

## EXHIBIT 1

**DELAWARE FAIR PLAN**

**Statement of Assets, Liabilities and Members' Equity at  
December 31, 2009**

	<u>LEDGER ASSETS</u>	<u>ASSETS NOT ADMITTED</u>	<u>NET ADMITTED ASSETS</u>
<b><u>ASSETS</u></b>			
Cash	462,914.74	0.00	462,914.74
Investments	279,211.25	0.00	279,211.25
Due from Participating Members	0.00	0.00	0.00
Accrued Investment Income	0.00	0.00	0.00
Premiums Receivable	318.80	253.10	65.70
Other Receivables	0.00	0.00	0.00
Pre-paid Premium Tax	1,161.06	1,161.06	0.00
Pre-paid Expenses	968.00	968.00	0.00
Pre-paid Pension	10,170.00	10,170.00	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
<b>TOTAL ASSETS</b>	<u>754,743.85</u>	<u>12,552.16</u>	<u>742,191.69</u>
<b><u>LIABILITIES</u></b>			
Unpaid Losses (Incl. I.B.N.R.)			71,962.00
Unpaid Loss Adjustment Expenses			6,201.00
Unpaid Underwriting Expenses			13,473.00
Unpaid Post Retirement Benefits (Medical)			66,628.00
Unpaid Post Retirement Benefits (Pension)			118,931.00
Unearned Premiums			338,930.00
Unearned Advance Premiums			22,294.00
Claims Checks Payable			78,042.83
Amounts Withheld for Accounts of Others			5,568.80
Unpaid Premium Tax			0.00
<b>TOTAL LIABILITIES</b>			<u>722,030.63</u>
<b><u>MEMBERS' EQUITY</u></b>			
Members' Equity (Deficit)			20,161.06
<b>TOTAL LIABILITIES &amp; MEMBERS' EQUITY</b>			<u>742,191.69</u>

**EXHIBIT 2****DELAWARE FAIR PLAN****Income Statement for the Quarter and Year to Date Ending  
December 31, 2009**

	<b>Quarter</b>	<b>Year</b>
	<b><u>10/01/ - 12/31/2009</u></b>	<b><u>01/01/ - 12/31/2009</u></b>
<b><u>UNDERWRITING INCOME</u></b>		
Premiums Written	175,471.00	655,740.00
Change in Unearned Premiums	(8,524.00)	22,883.00
Premiums Earned	<u>166,947.00</u>	<u>678,623.00</u>
<b><u>DEDUCTIONS</u></b>		
Losses Incurred	93,283.87	358,582.76
Loss Adjustment Expenses Incurred	22,647.30	65,137.50
Other Underwriting Expenses Incurred	89,103.22	326,475.62
Post Retirement Benefits Incurred	(18,368.71)	44,455.60
Premium Tax Incurred	3,509.42	13,114.80
Total Underwriting Deductions	<u>190,175.10</u>	<u>807,766.28</u>
Net Underwriting Profit or Loss	(23,228.10)	(129,143.28)
<b><u>OTHER INCOME OR OUTGO</u></b>		
Net Investment Income	7.13	937.66
Other Income	12.20	10.20
Premiums/Assessments Charged-Off	(1,242.50)	(1,267.90)
Total Other Income or Outgo	<u>(1,223.17)</u>	<u>(320.04)</u>
Net Result of Operations	(24,451.27)	(129,463.32)
<b><u>EQUITY ACCOUNT</u></b>		
Beginning Members' Equity	(125,160.21)	(49,696.13)
Net Result of Operations	(24,451.27)	(129,463.32)
Change in Assets Not Admitted	19,471.33	26,707.18
Change in Post Retirement Benefits (Pension)	148,517.00	169,523.00
Assessment of Policy Year	0.00	0.00
Distribution of Policy Year	0.00	0.00
Policy Year Closeout	0.00	0.00
Assessments Charged-Off	0.00	1,234.65
Distributions Charged-Off	1,784.21	1,855.68
<b>MEMBERS' EQUITY (DEFICIT)</b>	<u><u>20,161.06</u></u>	<u><u>20,161.06</u></u>

**EXHIBIT 3****DELAWARE FAIR PLAN****Reconciliation of Ledger Assets As of  
December 31, 2009****INCREASE IN LEDGER ASSETS**

Premiums Written	655,740.00
Other Income	10.20
Investment Income	937.66
Unearned Advance Premiums	0.00
Amounts Withheld for Accounts of Others	0.00
Claims Checks Payable	42,703.75
Premiums Charged-Off	0.00
Assessments/Distributions to Members Charged-Off	3,090.33
Assessment of Policy Year	0.00
Policy Year Closeout	0.00
<b>TOTAL</b>	<hr/> 702,481.94

**DECREASE IN LEDGER ASSETS**

Other Income	0.00
Losses Paid	307,120.76
Loss Adjustment Expenses Paid	65,265.50
Other Expenses Paid	400,828.02
Unearned Advance Premiums	3,914.00
Amounts Withheld for Accounts of Others	1,151.40
Claims Checks Payable	0.00
Premiums Charged-Off	1,267.90
Assessments/Distributions to Members Charged-Off	0.00
Distribution of Policy Year	0.00
Policy Year Closeout	0.00
<b>TOTAL</b>	<hr/> 779,547.58

Increase(Decrease) in Ledger Assets	(77,065.64)
Ledger Assets at 12/31/2008	831,809.49
Ledger Assets at 12/31/2009	<hr/> 754,743.85

**EXHIBIT 4****DELAWARE FAIR PLAN****Statement of Expenses Incurred for the Year Ending****December 31, 2009**

	<u>Loss Adjustment Expenses</u>	<u>Acquisition Expenses</u>	<u>Inspection Expenses</u>	<u>General Expenses</u>	<u>TOTAL</u>
Claim Adjustment Services	25,385.98	0.00	0.00	0.00	25,385.98
Commissions	0.00	50,272.50	0.00	0.00	50,272.50
Boards, Bureaus & Associations	1,140.14	1,948.95	0.00	9,721.42	12,810.51
Salaries	21,670.36	87,914.92	0.00	41,944.64	151,529.92
Employee Relations & Welfare	11,349.50	33,093.62	0.00	35,140.65	79,583.77
Insurance	34.08	526.39	0.00	802.88	1,363.35
Travel & Travel Items	1,074.39	3,911.32	0.00	5,651.81	10,637.52
Rent & Rent Items	1,856.13	14,731.46	0.00	8,838.88	25,426.47
Equipment	163.68	1,946.94	0.00	4,436.47	6,547.09
Printing & Stationery	144.40	2,618.67	0.00	3,012.88	5,775.95
Postage, Telephone, & Telegraph	215.19	5,475.66	0.00	1,994.54	7,685.39
Legal & Auditing	390.51	8,269.83	0.00	6,960.06	15,620.40
Payroll Taxes	1,584.14	5,691.04	0.00	2,715.22	9,990.40
Premium Taxes	0.00	0.00	0.00	13,114.80	13,114.80
State & Local Insurance Taxes	0.00	0.00	0.00	1,368.75	1,368.75
Miscellaneous	257.00	1,503.47	0.00	8,519.65	10,280.12
Advertising	0.00	0.00	0.00	0.00	0.00
Inspections, Surveys, & Reports	0.00	0.00	17,099.60	0.00	17,099.60
<b>TOTAL Expenses Paid</b>	<b>65,265.50</b>	<b>217,904.77</b>	<b>17,099.60</b>	<b>144,222.65</b>	<b>444,492.52</b>
Add: Unpaid Expenses Current Year	6,201.00	54,190.00	0.00	17,553.00	77,944.00
Deduct: Unpaid Expenses Prior Year	6,329.00	48,864.00	2,261.00	15,799.00	73,253.00
<b>Expenses Incurred</b>	<b>65,137.50</b>	<b>223,230.77</b>	<b>14,838.60</b>	<b>145,976.65</b>	<b>449,183.52</b>

## EXHIBIT 5A

**DELAWARE FAIR PLAN**

**Members' Account by Policy Year for the Quarter Ending  
December 31, 2009**

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>TOTAL</u>
Premiums Written	175,694.00	(223.00)	0.00	175,471.00
Other Income	12.20	0.00	0.00	12.20
Investment Income Received	7.13	0.00	0.00	7.13
Subtotal	<u>175,713.33</u>	<u>(223.00)</u>	<u>0.00</u>	<u>175,490.33</u>
<b>EXPENSES PAID:</b>				
Losses	94,373.28	1,755.59	0.00	96,128.87
Loss Adjustment Expenses	11,577.43	7,073.87	0.00	18,651.30
Other Underwriting Expenses	75,137.31	0.00	0.00	75,137.31
Premium Tax	3,513.88	(4.46)	0.00	3,509.42
Commissions	14,009.40	(18.20)	0.00	13,991.20
Premiums/Assessments Charged-off	1,230.60	11.90	0.00	1,242.50
Subtotal	<u>199,841.90</u>	<u>8,818.70</u>	<u>0.00</u>	<u>208,660.60</u>
<b>BALANCE DUE COMPANIES</b>	(24,128.57)	(9,041.70)	0.00	(33,170.27)
<b>DEDUCT:</b>				
Prior Investment Income Accrued	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	(32,023.49)	0.00	0.00	(32,023.49)
Prior Pension	(265,018.00)	0.00	0.00	(265,018.00)
Subtotal	<u>(297,041.49)</u>	<u>0.00</u>	<u>0.00</u>	<u>(297,041.49)</u>
<b>ADD:</b>				
Current Investment Income Accrued	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(12,552.16)	0.00	0.00	(12,552.16)
Current Pension	(116,501.00)	0.00	0.00	(116,501.00)
Subtotal	<u>(129,053.16)</u>	<u>0.00</u>	<u>0.00</u>	<u>(129,053.16)</u>
<b>EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION</b>	143,859.76	(9,041.70)	0.00	134,818.06
<b>DEDUCT:</b>				
Current Unearned Premiums	338,930.00	0.00	0.00	338,930.00
Current Unpaid Losses (Incl. I.B.N.R.)	55,011.00	16,951.00	0.00	71,962.00
Current Unpaid Underwriting Expenses	12,855.00	0.00	0.00	12,855.00
Current Unpaid Post Retirement Benefits	58,888.00	0.00	0.00	58,888.00
Current Unpaid Loss Adjustment Expenses	4,740.00	1,461.00	0.00	6,201.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00
Subtotal	<u>470,424.00</u>	<u>18,412.00</u>	<u>0.00</u>	<u>488,836.00</u>
<b>ADD:</b>				
Prior Unearned Premiums	309,648.00	20,758.00	0.00	330,406.00
Prior Unpaid Losses (Incl. I.B.N.R.)	37,507.00	37,300.00	0.00	74,807.00
Prior Unpaid Underwriting Expenses	3,850.00	0.00	0.00	3,850.00
Prior Unpaid Post Retirement Benefits	86,287.00	0.00	0.00	86,287.00
Prior Unpaid Loss Adjustment Expenses	1,106.00	1,099.00	0.00	2,205.00
Prior Unpaid Premium Tax	0.00	0.00	0.00	0.00
Subtotal	<u>438,398.00</u>	<u>59,157.00</u>	<u>0.00</u>	<u>497,555.00</u>
Change in Post Retirement Benefits (Pension)	0.00	0.00	0.00	0.00
Assessment of Policy Year	0.00	0.00	0.00	0.00
Distribution of Policy Year	0.00	0.00	0.00	0.00
Policy Year Closeout	0.00	0.00	0.00	0.00
Assessments Charged-Off	0.00	0.00	0.00	0.00
Distributions Charged-Off	0.00	0.00	1,784.21	1,784.21
<b>NET CHANGE IN MEMBERS' EQUITY</b>	<u>111,833.76</u>	<u>31,703.30</u>	<u>1,784.21</u>	<u>145,321.27</u>

## EXHIBIT 5B

**DELAWARE FAIR PLAN**

**Members' Account by Policy Year for the Year to Date Ending  
December 31, 2009**

	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>TOTAL</b>
Premiums Written	660,384.00	(4,644.00)	0.00	655,740.00
Other Income	10.20	0.00	0.00	10.20
Investment Income Received	937.66	0.00	0.00	937.66
Subtotal	661,331.86	(4,644.00)	0.00	656,687.86
<b>EXPENSES PAID:</b>				
Losses	159,579.61	144,416.81	3,124.34	307,120.76
Loss Adjustment Expenses	26,159.66	33,296.26	5,809.58	65,265.50
Other Underwriting Expenses	315,839.72	0.00	0.00	315,839.72
Premium Tax	13,207.68	(92.88)	0.00	13,114.80
Commissions	50,611.50	(339.00)	0.00	50,272.50
Premiums/Assessments Charged-off	1,233.70	34.20	0.00	1,267.90
Subtotal	566,631.87	177,315.39	8,933.92	752,881.18
<b>BALANCE DUE COMPANIES</b>	94,699.99	(181,959.39)	(8,933.92)	(96,193.32)
<b>DEDUCT:</b>				
Prior Investment Income Accrued	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	0.00	(39,259.34)	0.00	(39,259.34)
Prior Pension		(286,024.00)	0.00	(286,024.00)
Subtotal	0.00	(325,283.34)	0.00	(325,283.34)
<b>ADD:</b>				
Current Investment Income Accrued	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(12,552.16)	0.00	0.00	(12,552.16)
Current Pension	(116,501.00)	0.00	0.00	(116,501.00)
Subtotal	(129,053.16)	0.00	0.00	(129,053.16)
<b>EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION</b>	(34,353.17)	143,323.95	(8,933.92)	100,036.86
<b>DEDUCT:</b>				
Current Unearned Premiums	338,930.00	0.00	0.00	338,930.00
Current Unpaid Losses (Incl. I.B.N.R.)	55,011.00	16,951.00	0.00	71,962.00
Current Unpaid Underwriting Expenses	12,855.00	0.00	0.00	12,855.00
Current Unpaid Post Retirement Benefits	58,888.00	0.00	0.00	58,888.00
Current Unpaid Loss Adjustment Expenses	4,740.00	1,461.00	0.00	6,201.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00
Subtotal	470,424.00	18,412.00	0.00	488,836.00
<b>ADD:</b>				
Prior Unearned Premiums	0.00	361,813.00	0.00	361,813.00
Prior Unpaid Losses (Incl. I.B.N.R.)	0.00	15,500.00	5,000.00	20,500.00
Prior Unpaid Underwriting Expenses	0.00	13,892.00	0.00	13,892.00
Prior Unpaid Post Retirement Benefits	0.00	53,032.00	0.00	53,032.00
Prior Unpaid Loss Adjustment Expenses	0.00	4,785.00	1,544.00	6,329.00
Prior Unpaid Premium Tax	0.00	0.00	0.00	0.00
Subtotal	0.00	449,022.00	6,544.00	455,566.00
Change in Post Retirement Benefits (Pension)	0.00	0.00	0.00	0.00
Assessment of Policy Year	0.00	0.00	0.00	0.00
Distribution of Policy Year	0.00	0.00	0.00	0.00
Policy Year Closeout	0.00	0.00	0.00	0.00
Assessments Charged-Off	0.00	0.00	1,234.65	1,234.65
Distributions Charged-Off	0.00	0.00	1,855.68	1,855.68
<b>NET CHANGE IN MEMBERS' EQUITY</b>	<b>(504,777.17)</b>	<b>573,933.95</b>	<b>700.41</b>	<b>69,857.19</b>

## EXHIBIT 5C

**DELAWARE FAIR PLAN**  
**Members' Account for Active Policy Years @**  
**December 31, 2009**

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>TOTAL</u>
Premiums Written	660,384.00	701,870.00	801,494.00	2,163,748.00
Other Income	10.20	(101.47)	(332.40)	(423.67)
Investment Income Received	937.66	11,922.35	21,551.06	34,411.07
Subtotal	<u>661,331.86</u>	<u>713,690.88</u>	<u>822,712.66</u>	<u>2,197,735.40</u>
<b><u>EXPENSES PAID:</u></b>				
Losses	159,579.61	222,374.48	426,254.06	808,208.15
Loss Adjustment Expenses	26,159.66	49,059.18	63,941.04	139,159.88
Other Underwriting Expenses	315,839.72	399,619.59	365,852.26	1,081,311.57
Premium Tax	13,207.68	14,037.40	16,029.88	43,274.96
Commissions	50,611.50	55,141.70	62,602.40	168,355.60
Premiums/Assessments Charged-off	1,233.70	1,876.40	175.60	3,285.70
Subtotal	<u>566,631.87</u>	<u>742,108.75</u>	<u>934,855.24</u>	<u>2,243,595.86</u>
<b>BALANCE DUE COMPANIES</b>	94,699.99	(28,417.87)	(112,142.58)	(45,860.46)
<b><u>ADD:</u></b>				
Current Investment Income Accrued	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(12,552.16)	0.00	0.00	(12,552.16)
Current Pension	(116,501.00)	0.00	0.00	(116,501.00)
Subtotal	<u>(129,053.16)</u>	<u>0.00</u>	<u>0.00</u>	<u>(129,053.16)</u>
<b>EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION</b>	(34,353.17)	(28,417.87)	(112,142.58)	(174,913.62)
<b><u>DEDUCT:</u></b>				
Current Unearned Premiums	338,930.00	0.00	0.00	338,930.00
Current Unpaid Losses (Incl. I.B.N.R.)	55,011.00	16,951.00	0.00	71,962.00
Current Unpaid Underwriting Expenses	12,855.00	0.00	0.00	12,855.00
Current Unpaid Post Retirement Benefits	58,888.00	0.00	0.00	58,888.00
Current Unpaid Loss Adjustment Expenses	4,740.00	1,461.00	0.00	6,201.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00
Subtotal	<u>470,424.00</u>	<u>18,412.00</u>	<u>0.00</u>	<u>488,836.00</u>
Change in Post Retirement Benefits (Pension)	0.00	0.00	0.00	0.00
Assessment of Policy Year	0.00	478,111.90	200,000.00	678,111.90
Distribution of Policy Year	0.00	0.00	0.00	0.00
Policy Year Closeout	0.00	0.00	0.00	0.00
Assessments Charged-Off	0.00	0.00	(2,750.39)	(2,750.39)
Distributions Charged-Off	0.00	0.00	8,549.17	8,549.17
<b>NET CHANGE IN MEMBERS' EQUITY</b>	<u>(504,777.17)</u>	<u>431,282.03</u>	<u>93,656.20</u>	<u>20,161.06</u>

EXHIBIT 6A

**DELAWARE FAIR PLAN**

**Premium Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending  
December 31, 2009**

	<u>QUARTER</u> 10/01/2009 - 12/31/2009			<u>YEAR</u> 01/01/2009 - 12/31/2009		
	<u>2009</u>	<u>2008</u>	<u>TOTAL</u>	<u>2009</u>	<u>2008</u>	<u>TOTAL</u>
	<b><u>PREMIUMS WRITTEN</u></b>					
Fire	103,306.00	(119.00)	103,187.00	390,797.00	(4,511.00)	386,286.00
Other Allied Lines	72,388.00	(104.00)	72,284.00	269,587.00	(133.00)	269,454.00
Total	<u>175,694.00</u>	<u>(223.00)</u>	<u>175,471.00</u>	<u>660,384.00</u>	<u>(4,644.00)</u>	<u>655,740.00</u>
	<b><u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u></b>					
Fire	185,276.00	12,099.00	197,375.00	0.00	218,831.00	218,831.00
Other Allied Lines	124,372.00	8,659.00	133,031.00	0.00	142,982.00	142,982.00
Total	<u>309,648.00</u>	<u>20,758.00</u>	<u>330,406.00</u>	<u>0.00</u>	<u>361,813.00</u>	<u>361,813.00</u>
	<b><u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u></b>					
Fire	201,542.00	0.00	201,542.00	201,542.00	0.00	201,542.00
Other Allied Lines	137,388.00	0.00	137,388.00	137,388.00	0.00	137,388.00
Total	<u>338,930.00</u>	<u>0.00</u>	<u>338,930.00</u>	<u>338,930.00</u>	<u>0.00</u>	<u>338,930.00</u>
	<b><u>PREMIUMS EARNED</u></b>					
Fire	87,040.00	11,980.00	99,020.00	189,255.00	214,320.00	403,575.00
Other Allied Lines	59,372.00	8,555.00	67,927.00	132,199.00	142,849.00	275,048.00
Total	<u>146,412.00</u>	<u>20,535.00</u>	<u>166,947.00</u>	<u>321,454.00</u>	<u>357,169.00</u>	<u>678,623.00</u>



**EXHIBIT 6B**

**DELAWARE FAIR PLAN**

**Premium Statistics by Class of Business and Policy Year for the Quarter & Year to Date Ending**  
**December 31, 2009**  
**For Terrorism Reporting Requirements Only**

	<u>QUARTER</u> 10/01/2009 - 12/31/2009			<u>YEAR</u> 01/01/2009 - 12/31/2009		
	<u>2009</u>	<u>2008</u>	<u>TOTAL</u>	<u>2009</u>	<u>2008</u>	<u>TOTAL</u>
	<b><u>PREMIUMS WRITTEN</u></b>					
Habitational (Owner Occupied)	94,963.00	(118.00)	94,845.00	354,989.00	(2,501.00)	352,488.00
Habitational (Non-Owner Occupied)	72,555.00	(91.00)	72,464.00	273,810.00	(2,029.00)	271,781.00
Commercial	8,176.00	(14.00)	8,162.00	31,585.00	(114.00)	31,471.00
Total	<u>175,694.00</u>	<u>(223.00)</u>	<u>175,471.00</u>	<u>660,384.00</u>	<u>(4,644.00)</u>	<u>655,740.00</u>
	<b><u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u></b>					
Habitational (Owner Occupied)	170,626.00	11,446.00	182,072.00	0.00	194,481.00	194,481.00
Habitational (Non-Owner Occupied)	127,142.00	8,511.00	135,653.00	0.00	154,213.00	154,213.00
Commercial	11,880.00	801.00	12,681.00	0.00	13,119.00	13,119.00
Total	<u>309,648.00</u>	<u>20,758.00</u>	<u>330,406.00</u>	<u>0.00</u>	<u>361,813.00</u>	<u>361,813.00</u>
	<b><u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u></b>					
Habitational (Owner Occupied)	185,292.00	0.00	185,292.00	185,292.00	0.00	185,292.00
Habitational (Non-Owner Occupied)	141,867.00	0.00	141,867.00	141,867.00	0.00	141,867.00
Commercial	11,771.00	0.00	11,771.00	11,771.00	0.00	11,771.00
Total	<u>338,930.00</u>	<u>0.00</u>	<u>338,930.00</u>	<u>338,930.00</u>	<u>0.00</u>	<u>338,930.00</u>
	<b><u>PREMIUMS EARNED</u></b>					
Habitational (Owner Occupied)	80,297.00	11,328.00	91,625.00	169,697.00	191,980.00	361,677.00
Habitational (Non-Owner Occupied)	57,830.00	8,420.00	66,250.00	131,943.00	152,184.00	284,127.00
Commercial	8,285.00	787.00	9,072.00	19,814.00	13,005.00	32,819.00
Total	<u>146,412.00</u>	<u>20,535.00</u>	<u>166,947.00</u>	<u>321,454.00</u>	<u>357,169.00</u>	<u>678,623.00</u>
Premiums Earned for Terrorism Reporting F	66,115.00	9,207.00	75,322.00	151,757.00	165,189.00	316,946.00

**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, 2009**

<u>Coverage</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>TOTAL</u>
Fire	2	0	0	0	0	0	0	0	0	0	2
Other Allied Lines	6	0	0	0	0	0	0	0	0	0	6
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
<b>TOTAL</b>	<b>8</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>8</b>

**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 FAIR Plan claim counts are accumulated per claim.

## EXHIBIT 7A

**DELAWARE FAIR PLAN**

**Loss Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending  
December 31, 2009**

**QUARTER****10/01/2009 - 12/31/2009**

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>TOTAL</u>
	<b>LOSSES PAID</b>			
Fire	92,957.92	0.00	0.00	92,957.92
Other Allied Lines	1,415.36	1,755.59	0.00	3,170.95
Total	94,373.28	1,755.59	0.00	96,128.87

**UNPAID PREVIOUS PERIOD (INCL. I.B.N.R.)**

Fire	29,407.00	17,051.00	0.00	46,458.00
Other Allied Lines	8,100.00	20,249.00	0.00	28,349.00
Total	37,507.00	37,300.00	0.00	74,807.00

**UNPAID CURRENT PERIOD (INCL. I.B.N.R.)**

Fire	14,111.00	16,951.00	0.00	31,062.00
Other Allied Lines	40,900.00	0.00	0.00	40,900.00
Total	55,011.00	16,951.00	0.00	71,962.00

**LOSSES INCURRED**

Fire	77,661.92	(100.00)	0.00	77,561.92
Other Allied Lines	34,215.36	(18,493.41)	0.00	15,721.95
Total	111,877.28	(18,593.41)	0.00	93,283.87

**YEAR TO DATE****01/01/2009 - 12/31/2009**

	<b>LOSSES PAID</b>			
Fire	150,650.99	102,831.69	0.00	253,482.68
Other Allied Lines	8,928.62	41,585.12	3,124.34	53,638.08
Total	159,579.61	144,416.81	3,124.34	307,120.76

**UNPAID PREVIOUS PERIOD (INCL. I.B.N.R.)**

Fire	0.00	200.00	0.00	200.00
Other Allied Lines	0.00	15,300.00	5,000.00	20,300.00
Total	0.00	15,500.00	5,000.00	20,500.00

**UNPAID CURRENT PERIOD (INCL. I.B.N.R.)**

Fire	14,111.00	16,951.00	0.00	31,062.00
Other Allied Lines	40,900.00	0.00	0.00	40,900.00
Total	55,011.00	16,951.00	0.00	71,962.00

**LOSSES INCURRED**

Fire	164,761.99	119,582.69	0.00	284,344.68
Other Allied Lines	49,828.62	26,285.12	(1,875.66)	74,238.08
Total	214,590.61	145,867.81	(1,875.66)	358,582.76

**I.B.N.R. (CURRENT PERIOD)**

Fire	800.00	0.00	0.00	800.00
Other Allied Lines	500.00	0.00	0.00	500.00
Total	1,300.00	0.00	0.00	1,300.00

## EXHIBIT 7B

**DELAWARE FAIR PLAN**

**Loss Adjustment Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending  
December 31, 2009**

**QUARTER****10/01/2009 - 12/31/2009**

	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>TOTAL</b>
	<b>LOSS ADJUSTMENT EXPENSES PAID</b>			
Fire	6,391.72	0.00	0.00	6,391.72
Other Allied Lines	5,185.71	7,073.87	0.00	12,259.58
Total	11,577.43	7,073.87	0.00	18,651.30

**UNPAID PREVIOUS PERIOD**

Fire	867.00	502.00	0.00	1,369.00
Other Allied Lines	239.00	597.00	0.00	836.00
Total	1,106.00	1,099.00	0.00	2,205.00

**UNPAID CURRENT PERIOD**

Fire	1,216.00	1,461.00	0.00	2,677.00
Other Allied Lines	3,524.00	0.00	0.00	3,524.00
Total	4,740.00	1,461.00	0.00	6,201.00

**LOSS ADJUSTMENT EXPENSES INCURRED**

Fire	6,740.72	959.00	0.00	7,699.72
Other Allied Lines	8,470.71	6,476.87	0.00	14,947.58
Total	15,211.43	7,435.87	0.00	22,647.30

**YEAR TO DATE****01/01/2009 - 12/31/2009****LOSS ADJUSTMENT EXPENSES PAID**

Fire	8,553.50	4,610.35	0.00	13,163.85
Other Allied Lines	17,606.16	28,685.91	5,809.58	52,101.65
Total	26,159.66	33,296.26	5,809.58	65,265.50

**UNPAID PREVIOUS PERIOD**

Fire	0.00	62.00	0.00	62.00
Other Allied Lines	0.00	4,723.00	1,544.00	6,267.00
Total	0.00	4,785.00	1,544.00	6,329.00

**UNPAID CURRENT PERIOD**

Fire	1,216.00	1,461.00	0.00	2,677.00
Other Allied Lines	3,524.00	0.00	0.00	3,524.00
Total	4,740.00	1,461.00	0.00	6,201.00

**LOSS ADJUSTMENT EXPENSES INCURRED**

Fire	9,769.50	6,009.35	0.00	15,778.85
Other Allied Lines	21,130.16	23,962.91	4,265.58	49,358.65
Total	30,899.66	29,972.26	4,265.58	65,137.50

