

KENTUCKY FAIR PLAN REINSURANCE ASSOCIATION
 10605 Shelbyville Road, Suite 102
 Louisville, Kentucky 40222

Company Income Statement and Schedule P data
 September 30, 2013

A.S. Line Description	Policy Year 2008	Policy Year 2009	Policy Year 2010	Policy Year 2011	Policy Year 2012	Policy Year 2013	CALENDAR YEAR 2013
I Premiums Written							
1.0 FIRE				(431.00)	(152,976.00)	3,258,019.00	3,104,612.00
2.0 EXTENDED COVERAGE				(144.00)	(54,521.00)	1,158,160.00	1,103,495.00
4.0 HOMEOWNERS					(53,743.00)	1,608,521.00	1,554,778.00
12.0 EARTHQUAKE					237.00	46,365.00	46,602.00
TOTAL	0.00	0.00	0.00	(575.00)	(261,003.00)	6,071,065.00	5,809,487.00
S Less: Ceded Premiums							
1.0 FIRE						11,372.41	11,372.41
2.0 EXTENDED COVERAGE					(175.00)	97,576.96	97,401.96
4.0 HOMEOWNERS					(24.00)	32,093.63	32,069.63
12.0 EARTHQUAKE	0.00						0.00
TOTAL	0.00	0.00	0.00	0.00	(199.00)	141,043.00	140,844.00
NET PREMIUMS WRITTEN							
1.0 FIRE	0.00	0.00	0.00	(431.00)	(152,976.00)	3,246,646.59	3,093,239.59
2.0 EXTENDED COVERAGE	0.00	0.00	0.00	(144.00)	(54,346.00)	1,060,583.04	1,006,093.04
4.0 HOMEOWNERS	0.00	0.00	0.00	0.00	(53,719.00)	1,576,427.37	1,522,708.37
12.0 EARTHQUAKE	0.00	0.00	0.00	0.00	237.00	46,365.00	46,602.00
TOTAL	0.00	0.00	0.00	(575.00)	(260,804.00)	5,930,022.00	5,668,643.00
plus: Unearned Premiums - Previous 12/31							
1.0 FIRE					1,983,161.98		1,983,161.98
2.0 EXTENDED COVERAGE					583,322.66		583,322.66
4.0 HOMEOWNERS					866,580.88		866,580.88
12.0 EARTHQUAKE					25,496.59		25,496.59
TOTAL		0.00	0.00	0.00	3,458,562.11	0.00	3,458,562.11
less: Ceded Unearned Premiums - Previous 12/31							
1.0 FIRE							0.00
2.0 EXTENDED COVERAGE					3,367.73		3,367.73
4.0 HOMEOWNERS					431.09		431.09
12.0 EARTHQUAKE							0.00
TOTAL	0.00	0.00	0.00	0.00	3,798.82	0.00	3,798.82
less: Unearned Premiums - Current							
1.0 FIRE					109,329.01	1,965,825.23	2,075,154.24
2.0 EXTENDED COVERAGE					31,906.71	718,720.88	750,627.59
4.0 HOMEOWNERS					47,074.00	975,589.48	1,022,663.48
12.0 EARTHQUAKE					1,635.97	28,031.25	29,667.22
TOTAL	0.00	0.00	0.00	0.00	189,945.69	3,688,166.84	3,878,112.53

Note: Column totals and line totals may not balance due to the rounding of cents.

COMPANY INCOME STATEMENT
September 30, 2013

A.S. Line	Description	Policy Year 2008	Policy Year 2009	Policy Year 2010	Policy Year 2011	Policy Year 2012	Policy Year 2013	CALENDAR YEAR 2013
plus: Ceded Unearned Premiums - Current								
1.0	FIRE							0.00
2.0	EXTENDED COVERAGE					158.62	5,369.19	5,527.81
4.0	HOMEOWNERS					22.24	959.77	982.01
12.0	EARTHQUAKE							0.00
	TOTAL	0.00	0.00	0.00	0.00	180.86	6,328.96	6,509.82
NET EARNED PREMIUMS								
1.0	FIRE	0.00	0.00	0.00	(431.00)	1,720,856.97	1,280,821.36	3,001,247.33
2.0	EXTENDED COVERAGE	0.00	0.00	0.00	(144.00)	493,860.84	347,231.35	840,948.19
4.0	HOMEOWNERS	0.00	0.00	0.00	0.00	765,379.03	601,797.66	1,367,176.69
12.0	EARTHQUAKE	0.00	0.00	0.00	0.00	24,097.62	18,333.75	42,431.37
	TOTAL	0.00	0.00	0.00	(575.00)	3,004,194.46	2,248,184.12	5,251,803.58
NET LOSSES INCURRED								
1.0	FIRE	0.00	0.00	0.00	298.00	955,706.27	497,739.95	1,453,744.22
2.0	EXTENDED COVERAGE	0.00	0.00	4,493.02	110,338.46	78,799.72	112,611.27	306,242.47
4.0	HOMEOWNERS	0.00	0.00	(18,072.00)	27,396.84	262,737.05	91,712.75	363,774.64
12.0	EARTHQUAKE	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	TOTAL	0.00	0.00	(13,578.98)	138,033.30	1,297,243.04	702,063.97	2,123,761.33
NET LAE INCURRED								
1.0	FIRE	0.00	0.00	0.00	(985.00)	134,154.41	144,100.91	277,270.32
2.0	EXTENDED COVERAGE	0.00	0.00	1,047.65	19,840.83	47,221.76	83,604.80	151,715.04
4.0	HOMEOWNERS	0.00	(241.00)	(13,832.13)	(12,426.56)	47,838.93	75,244.01	96,583.25
12.0	EARTHQUAKE	0.00	0.00	0.00	0.00	0.00	560.00	560.00
	TOTAL	0.00	(241.00)	(12,784.48)	6,429.27	229,215.10	303,509.72	526,128.61
Commissions								
1.0	FIRE				(43.10)	(15,297.60)	325,801.90	310,461.20
2.0	EXTENDED COVERAGE				(14.40)	(5,452.10)	115,816.00	110,349.50
4.0	HOMEOWNERS					(2,687.15)	80,426.05	77,738.90
12.0	EARTHQUAKE					23.70	3,833.30	3,857.00
	TOTAL	0.00	0.00	0.00	(57.50)	(23,413.15)	525,877.25	502,406.60
Less: Ceded Commissions								
1.0	FIRE	0.00						0.00
2.0	EXTENDED COVERAGE	0.00				(52.50)	2,499.90	2,447.40
4.0	HOMEOWNERS	0.00				(7.20)	438.00	430.80
12.0	EARTHQUAKE	0.00						0.00
	TOTAL	0.00	0.00	0.00	0.00	(59.70)	2,937.90	2,878.20
NET COMMISSIONS INCURRED								
1.0	FIRE	0.00	0.00	0.00	(43.10)	(15,297.60)	325,801.90	310,461.20
2.0	EXTENDED COVERAGE	0.00	0.00	0.00	(14.40)	(5,399.60)	113,316.10	107,902.10
4.0	HOMEOWNERS	0.00	0.00	0.00	0.00	(2,679.95)	79,988.05	77,308.10
12.0	EARTHQUAKE	0.00	0.00	0.00	0.00	23.70	3,833.30	3,857.00
	TOTAL	0.00	0.00	0.00	(57.50)	(23,353.45)	522,939.35	499,528.40

Note: Column totals and line totals may not balance due to the rounding of cents.

COMPANY INCOME STATEMENT
September 30, 2013

A.S. Line	Description	Policy Year 2008	Policy Year 2009	Policy Year 2010	Policy Year 2011	Policy Year 2012	Policy Year 2013	CALENDAR YEAR 2013
TOTAL OTHER OPERATING EXPENSES INCURRED								
	TOTAL						612,696.26	612,696.26
TOTAL UNDERWRITING DEDUCTIONS								
	TOTAL	0.00	(241.00)	(26,363.46)	144,405.07	1,503,104.69	2,141,209.30	3,762,114.60
NET UNDERWRITING GAIN or (LOSS)								
	TOTAL	0.00	241.00	26,363.46	(144,980.07)	1,501,089.77	106,974.82	1,489,688.98
NET INVESTMENT INCOME INCURRED								
	NET INVESTMENT INCOME EARNED					142,569.04	16,431.19	159,000.23
	NET CAPITAL GAIN (LOSS)						122,251.19	122,251.19
	TOTAL	0.00	0.00	0.00	0.00	142,569.04	138,682.38	281,251.42
NET OTHER INCOME								
	TOTAL						77,913.85	77,913.85
NET INCOME (LOSS) before Taxes								
	TOTAL	0.00	241.00	26,363.46	(144,980.07)	1,643,658.81	323,571.05	1,848,854.25
NET TAXES INCURRED								
	FEDERAL INCOME TAX						628,610.00	628,610.00
								0.00
								0.00
								0.00
	TOTAL	0.00	0.00	0.00	0.00	0.00	628,610.00	628,610.00
OTHER INCREASE (DECREASE) TO SURPLUS								
	UNREALIZED CAPITAL GAIN or (LOSS)					(214,641.75)	448,720.50	234,078.75
	CHANGE IN NON-ADMITTED ASSETS						1,178.79	1,178.79
	OTHER ADJUSTMENTS							0.00
								0.00
	TOTAL	0.00	0.00	0.00	0.00	(214,641.75)	449,899.29	235,257.54
NET CHANGE IN SURPLUS								
	TOTAL	0.00	241.00	26,363.46	(144,980.07)	1,429,017.06	144,860.34	1,455,501.79

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KENTUCKY FAIR PLAN REINSURANCE ASSOCIATION
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COMPANY SCHEDULE P REPORT OF LOSSES
 September 30, 2013

A.S. Line	Description	Policy Year 2008 Accident Year		Policy Year 2009 Accident Year		Policy Year 2010 Accident Year		Policy Year 2011 Accident Year		Policy Year 2012 Accident Year		Policy Year 2013 Accident Year		CALENDAR YEAR
		2008	2009	2009	2010	2010	2011	2011	2012	2012	2013	2013	2014	2013
Paid Losses														
1.0	FIRE									8,000.00	931,469.27	275,429.95		1,214,899.22
2.0	EXTENDED COVERAGE					4,493.02			124,033.46	56,859.12	95,619.60	88,111.27		369,116.47
4.0	HOMEOWNERS						(572.00)		31,196.84	68,302.19	229,355.74	47,212.75		375,495.52
12.0	EARTHQUAKE													0.00
	TOTAL	0.00	0.00	0.00	0.00	4,493.02	(572.00)	0.00	155,230.30	133,161.31	1,256,444.61	410,753.97	0.00	1,959,511.21
Paid Salv/Subro														
1.0	FIRE									(20,000.00)				(20,000.00)
2.0	EXTENDED COVERAGE													0.00
4.0	HOMEOWNERS									(84.58)				(84.58)
12.0	EARTHQUAKE													0.00
	TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	(20,084.58)	0.00	0.00	0.00	(20,084.58)
Salv/Subro Reserve														
1.0	FIRE													0.00
2.0	EXTENDED COVERAGE													0.00
4.0	HOMEOWNERS													0.00
12.0	EARTHQUAKE													0.00
	TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Case Outstanding Losses - Current														
1.0	FIRE										32,000.00	199,000.00		231,000.00
2.0	EXTENDED COVERAGE								7,000.00		9,500.00	24,500.00		41,000.00
4.0	HOMEOWNERS										15,215.00	44,500.00		59,715.00
12.0	EARTHQUAKE													0.00
	TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	0.00	7,000.00	0.00	56,715.00	268,000.00	0.00	331,715.00
IBNR Loss Reserves - Current														
1.0	FIRE							298.00		4,237.00		23,310.00		27,845.00
2.0	EXTENDED COVERAGE													0.00
4.0	HOMEOWNERS													0.00
12.0	EARTHQUAKE													0.00
	TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	298.00	0.00	4,237.00	0.00	23,310.00	0.00	27,845.00
Case Outstanding Losses - Prior														
1.0	FIRE					0.00								0.00
2.0	EXTENDED COVERAGE								19,000.00	61,800.00				80,800.00
4.0	HOMEOWNERS						17,500.00		3,800.00	47,743.30				69,043.30
12.0	EARTHQUAKE													0.00
	TOTAL	0.00	0.00	0.00	0.00	0.00	17,500.00	0.00	22,800.00	109,543.30	0.00	0.00	0.00	149,843.30

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COMPANY SCHEDULE P REPORT OF LOSSES
September 30, 2013

A.S. Line	Description	Policy Year 2008		Policy Year 2009		Policy Year 2010		Policy Year 2011		Policy Year 2012		Policy Year 2013		CALENDAR
		Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		YEAR
		2008	2009	2009	2010	2010	2011	2011	2012	2012	2013	2013	2014	2013
IBNR Loss Reserves - Prior														
1.0	FIRE									0.00				0.00
2.0	EXTENDED COVERAGE							1,695.00		21,379				23,074.00
4.0	HOMEOWNERS									2,308.00				2,308.00
12.0	EARTHQUAKE													0.00
	TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	1,695.00	0.00	23,687.00	0.00	0.00	0.00	25,382.00
Incurred Losses														
1.0	FIRE	0.00	0.00	0.00	0.00	0.00	0.00	298.00	0.00	(7,763.00)	963,469.27	497,739.95	0.00	1,453,744.22
2.0	EXTENDED COVERAGE	0.00	0.00	0.00	0.00	4,493.02	0.00	(1,695.00)	112,033.46	(26,319.88)	105,119.60	112,611.27	0.00	306,242.47
4.0	HOMEOWNERS	0.00	0.00	0.00	0.00	0.00	(18,072.00)	0.00	27,396.84	18,166.31	244,570.74	91,712.75	0.00	363,774.64
12.0	EARTHQUAKE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	TOTAL	0.00	0.00	0.00	0.00	4,493.02	(18,072.00)	(1,397.00)	139,430.30	(15,916.57)	1,313,159.61	702,063.97	0.00	2,123,761.33
Open Claims														
1.0	FIRE										1	4		5
2.0	EXTENDED COVERAGE								2		3	6		11
4.0	HOMEOWNERS										2	2		4
12.0	EARTHQUAKE													0
	TOTAL	0	0	0	0	0	0	0	2	0	6	12	0	20
Claims Closed with Loss Payment														
1.0	FIRE									2	26	10		38
2.0	EXTENDED COVERAGE					1			20	22	42	29		114
4.0	HOMEOWNERS						1		8	14	23	12		58
12.0	EARTHQUAKE													0
	TOTAL	0	0	0	0	1	1	0	28	38	91	51	0	210
Claims Closed w/o Loss Payment														
1.0	FIRE			1		1								2
2.0	EXTENDED COVERAGE				2	2	2	1		1				8
4.0	HOMEOWNERS			2	2	2	4	1	2					13
12.0	EARTHQUAKE													0
	TOTAL	0	0	3	4	5	6	2	2	1	0	0	0	23

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KENTUCKY FAIR PLAN REINSURANCE ASSOCIATION
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COMPANY SCHEDULE P REPORT OF LOSS ADJUSTMENT EXPENSE
September 30, 2013

A.S. Line	Description	Policy Year 2008		Policy Year 2009		Policy Year 2010		Policy Year 2011		Policy Year 2012		Policy Year 2013		CALENDAR YEAR 2013
		Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		
		2008	2009	2009	2010	2010	2011	2011	2012	2012	2013	2013	2014	
Paid Loss Adjustment Expense														
1.0	FIRE									7,380.94	51,337.50	24,908.20		83,626.64
2.0	EXTENDED COVERAGE					692.80			13,032.79	12,695.39	29,039.50	20,543.65		76,004.13
4.0	HOMEOWNERS			247.00			1,170.80		3,696.54	11,771.40	29,746.52	15,130.57		61,762.83
12.0	EARTHQUAKE											560.00		560.00
	TOTAL	0.00	0.00	247.00	0.00	692.80	1,170.80	0.00	16,729.33	31,847.73	110,123.52	61,142.42	0.00	221,953.60
Paid Unallocated Loss Adjustment Fees														
1.0	FIRE									(947.75)	83,003.72	106,687.95		188,743.92
2.0	EXTENDED COVERAGE					354.85			9,796.04	4,490.68	10,467.19	33,196.15		58,304.91
4.0	HOMEOWNERS						(45.18)		2,463.90	5,387.76	21,079.25	30,413.44		59,299.17
12.0	EARTHQUAKE													0.00
	TOTAL	0.00	0.00	0.00	0.00	354.85	(45.18)	0.00	12,259.94	8,930.69	114,550.16	170,297.54	0.00	306,348.00
Case Outstanding LAE - Current														
1.0	FIRE										2,500.00	10,221.76		12,721.76
2.0	EXTENDED COVERAGE						500.00		1,000.00		1,500.00	3,500.00		6,500.00
4.0	HOMEOWNERS								500.00		500.00	500.00		1,500.00
12.0	EARTHQUAKE													0.00
	TOTAL	0.00	0.00	0.00	0.00	0.00	500.00	500.00	1,000.00	0.00	4,500.00	14,221.76	0.00	20,721.76
IBNR ALAE Reserves - Current														
1.0	FIRE													0.00
2.0	EXTENDED COVERAGE									2,302.00		21,499.00		23,801.00
4.0	HOMEOWNERS									2,612.00		25,860.00		28,472.00
12.0	EARTHQUAKE													0.00
	TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	4,914.00	0.00	47,359.00	0.00	52,273.00
IBNR Unallocated LAE Reserves - Current														
1.0	FIRE									249.00		2,283.00		2,532.00
2.0	EXTENDED COVERAGE							32.00		370.00		4,866.00		5,268.00
4.0	HOMEOWNERS									1,004.00		3,340.00		4,344.00
12.0	EARTHQUAKE													0.00
	TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	32.00	0.00	1,623.00	0.00	10,489.00	0.00	12,144.00
Case Outstanding LAE - Prior														
1.0	FIRE									1,000.00				1,000.00
2.0	EXTENDED COVERAGE						500.00		1,500.00	7,500.00				9,500.00
4.0	HOMEOWNERS						14,021.75		500.00	500.00	5,800.00			20,821.75
12.0	EARTHQUAKE													0.00
	TOTAL	0.00	0.00	0.00	0.00	0.00	14,521.75	500.00	2,000.00	14,300.00	0.00	0.00	0.00	31,321.75

Note: Column totals and line totals may not balance due to the rounding of cents.

COMPANY SCHEDULE P REPORT OF LOSS ADJUSTMENT EXPENSE
September 30, 2013

A.S. Line	Description	Policy Year 2008		Policy Year 2009		Policy Year 2010		Policy Year 2011		Policy Year 2012		Policy Year 2013		CALENDAR YEAR 2013
		Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		
		2008	2009	2009	2010	2010	2011	2011	2012	2012	2013	2013	2014	
IBNR ALAE Reserves - Prior														
1.0	FIRE							985.00		8,369.00				9,354.00
2.0	EXTENDED COVERAGE							1,322.00		549.00				1,871.00
4.0	HOMEOWNERS			488.00				17,884.00		15,660.00				34,032.00
12.0	EARTHQUAKE													0.00
	TOTAL	0.00	0.00	488.00	0.00	0.00	0.00	20,191.00	0.00	24,578.00	0.00	0.00	0.00	45,257.00
IBNR Unallocated LAE Reserves - Prior														
1.0	FIRE									0.00				0.00
2.0	EXTENDED COVERAGE							1,198.00		5,594.00				6,792.00
4.0	HOMEOWNERS					936.00		203.00		2,802.00				3,941.00
12.0	EARTHQUAKE													0.00
	TOTAL	0.00	0.00	0.00	0.00	936.00	0.00	1,401.00	0.00	8,396.00	0.00	0.00	0.00	10,733.00
Incurred Loss Adjustment Expense														
1.0	FIRE	0.00	0.00	0.00	0.00	0.00	0.00	(985.00)	0.00	(2,686.81)	136,841.22	144,100.91	0.00	277,270.32
2.0	EXTENDED COVERAGE	0.00	0.00	0.00	0.00	1,047.65	0.00	(2,488.00)	22,328.83	6,215.07	41,006.69	83,604.80	0.00	151,715.04
4.0	HOMEOWNERS	0.00	0.00	(241.00)	0.00	(936.00)	(12,896.13)	(18,087.00)	5,660.44	(3,486.84)	51,325.77	75,244.01	0.00	96,583.25
12.0	EARTHQUAKE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	560.00	0.00	560.00
	TOTAL	0.00	0.00	(241.00)	0.00	111.65	(12,896.13)	(21,560.00)	27,989.27	41.42	229,173.68	303,509.72	0.00	526,128.61

Note: Column totals and line totals may not balance due to the rounding of cents.