

DELAWARE FAIR PLAN

EXHIBIT 1

Statement of Assets, Liabilities and Members' Equity At December 31, 2005

	<u>LEDGER ASSETS</u>	<u>ASSETS NOT ADMITTED</u>	<u>NET ADMITTED ASSETS</u>
<u>ASSETS</u>			
Cash	293,477.66	0.00	293,477.66
Investments	406,470.31	0.00	406,470.31
Due from Participating Members	0.00	0.00	0.00
Accrued Investment Income	0.00	0.00	0.00
Premiums Receivable	4,818.00	1,520.60	3,297.40
Other Receivables	0.00	0.00	0.00
Pre-paid Premium Tax	0.00	0.00	0.00
Pre-paid Expenses	0.00	0.00	0.00
Furniture & Equipment	0.00	0.00	0.00
Data Processing Equipment	0.00	0.00	0.00
Other Assets	0.00	0.00	0.00
TOTAL ASSETS	<u>704,765.97</u>	<u>1,520.60</u>	<u>703,245.37</u>
<u>LIABILITIES</u>			
Unpaid Losses (Incl. I.B.N.R.)			195,700.00
Unpaid Loss Adjustment Expenses			4,027.00
Unpaid Underwriting Expenses			13,464.00
Unpaid Post Retirement Benefits			78,609.00
Unpaid Pension			89,045.00
Unearned Premiums			431,395.00
Unearned Advance Premiums			16,256.00
Claims Checks Payable			50,686.11
Amounts Withheld for Accounts of Others			7,474.60
Unpaid Premium Tax			484.78
TOTAL LIABILITIES			<u>887141.49</u>
<u>MEMBERS' EQUITY</u>			
Members' Equity (Deficit)			<u>(183,896.12)</u>
TOTAL LIABILITIES & MEMBERS' EQUITY			<u>703,245.37</u>

DELAWARE FAIR PLAN

EXHIBIT 2

Income Statement for the Quarter and Year to Date Ending December 31, 2005

	<u>Quarter</u> <u>10/01/ - 12/31/2005</u>	<u>Year</u> <u>01/01/ - 12/31/2005</u>
<u>UNDERWRITING INCOME</u>		
Premiums Written	223,070.00	837,439.00
Change in Unearned Premiums	(15,589.00)	(12,944.00)
Premiums Earned	<u>207,481.00</u>	<u>824,495.00</u>
<u>DEDUCTIONS</u>		
Losses Incurred	8,838.07	134,311.30
Loss Adjustment Expenses Incurred	15,834.39	59,958.63
Other Underwriting Expenses Incurred	96,149.33	352,477.94
Post Retirement Benefits Incurred	19,496.44	8,659.83
Premium Tax Incurred	4,461.40	16,748.78
Total Underwriting Deductions	<u>144,779.63</u>	<u>572,156.48</u>
Net Underwriting Profit or Loss	<u>62,701.37</u>	<u>252,338.52</u>
<u>OTHER INCOME OR OUTGO</u>		
Net Investment Income	1,334.69	4,091.71
Other Income	23.06	(406.70)
Premiums/Assessments Charged-Off	(409.10)	(1,912.87)
Total Other Income or Outgo	<u>948.65</u>	<u>1,772.14</u>
Net Result of Operations	<u>63,650.02</u>	<u>254,110.66</u>
<u>EQUITY ACCOUNT</u>		
Beginning Members' Equity	(193,300.14)	(408,594.78)
Net Result of Operations	63,650.02	254,110.66
Change in Assets Not Admitted	3,377.00	3,211.00
Change in Pension	(57,623.00)	(32,623.00)
Assessment of Policy Year 2001	0.00	0.00
Assessment of Policy Year 2002	0.00	0.00
Assessment of Policy Year 2003	0.00	0.00
Distributions (Assessments) to Members Charged-Off	<u>0.00</u>	<u>0.00</u>
MEMBERS' EQUITY (DEFICIT)	<u>(183,896.12)</u>	<u>(183,896.12)</u>

DELAWARE FAIR PLAN

EXHIBIT 3

Reconciliation of Ledger Assets As of December 31, 2005

INCREASE IN LEDGER ASSETS

Premiums Written	837,439.00
Other Income	0.00
Investment Income	4,091.71
Unearned Advance Premiums	28.00
Amounts Withheld for Accounts of Others	1,600.43
Claims Checks Payable	20,609.34
Premiums Charged-Off	0.00
Distributions to Members Charged-Off	0.00
Assessment of Policy Year 2001	0.00
Assessment of Policy Year 2002	0.00
Assessment of Policy Year 2003	0.00
TOTAL	<hr/> 863,768.48

DECREASE IN LEDGER ASSETS

Other Income	406.70
Losses Paid	214,411.30
Loss Adjustment Expenses Paid	63,269.63
Other Expenses Paid	385,543.17
Unearned Advance Premiums	0.00
Amounts Withheld for Accounts of Others	0.00
Claims Checks Payable	0.00
Premiums Charged-Off	1,912.87
Assessments to Members Charged-Off	0.00
TOTAL	<hr/> 665,543.67
Increase(Decrease) in Ledger Assets	198,224.81
Ledger Assets at 12/31/2004	506,541.16
Ledger Assets at 12/31/2005	<hr/> 704,765.97

DELAWARE FAIR PLAN

EXHIBIT 4

Statement of Expenses Incurred For the Year Ending December 31, 2005

	<u>Loss Adj.</u> <u>Expenses</u>	<u>Acquisitlon</u> <u>Expenses</u>	<u>Inspection</u> <u>Expenses</u>	<u>General</u> <u>Expenses</u>	<u>TOTAL</u>
Claim Adjustment Services	31,502.95	0.00	0.00	0.00	31,502.95
Commissions	0.00	67,994.40	0.00	0.00	67,994.40
Boards, Bureaus & Associations	595.56	1,018.04	0.00	5,078.03	6,691.63
Salaries	18,449.00	83,152.65	0.00	39,672.54	141,274.19
Employee Relations & Welfare	7,580.85	24,491.47	0.00	26,006.41	58,078.73
Insurance	40.17	620.35	0.00	946.20	1,606.72
Travel & Travel Items	1,041.21	3,790.55	0.00	5,477.29	10,309.05
Rent & Rent Items	1,545.88	12,269.11	0.00	7,361.47	21,176.46
Equipment	175.46	2,087.12	0.00	4,755.91	7,018.49
Printing & Stationery	152.28	2,761.60	0.00	3,177.33	6,091.21
Postage, Telephone, & Telegraph	271.55	6,909.81	0.00	2,516.94	9,698.30
Legal & Auditing	188.98	4,001.99	0.00	3,368.16	7,559.13
Payroll Taxes	1,479.52	6,201.47	0.00	2,958.76	10,639.75
Premium Taxes	0.00	0.00	0.00	20,416.40	20,416.40
State & Local Insurance Taxes	0.00	0.00	0.00	1,301.14	1,301.14
Miscellaneous	246.22	1,440.40	0.00	8,162.28	9,848.90
Advertising	0.00	0.00	0.00	0.00	0.00
Inspections, Surveys & Reports	0.00	0.00	37,605.35	0.00	37,605.35
TOTAL Expenses Paid	63,269.63	216,738.96	37,605.35	131,198.86	448,812.80
ADD: Unpaid Expenses Current Year	4,027.00	67,292.00	2,820.00	22,445.78	96,584.78
Deduct: Unpaid Expenses Prior Year	7,338.00	70,561.00	2,470.00	27,183.40	107,552.40
Expenses Incurred	59,958.63	213,469.96	37,955.35	126,461.24	437,845.18

DELAWARE FAIR PLAN

EXHIBIT 5A

Members' Account by Policy Year For the Quarter Ending December 31, 2005

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>TOTAL</u>
Premiums Written	223,070.00	0.00	0.00	0.00	0.00	223,070.00
Other Income	23.06	0.00	0.00	0.00	0.00	23.06
Investment Income Received	1,334.69	0.00	0.00	0.00	0.00	1,334.69
Subtotal	<u>224,427.75</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>224,427.75</u>
EXPENSES PAID:						
Losses	2,135.55	6,402.52	0.00	0.00	0.00	8,538.07
Loss Adjustment Expenses	5,440.61	9,748.78	0.00	0.00	0.00	15,189.39
Other Underwriting Expenses	76,657.07	0.00	0.00	0.00	0.00	76,657.07
Premium Tax	4,066.00	0.00	0.00	0.00	0.00	4,066.00
Commissions	17,849.70	0.00	0.00	0.00	0.00	17,849.70
Premiums/Assessments Charged-off	411.60	(2.50)	0.00	0.00	0.00	409.10
Subtotal	<u>106,560.53</u>	<u>16,148.80</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>122,709.33</u>
BALANCE DUE COMPANIES	117,867.22	(16,148.80)	0.00	0.00	0.00	101,718.42
DEDUCT:						
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	(4,897.60)	0.00	0.00	0.00	0.00	(4,897.60)
Prior Pension	(31,422.00)	0.00	0.00	0.00	0.00	(31,422.00)
Subtotal	<u>(36,319.60)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(36,319.60)</u>
ADD:						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(1,520.60)	0.00	0.00	0.00	0.00	(1,520.60)
Current Pension	(89,045.00)	0.00	0.00	0.00	0.00	(89,045.00)
Subtotal	<u>(90,565.60)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(90,565.60)</u>
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	63,621.22	(16,148.80)	0.00	0.00	0.00	47,472.42
DEDUCT:						
Current Unearned Premiums	431,395.00	0.00	0.00	0.00	0.00	431,395.00
Current Unpaid Losses (Incl. I.B.N.R.)	41,700.00	154,000.00	0.00	0.00	0.00	195,700.00
Current Unpaid Underwriting Expenses	13,464.00	0.00	0.00	0.00	0.00	13,464.00
Current Unpaid Post Retirement Benefits	78,609.00	0.00	0.00	0.00	0.00	78,609.00
Current Unpaid Loss Adjustment Expenses	858.00	3,169.00	0.00	0.00	0.00	4,027.00
Current Unpaid Premium Tax	484.78	0.00	0.00	0.00	0.00	484.78
Subtotal	<u>566,510.78</u>	<u>157,169.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>723,679.78</u>
ADD:						
Prior Unearned Premiums	389,827.00	25,979.00	0.00	0.00	0.00	415,806.00
Prior Unpaid Losses (Incl. I.B.N.R.)	39,200.00	156,200.00	0.00	0.00	0.00	195,400.00
Prior Unpaid Underwriting Expenses	8,833.00	0.00	0.00	0.00	0.00	8,833.00
Prior Unpaid Post Retirement Benefits	62,101.00	0.00	0.00	0.00	0.00	62,101.00
Prior Unpaid Loss Adjustment Expenses	678.00	2,704.00	0.00	0.00	0.00	3,382.00
Prior Unpaid Premium Tax	89.38	0.00	0.00	0.00	0.00	89.38
Subtotal	<u>500,728.38</u>	<u>184,883.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>685,611.38</u>
Distributions Charged-Off	0.00	0.00	0.00	0.00	0.00	0.00
Assessments Charged-Off	0.00	0.00	0.00	0.00	0.00	0.00
Assessment of Policy Year 2001	0.00	0.00	0.00	0.00	0.00	0.00
Assessment of Policy Year 2002	0.00	0.00	0.00	0.00	0.00	0.00
Assessment of Policy Year 2003	0.00	0.00	0.00	0.00	0.00	0.00
NET CHANGE IN MEMBERS' EQUITY	<u>(2,161.18)</u>	<u>11,565.20</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>9,404.02</u>

DELAWARE FAIR PLAN

EXHIBIT 5B

Members' Account by Policy Year Year to Date Ending December 31, 2005

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>TOTAL</u>
Premiums Written	818,618.00	18,821.00	0.00	0.00	0.00	837,439.00
Other Income	(406.70)	0.00	0.00	0.00	0.00	(406.70)
Investment Income Received	4,091.71	0.00	0.00	0.00	0.00	4,091.71
Subtotal	<u>822,303.01</u>	<u>18,821.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>841,124.01</u>
EXPENSES PAID:						
Losses	15,568.67	163,491.04	35,351.59	0.00	0.00	214,411.30
Loss Adjustment Expenses	9,903.61	48,419.97	4,546.90	399.15	0.00	63,269.63
Other Underwriting Expenses	294,663.02	2,469.35	0.00	0.00	0.00	297,132.37
Premium Tax	15,887.58	4,528.82	0.00	0.00	0.00	20,416.40
Commissions	66,425.50	1,568.90	0.00	0.00	0.00	67,994.40
Premiums/Assessments Charged-off	775.57	1,137.96	(0.66)	0.00	0.00	1,912.87
Subtotal	<u>403,223.95</u>	<u>221,616.04</u>	<u>39,897.83</u>	<u>399.15</u>	<u>0.00</u>	<u>665,136.97</u>
BALANCE DUE COMPANIES	419,079.06	(202,795.04)	(39,897.83)	(399.15)	0.00	175,987.04
DEDUCT:						
Prior Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	0.00	(4,731.60)	0.00	0.00	0.00	(4,731.60)
Prior Pension	0.00	(56,422.00)	0.00	0.00	0.00	(56,422.00)
Subtotal	<u>0.00</u>	<u>(61,153.60)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(61,153.60)</u>
ADD:						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(1,520.60)	0.00	0.00	0.00	0.00	(1,520.60)
Current Pension	(89,045.00)	0.00	0.00	0.00	0.00	(89,045.00)
Subtotal	<u>(90,565.60)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(90,565.60)</u>
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	328,513.46	(141,641.44)	(39,897.83)	(399.15)	0.00	146,575.04
DEDUCT:						
Current Unearned Premiums	431,395.00	0.00	0.00	0.00	0.00	431,395.00
Current Unpaid Losses (Incl. I.B.N.R.)	41,700.00	154,000.00	0.00	0.00	0.00	195,700.00
Current Unpaid Underwriting Expenses	13,464.00	0.00	0.00	0.00	0.00	13,464.00
Current Unpaid Post Retirement Benefits	78,609.00	0.00	0.00	0.00	0.00	78,609.00
Current Unpaid Loss Adjustment Expenses	858.00	3,169.00	0.00	0.00	0.00	4,027.00
Current Unpaid Premium Tax	484.78	0.00	0.00	0.00	0.00	484.78
Subtotal	<u>566,510.78</u>	<u>157,169.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>723,679.78</u>
ADD:						
Prior Unearned Premiums	0.00	418,451.00	0.00	0.00	0.00	418,451.00
Prior Unpaid Losses (Incl. I.B.N.R.)	0.00	233,900.00	41,900.00	0.00	0.00	275,800.00
Prior Unpaid Underwriting Expenses	0.00	9,453.00	0.00	0.00	0.00	9,453.00
Prior Unpaid Post Retirement Benefits	0.00	86,609.00	0.00	0.00	0.00	86,609.00
Prior Unpaid Loss Adjustment Expenses	0.00	6,223.00	1,115.00	0.00	0.00	7,338.00
Prior Unpaid Premium Tax	0.00	4,152.40	0.00	0.00	0.00	4,152.40
Subtotal	<u>0.00</u>	<u>758,788.40</u>	<u>43,015.00</u>	<u>0.00</u>	<u>0.00</u>	<u>801,803.40</u>
Distributions Charged-Off	0.00	0.00	0.00	0.00	0.00	0.00
Assessments Charged-Off	0.00	0.00	0.00	0.00	0.00	0.00
Assessment of Policy Year 2001	0.00	0.00	0.00	0.00	0.00	0.00
Assessment of Policy Year 2002	0.00	0.00	0.00	0.00	0.00	0.00
Assessment of Policy Year 2003	0.00	0.00	0.00	0.00	0.00	0.00
NET CHANGE IN MEMBERS' EQUITY	<u>(237,997.32)</u>	<u>459,977.96</u>	<u>3,117.17</u>	<u>(399.15)</u>	<u>0.00</u>	<u>224,698.66</u>

DELAWARE FAIR PLAN

Members' Account by Policy Year For Active Policy Years at December 31, 2005

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>TOTAL</u>
Premiums Written	818,618.00	809,598.00	625,397.00	414,178.00	384,639.00	3,052,430.00
Other Income	(406.70)	49.78	(52.31)	(15.37)	3,203.90	2,779.30
Investment Income Received	4,091.71	1,457.93	551.44	3,899.07	15,263.31	25,263.46
Subtotal	<u>822,303.01</u>	<u>811,105.71</u>	<u>625,896.13</u>	<u>418,061.70</u>	<u>403,106.21</u>	<u>3,080,472.76</u>
<u>EXPENSES PAID:</u>						
Losses	15,568.67	452,867.75	208,953.09	277,704.40	356,667.71	1,311,761.62
Loss Adjustment Expenses	9,903.61	78,999.10	62,276.43	41,305.51	38,878.82	231,363.47
Other Underwriting Expenses	294,663.02	239,267.61	203,870.26	166,323.39	148,272.47	1,052,396.75
Premium Tax	15,887.58	16,191.96	12,507.94	8,283.68	7,548.56	60,419.72
Commissions	66,425.50	69,916.10	51,929.50	34,842.00	33,179.10	256,292.20
Premiums/Assessments Charged-off	775.57	2,352.41	1,290.77	723.00	32,747.99	37,889.74
Subtotal	<u>403,223.95</u>	<u>859,594.93</u>	<u>540,827.99</u>	<u>529,181.98</u>	<u>617,294.65</u>	<u>2,950,123.50</u>
BALANCE DUE COMPANIES	419,079.06	(48,489.22)	85,068.14	(111,120.28)	(214,188.44)	130,349.26
<u>ADD:</u>						
Current Investment Income Accrued	0.00	0.00	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(1,520.60)	0.00	0.00	0.00	0.00	(1,520.60)
Current Pension	(89,045.00)	0.00	0.00	0.00	0.00	(89,045.00)
Subtotal	<u>(90,565.60)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(90,565.60)</u>
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	328,513.46	(48,489.22)	85,068.14	(111,120.28)	(214,188.44)	39,783.66
<u>DEDUCT:</u>						
Current Unearned Premiums	431,395.00	0.00	0.00	0.00	0.00	431,395.00
Current Unpaid Losses (Incl. I.B.N.R.)	41,700.00	154,000.00	0.00	0.00	0.00	195,700.00
Current Unpaid Underwriting Expenses	13,464.00	0.00	0.00	0.00	0.00	13,464.00
Current Unpaid Post Retirement Benefits	78,609.00	0.00	0.00	0.00	0.00	78,609.00
Current Unpaid Loss Adjustment Expenses	858.00	3,169.00	0.00	0.00	0.00	4,027.00
Current Unpaid Premium Tax	484.78	0.00	0.00	0.00	0.00	484.78
Subtotal	<u>566,510.78</u>	<u>157,169.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>723,679.78</u>
Distributions Charged-Off	0.00	0.00	0.00	0.00	0.00	0.00
Assessments Charged-Off	0.00	0.00	0.00	0.00	0.00	0.00
Assessment of Policy Year 2001	0.00	0.00	0.00	0.00	200,000.00	200,000.00
Assessment of Policy Year 2002	0.00	0.00	0.00	200,000.00	0.00	200,000.00
Assessment of Policy Year 2003	0.00	0.00	100,000.00	0.00	0.00	100,000.00
NET CHANGE IN MEMBERS' EQUITY	<u>(237,997.32)</u>	<u>(205,658.22)</u>	<u>185,068.14</u>	<u>88,879.72</u>	<u>(14,188.44)</u>	<u>(183,896.12)</u>

DELAWARE FAIR PLAN

EXHIBIT 6A

Premium Statistics by Line of Business and Policy Year For the Quarter and Year to Date Ending December 31, 2005

	<u>QUARTER</u> 10/01/2005 - 12/31/2005			<u>YEAR</u> 01/01/2005 - 12/31/2005		
	<u>PREMIUMS WRITTEN</u>					
	<u>2005</u>	<u>2004</u>	<u>TOTAL</u>	<u>2005</u>	<u>2004</u>	<u>TOTAL</u>
Fire	147,957.00	0.00	147,957.00	543,844.00	14,475.00	558,319.00
Other Allied Lines	75,113.00	0.00	75,113.00	274,774.00	4,346.00	279,120.00
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	<u>223,070.00</u>	<u>0.00</u>	<u>223,070.00</u>	<u>818,618.00</u>	<u>18,821.00</u>	<u>837,439.00</u>
	<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>					
Fire	260,361.00	17,315.00	277,676.00	0.00	278,866.00	278,866.00
Other Allied Lines	129,466.00	8,664.00	138,130.00	0.00	139,585.00	139,585.00
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	<u>389,827.00</u>	<u>25,979.00</u>	<u>415,806.00</u>	<u>0.00</u>	<u>418,451.00</u>	<u>418,451.00</u>
	<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>					
Fire	287,603.00	0.00	287,603.00	287,603.00	0.00	287,603.00
Other Allied Lines	143,792.00	0.00	143,792.00	143,792.00	0.00	143,792.00
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	<u>431,395.00</u>	<u>0.00</u>	<u>431,395.00</u>	<u>431,395.00</u>	<u>0.00</u>	<u>431,395.00</u>
	<u>PREMIUMS EARNED</u>					
Fire	120,715.00	17,315.00	138,030.00	256,241.00	293,341.00	549,582.00
Other Allied Lines	60,787.00	8,664.00	69,451.00	130,982.00	143,931.00	274,913.00
Crime	0.00	0.00	0.00	0.00	0.00	0.00
Total	<u>181,502.00</u>	<u>25,979.00</u>	<u>207,481.00</u>	<u>387,223.00</u>	<u>437,272.00</u>	<u>824,495.00</u>

DELAWARE FAIR PLAN

EXHIBIT 6B

**Premium Statistics by Class of Business and Policy Year
For Terrorism Reporting Requirements Only
For the Quarter and Year to Date Ending December 31, 2005**

QUARTER
10/01/2005 - 12/31/2005

YEAR
01/01/2005 - 12/31/2005

	<u>PREMIUMS WRITTEN</u>					
	<u>2005</u>	<u>2004</u>	<u>TOTAL</u>	<u>2005</u>	<u>2004</u>	<u>TOTAL</u>
Habitational (Owner Occupied)	121,166.00	0.00	121,166.00	449,307.00	9,752.00	459,059.00
Habitational (Non-Owner Occupied)	85,594.00	0.00	85,594.00	327,185.00	7,601.00	334,786.00
Commercial	16,310.00	0.00	16,310.00	42,126.00	1,468.00	43,594.00
Total	<u>223,070.00</u>	<u>0.00</u>	<u>223,070.00</u>	<u>818,618.00</u>	<u>18,821.00</u>	<u>837,439.00</u>

<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>						
Habitational (Owner Occupied)	228,622.00	15,238.00	243,860.00	0.00	216,257.00	216,257.00
Habitational (Non-Owner Occupied)	161,252.00	10,746.00	171,998.00	0.00	158,285.00	158,285.00
Commercial	(47.00)	(5.00)	(52.00)	0.00	43,909.00	43,909.00
Total	<u>389,827.00</u>	<u>25,979.00</u>	<u>415,806.00</u>	<u>0.00</u>	<u>418,451.00</u>	<u>418,451.00</u>

<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>						
Habitational (Owner Occupied)	236,979.00	0.00	236,979.00	236,979.00	0.00	236,979.00
Habitational (Non-Owner Occupied)	168,003.00	0.00	168,003.00	168,003.00	0.00	168,003.00
Commercial	26,413.00	0.00	26,413.00	26,413.00	0.00	26,413.00
Total	<u>431,395.00</u>	<u>0.00</u>	<u>431,395.00</u>	<u>431,395.00</u>	<u>0.00</u>	<u>431,395.00</u>

<u>PREMIUMS EARNED</u>						
Habitational (Owner Occupied)	112,809.00	15,238.00	128,047.00	212,328.00	226,009.00	438,337.00
Habitational (Non-Owner Occupied)	78,843.00	10,746.00	89,589.00	159,182.00	165,886.00	325,068.00
Commercial	(10,150.00)	(5.00)	(10,155.00)	15,713.00	45,377.00	61,090.00
Total	<u>181,502.00</u>	<u>25,979.00</u>	<u>207,481.00</u>	<u>387,223.00</u>	<u>437,272.00</u>	<u>824,495.00</u>

Premiums Earned for Terrorism Reporting Requirements 68,693.00 10,741.00 79,434.00 174,895.00 211,263.00 386,158.00

NOTE: Terrorism Reporting Requirements include: Habitational (Non-Owner Occupied) & Commercial lines for Premiums Earned only!

EXHIBIT 7

DELAWARE FAIR PLAN
Reporting Schedule P Number of Claims Outstanding
FOR THE TEN YEAR PERIOD ENDING DECEMBER 31, 2005

<u>Coverage</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>Total</u>
Fire	1	1	0	0	0	0	0	0	0	0	2
Other Allied	5	0	0	0	0	0	0	0	0	0	5
Crime	0	0	0	0	0	0	0	0	0	0	0
Homeowners	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total	6	1	0	0	0	0	0	0	0	0	7

NOTES:

- 1) Members should apply their respective percentages of participations to the reported Claims Outstanding by line by year.
- 2) Claims counts should be reported in whole numbers. Members should utilize the method employed in their respective filings. i.e., either the "round up" or "truncated" method.
- 3) Members are advised the Delaware FAIR Plan claim counts are accumulated per claim.

DELAWARE FAIR PLAN

EXHIBIT 7A

Loss Statistics by Line of Business and Policy Year For the Quarter and Year to Date Ending December 31, 2005

QUARTER

10/01/2005 - 12/31/2005

	<u>LOSSES PAID</u>					<u>TOTAL</u>
	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	
Fire	0.00	0.00	0.00	0.00	0.00	0.00
Other Allied Lines	2,135.55	6,402.52	0.00	0.00	0.00	8,538.07
Total	2,135.55	6,402.52	0.00	0.00	0.00	8,538.07
<u>UNPAID PREVIOUS PERIOD (INCL. I.B.N.R.)</u>						
Fire	37,800.00	150,300.00	0.00	0.00	0.00	188,100.00
Other Allied Lines	1,400.00	5,900.00	0.00	0.00	0.00	7,300.00
Total	39,200.00	156,200.00	0.00	0.00	0.00	195,400.00
<u>UNPAID CURRENT PERIOD (INCL. I.B.N.R.)</u>						
Fire	31,000.00	150,000.00	0.00	0.00	0.00	181,000.00
Other Allied Lines	10,700.00	4,000.00	0.00	0.00	0.00	14,700.00
Total	41,700.00	154,000.00	0.00	0.00	0.00	195,700.00
<u>LOSSES INCURRED</u>						
Fire	(6,800.00)	(300.00)	0.00	0.00	0.00	(7,100.00)
Other Allied Lines	11,435.55	4,502.52	0.00	0.00	0.00	15,938.07
Total	4,635.55	4,202.52	0.00	0.00	0.00	8,838.07

YEAR TO DATE

01/01/2005 - 12/31/2005

	<u>LOSSES PAID</u>					<u>TOTAL</u>
Fire	13,433.12	131,246.46	34,639.12	0.00	0.00	179,318.70
Other Allied Lines	2,135.55	32,244.58	712.47	0.00	0.00	35,092.60
Total	15,568.67	163,491.04	35,351.59	0.00	0.00	214,411.30
<u>UNPAID PREVIOUS PERIOD (INCL. I.B.N.R.)</u>						
Fire	0.00	215,800.00	41,400.00	0.00	0.00	257,200.00
Other Allied Lines	0.00	18,100.00	500.00	0.00	0.00	18,600.00
Total	0.00	233,900.00	41,900.00	0.00	0.00	275,800.00
<u>UNPAID CURRENT PERIOD (INCL. I.B.N.R.)</u>						
Fire	31,000.00	150,000.00	0.00	0.00	0.00	181,000.00
Other Allied Lines	10,700.00	4,000.00	0.00	0.00	0.00	14,700.00
Total	41,700.00	154,000.00	0.00	0.00	0.00	195,700.00
<u>LOSSES INCURRED</u>						
Fire	44,433.12	65,446.46	(6,760.88)	0.00	0.00	103,118.70
Other Allied Lines	12,835.55	18,144.58	212.47	0.00	0.00	31,192.60
Total	57,268.67	83,591.04	(6,548.41)	0.00	0.00	134,311.30
<u>I.B.N.R. (CURRENT PERIOD)</u>						
Fire	1,000.00	0.00	0.00	0.00	0.00	1,000.00
Other Allied Lines	500.00	0.00	0.00	0.00	0.00	500.00
Total	1,500.00	0.00	0.00	0.00	0.00	1,500.00

DELAWARE FAIR PLAN

EXHIBIT 7B

Loss Adjustment Statistics by Line of Business and Policy Year For the Quarter and Year to Date Ending December 31, 2005

QUARTER
10/01/2005 - 12/31/2005

	<u>2005</u>	<u>LOSS ADJUSTMENT EXPENSES PAID</u>				<u>TOTAL</u>
		<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	
Fire	964.78	4,321.67	0.00	0.00	0.00	5,286.45
Other Allied Lines	4,475.83	5,427.11	0.00	0.00	0.00	9,902.94
Total	5,440.61	9,748.78	0.00	0.00	0.00	15,189.39

		<u>UNPAID PREVIOUS PERIOD</u>				
Fire	654.00	2,601.00	0.00	0.00	0.00	3,255.00
Other Allied Lines	24.00	103.00	0.00	0.00	0.00	127.00
Total	678.00	2,704.00	0.00	0.00	0.00	3,382.00

		<u>UNPAID CURRENT PERIOD</u>				
Fire	638.00	3,087.00	0.00	0.00	0.00	3,725.00
Other Allied Lines	220.00	82.00	0.00	0.00	0.00	302.00
Total	858.00	3,169.00	0.00	0.00	0.00	4,027.00

		<u>LOSS ADJUSTMENT EXPENSES INCURRED</u>				
Fire	948.78	4,807.67	0.00	0.00	0.00	5,756.45
Other Allied Lines	4,671.83	5,406.11	0.00	0.00	0.00	10,077.94
Total	5,620.61	10,213.78	0.00	0.00	0.00	15,834.39

YEAR TO DATE
01/01/2005 - 12/31/2005

		<u>LOSS ADJUSTMENT EXPENSES PAID</u>				
Fire	3,213.77	30,348.89	4,354.99	92.87	0.00	38,010.52
Other Allied Lines	6,689.84	18,071.08	191.91	306.28	0.00	25,259.11
Total	9,903.61	48,419.97	4,546.90	399.15	0.00	63,269.63

		<u>UNPAID PREVIOUS PERIOD</u>				
Fire	0.00	5,742.00	1,102.00	0.00	0.00	6,844.00
Other Allied Lines	0.00	481.00	13.00	0.00	0.00	494.00
Total	0.00	6,223.00	1,115.00	0.00	0.00	7,338.00

		<u>UNPAID CURRENT PERIOD</u>				
Fire	638.00	3,087.00	0.00	0.00	0.00	3,725.00
Other Allied Lines	220.00	82.00	0.00	0.00	0.00	302.00
Total	858.00	3,169.00	0.00	0.00	0.00	4,027.00

		<u>LOSS ADJUSTMENT EXPENSES INCURRED</u>				
Fire	3,851.77	27,693.89	3,252.99	92.87	0.00	34,891.52
Other Allied Lines	6,909.84	17,672.08	178.91	306.28	0.00	25,067.11
Total	10,761.61	45,365.97	3,431.90	399.15	0.00	59,958.63

DELAWARE FAIR PLAN

EXHIBIT 8

Report of Catastrophe Losses For the Quarter Ending December 31, 2005

Catastrophe Number	Policy Year	Date of Loss	Line of Business	Unpaid Losses	Losses Paid	Allocated Unpaid Loss Adjustment Expense	Loss Adjustment Expenses Paid
29	2004	09/28/2004	Other	0.00	2,000.00	0.00	1,158.50
53	2005	10/07/2005	Other	4,000.00	0.00	200.00	0.00
TOTAL				4,000.00	2,000.00	200.00	1,158.50