

MINNESOTA FAIR PLAN

Exhibit 1

BALANCE SHEET  
as of December 31, 2016

	<u>Ledger Assets</u>	<u>Assets Not Admitted</u>	<u>Admitted Assets</u>
<b>ASSETS</b>			
Cash	5,124,567		5,124,567
Bank Money Market	1,000		1,000
Accrued Interest on Certificates of Deposit	-		-
Computer Equipment	-		-
Furniture & Fixtures	-	-	-
Other Assets	345,506	(345,506)	-
	<u>5,471,073</u>	<u>(345,506)</u>	<u>5,125,567</u>
Total Assets			
<b>LIABILITIES &amp; MEMBERS' DEFICIT</b>			
<u>Liabilities</u>			
Unpaid Losses (including IBNR)			1,012,856
Unpaid Loss Adjustment Expense (including IBNR)			77,259
Accrued Commissions			16,543
Accrued Underwriting Expenses			191,272
Unearned Premium			1,588,967
Advanced Premium			82,674
			<u>2,969,572</u>
Total Liabilities			
Members' Equity (Deficit)			<u>2,155,994</u>
Total Liabilities & Members' Equity (Deficit)			<u><u>5,125,566</u></u>

MINNESOTA FAIR PLAN

Exhibit 2

INCOME STATEMENT AND MEMBERS' EQUITY ACCOUNT RECONCILIATION  
for the year ending December 31, 2016

	<u>Year Ending 2016</u>
<u>Underwriting Income</u>	
Premiums Earned	4,258,375
<u>Deductions</u>	
Losses Incurred	2,153,662
Loss Expense Incurred	197,952
Commissions Incurred	251,319
Other Underwriting Expense Incurred	<u>2,609,177</u>
Total Deductions	<u>5,212,111</u>
Underwriting Income (Loss)	(953,735)
Investment Income	<u>5,079</u>
Net Income (Loss)	<u><u>(948,657)</u></u>
<u>Members' Equity Account Reconciliation</u>	
Members' Equity, Beginning of Year	3,797,861
Member Assessments	-
Net Income (Loss)	(948,657)
Change in Nonadmitted Assets	<u>126,112</u>
Total Members' Equity, End of Year	<u><u>2,975,316</u></u>

## MINNESOTA FAIR PLAN

## Exhibit 3

MEMBERS' ACCOUNT  
for the year ending December 31, 2016

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013/Prior</u>	<u>Total</u>
<u>Premiums</u>					
1. Premiums Written	4,333,047	(28,597)	-	(5,163)	4,299,287
2. Premiums Unearned - Prior	1,548,055	-	-	-	1,548,055
3. Premiums Unearned - Current	<u>(1,588,967)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,588,967)</u>
4. Premiums Earned	4,292,135	(28,597)	-	(5,163)	4,258,375
<u>Interest</u>					
5. Interest Received	5,079				5,079
6. Interest Accrued - Current	-				-
7. Interest Accrued - Prior	<u>-</u>				<u>-</u>
8. Interest Earned	5,079	-	-	-	5,079
<u>Losses</u>					
9. Losses Paid	1,251,925	572,139	59,807	6,234	1,890,105
10. Losses Unpaid - Current	952,010	21,325	12,749	26,772	1,012,856
11. Losses Unpaid - Prior	<u>-</u>	<u>(596,734)</u>	<u>(106,563)</u>	<u>(46,002)</u>	<u>(749,299)</u>
12. Losses Incurred	2,203,935	(3,270)	(34,007)	(12,996)	2,153,662
<u>Loss Adjustment Expense</u>					
13. Loss Expense Paid	149,403	45,745	-	1,068	196,216
14. Loss Expense Unpaid - Current	69,313	2,564	2,124	3,259	77,260
15. Loss Expense Unpaid - Prior	<u>-</u>	<u>(62,527)</u>	<u>(8,533)</u>	<u>(4,464)</u>	<u>(75,524)</u>
16. Loss Expense Incurred	218,716	(14,218)	(6,409)	(137)	197,952
<u>Underwriting Expenses</u>					
17. Commissions Paid	253,443				253,443
18. Other Underwriting Expenses Paid	<u>2,645,920</u>				<u>2,645,920</u>
19. Total Paid	2,899,364	-	-	-	2,899,364
20. Commissions Unpaid - Current	16,543				16,543
21. Commissions Unpaid - Prior	(18,667)				(18,667)
22. Underwriting Expense Unpaid - Current	191,272				191,272
23. Underwriting Expense Unpaid - Prior	<u>(228,016)</u>				<u>(228,016)</u>
24. Underwriting Expense Incurred	<u>2,860,496</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,860,496</u>
25. Net Income (Loss)	<u>(985,933)</u>	<u>(11,109)</u>	<u>40,416</u>	<u>7,970</u>	<u>(948,656)</u>

MINNESOTA FAIR PLAN

Exhibit 4

STATISTICAL REPORT OF PREMIUMS  
for the year ending December 31, 2016

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013/Prior</u>	<u>Total</u>
<u>Premium Written</u>					
1. Fire/Allied Lines/Extended Coverage	1,951,111	(15,933)	-	-	1,935,178
2. Homeowners	<u>2,381,936</u>	<u>(12,664)</u>	<u>-</u>	<u>(5,163)</u>	<u>2,364,109</u>
3. Total	4,333,047	(28,597)	-	(5,163)	4,299,287
<u>Premiums Unearned - Prior</u>					
4. Fire/Allied Lines/Extended Coverage	670,045				670,045
5. Homeowners	<u>878,010</u>				<u>878,010</u>
6. Total	1,548,055	-	-	-	1,548,055
<u>Premiums Unearned - Current</u>					
7. Fire/Allied Lines/Extended Coverage	691,309				691,309
8. Homeowners	<u>897,658</u>				<u>897,658</u>
9. Total	1,588,967	-	-	-	1,588,967
<u>Premiums Earned</u>					
10. Fire/Allied Lines/Extended Coverage	1,929,847	(15,933)	-	-	1,913,914
11. Homeowners	<u>2,362,288</u>	<u>(12,664)</u>	<u>-</u>	<u>(5,163)</u>	<u>2,344,461</u>
12. Total	<u><u>4,292,135</u></u>	<u><u>(28,597)</u></u>	<u><u>-</u></u>	<u><u>(5,163)</u></u>	<u><u>4,258,375</u></u>

MINNESOTA FAIR PLAN

Exhibit 5

STATISTICAL REPORT OF LOSSES  
for the year ending December 31, 2016

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013/Prior</u>	<u>Total</u>
<u>Losses Paid</u>					
1. Fire/Allied Lines/Extended Coverage	542,899	54,511	59,807	-	657,217
2. Homeowners	<u>709,026</u>	<u>517,628</u>	<u>-</u>	<u>6,234</u>	<u>1,232,888</u>
3. Total	1,251,925	572,139	59,807	6,234	1,890,105
<u>Losses Unpaid - Current</u>					
4. Fire/Allied Lines/Extended Coverage	67,700	17,500	-	-	85,200
5. Homeowners	<u>884,310</u>	<u>3,825</u>	<u>12,749</u>	<u>26,772</u>	<u>927,656</u>
6. Total	952,010	21,325	12,749	26,772	1,012,856
<u>Losses Unpaid - Prior</u>					
7. Fire/Allied Lines/Extended Coverage	-	22,600	91,800	15,000	129,400
8. Homeowners	-	<u>574,134</u>	<u>14,763</u>	<u>31,002</u>	<u>619,899</u>
9. Total	-	596,734	106,563	46,002	749,299
<u>Losses Incurred</u>					
10. Fire/Allied Lines/Extended Coverage	610,599	49,411	(31,993)	(15,000)	613,017
11. Homeowners	<u>1,593,336</u>	<u>(52,681)</u>	<u>(2,014)</u>	<u>2,004</u>	<u>1,540,645</u>
12. Total	<u><u>2,203,935</u></u>	<u><u>(3,270)</u></u>	<u><u>(34,007)</u></u>	<u><u>(12,996)</u></u>	<u><u>2,153,662</u></u>

MINNESOTA FAIR PLAN

Exhibit 6

STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES  
for the year ending December 31, 2016

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013/Prior</u>	<u>Total</u>
<u>Loss Expense Paid</u>					
1. Fire/Allied Lines/Extended Coverage	50,730	12,904	-	1,069	64,703
2. Homeowners	<u>98,673</u>	<u>32,841</u>	<u>-</u>	<u>(1)</u>	<u>131,513</u>
3. Total	149,403	45,745	-	1,068	196,216
<u>Loss Expense Unpaid - Current</u>					
4. Fire/Allied Lines/Extended Coverage	5,860	1,500	-	-	7,360
5. Homeowners	<u>63,453</u>	<u>1,064</u>	<u>2,124</u>	<u>3,259</u>	<u>69,900</u>
6. Total	69,313	2,564	2,124	3,259	77,260
<u>Loss Expense Unpaid - Prior</u>					
7. Fire/Allied Lines/Extended Coverage	-	1,500	5,906	146	7,552
8. Homeowners	<u>-</u>	<u>61,027</u>	<u>2,627</u>	<u>4,318</u>	<u>67,972</u>
9. Total	-	62,527	8,533	4,464	75,524
<u>Loss Expense Incurred</u>					
10. Fire/Allied Lines/Extended Coverage	56,590	12,904	(5,906)	923	64,511
11. Homeowners	<u>162,126</u>	<u>(27,122)</u>	<u>(503)</u>	<u>(1,060)</u>	<u>133,441</u>
12. Total	<u><u>218,716</u></u>	<u><u>(14,218)</u></u>	<u><u>(6,409)</u></u>	<u><u>(137)</u></u>	<u><u>197,952</u></u>