



# NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION

Statutory Financial Statements\*  
December 31, 2017

\* Subject to change after completion of audit

# Contents

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## **Financial Statements**

Exhibit 1 - Balance Sheet	1
Exhibit 2 - Income Statement and Members' Account	2
Exhibit 3A - Members' Account	3 - 4
Exhibit 3B - Members' Account For Unsettled Years	5
Exhibit 4A - Statistical Report of Premiums	6
Exhibit 4B - Statistical Report of Losses	7 - 9
Exhibit 4C - Statistical Report of Loss Adjustment Expenses	10 - 11
Exhibit 6 - Report of Named Storm Losses	12
Aggregate Liability by Counties	13 - 14

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NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
 FAIR PLAN  
 BALANCE SHEET  
 AS OF DECEMBER 31, 2017

	LEDGER ASSETS	NON-LEDGER ASSETS	ASSETS NOT ADMITTED	ADMITTED ASSETS
<b>ASSETS</b>				
CASH	14,231,237	0	0	14,231,237
CASH EQUIVALENTS	717,671	0	0	717,671
INVESTMENTS	58,592,239	0	0	58,592,239
INTEREST INCOME DUE OR ACCRUED	266,525	0	0	266,525
FIXED ASSETS	137,352	0	(137,352)	0
DATA PROCESSING EQUIPMENT	46,432	0	0	46,432
ACCOUNTS RECEIVABLE - CPIP PLAN	1,815,417	0	0	1,815,417
ACCOUNTS RECEIVABLE - OTHER	7,282,414	0	0	7,282,414
ACCOUNTS RECEIVABLE - COMMISSION	1,755	0	(1,555)	200
PREPAID EXPENSES	2,527,888	0	(2,527,888)	0
<b>TOTAL ASSETS</b>	<b>85,618,930</b>	<b>0</b>	<b>(2,666,795)</b>	<b>82,952,135</b>
<b>LIABILITIES &amp; MEMBERS' SURPLUS</b>				
<b>LIABILITIES</b>				
ACCOUNTS PAYABLE				862,443
BENEFIT PAYABLE				1,257
PREMIUM SUSPENSE				223,014
PREMIUM REFUND				15,362
COMMISSION PAYABLE				1,531,430
ACCRUAL-PREMIUM TAX				233,257
ACCRUAL-POST RETIREMENT				3,058,434
ACCRUAL-PENSION				1,736,974
ACCRUAL-RENT				202,194
CLAIMS PAYABLE				52,957
PREPAID PREMIUMS				2,021,872
UNCLAIMED CHECKS				2,081,568
<b>TOTAL LIABILITIES</b>				<b>12,020,762</b>
<b>RESERVES FOR</b>				
UNPAID LOSSES (INCL. IBNR)				5,562,697
UNPAID LAE RESERVES				1,800,038
UNEARNED PREMIUMS				44,555,163
<b>TOTAL RESERVES</b>				<b>51,917,898</b>
<b>MEMBERS' SURPLUS</b>				<b>19,013,475</b>
<b>TOTAL LIABILITIES &amp; MEMBERS' SURPLUS</b>				<b>82,952,135</b>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
INCOME STATEMENT AND MEMBERS' ACCOUNT  
FOR THE PERIOD ENDED DECEMBER 31, 2017

	QUARTER TO DATE	YEAR TO DATE
<b>UNDERWRITING INCOME</b>		
<b>PREMIUMS EARNED</b>	21,385,256	82,184,680
<b>CEDED REINSURANCE PREMIUM</b>	1,911,251	7,661,667
<b>NET PREMIUMS EARNED</b>	19,474,005	74,523,013
<b>DEDUCTIONS</b>		
<b>LOSSES INCURRED</b>	10,175,858	34,838,733
<b>LOSS EXPENSE INCURRED</b>	3,627,324	6,535,772
<b>OPERATING EXPENSE INCURRED</b>	4,887,569	19,006,329
<b>PREMIUM TAXES</b>	568,989	2,435,884
<b>TOTAL DEDUCTIONS</b>	19,259,740	62,816,718
<b>OTHER INCOME</b>		
<b>PREMIUM CHARGED OFF</b>	(13,814)	(199,798)
<b>SERVICE CHARGES</b>	80,331	318,102
<b>MISCELLANEOUS INCOME</b>	(471)	(3,963)
<b>NET UNDERWRITING GAIN OR (LOSS)</b>	280,311	11,820,636
<b>INVESTMENT INCOME</b>		
<b>INVESTMENT INCOME</b>	90,912	909,611
<b>NET INCOME OR (LOSS)</b>	371,223	12,730,247
<b>MEMBERS' ACCOUNT</b>		
<b>MEMBERS' SURPLUS (PRIOR PERIOD)</b>	37,816,688	25,905,707
<b>NET INCOME OR (LOSS)</b>	371,223	12,730,247
<b>CHANGE IN ASSETS NOT ADMITTED</b>	(354,906)	(802,949)
<b>ASSESSMENTS OR (DISTRIBUTIONS)</b>	(18,598,360)	(18,598,360)
<b>MINIMUM PENSION LIABILITY</b>	(221,170)	(221,170)
<b>NET CHANGE IN MEMBERS' SURPLUS</b>	(18,803,213)	(6,892,232)
<b>MEMBERS' SURPLUS (CURRENT PERIOD)</b>	19,013,475	19,013,475

The Aggregate Liability for the Association as of December 31, 2017 is \$18,669,294,710.

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
MEMBERS' ACCOUNT  
FOR THE PERIOD ENDED DECEMBER 31, 2017

	QUARTER TO DATE					
	2017	2016	2015	2014	2013	TOTAL
<b>INCOME RECEIVED</b>						
PREMIUMS WRITTEN	20,329,040	(70,998)	0	0	0	20,258,042
CEDED REINSURANCE	(1,911,251)	0	0	0	0	(1,911,251)
INTEREST RECEIVED	90,912	0	0	0	0	90,912
PREMIUM CHARGED OFF	(13,814)	0	0	0	0	(13,814)
SERVICE CHARGES	80,331	0	0	0	0	80,331
MISCELLANEOUS INCOME	(471)	0	0	0	0	(471)
<b>TOTAL INCOME</b>	<b>18,574,747</b>	<b>(70,998)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>18,503,749</b>
<b>EXPENSES PAID</b>						
LOSSES	6,501,463	1,599,910	52,793	1,090	(5,671)	8,149,585
LOSS ADJUSTMENT EXPENSES	1,835,667	401,486	17,650	1,752	220	2,256,775
COMMISSION	2,979,471	(10,650)	0	0	0	2,968,821
PREMIUM TAX	568,989	0	0	0	0	568,989
ADMINISTRATIVE EXPENSES	1,918,748	0	0	0	0	1,918,748
<b>TOTAL EXPENSES PAID</b>	<b>13,804,338</b>	<b>1,990,746</b>	<b>70,443</b>	<b>2,842</b>	<b>(5,451)</b>	<b>15,862,918</b>
<b>NET CASH CHANGE</b>	<b>4,770,409</b>	<b>(2,061,744)</b>	<b>(70,443)</b>	<b>(2,842)</b>	<b>5,451</b>	<b>2,640,831</b>
<b>RESERVES:</b>						
<b>DEDUCT: (CURRENT PERIOD)</b>						
LOSSES (INCL. IBNR.)	4,671,427	762,272	69,998	10,000	49,000	5,562,697
LOSS ADJUSTMENT EXPENSES	1,677,548	104,894	9,531	1,408	6,657	1,800,038
UNEARNED PREMIUMS	44,555,163	0	0	0	0	44,555,163
<b>ADD: (PRIOR PERIOD)</b>						
LOSSES (INCL. IBNR)	2,785,929	618,997	69,499	12,999	49,000	3,536,424
LOSS ADJUSTMENT EXPENSES	337,172	76,636	8,248	1,643	5,790	429,489
UNEARNED PREMIUMS	43,457,483	2,224,894	0	0	0	45,682,377
<b>NET RESERVE CHANGE</b>	<b>(4,323,554)</b>	<b>2,053,361</b>	<b>(1,782)</b>	<b>3,234</b>	<b>(867)</b>	<b>(2,269,608)</b>
<b>NET OTHER CHANGES</b>						
MINIMUM PENSION LIABILITY	(221,170)	0	0	0	0	(221,170)
ASSETS NOT ADMITTED	(354,906)	0	0	0	0	(354,906)
<b>TOTAL NET OTHER CHANGES</b>	<b>(576,076)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(576,076)</b>
ASSESSMENTS	0	0	0	0	0	0
DISTRIBUTIONS	0	(18,598,360)	0	0	0	(18,598,360)
INSOLVENT MEMBERS	0	0	0	0	0	0
CLOSED YEARS	0	0	0	0	0	0
<b>CHANGE IN MEMBERS' SURPLUS</b>	<b>(129,221)</b>	<b>(18,606,743)</b>	<b>(72,225)</b>	<b>392</b>	<b>4,584</b>	<b>(18,803,213)</b>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
MEMBERS' ACCOUNT  
FOR THE PERIOD ENDED DECEMBER 31, 2017

	YEAR TO DATE					
	2017	2016	2015	2014	2013	TOTAL
<b>INCOME RECEIVED</b>						
PREMIUMS WRITTEN	87,702,802	(966,307)	0	0	0	86,736,495
CEDED REINSURANCE	(5,096,667)	(2,565,000)	0	0	0	(7,661,667)
INTEREST RECEIVED	909,611	0	0	0	0	909,611
PREMIUM CHARGED OFF	(199,798)	0	0	0	0	(199,798)
SERVICE CHARGES	318,102	0	0	0	0	318,102
MISCELLANEOUS INCOME	(3,963)	0	0	0	0	(3,963)
<b>TOTAL INCOME</b>	<b>83,630,087</b>	<b>(3,531,307)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>80,098,780</b>
<b>EXPENSES PAID</b>						
LOSSES	14,522,458	20,981,216	1,589,171	41,869	(5,177)	37,129,537
LOSS ADJUSTMENT EXPENSES	4,271,674	2,174,713	222,296	9,188	3,472	6,681,343
COMMISSION	13,183,178	(144,946)	0	0	0	13,038,232
PREMIUM TAX	2,435,884	0	0	0	0	2,435,884
ADMINISTRATIVE EXPENSES	5,968,097	0	0	0	0	5,968,097
<b>TOTAL EXPENSES PAID</b>	<b>40,381,291</b>	<b>23,010,983</b>	<b>1,811,467</b>	<b>51,057</b>	<b>(1,705)</b>	<b>65,253,093</b>
<b>NET CASH CHANGE</b>	<b>43,248,796</b>	<b>(26,542,290)</b>	<b>(1,811,467)</b>	<b>(51,057)</b>	<b>1,705</b>	<b>14,845,687</b>
<b>RESERVES:</b>						
<b>DEDUCT: (CURRENT PERIOD)</b>						
LOSSES (INCL. IBNR)	4,671,427	762,272	69,998	10,000	49,000	5,562,697
LOSS ADJUSTMENT EXPENSES	1,677,548	104,894	9,531	1,408	6,657	1,800,038
UNEARNED PREMIUMS	44,555,163	0	0	0	0	44,555,163
<b>ADD: (PRIOR PERIOD)</b>						
LOSSES (INCL. IBNR)	0	7,156,980	632,521	16,000	48,000	7,853,501
LOSS ADJUSTMENT EXPENSES	0	1,856,873	80,981	2,100	5,655	1,945,609
UNEARNED PREMIUMS	0	40,003,348	0	0	0	40,003,348
<b>NET RESERVE CHANGE</b>	<b>(50,904,138)</b>	<b>48,150,035</b>	<b>633,973</b>	<b>6,692</b>	<b>(2,002)</b>	<b>(2,115,440)</b>
<b>NET OTHER CHANGES</b>						
MINIMUM PENSION LIABILITY	(221,170)	0	0	0	0	(221,170)
ASSETS NOT ADMITTED	(802,949)	0	0	0	0	(802,949)
<b>TOTAL NET OTHER CHANGES</b>	<b>(1,024,119)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(1,024,119)</b>
ASSESSMENTS	0	0	0	0	0	0
DISTRIBUTIONS	0	(18,598,360)	0	0	0	(18,598,360)
INSOLVENT MEMBERS	0	0	0	0	0	0
CLOSED YEARS	0	0	0	0	0	0
<b>CHANGE IN MEMBERS' SURPLUS</b>	<b>(8,679,461)</b>	<b>3,009,385</b>	<b>(1,177,494)</b>	<b>(44,365)</b>	<b>(297)</b>	<b>(6,892,232)</b>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
MEMBERS' ACCOUNT FOR UNSETTLED YEARS  
AS OF DECEMBER 31, 2017

	2017	2016	2015	2014	2013	TOTAL
<b>INCOME RECEIVED</b>						
PREMIUMS WRITTEN	87,702,802	78,928,621	72,727,436	63,420,647	51,883,482	354,662,988
CEDED REINSURANCE	(5,096,667)	(7,694,999)	(8,244,266)	(11,656,004)	(11,099,303)	(43,791,239)
INTEREST RECEIVED	909,611	912,559	722,752	590,770	146,252	3,281,944
PREMIUM CHARGED OFF	(199,798)	(30,296)	(26,549)	9,744	13,430	(233,469)
SERVICE CHARGES	318,102	280,579	245,247	192,990	105,384	1,142,302
MISCELLANEOUS INCOME	(3,963)	20,048	(46)	(108,797)	(22,636)	(115,394)
<b>TOTAL INCOME</b>	<b>83,630,087</b>	<b>72,416,512</b>	<b>65,424,574</b>	<b>52,449,350</b>	<b>41,026,609</b>	<b>314,947,132</b>
<b>EXPENSES PAID</b>						
LOSSES	14,522,458	59,446,882	37,159,488	29,000,791	23,574,266	163,703,885
LOSS ADJUSTMENT EXPENSES	4,271,674	8,806,515	4,854,278	3,137,106	2,465,862	23,535,435
COMMISSION	13,183,178	11,873,855	11,031,577	9,858,257	7,896,417	53,843,284
PREMIUM TAX	2,435,884	2,148,247	2,045,876	1,733,829	1,474,974	9,838,810
ADMINISTRATIVE EXPENSES	5,968,097	5,981,628	5,095,289	5,574,135	4,383,744	27,002,893
<b>TOTAL EXPENSES PAID</b>	<b>40,381,291</b>	<b>88,257,127</b>	<b>60,186,508</b>	<b>49,304,118</b>	<b>39,795,263</b>	<b>277,924,307</b>
<b>NET CASH CHANGE</b>	<b>43,248,796</b>	<b>(15,840,615)</b>	<b>5,238,066</b>	<b>3,145,232</b>	<b>1,231,346</b>	<b>37,022,825</b>
<b>RESERVES:</b>						
<b>DEDUCT: (CURRENT PERIOD)</b>						
LOSSES (INCL. IBNR.)	4,671,427	762,272	69,998	10,000	49,000	5,562,697
LOSS ADJUSTMENT EXPENSES	1,677,548	104,894	9,531	1,408	6,657	1,800,038
UNEARNED PREMIUMS	44,555,163	0	0	0	0	44,555,163
<b>RESERVES</b>	<b>50,904,138</b>	<b>867,166</b>	<b>79,529</b>	<b>11,408</b>	<b>55,657</b>	<b>51,917,898</b>
<b>NET OTHER CHANGES</b>						
ASSETS NOT ADMITTED	(802,949)	(482,399)	(729,252)	(224,483)	(236,573)	(2,475,656)
PRIOR PERIOD ADJUSTMENT	0	0	0	0	0	0
MINIMUM PENSION LIABILITY	(221,170)	505,530	(186,680)	(766,990)	221,614	(447,696)
<b>TOTAL NET OTHER CHANGES</b>	<b>(1,024,119)</b>	<b>23,131</b>	<b>(915,932)</b>	<b>(991,473)</b>	<b>(14,959)</b>	<b>(2,923,352)</b>
ASSESSMENTS	0	55,300,000	0	0	0	55,300,000
DISTRIBUTIONS	0	(18,598,360)	0	0	0	(18,598,360)
INSOLVENT MEMBERS	0	0	0	130,260	0	130,260
CLOSED YEARS	0	0	0	0	0	0
<b>MEMBERS' SURPLUS</b>	<b>(8,679,461)</b>	<b>20,016,990</b>	<b>4,242,605</b>	<b>2,272,611</b>	<b>1,160,730</b>	<b>19,013,475</b>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
STATISTICAL REPORT OF PREMIUMS  
FOR THE PERIOD ENDED DECEMBER 31, 2017

	QUARTER TO DATE			YEAR TO DATE		
	2017	2016	TOTAL	2017	2016	TOTAL
<b>PREMIUMS WRITTEN</b>						
RESIDENTIAL - FIRE	8,410,960	(26,835)	8,384,125	36,306,312	(406,785)	35,899,527
RESIDENTIAL - EC	11,132,137	(42,911)	11,089,226	47,191,713	(546,126)	46,645,587
COMMERCIAL - FIRE	311,267	(248)	311,019	1,513,409	(2,186)	1,511,223
COMMERCIAL - EC	400,335	(886)	399,449	2,338,952	(13,871)	2,325,081
CRIME - RESIDENTIAL	73,949	(118)	73,831	350,359	2,146	352,505
CRIME - COMMERCIAL	392	0	392	2,057	515	2,572
<b>TOTAL</b>	<b>20,329,040</b>	<b>(70,998)</b>	<b>20,258,042</b>	<b>87,702,802</b>	<b>(966,307)</b>	<b>86,736,495</b>
<b>UNEARNED PREMIUMS (PRIOR PERIOD)</b>						
RESIDENTIAL - FIRE	17,872,619	946,995	18,819,614	0	16,830,390	16,830,390
RESIDENTIAL - EC	23,444,081	1,183,770	24,627,851	0	21,485,409	21,485,409
COMMERCIAL - FIRE	746,080	34,423	780,503	0	596,419	596,419
COMMERCIAL - EC	1,217,026	49,964	1,266,990	0	914,066	914,066
CRIME - RESIDENTIAL	176,629	9,724	186,353	0	175,862	175,862
CRIME - COMMERCIAL	1,048	18	1,066	0	1,202	1,202
<b>TOTAL</b>	<b>43,457,483</b>	<b>2,224,894</b>	<b>45,682,377</b>	<b>0</b>	<b>40,003,348</b>	<b>40,003,348</b>
<b>UNEARNED PREMIUMS (CURRENT PERIOD)</b>						
RESIDENTIAL - FIRE	18,322,283	0	18,322,283	18,322,283	0	18,322,283
RESIDENTIAL - EC	24,253,968	0	24,253,968	24,253,968	0	24,253,968
COMMERCIAL - FIRE	719,368	0	719,368	719,368	0	719,368
COMMERCIAL - EC	1,087,554	0	1,087,554	1,087,554	0	1,087,554
CRIME - RESIDENTIAL	171,175	0	171,175	171,175	0	171,175
CRIME - COMMERCIAL	815	0	815	815	0	815
<b>TOTAL</b>	<b>44,555,163</b>	<b>0</b>	<b>44,555,163</b>	<b>44,555,163</b>	<b>0</b>	<b>44,555,163</b>
<b>EARNED PREMIUMS</b>						
RESIDENTIAL - FIRE	7,961,296	920,160	8,881,456	17,984,029	16,423,605	34,407,634
RESIDENTIAL - EC	10,322,250	1,140,859	11,463,109	22,937,745	20,939,283	43,877,028
COMMERCIAL - FIRE	337,979	34,175	372,154	794,041	594,233	1,388,274
COMMERCIAL - EC	529,807	49,078	578,885	1,251,398	900,195	2,151,593
CRIME - RESIDENTIAL	79,403	9,606	89,009	179,184	178,008	357,192
CRIME - COMMERCIAL	625	18	643	1,242	1,717	2,959
<b>TOTAL</b>	<b>19,231,360</b>	<b>2,153,896</b>	<b>21,385,256</b>	<b>43,147,639</b>	<b>39,037,041</b>	<b>82,184,680</b>
<b>CEDED REINSURANCE PREMIUM</b>						
RESIDENTIAL - FIRE	0	0	0	0	0	0
RESIDENTIAL - EC	1,850,272	0	1,850,272	4,931,656	2,478,330	7,409,986
COMMERCIAL - FIRE	0	0	0	0	0	0
COMMERCIAL - EC	60,979	0	60,979	165,011	86,670	251,681
CRIME - RESIDENTIAL	0	0	0	0	0	0
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>1,911,251</b>	<b>0</b>	<b>1,911,251</b>	<b>5,096,667</b>	<b>2,565,000</b>	<b>7,661,667</b>
<b>NET EARNED PREMIUMS</b>						
RESIDENTIAL - FIRE	7,961,296	920,160	8,881,456	17,984,029	16,423,605	34,407,634
RESIDENTIAL - EC	8,471,978	1,140,859	9,612,837	18,006,089	18,460,953	36,467,042
COMMERCIAL - FIRE	337,979	34,175	372,154	794,041	594,233	1,388,274
COMMERCIAL - EC	468,828	49,078	517,906	1,086,387	813,525	1,899,912
CRIME - RESIDENTIAL	79,403	9,606	89,009	179,184	178,008	357,192
CRIME - COMMERCIAL	625	18	643	1,242	1,717	2,959
<b>TOTAL</b>	<b>17,320,109</b>	<b>2,153,896</b>	<b>19,474,005</b>	<b>38,050,972</b>	<b>36,472,041</b>	<b>74,523,013</b>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
STATISTICAL REPORT OF LOSSES  
FOR THE PERIOD ENDED DECEMBER 31, 2017

QUARTER TO DATE

	2017	2016	2015	2014	2013	TOTAL
<b>PAID LOSSES</b>						
RESIDENTIAL - FIRE	3,741,045	474,496	1,532	0	0	4,217,073
RESIDENTIAL - EC	2,568,962	922,363	51,261	1,090	(5,671)	3,538,005
COMMERCIAL - FIRE	106,924	5,921	0	0	0	112,845
COMMERCIAL - EC	76,786	180,808	0	0	0	257,594
CRIME - RESIDENTIAL	7,746	16,322	0	0	0	24,068
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>6,501,463</b>	<b>1,599,910</b>	<b>52,793</b>	<b>1,090</b>	<b>(5,671)</b>	<b>8,149,585</b>
<b>OUTSTANDING LOSSES (CURRENT PERIOD INCL. IBNR)</b>						
RESIDENTIAL - FIRE	2,735,807	252,976	64,000	0	48,000	3,100,783
RESIDENTIAL - EC	1,424,248	209,296	5,998	10,000	1,000	1,650,542
COMMERCIAL - FIRE	12,974	0	0	0	0	12,974
COMMERCIAL - EC	483,934	295,000	0	0	0	778,934
CRIME - RESIDENTIAL	14,464	5,000	0	0	0	19,464
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>4,671,427</b>	<b>762,272</b>	<b>69,998</b>	<b>10,000</b>	<b>49,000</b>	<b>5,562,697</b>
<b>OUTSTANDING LOSSES (PRIOR PERIOD INCL. IBNR)</b>						
RESIDENTIAL - FIRE	1,790,446	205,627	64,000	0	48,000	2,108,073
RESIDENTIAL - EC	944,641	355,873	5,499	12,999	1,000	1,320,012
COMMERCIAL - FIRE	7,671	0	0	0	0	7,671
COMMERCIAL - EC	37,825	47,499	0	0	0	85,324
CRIME - RESIDENTIAL	5,346	9,998	0	0	0	15,344
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>2,785,929</b>	<b>618,997</b>	<b>69,499</b>	<b>12,999</b>	<b>49,000</b>	<b>3,536,424</b>
<b>INCURRED LOSSES</b>						
RESIDENTIAL - FIRE	4,686,406	521,845	1,532	0	0	5,209,783
RESIDENTIAL - EC	3,048,569	775,786	51,760	(1,909)	(5,671)	3,868,535
COMMERCIAL - FIRE	112,227	5,921	0	0	0	118,148
COMMERCIAL - EC	522,895	428,309	0	0	0	951,204
CRIME - RESIDENTIAL	16,864	11,324	0	0	0	28,188
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>8,386,961</b>	<b>1,743,185</b>	<b>53,292</b>	<b>(1,909)</b>	<b>(5,671)</b>	<b>10,175,858</b>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
STATISTICAL REPORT OF LOSSES  
FOR THE PERIOD ENDED DECEMBER 31, 2017

YEAR TO DATE

	2017	2016	2015	2014	2013	TOTAL
<b>PAID LOSSES</b>						
RESIDENTIAL - FIRE	8,205,734	10,591,084	337,019	9,889	(1,820)	19,141,906
RESIDENTIAL - EC	5,982,466	9,415,870	1,108,915	31,980	(3,357)	16,535,874
COMMERCIAL - FIRE	141,317	369,583	90,465	0	0	601,365
COMMERCIAL - EC	155,143	544,034	51,664	0	0	750,841
CRIME - RESIDENTIAL	37,798	47,181	1,108	0	0	86,087
CRIME - COMMERCIAL	0	13,464	0	0	0	13,464
<b>TOTAL</b>	<b>14,522,458</b>	<b>20,981,216</b>	<b>1,589,171</b>	<b>41,869</b>	<b>(5,177)</b>	<b>37,129,537</b>
<b>OUTSTANDING LOSSES (CURRENT PERIOD INCL. IBNR)</b>						
RESIDENTIAL - FIRE	2,735,807	252,976	64,000	0	48,000	3,100,783
RESIDENTIAL - EC	1,424,248	209,296	5,998	10,000	1,000	1,650,542
COMMERCIAL - FIRE	12,974	0	0	0	0	12,974
COMMERCIAL - EC	483,934	295,000	0	0	0	778,934
CRIME - RESIDENTIAL	14,464	5,000	0	0	0	19,464
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>4,671,427</b>	<b>762,272</b>	<b>69,998</b>	<b>10,000</b>	<b>49,000</b>	<b>5,562,697</b>
<b>OUTSTANDING LOSSES (PRIOR PERIOD INCL. IBNR)</b>						
RESIDENTIAL - FIRE	0	4,195,156	332,156	6,000	48,000	4,581,312
RESIDENTIAL - EC	0	2,797,950	287,868	10,000	0	3,095,818
COMMERCIAL - FIRE	0	14,784	0	0	0	14,784
COMMERCIAL - EC	0	124,061	12,497	0	0	136,558
CRIME - RESIDENTIAL	0	25,029	0	0	0	25,029
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>0</b>	<b>7,156,980</b>	<b>632,521</b>	<b>16,000</b>	<b>48,000</b>	<b>7,853,501</b>
<b>INCURRED LOSSES</b>						
RESIDENTIAL - FIRE	10,941,541	6,648,904	68,863	3,889	(1,820)	17,661,377
RESIDENTIAL - EC	7,406,714	6,827,216	827,045	31,980	(2,357)	15,090,598
COMMERCIAL - FIRE	154,291	354,799	90,465	0	0	599,555
COMMERCIAL - EC	639,077	714,973	39,167	0	0	1,393,217
CRIME - RESIDENTIAL	52,262	27,152	1,108	0	0	80,522
CRIME - COMMERCIAL	0	13,464	0	0	0	13,464
<b>TOTAL</b>	<b>19,193,885</b>	<b>14,586,508</b>	<b>1,026,648</b>	<b>35,869</b>	<b>(4,177)</b>	<b>34,838,733</b>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
STATISTICAL REPORT OF LOSSES  
FOR THE PERIOD ENDED DECEMBER 31, 2017

IBNR TOTALS

	2017	2016	2015	2014	2013	TOTAL
<b>IBNR (CURRENT PERIOD)</b>						
RESIDENTIAL - FIRE	1,906,155	0	0	0	0	1,906,155
RESIDENTIAL - EC	1,014,643	0	0	0	0	1,014,643
COMMERCIAL - FIRE	7,976	0	0	0	0	7,976
COMMERCIAL - EC	478,837	0	0	0	0	478,837
CRIME - RESIDENTIAL	11,965	0	0	0	0	11,965
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>3,419,576</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>3,419,576</b>
<b>IBNR (PRIOR PERIOD)</b>						
RESIDENTIAL - FIRE	734,507	0	0	0	0	734,507
RESIDENTIAL - EC	459,926	0	0	0	0	459,926
COMMERCIAL - FIRE	2,673	0	0	0	0	2,673
COMMERCIAL - EC	29,729	0	0	0	0	29,729
CRIME - RESIDENTIAL	5,346	0	0	0	0	5,346
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>1,232,181</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,232,181</b>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES  
FOR THE PERIOD ENDED DECEMBER 31, 2017

	QUARTER TO DATE					TOTAL
	2017	2016	2015	2014	2013	
<b>LOSS EXPENSES PAID</b>						
RESIDENTIAL - FIRE	508,870	71,782	2,047	338	220	583,257
RESIDENTIAL - EC	1,276,705	304,220	15,194	1,414	0	1,597,533
COMMERCIAL - FIRE	7,577	0	0	0	0	7,577
COMMERCIAL - EC	33,701	16,728	409	0	0	50,838
CRIME - RESIDENTIAL	8,789	8,756	0	0	0	17,545
CRIME - COMMERCIAL	25	0	0	0	0	25
<b>TOTAL</b>	<b>1,835,667</b>	<b>401,486</b>	<b>17,650</b>	<b>1,752</b>	<b>220</b>	<b>2,256,775</b>
<b>UNPAID LOSS EXPENSE (CURRENT PERIOD INCL. IBNR)</b>						
RESIDENTIAL - FIRE	951,850	34,339	8,687	0	6,516	1,001,392
RESIDENTIAL - EC	504,384	29,463	844	1,408	141	536,240
COMMERCIAL - FIRE	4,189	0	0	0	0	4,189
COMMERCIAL - EC	211,518	40,413	0	0	0	251,931
CRIME - RESIDENTIAL	5,607	679	0	0	0	6,286
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>1,677,548</b>	<b>104,894</b>	<b>9,531</b>	<b>1,408</b>	<b>6,657</b>	<b>1,800,038</b>
<b>UNPAID LOSS EXPENSE (PRIOR PERIOD INCL. IBNR)</b>						
RESIDENTIAL - FIRE	213,816	24,266	7,553	0	5,664	251,299
RESIDENTIAL - EC	117,124	44,982	695	1,643	126	164,570
COMMERCIAL - FIRE	913	0	0	0	0	913
COMMERCIAL - EC	4,670	6,211	0	0	0	10,881
CRIME - RESIDENTIAL	649	1,177	0	0	0	1,826
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>337,172</b>	<b>76,636</b>	<b>8,248</b>	<b>1,643</b>	<b>5,790</b>	<b>429,489</b>
<b>INCURRED LOSS EXPENSE</b>						
RESIDENTIAL - FIRE	1,246,904	81,855	3,181	338	1,072	1,333,350
RESIDENTIAL - EC	1,663,965	288,701	15,343	1,179	15	1,969,203
COMMERCIAL - FIRE	10,853	0	0	0	0	10,853
COMMERCIAL - EC	240,549	50,930	409	0	0	291,888
CRIME - RESIDENTIAL	13,747	8,258	0	0	0	22,005
CRIME - COMMERCIAL	25	0	0	0	0	25
<b>TOTAL</b>	<b>3,176,043</b>	<b>429,744</b>	<b>18,933</b>	<b>1,517</b>	<b>1,087</b>	<b>3,627,324</b>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES  
FOR THE PERIOD ENDED DECEMBER 31, 2017

	YEAR TO DATE					TOTAL
	2017	2016	2015	2014	2013	
<b>LOSS EXPENSES PAID</b>						
RESIDENTIAL - FIRE	1,142,834	517,400	41,190	4,674	3,203	1,709,301
RESIDENTIAL - EC	2,978,976	1,548,212	168,902	4,514	150	4,700,754
COMMERCIAL - FIRE	19,331	7,208	503	0	0	27,042
COMMERCIAL - EC	107,998	81,099	11,481	0	119	200,697
CRIME - RESIDENTIAL	22,455	20,574	220	0	0	43,249
CRIME - COMMERCIAL	80	220	0	0	0	300
<b>TOTAL</b>	<b>4,271,674</b>	<b>2,174,713</b>	<b>222,296</b>	<b>9,188</b>	<b>3,472</b>	<b>6,681,343</b>
<b>UNPAID LOSS EXPENSE (CURRENT PERIOD INCL. IBNR)</b>						
RESIDENTIAL - FIRE	951,850	34,339	8,687	0	6,516	1,001,392
RESIDENTIAL - EC	504,384	29,463	844	1,408	141	536,240
COMMERCIAL - FIRE	4,189	0	0	0	0	4,189
COMMERCIAL - EC	211,518	40,413	0	0	0	251,931
CRIME - RESIDENTIAL	5,607	679	0	0	0	6,286
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>1,677,548</b>	<b>104,894</b>	<b>9,531</b>	<b>1,408</b>	<b>6,657</b>	<b>1,800,038</b>
<b>UNPAID LOSS EXPENSE (PRIOR PERIOD INCL. IBNR)</b>						
RESIDENTIAL - FIRE	0	1,068,910	39,135	707	5,655	1,114,407
RESIDENTIAL - EC	0	745,337	40,110	1,393	0	786,840
COMMERCIAL - FIRE	0	3,596	0	0	0	3,596
COMMERCIAL - EC	0	32,943	1,736	0	0	34,679
CRIME - RESIDENTIAL	0	6,087	0	0	0	6,087
CRIME - COMMERCIAL	0	0	0	0	0	0
<b>TOTAL</b>	<b>0</b>	<b>1,856,873</b>	<b>80,981</b>	<b>2,100</b>	<b>5,655</b>	<b>1,945,609</b>
<b>INCURRED LOSS EXPENSE</b>						
RESIDENTIAL - FIRE	2,094,684	(517,171)	10,742	3,967	4,064	1,596,286
RESIDENTIAL - EC	3,483,360	832,338	129,636	4,529	291	4,450,154
COMMERCIAL - FIRE	23,520	3,612	503	0	0	27,635
COMMERCIAL - EC	319,516	88,569	9,745	0	119	417,949
CRIME - RESIDENTIAL	28,062	15,166	220	0	0	43,448
CRIME - COMMERCIAL	80	220	0	0	0	300
<b>TOTAL</b>	<b>5,949,222</b>	<b>422,734</b>	<b>150,846</b>	<b>8,496</b>	<b>4,474</b>	<b>6,535,772</b>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
REPORT OF NAMED STORM LOSSES  
AS OF DECEMBER 31, 2017

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
<b>HERMAINE</b>							
1646	01/01/15 12/31/15	09/02/16 09/04/16	HABITATIONAL	0	322,663	0	50,001
	01/01/15 12/31/15	09/02/16 09/04/16	COMMERCIAL	0	91,494	0	3,315
			<b>TOTAL</b>	<b>0</b>	<b>414,158</b>	<b>0</b>	<b>53,316</b>
1646	01/01/16 12/31/16	09/02/16 09/04/16	HABITATIONAL	0	744,029	0	122,976
	01/01/16 12/31/16	09/02/16 09/04/16	COMMERCIAL	0	34,248	0	8,374
			<b>TOTAL</b>	<b>0</b>	<b>778,277</b>	<b>0</b>	<b>131,350</b>
			<b>TOTAL HERMAINE</b>	<b>0</b>	<b>1,192,435</b>	<b>0</b>	<b>184,666</b>
<b>MATTHEW</b>							
1650	01/01/15 12/31/15	10/06/16 10/10/16	HABITATIONAL	0	5,685,437	0	833,386
	01/01/15 12/31/15	10/06/16 10/10/16	COMMERCIAL	0	339,137	0	33,164
			<b>TOTAL</b>	<b>0</b>	<b>6,024,574</b>	<b>0</b>	<b>866,550</b>
1650	01/01/16 12/31/16	10/06/16 10/10/16	HABITATIONAL	13,497	25,396,697	1,350	3,744,021
	01/01/16 12/31/16	10/06/16 10/10/16	COMMERCIAL	20,000	578,138	2,000	107,565
			<b>TOTAL</b>	<b>33,497</b>	<b>25,974,834</b>	<b>3,350</b>	<b>3,851,586</b>
			<b>TOTAL MATTHEW</b>	<b>33,497</b>	<b>31,999,408</b>	<b>3,350</b>	<b>4,718,137</b>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
AS OF DECEMBER 31, 2017

AGGREGATE LIABILITY BY COUNTIES

COUNTY	RESIDENTIAL		COMMERCIAL		TOTAL	
	FAIR LIABILITY *	FAIR COUNT	FAIR LIABILITY *	FAIR COUNT	FAIR LIABILITY *	FAIR COUNT
ALAMANCE	202,806,542	1,681	12,111,221	27	214,917,763	1,708
ALEXANDER	53,998,744	562	1,249,508	13	55,248,252	575
ALLEGHANY	17,951,690	180	420,000	6	18,371,690	186
ANSON	57,994,142	750	4,348,400	18	62,342,542	768
ASHE	40,376,711	392	879,700	4	41,256,411	396
AVERY	43,910,348	375	788,000	2	44,698,348	377
BEAUFORT	237,945,733	2,489	20,151,848	90	258,097,581	2,579
BERTIE	100,577,604	1,176	4,208,300	43	104,785,904	1,219
BLADEN	145,501,161	2,021	4,592,322	33	150,093,483	2,054
BRUNSWICK	983,354,088	9,911	15,738,263	90	999,092,351	10,001
BUNCOMBE	247,850,222	1,835	2,910,500	10	250,760,722	1,845
BURKE	130,989,594	1,317	7,055,330	24	138,044,924	1,341
CABARRUS	158,483,047	1,205	7,132,400	18	165,615,447	1,223
CALDWELL	135,426,624	1,413	5,788,790	23	141,215,414	1,436
CAMDEN	41,014,954	314	907,600	8	41,922,554	322
CARTERET	496,970,123	4,790	20,979,070	85	517,949,193	4,875
CASWELL	30,310,800	409	1,036,528	13	31,347,328	422
CATAWBA	227,822,019	1,933	9,143,355	43	236,965,374	1,976
CHATHAM	106,930,197	878	4,039,000	16	110,969,197	894
CHEROKEE	34,580,718	320	1,640,300	6	36,221,018	326
CHOWAN	59,910,851	520	4,070,000	22	63,980,851	542
CLAY	32,634,855	278	1,702,000	2	34,336,855	280
CLEVELAND	185,165,920	1,453	15,132,083	38	200,298,003	1,491
COLUMBUS	304,444,636	3,890	11,650,900	71	316,095,536	3,961
CRAVEN	302,691,003	2,641	18,911,414	70	321,602,417	2,711
CUMBERLAND	503,469,025	4,641	46,786,862	92	550,255,887	4,733
CURRITUCK	151,027,261	1,240	7,027,218	27	158,054,479	1,267
DARE	125,857,656	889	14,509,000	49	140,366,656	938
DAVIDSON	208,222,012	1,748	17,129,397	49	225,351,409	1,797
DAVIE	39,081,155	343	105,000	1	39,186,155	344
DUPLIN	249,045,930	2,664	13,897,791	78	262,943,721	2,742
DURHAM	244,656,122	1,727	15,191,741	36	259,847,863	1,763
EDGEcombe	172,343,231	1,737	11,125,935	44	183,469,166	1,781
FORSYTH	348,730,857	2,601	16,439,774	36	365,170,631	2,637
FRANKLIN	90,255,397	961	3,316,400	17	93,571,797	978
GASTON	268,738,971	2,318	24,274,401	85	293,013,372	2,403
GATES	73,947,335	677	2,871,300	9	76,818,635	686
GRAHAM	20,755,908	163	64,000	1	20,819,908	164
GRANVILLE	83,508,027	769	1,052,900	7	84,560,927	776
GREENE	80,561,277	837	4,002,900	25	84,564,177	862
GUILFORD	441,252,835	3,482	61,611,086	89	502,863,921	3,571
HALIFAX	229,155,494	2,466	8,648,280	74	237,803,774	2,540
HARNETT	254,389,482	2,549	7,669,650	46	262,059,132	2,595
HAYWOOD	129,027,777	884	3,992,400	9	133,020,177	893
HENDERSON	116,919,953	901	1,994,200	11	118,914,153	912
HERTFORD	90,669,089	953	6,063,674	25	96,732,763	978
HOKE	107,790,473	1,308	7,305,260	27	115,095,733	1,335
HYDE	21,539,276	267	4,688,404	19	26,227,680	286
IREDELL	211,580,838	1,716	10,832,160	26	222,412,998	1,742
JACKSON	67,822,304	478	2,619,500	11	70,441,804	489
JOHNSTON	380,759,567	3,534	16,159,758	98	396,919,325	3,632
JONES	33,409,914	429	1,416,900	11	34,826,814	440
LEE	79,870,701	776	2,853,480	17	82,724,181	793

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION  
FAIR PLAN  
AS OF DECEMBER 31, 2017

AGGREGATE LIABILITY BY COUNTIES

COUNTY	RESIDENTIAL		COMMERCIAL		TOTAL	
	FAIR LIABILITY *	FAIR COUNT	FAIR LIABILITY *	FAIR COUNT	FAIR LIABILITY *	FAIR COUNT
LENOIR	239,537,748	2,430	28,966,340	70	268,504,088	2,500
LINCOLN	116,850,787	972	2,290,870	14	119,141,657	986
MCDOWELL	84,573,101	932	1,760,500	9	86,333,601	941
MACON	63,126,795	528	0	0	63,126,795	528
MADISON	36,875,626	326	1,325,000	4	38,200,626	330
MARTIN	138,487,666	1,375	10,091,496	64	148,579,162	1,439
MECKLENBURG	414,507,722	2,609	12,228,100	32	426,735,822	2,641
MITCHELL	44,203,918	402	250,000	1	44,453,918	403
MONTGOMERY	93,583,097	1,117	7,843,476	32	101,426,573	1,149
MOORE	95,576,676	956	3,586,600	17	99,163,276	973
NASH	292,143,316	2,516	11,250,100	45	303,393,416	2,561
NEW HANOVER	955,228,449	6,395	23,098,501	92	978,326,950	6,487
NORTHAMPTON	94,126,862	1,103	1,392,666	17	95,519,528	1,120
ONSLOW	588,530,096	5,341	29,437,780	84	617,967,876	5,425
ORANGE	101,635,337	659	2,633,500	7	104,268,837	666
PAMLICO	72,754,250	791	4,051,400	12	76,805,650	803
PASQUOTANK	168,566,949	1,428	10,768,294	47	179,335,243	1,475
PENDER	275,358,658	2,983	4,595,630	25	279,954,288	3,008
PERQUIMANS	71,523,792	589	1,107,200	12	72,630,992	601
PERSON	72,498,614	781	1,860,662	15	74,359,276	796
PITT	566,104,393	4,337	25,695,438	99	591,799,831	4,436
POLK	38,641,211	277	1,103,200	6	39,744,411	283
RANDOLPH	162,638,628	1,550	6,316,365	28	168,954,993	1,578
RICHMOND	128,232,472	1,666	8,723,180	40	136,955,652	1,706
ROBESON	508,077,766	7,512	20,976,734	118	529,054,500	7,630
ROCKINGHAM	208,696,498	2,264	9,851,271	41	218,547,769	2,305
ROWAN	226,934,571	1,677	9,244,600	31	236,179,171	1,708
RUTHERFORD	100,061,711	960	7,661,800	31	107,723,511	991
SAMPSON	249,793,037	2,979	10,087,022	68	259,880,059	3,047
SCOTLAND	82,384,634	1,063	4,229,600	16	86,614,234	1,079
STANLEY	80,089,998	751	2,671,669	9	82,761,667	760
STOKES	52,636,869	568	949,000	8	53,585,869	576
SURRY	122,661,733	1,361	4,948,490	30	127,610,223	1,391
SWAIN	66,570,236	423	2,859,400	9	69,429,636	432
TRANSYLVANIA	25,990,183	189	665,000	2	26,655,183	191
TYRRELL	24,401,190	266	1,197,100	10	25,598,290	276
UNION	159,282,478	1,203	6,406,283	20	165,688,761	1,223
VANCE	126,303,352	1,436	2,337,000	29	128,640,352	1,465
WAKE	617,157,261	3,592	72,161,720	61	689,318,981	3,653
WARREN	62,455,384	717	2,403,700	20	64,859,084	737
WASHINGTON	54,234,332	539	3,740,620	18	57,974,952	557
WATAUGA	93,691,534	491	2,686,000	10	96,377,534	501
WAYNE	343,906,008	3,770	29,060,685	105	372,966,693	3,875
WILKES	117,016,819	1,223	2,412,440	18	119,429,259	1,241
WILSON	232,190,765	1,977	14,615,452	84	246,806,217	2,061
YADKIN	40,375,102	496	959,000	8	41,334,102	504
YANCY	51,385,806	464	924,000	6	52,309,806	470
	<b>17,765,633,623</b>	<b>163,775</b>	<b>903,661,087</b>	<b>3,318</b>	<b>18,669,294,710</b>	<b>167,093</b>

\* 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 of coverage, are not factored into this amount.