

EXHIBIT 1**DELAWARE FAIR PLAN****Statement of Assets, Liabilities and Members' Equity at
March 31, 2011**

	<u>LEDGER ASSETS</u>	<u>ASSETS NOT ADMITTED</u>	<u>NET ADMITTED ASSETS</u>
<u>ASSETS</u>			
Cash	462,820.07	0.00	462,820.07
Investments	279,894.67	0.00	279,894.67
Due from Participating Members	0.00	0.00	0.00
Accrued Investment Income	0.00	0.00	0.00
Premiums Receivable	1,038.10	56.70	981.40
Other Receivables	0.00	0.00	0.00
Pre-paid Premium Tax	3,781.22	3,781.22	0.00
Pre-paid Expenses	0.00	0.00	0.00
Pre-paid Pension	23,540.00	23,540.00	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>771,074.06</u>	<u>27,377.92</u>	<u>743,696.14</u>
<u>LIABILITIES</u>			
Unpaid Losses (Incl. I.B.N.R.)			187,000.00
Unpaid Loss Adjustment Expenses			6,764.00
Unpaid Underwriting Expenses			13,595.00
Unpaid Post Retirement Benefits (Medical)			71,251.00
Unpaid Post Retirement Benefits (Pension)			149,878.00
Unearned Premiums			293,468.00
Unearned Advance Premiums			19,794.00
Claims Checks Payable			143,910.42
Amounts Withheld for Accounts of Others			2,868.30
Unpaid Premium Tax			0.00
TOTAL LIABILITIES			<u>888,528.72</u>
<u>MEMBERS' EQUITY</u>			
Members' Equity (Deficit)			(144,832.58)
TOTAL LIABILITIES & MEMBERS' EQUITY			<u>743,696.14</u>

EXHIBIT 2**DELAWARE FAIR PLAN**

Income Statement for the Quarter and Year to Date Ending
March 31, 2011

	Quarter	Year
	<u>01/01/ - 03/31/2011</u>	<u>01/01/ - 03/31/2011</u>
<u>UNDERWRITING INCOME</u>		
Premiums Written	124,727.00	124,727.00
Change in Unearned Premiums	28,079.00	28,079.00
Premiums Earned	<u>152,806.00</u>	<u>152,806.00</u>
<u>DEDUCTIONS</u>		
Losses Incurred	196,570.45	196,570.45
Loss Adjustment Expenses Incurred	27,328.14	27,328.14
Other Underwriting Expenses Incurred	83,837.48	83,837.48
Post Retirement Benefits Incurred	20,380.12	20,380.12
Premium Tax Incurred	2,494.54	2,494.54
Total Underwriting Deductions	<u>330,610.73</u>	<u>330,610.73</u>
Net Underwriting Profit or Loss	(177,804.73)	(177,804.73)
<u>OTHER INCOME OR OUTGO</u>		
Net Investment Income	7.93	7.93
Other Income	608.75	608.75
Premiums/Assessments Charged-Off	(83.70)	(83.70)
Total Other Income or Outgo	<u>532.98</u>	<u>532.98</u>
Net Result of Operations	(177,271.75)	(177,271.75)
<u>EQUITY ACCOUNT</u>		
Beginning Members' Equity	69,260.61	69,260.61
Net Result of Operations	(177,271.75)	(177,271.75)
Change in Assets Not Admitted	(1,519.04)	(1,519.04)
Change in Post Retirement Benefits (Pension)	(43.00)	(43.00)
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	(35,259.40)	(35,259.40)
Distributions Charged-Off	0.00	0.00
MEMBERS' EQUITY (DEFICIT)	<u>(144,832.58)</u>	<u>(144,832.58)</u>

EXHIBIT 3**DELAWARE FAIR PLAN****Reconciliation of Ledger Assets As of
March 31, 2011****INCREASE IN LEDGER ASSETS**

Premiums Written	124,727.00
Other Income	608.75
Investment Income	7.93
Unearned Advance Premiums	2,557.00
Amounts Withheld for Accounts of Others	0.00
Claims Checks Payable	32,135.92
Premiums Charged-Off	0.00
Assessments/Distributions to Members Charged-Off	0.00
Assessment of Policy Year	0.00
Policy Year Closeout	0.00
TOTAL	<hr/> 160,036.60

DECREASE IN LEDGER ASSETS

Other Income	0.00
Losses Paid	140,048.45
Loss Adjustment Expenses Paid	25,851.14
Other Expenses Paid	105,347.14
Unearned Advance Premiums	0.00
Amounts Withheld for Accounts of Others	1,644.00
Claims Checks Payable	0.00
Premiums Charged-Off	83.70
Assessments/Distributions to Members Charged-Off	35,259.40
Distribution of Policy Year	0.00
Policy Year Closeout	0.00
TOTAL	<hr/> 308,233.83

Increase(Decrease) in Ledger Assets	(148,197.23)
Ledger Assets at 12/31/2010	919,271.29
Ledger Assets at 03/31/2011	<hr/> 771,074.06

EXHIBIT 5A

DELAWARE FAIR PLAN

**Members' Account by Policy Year for the Quarter & Year to Date Ending
March 31, 2011**

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>TOTAL</u>
Premiums Written	125,299.00	(572.00)	0.00	124,727.00
Other Income	608.75	0.00	0.00	608.75
Investment Income Received	7.93	0.00	0.00	7.93
Subtotal	<u>125,915.68</u>	<u>(572.00)</u>	<u>0.00</u>	<u>125,343.68</u>
EXPENSES PAID:				
Losses	0.00	140,048.45	0.00	140,048.45
Loss Adjustment Expenses	0.00	16,620.05	9,231.09	25,851.14
Other Underwriting Expenses	92,058.30	0.00	0.00	92,058.30
Premium Tax	2,505.98	(11.44)	0.00	2,494.54
Commissions	9,644.40	(44.10)	0.00	9,600.30
Premiums/Assessments Charged-off	0.00	83.70	0.00	83.70
Subtotal	<u>104,208.68</u>	<u>156,696.66</u>	<u>9,231.09</u>	<u>270,136.43</u>
BALANCE DUE COMPANIES	21,707.00	(157,268.66)	(9,231.09)	(144,792.75)
DEDUCT:				
Prior Investment Income Accrued	0.00	0.00	0.00	0.00
Prior Non-Admitted Assets	0.00	(25,858.88)	0.00	(25,858.88)
Prior Pension	0.00	(147,042.00)	0.00	(147,042.00)
Subtotal	<u>0.00</u>	<u>(172,900.88)</u>	<u>0.00</u>	<u>(172,900.88)</u>
ADD:				
Current Investment Income Accrued	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(27,377.92)	0.00	0.00	(27,377.92)
Current Pension	(147,085.00)	0.00	0.00	(147,085.00)
Subtotal	<u>(174,462.92)</u>	<u>0.00</u>	<u>0.00</u>	<u>(174,462.92)</u>
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	(152,755.92)	15,632.22	(9,231.09)	(146,354.79)
DEDUCT:				
Current Unearned Premiums	116,464.00	177,004.00	0.00	293,468.00
Current Unpaid Losses (Incl. I.B.N.R.)	2,700.00	181,400.00	2,900.00	187,000.00
Current Unpaid Underwriting Expenses	13,595.00	0.00	0.00	13,595.00
Current Unpaid Post Retirement Benefits	50,504.00	0.00	0.00	50,504.00
Current Unpaid Loss Adjustment Expenses	98.00	6,561.00	105.00	6,764.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00
Subtotal	<u>183,361.00</u>	<u>364,965.00</u>	<u>3,005.00</u>	<u>551,331.00</u>
ADD:				
Prior Unearned Premiums	0.00	321,547.00	0.00	321,547.00
Prior Unpaid Losses (Incl. I.B.N.R.)	0.00	127,700.00	2,778.00	130,478.00
Prior Unpaid Underwriting Expenses	0.00	16,107.00	0.00	16,107.00
Prior Unpaid Post Retirement Benefits	0.00	45,433.00	0.00	45,433.00
Prior Unpaid Loss Adjustment Expenses	0.00	5,174.00	113.00	5,287.00
Prior Unpaid Premium Tax	0.00	0.00	0.00	0.00
Subtotal	<u>0.00</u>	<u>515,961.00</u>	<u>2,891.00</u>	<u>518,852.00</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	(35,259.40)	(35,259.40)
Distributions Charged-Off	0.00	0.00	0.00	0.00
NET CHANGE IN MEMBERS' EQUITY	<u>(336,116.92)</u>	<u>166,628.22</u>	<u>(44,604.49)</u>	<u>(214,093.19)</u>

EXHIBIT 5C

DELAWARE FAIR PLAN
Members' Account for Active Policy Years @
March 31, 2011

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>TOTAL</u>
Premiums Written	125,299.00	629,199.00	658,189.00	1,412,687.00
Other Income	608.75	338.61	10.20	957.56
Investment Income Received	7.93	675.49	937.66	1,621.08
Subtotal	<u>125,915.68</u>	<u>630,213.10</u>	<u>659,136.86</u>	<u>1,415,265.64</u>
EXPENSES PAID:				
Losses	0.00	371,990.18	196,990.24	568,980.42
Loss Adjustment Expenses	0.00	32,906.65	79,770.07	112,676.72
Other Underwriting Expenses	92,058.30	339,442.52	315,839.72	747,340.54
Premium Tax	2,505.98	12,583.98	13,163.78	28,253.74
Commissions	9,644.40	46,963.70	50,452.90	107,061.00
Premiums/Assessments Charged-off	0.00	131.20	(18.10)	113.10
Subtotal	<u>104,208.68</u>	<u>804,018.23</u>	<u>656,198.61</u>	<u>1,564,425.52</u>
BALANCE DUE COMPANIES	21,707.00	(173,805.13)	2,938.25	(149,159.88)
ADD:				
Current Investment Income Accrued	0.00	0.00	0.00	0.00
Current Non-Admitted Assets	(27,377.92)	0.00	0.00	(27,377.92)
Current Pension	(147,085.00)	0.00	0.00	(147,085.00)
Subtotal	<u>(174,462.92)</u>	<u>0.00</u>	<u>0.00</u>	<u>(174,462.92)</u>
EQUITY IN ASSETS OF UNDERWRITING ASSOCIATION	(152,755.92)	(173,805.13)	2,938.25	(323,622.80)
DEDUCT:				
Current Unearned Premiums	116,464.00	177,004.00	0.00	293,468.00
Current Unpaid Losses (Incl. I.B.N.R.)	2,700.00	181,400.00	2,900.00	187,000.00
Current Unpaid Underwriting Expenses	13,595.00	0.00	0.00	13,595.00
Current Unpaid Post Retirement Benefits	50,504.00	0.00	0.00	50,504.00
Current Unpaid Loss Adjustment Expenses	98.00	6,561.00	105.00	6,764.00
Current Unpaid Premium Tax	0.00	0.00	0.00	0.00
Subtotal	<u>183,361.00</u>	<u>364,965.00</u>	<u>3,005.00</u>	<u>551,331.00</u>
Change in Post Retirement Benefits (Pension)	0.00	0.00	0.00	0.00
Assessment of Policy Year	0.00	626,072.12	150,000.00	776,072.12
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	(49,890.04)	(49,890.04)
Distributions Charged-Off	0.00	0.00	3,939.14	3,939.14
NET CHANGE IN MEMBERS' EQUITY	<u>(336,116.92)</u>	<u>87,301.99</u>	<u>103,982.35</u>	<u>(144,832.58)</u>

EXHIBIT 6A

DELAWARE FAIR PLAN

**Premium Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending
March 31, 2011**

	QUARTER 01/01/2011 - 03/31/2011			YEAR 01/01/2011 - 03/31/2011		
	2011	2010	TOTAL	2011	2010	TOTAL
	<u>PREMIUMS WRITTEN</u>					
Fire	76,179.00	(2,542.00)	73,637.00	76,179.00	(2,542.00)	73,637.00
Other Allied Lines	49,120.00	1,970.00	51,090.00	49,120.00	1,970.00	51,090.00
Total	<u>125,299.00</u>	<u>(572.00)</u>	<u>124,727.00</u>	<u>125,299.00</u>	<u>(572.00)</u>	<u>124,727.00</u>
	<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>					
Fire	0.00	196,597.00	196,597.00	0.00	196,597.00	196,597.00
Other Allied Lines	0.00	124,950.00	124,950.00	0.00	124,950.00	124,950.00
Total	<u>0.00</u>	<u>321,547.00</u>	<u>321,547.00</u>	<u>0.00</u>	<u>321,547.00</u>	<u>321,547.00</u>
	<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>					
Fire	71,178.00	107,127.00	178,305.00	71,178.00	107,127.00	178,305.00
Other Allied Lines	45,286.00	69,877.00	115,163.00	45,286.00	69,877.00	115,163.00
Total	<u>116,464.00</u>	<u>177,004.00</u>	<u>293,468.00</u>	<u>116,464.00</u>	<u>177,004.00</u>	<u>293,468.00</u>
	<u>PREMIUMS EARNED</u>					
Fire	5,001.00	86,928.00	91,929.00	5,001.00	86,928.00	91,929.00
Other Allied Lines	3,834.00	57,043.00	60,877.00	3,834.00	57,043.00	60,877.00
Total	<u>8,835.00</u>	<u>143,971.00</u>	<u>152,806.00</u>	<u>8,835.00</u>	<u>143,971.00</u>	<u>152,806.00</u>

EXHIBIT 6B

DELAWARE FAIR PLAN

Premium Statistics by Class of Business and Policy Year for the Quarter & Year to Date Ending
March 31, 2011
For Terrorism Reporting Requirements Only

	<u>QUARTER</u> 01/01/2011 - 03/31/2011			<u>YEAR</u> 01/01/2011 - 03/31/2011		
	<u>2011</u>	<u>2010</u>	<u>TOTAL</u>	<u>2011</u>	<u>2010</u>	<u>TOTAL</u>
	<u>PREMIUMS WRITTEN</u>					
Habitational (Owner Occupied)	75,934.00	(824.00)	75,110.00	75,934.00	(824.00)	75,110.00
Habitational (Non-Owner Occupied)	49,651.00	(639.00)	49,012.00	49,651.00	(639.00)	49,012.00
Commercial	(286.00)	891.00	605.00	(286.00)	891.00	605.00
Total	<u>125,299.00</u>	<u>(572.00)</u>	<u>124,727.00</u>	<u>125,299.00</u>	<u>(572.00)</u>	<u>124,727.00</u>
	<u>UNEARNED PREMIUMS AT THE BEGINNING OF THE PERIOD</u>					
Habitational (Owner Occupied)	0.00	163,135.00	163,135.00	0.00	163,135.00	163,135.00
Habitational (Non-Owner Occupied)	0.00	148,505.00	148,505.00	0.00	148,505.00	148,505.00
Commercial	0.00	9,907.00	9,907.00	0.00	9,907.00	9,907.00
Total	<u>0.00</u>	<u>321,547.00</u>	<u>321,547.00</u>	<u>0.00</u>	<u>321,547.00</u>	<u>321,547.00</u>
	<u>UNEARNED PREMIUMS AT THE END OF THE PERIOD</u>					
Habitational (Owner Occupied)	68,750.00	104,535.00	173,285.00	68,750.00	104,535.00	173,285.00
Habitational (Non-Owner Occupied)	44,901.00	68,215.00	113,116.00	44,901.00	68,215.00	113,116.00
Commercial	2,813.00	4,254.00	7,067.00	2,813.00	4,254.00	7,067.00
Total	<u>116,464.00</u>	<u>177,004.00</u>	<u>293,468.00</u>	<u>116,464.00</u>	<u>177,004.00</u>	<u>293,468.00</u>
	<u>PREMIUMS EARNED</u>					
Habitational (Owner Occupied)	7,184.00	57,776.00	64,960.00	7,184.00	57,776.00	64,960.00
Habitational (Non-Owner Occupied)	4,750.00	79,651.00	84,401.00	4,750.00	79,651.00	84,401.00
Commercial	(3,099.00)	6,544.00	3,445.00	(3,099.00)	6,544.00	3,445.00
Total	<u>8,835.00</u>	<u>143,971.00</u>	<u>152,806.00</u>	<u>8,835.00</u>	<u>143,971.00</u>	<u>152,806.00</u>
Premiums Earned for Terrorism Reporting F	1,651.00	86,195.00	87,846.00	1,651.00	86,195.00	87,846.00

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

EXHIBIT 7A

DELAWARE FAIR PLAN

Loss Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending
March 31, 2011

QUARTER
01/01/2011 - 03/31/2011

	2011	2010	2009	TOTAL
	<u>LOSSES PAID</u>			
Fire	0.00	129,262.83	0.00	129,262.83
Other Allied Lines	0.00	10,785.62	0.00	10,785.62
Total	0.00	140,048.45	0.00	140,048.45
	<u>UNPAID PREVIOUS PERIOD (INCL. I.B.N.R.)</u>			
Fire	0.00	125,900.00	500.00	126,400.00
Other Allied Lines	0.00	1,800.00	2,278.00	4,078.00
Total	0.00	127,700.00	2,778.00	130,478.00
	<u>UNPAID CURRENT PERIOD (INCL. I.B.N.R.)</u>			
Fire	200.00	173,700.00	0.00	173,900.00
Other Allied Lines	2,500.00	7,700.00	2,900.00	13,100.00
Total	2,700.00	181,400.00	2,900.00	187,000.00
	<u>LOSSES INCURRED</u>			
Fire	200.00	177,062.83	(500.00)	176,762.83
Other Allied Lines	2,500.00	16,685.62	622.00	19,807.62
Total	2,700.00	193,748.45	122.00	196,570.45
	YEAR TO DATE			
	01/01/2011 - 03/31/2011			
	<u>LOSSES PAID</u>			
Fire	0.00	129,262.83	0.00	129,262.83
Other Allied Lines	0.00	10,785.62	0.00	10,785.62
Total	0.00	140,048.45	0.00	140,048.45
	<u>UNPAID PREVIOUS PERIOD (INCL. I.B.N.R.)</u>			
Fire	0.00	125,900.00	500.00	126,400.00
Other Allied Lines	0.00	1,800.00	2,278.00	4,078.00
Total	0.00	127,700.00	2,778.00	130,478.00
	<u>UNPAID CURRENT PERIOD (INCL. I.B.N.R.)</u>			
Fire	200.00	173,700.00	0.00	173,900.00
Other Allied Lines	2,500.00	7,700.00	2,900.00	13,100.00
Total	2,700.00	181,400.00	2,900.00	187,000.00
	<u>LOSSES INCURRED</u>			
Fire	200.00	177,062.83	(500.00)	176,762.83
Other Allied Lines	2,500.00	16,685.62	622.00	19,807.62
Total	2,700.00	193,748.45	122.00	196,570.45
	<u>I.B.N.R. (CURRENT PERIOD)</u>			
Fire	200.00	700.00	0.00	900.00
Other Allied Lines	100.00	500.00	0.00	600.00
Total	300.00	1,200.00	0.00	1,500.00

EXHIBIT 7B

DELAWARE FAIR PLAN

**Loss Adjustment Statistics by Line of Business and Policy Year for the Quarter & Year to Date Ending
March 31, 2011**

QUARTER

01/01/2011 - 03/31/2011

	2011	2010	2009	TOTAL
	LOSS ADJUSTMENT EXPENSES PAID			
Fire	0.00	11,203.10	6,228.53	17,431.63
Other Allied Lines	0.00	5,416.95	3,002.56	8,419.51
Total	0.00	16,620.05	9,231.09	25,851.14
	UNPAID PREVIOUS PERIOD			
Fire	0.00	5,101.00	20.00	5,121.00
Other Allied Lines	0.00	73.00	93.00	166.00
Total	0.00	5,174.00	113.00	5,287.00
	UNPAID CURRENT PERIOD			
Fire	8.00	6,282.00	0.00	6,290.00
Other Allied Lines	90.00	279.00	105.00	474.00
Total	98.00	6,561.00	105.00	6,764.00
	LOSS ADJUSTMENT EXPENSES INCURRED			
Fire	8.00	12,384.10	6,208.53	18,600.63
Other Allied Lines	90.00	5,622.95	3,014.56	8,727.51
Total	98.00	18,007.05	9,223.09	27,328.14

YEAR TO DATE

01/01/2011 - 03/31/2011

	LOSS ADJUSTMENT EXPENSES PAID			
Fire	0.00	11,203.10	6,228.53	17,431.63
Other Allied Lines	0.00	5,416.95	3,002.56	8,419.51
Total	0.00	16,620.05	9,231.09	25,851.14
	UNPAID PREVIOUS PERIOD			
Fire	0.00	5,101.00	20.00	5,121.00
Other Allied Lines	0.00	73.00	93.00	166.00
Total	0.00	5,174.00	113.00	5,287.00
	UNPAID CURRENT PERIOD			
Fire	8.00	6,282.00	0.00	6,290.00
Other Allied Lines	90.00	279.00	105.00	474.00
Total	98.00	6,561.00	105.00	6,764.00
	LOSS ADJUSTMENT EXPENSES INCURRED			
Fire	8.00	12,384.10	6,208.53	18,600.63
Other Allied Lines	90.00	5,622.95	3,014.56	8,727.51
Total	98.00	18,007.05	9,223.09	27,328.14

