

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
BALANCE SHEET
AS OF SEPTEMBER 30, 2004

	LEDGER ASSETS	NON-LEDGER ASSETS	ASSETS NOT ADMITTED	ADMITTED ASSETS
ASSETS				
CASH	35,306,158			35,306,158 (Note 1)
INVESTMENTS	182,174,146			182,174,146
FIXED ASSETS	77,779		(77,779)	0
DATA PROCESSING EQUIPMENT	71,341			71,341
ACCOUNTS RECEIVABLE - OTHER	266,565			266,565
PREPAID EXPENSES	26,024		(26,024)	0
TOTAL ASSETS	217,922,013	0	(103,803)	217,818,210
LIABILITIES & EQUITY				
LIABILITIES				
ACCOUNTS PAYABLE				14,807
ACCOUNTS PAYABLE - FAIR PLAN				174,668
PREMIUM REFUND				1,069,719
PREMIUM SUSPENSE				1,036,481
CLAIMS PAYABLE				116,886
ACCRUAL-PREMIUM TAX				641,042
ACCRUAL-POST RETIREMENT				191,430
ACCRUAL-PENSION				108,768
ACCRUAL-RENT				14,387
PREPAID PREMIUMS				3,338,147
UNCLAIMED CHECKS				836,377
DISTRIBUTION PAYABLE				39,463
TOTAL LIABILITIES				7,582,175
RESERVES FOR:				
UNPAID LOSSES (INCL. IBNR)				20,861,403
UNPAID LAE RESERVES				1,474,882
UNEARNED PREMIUMS				53,423,576
TOTAL RESERVES				75,759,861
MEMBERS' EQUITY				134,476,173
TOTAL LIABILITIES & MEMBERS' EQUITY				217,818,210

Note 1- Each night, all funds remaining in the Associations' checking account are invested overnight in Repurchase Agreements and returned to the account the next morning , with interest. This transaction along with the reclassification (\$4,429,988) of the claim checks payable account creates the credit balance in the cash account . The overnight investments are included in the Investment account .

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
INCOME STATEMENT AND EQUITY ACCOUNT
AS OF SEPTEMBER 30, 2004

	FOURTH QUARTER	YEAR TO DATE
<u>UNDERWRITING INCOME</u>		
<u>PREMIUMS EARNED</u>	<u>22,429,198</u>	<u>87,341,137</u>
<u>DEDUCTIONS</u>		
LOSSES INCURRED	26,474,041	31,868,561
LOSS EXPENSE INCURRED	1,975,009	2,361,973
OPERATING EXPENSE INCURRED	4,238,389	14,699,767
PREMIUM TAXES	616,647	2,093,522
<u>TOTAL DEDUCTIONS</u>	<u>33,304,086</u>	<u>51,023,823</u>
<u>NET UNDERWRITING GAIN OR (LOSS)</u>	<u>(10,874,888)</u>	<u>36,317,313</u>
<u>OTHER INCOME OR (OUTGO)</u>		
INVESTMENT INCOME	610,549	1,812,256
MISCELLANEOUS INCOME	(16,219)	3,440
<u>NET OTHER INCOME</u>	<u>594,330</u>	<u>1,815,696</u>
<u>NET INCOME OR (LOSS)</u>	<u>(10,280,558)</u>	<u>38,133,009</u>
<u>EQUITY ACCOUNT</u>		
<u>MEMBERS' EQUITY (PRIOR PERIOD)</u>	<u>145,130,973</u>	<u>92,267,791</u>
NET INCOME OR (LOSS)	(10,280,558)	38,133,009
CHANGE IN ASSETS NOT ADMITTED	(361,423)	42,844
ASSESSMENTS OR (DISTRIBUTIONS)	0	4,004,538
PRIOR PERIOD ADJUSTMENT	5,770	46,579
MINIMUM PENSION LIABILITY	(18,588)	(18,588)
<u>NET CHANGE IN EQUITY</u>	<u>(10,654,799)</u>	<u>42,208,382</u>
<u>MEMBERS' EQUITY (CURRENT PERIOD)</u>	<u>134,476,173</u>	<u>134,476,173</u>

The Aggregate Liability for the Association as of September 30, 2004 is \$28,905,006,918.

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
MEMBERS' ACCOUNT
AS OF SEPTEMBER 30, 2004

	FOURTH QUARTER						
	2004	2003	2002	2001	2000	1999	TOTAL
INCOME RECEIVED							
PREMIUMS WRITTEN	29,720,185	(114,483)	0	0	0	0	29,605,702
INTEREST RECEIVED	610,549	0	0	0	0	0	610,549
MISCELLANEOUS INCOME	(16,219)	0	0	0	0	0	(16,219)
TOTAL INCOME	30,314,515	(114,483)	0	0	0	0	30,200,032
EXPENSES PAID							
LOSSES	5,354,074	3,708,548	700,906	13,131	0	0	9,776,659
LOSS ADJUSTMENT EXPENSES	528,915	261,262	31,040	624	0	0	821,841
COMMISSION	3,802,879	(14,883)	0	0	0	0	3,787,996
PREMIUM TAX	616,647	0	0	0	0	0	616,647
ADMINISTRATIVE EXPENSES	450,393	0	0	0	0	0	450,393
TOTAL EXPENSES PAID	10,752,908	3,954,927	731,946	13,755	0	0	15,453,536
NET CASH CHANGE	19,561,607	(4,069,410)	(731,946)	(13,755)	0	0	14,746,496
RESERVES:							
DEDUCT: (CURRENT PERIOD)							
LOSSES (INCL. IBNR.)	17,390,184	3,440,683	15,535	10,000	5,001	0	20,861,403
LOSS ADJUSTMENT EXPENSES	1,229,471	243,252	1,098	707	354	0	1,474,882
UNEARNED PREMIUMS	53,423,576	0	0	0	0	0	53,423,576
ADD: (PRIOR PERIOD)							
LOSSES (INCL. IBNR)	1,556,034	2,555,347	47,639	0	5,001	0	4,164,021
LOSS ADJUSTMENT EXPENSES	129,215	188,614	3,516	0	369	0	321,714
UNEARNED PREMIUMS	43,853,565	2,393,507	0	0	0	0	46,247,072
NET RESERVE CHANGE	(26,504,417)	1,453,533	34,522	(10,707)	15	0	(25,027,054)
NET OTHER CHANGES							
PRIOR PERIOD ADJUSTMENT	5,770	0	0	0	0	0	5,770
MINIMUM PENSION LIABILITY	(18,588)	0	0	0	0	0	(18,588)
ASSETS NOT ADMITTED	(18,812)	0	0	0	0	0	(18,812)
TOTAL NET OTHER CHANGES	(31,630)	0	0	0	0	0	(31,630)
ASSESSMENTS	0	0	0	0	0	0	0
DISTRIBUTIONS	0	0	0	0	0	0	0
INSOLVENT MEMBERS	0	0	(62,089)	(21,071)	(259,451)	0	(342,611)
CHANGE IN MEMBERS' EQUITY	(6,974,440)	(2,615,877)	(759,513)	(45,533)	(259,436)	0	(10,654,799)

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
MEMBERS' ACCOUNT
AS OF SEPTEMBER 30, 2004

	YEAR-TO-DATE						
	2004	2003	2002	2001	2000	1999	TOTAL
INCOME RECEIVED							
PREMIUMS WRITTEN	100,294,781	(910,989)	0	0	0	0	99,383,792
INTEREST RECEIVED	1,812,256	0	0	0	0	0	1,812,256
MISCELLANEOUS INCOME	3,440	0	0	0	0	0	3,440
TOTAL INCOME	102,110,477	(910,989)	0	0	0	0	101,199,488
EXPENSES PAID							
LOSSES	5,953,132	57,277,752	2,925,820	22,481	(22,367)	0	66,156,818
LOSS ADJUSTMENT EXPENSES	741,247	3,515,114	185,676	2,269	3,386	0	4,447,692
COMMISSION	12,878,129	(118,429)	0	0	0	0	12,759,700
PREMIUM TAX	2,093,522	0	0	0	0	0	2,093,522
ADMINISTRATIVE EXPENSES	1,940,067	0	0	0	0	0	1,940,067
TOTAL EXPENSES PAID	23,606,097	60,674,437	3,111,496	24,750	(18,981)	0	87,397,799
NET CASH CHANGE	78,504,380	(61,585,426)	(3,111,496)	(24,750)	18,981	0	13,801,689
RESERVES:							
DEDUCT: (CURRENT PERIOD)							
LOSSES (INCL. IBNR.)	17,390,184	3,440,683	15,535	10,000	5,001	0	20,861,403
LOSS ADJUSTMENT EXPENSES	1,229,471	243,252	1,098	707	354	0	1,474,882
UNEARNED PREMIUMS	53,423,576	0	0	0	0	0	53,423,576
ADD: (PRIOR PERIOD)							
LOSSES (INCL. IBNR)	0	53,609,420	1,457,038	4,501	78,701	0	55,149,660
LOSS ADJUSTMENT EXPENSES	0	3,461,158	94,071	291	5,081	0	3,560,601
UNEARNED PREMIUMS	0	41,380,921	0	0	0	0	41,380,921
NET RESERVE CHANGE	(72,043,231)	94,767,564	1,534,476	(5,915)	78,427	0	24,331,321
NET OTHER CHANGES							
PRIOR PERIOD ADJUSTMENT	46,579	0	0	0	0	0	46,579
MINIMUM PENSION LIABILITY	(18,588)	0	0	0	0	0	(18,588)
ASSETS NOT ADMITTED	385,455	0	0	0	0	0	385,455
TOTAL NET OTHER CHANGES	413,446	0	0	0	0	0	413,446
ASSESSMENTS	0	1,621,741	0	0	0	4,295,470	5,917,211
DISTRIBUTIONS	0	0	0	0	0	(1,912,673)	(1,912,673)
INSOLVENT MEMBERS	0	0	(62,089)	(21,071)	(259,451)	0	(342,611)
CHANGE IN MEMBERS' EQUITY	6,874,595	34,803,879	(1,639,109)	(51,736)	(162,043)	2,382,797	42,208,382

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
STATISTICAL REPORT OF PREMIUMS
AS OF SEPTEMBER 30, 2004

	FOURTH QUARTER 2004	FOURTH QUARTER 2003	FOURTH QUARTER TOTAL	YEAR TO DATE 2004	YEAR TO DATE 2003	YEAR TO DATE TOTAL
PREMIUMS WRITTEN						
RESIDENTIAL - FIRE	1,702,144	(17,853)	1,684,291	7,361,167	(129,848)	7,231,319
RESIDENTIAL - EC	8,318,521	(51,151)	8,267,370	28,579,732	(397,121)	28,182,611
COMMERCIAL - FIRE	179,489	(1,073)	178,416	740,620	(36,737)	703,883
COMMERCIAL - EC	374,384	(5,930)	368,454	1,342,359	(96,234)	1,246,125
CRIME - RESIDENTIAL	92,392	(74)	92,318	349,340	3,310	352,650
CRIME - COMMERCIAL	519	0	519	519	0	519
HOMEOWNERS - BEACH	525,564	(451)	525,113	1,624,252	(451)	1,623,801
HOMEOWNERS - COASTAL	1,082,099	(2,809)	1,079,290	2,553,341	(2,809)	2,550,532
HO - BEACH WIND	6,472,472	(934)	6,471,538	22,705,733	(15,315)	22,690,418
HO - COASTAL WIND	5,140,068	(3,329)	5,136,739	14,411,750	(3,329)	14,408,421
WIND - RESIDENTIAL	673,900	(17,332)	656,568	2,251,128	(28,125)	2,223,003
WIND - COMMERCIAL	2,716,156	(3,283)	2,712,873	10,590,919	(116,126)	10,474,793
COASTAL - RESIDENTIAL	548,102	(7,914)	540,188	1,545,960	(114,451)	1,431,509
COASTAL - COMMERCIAL	1,894,375	(2,350)	1,892,025	6,237,961	26,247	6,264,208
TOTAL	29,720,185	(114,483)	29,605,702	100,294,781	(910,989)	99,383,792
UNEARNED PREMIUMS (PRIOR PERIOD)						
RESIDENTIAL - FIRE	2,771,175	209,494	2,980,669	0	3,666,118	3,666,118
RESIDENTIAL - EC	13,457,590	662,631	14,120,221	0	11,588,012	11,588,012
COMMERCIAL - FIRE	340,262	18,427	358,689	0	425,605	425,605
COMMERCIAL - EC	607,313	38,374	645,687	0	862,344	862,344
CRIME - RESIDENTIAL	162,925	9,600	172,525	0	191,752	191,752
CRIME - COMMERCIAL	0	0	0	0	0	0
HOMEOWNERS - BEACH	704,784	36,384	741,168	0	157,767	157,767
HOMEOWNERS - COASTAL	794,756	41,028	835,784	0	306,253	306,253
HO - BEACH WIND	10,019,297	126,723	10,146,020	0	1,064,778	1,064,778
HO - COASTAL WIND	5,758,483	117,498	5,875,981	0	952,324	952,324
WIND - RESIDENTIAL	1,152,700	397,347	1,550,047	0	7,650,467	7,650,467
WIND - COMMERCIAL	4,795,117	303,082	5,098,199	0	6,503,407	6,503,407
COASTAL - RESIDENTIAL	644,477	229,445	873,922	0	4,558,096	4,558,096
COASTAL - COMMERCIAL	2,644,686	203,474	2,848,160	0	3,453,998	3,453,998
TOTAL	43,853,565	2,393,507	46,247,072	0	41,380,921	41,380,921
UNEARNED PREMIUMS (CURRENT PERIOD)						
RESIDENTIAL - FIRE	3,223,894	0	3,223,894	3,223,894	0	3,223,894
RESIDENTIAL - EC	15,871,685	0	15,871,685	15,871,685	0	15,871,685
COMMERCIAL - FIRE	368,213	0	368,213	368,213	0	368,213
COMMERCIAL - EC	699,997	0	699,997	699,997	0	699,997
CRIME - RESIDENTIAL	182,252	0	182,252	182,252	0	182,252
CRIME - COMMERCIAL	462	0	462	462	0	462
HOMEOWNERS - BEACH	901,037	0	901,037	901,037	0	901,037
HOMEOWNERS - COASTAL	1,409,315	0	1,409,315	1,409,315	0	1,409,315
HO - BEACH WIND	11,962,246	0	11,962,246	11,962,246	0	11,962,246
HO - COASTAL WIND	8,068,374	0	8,068,374	8,068,374	0	8,068,374
WIND - RESIDENTIAL	1,329,377	0	1,329,377	1,329,377	0	1,329,377
WIND - COMMERCIAL	5,286,983	0	5,286,983	5,286,983	0	5,286,983
COASTAL - RESIDENTIAL	882,042	0	882,042	882,042	0	882,042
COASTAL - COMMERCIAL	3,237,699	0	3,237,699	3,237,699	0	3,237,699
TOTAL	53,423,576	0	53,423,576	53,423,576	0	53,423,576
EARNED PREMIUMS						
RESIDENTIAL - FIRE	1,249,425	191,641	1,441,066	4,137,273	3,536,270	7,673,543
RESIDENTIAL - EC	5,904,426	611,480	6,515,906	12,708,047	11,190,891	23,898,938
COMMERCIAL - FIRE	151,538	17,354	168,892	372,407	388,868	761,275
COMMERCIAL - EC	281,700	32,444	314,144	642,362	766,110	1,408,472
CRIME - RESIDENTIAL	73,065	9,526	82,591	167,088	195,062	362,150
CRIME - COMMERCIAL	57	0	57	57	0	57
HOMEOWNERS - BEACH	329,311	35,933	365,244	723,215	157,316	880,531
HOMEOWNERS - COASTAL	467,540	38,219	505,759	1,144,026	303,444	1,447,470
HO - BEACH WIND	4,529,523	125,789	4,655,312	10,743,487	1,049,463	11,792,950
HO - COASTAL WIND	2,830,177	114,169	2,944,346	6,343,376	948,995	7,292,371
WIND - RESIDENTIAL	497,223	380,015	877,238	921,751	7,622,342	8,544,093
WIND - COMMERCIAL	2,224,290	299,799	2,524,089	5,303,936	6,387,281	11,691,217
COASTAL - RESIDENTIAL	310,537	221,531	532,068	663,918	4,443,645	5,107,563
COASTAL - COMMERCIAL	1,301,362	201,124	1,502,486	3,000,262	3,480,245	6,480,507
TOTAL	20,150,174	2,279,024	22,429,198	46,871,205	40,469,932	87,341,137

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
STATISTICAL REPORT OF LOSSES
AS OF SEPTEMBER 30, 2004

	FOURTH QUARTER					FOURTH QUARTER TOTAL
	2004	2003	2002	2001	2000	
PAID LOSSES						
RESIDENTIAL - FIRE	198,950	292,297	(35,196)	0	0	456,051
RESIDENTIAL - EC	2,561,943	1,062,326	12,788	13,131	0	3,650,188
COMMERCIAL - FIRE	35,098	8,342	0	0	0	43,440
COMMERCIAL - EC	298,891	58,874	0	0	0	357,765
CRIME - RESIDENTIAL	0	0	0	0	0	0
CRIME - COMMERCIAL	0	0	0	0	0	0
HOMEOWNERS - BEACH	48,215	47,720	0	0	0	95,935
HOMEOWNERS - COASTAL	267,516	0	0	0	0	267,516
HO - BEACH WIND	613,345	97,789	0	0	0	711,134
HO - COASTAL WIND	606,748	22,409	0	0	0	629,157
WIND - RESIDENTIAL	129,928	323,264	5,368	0	0	458,560
WIND - COMMERCIAL	273,875	1,156,302	731,774	0	0	2,161,951
COASTAL - RESIDENTIAL	151,824	141,956	(13,828)	0	0	279,952
COASTAL - COMMERCIAL	167,741	497,269	0	0	0	665,010
TOTAL	5,354,074	3,708,548	700,906	13,131	0	9,776,659
OUTSTANDING LOSSES (CURRENT PERIOD INCL. IBNR)						
RESIDENTIAL - FIRE	923,391	478,199	0	0	0	1,401,590
RESIDENTIAL - EC	6,241,084	623,188	0	10,000	5,001	6,879,273
COMMERCIAL - FIRE	7,446	0	0	0	0	7,446
COMMERCIAL - EC	264,131	0	0	0	0	264,131
CRIME - RESIDENTIAL	5,297	99	0	0	0	5,396
CRIME - COMMERCIAL	0	0	0	0	0	0
HOMEOWNERS - BEACH	253,499	67,500	0	0	0	320,999
HOMEOWNERS - COASTAL	953,638	0	0	0	0	953,638
HO - BEACH WIND	3,024,794	47,500	0	0	0	3,072,294
HO - COASTAL WIND	2,357,813	97,501	0	0	0	2,455,314
WIND - RESIDENTIAL	527,548	349,835	15,535	0	0	892,918
WIND - COMMERCIAL	1,499,719	1,415,030	0	0	0	2,914,749
COASTAL - RESIDENTIAL	403,278	224,612	0	0	0	627,890
COASTAL - COMMERCIAL	928,546	137,219	0	0	0	1,065,765
TOTAL	17,390,184	3,440,683	15,535	10,000	5,001	20,861,403
OUTSTANDING LOSSES (PRIOR PERIOD INCL. IBNR)						
RESIDENTIAL - FIRE	136,572	174,112	2,000	0	5,001	317,685
RESIDENTIAL - EC	335,676	332,525	99	0	0	668,300
COMMERCIAL - FIRE	8,917	10,000	0	0	0	18,917
COMMERCIAL - EC	43,640	27,198	0	0	0	70,838
CRIME - RESIDENTIAL	0	250	0	0	0	250
CRIME - COMMERCIAL	0	0	0	0	0	0
HOMEOWNERS - BEACH	0	0	0	0	0	0
HOMEOWNERS - COASTAL	231,578	9,599	0	0	0	241,177
HO - BEACH WIND	22,849	5,150	0	0	0	27,999
HO - COASTAL WIND	19,363	40,203	0	0	0	59,566
WIND - RESIDENTIAL	224,579	564,272	35,538	0	0	824,389
WIND - COMMERCIAL	258,365	689,675	0	0	0	948,040
COASTAL - RESIDENTIAL	134,747	366,121	0	0	0	500,868
COASTAL - COMMERCIAL	139,748	336,242	10,002	0	0	485,992
TOTAL	1,556,034	2,555,347	47,639	0	5,001	4,164,021
INCURRED LOSSES						
RESIDENTIAL - FIRE	985,769	596,384	(37,196)	0	(5,001)	1,539,956
RESIDENTIAL - EC	8,467,351	1,352,989	12,689	23,131	5,001	9,861,161
COMMERCIAL - FIRE	33,627	(1,658)	0	0	0	31,969
COMMERCIAL - EC	519,382	31,676	0	0	0	551,058
CRIME - RESIDENTIAL	5,297	(151)	0	0	0	5,146
CRIME - COMMERCIAL	0	0	0	0	0	0
HOMEOWNERS - BEACH	301,714	115,220	0	0	0	416,934
HOMEOWNERS - COASTAL	989,576	(9,599)	0	0	0	979,977
HO - BEACH WIND	3,615,290	140,139	0	0	0	3,755,429
HO - COASTAL WIND	2,945,198	79,707	0	0	0	3,024,905
WIND - RESIDENTIAL	432,897	108,827	(14,635)	0	0	527,089
WIND - COMMERCIAL	1,515,229	1,881,657	731,774	0	0	4,128,660
COASTAL - RESIDENTIAL	420,355	447	(13,828)	0	0	406,974
COASTAL - COMMERCIAL	956,539	298,246	(10,002)	0	0	1,244,783
TOTAL	21,188,224	4,593,884	668,802	23,131	0	26,474,041

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
STATISTICAL REPORT OF LOSSES
AS OF SEPTEMBER 30, 2004

	YEAR-TO-DATE					YEAR-TO-DATE TOTAL
	2004	2003	2002	2001	2000	
PAID LOSSES						
RESIDENTIAL - FIRE	289,493	1,003,608	285,825	9,350	0	1,588,276
RESIDENTIAL - EC	2,831,782	15,569,689	720,219	13,131	5,500	19,140,321
COMMERCIAL - FIRE	40,685	80,219	4,091	0	0	124,995
COMMERCIAL - EC	397,168	1,687,008	86,594	0	0	2,170,770
CRIME - RESIDENTIAL	0	3,844	0	0	0	3,844
CRIME - COMMERCIAL	0	0	0	0	0	0
HOMEOWNERS - BEACH	48,715	62,628	0	0	0	111,343
HOMEOWNERS - COASTAL	304,768	104,641	0	0	0	409,409
HO - BEACH WIND	646,777	430,066	0	0	0	1,076,843
HO - COASTAL WIND	634,868	448,346	0	0	0	1,083,214
WIND - RESIDENTIAL	142,649	7,641,601	252,668	0	0	8,036,918
WIND - COMMERCIAL	277,362	22,660,860	1,459,661	0	0	24,397,883
COASTAL - RESIDENTIAL	156,365	3,079,904	64,645	0	(27,867)	3,273,047
COASTAL - COMMERCIAL	182,500	4,505,338	52,117	0	0	4,739,955
TOTAL	5,953,132	57,277,752	2,925,820	22,481	(22,367)	66,156,818
OUTSTANDING LOSSES (CURRENT PERIOD INCL. IBNR)						
RESIDENTIAL - FIRE	923,391	478,199	0	0	0	1,401,590
RESIDENTIAL - EC	6,241,084	623,188	0	10,000	5,001	6,879,273
COMMERCIAL - FIRE	7,446	0	0	0	0	7,446
COMMERCIAL - EC	264,131	0	0	0	0	264,131
CRIME - RESIDENTIAL	5,297	99	0	0	0	5,396
CRIME - COMMERCIAL	0	0	0	0	0	0
HOMEOWNERS - BEACH	253,499	67,500	0	0	0	320,999
HOMEOWNERS - COASTAL	953,638	0	0	0	0	953,638
HO - BEACH WIND	3,024,794	47,500	0	0	0	3,072,294
HO - COASTAL WIND	2,357,813	97,501	0	0	0	2,455,314
WIND - RESIDENTIAL	527,548	349,835	15,535	0	0	892,918
WIND - COMMERCIAL	1,499,719	1,415,030	0	0	0	2,914,749
COASTAL - RESIDENTIAL	403,278	224,612	0	0	0	627,890
COASTAL - COMMERCIAL	928,546	137,219	0	0	0	1,065,765
TOTAL	17,390,184	3,440,683	15,535	10,000	5,001	20,861,403
OUTSTANDING LOSSES (PRIOR PERIOD INCL. IBNR)						
RESIDENTIAL - FIRE	0	371,079	320,954	0	0	692,033
RESIDENTIAL - EC	0	24,983,639	678,549	3,501	1,000	25,666,689
COMMERCIAL - FIRE	0	57,460	0	0	64,700	122,160
COMMERCIAL - EC	0	531,352	0	0	0	531,352
CRIME - RESIDENTIAL	0	1,330	1,000	0	2,501	4,831
CRIME - COMMERCIAL	0	0	0	0	0	0
HOMEOWNERS - BEACH	0	23,187	0	0	0	23,187
HOMEOWNERS - COASTAL	0	170,031	0	0	0	170,031
HO - BEACH WIND	0	552,037	0	0	0	552,037
HO - COASTAL WIND	0	622,419	0	0	0	622,419
WIND - RESIDENTIAL	0	12,493,434	288,526	0	8,500	12,790,460
WIND - COMMERCIAL	0	3,935,131	11,001	0	2,000	3,948,132
COASTAL - RESIDENTIAL	0	5,622,345	82,007	1,000	0	5,705,352
COASTAL - COMMERCIAL	0	4,245,976	75,001	0	0	4,320,977
TOTAL	0	53,609,420	1,457,038	4,501	78,701	55,149,660
INCURRED LOSSES						
RESIDENTIAL - FIRE	1,212,884	1,110,728	(35,129)	9,350	0	2,297,833
RESIDENTIAL - EC	9,072,866	(8,790,762)	41,670	19,630	9,501	352,905
COMMERCIAL - FIRE	48,131	22,759	4,091	0	(64,700)	10,281
COMMERCIAL - EC	661,299	1,155,656	86,594	0	0	1,903,549
CRIME - RESIDENTIAL	5,297	2,613	(1,000)	0	(2,501)	4,409
CRIME - COMMERCIAL	0	0	0	0	0	0
HOMEOWNERS - BEACH	302,214	106,941	0	0	0	409,155
HOMEOWNERS - COASTAL	1,258,406	(65,390)	0	0	0	1,193,016
HO - BEACH WIND	3,671,571	(74,471)	0	0	0	3,597,100
HO - COASTAL WIND	2,992,681	(76,572)	0	0	0	2,916,109
WIND - RESIDENTIAL	670,197	(4,501,998)	(20,323)	0	(8,500)	(3,860,624)
WIND - COMMERCIAL	1,777,081	20,140,759	1,448,660	0	(2,000)	23,364,500
COASTAL - RESIDENTIAL	559,643	(2,317,829)	(17,362)	(1,000)	(27,867)	(1,804,415)
COASTAL - COMMERCIAL	1,111,046	396,581	(22,884)	0	0	1,484,743
TOTAL	23,343,316	7,109,015	1,484,317	27,980	(96,067)	31,868,561

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
 BEACH PLAN
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 AS OF SEPTEMBER 30, 2004

IBNR TOTALS						
	2004	2003	2002	2001	2000	TOTAL
<u>IBNR (CURRENT PERIOD)</u>						
RESIDENTIAL - FIRE	389,413	0	0	0	0	389,413
RESIDENTIAL - EC	2,606,071	0	0	0	0	2,606,071
COMMERCIAL - FIRE	2,247	0	0	0	0	2,247
COMMERCIAL - EC	72,640	0	0	0	0	72,640
CRIME - RESIDENTIAL	0	0	0	0	0	0
CRIME - COMMERCIAL	0	0	0	0	0	0
HOMEOWNERS - BEACH	94,358	0	0	0	0	94,358
HOMEOWNERS - COASTAL	354,965	0	0	0	0	354,965
HO - BEACH WIND	1,123,306	0	0	0	0	1,123,306
HO - COASTAL WIND	898,645	0	0	0	0	898,645
WIND - RESIDENTIAL	299,548	0	0	0	0	299,548
WIND - COMMERCIAL	1,048,419	0	0	0	0	1,048,419
COASTAL - RESIDENTIAL	224,661	0	0	0	0	224,661
COASTAL - COMMERCIAL	374,435	0	0	0	0	374,435
TOTAL	7,488,708	0	0	0	0	7,488,708
<u>IBNR (PRIOR PERIOD)</u>						
RESIDENTIAL - FIRE	78,154	190,560	0	0	0	268,714
RESIDENTIAL - EC	191,341	7,067,639	0	0	0	7,258,980
COMMERCIAL - FIRE	3,818	33,638	0	0	0	37,456
COMMERCIAL - EC	18,640	146,314	0	0	0	164,954
CRIME - RESIDENTIAL	0	1,330	0	0	0	1,330
CRIME - COMMERCIAL	0	0	0	0	0	0
HOMEOWNERS - BEACH	0	6,385	0	0	0	6,385
HOMEOWNERS - COASTAL	67,374	46,820	0	0	0	114,194
HO - BEACH WIND	0	152,010	0	0	0	152,010
HO - COASTAL WIND	11,229	171,391	0	0	0	182,620
WIND - RESIDENTIAL	224,579	3,522,011	0	0	0	3,746,590
WIND - COMMERCIAL	258,266	1,087,167	0	0	0	1,345,433
COASTAL - RESIDENTIAL	134,747	1,571,039	0	0	0	1,705,786
COASTAL - COMMERCIAL	134,747	1,189,834	0	0	0	1,324,581
TOTAL	1,122,895	15,186,138	0	0	0	16,309,033

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
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AS OF SEPTEMBER 30, 2004

FOURTH QUARTER

	2004	2003	2002	2001	2000	FOURTH QUARTER TOTAL
LOSS EXPENSES PAID						
RESIDENTIAL - FIRE	8,626	9,319	0	0	0	17,945
RESIDENTIAL - EC	305,669	80,645	1,669	624	0	388,607
COMMERCIAL - FIRE	223	559	0	0	0	782
COMMERCIAL - EC	16,749	2,617	0	0	0	19,366
CRIME - RESIDENTIAL	0	0	0	0	0	0
CRIME - COMMERCIAL	0	0	0	0	0	0
HOMEOWNERS - BEACH	5,239	4,083	0	0	0	9,322
HOMEOWNERS - COASTAL	21,050	0	0	0	0	21,050
HO - BEACH WIND	54,006	7,048	0	0	0	61,054
HO - COASTAL WIND	68,320	2,086	0	0	0	70,406
WIND - RESIDENTIAL	12,260	18,687	0	0	0	30,947
WIND - COMMERCIAL	11,466	105,236	29,092	0	0	145,794
COASTAL - RESIDENTIAL	10,326	9,679	0	0	0	20,005
COASTAL - COMMERCIAL	14,981	21,303	279	0	0	36,563
TOTAL	528,915	261,262	31,040	624	0	821,841
UNPAID LOSS EXPENSE (CURRENT PERIOD INCL. IBNR)						
RESIDENTIAL - FIRE	65,285	33,808	0	0	0	99,093
RESIDENTIAL - EC	441,239	44,059	0	707	354	486,359
COMMERCIAL - FIRE	527	0	0	0	0	527
COMMERCIAL - EC	18,673	0	0	0	0	18,673
CRIME - RESIDENTIAL	374	7	0	0	0	381
CRIME - COMMERCIAL	0	0	0	0	0	0
HOMEOWNERS - BEACH	19,828	4,772	0	0	0	24,600
HOMEOWNERS - COASTAL	65,516	0	0	0	0	65,516
HO - BEACH WIND	213,850	3,358	0	0	0	217,208
HO - COASTAL WIND	166,696	6,893	0	0	0	173,589
WIND - RESIDENTIAL	37,297	24,733	1,098	0	0	63,128
WIND - COMMERCIAL	106,028	100,041	0	0	0	206,069
COASTAL - RESIDENTIAL	28,511	15,880	0	0	0	44,391
COASTAL - COMMERCIAL	65,647	9,701	0	0	0	75,348
TOTAL	1,229,471	243,252	1,098	707	354	1,474,882
UNPAID LOSS EXPENSE (PRIOR PERIOD INCL. IBNR)						
RESIDENTIAL - FIRE	11,081	12,851	148	0	369	24,449
RESIDENTIAL - EC	27,225	24,544	7	0	0	51,776
COMMERCIAL - FIRE	707	738	0	0	0	1,445
COMMERCIAL - EC	3,459	2,008	0	0	0	5,467
CRIME - RESIDENTIAL	0	18	0	0	0	18
CRIME - COMMERCIAL	0	0	0	0	0	0
HOMEOWNERS - BEACH	0	0	0	0	0	0
HOMEOWNERS - COASTAL	17,955	709	0	0	0	18,664
HO - BEACH WIND	1,687	380	0	0	0	2,067
HO - COASTAL WIND	1,572	2,967	0	0	0	4,539
WIND - RESIDENTIAL	19,449	41,650	2,623	0	0	63,722
WIND - COMMERCIAL	22,373	50,906	0	0	0	73,279
COASTAL - RESIDENTIAL	11,669	27,024	0	0	0	38,693
COASTAL - COMMERCIAL	12,038	24,819	738	0	0	37,595
TOTAL	129,215	188,614	3,516	0	369	321,714
INCURRED LOSS EXPENSES						
RESIDENTIAL - FIRE	62,830	30,276	(148)	0	(369)	92,589
RESIDENTIAL - EC	719,683	100,160	1,662	1,331	354	823,190
COMMERCIAL - FIRE	43	(179)	0	0	0	(136)
COMMERCIAL - EC	31,963	609	0	0	0	32,572
CRIME - RESIDENTIAL	374	(11)	0	0	0	363
CRIME - COMMERCIAL	0	0	0	0	0	0
HOMEOWNERS - BEACH	25,067	8,855	0	0	0	33,922
HOMEOWNERS - COASTAL	68,611	(709)	0	0	0	67,902
HO - BEACH WIND	266,169	10,026	0	0	0	276,195
HO - COASTAL WIND	233,444	6,012	0	0	0	239,456
WIND - RESIDENTIAL	30,108	1,770	(1,525)	0	0	30,353
WIND - COMMERCIAL	95,121	154,371	29,092	0	0	278,584
COASTAL - RESIDENTIAL	27,168	(1,465)	0	0	0	25,703
COASTAL - COMMERCIAL	68,590	6,185	(459)	0	0	74,316
TOTAL	1,629,171	315,900	28,622	1,331	(15)	1,975,009

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES
AS OF SEPTEMBER 30, 2004

YEAR-TO-DATE						YEAR TO DATE TOTAL
	2004	2003	2002	2001	2000	
LOSS EXPENSES PAID						
RESIDENTIAL - FIRE	46,401	54,524	16,041	273	0	117,239
RESIDENTIAL - EC	363,223	1,298,998	53,306	624	3,289	1,719,440
COMMERCIAL - FIRE	6,096	3,050	0	0	0	9,146
COMMERCIAL - EC	33,271	84,137	0	0	0	117,408
CRIME - RESIDENTIAL	0	898	0	0	0	898
CRIME - COMMERCIAL	0	0	0	0	0	0
HOMEOWNERS - BEACH	8,381	6,844	0	0	0	15,225
HOMEOWNERS - COASTAL	44,966	6,971	0	0	0	51,937
HO - BEACH WIND	64,531	36,022	0	0	0	100,553
HO - COASTAL WIND	78,480	35,337	0	0	0	113,817
WIND - RESIDENTIAL	23,145	660,541	22,938	0	0	706,624
WIND - COMMERCIAL	35,291	790,953	82,087	0	0	908,331
COASTAL - RESIDENTIAL	17,280	315,731	10,048	1,372	97	344,528
COASTAL - COMMERCIAL	20,182	221,108	1,256	0	0	242,546
TOTAL	741,247	3,515,114	185,676	2,269	3,386	4,447,692
UNPAID LOSS EXPENSE (CURRENT PERIOD INCL. IBNR)						
RESIDENTIAL - FIRE	65,285	33,808	0	0	0	99,093
RESIDENTIAL - EC	441,239	44,059	0	707	354	486,359
COMMERCIAL - FIRE	527	0	0	0	0	527
COMMERCIAL - EC	18,673	0	0	0	0	18,673
CRIME - RESIDENTIAL	374	7	0	0	0	381
CRIME - COMMERCIAL	0	0	0	0	0	0
HOMEOWNERS - BEACH	19,828	4,772	0	0	0	24,600
HOMEOWNERS - COASTAL	65,516	0	0	0	0	65,516
HO - BEACH WIND	213,850	3,358	0	0	0	217,208
HO - COASTAL WIND	166,696	6,893	0	0	0	173,589
WIND - RESIDENTIAL	37,297	24,733	1,098	0	0	63,128
WIND - COMMERCIAL	106,028	100,041	0	0	0	206,069
COASTAL - RESIDENTIAL	28,511	15,880	0	0	0	44,391
COASTAL - COMMERCIAL	65,647	9,701	0	0	0	75,348
TOTAL	1,229,471	243,252	1,098	707	354	1,474,882
UNPAID LOSS EXPENSE (PRIOR PERIOD INCL. IBNR)						
RESIDENTIAL - FIRE	0	23,957	20,722	0	0	44,679
RESIDENTIAL - EC	0	1,613,006	43,809	226	65	1,657,106
COMMERCIAL - FIRE	0	3,710	0	0	4,177	7,887
COMMERCIAL - EC	0	34,305	0	0	0	34,305
CRIME - RESIDENTIAL	0	86	65	0	161	312
CRIME - COMMERCIAL	0	0	0	0	0	0
HOMEOWNERS - BEACH	0	1,497	0	0	0	1,497
HOMEOWNERS - COASTAL	0	10,978	0	0	0	10,978
HO - BEACH WIND	0	35,641	0	0	0	35,641
HO - COASTAL WIND	0	40,184	0	0	0	40,184
WIND - RESIDENTIAL	0	806,607	18,628	0	549	825,784
WIND - COMMERCIAL	0	254,063	710	0	129	254,902
COASTAL - RESIDENTIAL	0	362,993	5,295	65	0	368,353
COASTAL - COMMERCIAL	0	274,131	4,842	0	0	278,973
TOTAL	0	3,461,158	94,071	291	5,081	3,560,601
INCURRED LOSS EXPENSES						
RESIDENTIAL - FIRE	111,686	64,375	(4,681)	273	0	171,653
RESIDENTIAL - EC	804,462	(269,949)	9,497	1,105	3,578	548,693
COMMERCIAL - FIRE	6,623	(660)	0	0	(4,177)	1,786
COMMERCIAL - EC	51,944	49,832	0	0	0	101,776
CRIME - RESIDENTIAL	374	819	(65)	0	(161)	967
CRIME - COMMERCIAL	0	0	0	0	0	0
HOMEOWNERS - BEACH	28,209	10,119	0	0	0	38,328
HOMEOWNERS - COASTAL	110,482	(4,007)	0	0	0	106,475
HO - BEACH WIND	278,381	3,739	0	0	0	282,120
HO - COASTAL WIND	245,176	2,046	0	0	0	247,222
WIND - RESIDENTIAL	60,442	(121,333)	5,408	0	(549)	(56,032)
WIND - COMMERCIAL	141,319	636,931	81,377	0	(129)	859,498
COASTAL - RESIDENTIAL	45,791	(31,382)	4,753	1,307	97	20,566
COASTAL - COMMERCIAL	85,829	(43,322)	(3,586)	0	0	38,921
TOTAL	1,970,718	297,208	92,703	2,685	(1,341)	2,361,973

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF SEPTEMBER 30, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
88	10/01/94 09/30/95	09/05/96 09/06/96	HABITATIONAL	0	3,531,635	0	194,528
88	10/01/94 09/30/95	09/05/96 09/06/96	COMMERCIAL	0	198,455	0	19,019
			TOTAL	0	3,730,090	0	213,547
88	10/01/95 09/30/96	09/05/96 09/06/96	HABITATIONAL	0	42,085,572	0	2,366,214
88	10/01/95 09/30/96	09/05/96 09/06/96	COMMERCIAL	0	4,787,683	0	172,783
			TOTAL	0	46,873,255	0	2,538,997
66	10/01/96 09/30/97	08/26/98 08/27/98	HABITATIONAL	0	1,956,405	0	151,945
66	10/01/96 09/30/97	08/26/98 08/27/98	COMMERCIAL	0	249,682	0	11,667
			TOTAL	0	2,206,087	0	163,612
66	10/01/97 09/30/98	08/26/98 08/27/98	HABITATIONAL	0	18,366,946	0	1,451,409
66	10/01/97 09/30/98	08/26/98 08/29/98	COMMERCIAL	0	2,171,569	0	99,365
			TOTAL	0	20,538,515	0	1,550,774
96	10/01/97 09/30/98	08/29/99 09/07/99	HABITATIONAL	0	411,911	0	30,168
96	10/01/97 09/30/98	08/29/99 09/07/99	COMMERCIAL	0	0	0	120
			TOTAL	0	411,911	0	30,288
97	10/01/97 09/30/98	09/14/99 09/16/99	HABITATIONAL	0	459,850	0	46,224
97	10/01/97 09/30/98	09/14/99 09/16/99	COMMERCIAL	0	22,462	0	2,520
			TOTAL	0	482,312	0	48,744

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF SEPTEMBER 30, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
97	10/01/98 09/30/99	09/14/99 09/16/99	HABITATIONAL	5,000	11,673,626	500	1,169,936
97	10/01/98 09/30/99	09/14/99 09/16/99	COMMERCIAL	0	1,146,594	0	70,288
			TOTAL	5,000	12,820,220	500	1,240,224
81	10/01/01 09/30/02	01/13/03 01/26/03	HABITATIONAL	0	866,183	0	28,792
81	10/01/01 09/30/02	01/13/03 01/26/03	COMMERCIAL	0	0	0	0
			TOTAL	0	866,183	0	28,792
81	10/01/02 09/30/03	01/13/03 01/26/03	HABITATIONAL	0	212,762	0	10,931
81	10/01/02 09/30/03	01/13/03 01/26/03	COMMERCIAL	0	1,638	0	272
			TOTAL	0	214,400	0	11,203
88	10/01/01 09/30/02	05/02/03 05/11/03	HABITATIONAL	0	2,052	0	0
88	10/01/01 09/30/02	05/02/03 05/11/03	COMMERCIAL	0	0	0	0
			TOTAL	0	2,052	0	0
88	10/01/02 09/30/03	05/02/03 05/11/03	HABITATIONAL	0	1,151	0	
88	10/01/02 09/30/03	05/02/03 05/11/03	COMMERCIAL	0	0	0	0
			TOTAL	0	1,151	0	0
95	10/01/01 09/30/02	09/18/03	HABITATIONAL	0	591,665	0	46,166
95	10/01/01 09/30/02	09/18/03	COMMERCIAL	0	0	0	0
			TOTAL	0	591,665	0	46,166

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF SEPTEMBER 30, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
95	10/01/02 09/30/03	09/18/03	HABITATIONAL	50,152	14,542,108	5,015	1,216,787
95	10/01/02 09/30/03	09/18/03	COMMERCIAL	0	1,759,346	0	82,531
			TOTAL	50,152	16,301,454	5,015	1,299,318
16	10/01/02 09/30/03	03/03/04 03/08/04	HABITATIONAL	0	22,024	0	2,922
16	10/01/02 09/30/03	03/03/04 03/08/04	COMMERCIAL	0	0	0	0
			TOTAL	0	22,024	0	2,922
16	10/01/03 09/30/04	03/03/04 03/08/04	HABITATIONAL	0	1,828	0	772
16	10/01/03 09/30/04	03/03/04 03/08/04	COMMERCIAL	0	5,587	0	1,010
			TOTAL	0	7,415	0	1,782
1	10/01/02 09/30/03	08/03/04	HABITATIONAL	103,198	159,136	10,320	17,519
1	10/01/02 09/30/03	08/03/04	COMMERCIAL	0	9,599	0	891
			TOTAL	103,198	168,735	10,320	18,410
1	10/01/03 09/30/04	08/03/04	HABITATIONAL	802,978	885,086	80,298	90,855
1	10/01/03 09/30/04	08/03/04	COMMERCIAL	50,496	293,497	5,050	13,082
			TOTAL	853,474	1,178,583	85,347	103,937
2	10/01/02 09/30/03	08/12/04 08/13/04	HABITATIONAL	10,500	0	1,050	0
			TOTAL	10,500	0	1,050	0
2	10/01/03 09/30/04	08/12/04 08/13/04	HABITATIONAL	95,500	28,487	9,550	1,542
			TOTAL	95,500	28,487	9,550	1,542

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF SEPTEMBER 30, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
26	10/01/02 09/30/03	08/14/04 08/15/04	HABITATIONAL	445,829	463,651	44,583	35,806
26	10/01/02 09/30/03	08/14/04 08/15/04	COMMERCIAL	0	22,799	0	924
			TOTAL	445,829	486,450	44,583	36,730
26	10/01/03 09/30/04	08/14/04 08/15/04	HABITATIONAL	2,615,773	1,537,360	261,577	173,924
26	10/01/03 09/30/04	08/14/04 08/15/04	COMMERCIAL	135,000	5,393	13,500	1,580
			TOTAL	2,750,773	1,542,753	275,077	175,504
27	10/01/03 09/30/04	08/29/04 08/30/04	HABITATIONAL	52,501	2,614	5,250	283
			TOTAL	52,501	2,614	5,250	283
28	10/01/02 09/30/03	09/03/04 09/08/04	HABITATIONAL	25,000	0	2,500	0
			TOTAL	25,000	0	2,500	0
28	10/01/03 09/30/04	09/03/04 09/08/04	HABITATIONAL	80,000	0	8,000	0
			TOTAL	80,000	0	8,000	0
30	10/01/02 09/30/03	09/15/04 09/18/04	HABITATIONAL	12,500	0	1,250	0
			TOTAL	12,500	0	1,250	0
30	10/01/03 09/30/04	09/15/04 09/18/04	HABITATIONAL	22,500	0	2,250	0
			TOTAL	22,500	0	2,250	0
BEACH WIND & HAIL ONLY REPORT OF CATASTROPHE LOSSES							
88	10/01/94 09/30/95	09/05/96 09/06/96	HABITATIONAL	0	1,667,593	0	81,076
88	10/01/94 09/30/95	09/05/96 09/06/96	COMMERCIAL	0	585,950	0	21,793
			TOTAL	0	2,253,543	0	102,869
88	10/01/95 09/30/96	09/05/96 09/06/96	HABITATIONAL	0	21,909,370	0	1,131,621

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF SEPTEMBER 30, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
88	10/01/95 09/30/96	09/05/96 09/06/96	COMMERCIAL	0	68,201,398	0	1,846,914
			TOTAL	0	90,110,768	0	2,978,535
66	10/01/96 09/30/97	08/26/98 08/27/98	HABITATIONAL	0	1,071,347	0	79,261
66	10/01/96 09/30/97	08/26/98 08/27/98	COMMERCIAL	0	3,402,561	0	93,565
			TOTAL	0	4,473,908	0	172,826
66	10/01/97 09/30/98	08/26/98 08/27/98	HABITATIONAL	0	12,487,161	0	828,501
66	10/01/97 09/30/98	08/26/98 08/29/98	COMMERCIAL	0	40,890,832	0	1,887,321
			TOTAL	0	53,377,993	0	2,715,822
97	10/01/97 09/30/98	09/14/99 09/16/99	HABITATIONAL	0	169,707	0	16,898
97	10/01/97 09/30/98	09/14/99 09/16/99	COMMERCIAL	0	82,741	0	6,233
			TOTAL	0	252,448	0	23,131
97	10/01/98 09/30/99	09/14/99 09/16/99	HABITATIONAL	0	7,288,777	0	653,683
97	10/01/98 09/30/99	09/14/99 09/16/99	COMMERCIAL	0	37,785,920	0	1,266,126
			TOTAL	0	45,074,697	0	1,919,809
81	10/01/01 09/30/02	01/13/03 01/26/03	HABITATIONAL	0	2,064	0	0
81	10/01/01 09/30/02	01/13/03 01/26/03	COMMERCIAL	0	0	0	0
			TOTAL	0	2,064	0	0
81	10/01/02 09/30/03	01/13/03 01/26/03	HABITATIONAL	0	0	0	0
81	10/01/02 09/30/03	01/13/03 01/26/03	COMMERCIAL	0	0	0	0
			TOTAL	0	0	0	0

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF SEPTEMBER 30, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
88	10/01/01 09/30/02	05/02/03 05/11/03	HABITATIONAL	0	950	0	0
88	10/01/01 09/30/02	05/02/03 05/11/03	COMMERCIAL	0	0	0	0
			TOTAL	0	950	0	0
88	10/01/02 09/30/03	05/02/03 05/11/03	HABITATIONAL	0	0	0	1,079
88	10/01/02 09/30/03	05/02/03 05/11/03	COMMERCIAL	0	0	0	0
			TOTAL	0	0	0	1,079
95	10/01/01 09/30/02	09/18/03	HABITATIONAL	5,535	245,299	554	20,318
95	10/01/01 09/30/02	09/18/03	COMMERCIAL	0	1,550,007	0	77,313
			TOTAL	5,535	1,795,306	554	97,631
95	10/01/02 09/30/03	09/18/03	HABITATIONAL	71,036	7,516,722	7,104	648,183
95	10/01/02 09/30/03	09/18/03	COMMERCIAL	450,210	22,610,949	45,021	780,343
			TOTAL	521,246	30,127,671	52,125	1,428,526
16	10/01/02 09/30/03	03/03/04 03/08/04	HABITATIONAL	0	8,255	0	972
16	10/01/02 09/30/03	03/03/04 03/08/04	COMMERCIAL	3,000	4,618	300	780
			TOTAL	3,000	12,873	300	1,752
16	10/01/03 09/30/04	03/03/04 03/08/04	HABITATIONAL	0	0	0	0
16	10/01/03 09/30/04	03/03/04 03/08/04	COMMERCIAL	0	692	0	308
			TOTAL	0	692	0	308

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
AS OF SEPTEMBER 30, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
1	10/01/02 09/30/03	08/03/04	HABITATIONAL	80,000	18,216	8,000	1,911
1	10/01/02 09/30/03	08/03/04	COMMERCIAL	5,000	12,485	500	1,615
			TOTAL	85,000	30,701	8,500	3,526
1	10/01/03 09/30/04	08/03/04	HABITATIONAL	60,000	117,283	6,000	9,139
1	10/01/03 09/30/04	08/03/04	COMMERCIAL	171,000	126,684	17,100	6,577
			TOTAL	231,000	243,967	23,100	15,716
2	10/01/03 09/30/04	08/12/04 08/13/04	COMMERCIAL	20,000	0	2,000	0
			TOTAL	20,000	0	2,000	0
26	10/01/02 09/30/03	08/14/04 08/15/04	HABITATIONAL	208,000	27,627	20,800	3,621
26	10/01/02 09/30/03	08/14/04 08/15/04	COMMERCIAL	954,400	55,311	95,440	1,910
			TOTAL	1,162,400	82,938	116,240	5,531
26	10/01/03 09/30/04	08/14/04 08/15/04	HABITATIONAL	158,000	12,644	15,800	1,646
26	10/01/03 09/30/04	08/14/04 08/15/04	COMMERCIAL	245,300	142,677	24,530	3,842
			TOTAL	403,300	155,321	40,330	5,488
28	10/01/03 09/30/04	09/03/04 09/08/04	HABITATIONAL	10,000	0	1,000	0
28	10/01/03 09/30/04	09/03/04 09/08/04	COMMERCIAL	15,000	0	1,500	0
			TOTAL	25,000	0	2,500	0

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
 BEACH PLAN
 REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
 AS OF SEPTEMBER 30, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
COASTAL WIND & HAIL ONLY REPORT OF CATASTROPHE LOSSES							
66	10/01/97 09/30/98	08/26/98 08/27/98	HABITATIONAL	0	662,102	0	88,723
66	10/01/97 09/30/98	08/26/98 08/29/98	COMMERCIAL	0	1,099,485	0	80,486
			TOTAL	0	1,761,587	0	169,209
97	10/01/97 09/30/98	09/14/99 09/16/99	HABITATIONAL	0	54,862	0	4,430
97	10/01/97 09/30/98	09/14/99 09/16/99	COMMERCIAL	0	33,718	0	1,426
			TOTAL	0	88,580	0	5,856
97	10/01/98 09/30/99	09/14/99 09/16/99	HABITATIONAL	0	1,902,730	0	203,454
97	10/01/98 09/30/99	09/14/99 09/16/99	COMMERCIAL	0	2,976,572	0	119,056
			TOTAL	0	4,879,302	0	322,510
88	10/01/01 09/30/02	05/02/03 05/11/03	HABITATIONAL	0	1,921	0	291
88	10/01/01 09/30/02	05/02/03 05/11/03	COMMERCIAL	0	0	0	0
			TOTAL	0	1,921	0	291
88	10/01/02 09/30/03	05/02/03 05/11/03	HABITATIONAL	0	3,059	0	352
88	10/01/02 09/30/03	05/02/03 05/11/03	COMMERCIAL	0	0	0	0
			TOTAL	0	3,059	0	352
95	10/01/01 09/30/02	09/18/03	HABITATIONAL	0	73,903	0	9,472
95	10/01/01 09/30/02	09/18/03	COMMERCIAL	0	3,875	0	531
			TOTAL	0	77,778	0	10,003

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
 BEACH PLAN
 REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
 AS OF SEPTEMBER 30, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
95	10/01/02 09/30/03	09/18/03	HABITATIONAL	20,002	2,979,284	2,000	304,030
95	10/01/02 09/30/03	09/18/03	COMMERCIAL	58,672	4,467,611	5,867	218,618
			TOTAL	<u>78,674</u>	<u>7,446,895</u>	<u>7,867</u>	<u>522,648</u>
16	10/01/02 09/30/03	03/03/04 03/08/04	HABITATIONAL	0	11,533	0	1,593
16	10/01/02 09/30/03	03/03/04 03/08/04	COMMERCIAL	0	25,567	0	1,415
			TOTAL	<u>0</u>	<u>37,100</u>	<u>0</u>	<u>3,008</u>
16	10/01/03 09/30/04	03/03/04 03/08/04	HABITATIONAL	0	3,452	0	340
16	10/01/03 09/30/04	03/03/04 03/08/04	COMMERCIAL	0	14,759	0	606
			TOTAL	<u>0</u>	<u>18,211</u>	<u>0</u>	<u>946</u>
1	10/01/02 09/30/03	08/03/04	HABITATIONAL	10,000	526	1,000	244
			TOTAL	<u>10,000</u>	<u>526</u>	<u>1,000</u>	<u>244</u>
1	10/01/03 09/30/04	08/03/04	HABITATIONAL	10,000	0	1,000	0
1	10/01/03 09/30/04	08/03/04	COMMERCIAL	12,500	9,463	1,250	893
			TOTAL	<u>22,500</u>	<u>9,463</u>	<u>2,250</u>	<u>893</u>
2	10/01/02 09/30/03	08/12/04 08/13/04	HABITATIONAL	0	775	0	0
			TOTAL	<u>0</u>	<u>775</u>	<u>0</u>	<u>0</u>
2	10/01/03 09/30/04	08/12/04 08/13/04	HABITATIONAL	3,518	20,588	352	1,022
			TOTAL	<u>3,518</u>	<u>20,588</u>	<u>352</u>	<u>1,022</u>
26	10/01/02 09/30/03	08/14/04 08/15/04	HABITATIONAL	167,500	72,333	16,750	3,917
26	10/01/02 09/30/03	08/14/04 08/15/04	COMMERCIAL	77,500	2,938	7,750	676
			TOTAL	<u>245,000</u>	<u>75,271</u>	<u>24,500</u>	<u>4,593</u>

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
 BEACH PLAN
 REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
 AS OF SEPTEMBER 30, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
26	10/01/03 09/30/04	08/14/04 08/15/04	HABITATIONAL	142,500	130,262	14,250	7,625
26	10/01/03 09/30/04	08/14/04 08/15/04	COMMERCIAL	526,812	157,364	52,681	11,651
			TOTAL	669,312	287,626	66,931	19,276
27	10/01/02 09/30/03	08/29/04 08/30/04	HABITATIONAL	25,000	0	2,500	0
			TOTAL	25,000	0	2,500	0
27	10/01/03 09/30/04	08/29/04 08/30/04	HABITATIONAL	12,500	0	1,250	0
27	10/01/03 09/30/04	08/29/04 08/30/04	COMMERCIAL	10,500	0	1,050	0
			TOTAL	23,000	0	2,300	0
30	10/01/03 09/30/04	09/15/04 09/18/04	HABITATIONAL	10,000	0	1,000	0
			TOTAL	10,000	0	1,000	0

HOMEOWNERS AND HOMEOWNERS WIND & HAIL ONLY REPORT OF CATASTROPHE LOSSES

95	10/01/02 09/30/03	09/18/03	HOMEOWNERS	0	89,178	0	8,089
95	10/01/02 09/30/03	09/18/03	BEACH HO WIND	0	402,041	0	33,344
95	10/01/02 09/30/03	09/18/03	BEACH HO COAST	0	413,789	0	31,804
			TOTAL	0	905,008	0	73,237
16	10/01/02 09/30/03	03/03/04 03/08/04	HOMEOWNERS	0	0	0	0
16	10/01/02 09/30/03	03/03/04 03/08/04	BEACH HO WIND	0	0	0	185
16	10/01/02 09/30/03	03/03/04 03/08/04	BEACH HO COAST	0	8,137	0	1,022
			TOTAL	0	8,137	0	1,207

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
 BEACH PLAN
 REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
 AS OF SEPTEMBER 30, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
16	10/01/03 09/30/04	03/03/04 03/08/04	HOMEOWNERS	0	3,848	0	533
16	10/01/03 09/30/04	03/03/04 03/08/04	BEACH HO WIND	0	6,553	0	909
16	10/01/03 09/30/04	03/03/04 03/08/04	BEACH HO COAST	0	6,668	0	706
				0	17,069	0	1,442
1	10/01/02 09/30/03	08/03/04	HOMEOWNERS	10,000	289	1,000	168
1	10/01/02 09/30/03	08/03/04	BEACH HO WIND	22,500	17,838	2,250	1,372
				32,500	18,127	3,250	1,540
1	10/01/03 09/30/04	08/03/04	HOMEOWNERS	30,000	21,076	3,000	1,821
1	10/01/03 09/30/04	08/03/04	BEACH HO WIND	531,287	185,941	53,129	15,900
1	10/01/03 09/30/04	08/03/04	BEACH HO COAST	50,000	14,906	5,000	570
				611,287	221,923	61,129	17,721
2	10/01/02 09/30/03	08/12/04 08/13/04	HOMEOWNERS	10,000	0	1,000	126
				10,000	0	1,000	126
2	10/01/03 09/30/04	08/12/04 08/13/04	HOMEOWNERS	0	1,523	0	279
2	10/01/03 09/30/04	08/12/04 08/13/04	BEACH HO WIND	10,000	26,828	1,000	1,388
2	10/01/03 09/30/04	08/12/04 08/13/04	BEACH HO COAST	15,500	0	1,550	0
				25,500	28,351	2,550	1,667

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
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AS OF SEPTEMBER 30, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
26	10/01/02 09/30/03	08/14/04 08/15/04	HOMEOWNERS	47,500	26,810	4,750	2,748
26	10/01/02 09/30/03	08/14/04 08/15/04	BEACH HO WIND	20,000	5,810	2,000	699
26	10/01/02 09/30/03	08/14/04 08/15/04	BEACH HO COAST	97,500	21,863	9,750	1,747
				165,000	54,483	16,500	5,194
26	10/01/03 09/30/04	08/14/04 08/15/04	HOMEOWNERS	379,936	154,507	37,994	18,768
26	10/01/03 09/30/04	08/14/04 08/15/04	BEACH HO WIND	1,317,500	384,597	131,750	28,385
26	10/01/03 09/30/04	08/14/04 08/15/04	BEACH HO COAST	1,310,998	564,698	131,100	55,966
				3,008,434	1,103,802	300,843	47,153
27	10/01/03 09/30/04	08/29/04 08/30/04	HOMEOWNERS	0	0	0	0
27	10/01/03 09/30/04	08/29/04 08/30/04	BEACH HO WIND	5,500	0	550	0
27	10/01/03 09/30/04	08/29/04 08/30/04	BEACH HO COAST	35,500	0	3,550	0
				41,000	0	4,100	0
28	10/01/03 09/30/04	09/03/04 09/08/04	HOMEOWNERS	0	626	0	220
28	10/01/03 09/30/04	09/03/04 09/08/04	BEACH HO WIND	12,500	0	1,250	0
28	10/01/03 09/30/04	09/03/04 09/08/04	BEACH HO COAST	25,000	0	2,500	0
				37,500	626	3,750	220

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
 BEACH PLAN
 REPORT OF CATASTROPHE LOSSES TO MEMBER COMPANIES
 AS OF SEPTEMBER 30, 2004

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
30	10/01/03 09/30/04	09/15/04 09/18/04	HOMEOWNERS	12,500	0	1,250	0
30	10/01/03 09/30/04	09/15/04 09/18/04	BEACH HO WIND	10,000	0	1,000	0
30	10/01/03 09/30/04	09/15/04 09/18/04	BEACH HO COAST	12,500	2,262	1,250	0
				35,000	2,262	3,500	0

NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION
BEACH PLAN
AS OF SEPTEMBER 30, 2004

AGGREGATE LIABILITY BY COUNTIES

COUNTY	BEACH LIABILITY *	BEACH COUNT	HOMEOWNER BEACH LIABILITY*	HOMEOWNER BEACH COUNT	HOMEOWNER COASTAL LIABILITY *	HOMEOWNER COASTAL COUNT	HO WIND BEACH LIABILITY*	HO WIND BEACH COUNT	HO WIND COASTAL LIABILITY *	HO WIND COASTAL COUNT	DWELLING BEACH WIND LIABILITY *	DWELLING BEACH WIND COUNT	DWELLING COASTAL WIND LIABILITY *	DWELLING COASTAL WIND COUNT	TOTAL BEACH LIABILITY *	TOTAL COUNT
BEAUFORT	0	0	0	0	27,409,058	67	0	0	92,313,961	330	0	0	60,914,439	242	180,637,458	639
BRUNSWICK	1,181,379,540	6,860	145,002,996	222	236,262,883	489	1,142,070,114	2,863	995,089,326	2,819	254,100,090	395	386,669,162	1,078	4,340,574,111	14,726
CAMDEN	0	0	0	0	7,120,650	18	0	0	59,298,569	225	0	0	15,379,264	76	81,798,483	319
CARTERET	493,634,028	4,548	91,405,792	139	162,780,423	329	1,172,279,687	2,799	1,317,399,778	3,910	628,799,144	747	546,404,642	1,350	4,412,703,494	13,822
CHOWAN	0	0	0	0	4,502,400	11	0	0	40,402,016	143	0	0	28,443,291	78	73,347,707	232
CRAVEN	0	0	0	0	167,643,222	400	0	0	263,901,669	920	0	0	219,836,481	550	651,381,372	1,870
CURRITUCK	801,921,847	2,614	2,785,000	4	24,544,010	52	782,331,196	1,114	250,565,044	861	134,306,126	309	84,451,732	304	2,080,904,955	5,258
DARE	2,051,969,045	11,173	157,276,603	245	18,696,863	32	2,459,351,529	5,547	227,320,992	497	1,115,561,039	2,287	145,735,610	189	6,175,911,681	19,970
HYDE	61,681,506	397	652,000	1	3,447,500	11	16,637,484	49	9,311,650	32	34,699,062	66	14,705,752	73	141,134,954	629
JONES	0	0	0	0	6,320,335	18	0	0	14,715,056	73	0	0	4,110,375	50	25,145,766	141
NEW HANOVER	544,213,805	2,650	97,316,270	169	425,401,002	871	950,639,884	1,930	3,852,125,745	9,792	500,170,429	454	1,105,574,229	1,929	7,475,441,364	17,795
ONslow	132,012,583	962	30,558,300	50	207,061,842	428	213,077,881	570	604,750,274	2,617	56,304,450	59	342,220,481	1,179	1,585,985,811	5,865
PAMLICO	0	0	0	0	9,383,700	23	0	0	107,310,111	297	0	0	43,538,739	109	160,232,550	429
PASQUOTANK	0	0	0	0	25,025,600	67	0	0	99,115,969	437	0	0	63,075,236	240	187,216,805	744
PENDER	190,532,531	1,407	20,294,000	32	65,284,445	148	328,502,518	862	401,078,381	1,425	95,099,549	169	118,297,576	834	1,219,089,000	4,877
PERQUIMANS	0	0	0	0	4,168,600	12	0	0	29,701,684	112	0	0	23,517,184	105	57,387,468	229
TYRRELL	0	0	0	0	2,470,000	7	0	0	6,681,694	27	0	0	12,904,404	52	22,056,098	86
WASHINGTON	0	0	0	0	4,233,600	13	0	0	12,055,840	43	0	0	17,768,401	73	34,057,841	129
	5,457,344,885	30,611	545,290,961	862	1,401,756,133	2,996	7,064,890,293	15,734	8,383,137,759	24,560	2,819,039,889	4,486	3,233,546,998	8,511	28,905,006,918	87,760

* 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.