

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

Company Income Statement and Schedule P Data
 September 30, 2016

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	Policy Year 2016	CALENDAR YEAR 2016
I										
Premiums Written										
1.0	FIRE	276.00					(396.00)	(120,035.00)	3,019,475.00	2,899,320.00
2.0	EXTENDED COVERAGE	359.00					(59.00)	(48,927.00)	1,044,887.00	996,260.00
4.0	HOMEOWNERS							(42,107.00)	1,122,498.00	1,080,391.00
12.0	EARTHQUAKE							148.00	35,131.00	35,279.00
	TOTAL	635.00	0.00	0.00	0.00	0.00	(455.00)	(210,921.00)	5,221,991.00	5,011,250.00
S										
Less: Ceded Premiums										
1.0	FIRE								20,135.34	20,135.34
2.0	EXTENDED COVERAGE						(6.00)	(585.00)	92,755.40	92,164.40
4.0	HOMEOWNERS							(95.00)	31,090.56	30,995.56
12.0	EARTHQUAKE									0.00
	TOTAL	0.00	0.00	0.00	0.00	0.00	(6.00)	(680.00)	143,981.30	143,295.30
NET PREMIUMS WRITTEN										
1.0	FIRE	276.00	0.00	0.00	0.00	0.00	(396.00)	(120,035.00)	2,999,339.66	2,879,184.66
2.0	EXTENDED COVERAGE	359.00	0.00	0.00	0.00	0.00	(53.00)	(48,342.00)	952,131.60	904,095.60
4.0	HOMEOWNERS	0.00	0.00	0.00	0.00	0.00	0.00	(42,012.00)	1,091,407.44	1,049,395.44
12.0	EARTHQUAKE	0.00	0.00	0.00	0.00	0.00	0.00	148.00	35,131.00	35,279.00
	TOTAL	635.00	0.00	0.00	0.00	0.00	(449.00)	(210,241.00)	5,078,009.70	4,867,954.70
plus: Unearned Premiums - Previous 12/31										
1.0	FIRE							2,050,348.38		2,050,348.38
2.0	EXTENDED COVERAGE							715,282.31		715,282.31
4.0	HOMEOWNERS							805,287.02		805,287.02
12.0	EARTHQUAKE							26,805.49		26,805.49
	TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	3,597,723.20	0.00	3,597,723.20
less: Ceded Unearned Premiums - Previous 12/31										
1.0	FIRE							0.00		0.00
2.0	EXTENDED COVERAGE							8,149.13		8,149.13
4.0	HOMEOWNERS							750.21		750.21
12.0	EARTHQUAKE							0.00		0.00
	TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	8,899.34	0.00	8,899.34
less: Unearned Premiums - Current										
1.0	FIRE							109,413.61	1,839,479.84	1,948,893.45
2.0	EXTENDED COVERAGE							37,759.17	634,536.87	672,296.04
4.0	HOMEOWNERS							41,761.62	685,414.63	727,176.25
12.0	EARTHQUAKE							1,594.80	21,659.66	23,254.46
	TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	190,529.20	3,181,091.00	3,371,620.20

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

COMPANY INCOME STATEMENT
September 30, 2016

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	Policy Year 2016	CALENDAR YEAR 2016
plus: Ceded Unearned Premiums - Current									
1.0 FIRE									0.00
2.0 EXTENDED COVERAGE							387.70	7,517.93	7,905.63
4.0 HOMEOWNERS							23.68	571.71	595.39
12.0 EARTHQUAKE									0.00
TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	411.38	8,089.64	8,501.02
NET EARNED PREMIUMS									
1.0 FIRE	276.00	0.00	0.00	0.00	0.00	(396.00)	1,820,899.77	1,159,859.82	2,980,639.59
2.0 EXTENDED COVERAGE	359.00	0.00	0.00	0.00	0.00	(53.00)	621,419.71	325,112.66	946,838.37
4.0 HOMEOWNERS	0.00	0.00	0.00	0.00	0.00	0.00	720,786.87	406,564.52	1,127,351.39
12.0 EARTHQUAKE	0.00	0.00	0.00	0.00	0.00	0.00	25,358.69	13,471.34	38,830.03
TOTAL	635.00	0.00	0.00	0.00	0.00	(449.00)	3,188,465.04	1,905,008.34	5,093,659.38
NET LOSSES INCURRED									
1.0 FIRE	0.00	0.00	0.00	0.00	0.00	(20,089.11)	536,249.63	844,763.79	1,360,924.31
2.0 EXTENDED COVERAGE	0.00	0.00	0.00	0.00	0.00	(2,121.00)	336,764.86	139,445.33	474,089.19
4.0 HOMEOWNERS	0.00	(2,075.00)	0.00	0.00	(35,250.00)	(74,642.65)	802,035.10	414,378.01	1,104,445.46
12.0 EARTHQUAKE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL	0.00	(2,075.00)	0.00	0.00	(35,250.00)	(96,852.76)	1,675,049.59	1,398,587.13	2,939,458.96
NET LAE INCURRED									
1.0 FIRE	0.00	0.00	0.00	0.00	4,571.40	3,869.38	111,194.77	169,108.38	288,743.93
2.0 EXTENDED COVERAGE	0.00	0.00	0.00	0.00	0.00	(8,714.00)	79,368.76	97,956.51	168,611.27
4.0 HOMEOWNERS	0.00	0.00	0.00	0.00	0.00	(3,673.15)	115,681.95	134,328.61	246,337.41
12.0 EARTHQUAKE	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	4,571.40	(8,517.77)	306,245.48	401,393.50	703,692.61
Commissions									
1.0 FIRE	27.60					(39.60)	(12,003.50)	301,947.50	289,932.00
2.0 EXTENDED COVERAGE	35.90					(5.90)	(4,892.70)	104,488.70	99,626.00
4.0 HOMEOWNERS							(2,105.35)	56,124.90	54,019.55
12.0 EARTHQUAKE							20.70	2,986.10	3,006.80
TOTAL	63.50	0.00	0.00	0.00	0.00	(45.50)	(18,980.85)	465,547.20	446,584.35
Less: Ceded Commissions									
1.0 FIRE	0.00								0.00
2.0 EXTENDED COVERAGE	0.00	0.00	0.00	0.00	0.00	(1.80)	(175.50)	3,584.10	3,406.80
4.0 HOMEOWNERS	0.00	0.00	0.00	0.00			(28.50)	282.00	253.50
12.0 EARTHQUAKE									0.00
TOTAL	0.00	0.00	0.00	0.00	0.00	(1.80)	(204.00)	3,866.10	3,660.30
NET COMMISSIONS INCURRED									
1.0 FIRE	27.60	0.00	0.00	0.00	0.00	(39.60)	(12,003.50)	301,947.50	289,932.00
2.0 EXTENDED COVERAGE	35.90	0.00	0.00	0.00	0.00	(4.10)	(4,717.20)	100,904.60	96,219.20
4.0 HOMEOWNERS	0.00	0.00	0.00	0.00	0.00	0.00	(2,076.85)	55,842.90	53,766.05
12.0 EARTHQUAKE	0.00	0.00	0.00	0.00	0.00	0.00	20.70	2,986.10	3,006.80
TOTAL	63.50	0.00	0.00	0.00	0.00	(43.70)	(18,776.85)	461,681.10	442,924.05

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

COMPANY INCOME STATEMENT
September 30, 2016

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	Policy Year 2016	CALENDAR YEAR 2016
INCOME STATEMENT									
TOTAL OTHER OPERATING EXPENSES INCURRED									
TOTAL								849,207.18	849,207.18
TOTAL UNDERWRITING DEDUCTIONS									
TOTAL	63.50	(2,075.00)	0.00	0.00	(30,678.60)	(105,414.23)	1,962,518.22	3,110,868.91	4,935,282.80
NET UNDERWRITING GAIN or (LOSS)									
TOTAL	571.50	2,075.00	0.00	0.00	30,678.60	104,965.23	1,225,946.82	(1,205,860.57)	158,376.58
NET INVESTMENT INCOME INCURRED									
NET INVESTMENT INCOME EARNED							111,545.96	82,402.66	193,948.62
NET CAPITAL GAIN (LOSS)								(11,488.57)	(11,488.57)
TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	111,545.96	70,914.09	182,460.05
NET OTHER INCOME									
TOTAL								51,933.49	51,933.49
NET INCOME (LOSS) before Taxes									
TOTAL	571.50	2,075.00	0.00	0.00	30,678.60	104,965.23	1,337,492.78	(1,083,012.99)	392,770.12
NET TAXES INCURRED									
FEDERAL INCOME TAX								133,542.32	133,542.32
									0.00
									0.00
									0.00
TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	0.00	133,542.32	133,542.32
OTHER INCREASE (DECREASE) TO SURPLUS									
UNREALIZED CAPITAL GAIN or (LOSS)							(63,814.88)	225,081.47	161,266.59
CHANGE IN NON-ADMITTED ASSETS							687,689.58	(688,324.95)	(635.37)
OTHER ADJUSTMENTS								(321.70)	(321.70)
TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	623,874.70	(463,565.18)	160,309.52
NET CHANGE IN SURPLUS									
TOTAL	571.50	2,075.00	0.00	0.00	30,678.60	104,965.23	1,961,367.48	(1,680,120.49)	419,537.32

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

COMPANY SCHEDULE P REPORT OF LOSSES
September 30, 2016

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		Policy Year 2016		CALENDAR YEAR 2016
	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	2016	2017	
Paid Losses																	
1.0 FIRE											19,910.89	203,197.11	570,309.66	342,963.79			1,136,381.45
2.0 EXTENDED COVERAGE												17,101.91	342,138.78	127,106.57			486,347.26
4.0 HOMEOWNERS				0.00					0.00		2,857.35	2,500.00	53,287.17	697,801.20	190,304.47		946,750.19
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	2,857.35	22,410.89	273,586.19	1,610,249.64	660,374.83	0.00	2,569,478.90
Paid Salv/Subro																	
1.0 FIRE														(280.00)			(280.00)
2.0 EXTENDED COVERAGE														(5,522.83)	(515.24)		(6,038.07)
4.0 HOMEOWNERS				(2,075.00)					(35,250.00)		(80,000.00)	(3,846.30)					(121,171.30)
12.0 EARTHQUAKE																	0.00
TOTAL	0.00	0.00	0.00	(2,075.00)	0.00	0.00	0.00	0.00	(35,250.00)	0.00	0.00	(80,000.00)	(3,846.30)	(5,802.83)	(515.24)	0.00	(127,489.37)
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	0.00	0.00	0.00	0.00
Case Outstanding Losses - Current																	
1.0 FIRE										135,000.00			35,622.86		501,800.00		672,422.86
2.0 EXTENDED COVERAGE											7,500.00		7,000.00		3,500.00		18,000.00
4.0 HOMEOWNERS													81,793.03		224,073.54		305,866.57
12.0 EARTHQUAKE																	0.00
TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	135,000.00	0.00	7,500.00	35,622.86	88,793.03	729,373.54	0.00	996,289.43
IBNR Loss Reserves - Current																	
1.0 FIRE																	0.00
2.0 EXTENDED COVERAGE											390.00		3,129.00		9,354.00		12,873.00
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	390.00	0.00	3,129.00	0.00	9,354.00	0.00	12,873.00
Case Outstanding Losses - Prior																	
1.0 FIRE										135,000.00		40,000.00	272,600.00				447,600.00
2.0 EXTENDED COVERAGE											7,500.00		16,500.00				24,000.00
4.0 HOMEOWNERS													27,000.00				27,000.00
12.0 EARTHQUAKE																	0.00
TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	135,000.00	0.00	47,500.00	316,100.00	0.00	0.00	0.00	498,600.00

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

COMPANY SCHEDULE P REPORT OF LOSSES
September 30, 2016

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		Policy Year 2016		CALENDAR YEAR 2016
	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	2016	2017	
IBNR Loss Reserves - Prior																	
1.0 FIRE																	0.00
2.0 EXTENDED COVERAGE											2,511.00		10,582.00				13,093.00
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	2,511.00	0.00	10,582.00	0.00	0.00	0.00	13,093.00
Incurred Losses																	
1.0 FIRE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	(20,089.11)	(33,780.03)	570,029.66	844,763.79	0.00	1,360,924.31
2.0 EXTENDED COVERAGE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	(2,121.00)	0.00	(6,851.09)	343,615.95	139,445.33	0.00	474,089.19	
4.0 HOMEOWNERS	0.00	0.00	0.00	(2,075.00)	0.00	0.00	0.00	0.00	(35,250.00)	0.00	2,857.35	(77,500.00)	22,440.87	779,594.23	414,378.01	0.00	1,104,445.46
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	0.00	0.00
TOTAL	0.00	0.00	0.00	(2,075.00)	0.00	0.00	0.00	0.00	(35,250.00)	0.00	736.35	(97,589.11)	(18,190.25)	1,693,239.84	1,398,587.13	0.00	2,939,458.96
Open Claims																	
1.0 FIRE										2			1		7		10
2.0 EXTENDED COVERAGE												1		2	1		4
4.0 HOMEOWNERS													8	6			14
12.0 EARTHQUAKE																	0
TOTAL	0	0	0	0	0	0	0	0	0	2	0	1	1	10	14	0	28
Claims Closed with Loss Payment																	
1.0 FIRE												1	3	25	15		44
2.0 EXTENDED COVERAGE													8	67	29		104
4.0 HOMEOWNERS			1						1		1	1	11	33	21		69
12.0 EARTHQUAKE																	0
TOTAL	0	0	1	0	0	0	0	0	1	0	1	2	22	125	65	0	217
Claims Closed w/o Loss Payment																	
1.0 FIRE	1		1						1		1	1			1		6
2.0 EXTENDED COVERAGE		2	2	2	1	2	3	1	3	3							19
4.0 HOMEOWNERS	2	2	2	4	1	2	2				1						16
12.0 EARTHQUAKE																	0
TOTAL	3	4	5	6	2	4	5	1	4	3	2	1	0	0	1	0	41

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, 2016

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		Policy Year 2016		CALENDAR YEAR 2016
	Accident Year		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	2016	2017	
Paid Loss Adjustment Expense																	
1.0 FIRE									5,389.42		4,011.26	14,572.37	35,756.31	34,172.48			93,901.84
2.0 EXTENDED COVERAGE											4,347.62	4,670.90	58,955.43	26,127.70			94,101.65
4.0 HOMEOWNERS											309.20	1,504.00	9,170.38	39,836.92	27,041.25		77,861.75
12.0 EARTHQUAKE																	0.00
TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	5,389.42	309.20	9,862.88	28,413.65	134,548.66	87,341.43	0.00	265,865.24
Paid Unallocated Loss Adjustment Fees																	
1.0 FIRE											0.00	1,645.12	16,789.03	56,510.73	112,840.65		187,785.53
2.0 EXTENDED COVERAGE											0.00	0.00	1,413.03	32,287.40	46,667.81		80,368.24
4.0 HOMEOWNERS											236.09	206.56	4,402.82	65,477.83	86,125.93		156,449.23
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	236.09	1,851.68	22,604.88	154,275.96	245,634.39	0.00	424,603.00
Case Outstanding LAE - Current																	
1.0 FIRE									1,887.08				2,618.80		19,113.25		23,619.13
2.0 EXTENDED COVERAGE											652.38			1,000.00	500.00		2,152.38
4.0 HOMEOWNERS					500.00									11,750.00	11,064.43		23,314.43
12.0 EARTHQUAKE																	0.00
TOTAL	0.00	0.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	1,887.08	0.00	652.38	2,618.80	12,750.00	30,677.68	0.00	49,085.94
IBNR ALAE Reserves - Current																	
1.0 FIRE													73.00		560.00		633.00
2.0 EXTENDED COVERAGE													497.00		4,554.00		5,051.00
4.0 HOMEOWNERS													934.00		8,479.00		9,413.00
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	1,504.00	0.00	13,593.00	0.00	15,097.00
IBNR Unallocated LAE Reserves - Current																	
1.0 FIRE															2,422.00		2,422.00
2.0 EXTENDED COVERAGE											738.00		9,409.00		20,107.00		30,254.00
4.0 HOMEOWNERS															1,618.00		1,618.00
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	738.00	0.00	9,409.00	0.00	24,147.00	0.00	34,294.00
Case Outstanding LAE - Prior																	
1.0 FIRE									2,705.10		1,787.00		11,468.47				15,960.57
2.0 EXTENDED COVERAGE											5,000.00		2,500.00				7,500.00
4.0 HOMEOWNERS					500.00						1,151.50	4,777.50	3,500.00				9,929.00
12.0 EARTHQUAKE																	0.00
TOTAL	0.00	0.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	2,705.10	1,151.50	11,564.50	17,468.47	0.00	0.00	0.00	33,389.57

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, 2016

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		Policy Year 2016		CALENDAR YEAR 2016
	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	2016	2017	
IBNR ALAE Reserves - Prior																	
1.0 FIRE														721.00			721.00
2.0 EXTENDED COVERAGE														5,152.00			5,152.00
4.0 HOMEOWNERS														10,567.00			10,567.00
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	16,440.00	0.00	0.00	16,440.00
IBNR Unallocated LAE Reserves - Prior																	
1.0 FIRE														2,936.00			2,936.00
2.0 EXTENDED COVERAGE											9,452.00			21,212.00			30,664.00
4.0 HOMEOWNERS														1,823.00			1,823.00
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	9,452.00	0.00		25,971.00	0.00	0.00	35,423.00
Incurred Loss Adjustment Expense																	
1.0 FIRE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	4,571.40	0.00	3,869.38	18,927.73	92,267.04	169,108.38		288,743.93
2.0 EXTENDED COVERAGE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	(8,714.00)	92,242.83	97,956.51		168,611.27
4.0 HOMEOWNERS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	(606.21)	(3,066.94)	117,064.75	134,328.61		246,337.41
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		0.00
TOTAL	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	4,571.40	(9,320.21)	802.44	4,670.86	301,574.62	401,393.50	0.00	703,692.61

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