

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

Company Income Statement and Schedule P data
 December 31, 2014

A.S. Line	Description	Policy Year 2009	Policy Year 2010	Policy Year 2011	Policy Year 2012	Policy Year 2013	Policy Year 2014	CALENDAR YEAR 2014
I								
Premiums Written								
1.0	FIRE		(39.00)	0.00	(189.00)	(136,647.00)	4,440,274.00	4,303,399.00
2.0	EXTENDED COVERAGE	(137.00)	(162.00)	(101.00)	(69.00)	(54,434.00)	1,601,770.00	1,546,867.00
4.0	HOMEOWNERS		0.00	0.00	0.00	(49,760.00)	2,021,170.00	1,971,410.00
12.0	EARTHQUAKE		(2.00)	(4.00)	(6.00)	2.00	59,608.00	59,598.00
	TOTAL	(137.00)	(203.00)	(105.00)	(264.00)	(240,839.00)	8,122,822.00	7,881,274.00
S								
Less: Ceded Premiums								
1.0	FIRE						16,040.51	16,040.51
2.0	EXTENDED COVERAGE	(137.00)	(118.00)	(101.00)	(69.00)	(595.00)	140,860.48	139,840.48
4.0	HOMEOWNERS					(118.00)	45,097.01	44,979.01
12.0	EARTHQUAKE							0.00
	TOTAL	(137.00)	(118.00)	(101.00)	(69.00)	(713.00)	201,998.00	200,860.00
N								
NET PREMIUMS WRITTEN								
1.0	FIRE	0.00	(39.00)	0.00	(189.00)	(136,647.00)	4,424,233.49	4,287,358.49
2.0	EXTENDED COVERAGE	0.00	(44.00)	0.00	0.00	(53,839.00)	1,460,909.52	1,407,026.52
4.0	HOMEOWNERS	0.00	0.00	0.00	0.00	(49,642.00)	1,976,072.99	1,926,430.99
12.0	EARTHQUAKE	0.00	(2.00)	(4.00)	(6.00)	2.00	59,608.00	59,598.00
	TOTAL	0.00	(85.00)	(4.00)	(195.00)	(240,126.00)	7,920,824.00	7,680,414.00
plus: Unearned Premiums - Previous 12/31								
1.0	FIRE					2,051,839.69		2,051,839.69
2.0	EXTENDED COVERAGE					767,048.16		767,048.16
4.0	HOMEOWNERS					961,447.46		961,447.46
12.0	EARTHQUAKE					28,278.15		28,278.15
	TOTAL	0.00	0.00	0.00	0.00	3,808,613.46	0.00	3,808,613.46
less: Ceded Unearned Premiums - Previous 12/31								
1.0	FIRE							0.00
2.0	EXTENDED COVERAGE					6,066.68		6,066.68
4.0	HOMEOWNERS					776.02		776.02
12.0	EARTHQUAKE							0.00
	TOTAL	0.00	0.00	0.00	0.00	6,842.70	0.00	6,842.70
less: Unearned Premiums - Current								
1.0	FIRE						2,157,707.27	2,157,707.27
2.0	EXTENDED COVERAGE						757,944.60	757,944.60
4.0	HOMEOWNERS						935,848.09	935,848.09
12.0	EARTHQUAKE						28,573.93	28,573.93
	TOTAL	0.00	0.00	0.00	0.00	0.00	3,880,073.89	3,880,073.89

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

COMPANY INCOME STATEMENT
December 31, 2014

A.S. Line	Description	Policy Year 2009	Policy Year 2010	Policy Year 2011	Policy Year 2012	Policy Year 2013	Policy Year 2014	CALENDAR YEAR 2014
plus: Ceded Unearned Premiums - Current								
1.0	FIRE							0.00
2.0	EXTENDED COVERAGE						7,399.14	7,399.14
4.0	HOMEOWNERS						856.19	856.19
12.0	EARTHQUAKE							0.00
	TOTAL	0.00	0.00	0.00	0.00	0.00	8,255.33	8,255.33
NET EARNED PREMIUMS								
1.0	FIRE	0.00	(39.00)	0.00	(189.00)	1,915,192.69	2,266,526.22	4,181,490.91
2.0	EXTENDED COVERAGE	0.00	(44.00)	0.00	0.00	707,142.48	710,364.06	1,417,462.54
4.0	HOMEOWNERS	0.00	0.00	0.00	0.00	911,029.44	1,041,081.09	1,952,110.53
12.0	EARTHQUAKE	0.00	(2.00)	(4.00)	(6.00)	28,280.15	31,034.07	59,302.22
	TOTAL	0.00	(85.00)	(4.00)	(195.00)	3,561,644.76	4,049,005.44	7,610,366.20
NET LOSSES INCURRED								
1.0	FIRE	0.00	0.00	0.00	(1,950.00)	991,866.03	1,322,261.33	2,312,177.36
2.0	EXTENDED COVERAGE	0.00	0.00	23,511.34	(9,843.24)	165,907.07	157,773.68	337,348.85
4.0	HOMEOWNERS	0.00	(3,057.60)	9,301.56	2,735.78	111,969.37	296,780.05	417,729.16
12.0	EARTHQUAKE	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	TOTAL	0.00	(3,057.60)	32,812.90	(9,057.46)	1,269,742.47	1,776,815.06	3,067,255.37
NET LAE INCURRED								
1.0	FIRE	0.00	0.00	0.00	418.32	202,155.16	337,003.78	539,577.26
2.0	EXTENDED COVERAGE	0.00	(500.00)	16,176.76	(3,489.53)	74,823.16	125,808.34	212,818.73
4.0	HOMEOWNERS	0.00	(477.91)	245.04	(4,699.00)	63,071.54	109,846.27	167,985.94
12.0	EARTHQUAKE	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	TOTAL	0.00	(977.91)	16,421.80	(7,770.21)	340,049.86	572,658.39	920,381.93
Commissions								
1.0	FIRE		(3.90)		(18.90)	(13,664.70)	444,027.40	430,339.90
2.0	EXTENDED COVERAGE	(13.70)	(16.20)	(10.10)	(6.90)	(5,443.40)	160,177.00	154,686.70
4.0	HOMEOWNERS					(2,488.00)	101,058.50	98,570.50
12.0	EARTHQUAKE		(0.20)	(0.40)	(0.60)	0.20	4,971.55	4,970.55
	TOTAL	(13.70)	(20.30)	(10.50)	(26.40)	(21,595.90)	710,234.45	688,567.65
Less: Ceded Commissions								
1.0	FIRE							0.00
2.0	EXTENDED COVERAGE	(41.10)	(35.40)	(30.30)	(20.70)	(178.50)	4,495.20	4,189.20
4.0	HOMEOWNERS			0.00		(35.40)	566.70	531.30
12.0	EARTHQUAKE							0.00
	TOTAL	(41.10)	(35.40)	(30.30)	(20.70)	(213.90)	5,061.90	4,720.50
NET COMMISSIONS INCURRED								
1.0	FIRE	0.00	(3.90)	0.00	(18.90)	(13,664.70)	444,027.40	430,339.90
2.0	EXTENDED COVERAGE	27.40	19.20	20.20	13.80	(5,264.90)	155,681.80	150,497.50
4.0	HOMEOWNERS	0.00	0.00	0.00	0.00	(2,452.60)	100,491.80	98,039.20
12.0	EARTHQUAKE	0.00	(0.20)	(0.40)	(0.60)	0.20	4,971.55	4,970.55
	TOTAL	27.40	15.10	19.80	(5.70)	(21,382.00)	705,172.55	683,847.15

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

COMPANY INCOME STATEMENT
December 31, 2014

A.S. Line	Description	Policy Year 2009	Policy Year 2010	Policy Year 2011	Policy Year 2012	Policy Year 2013	Policy Year 2014	CALENDAR YEAR 2014
TOTAL OTHER OPERATING EXPENSES INCURRED								
	TOTAL						1,039,890.76	1,039,890.76
TOTAL UNDERWRITING DEDUCTIONS								
	TOTAL	27.40	(4,020.41)	49,254.50	(16,833.37)	1,588,410.33	4,094,536.76	5,711,375.21
NET UNDERWRITING GAIN or (LOSS)								
	TOTAL	(27.40)	3,935.41	(49,258.50)	16,638.37	1,973,234.43	(45,531.32)	1,898,990.99
NET INVESTMENT INCOME INCURRED								
	NET INVESTMENT INCOME EARNED					87,084.85	131,947.22	219,032.07
	NET CAPITAL GAIN (LOSS)						280,930.79	280,930.79
	TOTAL	0.00	0.00	0.00	0.00	87,084.85	412,878.01	499,962.86
NET OTHER INCOME								
	TOTAL						92,412.00	92,412.00
NET INCOME (LOSS) before Taxes								
	TOTAL	(27.40)	3,935.41	(49,258.50)	16,638.37	2,060,319.28	459,758.69	2,491,365.85
NET TAXES INCURRED								
	FEDERAL INCOME TAX						786,094.00	786,094.00
								0.00
								0.00
								0.00
	TOTAL	0.00	0.00	0.00	0.00	0.00	786,094.00	786,094.00
OTHER INCREASE (DECREASE) TO SURPLUS								
	UNREALIZED CAPITAL GAIN or (LOSS)					(437,634.05)	281,658.42	(155,975.63)
	CHANGE IN NON-ADMITTED ASSETS					5,690.88	(302,119.16)	(296,428.28)
	OTHER GAINS AND LOSSES IN SURPLUS						53,000.00	53,000.00
								0.00
	TOTAL	0.00	0.00	0.00	0.00	(431,943.17)	32,539.26	(399,403.91)
NET CHANGE IN SURPLUS								
	TOTAL	(27.40)	3,935.41	(49,258.50)	16,638.37	1,628,376.11	(293,796.05)	1,305,867.94

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

COMPANY SCHEDULE P REPORT OF LOSSES
December 31, 2014

A.S. Line Description	Policy Year 2009		Policy Year 2010		Policy Year 2011		Policy Year 2012		Policy Year 2013		Policy Year 2014		CALENDAR YEAR 2014
	Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		
	2009	2010	2010	2011	2011	2012	2012	2013	2013	2014	2014	2015	
Paid Losses													
1.0 FIRE							3,050.00	277,079.61	894,173.42	822,761.33			1,997,064.36
2.0 EXTENDED COVERAGE				20,037.34			0.00	26,201.11	174,050.44	125,491.68			345,780.57
4.0 HOMEOWNERS				0.00			4,199.30	4,954.48	231,445.68	146,835.44			527,716.51
12.0 EARTHQUAKE													0.00
TOTAL	0.00	0.00	0.00	0.00	0.00	29,338.90	4,199.30	8,004.48	534,726.40	1,215,059.30	1,079,233.06		2,870,561.44
Paid Salv/Subro													
1.0 FIRE													0.00
2.0 EXTENDED COVERAGE							(2,206.24)	(5,052.48)					(7,258.72)
4.0 HOMEOWNERS				(3,057.60)									(3,057.60)
12.0 EARTHQUAKE													0.00
TOTAL	0.00	0.00	0.00	(3,057.60)	0.00	0.00	0.00	(2,206.24)	(5,052.48)	0.00	0.00		(10,316.32)
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
Case Outstanding Losses - Current													
1.0 FIRE								25,000.00	125,000.00	499,500.00			649,500.00
2.0 EXTENDED COVERAGE						10,000.00				9,500.00			19,500.00
4.0 HOMEOWNERS										165,800.00			165,800.00
12.0 EARTHQUAKE													0.00
TOTAL	0.00	0.00	0.00	0.00	0.00	10,000.00	0.00	0.00	25,000.00	125,000.00	674,800.00		834,800.00
IBNR Loss Reserves - Current													
1.0 FIRE													0.00
2.0 EXTENDED COVERAGE								4,074.00		22,782.00			26,856.00
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	4,074.00	0.00	22,782.00		26,856.00
Case Outstanding Losses - Prior													
1.0 FIRE							5,000.00	328,500.00					333,500.00
2.0 EXTENDED COVERAGE								25,500.00					25,500.00
4.0 HOMEOWNERS								3,500.00	260,075.75				263,575.75
12.0 EARTHQUAKE													0.00
TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	0.00	8,500.00	614,075.75	0.00	0.00		622,575.75

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

COMPANY SCHEDULE P REPORT OF LOSSES
December 31, 2014

A.S. Line Description	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		Policy Year 2014 Accident Year		CALENDAR YEAR 2014
	2009	2010	2010	2011	2011	2012	2012	2013	2013	2014	2014	2015	
	IBNR Loss Reserves - Prior												
1.0 FIRE									887.00				887.00
2.0 EXTENDED COVERAGE					6,526.00		7,637		7,866.00				22,029.00
4.0 HOMEOWNERS							2,918.00		6,236.00				9,154.00
12.0 EARTHQUAKE													0.00
TOTAL	0.00	0.00	0.00	0.00	6,526.00	0.00	10,555.00	0.00	14,989.00	0.00	0.00		32,070.00
Incurred Losses													
1.0 FIRE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	(1,950.00)	(27,307.39)	1,019,173.42	1,322,261.33	0.00	2,312,177.36
2.0 EXTENDED COVERAGE	0.00	0.00	0.00	0.00	(6,526.00)	30,037.34	(7,637.00)	(2,206.24)	(8,143.37)	174,050.44	157,773.68	0.00	337,348.85
4.0 HOMEOWNERS	0.00	0.00	0.00	(3,057.60)	0.00	9,301.56	1,281.30	1,454.48	(34,866.07)	146,835.44	296,780.05	0.00	417,729.16
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	(3,057.60)	(6,526.00)	39,338.90	(6,355.70)	(2,701.76)	(70,316.83)	1,340,059.30	1,776,815.06		3,067,255.37
Open Claims													
1.0 FIRE									1	1	10		12
2.0 EXTENDED COVERAGE						1					2		3
4.0 HOMEOWNERS											4		4
12.0 EARTHQUAKE													0
TOTAL	0	0	0	0	0	1	0	0	1	1	16		19
Claims Closed with Loss Payment													
1.0 FIRE									5	32	31		68
2.0 EXTENDED COVERAGE						3		3	9	40	43		98
4.0 HOMEOWNERS				1		1		1	9	25	47		86
12.0 EARTHQUAKE													0
TOTAL	0	0	0	1	0	4	1	5	23	97	121		252
Claims Closed w/o Loss Payment													
1.0 FIRE	1		1				1		1		0		4
2.0 EXTENDED COVERAGE		2	2	2	1	1	1		1	1			11
4.0 HOMEOWNERS	2	2	2	4	1	2	3						16
12.0 EARTHQUAKE													0
TOTAL	3	4	5	6	2	3	5	0	2	1	0		31

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

**COMPANY SCHEDULE P REPORT OF LOSS ADJUSTMENT EXPENSE
December 31, 2014**

A.S. Line	Description	Policy Year 2009		Policy Year 2010		Policy Year 2011		Policy Year 2012		Policy Year 2013		Policy Year 2014		CALENDAR YEAR 2014
		Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		
		2009	2010	2010	2011	2011	2012	2012	2013	2013	2014	2014	2015	
Paid Loss Adjustment Expense														
1.0	FIRE							509.10		12,356.75	88,821.92	78,304.36		179,992.13
2.0	EXTENDED COVERAGE				7,756.95			14.00		8,962.43	48,495.83	41,428.18		106,657.39
4.0	HOMEOWNERS				842.60		645.00	969.00		11,336.01	34,560.67	33,664.75		82,018.03
12.0	EARTHQUAKE													0.00
	TOTAL	0.00	0.00	0.00	0.00	0.00	8,599.55	645.00	1,492.10	32,655.19	171,878.42	153,397.29		368,667.55
Paid Unallocated Loss Adjustment Fees														
1.0	FIRE							277.22		25,184.28	99,424.78	238,147.51		363,033.79
2.0	EXTENDED COVERAGE				1,821.23			(200.53)		1,922.24	18,896.66	39,098.16		61,537.76
4.0	HOMEOWNERS				(277.91)		845.44	381.68	450.32	21,036.53	18,114.87	54,823.52		95,374.45
12.0	EARTHQUAKE													0.00
	TOTAL	0.00	0.00	0.00	(277.91)	0.00	2,666.67	381.68	527.01	48,143.05	136,436.31	332,069.19		519,946.00
Case Outstanding LAE - Current														
1.0	FIRE										4,508.61	19,540.91		24,049.52
2.0	EXTENDED COVERAGE						8,421.58					1,500.00		9,921.58
4.0	HOMEOWNERS					500.00						8,000.00		8,500.00
12.0	EARTHQUAKE													0.00
	TOTAL	0.00	0.00	0.00	0.00	500.00	8,421.58	0.00	0.00	0.00	4,508.61	29,040.91		42,471.10
IBNR ALAE Reserves - Current														
1.0	FIRE											621.00		621.00
2.0	EXTENDED COVERAGE							353.00		989.00				1,342.00
4.0	HOMEOWNERS									749.00		2,581.00		3,330.00
12.0	EARTHQUAKE													0.00
	TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	353.00	0.00	1,738.00	0.00	3,202.00		5,293.00
IBNR Unallocated LAE Reserves - Current														
1.0	FIRE							650.00				390.00		1,040.00
2.0	EXTENDED COVERAGE									2,154.00		43,782.00		45,936.00
4.0	HOMEOWNERS											10,777.00		10,777.00
12.0	EARTHQUAKE													0.00
	TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	650.00	0.00	2,154.00	0.00	54,949.00		57,753.00
Case Outstanding LAE - Prior														
1.0	FIRE								750.00	10,472.18				11,222.18
2.0	EXTENDED COVERAGE				500.00					3,000.00				3,500.00
4.0	HOMEOWNERS					500.00		500.00		3,864.54				4,864.54
12.0	EARTHQUAKE													0.00
	TOTAL	0.00	0.00	0.00	500.00	500.00	0.00	0.00	1,250.00	17,336.72	0.00	0.00		19,586.72

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

**COMPANY SCHEDULE P REPORT OF LOSS ADJUSTMENT EXPENSE
December 31, 2014**

A.S. Line Description	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		Policy Year 2014 Accident Year		CALENDAR YEAR 2014
	2009	2010	2010	2011	2011	2012	2012	2013	2013	2014	2014	2015	
	IBNR ALAE Reserves - Prior												
1.0 FIRE													0.00
2.0 EXTENDED COVERAGE					1,125.00		2,839.00		1,390.00				5,354.00
4.0 HOMEOWNERS			200.00		1,443.00		6,146.00		4,280.00				12,069.00
12.0 EARTHQUAKE													0.00
TOTAL	0.00	0.00	200.00	0.00	2,568.00	0.00	8,985.00	0.00	5,670.00	0.00	0.00		17,423.00
IBNR Unallocated LAE Reserves - Prior													
1.0 FIRE							268.00		17,669.00				17,937.00
2.0 EXTENDED COVERAGE					698.00		817.00		2,207.00				3,722.00
4.0 HOMEOWNERS							499.00		14,581.00				15,080.00
12.0 EARTHQUAKE													0.00
TOTAL	0.00	0.00	0.00	0.00	698.00	0.00	1,584.00	0.00	34,457.00	0.00	0.00		36,739.00
Incurred Loss Adjustment Expense													
1.0 FIRE	0.00	0.00	0.00	0.00	0.00	0.00	382.00	36.32	9,399.85	192,755.31	337,003.78		539,577.26
2.0 EXTENDED COVERAGE	0.00	0.00	0.00	(500.00)	(1,823.00)	17,999.76	(3,303.00)	(186.53)	7,430.67	67,392.49	125,808.34		212,818.73
4.0 HOMEOWNERS	0.00	0.00	(200.00)	(277.91)	(1,443.00)	1,688.04	(5,618.32)	919.32	10,396.00	52,675.54	109,846.27		167,985.94
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
TOTAL	0.00	0.00	(200.00)	(777.91)	(3,266.00)	19,687.80	(8,539.32)	769.11	27,226.52	312,823.34	572,658.39		920,381.93

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