

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

**Company Income Statement and Schedule P Data**  
**September 30, 2015**

A.S. Line	Description	Policy Year 2009	Policy Year 2010	Policy Year 2011	Policy Year 2012	Policy Year 2013	Policy Year 2014	Policy Year 2015	CALENDAR YEAR 2015
<b>I N C O M E</b>									
	<b>Premiums Written</b>								
1.0	FIRE	52.00				(574.00)	(151,061.00)	3,308,864.00	3,157,281.00
2.0	EXTENDED COVERAGE	11.00				(411.00)	(55,812.00)	1,139,930.00	1,083,718.00
4.0	HOMEOWNERS					(60.00)	(38,626.00)	1,372,323.00	1,333,637.00
12.0	EARTHQUAKE						(38.00)	40,822.00	40,784.00
	<b>TOTAL</b>	63.00	0.00	0.00	0.00	(1,045.00)	(245,537.00)	5,861,939.00	5,615,420.00
<b>S T A T E M E N T</b>									
	<b>Less: Ceded Premiums</b>								
1.0	FIRE							78,822.48	78,822.48
2.0	EXTENDED COVERAGE					(3.00)	(463.00)	41,950.74	41,484.74
4.0	HOMEOWNERS						(75.00)	37,241.40	37,166.40
12.0	EARTHQUAKE							985.78	985.78
	<b>TOTAL</b>	0.00	0.00	0.00	0.00	(3.00)	(538.00)	159,000.40	158,459.40
<b>N E T</b>									
	<b>NET PREMIUMS WRITTEN</b>								
1.0	FIRE	52.00	0.00	0.00	0.00	(574.00)	(151,061.00)	3,230,041.52	3,078,458.52
2.0	EXTENDED COVERAGE	11.00	0.00	0.00	0.00	(408.00)	(55,349.00)	1,097,979.26	1,042,233.26
4.0	HOMEOWNERS	0.00	0.00	0.00	0.00	(60.00)	(38,551.00)	1,335,081.60	1,296,470.60
12.0	EARTHQUAKE	0.00	0.00	0.00	0.00	0.00	(38.00)	39,836.22	39,798.22
	<b>TOTAL</b>	63.00	0.00	0.00	0.00	(1,042.00)	(244,999.00)	5,702,938.60	5,456,960.60
<b>plus: Unearned Premiums - Previous 12/31</b>									
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
	<b>TOTAL</b>	0.00	0.00	0.00	0.00	0.00	3,880,073.89	0.00	3,880,073.89
<b>less: Ceded Unearned Premiums - Previous 12/31</b>									
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
	<b>TOTAL</b>	0.00	0.00	0.00	0.00	0.00	8,255.33	0.00	8,255.33
<b>less: Unearned Premiums - Current</b>									
1.0	FIRE							2,139,566.20	2,139,566.20
2.0	EXTENDED COVERAGE							737,717.70	737,717.70
4.0	HOMEOWNERS							878,881.99	878,881.99
12.0	EARTHQUAKE							26,556.26	26,556.26
	<b>TOTAL</b>	0.00	0.00	0.00	0.00	0.00	0.00	3,782,722.15	3,782,722.15

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

**COMPANY INCOME STATEMENT**  
September 30, 2015

A.S. Line	Description	Policy Year 2009	Policy Year 2010	Policy Year 2011	Policy Year 2012	Policy Year 2013	Policy Year 2014	Policy Year 2015	CALENDAR YEAR 2015
<b>plus: Ceded Unearned Premiums - Current</b>									
1.0	FIRE							0.00	0.00
2.0	EXTENDED COVERAGE							8,507.43	8,507.43
4.0	HOMEOWNERS							764.27	764.27
12.0	EARTHQUAKE							0.00	0.00
	<b>TOTAL</b>	0.00	0.00	0.00	0.00	0.00	0.00	9,271.70	9,271.70
<b>NET EARNED PREMIUMS</b>									
1.0	FIRE	52.00	0.00	0.00	0.00	(574.00)	2,006,646.27	1,090,475.32	3,096,599.59
2.0	EXTENDED COVERAGE	11.00	0.00	0.00	0.00	(408.00)	695,196.46	368,768.99	1,063,568.45
4.0	HOMEOWNERS	0.00	0.00	0.00	0.00	(60.00)	896,440.90	456,963.88	1,353,344.78
12.0	EARTHQUAKE	0.00	0.00	0.00	0.00	0.00	28,535.93	13,279.96	41,815.89
	<b>TOTAL</b>	63.00	0.00	0.00	0.00	(1,042.00)	3,626,819.56	1,929,488.15	5,555,328.71
<b>NET LOSSES INCURRED</b>									
1.0	FIRE	0.00	0.00	0.00	0.00	10,000.00	1,053,722.40	319,302.18	1,383,024.58
2.0	EXTENDED COVERAGE	0.00	0.00	20,000.00	1,170.00	(1,363.93)	141,966.73	98,953.88	260,726.68
4.0	HOMEOWNERS	0.00	(2,081.00)	0.00	0.00	3,814.52	313,923.09	283,033.30	598,689.91
12.0	EARTHQUAKE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	<b>TOTAL</b>	0.00	(2,081.00)	20,000.00	1,170.00	12,450.59	1,509,612.22	701,289.36	2,242,441.17
<b>NET LAE INCURRED</b>									
1.0	FIRE	0.00	0.00	0.00	(650.00)	8,303.28	190,666.60	148,174.73	346,494.61
2.0	EXTENDED COVERAGE	0.00	0.00	1,929.18	646.60	(652.68)	36,492.73	112,185.98	150,601.81
4.0	HOMEOWNERS	0.00	(133.82)	0.00	411.98	1,123.68	96,225.06	102,988.38	200,615.28
12.0	EARTHQUAKE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	<b>TOTAL</b>	0.00	(133.82)	1,929.18	408.58	8,774.28	323,384.39	363,349.09	697,711.70
<b>Commissions</b>									
1.0	FIRE	5.20				(57.40)	(15,106.10)	330,886.40	315,728.10
2.0	EXTENDED COVERAGE	1.10				(41.10)	(5,581.20)	113,993.00	108,371.80
4.0	HOMEOWNERS					(3.00)	(1,931.30)	68,616.15	66,681.85
12.0	EARTHQUAKE						(1.90)	3,434.00	3,432.10
	<b>TOTAL</b>	6.30	0.00	0.00	0.00	(101.50)	(22,620.50)	516,929.55	494,213.85
<b>Less: Ceded Commissions</b>									
1.0	FIRE								0.00
2.0	EXTENDED COVERAGE	0.00	0.00	0.00	0.00	(0.90)	(138.90)	3,812.10	3,672.30
4.0	HOMEOWNERS	0.00	0.00	0.00			(22.50)	369.60	347.10
12.0	EARTHQUAKE								0.00
	<b>TOTAL</b>	0.00	0.00	0.00	0.00	(0.90)	(161.40)	4,181.70	4,019.40
<b>NET COMMISSIONS INCURRED</b>									
1.0	FIRE	5.20	0.00	0.00	0.00	(57.40)	(15,106.10)	330,886.40	315,728.10
2.0	EXTENDED COVERAGE	1.10	0.00	0.00	0.00	(40.20)	(5,442.30)	110,180.90	104,699.50
4.0	HOMEOWNERS	0.00	0.00	0.00	0.00	(3.00)	(1,908.80)	68,246.55	66,334.75
12.0	EARTHQUAKE	0.00	0.00	0.00	0.00	0.00	(1.90)	3,434.00	3,432.10
	<b>TOTAL</b>	6.30	0.00	0.00	0.00	(100.60)	(22,459.10)	512,747.85	490,194.45

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

**COMPANY INCOME STATEMENT**  
September 30, 2015

A.S. Line	Description	Policy Year 2009	Policy Year 2010	Policy Year 2011	Policy Year 2012	Policy Year 2013	Policy Year 2014	Policy Year 2015	CALENDAR YEAR 2015
<b>I</b>	<b>TOTAL OTHER OPERATING EXPENSES INCURRED</b>							738,708.42	738,708.42
<b>N</b>	TOTAL							738,708.42	738,708.42
<b>C</b>	<b>TOTAL UNDERWRITING DEDUCTIONS</b>							2,316,094.72	4,169,055.74
<b>O</b>	TOTAL	6.30	(2,214.82)	21,929.18	1,578.58	21,124.27	1,810,537.51	2,316,094.72	4,169,055.74
<b>M</b>	<b>NET UNDERWRITING GAIN or (LOSS)</b>							(386,606.57)	1,386,272.97
<b>E</b>	TOTAL	56.70	2,214.82	(21,929.18)	(1,578.58)	(22,166.27)	1,816,282.05	(386,606.57)	1,386,272.97
<b>S</b>	<b>NET INVESTMENT INCOME INCURRED</b>							104,179.41	216,085.41
<b>T</b>	NET INVESTMENT INCOME EARNED						111,906.00	104,179.41	216,085.41
<b>A</b>	NET CAPITAL GAIN (LOSS)							36,818.80	36,818.80
<b>T</b>	TOTAL	0.00	0.00	0.00	0.00	0.00	111,906.00	140,998.21	252,904.21
<b>E</b>	<b>NET OTHER INCOME</b>							62,805.39	62,805.39
<b>M</b>	TOTAL							62,805.39	62,805.39
<b>E</b>	<b>NET INCOME (LOSS) before Taxes</b>							(182,802.97)	1,701,982.57
<b>N</b>	TOTAL	56.70	2,214.82	(21,929.18)	(1,578.58)	(22,166.27)	1,928,188.05	(182,802.97)	1,701,982.57
<b>T</b>	<b>NET TAXES INCURRED</b>							578,674.00	578,674.00
	FEDERAL INCOME TAX							578,674.00	578,674.00
									0.00
									0.00
									0.00
	TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	578,674.00	578,674.00
	<b>OTHER INCREASE (DECREASE) TO SURPLUS</b>							82,347.75	(199,310.67)
	UNREALIZED CAPITAL GAIN or (LOSS)						(281,658.42)	82,347.75	(199,310.67)
	CHANGE IN NON-ADMITTED ASSETS						302,119.16	(301,204.48)	914.68
	OTHER ADJUSTMENTS								0.00
	TOTAL	0.00	0.00	0.00	0.00	0.00	20,460.74	(218,856.73)	(198,395.99)
	<b>NET CHANGE IN SURPLUS</b>							(980,333.70)	924,912.58
	TOTAL	56.70	2,214.82	(21,929.18)	(1,578.58)	(22,166.27)	1,948,648.79	(980,333.70)	924,912.58

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

**COMPANY SCHEDULE P REPORT OF LOSSES**  
September 30, 2015

A.S. Line Description	Policy Year 2009		Policy Year 2010		Policy Year 2011		Policy Year 2012		Policy Year 2013		Policy Year 2014		Policy Year 2015		CALENDAR YEAR 2015
	Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		
	2009	2010	2010	2011	2011	2012	2012	2013	2013	2014	2014	2015	2015	2016	
<b>Paid Losses</b>															
1.0 FIRE									25,000.00		446,478.78	1,078,743.62	304,302.18		1,854,524.58
2.0 EXTENDED COVERAGE						30,000.00		1,170.00		1,285.75	25,332.42	139,147.31	72,455.88		269,391.36
4.0 HOMEOWNERS										3,814.52	136,979.60	335,743.49	273,533.30		750,070.91
12.0 EARTHQUAKE															0.00
<b>TOTAL</b>	0.00	0.00	0.00	0.00	0.00	30,000.00	0.00	1,170.00	25,000.00	5,100.27	608,790.80	1,553,634.42	650,291.36		2,873,986.85
<b>Paid Salv/Subro</b>															
1.0 FIRE															0.00
2.0 EXTENDED COVERAGE										(73.68)					(73.68)
4.0 HOMEOWNERS				(2,081.00)											(2,081.00)
12.0 EARTHQUAKE															0.00
<b>TOTAL</b>	0.00	0.00	0.00	(2,081.00)	0.00	0.00	0.00	0.00	0.00	(73.68)	0.00	0.00	0.00	0.00	(2,154.68)
<b>Salv/Subro Reserve</b>															
1.0 FIRE															0.00
2.0 EXTENDED COVERAGE															0.00
4.0 HOMEOWNERS															0.00
12.0 EARTHQUAKE															0.00
<b>TOTAL</b>	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	0.00	0.00
<b>Case Outstanding Losses - Current</b>															
1.0 FIRE										135,000.00		28,000.00	15,000.00		178,000.00
2.0 EXTENDED COVERAGE															0.00
4.0 HOMEOWNERS												7,000.00	9,500.00		16,500.00
12.0 EARTHQUAKE															0.00
<b>TOTAL</b>	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	135,000.00	0.00	35,000.00	24,500.00		194,500.00
<b>IBNR Loss Reserves - Current</b>															
1.0 FIRE															0.00
2.0 EXTENDED COVERAGE									1,498.00		9,769.00		26,498.00		37,765.00
4.0 HOMEOWNERS															0.00
12.0 EARTHQUAKE															0.00
<b>TOTAL</b>	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1,498.00	0.00	9,769.00	0.00	26,498.00		37,765.00
<b>Case Outstanding Losses - Prior</b>															
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
<b>TOTAL</b>	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	0.00	0.00		834,800.00

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

**COMPANY SCHEDULE P REPORT OF LOSSES**  
September 30, 2015

A.S. Line Description	Policy Year 2009		Policy Year 2010		Policy Year 2011		Policy Year 2012		Policy Year 2013		Policy Year 2014		Policy Year 2015		CALENDAR YEAR 2015
	Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		
	2009	2010	2010	2011	2011	2012	2012	2013	2013	2014	2014	2015	2015	2016	
<b>IBNR Loss Reserves - Prior</b>															
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
<b>TOTAL</b>	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	4,074.00	0.00	22,782.00	0.00	0.00		26,856.00
<b>Incurred Losses</b>															
1.0 FIRE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	10,000.00	(53,021.22)	1,106,743.62	319,302.18	0.00		1,383,024.58
2.0 EXTENDED COVERAGE	0.00	0.00	0.00	0.00	0.00	20,000.00	0.00	1,170.00	(2,576.00)	1,212.07	2,819.42	139,147.31	98,953.88	0.00	260,726.68
4.0 HOMEOWNERS	0.00	0.00	0.00	(2,081.00)	0.00	0.00	0.00	0.00	0.00	3,814.52	(28,820.40)	342,743.49	283,033.30	0.00	598,689.91
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	0.00	0.00
<b>TOTAL</b>	0.00	0.00	0.00	(2,081.00)	0.00	20,000.00	0.00	1,170.00	(2,576.00)	15,026.59	(79,022.20)	1,588,634.42	701,289.36		2,242,441.17
<b>Open Claims</b>															
1.0 FIRE										2		1	1		4
2.0 EXTENDED COVERAGE															0
4.0 HOMEOWNERS												2	2		4
12.0 EARTHQUAKE															0
<b>TOTAL</b>	0	0	0	0	0	0	0	0	0	2	0	3	3		8
<b>Claims Closed with Loss Payment</b>															
1.0 FIRE									1		10	40	17		68
2.0 EXTENDED COVERAGE						1		1		2	9	30	25		68
4.0 HOMEOWNERS				1						2	10	40	20		73
12.0 EARTHQUAKE															0
<b>TOTAL</b>	0	0	0	1	0	1	0	1	1	4	29	110	62		209
<b>Claims Closed w/o Loss Payment</b>															
1.0 FIRE	1		1						1		1				4
2.0 EXTENDED COVERAGE	2	2	2	2	1	1	3	1	3	2					19
4.0 HOMEOWNERS		2	2	4	1	2	2				1				14
12.0 EARTHQUAKE															0
<b>TOTAL</b>	3	4	5	6	2	3	5	1	4	2	2	0	0		37

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, 2015**

A.S. Line	Description	Policy Year 2009		Policy Year 2010		Policy Year 2011		Policy Year 2012		Policy Year 2013		Policy Year 2014		Policy Year 2015		CALENDAR YEAR 2015
		Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		
		2009	2010	2010	2011	2011	2012	2012	2013	2013	2014	2014	2015	2015	2016	
<b>Paid Loss Adjustment Expense</b>																
1.0	FIRE									7,269.87		17,645.09	77,157.98	18,883.61		120,956.55
2.0	EXTENDED COVERAGE					1,693.50			795.36	1,698.38		10,833.43	45,059.36	25,282.71		85,362.74
4.0	HOMEOWNERS								411.98	655.50	845.88	14,047.40	65,136.12	28,940.18		110,037.06
12.0	EARTHQUAKE															0.00
	<b>TOTAL</b>	0.00	0.00	0.00	0.00	0.00	1,693.50	0.00	1,207.34	655.50	9,814.13	42,525.92	187,353.46	73,106.50		316,356.35
<b>Paid Unallocated Loss Adjustment Fees</b>																
1.0	FIRE									1,607.65		28,711.34	81,295.60	126,900.12		238,514.71
2.0	EXTENDED COVERAGE					1,929.18			75.24		77.94	1,629.03	10,679.91	20,246.27		34,637.57
4.0	HOMEOWNERS					(133.82)					245.30	8,808.63	26,400.41	60,880.20		96,200.72
12.0	EARTHQUAKE															0.00
	<b>TOTAL</b>	0.00	0.00	0.00	(133.82)	0.00	1,929.18	0.00	75.24	1,607.65	323.24	39,149.00	118,375.92	208,026.59		369,353.00
<b>Case Outstanding LAE - Current</b>																
1.0	FIRE										3,934.37		5,684.50	1,500.00		11,118.87
2.0	EXTENDED COVERAGE						6,728.08									6,728.08
4.0	HOMEOWNERS					500.00						868.00	1,414.50	1,000.00		3,782.50
12.0	EARTHQUAKE															0.00
	<b>TOTAL</b>	0.00	0.00	0.00	0.00	500.00	6,728.08	0.00	0.00	0.00	3,934.37	868.00	7,099.00	2,500.00		21,629.45
<b>IBNR ALAE Reserves - Current</b>																
1.0	FIRE											63.00		527.00		590.00
2.0	EXTENDED COVERAGE								129.00	603.00		674.00				1,406.00
4.0	HOMEOWNERS									126.00		908.00		2,197.00		3,231.00
12.0	EARTHQUAKE															0.00
	<b>TOTAL</b>	0.00	0.00	0.00	0.00	0.00	0.00	129.00	0.00	729.00	0.00	1,645.00	0.00	2,724.00		5,227.00
<b>IBNR Unallocated LAE Reserves - Current</b>																
1.0	FIRE											661.00		364.00		1,025.00
2.0	EXTENDED COVERAGE									111.00		12,899.00		66,657.00		79,667.00
4.0	HOMEOWNERS													9,971.00		9,971.00
12.0	EARTHQUAKE															0.00
	<b>TOTAL</b>	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	111.00	0.00	13,560.00	0.00	76,992.00		90,663.00
<b>Case Outstanding LAE - Prior</b>																
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
	<b>TOTAL</b>	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	0.00	0.00		42,471.10

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, 2015

A.S. Line	Description	Policy Year 2009		Policy Year 2010		Policy Year 2011		Policy Year 2012		Policy Year 2013		Policy Year 2014		Policy Year 2015		CALENDAR YEAR 2015
		Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		Accident Year		
		2009	2010	2010	2011	2011	2012	2012	2013	2013	2014	2014	2015	2015	2016	
<b>IBNR ALAE Reserves - Prior</b>																
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
	<b>TOTAL</b>	0.00	0.00	0.00	0.00	0.00	0.00	353.00	0.00	1,738.00	0.00	3,202.00	0.00	0.00		5,293.00
<b>IBNR Unallocated LAE Reserves - Prior</b>																
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
	<b>TOTAL</b>	0.00	0.00	0.00	0.00	0.00	0.00	650.00	0.00	2,154.00	0.00	54,949.00	0.00	0.00		57,753.00
<b>Incurred Loss Adjustment Expense</b>																
1.0	FIRE	0.00	0.00	0.00	0.00	0.00	0.00	(650.00)	0.00	1,607.65	6,695.63	26,528.52	164,138.08	148,174.73		346,494.61
2.0	EXTENDED COVERAGE	0.00	0.00	0.00	0.00	0.00	1,929.18	(224.00)	870.60	(2,429.00)	1,776.32	(19,246.54)	55,739.27	112,185.98		150,601.81
4.0	HOMEOWNERS	0.00	0.00	0.00	(133.82)	0.00	0.00	0.00	411.98	32.50	1,091.18	3,274.03	92,951.03	102,988.38		200,615.28
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		0.00
	<b>TOTAL</b>	0.00	0.00	0.00	(133.82)	0.00	1,929.18	(874.00)	1,282.58	(788.85)	9,563.13	10,556.01	312,828.38	363,349.09		697,711.70

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