | 25,939    |
| WIND - COMMERCIAL                                         | 1,874,412 | 9,998     | 0       | 0                    | 0        | 3,003,377 | 0    | 4,887,787 |
| COASTAL - RESIDENTIAL                                     | 62,224    | 33,695    | 99      | 0                    | 0        | 0         | 0    | 96,018    |
| COASTAL - COMMERCIAL                                      | 53,103    | 20,195    | 0       | 0                    | 0        | 0         | 0    | 73,298    |
| TOTAL                                                     | 4,172,074 | 2,154,703 | 301,896 | 0                    | 47,336   | 3,003,377 | 0    | 9,679,386 |
| <b>INCURRED LOSSES</b>                                    |           |           |         |                      |          |           |      |           |
| RESIDENTIAL - FIRE                                        | 16,124    | 264,423   | 4,093   | 0                    | 0        | 0         | 0    | 284,640   |
| RESIDENTIAL - EC                                          | 283,117   | 177,562   | (2,083) | 0                    | (15,836) | 0         | 0    | 442,760   |
| COMMERCIAL - FIRE                                         | (92,824)  | 11,725    | 0       | 0                    | 0        | 0         | 0    | (81,099)  |
| COMMERCIAL - EC                                           | (74,713)  | 0         | 971     | 0                    | 0        | 0         | 0    | (73,742)  |
| CRIME - RESIDENTIAL                                       | (2,683)   | (4,179)   | 0       | 0                    | 0        | 0         | 0    | (6,862)   |
| CRIME - COMMERCIAL                                        | 0         | 0         | 0       | 0                    | 0        | 0         | 0    | 0         |
| HOMEOWNER - BEACH                                         | 20,760    | 20,850    | 0       | 0                    | 0        | 0         | 0    | 41,610    |
| HOMEOWNER - COASTAL                                       | 491,336   | 81,242    | 0       | 0                    | 0        | 0         | 0    | 572,578   |
| HO - BEACH WIND                                           | 29,387    | 26,853    | 9,479   | 0                    | 0        | 0         | 0    | 65,719    |
| HO - COASTAL WIND                                         | 558,851   | 760,477   | 85,606  | 0                    | (6,500)  | 0         | 0    | 1,398,434 |
| WIND - RESIDENTIAL                                        | (12,598)  | (5,361)   | 0       | 0                    | 0        | 0         | 0    | (17,959)  |
| WIND - COMMERCIAL                                         | (7,976)   | (4,436)   | 0       | 0                    | 0        | (1)       | 0    | (12,413)  |
| COASTAL - RESIDENTIAL                                     | 93,036    | 44,690    | (99)    | 0                    | 0        | 0         | 0    | 137,627   |
| COASTAL - COMMERCIAL                                      | 169,113   | 8,549     | 25,595  | 0                    | 0        | 0         | 0    | 203,257   |
| TOTAL                                                     | 1,470,930 | 1,382,395 | 123,562 | 0                    | (22,336) | (1)       | 0    | 2,954,550 |

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION  
COASTAL PROPERTY INSURANCE POOL  
STATISTICAL REPORT OF LOSSES  
FOR THE PERIOD ENDED SEPTEMBER 30, 2015

|                                                           | YEAR TO DATE     |                  |                  |                      |               |                  |                 |                   |
|-----------------------------------------------------------|------------------|------------------|------------------|----------------------|---------------|------------------|-----------------|-------------------|
|                                                           | 2015             | 2014             | 2013             | 2012 SP <sup>1</sup> | 2012          | 2011             | 2010            | TOTAL             |
| <b>PAID LOSSES</b>                                        |                  |                  |                  |                      |               |                  |                 |                   |
| RESIDENTIAL - FIRE                                        | 371,885          | 1,933,911        | 73,933           | 0                    | 937           | 0                | (38,333)        | 2,342,333         |
| RESIDENTIAL - EC                                          | 553,912          | 1,916,356        | 139,233          | 3,582                | 0             | 3,045            | 0               | 2,616,128         |
| COMMERCIAL - FIRE                                         | 0                | 480,242          | 0                | 0                    | 0             | 0                | 0               | 480,242           |
| COMMERCIAL - EC                                           | 53,435           | 56,817           | 1,409            | 0                    | 0             | 0                | 0               | 111,661           |
| CRIME - RESIDENTIAL                                       | 6,484            | 25,383           | 0                | 0                    | 0             | 0                | 0               | 31,867            |
| CRIME - COMMERCIAL                                        | 0                | 0                | 0                | 0                    | 0             | 0                | 0               | 0                 |
| HOMEOWNER - BEACH                                         | 17,418           | 61,618           | 97,140           | 0                    | 0             | 7,301            | 0               | 183,477           |
| HOMEOWNER - COASTAL                                       | 300,406          | 605,862          | 52,474           | 0                    | 0             | 0                | 0               | 958,742           |
| HO - BEACH WIND                                           | 147,782          | 502,484          | 66,386           | 12,026               | 0             | 0                | 0               | 728,678           |
| HO - COASTAL WIND                                         | 750,869          | 2,427,064        | 425,778          | 0                    | 42,711        | 7,658            | 0               | 3,654,080         |
| WIND - RESIDENTIAL                                        | 2,580            | 52,617           | 6,470            | 0                    | 0             | 0                | 0               | 61,667            |
| WIND - COMMERCIAL                                         | 23,912           | 8,046            | 678,164          | 0                    | 0             | 0                | 0               | 710,122           |
| COASTAL - RESIDENTIAL                                     | 155,154          | 305,481          | 25,116           | 0                    | 0             | 0                | 0               | 485,751           |
| COASTAL - COMMERCIAL                                      | 170,653          | 64,294           | 219,499          | 0                    | 0             | 0                | 0               | 454,446           |
| <b>TOTAL</b>                                              | <b>2,554,490</b> | <b>8,440,175</b> | <b>1,785,602</b> | <b>15,608</b>        | <b>43,648</b> | <b>18,004</b>    | <b>(38,333)</b> | <b>12,819,194</b> |
| <b>OUTSTANDING LOSSES<br/>(CURRENT PERIOD INCL. IBNR)</b> |                  |                  |                  |                      |               |                  |                 |                   |
| RESIDENTIAL - FIRE                                        | 642,686          | 654,396          | 0                | 0                    | 0             | 0                | 0               | 1,297,082         |
| RESIDENTIAL - EC                                          | 187,775          | 40,939           | 1,500            | 0                    | 0             | 0                | 0               | 230,214           |
| COMMERCIAL - FIRE                                         | 161              | 0                | 0                | 0                    | 0             | 0                | 0               | 161               |
| COMMERCIAL - EC                                           | 319              | 0                | 0                | 0                    | 0             | 0                | 0               | 319               |
| CRIME - RESIDENTIAL                                       | 160              | 0                | 0                | 0                    | 0             | 0                | 0               | 160               |
| CRIME - COMMERCIAL                                        | 0                | 0                | 0                | 0                    | 0             | 0                | 0               | 0                 |
| HOMEOWNER - BEACH                                         | 169,759          | 6,000            | 250,599          | 0                    | 0             | 0                | 0               | 426,358           |
| HOMEOWNER - COASTAL                                       | 329,081          | 60,995           | 0                | 0                    | 20,000        | 0                | 0               | 410,076           |
| HO - BEACH WIND                                           | 64,723           | 15,098           | 7,499            | 0                    | 0             | 0                | 0               | 87,320            |
| HO - COASTAL WIND                                         | 510,577          | 255,455          | 45,257           | 0                    | 5,000         | 0                | 0               | 816,289           |
| WIND - RESIDENTIAL                                        | 160              | 0                | 0                | 0                    | 0             | 0                | 0               | 160               |
| WIND - COMMERCIAL                                         | 1,842,524        | 0                | 0                | 0                    | 0             | 3,003,376        | 0               | 4,845,900         |
| COASTAL - RESIDENTIAL                                     | 65,533           | 5,197            | 0                | 0                    | 0             | 0                | 0               | 70,730            |
| COASTAL - COMMERCIAL                                      | 69,461           | 20,197           | 0                | 0                    | 0             | 0                | 0               | 89,658            |
| <b>TOTAL</b>                                              | <b>3,882,919</b> | <b>1,058,277</b> | <b>304,855</b>   | <b>0</b>             | <b>25,000</b> | <b>3,003,376</b> | <b>0</b>        | <b>8,274,427</b>  |
| <b>OUTSTANDING LOSSES<br/>(PRIOR PERIOD INCL. IBNR)</b>   |                  |                  |                  |                      |               |                  |                 |                   |
| RESIDENTIAL - FIRE                                        | 0                | 259,878          | 198              | 0                    | 0             | 0                | 0               | 260,076           |
| RESIDENTIAL - EC                                          | 0                | 276,221          | 76,792           | 0                    | 15,836        | 6,000            | 0               | 374,849           |
| COMMERCIAL - FIRE                                         | 0                | 509,918          | 0                | 0                    | 0             | 0                | 0               | 509,918           |
| COMMERCIAL - EC                                           | 0                | 371              | 2,000            | 0                    | 0             | 0                | 0               | 2,371             |
| CRIME - RESIDENTIAL                                       | 0                | 3,557            | 0                | 0                    | 0             | 0                | 0               | 3,557             |
| CRIME - COMMERCIAL                                        | 0                | 0                | 0                | 0                    | 0             | 0                | 0               | 0                 |
| HOMEOWNER - BEACH                                         | 0                | 111,339          | 355,519          | 0                    | 0             | 0                | 0               | 466,858           |
| HOMEOWNER - COASTAL                                       | 0                | 180,444          | 7,602            | 0                    | 0             | 0                | 0               | 188,046           |
| HO - BEACH WIND                                           | 0                | 78,369           | 5,000            | 0                    | 0             | 0                | 0               | 83,369            |
| HO - COASTAL WIND                                         | 0                | 456,998          | 233,182          | 0                    | 5,000         | 0                | 0               | 695,180           |
| WIND - RESIDENTIAL                                        | 0                | 9,602            | 0                | 0                    | 0             | 0                | 0               | 9,602             |
| WIND - COMMERCIAL                                         | 0                | 716,388          | 743,054          | 0                    | 0             | 3,003,376        | 0               | 4,462,818         |
| COASTAL - RESIDENTIAL                                     | 0                | 70,256           | 32,999           | 0                    | 0             | 0                | 0               | 103,255           |
| COASTAL - COMMERCIAL                                      | 0                | 127,757          | 186,000          | 0                    | 0             | 0                | 0               | 313,757           |
| <b>TOTAL</b>                                              | <b>0</b>         | <b>2,801,098</b> | <b>1,642,346</b> | <b>0</b>             | <b>20,836</b> | <b>3,009,376</b> | <b>0</b>        | <b>7,473,656</b>  |
| <b>INCURRED LOSSES</b>                                    |                  |                  |                  |                      |               |                  |                 |                   |
| RESIDENTIAL - FIRE                                        | 1,014,571        | 2,328,429        | 73,735           | 0                    | 937           | 0                | (38,333)        | 3,379,339         |
| RESIDENTIAL - EC                                          | 741,687          | 1,681,074        | 63,941           | 3,582                | (15,836)      | (2,955)          | 0               | 2,471,493         |
| COMMERCIAL - FIRE                                         | 161              | (29,676)         | 0                | 0                    | 0             | 0                | 0               | (29,515)          |
| COMMERCIAL - EC                                           | 53,754           | 56,446           | (591)            | 0                    | 0             | 0                | 0               | 109,609           |
| CRIME - RESIDENTIAL                                       | 6,644            | 21,826           | 0                | 0                    | 0             | 0                | 0               | 28,470            |
| CRIME - COMMERCIAL                                        | 0                | 0                | 0                | 0                    | 0             | 0                | 0               | 0                 |
| HOMEOWNER - BEACH                                         | 187,177          | (43,721)         | (7,780)          | 0                    | 0             | 7,301            | 0               | 142,977           |
| HOMEOWNER - COASTAL                                       | 629,487          | 486,413          | 44,872           | 0                    | 20,000        | 0                | 0               | 1,180,772         |
| HO - BEACH WIND                                           | 212,505          | 439,213          | 68,885           | 12,026               | 0             | 0                | 0               | 732,629           |
| HO - COASTAL WIND                                         | 1,261,446        | 2,225,521        | 237,853          | 0                    | 42,711        | 7,658            | 0               | 3,775,189         |
| WIND - RESIDENTIAL                                        | 2,740            | 43,015           | 6,470            | 0                    | 0             | 0                | 0               | 52,225            |
| WIND - COMMERCIAL                                         | 1,866,436        | (708,342)        | (64,890)         | 0                    | 0             | 0                | 0               | 1,093,204         |
| COASTAL - RESIDENTIAL                                     | 220,687          | 240,422          | (7,883)          | 0                    | 0             | 0                | 0               | 453,226           |
| COASTAL - COMMERCIAL                                      | 240,114          | (43,266)         | 33,499           | 0                    | 0             | 0                | 0               | 230,347           |
| <b>TOTAL</b>                                              | <b>6,437,409</b> | <b>6,697,354</b> | <b>448,111</b>   | <b>15,608</b>        | <b>47,812</b> | <b>12,004</b>    | <b>(38,333)</b> | <b>13,619,965</b> |

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION  
COASTAL PROPERTY INSURANCE POOL  
STATISTICAL REPORT OF LOSSES  
FOR THE PERIOD ENDED SEPTEMBER 30, 2015

| IBNR TOTALS                  |                  |          |          |                      |          |          |          |                  |
|------------------------------|------------------|----------|----------|----------------------|----------|----------|----------|------------------|
|                              | 2015             | 2014     | 2013     | 2012 SP <sup>+</sup> | 2012     | 2011     | 2010     | TOTAL            |
| <b>IBNR (CURRENT PERIOD)</b> |                  |          |          |                      |          |          |          |                  |
| RESIDENTIAL - FIRE           | 492,110          | 0        | 0        | 0                    | 0        | 0        | 0        | 492,110          |
| RESIDENTIAL - EC             | 87,343           | 0        | 0        | 0                    | 0        | 0        | 0        | 87,343           |
| COMMERCIAL - FIRE            | 62               | 0        | 0        | 0                    | 0        | 0        | 0        | 62               |
| COMMERCIAL - EC              | 121              | 0        | 0        | 0                    | 0        | 0        | 0        | 121              |
| CRIME - RESIDENTIAL          | 61               | 0        | 0        | 0                    | 0        | 0        | 0        | 61               |
| CRIME - COMMERCIAL           | 0                | 0        | 0        | 0                    | 0        | 0        | 0        | 0                |
| HOMEOWNER - BEACH            | 161,759          | 0        | 0        | 0                    | 0        | 0        | 0        | 161,759          |
| HOMEOWNER - COASTAL          | 155,582          | 0        | 0        | 0                    | 0        | 0        | 0        | 155,582          |
| HO - BEACH WIND              | 33,129           | 0        | 0        | 0                    | 0        | 0        | 0        | 33,129           |
| HO - COASTAL WIND            | 309,698          | 0        | 0        | 0                    | 0        | 0        | 0        | 309,698          |
| WIND - RESIDENTIAL           | 61               | 0        | 0        | 0                    | 0        | 0        | 0        | 61               |
| WIND - COMMERCIAL            | 1,838,524        | 0        | 0        | 0                    | 0        | 0        | 0        | 1,838,524        |
| COASTAL - RESIDENTIAL        | 26,835           | 0        | 0        | 0                    | 0        | 0        | 0        | 26,835           |
| COASTAL - COMMERCIAL         | 34,016           | 0        | 0        | 0                    | 0        | 0        | 0        | 34,016           |
| <b>TOTAL</b>                 | <b>3,139,301</b> | <b>0</b> | <b>0</b> | <b>0</b>             | <b>0</b> | <b>0</b> | <b>0</b> | <b>3,139,301</b> |
| <b>IBNR (PRIOR PERIOD)</b>   |                  |          |          |                      |          |          |          |                  |
| RESIDENTIAL - FIRE           | 735,310          | 0        | 0        | 0                    | 0        | 0        | 0        | 735,310          |
| RESIDENTIAL - EC             | 152,344          | 0        | 0        | 0                    | 0        | 0        | 0        | 152,344          |
| COMMERCIAL - FIRE            | 92,985           | 0        | 0        | 0                    | 0        | 0        | 0        | 92,985           |
| COMMERCIAL - EC              | 28,467           | 0        | 0        | 0                    | 0        | 0        | 0        | 28,467           |
| CRIME - RESIDENTIAL          | 6,113            | 0        | 0        | 0                    | 0        | 0        | 0        | 6,113            |
| CRIME - COMMERCIAL           | 0                | 0        | 0        | 0                    | 0        | 0        | 0        | 0                |
| HOMEOWNER - BEACH            | 162,737          | 0        | 0        | 0                    | 0        | 0        | 0        | 162,737          |
| HOMEOWNER - COASTAL          | 86,501           | 0        | 0        | 0                    | 0        | 0        | 0        | 86,501           |
| HO - BEACH WIND              | 69,313           | 0        | 0        | 0                    | 0        | 0        | 0        | 69,313           |
| HO - COASTAL WIND            | 410,073          | 0        | 0        | 0                    | 0        | 0        | 0        | 410,073          |
| WIND - RESIDENTIAL           | 9,841            | 0        | 0        | 0                    | 0        | 0        | 0        | 9,841            |
| WIND - COMMERCIAL            | 1,854,416        | 0        | 0        | 0                    | 0        | 0        | 0        | 1,854,416        |
| COASTAL - RESIDENTIAL        | 36,429           | 0        | 0        | 0                    | 0        | 0        | 0        | 36,429           |
| COASTAL - COMMERCIAL         | 27,809           | 0        | 0        | 0                    | 0        | 0        | 0        | 27,809           |
| <b>TOTAL</b>                 | <b>3,672,338</b> | <b>0</b> | <b>0</b> | <b>0</b>             | <b>0</b> | <b>0</b> | <b>0</b> | <b>3,672,338</b> |

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION  
COASTAL PROPERTY INSURANCE POOL  
STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES  
FOR THE PERIOD ENDED SEPTEMBER 30, 2015

|                                                    | QUARTER TO DATE |          |        |                      |         |         |      |           |
|----------------------------------------------------|-----------------|----------|--------|----------------------|---------|---------|------|-----------|
|                                                    | 2015            | 2014     | 2013   | 2012 SP <sup>+</sup> | 2012    | 2011    | 2010 | TOTAL     |
| LOSS EXPENSES PAID                                 |                 |          |        |                      |         |         |      |           |
| RESIDENTIAL - FIRE                                 | 120,114         | 20,190   | 0      | 0                    | 0       | 0       | 0    | 140,304   |
| RESIDENTIAL - EC                                   | 276,571         | 19,534   | 220    | 0                    | 0       | 0       | 0    | 296,325   |
| COMMERCIAL - FIRE                                  | 33,092          | 1,467    | 0      | 0                    | 0       | 0       | 0    | 34,559    |
| COMMERCIAL - EC                                    | 7,874           | 0        | 0      | 0                    | 0       | 0       | 0    | 7,874     |
| CRIME - RESIDENTIAL                                | 622             | 0        | 0      | 0                    | 0       | 0       | 0    | 622       |
| CRIME - COMMERCIAL                                 | 0               | 0        | 0      | 0                    | 0       | 0       | 0    | 0         |
| HOMEOWNER - BEACH                                  | 100,814         | 4,563    | 12,206 | 0                    | 0       | 0       | 0    | 117,583   |
| HOMEOWNER - COASTAL                                | 164,554         | 17,013   | 470    | 0                    | 181     | 0       | 0    | 182,218   |
| HO - BEACH WIND                                    | 110,332         | 11,531   | 0      | 0                    | 0       | 0       | 0    | 121,863   |
| HO - COASTAL WIND                                  | 623,870         | 83,570   | 4,782  | 212                  | 1,253   | 5,131   | 0    | 718,818   |
| WIND - RESIDENTIAL                                 | 11,879          | 810      | 0      | 0                    | 0       | 0       | 0    | 12,689    |
| WIND - COMMERCIAL                                  | 38,345          | 0        | 0      | 0                    | 0       | 2,746   | 0    | 41,091    |
| COASTAL - RESIDENTIAL                              | 116,297         | 10,757   | 440    | 0                    | 0       | 0       | 0    | 127,494   |
| COASTAL - COMMERCIAL                               | 55,595          | 1,621    | 261    | 0                    | 0       | 0       | 0    | 57,477    |
| TOTAL                                              | 1,659,959       | 171,056  | 18,379 | 212                  | 1,434   | 7,877   | 0    | 1,858,917 |
| UNPAID LOSS EXPENSE<br>(CURRENT PERIOD INCL. IBNR) |                 |          |        |                      |         |         |      |           |
| RESIDENTIAL - FIRE                                 | 83,361          | 113,669  | 0      | 0                    | 0       | 0       | 0    | 197,030   |
| RESIDENTIAL - EC                                   | 27,277          | 6,980    | 256    | 0                    | 0       | 0       | 0    | 34,513    |
| COMMERCIAL - FIRE                                  | 24              | 0        | 0      | 0                    | 0       | 0       | 0    | 24        |
| COMMERCIAL - EC                                    | 48              | 0        | 0      | 0                    | 0       | 0       | 0    | 48        |
| CRIME - RESIDENTIAL                                | 24              | 0        | 0      | 0                    | 0       | 0       | 0    | 24        |
| CRIME - COMMERCIAL                                 | 0               | 0        | 0      | 0                    | 0       | 0       | 0    | 0         |
| HOMEOWNER - BEACH                                  | 20,195          | 1,042    | 43,529 | 0                    | 0       | 0       | 0    | 64,766    |
| HOMEOWNER - COASTAL                                | 48,224          | 10,595   | 0      | 0                    | 3,474   | 0       | 0    | 62,293    |
| HO - BEACH WIND                                    | 8,674           | 2,305    | 1,145  | 0                    | 0       | 0       | 0    | 12,124    |
| HO - COASTAL WIND                                  | 64,284          | 35,965   | 6,372  | 0                    | 704     | 0       | 0    | 107,325   |
| WIND - RESIDENTIAL                                 | 24              | 0        | 0      | 0                    | 0       | 0       | 0    | 24        |
| WIND - COMMERCIAL                                  | 214,063         | 0        | 0      | 0                    | 0       | 247,843 | 0    | 461,906   |
| COASTAL - RESIDENTIAL                              | 9,842           | 903      | 0      | 0                    | 0       | 0       | 0    | 10,745    |
| COASTAL - COMMERCIAL                               | 8,506           | 2,594    | 0      | 0                    | 0       | 0       | 0    | 11,100    |
| TOTAL                                              | 484,546         | 174,053  | 51,302 | 0                    | 4,178   | 247,843 | 0    | 961,922   |
| UNPAID LOSS EXPENSE<br>(PRIOR PERIOD INCL. IBNR)   |                 |          |        |                      |         |         |      |           |
| RESIDENTIAL - FIRE                                 | 110,390         | 187,057  | 0      | 0                    | 0       | 0       | 0    | 297,447   |
| RESIDENTIAL - EC                                   | 31,492          | 24,496   | 0      | 0                    | 2,555   | 0       | 0    | 58,543    |
| COMMERCIAL - FIRE                                  | 11,194          | 26,420   | 0      | 0                    | 0       | 0       | 0    | 37,614    |
| COMMERCIAL - EC                                    | 11,516          | 0        | 0      | 0                    | 0       | 0       | 0    | 11,516    |
| CRIME - RESIDENTIAL                                | 736             | 1,737    | 0      | 0                    | 0       | 0       | 0    | 2,473     |
| CRIME - COMMERCIAL                                 | 0               | 0        | 0      | 0                    | 0       | 0       | 0    | 0         |
| HOMEOWNER - BEACH                                  | 19,592          | 2,710    | 43,529 | 0                    | 0       | 0       | 0    | 65,831    |
| HOMEOWNER - COASTAL                                | 15,885          | 15,632   | 0      | 0                    | 3,474   | 0       | 0    | 34,991    |
| HO - BEACH WIND                                    | 9,982           | 10,736   | 0      | 0                    | 0       | 0       | 0    | 20,718    |
| HO - COASTAL WIND                                  | 65,960          | 64,653   | 6,840  | 0                    | 1,536   | 0       | 0    | 138,989   |
| WIND - RESIDENTIAL                                 | 1,710           | 1,587    | 0      | 0                    | 0       | 0       | 0    | 3,297     |
| WIND - COMMERCIAL                                  | 224,902         | 824      | 0      | 0                    | 0       | 247,478 | 0    | 473,204   |
| COASTAL - RESIDENTIAL                              | 7,958           | 4,666    | 14     | 0                    | 0       | 0       | 0    | 12,638    |
| COASTAL - COMMERCIAL                               | 5,960           | 2,085    | 0      | 0                    | 0       | 0       | 0    | 8,045     |
| TOTAL                                              | 517,277         | 342,603  | 50,383 | 0                    | 7,565   | 247,478 | 0    | 1,165,306 |
| INCURRED LOSS EXPENSES                             |                 |          |        |                      |         |         |      |           |
| RESIDENTIAL - FIRE                                 | 93,085          | (53,198) | 0      | 0                    | 0       | 0       | 0    | 39,887    |
| RESIDENTIAL - EC                                   | 272,356         | 2,018    | 476    | 0                    | (2,555) | 0       | 0    | 272,295   |
| COMMERCIAL - FIRE                                  | 21,922          | (24,953) | 0      | 0                    | 0       | 0       | 0    | (3,031)   |
| COMMERCIAL - EC                                    | (3,594)         | 0        | 0      | 0                    | 0       | 0       | 0    | (3,594)   |
| CRIME - RESIDENTIAL                                | (90)            | (1,737)  | 0      | 0                    | 0       | 0       | 0    | (1,827)   |
| CRIME - COMMERCIAL                                 | 0               | 0        | 0      | 0                    | 0       | 0       | 0    | 0         |
| HOMEOWNER - BEACH                                  | 101,417         | 2,895    | 12,206 | 0                    | 0       | 0       | 0    | 116,518   |
| HOMEOWNER - COASTAL                                | 196,893         | 11,976   | 470    | 0                    | 181     | 0       | 0    | 209,520   |
| HO - BEACH WIND                                    | 109,024         | 3,100    | 1,145  | 0                    | 0       | 0       | 0    | 113,269   |
| HO - COASTAL WIND                                  | 622,194         | 54,882   | 4,314  | 212                  | 421     | 5,131   | 0    | 687,154   |
| WIND - RESIDENTIAL                                 | 10,193          | (777)    | 0      | 0                    | 0       | 0       | 0    | 9,416     |
| WIND - COMMERCIAL                                  | 27,506          | (824)    | 0      | 0                    | 0       | 3,111   | 0    | 29,793    |
| COASTAL - RESIDENTIAL                              | 118,181         | 6,994    | 426    | 0                    | 0       | 0       | 0    | 125,601   |
| COASTAL - COMMERCIAL                               | 58,141          | 2,130    | 261    | 0                    | 0       | 0       | 0    | 60,532    |
| TOTAL                                              | 1,627,228       | 2,506    | 19,298 | 212                  | (1,953) | 8,242   | 0    | 1,655,533 |

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION  
COASTAL PROPERTY INSURANCE POOL  
STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES  
FOR THE PERIOD ENDED SEPTEMBER 30, 2015

|                                                    | YEAR TO DATE |           |          |                      |         |         |       |           |
|----------------------------------------------------|--------------|-----------|----------|----------------------|---------|---------|-------|-----------|
|                                                    | 2015         | 2014      | 2013     | 2012 SP <sup>+</sup> | 2012    | 2011    | 2010  | TOTAL     |
| LOSS EXPENSES PAID                                 |              |           |          |                      |         |         |       |           |
| RESIDENTIAL - FIRE                                 | 340,579      | 56,169    | 7,926    | 0                    | 0       | 0       | 0     | 404,674   |
| RESIDENTIAL - EC                                   | 834,408      | 117,800   | 6,262    | 0                    | 0       | 0       | 0     | 958,470   |
| COMMERCIAL - FIRE                                  | 109,558      | 20,685    | 1,134    | 0                    | 0       | 0       | 0     | 131,377   |
| COMMERCIAL - EC                                    | 23,816       | 2,535     | 0        | 0                    | 0       | 0       | 0     | 26,351    |
| CRIME - RESIDENTIAL                                | 1,743        | 414       | 0        | 0                    | 0       | 0       | 0     | 2,157     |
| CRIME - COMMERCIAL                                 | 0            | 0         | 0        | 0                    | 0       | 0       | 0     | 0         |
| HOMEOWNER - BEACH                                  | 326,284      | 11,513    | 51,664   | 0                    | 0       | 0       | 0     | 389,461   |
| HOMEOWNER - COASTAL                                | 498,493      | 73,559    | 4,703    | 365                  | 181     | 0       | 364   | 577,665   |
| HO - BEACH WIND                                    | 364,294      | 52,674    | 2,839    | 0                    | 0       | 0       | 0     | 419,807   |
| HO - COASTAL WIND                                  | 1,679,802    | 232,377   | 30,607   | 485                  | 9,797   | 6,028   | 1,148 | 1,960,244 |
| WIND - RESIDENTIAL                                 | 37,926       | 6,354     | 208      | 0                    | 0       | 0       | 0     | 44,488    |
| WIND - COMMERCIAL                                  | 162,935      | 819       | 10,892   | 0                    | 0       | 10,750  | 0     | 185,396   |
| COASTAL - RESIDENTIAL                              | 346,842      | 40,160    | 5,926    | 0                    | 0       | 0       | 0     | 392,928   |
| COASTAL - COMMERCIAL                               | 149,506      | 7,630     | 9,824    | 0                    | 0       | 243     | 0     | 167,203   |
| TOTAL                                              | 4,876,186    | 622,689   | 131,985  | 850                  | 9,978   | 17,021  | 1,512 | 5,660,221 |
| UNPAID LOSS EXPENSE<br>(CURRENT PERIOD INCL. IBNR) |              |           |          |                      |         |         |       |           |
| RESIDENTIAL - FIRE                                 | 83,361       | 113,669   | 0        | 0                    | 0       | 0       | 0     | 197,030   |
| RESIDENTIAL - EC                                   | 27,277       | 6,980     | 256      | 0                    | 0       | 0       | 0     | 34,513    |
| COMMERCIAL - FIRE                                  | 24           | 0         | 0        | 0                    | 0       | 0       | 0     | 24        |
| COMMERCIAL - EC                                    | 48           | 0         | 0        | 0                    | 0       | 0       | 0     | 48        |
| CRIME - RESIDENTIAL                                | 24           | 0         | 0        | 0                    | 0       | 0       | 0     | 24        |
| CRIME - COMMERCIAL                                 | 0            | 0         | 0        | 0                    | 0       | 0       | 0     | 0         |
| HOMEOWNER - BEACH                                  | 20,195       | 1,042     | 43,529   | 0                    | 0       | 0       | 0     | 64,766    |
| HOMEOWNER - COASTAL                                | 48,224       | 10,595    | 0        | 0                    | 3,474   | 0       | 0     | 62,293    |
| HO - BEACH WIND                                    | 8,674        | 2,305     | 1,145    | 0                    | 0       | 0       | 0     | 12,124    |
| HO - COASTAL WIND                                  | 64,284       | 35,965    | 6,372    | 0                    | 704     | 0       | 0     | 107,325   |
| WIND - RESIDENTIAL                                 | 24           | 0         | 0        | 0                    | 0       | 0       | 0     | 24        |
| WIND - COMMERCIAL                                  | 214,063      | 0         | 0        | 0                    | 0       | 247,843 | 0     | 461,906   |
| COASTAL - RESIDENTIAL                              | 9,842        | 903       | 0        | 0                    | 0       | 0       | 0     | 10,745    |
| COASTAL - COMMERCIAL                               | 8,506        | 2,594     | 0        | 0                    | 0       | 0       | 0     | 11,100    |
| TOTAL                                              | 484,546      | 174,053   | 51,302   | 0                    | 4,178   | 247,843 | 0     | 961,922   |
| UNPAID LOSS EXPENSE<br>(PRIOR PERIOD INCL. IBNR)   |              |           |          |                      |         |         |       |           |
| RESIDENTIAL - FIRE                                 | 0            | 47,966    | 33       | 0                    | 0       | 0       | 0     | 47,999    |
| RESIDENTIAL - EC                                   | 0            | 54,120    | 13,216   | 0                    | 2,725   | 1,033   | 0     | 71,094    |
| COMMERCIAL - FIRE                                  | 0            | 96,533    | 0        | 0                    | 0       | 0       | 0     | 96,533    |
| COMMERCIAL - EC                                    | 0            | 106       | 344      | 0                    | 0       | 0       | 0     | 450       |
| CRIME - RESIDENTIAL                                | 0            | 674       | 0        | 0                    | 0       | 0       | 0     | 674       |
| CRIME - COMMERCIAL                                 | 0            | 0         | 0        | 0                    | 0       | 0       | 0     | 0         |
| HOMEOWNER - BEACH                                  | 0            | 27,360    | 61,184   | 0                    | 0       | 0       | 0     | 88,544    |
| HOMEOWNER - COASTAL                                | 0            | 33,930    | 1,287    | 0                    | 0       | 0       | 0     | 35,217    |
| HO - BEACH WIND                                    | 0            | 10,353    | 508      | 0                    | 0       | 0       | 0     | 10,861    |
| HO - COASTAL WIND                                  | 0            | 68,062    | 24,865   | 0                    | 533     | 0       | 0     | 93,460    |
| WIND - RESIDENTIAL                                 | 0            | 1,821     | 0        | 0                    | 0       | 0       | 0     | 1,821     |
| WIND - COMMERCIAL                                  | 0            | 200,063   | 61,228   | 0                    | 0       | 247,478 | 0     | 508,769   |
| COASTAL - RESIDENTIAL                              | 0            | 11,673    | 4,318    | 0                    | 0       | 0       | 0     | 15,991    |
| COASTAL - COMMERCIAL                               | 0            | 20,847    | 16,285   | 0                    | 0       | 0       | 0     | 37,132    |
| TOTAL                                              | 0            | 573,508   | 183,268  | 0                    | 3,258   | 248,511 | 0     | 1,008,545 |
| INCURRED LOSS EXPENSES                             |              |           |          |                      |         |         |       |           |
| RESIDENTIAL - FIRE                                 | 423,940      | 121,872   | 7,893    | 0                    | 0       | 0       | 0     | 553,705   |
| RESIDENTIAL - EC                                   | 861,685      | 70,660    | (6,698)  | 0                    | (2,725) | (1,033) | 0     | 921,889   |
| COMMERCIAL - FIRE                                  | 109,582      | (75,848)  | 1,134    | 0                    | 0       | 0       | 0     | 34,868    |
| COMMERCIAL - EC                                    | 23,864       | 2,429     | (344)    | 0                    | 0       | 0       | 0     | 25,949    |
| CRIME - RESIDENTIAL                                | 1,767        | (260)     | 0        | 0                    | 0       | 0       | 0     | 1,507     |
| CRIME - COMMERCIAL                                 | 0            | 0         | 0        | 0                    | 0       | 0       | 0     | 0         |
| HOMEOWNER - BEACH                                  | 346,479      | (14,805)  | 34,009   | 0                    | 0       | 0       | 0     | 365,683   |
| HOMEOWNER - COASTAL                                | 546,717      | 50,224    | 3,416    | 365                  | 3,655   | 0       | 364   | 604,741   |
| HO - BEACH WIND                                    | 372,968      | 44,626    | 3,476    | 0                    | 0       | 0       | 0     | 421,070   |
| HO - COASTAL WIND                                  | 1,744,086    | 200,280   | 12,114   | 485                  | 9,968   | 6,028   | 1,148 | 1,974,109 |
| WIND - RESIDENTIAL                                 | 37,950       | 4,533     | 208      | 0                    | 0       | 0       | 0     | 42,691    |
| WIND - COMMERCIAL                                  | 376,998      | (199,244) | (50,336) | 0                    | 0       | 11,115  | 0     | 138,533   |
| COASTAL - RESIDENTIAL                              | 356,684      | 29,390    | 1,608    | 0                    | 0       | 0       | 0     | 387,682   |
| COASTAL - COMMERCIAL                               | 158,012      | (10,623)  | (6,461)  | 0                    | 0       | 243     | 0     | 141,171   |
| TOTAL                                              | 5,360,732    | 223,234   | 19       | 850                  | 10,898  | 16,353  | 1,512 | 5,613,598 |

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION  
COASTAL PROPERTY INSURANCE POOL  
REPORT OF NAMED STORM LOSSES  
AS OF SEPTEMBER 30, 2015

| AS OF SEPTEMBER 30, 2010 |                      |                      |              |             |            |                          |         |
|--------------------------|----------------------|----------------------|--------------|-------------|------------|--------------------------|---------|
| CAT<br>NUMBER            | POLICY<br>YEAR       | CAT<br>DATE          | BUSINESS     | LOSSES      |            | ALLOCATED CLAIMS EXPENSE |         |
|                          |                      |                      |              | OUTSTANDING | PAID       | OUTSTANDING              | PAID    |
| IRENE                    |                      |                      |              |             |            |                          |         |
| BEACH FULL COVERAGE      |                      |                      |              |             |            |                          |         |
| 59                       | 10/01/09<br>09/30/10 | 08/26/11<br>08/28/11 | HABITATIONAL | 0           | 608,633    | 0                        | 74,486  |
| 59                       | 10/01/09<br>09/30/10 | 08/26/11<br>08/28/11 | COMMERCIAL   | 3,003,376   | 142,237    | 300,338                  | 6,009   |
|                          |                      |                      | TOTAL        | 3,003,376   | 750,870    | 300,338                  | 80,495  |
| 59                       | 10/01/10<br>09/30/11 | 08/26/11<br>08/28/11 | HABITATIONAL | 0           | 8,955,019  | 0                        | 814,673 |
| 59                       | 10/01/10<br>09/30/11 | 08/26/11<br>08/28/11 | COMMERCIAL   | 0           | 1,076,814  | 0                        | 78,933  |
|                          |                      |                      | TOTAL        | 0           | 10,031,833 | 0                        | 893,606 |
| BEACH WIND & HAIL ONLY   |                      |                      |              |             |            |                          |         |
| 59                       | 10/01/09<br>09/30/10 | 08/26/11<br>08/28/11 | HABITATIONAL | 0           | 95,206     | 0                        | 17,433  |
| 59                       | 10/01/09<br>09/30/10 | 08/26/11<br>08/28/11 | COMMERCIAL   | 0           | 1,037,256  | 0                        | 105,709 |
|                          |                      |                      | TOTAL        | 0           | 1,132,462  | 0                        | 123,142 |
| 59                       | 10/01/10<br>09/30/11 | 08/26/11<br>08/28/11 | HABITATIONAL | 0           | 820,994    | 0                        | 92,686  |
| 59                       | 10/01/10<br>09/30/11 | 08/26/11<br>08/28/11 | COMMERCIAL   | 0           | 16,480,295 | 0                        | 698,657 |
|                          |                      |                      | TOTAL        | 0           | 17,301,289 | 0                        | 791,343 |

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION  
 COASTAL PROPERTY INSURANCE POOL  
 REPORT OF NAMED STORM LOSSES  
 AS OF SEPTEMBER 30, 2015

| AS OF SEPTEMBER 30, 2010                   |                      |                      |                 |             |            |                          |           |
|--------------------------------------------|----------------------|----------------------|-----------------|-------------|------------|--------------------------|-----------|
| CAT<br>NUMBER                              | POLICY<br>YEAR       | CAT<br>DATE          | BUSINESS        | LOSSES      |            | ALLOCATED CLAIMS EXPENSE |           |
|                                            |                      |                      |                 | OUTSTANDING | PAID       | OUTSTANDING              | PAID      |
| COASTAL WIND & HAIL ONLY                   |                      |                      |                 |             |            |                          |           |
| 59                                         | 10/01/09<br>09/30/10 | 08/26/11<br>08/28/11 | HABITATIONAL    | 0           | 1,011,099  | 0                        | 96,821    |
| 59                                         | 10/01/09<br>09/30/10 | 08/26/11<br>08/28/11 | COMMERCIAL      | 0           | 2,916,405  | 0                        | 186,967   |
|                                            |                      |                      | TOTAL           | 0           | 3,927,504  | 0                        | 283,788   |
| 59                                         | 10/01/10<br>09/30/11 | 08/26/11<br>08/28/11 | HABITATIONAL    | 0           | 10,596,518 | 0                        | 1,014,836 |
| 59                                         | 10/01/10<br>09/30/11 | 08/26/11<br>08/28/11 | COMMERCIAL      | 0           | 15,172,074 | 0                        | 950,203   |
|                                            |                      |                      | TOTAL           | 0           | 25,768,592 | 0                        | 1,965,039 |
| HOMEOWNERS AND HOMEOWNERS WIND & HAIL ONLY |                      |                      |                 |             |            |                          |           |
| 59                                         | 10/01/07<br>09/30/08 | 08/26/11<br>08/28/11 | HO WIND COASTAL | 0           | 600        | 0                        | 0         |
|                                            |                      |                      | TOTAL           | 0           | 600        | 0                        | 0         |
| 59                                         | 10/01/09<br>09/30/10 | 08/26/11<br>08/28/11 | HO-BEACH        | 0           | 70,393     | 0                        | 8,044     |
| 59                                         | 10/01/09<br>09/30/10 | 08/26/11<br>08/28/11 | HO-COASTAL      | 0<br>0      | 406,904    | 0                        | 48,916    |
| 59                                         | 10/01/09<br>09/30/10 | 08/26/11<br>08/28/11 | HO WIND BEACH   | 0           | 726,679    | 0                        | 71,657    |
| 59                                         | 10/01/09<br>09/30/10 | 08/26/11<br>08/28/11 | HO WIND COASTAL | 0           | 5,471,948  | 0                        | 492,398   |
|                                            |                      |                      | TOTAL           | 0           | 6,675,924  | 0                        | 621,015   |

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| CAT<br>NUMBER | POLICY<br>YEAR       | CAT<br>DATE          | BUSINESS        | LOSSES      |             | ALLOCATED CLAIMS EXPENSE |            |
|---------------|----------------------|----------------------|-----------------|-------------|-------------|--------------------------|------------|
|               |                      |                      |                 | OUTSTANDING | PAID        | OUTSTANDING              | PAID       |
| 59            | 10/01/10<br>09/30/11 | 08/26/11<br>08/28/11 | HO-BEACH        | 0           | 589,148     | 0                        | 54,488     |
| 59            | 10/01/10<br>09/30/11 | 08/26/11<br>08/28/11 | HO-COASTAL      | 0           | 3,149,483   | 0                        | 290,361    |
| 59            | 10/01/10<br>09/30/11 | 08/26/11<br>08/28/11 | HO WIND BEACH   | 0           | 8,400,103   | 0                        | 842,097    |
| 59            | 10/01/10<br>09/30/11 | 08/26/11<br>08/28/11 | HO WIND COASTAL | 0           | 52,476,495  | 0                        | 4,672,755  |
| 59            | 01/01/14<br>12/31/14 | 08/26/11<br>08/28/11 | HO WIND COASTAL | 0           | 10,668      |                          | 649        |
| TOTAL         |                      |                      |                 | 0           | 64,625,898  | 0                        | 5,860,350  |
| TOTAL IRENE   |                      |                      |                 | 3,003,376   | 130,214,972 | 300,338                  | 10,618,777 |

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| AS OF SEPTEMBER 30, 2010 |                      |                      |              |             |        |                          |       |
|--------------------------|----------------------|----------------------|--------------|-------------|--------|--------------------------|-------|
| CAT<br>NUMBER            | POLICY<br>YEAR       | CAT<br>DATE          | BUSINESS     | LOSSES      |        | ALLOCATED CLAIMS EXPENSE |       |
|                          |                      |                      |              | OUTSTANDING | PAID   | OUTSTANDING              | PAID  |
| BERYL                    |                      |                      |              |             |        |                          |       |
| BEACH FULL COVERAGE      |                      |                      |              |             |        |                          |       |
| 20                       | 10/01/10<br>09/30/11 | 05/29/12<br>05/31/12 | HABITATIONAL | 0           | 20,383 | 0                        | 1,939 |
| 20                       | 10/01/10<br>09/30/11 | 05/29/12<br>05/31/12 | COMMERCIAL   | 0           | 0      | 0                        | 0     |
|                          |                      |                      | TOTAL        | 0           | 20,383 | 0                        | 1,939 |
| 20                       | 10/01/11<br>09/30/12 | 05/29/12<br>05/31/12 | HABITATIONAL | 0           | 24,981 | 0                        | 3,131 |
| 20                       | 10/01/11<br>09/30/12 | 05/29/12<br>05/31/12 | COMMERCIAL   | 0           | 0      | 0                        | 0     |
|                          |                      |                      | TOTAL        | 0           | 24,981 | 0                        | 3,131 |
| COASTAL WIND & HAIL ONLY |                      |                      |              |             |        |                          |       |
| 20                       | 10/01/10<br>09/30/11 | 05/29/12<br>05/31/12 | HABITATIONAL | 0           | 16,928 | 0                        | 1,838 |
| 20                       | 10/01/10<br>09/30/11 | 05/29/12<br>05/31/12 | COMMERCIAL   | 0           | 0      | 0                        | 0     |
|                          |                      |                      | TOTAL        | 0           | 16,928 | 0                        | 1,838 |
| 20                       | 10/01/11<br>09/30/12 | 05/29/12<br>05/31/12 | HABITATIONAL | 0           | 12,867 | 0                        | 2,652 |
| 20                       | 10/01/11<br>09/30/12 | 05/29/12<br>05/31/12 | COMMERCIAL   | 0           | 7,435  | 0                        | 0     |
|                          |                      |                      | TOTAL        | 0           | 20,302 | 0                        | 2,652 |

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| AS OF SEPTEMBER 30, 2019                   |                      |                      |                 |             |         |                          |        |
|--------------------------------------------|----------------------|----------------------|-----------------|-------------|---------|--------------------------|--------|
| CAT<br>NUMBER                              | POLICY<br>YEAR       | CAT<br>DATE          | BUSINESS        | LOSSES      |         | ALLOCATED CLAIMS EXPENSE |        |
|                                            |                      |                      |                 | OUTSTANDING | PAID    | OUTSTANDING              | PAID   |
| HOMEOWNERS AND HOMEOWNERS WIND & HAIL ONLY |                      |                      |                 |             |         |                          |        |
| 20                                         | 10/01/10<br>09/30/11 | 05/29/12<br>05/31/12 | HO-BEACH        | 0           | 0       | 0                        | 0      |
| 20                                         | 10/01/10<br>09/30/11 | 05/29/12<br>05/31/12 | HO-COASTAL      | 0           | 1,692   | 0                        | 638    |
| 20                                         | 10/01/10<br>09/30/11 | 05/29/12<br>05/31/12 | HO WIND BEACH   | 0           | 39,149  | 0                        | 4,709  |
| 20                                         | 10/01/10<br>09/30/11 | 05/29/12<br>05/31/12 | HO WIND COASTAL | 0           | 75,443  | 0                        | 6,995  |
|                                            |                      |                      | TOTAL           | 0           | 116,284 | 0                        | 12,342 |
| 20                                         | 10/01/11<br>09/30/12 | 05/29/12<br>05/31/12 | HO-BEACH        | 0           | 0       | 0                        | 255    |
| 20                                         | 10/01/11<br>09/30/12 | 05/29/12<br>05/31/12 | HO-COASTAL      | 0           | 1,178   | 0                        | 370    |
| 20                                         | 10/01/11<br>09/30/12 | 05/29/12<br>05/31/12 | HO WIND BEACH   | 0           | 58,212  | 0                        | 5,141  |
| 20                                         | 10/01/11<br>09/30/12 | 05/29/12<br>05/31/12 | HO WIND COASTAL | 0           | 221,708 | 0                        | 15,907 |
|                                            |                      |                      | TOTAL           | 0           | 281,098 | 0                        | 21,673 |
|                                            |                      |                      | TOTAL BERYL     | 0           | 479,976 | 0                        | 43,575 |

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| AS OF SEPTEMBER 30, 2013 |                      |                      |              |             |         |                          |        |
|--------------------------|----------------------|----------------------|--------------|-------------|---------|--------------------------|--------|
| CAT<br>NUMBER            | POLICY<br>YEAR       | CAT<br>DATE          | BUSINESS     | LOSSES      |         | ALLOCATED CLAIMS EXPENSE |        |
|                          |                      |                      |              | OUTSTANDING | PAID    | OUTSTANDING              | PAID   |
| SANDY                    |                      |                      |              |             |         |                          |        |
| BEACH FULL COVERAGE      |                      |                      |              |             |         |                          |        |
| 90                       | 10/01/11<br>09/30/12 | 10/26/12<br>10/31/12 | HABITATIONAL | 0           | 294,786 | 0                        | 65,034 |
| 90                       | 10/01/11<br>09/30/12 | 10/26/12<br>10/31/12 | COMMERCIAL   | 0           | 52,493  | 0                        | 7,245  |
|                          |                      |                      | TOTAL        | 0           | 347,279 | 0                        | 72,279 |
| 90                       | 10/01/12<br>12/31/12 | 10/26/12<br>10/31/12 | HABITATIONAL | 0           | 58,548  | 0                        | 8,495  |
| 90                       | 10/01/12<br>12/31/12 | 10/26/12<br>10/31/12 | COMMERCIAL   | 0           | 0       | 0                        | 0      |
| 90                       | 10/01/12<br>09/30/13 | 10/26/12<br>10/31/12 | HABITATIONAL | 0           | 0       | 0                        | 0      |
|                          |                      |                      | TOTAL        | 0           | 58,548  | 0                        | 8,495  |
| BEACH WIND & HAIL ONLY   |                      |                      |              |             |         |                          |        |
| 90                       | 10/01/11<br>09/30/12 | 10/26/12<br>10/31/12 | HABITATIONAL | 0           | 63,160  | 0                        | 9,809  |
| 90                       | 10/01/11<br>09/30/12 | 10/26/12<br>10/31/12 | COMMERCIAL   | 0           | 45,235  | 0                        | 9,876  |
|                          |                      |                      | TOTAL        | 0           | 108,395 | 0                        | 19,685 |
| 90                       | 10/01/12<br>12/31/12 | 10/26/12<br>10/31/12 | HABITATIONAL | 0           | 1,060   | 0                        | 647    |
| 90                       | 10/01/12<br>12/31/12 | 10/26/12<br>10/31/12 | COMMERCIAL   | 0           | 42,349  | 0                        | 9,326  |
|                          |                      |                      | TOTAL        | 0           | 43,409  | 0                        | 9,973  |

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| AS OF SEPTEMBER 30, 2013                   |                      |                      |                 |             |           |                          |         |
|--------------------------------------------|----------------------|----------------------|-----------------|-------------|-----------|--------------------------|---------|
| CAT<br>NUMBER                              | POLICY<br>YEAR       | CAT<br>DATE          | BUSINESS        | LOSSES      |           | ALLOCATED CLAIMS EXPENSE |         |
|                                            |                      |                      |                 | OUTSTANDING | PAID      | OUTSTANDING              | PAID    |
| COASTAL WIND & HAIL ONLY                   |                      |                      |                 |             |           |                          |         |
| 90                                         | 10/01/11<br>09/30/12 | 10/26/12<br>10/31/12 | HABITATIONAL    | 0           | 63,113    | 0                        | 10,434  |
| 90                                         | 10/01/11<br>09/30/12 | 10/26/12<br>10/31/12 | COMMERCIAL      | 0           | 46,040    | 0                        | 5,552   |
|                                            |                      |                      | TOTAL           | 0           | 109,153   | 0                        | 15,986  |
| 90                                         | 10/01/12<br>12/31/12 | 10/26/12<br>10/31/12 | HABITATIONAL    | 0           | 4,449     | 0                        | 550     |
| 90                                         | 10/01/12<br>12/31/12 | 10/26/12<br>10/31/12 | COMMERCIAL      | 0           | 436       | 0                        | 632     |
| 90                                         | 10/01/12<br>09/30/13 | 10/26/12<br>10/31/12 | HABITATIONAL    | 0           | 0         | 0                        | 0       |
|                                            |                      |                      | TOTAL           | 0           | 4,885     | 0                        | 1,182   |
| HOMEOWNERS AND HOMEOWNERS WIND & HAIL ONLY |                      |                      |                 |             |           |                          |         |
| 90                                         | 10/01/11<br>09/30/12 | 10/26/12<br>10/31/12 | HO-BEACH        | 0           | 10,356    | 0                        | 2,542   |
| 90                                         | 10/01/11<br>09/30/12 | 10/26/12<br>10/31/12 | HO-COASTAL      | 0           | 24,218    | 0                        | 5,347   |
| 90                                         | 10/01/11<br>09/30/12 | 10/26/12<br>10/31/12 | HO WIND BEACH   | 0           | 725,086   | 0                        | 93,626  |
| 90                                         | 10/01/11<br>09/30/12 | 10/26/12<br>10/31/12 | HO WIND COASTAL | 0           | 472,965   | 0                        | 59,311  |
|                                            |                      |                      | TOTAL           | 0           | 1,232,625 | 0                        | 160,826 |
| 90                                         | 10/01/12<br>12/31/12 | 10/26/12<br>10/31/12 | HO-BEACH        | 0           | 0         | 0                        | 0       |
| 90                                         | 10/01/12<br>12/31/12 | 10/26/12<br>10/31/12 | HO-COASTAL      | 0           | 14,084    | 0                        | 1,272   |
| 90                                         | 10/01/12<br>12/31/12 | 10/26/12<br>10/31/12 | HO WIND BEACH   | 0           | 36,710    | 0                        | 4,019   |
| 90                                         | 10/01/12<br>12/31/12 | 10/26/12<br>10/31/12 | HO WIND COASTAL | 0           | 21,204    | 0                        | 6,885   |
|                                            |                      |                      | TOTAL           | 0           | 71,998    | 0                        | 12,176  |
|                                            |                      |                      | TOTAL SANDY     | 0           | 1,976,292 | 0                        | 300,602 |

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| AS OF SEPTEMBER 30, 2013 |                      |                      |              |             |        |                          |       |
|--------------------------|----------------------|----------------------|--------------|-------------|--------|--------------------------|-------|
| CAT<br>NUMBER            | POLICY<br>YEAR       | CAT<br>DATE          | BUSINESS     | LOSSES      |        | ALLOCATED CLAIMS EXPENSE |       |
|                          |                      |                      |              | OUTSTANDING | PAID   | OUTSTANDING              | PAID  |
| ANDREA                   |                      |                      |              |             |        |                          |       |
| BEACH FULL COVERAGE      |                      |                      |              |             |        |                          |       |
| N52                      | 10/01/11<br>09/30/12 | 06/06/13<br>06/08/13 | HABITATIONAL | 0           | 0      | 0                        | 264   |
| N52                      | 10/01/11<br>09/30/12 | 06/06/13<br>06/08/13 | COMMERCIAL   | 0           | 0      | 0                        | 0     |
|                          |                      |                      | TOTAL        | 0           | 0      | 0                        | 264   |
| N52                      | 10/01/12<br>09/30/13 | 06/06/13<br>06/08/13 | HABITATIONAL | 0           | 23,822 | 0                        | 4,144 |
| N52                      | 10/01/12<br>09/30/13 | 06/06/13<br>06/08/13 | COMMERCIAL   | 0           | 0      | 0                        | 0     |
|                          |                      |                      | TOTAL        | 0           | 23,822 | 0                        | 4,144 |
| BEACH WIND & HAIL ONLY   |                      |                      |              |             |        |                          |       |
| N52                      | 10/01/11<br>09/30/12 | 06/06/13<br>06/08/13 | HABITATIONAL | 0           | 0      | 0                        | 0     |
| N52                      | 10/01/11<br>09/30/12 | 06/06/13<br>06/08/13 | COMMERCIAL   | 0           | 0      | 0                        | 0     |
|                          |                      |                      | TOTAL        | 0           | 0      | 0                        | 0     |
| N52                      | 10/01/12<br>09/30/13 | 06/06/13<br>06/08/13 | HABITATIONAL | 0           | 4,711  | 0                        | 550   |
| N52                      | 10/01/12<br>09/30/13 | 06/06/13<br>06/08/13 | COMMERCIAL   | 0           | 0      | 0                        | 0     |
|                          |                      |                      | TOTAL        | 0           | 4,711  | 0                        | 550   |

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| AS OF SEPTEMBER 30, 2013                   |                      |                      |                 |             |         |                          |        |
|--------------------------------------------|----------------------|----------------------|-----------------|-------------|---------|--------------------------|--------|
| CAT<br>NUMBER                              | POLICY<br>YEAR       | CAT<br>DATE          | BUSINESS        | LOSSES      |         | ALLOCATED CLAIMS EXPENSE |        |
|                                            |                      |                      |                 | OUTSTANDING | PAID    | OUTSTANDING              | PAID   |
| COASTAL WIND & HAIL ONLY                   |                      |                      |                 |             |         |                          |        |
| N52                                        | 10/01/11<br>09/30/12 | 06/06/13<br>06/08/13 | HABITATIONAL    | 0           | 9,927   | 0                        | 1,345  |
| N52                                        | 10/01/11<br>09/30/12 | 06/06/13<br>06/08/13 | COMMERCIAL      | 0           | 0       | 0                        | 250    |
|                                            |                      |                      | TOTAL           | 0           | 9,927   | 0                        | 1,595  |
| N52                                        | 10/01/12<br>09/30/13 | 06/06/13<br>06/08/13 | HABITATIONAL    | 0           | 11,077  | 0                        | 1,960  |
| N52                                        | 10/01/12<br>09/30/13 | 06/06/13<br>06/08/13 | COMMERCIAL      | 0           | 23,016  | 0                        | 536    |
|                                            |                      |                      | TOTAL           | 0           | 34,093  | 0                        | 2,496  |
| HOMEOWNERS AND HOMEOWNERS WIND & HAIL ONLY |                      |                      |                 |             |         |                          |        |
| N52                                        | 10/01/11<br>09/30/12 | 06/06/13<br>06/08/13 | HO-BEACH        | 0           | 0       | 0                        | 0      |
| N52                                        | 10/01/11<br>09/30/12 | 06/06/13<br>06/08/13 | HO-COASTAL      | 0           | 2,883   | 0                        | 753    |
| N52                                        | 10/01/11<br>09/30/12 | 06/06/13<br>06/08/13 | HO WIND BEACH   | 0           | 4,730   | 0                        | 1,655  |
| N52                                        | 10/01/11<br>09/30/12 | 06/06/13<br>06/08/13 | HO WIND COASTAL | 0           | 64,900  | 0                        | 9,179  |
|                                            |                      |                      | TOTAL           | 0           | 72,513  | 0                        | 11,587 |
| N52                                        | 10/01/12<br>09/30/13 | 06/06/13<br>06/08/13 | HO-BEACH        | 0           | 22,469  | 0                        | 1,056  |
| N52                                        | 10/01/12<br>09/30/13 | 06/06/13<br>06/08/13 | HO-COASTAL      | 0           | 0       | 0                        | 308    |
| N52                                        | 10/01/12<br>09/30/13 | 06/06/13<br>06/08/13 | HO WIND BEACH   | 7,499       | 23,398  | 750                      | 3,808  |
| N52                                        | 10/01/12<br>09/30/13 | 06/06/13<br>06/08/13 | HO WIND COASTAL | 0           | 117,659 | 0                        | 16,375 |
|                                            |                      |                      | TOTAL           | 7,499       | 163,526 | 750                      | 21,547 |
|                                            |                      |                      | TOTAL ANDREA    | 7,499       | 308,591 | 750                      | 42,183 |

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| AS OF SEPTEMBER 30, 2015 |                      |                      |              |             |         |                          |         |
|--------------------------|----------------------|----------------------|--------------|-------------|---------|--------------------------|---------|
| CAT<br>NUMBER            | POLICY<br>YEAR       | CAT<br>DATE          | BUSINESS     | LOSSES      |         | ALLOCATED CLAIMS EXPENSE |         |
|                          |                      |                      |              | OUTSTANDING | PAID    | OUTSTANDING              | PAID    |
| ARTHUR                   |                      |                      |              |             |         |                          |         |
| BEACH FULL COVERAGE      |                      |                      |              |             |         |                          |         |
| N53                      | 10/01/12<br>09/30/13 | 07/03/14<br>07/04/14 | HABITATIONAL | 0           | 643,127 | 0                        | 84,557  |
| N53                      | 10/01/12<br>09/30/13 | 07/03/14<br>07/04/14 | COMMERCIAL   | 0           | 45,633  | 0                        | 5,724   |
|                          |                      |                      | TOTAL        | 0           | 688,760 | 0                        | 90,281  |
| N53                      | 01/01/14<br>12/31/14 | 07/03/14<br>07/04/14 | HABITATIONAL | 0           | 816,140 | 0                        | 98,493  |
| N53                      | 01/01/14<br>12/31/14 | 07/03/14<br>07/04/14 | COMMERCIAL   | 0           | 67,788  | 0                        | 18,510  |
|                          |                      |                      | TOTAL        | 0           | 883,928 | 0                        | 117,002 |
| BEACH WIND & HAIL ONLY   |                      |                      |              |             |         |                          |         |
| N53                      | 10/01/12<br>09/30/13 | 07/03/14<br>07/04/14 | HABITATIONAL | 0           | 104,409 | 0                        | 12,882  |
| N53                      | 10/01/12<br>09/30/13 | 07/03/14<br>07/04/14 | COMMERCIAL   | 0           | 426,657 | 0                        | 18,946  |
|                          |                      |                      | TOTAL        | 0           | 531,065 | 0                        | 31,828  |
| N53                      | 01/01/14<br>12/31/14 | 07/03/14<br>07/04/14 | HABITATIONAL | 0           | 38,137  | 0                        | 6,757   |
| N53                      | 01/01/14<br>12/31/14 | 07/03/14<br>07/04/14 | COMMERCIAL   | 0           | 606,330 | 0                        | 40,031  |
|                          |                      |                      | TOTAL        | 0           | 644,467 | 0                        | 46,788  |
| COASTAL WIND & HAIL ONLY |                      |                      |              |             |         |                          |         |
| N53                      | 10/01/12<br>09/30/13 | 07/03/14<br>07/04/14 | HABITATIONAL | 0           | 117,599 | 0                        | 19,779  |
| N53                      | 10/01/12<br>09/30/13 | 07/03/14<br>07/04/14 | COMMERCIAL   | 0           | 119,730 | 0                        | 7,030   |
|                          |                      |                      | TOTAL        | 0           | 237,329 | 0                        | 26,808  |
| N53                      | 01/01/14<br>12/31/14 | 07/03/14<br>07/04/14 | HABITATIONAL | 0           | 166,962 | 0                        | 29,404  |
| N53                      | 01/01/14<br>12/31/14 | 07/03/14<br>07/04/14 | COMMERCIAL   | 7,499       | 275,700 | 750                      | 18,616  |
|                          |                      |                      | TOTAL        | 7,499       | 442,662 | 750                      | 48,020  |

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| AS OF SEPTEMBER 30, 2015                   |                      |                      |                 |             |           |                          |         |
|--------------------------------------------|----------------------|----------------------|-----------------|-------------|-----------|--------------------------|---------|
| CAT<br>NUMBER                              | POLICY<br>YEAR       | CAT<br>DATE          | BUSINESS        | LOSSES      |           | ALLOCATED CLAIMS EXPENSE |         |
|                                            |                      |                      |                 | OUTSTANDING | PAID      | OUTSTANDING              | PAID    |
| HOMEOWNERS AND HOMEOWNERS WIND & HAIL ONLY |                      |                      |                 |             |           |                          |         |
| N53                                        | 10/01/12<br>09/30/13 | 07/03/14<br>07/04/14 | HO-BEACH        | 0           | 44,110    | 0                        | 5,102   |
| N53                                        | 10/01/12<br>09/30/13 | 07/03/14<br>07/04/14 | HO-COASTAL      | 0           | 37,358    | 0                        | 7,745   |
| N53                                        | 10/01/12<br>09/30/13 | 07/03/14<br>07/04/14 | HO WIND BEACH   | 7,499       | 656,606   | 750                      | 72,641  |
| N53                                        | 10/01/12<br>09/30/13 | 07/03/14<br>07/04/14 | HO WIND COASTAL | 0           | 721,362   | 0                        | 109,683 |
|                                            |                      |                      | TOTAL           | 7,499       | 1,459,435 | 750                      | 195,171 |
| N53                                        | 01/01/14<br>12/31/14 | 07/03/14<br>07/04/14 | HO-BEACH        | 0           | 36,453    | 0                        | 4,497   |
| N53                                        | 01/01/14<br>12/31/14 | 07/03/14<br>07/04/14 | HO-COASTAL      | 0           | 36,141    | 0                        | 4,101   |
| N53                                        | 01/01/14<br>12/31/14 | 07/03/14<br>07/04/14 | HO WIND BEACH   | 0           | 746,387   | 0                        | 95,649  |
| N53                                        | 01/01/14<br>12/31/14 | 07/03/14<br>07/04/14 | HO WIND COASTAL | 0           | 1,128,867 | 0                        | 149,574 |
|                                            |                      |                      | TOTAL           | 0           | 1,947,848 | 0                        | 253,821 |
|                                            |                      |                      | TOTAL ARTHUR    | 14,998      | 6,835,495 | 1,500                    | 809,720 |

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION  
COASTAL PROPERTY INSURANCE POOL  
AS OF SEPTEMBER 30, 2015

AGGREGATE LIABILITY BY COUNTIES

RESIDENTIAL AGGREGATE LIABILITY

| COUNTY      | DWELLING<br>BEACH<br>LIABILITY * | DWELLING<br>BEACH<br>COUNT | HOMEOWNER<br>BEACH<br>LIABILITY* | HOMEOWNER<br>BEACH<br>COUNT | HOMEOWNER<br>COASTAL<br>LIABILITY * | HOMEOWNER<br>COASTAL<br>COUNT | HO WIND<br>BEACH<br>LIABILITY* | HO WIND<br>BEACH<br>COUNT | HO WIND<br>COASTAL<br>LIABILITY * | HO WIND<br>COASTAL<br>COUNT | DWELLING<br>BEACH WIND<br>LIABILITY * | DWELLING<br>BEACH WIND<br>COUNT | DWELLING<br>COASTAL WIND<br>LIABILITY* | DWELLING<br>COASTAL WIND<br>COUNT | TOTAL<br>RESIDENTIAL<br>BEACH LIABILITY * | TOTAL<br>RESIDENTIAL<br>COUNT |
|-------------|----------------------------------|----------------------------|----------------------------------|-----------------------------|-------------------------------------|-------------------------------|--------------------------------|---------------------------|-----------------------------------|-----------------------------|---------------------------------------|---------------------------------|----------------------------------------|-----------------------------------|-------------------------------------------|-------------------------------|
| BEAUFORT    | 0                                | 0                          | 0                                | 0                           | 144,142,840                         | 285                           | 0                              | 0                         | 1,794,362,027                     | 4,992                       | 0                                     | 0                               | 143,423,580                            | 1,496                             | 2,081,928,447                             | 6,773                         |
| BRUNSWICK   | 1,826,397,696                    | 7,581                      | 132,754,410                      | 231                         | 426,579,410                         | 823                           | 2,291,211,037                  | 4,947                     | 8,613,884,632                     | 20,521                      | 158,926,770                           | 642                             | 412,977,558                            | 3,212                             | 13,862,731,513                            | 37,957                        |
| CAMDEN      | 0                                | 0                          | 0                                | 0                           | 34,375,470                          | 62                            | 0                              | 0                         | 580,438,160                       | 1,482                       | 0                                     | 0                               | 37,582,960                             | 277                               | 652,396,590                               | 1,821                         |
| CARTERET    | 669,631,948                      | 4,594                      | 119,178,160                      | 203                         | 278,106,930                         | 548                           | 1,892,644,389                  | 4,020                     | 4,728,700,174                     | 12,150                      | 144,920,663                           | 657                             | 335,567,076                            | 2,331                             | 8,168,749,340                             | 24,503                        |
| CHOWAN      | 0                                | 0                          | 0                                | 0                           | 22,017,860                          | 48                            | 0                              | 0                         | 767,079,096                       | 1,977                       | 0                                     | 0                               | 64,599,744                             | 558                               | 853,696,700                               | 2,583                         |
| CRAVEN      | 0                                | 0                          | 0                                | 0                           | 429,300,350                         | 850                           | 0                              | 0                         | 3,914,855,525                     | 10,647                      | 0                                     | 0                               | 354,995,130                            | 2,437                             | 4,699,151,005                             | 13,934                        |
| CURRITUCK   | 711,811,433                      | 1,868                      | 12,069,840                       | 18                          | 119,641,680                         | 221                           | 1,531,513,736                  | 2,030                     | 1,754,304,386                     | 4,310                       | 49,874,480                            | 117                             | 105,696,970                            | 786                               | 4,284,912,525                             | 9,350                         |
| DARE        | 2,383,504,061                    | 10,001                     | 340,830,830                      | 546                         | 56,758,320                          | 96                            | 5,144,439,417                  | 10,085                    | 747,362,436                       | 1,599                       | 311,580,525                           | 1,112                           | 32,249,910                             | 175                               | 9,016,725,499                             | 23,614                        |
| HYDE        | 81,495,027                       | 385                        | 5,836,310                        | 9                           | 11,058,780                          | 27                            | 92,263,443                     | 202                       | 115,740,960                       | 397                         | 14,773,137                            | 72                              | 20,593,650                             | 252                               | 341,761,307                               | 1,344                         |
| JONES       | 0                                | 0                          | 0                                | 0                           | 25,884,890                          | 57                            | 0                              | 0                         | 283,540,217                       | 886                         | 0                                     | 0                               | 27,318,836                             | 299                               | 336,743,943                               | 1,242                         |
| NEW HANOVER | 578,899,218                      | 2,556                      | 187,667,870                      | 380                         | 997,715,400                         | 1,914                         | 1,347,633,690                  | 2,678                     | 14,087,956,260                    | 32,773                      | 110,983,475                           | 433                             | 793,902,162                            | 4,391                             | 18,104,758,075                            | 45,125                        |
| ONSLow      | 195,766,028                      | 1,016                      | 25,166,960                       | 44                          | 433,005,950                         | 907                           | 369,959,013                    | 809                       | 6,145,886,206                     | 18,576                      | 34,605,132                            | 139                             | 1,076,342,013                          | 6,847                             | 8,280,731,302                             | 28,338                        |
| PAMLICO     | 0                                | 0                          | 0                                | 0                           | 31,201,510                          | 58                            | 0                              | 0                         | 914,247,293                       | 2,224                       | 0                                     | 0                               | 67,781,829                             | 531                               | 1,013,230,632                             | 2,813                         |
| PASQUOTANK  | 0                                | 0                          | 0                                | 0                           | 129,338,770                         | 267                           | 0                              | 0                         | 1,373,252,170                     | 3,832                       | 0                                     | 0                               | 145,726,924                            | 991                               | 1,648,317,864                             | 5,090                         |
| PENDER      | 294,112,337                      | 1,319                      | 31,517,160                       | 54                          | 167,965,360                         | 308                           | 562,916,986                    | 1,194                     | 3,183,493,660                     | 7,955                       | 41,088,252                            | 163                             | 237,003,681                            | 1,829                             | 4,518,097,436                             | 12,822                        |
| PERQUIMANS  | 0                                | 0                          | 0                                | 0                           | 35,770,136                          | 83                            | 0                              | 0                         | 723,047,546                       | 1,795                       | 0                                     | 0                               | 56,909,238                             | 491                               | 815,726,920                               | 2,369                         |
| TYRRELL     | 0                                | 0                          | 0                                | 0                           | 10,798,910                          | 23                            | 0                              | 0                         | 147,814,620                       | 472                         | 0                                     | 0                               | 19,780,639                             | 241                               | 178,394,169                               | 736                           |
| WASHINGTON  | 0                                | 0                          | 0                                | 0                           | 22,993,590                          | 51                            | 0                              | 0                         | 370,325,010                       | 1,093                       | 0                                     | 0                               | 38,358,570                             | 415                               | 431,677,170                               | 1,559                         |
| TOTAL       | 6,741,617,748                    | 29,320                     | 855,021,540                      | 1,485                       | 3,376,656,156                       | 6,628                         | 13,232,581,711                 | 25,965                    | 50,246,290,378                    | 127,681                     | 866,752,434                           | 3,335                           | 3,970,810,470                          | 27,559                            | 79,289,730,437                            | 221,973                       |

COMMERCIAL AGGREGATE LIABILITY

TOTAL LIABILITY

| COUNTY      | COMMERCIAL<br>BEACH<br>LIABILITY * | COMMERCIAL<br>BEACH<br>COUNT | COMMERCIAL<br>BEACH WIND<br>LIABILITY* | COMMERCIAL<br>BEACH WIND<br>COUNT | COMMERCIAL<br>COASTAL WIND<br>LIABILITY * | COMMERCIAL<br>COASTAL WIND<br>COUNT | TOTAL<br>COMMERCIAL<br>BEACH LIABILITY * | TOTAL<br>COMMERCIAL<br>COUNT | COUNTY      | TOTAL<br>BEACH<br>LIABILITY * | TOTAL<br>BEACH<br>COUNT |
|-------------|------------------------------------|------------------------------|----------------------------------------|-----------------------------------|-------------------------------------------|-------------------------------------|------------------------------------------|------------------------------|-------------|-------------------------------|-------------------------|
| BEAUFORT    | 0                                  | 0                            | 0                                      | 0                                 | 262,012,141                               | 374                                 | 262,012,141                              | 374                          | BEAUFORT    | 2,343,940,588                 | 7,147                   |
| BRUNSWICK   | 28,335,965                         | 67                           | 338,101,159                            | 191                               | 898,738,052                               | 844                                 | 1,265,175,176                            | 1,102                        | BRUNSWICK   | 15,127,906,689                | 39,059                  |
| CAMDEN      | 0                                  | 0                            | 0                                      | 0                                 | 38,353,133                                | 58                                  | 38,353,133                               | 58                           | CAMDEN      | 690,749,723                   | 1,879                   |
| CARTERET    | 33,279,450                         | 71                           | 693,621,646                            | 321                               | 941,072,855                               | 964                                 | 1,667,973,951                            | 1,356                        | CARTERET    | 9,836,723,291                 | 25,859                  |
| CHOWAN      | 0                                  | 0                            | 0                                      | 0                                 | 155,176,651                               | 187                                 | 155,176,651                              | 187                          | CHOWAN      | 1,008,873,351                 | 2,770                   |
| CRAVEN      | 0                                  | 0                            | 0                                      | 0                                 | 903,141,529                               | 979                                 | 903,141,529                              | 979                          | CRAVEN      | 5,602,292,534                 | 14,913                  |
| CURRITUCK   | 10,937,444                         | 26                           | 84,735,215                             | 81                                | 133,678,643                               | 222                                 | 229,351,302                              | 329                          | CURRITUCK   | 4,514,263,827                 | 9,679                   |
| DARE        | 140,161,109                        | 221                          | 928,249,597                            | 735                               | 198,815,197                               | 147                                 | 1,267,225,903                            | 1,103                        | DARE        | 10,283,951,402                | 24,717                  |
| HYDE        | 9,479,294                          | 20                           | 45,768,608                             | 54                                | 19,193,144                                | 48                                  | 74,441,046                               | 122                          | HYDE        | 416,202,353                   | 1,466                   |
| JONES       | 0                                  | 0                            | 0                                      | 0                                 | 39,344,992                                | 78                                  | 39,344,992                               | 78                           | JONES       | 376,088,935                   | 1,320                   |
| NEW HANOVER | 94,335,668                         | 163                          | 492,677,707                            | 307                               | 1,734,361,553                             | 1,330                               | 2,321,374,928                            | 1,800                        | NEW HANOVER | 20,426,133,003                | 46,925                  |
| ONSLow      | 4,381,500                          | 16                           | 78,630,889                             | 23                                | 1,186,535,509                             | 1,805                               | 1,269,547,898                            | 1,844                        | ONSLow      | 9,550,279,200                 | 30,182                  |
| PAMLICO     | 0                                  | 0                            | 0                                      | 0                                 | 94,143,226                                | 152                                 | 94,143,226                               | 152                          | PAMLICO     | 1,107,373,858                 | 2,965                   |
| PASQUOTANK  | 0                                  | 0                            | 0                                      | 0                                 | 293,918,470                               | 382                                 | 293,918,470                              | 382                          | PASQUOTANK  | 1,942,236,334                 | 5,472                   |
| PENDER      | 13,391,823                         | 23                           | 72,848,249                             | 54                                | 232,114,031                               | 315                                 | 318,354,103                              | 392                          | PENDER      | 4,836,451,539                 | 13,214                  |
| PERQUIMANS  | 0                                  | 0                            | 0                                      | 0                                 | 60,263,862                                | 116                                 | 60,263,862                               | 116                          | PERQUIMANS  | 875,990,782                   | 2,485                   |
| TYRRELL     | 0                                  | 0                            | 0                                      | 0                                 | 24,163,192                                | 51                                  | 24,163,192                               | 51                           | TYRRELL     | 202,557,361                   | 787                     |
| WASHINGTON  | 0                                  | 0                            | 0                                      | 0                                 | 58,593,785                                | 98                                  | 58,593,785                               | 98                           | WASHINGTON  | 490,270,955                   | 1,657                   |
| TOTAL       | 334,302,253                        | 607                          | 2,734,633,070                          | 1,766                             | 7,273,619,965                             | 8,150                               | 10,342,555,288                           | 10,523                       | TOTAL       | 89,632,285,725                | 232,496                 |

\* Based upon the total Building and Personal Property amounts. Dwelling "other coverages, " which are additional amounts of insurance based upon Coverage A and Commercial policy extensions, are not factored into this amount.

# North Carolina Insurance Underwriting Association

## Notes To Statutory Financial Statements

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### Note 1. Change in Fiscal Year End

On May 16, 2013, the Board of Directors of the Association approved a change in the Association's fiscal year end from September 30 to December 31 of each year. This change to the calendar year reporting cycle began January 1, 2013. As a result of the change, the Association had a three month transition period from October 1, 2012 through December 31, 2012, the results of which will be separately reported and classified as a short period (SP).