

# MINNESOTA FAIR PLAN

## Exhibit 1

### BALANCE SHEET as of December 31, 2017

	Ledger Assets	Assets Not Admitted	Admitted Assets
ASSETS			
Cash	4,394,521		4,394,521
Bank Money Market	1,000		1,000
Accrued Interest on Certificates of Deposit	-		-
Computer Equipment	-		-
Furniture & Fixtures	-	-	-
Other Assets	443,812	(443,812)	-
Total Assets	<u>4,839,333</u>	<u>(443,812)</u>	<u>4,395,522</u>

### LIABILITIES & MEMBERS' DEFICIT

#### Liabilities

Unpaid Losses (including IBNR)	350,976
Unpaid Loss Adjustment Expense (including IBNR)	58,928
Accrued Commissions	14,734
Accrued Underwriting Expenses	146,291
Unearned Premium	1,494,052
Advanced Premium	<u>64,998</u>
Total Liabilities	2,129,980
Members' Equity (Deficit)	<u>2,265,542</u>
Total Liabilities & Members' Equity (Deficit)	<u>4,395,522</u>

# MINNESOTA FAIR PLAN

## Exhibit 2

### INCOME STATEMENT AND MEMBERS' EQUITY ACCOUNT RECONCILIATION for the year ending December 31, 2017

	<u>Year Ending 2017</u>
<u>Underwriting Income</u>	
Premiums Earned	4,080,492
<u>Deductions</u>	
Losses Incurred	965,598
Loss Expense Incurred	135,968
Commissions Incurred	230,904
Other Underwriting Expense Incurred	<u>2,548,122</u>
Total Deductions	<u>3,880,592</u>
 Underwriting Income (Loss)	 199,900
 Investment Income	 <u>7,953</u>
 Net Income (Loss)	 <u><u>207,853</u></u>
 <u>Members' Equity Account Reconciliation</u>	
Members' Equity, Beginning of Year	3,104,652
Member Assessments	-
Net Income (Loss)	207,853
Change in Nonadmitted Assets	<u>(98,306)</u>
Total Members' Equity, End of Year	<u><u>3,214,199</u></u>

MINNESOTA FAIR PLAN

Exhibit 3

MEMBERS' ACCOUNT  
for the year ending December 31, 2017

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014/Prior</u>	<u>Total</u>
<u>Premiums</u>					
1. Premiums Written	3,986,423	(1,281)	435	-	3,985,577
2. Premiums Unearned - Prior	1,588,967	-	-	-	1,588,967
3. Premiums Unearned - Current	<u>(1,494,052)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,494,052)</u>
4. Premiums Earned	4,081,338	(1,281)	435	-	4,080,492
<u>Interest</u>					
5. Interest Received	7,953				7,953
6. Interest Accrued - Current	-				-
7. Interest Accrued - Prior	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
8. Interest Earned	7,953	-	-	-	7,953
<u>Losses</u>					
9. Losses Paid	801,125	775,636	23,417	27,300	1,627,478
10. Losses Unpaid - Current	139,697	126,214	-	85,065	350,976
11. Losses Unpaid - Prior	<u>-</u>	<u>(952,010)</u>	<u>(21,325)</u>	<u>(39,521)</u>	<u>(1,012,856)</u>
12. Losses Incurred	940,822	(50,160)	2,092	72,844	965,598
<u>Loss Adjustment Expense</u>					
13. Loss Expense Paid	109,597	31,364	5,344	7,994	154,299
14. Loss Expense Unpaid - Current	23,509	18,649	-	16,770	58,928
15. Loss Expense Unpaid - Prior	<u>-</u>	<u>(69,312)</u>	<u>(2,564)</u>	<u>(5,383)</u>	<u>(77,259)</u>
16. Loss Expense Incurred	133,106	(19,299)	2,780	19,381	135,968
<u>Underwriting Expenses</u>					
17. Commissions Paid	232,713				232,713
18. Other Underwriting Expenses Paid	<u>2,593,103</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,593,103</u>
19. Total Paid	2,825,816	-	-	-	2,825,816
20. Commissions Unpaid - Current	14,734				14,734
21. Commissions Unpaid - Prior	<u>(16,543)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(16,543)</u>
22. Underwriting Expense Unpaid - Current	146,291				146,291
23. Underwriting Expense Unpaid - Prior	<u>(191,272)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(191,272)</u>
24. Underwriting Expense Incurred	<u>2,779,026</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,779,026</u>
25. Net Income (Loss)	<u>236,337</u>	<u>68,178</u>	<u>(4,437)</u>	<u>(92,225)</u>	<u>207,853</u>

# MINNESOTA FAIR PLAN

## Exhibit 4

### STATISTICAL REPORT OF PREMIUMS for the year ending December 31, 2017

	2017	2016	2015	2014/Prior	Total
<u>Premium Written</u>					
1. Fire/Allied Lines/Extended Coverage	1,811,233	(7,283)	435	-	1,804,385
2. Homeowners	2,175,190	6,002	-	-	2,181,192
3. Total	3,986,423	(1,281)	435	-	3,985,577
<u>Premiums Unearned - Prior</u>					
4. Fire/Allied Lines/Extended Coverage	691,309				691,309
5. Homeowners	897,658				897,658
6. Total	1,588,967	-	-	-	1,588,967
<u>Premiums Unearned - Current</u>					
7. Fire/Allied Lines/Extended Coverage	659,039				659,039
8. Homeowners	835,013				835,013
9. Total	1,494,052	-	-	-	1,494,052
<u>Premiums Earned</u>					
10. Fire/Allied Lines/Extended Coverage	1,843,503	(7,283)	435	-	1,836,655
11. Homeowners	2,237,835	6,002	-	-	2,243,837
12. Total	4,081,338	(1,281)	435	-	4,080,492

# MINNESOTA FAIR PLAN

## Exhibit 5

### STATISTICAL REPORT OF LOSSES for the year ending December 31, 2017

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014/Prior</u>	<u>Total</u>
<u>Losses Paid</u>					
1. Fire/Allied Lines/Extended Coverage	241,382	40,566	18,816	24,800	325,564
2. Homeowners	<u>559,743</u>	<u>735,070</u>	<u>4,601</u>	<u>2,500</u>	<u>1,301,914</u>
3. Total	801,125	775,636	23,417	27,300	1,627,478
<u>Losses Unpaid - Current</u>					
4. Fire/Allied Lines/Extended Coverage	300	36,000	-	-	36,300
5. Homeowners	<u>139,397</u>	<u>90,214</u>	<u>-</u>	<u>85,065</u>	<u>314,676</u>
6. Total	139,697	126,214	-	85,065	350,976
<u>Losses Unpaid - Prior</u>					
7. Fire/Allied Lines/Extended Coverage	-	67,700	17,500	-	85,200
8. Homeowners	<u>-</u>	<u>884,310</u>	<u>3,825</u>	<u>39,521</u>	<u>927,656</u>
9. Total	-	952,010	21,325	39,521	1,012,856
<u>Losses Incurred</u>					
10. Fire/Allied Lines/Extended Coverage	241,682	8,866	1,316	24,800	276,664
11. Homeowners	<u>699,140</u>	<u>(59,026)</u>	<u>776</u>	<u>48,044</u>	<u>688,934</u>
12. Total	<u><u>940,822</u></u>	<u><u>(50,160)</u></u>	<u><u>2,092</u></u>	<u><u>72,844</u></u>	<u><u>965,598</u></u>

# MINNESOTA FAIR PLAN

## Exhibit 6

### STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES for the year ending December 31, 2017

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014/Prior</u>	<u>Total</u>
<u>Loss Expense Paid</u>					
1. Fire/Allied Lines/Extended Coverage	43,841	8,376	4,244	3,113	59,574
2. Homeowners	<u>65,756</u>	<u>22,988</u>	<u>1,100</u>	<u>4,881</u>	<u>94,725</u>
3. Total	109,597	31,364	5,344	7,994	154,299
<u>Loss Expense Unpaid - Current</u>					
4. Fire/Allied Lines/Extended Coverage	-	3,713	-	-	3,713
5. Homeowners	<u>23,509</u>	<u>14,936</u>	<u>-</u>	<u>16,770</u>	<u>55,215</u>
6. Total	23,509	18,649	-	16,770	58,928
<u>Loss Expense Unpaid - Prior</u>					
7. Fire/Allied Lines/Extended Coverage	-	5,860	1,500	-	7,360
8. Homeowners	<u>-</u>	<u>63,452</u>	<u>1,064</u>	<u>5,383</u>	<u>69,899</u>
9. Total	-	69,312	2,564	5,383	77,259
<u>Loss Expense Incurred</u>					
10. Fire/Allied Lines/Extended Coverage	43,841	6,229	2,744	3,113	55,927
11. Homeowners	<u>89,265</u>	<u>(25,528)</u>	<u>36</u>	<u>16,268</u>	<u>80,041</u>
12. Total	<u>133,106</u>	<u>(19,299)</u>	<u>2,780</u>	<u>19,381</u>	<u>135,968</u>