

MINNESOTA FAIR PLAN

Exhibit 1

BALANCE SHEET
as of December 31, 2013

	<u>Ledger Assets</u>	<u>Assets Not Admitted</u>	<u>Admitted Assets</u>
ASSETS			
Cash	1,435,435		1,435,435
Bank Certificates of Deposit	5,504,491		5,504,491
Accrued Interest on Certificates of Deposit	7,567		7,567
Computer Equipment	-		-
Furniture & Fixtures	459,586	(459,586)	-
Other Assets	7,587	(7,587)	-
Total Assets	<u>7,414,668</u>	<u>(467,173)</u>	<u>6,947,494</u>
LIABILITIES & MEMBERS' DEFICIT			
<u>Liabilities</u>			
Unpaid Losses (including IBNR)			788,670
Unpaid Loss Adjustment Expense (including IBNR)			85,845
Accrued Commissions			(3,670)
Accrued Underwriting Expenses			275,792
Unearned Premium			1,588,883
Other Liabilities			6,458
Total Liabilities			<u>2,741,979</u>
Members' Equity (Deficit)			<u>4,205,515</u>
Total Liabilities & Members' Equity (Deficit)			<u>6,947,494</u>

MINNESOTA FAIR PLAN

Exhibit 2

INCOME STATEMENT AND MEMBERS' EQUITY ACCOUNT RECONCILIATION
for the year ending December 31, 2013

	<u>Year Ending 2013</u>
<u>Underwriting Income</u>	
Premiums Earned	4,259,660
<u>Deductions</u>	
Losses Incurred	2,141,811
Loss Expense Incurred	175,432
Commissions Incurred	281,440
Other Underwriting Expense Incurred	<u>2,767,053</u>
Total Deductions	<u>5,365,736</u>
Underwriting Income (Loss)	(1,106,076)
Investment Income	<u>9,336</u>
Net Income (Loss)	<u><u>(1,096,740)</u></u>
<u>Members' Equity Account Reconciliation</u>	
Members' Equity, Beginning of Year	5,194,677
Member Assessments	-
Net Income (Loss)	(1,096,740)
Change in Nonadmitted Assets	<u>107,599</u>
Total Members' Equity, End of Year	<u><u>4,205,536</u></u>

MINNESOTA FAIR PLAN

Exhibit 3

MEMBERS' ACCOUNT
for the year ending December 31, 2013

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010/Prior</u>	<u>Total</u>
<u>Premiums</u>					
1. Premiums Written	4,325,713	(32,553)	-	-	4,293,160
2. Premiums Unearned - Prior	1,555,383	-	-	-	1,555,383
3. Premiums Unearned - Current	<u>(1,588,883)</u>	-	-	-	<u>(1,588,883)</u>
4. Premiums Earned	4,292,213	(32,553)	-	-	4,259,660
<u>Interest</u>					
5. Interest Received	8,509				8,509
6. Interest Accrued - Current	7,567				7,567
7. Interest Accrued - Prior	<u>(6,740)</u>				<u>(6,740)</u>
8. Interest Earned	9,336	-	-	-	9,336
<u>Losses</u>					
9. Losses Paid	1,823,914	156,177	58,882	13,237	2,052,210
10. Losses Unpaid - Current	623,616	-	45,801	119,253	788,670
11. Losses Unpaid - Prior	<u>(453,686)</u>	<u>(114,865)</u>	<u>(14,390)</u>	<u>(116,126)</u>	<u>(699,067)</u>
12. Losses Incurred	1,993,844	41,312	90,293	16,364	2,141,813
<u>Loss Adjustment Expense</u>					
13. Loss Expense Paid	132,095	32,443	-	4,292	168,830
14. Loss Expense Unpaid - Current	68,024	-	5,599	12,223	85,846
15. Loss Expense Unpaid - Prior	<u>(53,283)</u>	<u>(12,266)</u>	<u>(2,549)</u>	<u>(11,146)</u>	<u>(79,244)</u>
16. Loss Expense Incurred	146,836	20,177	3,050	5,369	175,432
<u>Underwriting Expenses</u>					
17. Commissions Paid	281,210				281,210
18. Other Underwriting Expenses Paid	<u>2,718,002</u>				<u>2,718,002</u>
19. Total Paid	2,999,212	-	-	-	2,999,212
20. Commissions Unpaid - Current	(3,670)				(3,670)
21. Commissions Unpaid - Prior	3,900				3,900
22. Underwriting Expense Unpaid - Current	275,792				275,792
23. Underwriting Expense Unpaid - Prior	<u>(226,742)</u>				<u>(226,742)</u>
24. Underwriting Expense Incurred	<u>3,048,493</u>	-	-	-	<u>3,048,493</u>
25. Net Income (Loss)	<u>(887,624)</u>	<u>(94,042)</u>	<u>(93,343)</u>	<u>(21,733)</u>	<u>(1,096,742)</u>

MINNESOTA FAIR PLAN

Exhibit 4

STATISTICAL REPORT OF PREMIUMS
for the year ending December 31, 2013

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010/Prior</u>	<u>Total</u>
<u>Premium Written</u>					
1. Fire/Allied Lines/Extended Coverage	1,997,755	(20,603)	-	-	1,977,152
2. Homeowners	<u>2,327,958</u>	<u>(11,950)</u>	-	-	<u>2,316,008</u>
3. Total	4,325,713	(32,553)	-	-	4,293,160
<u>Premiums Unearned - Prior</u>					
4. Fire/Allied Lines/Extended Coverage	674,097				674,097
5. Homeowners	<u>881,286</u>				<u>881,286</u>
6. Total	1,555,383	-	-	-	1,555,383
<u>Premiums Unearned - Current</u>					
7. Fire/Allied Lines/Extended Coverage	699,769				699,769
8. Homeowners	<u>889,114</u>				<u>889,114</u>
9. Total	1,588,883	-	-	-	1,588,883
<u>Premiums Earned</u>					
10. Fire/Allied Lines/Extended Coverage	1,972,083	(20,603)	-	-	1,951,480
11. Homeowners	<u>2,320,130</u>	<u>(11,950)</u>	-	-	<u>2,308,180</u>
12. Total	<u><u>4,292,213</u></u>	<u><u>(32,553)</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>4,259,660</u></u>

MINNESOTA FAIR PLAN

Exhibit 5

STATISTICAL REPORT OF LOSSES
for the year ending December 31, 2013

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010/Prior</u>	<u>Total</u>
<u>Losses Paid</u>					
1. Fire/Allied Lines/Extended Coverage	606,788	33,724	-	(2,378)	638,134
2. Homeowners	<u>1,221,596</u>	<u>122,453</u>	<u>58,882</u>	<u>15,615</u>	<u>1,418,546</u>
3. Total	1,828,384	156,177	58,882	13,237	2,056,680
<u>Losses Unpaid - Current</u>					
4. Fire/Allied Lines/Extended Coverage	57,500	-	-	21,100	78,600
5. Homeowners	<u>566,116</u>	<u>-</u>	<u>45,801</u>	<u>98,153</u>	<u>710,070</u>
6. Total	623,616	-	45,801	119,253	788,670
<u>Losses Unpaid - Prior</u>					
7. Fire/Allied Lines/Extended Coverage	-	-	-	21,100	21,100
8. Homeowners	<u>453,686</u>	<u>114,865</u>	<u>14,390</u>	<u>95,026</u>	<u>677,967</u>
9. Total	453,686	114,865	14,390	116,126	699,067
<u>Losses Incurred</u>					
10. Fire/Allied Lines/Extended Coverage	664,288	33,724	-	(2,378)	695,634
11. Homeowners	<u>1,334,026</u>	<u>7,588</u>	<u>90,293</u>	<u>18,742</u>	<u>1,450,649</u>
12. Total	<u><u>1,998,314</u></u>	<u><u>41,312</u></u>	<u><u>90,293</u></u>	<u><u>16,364</u></u>	<u><u>2,146,283</u></u>

MINNESOTA FAIR PLAN

Exhibit 6

STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES
for the year ending December 31, 2013

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010/Prior</u>	<u>Total</u>
<u>Loss Expense Paid</u>					
1. Fire/Allied Lines/Extended Coverage	15,925	2,598	-	1,236	19,759
2. Homeowners	<u>111,698</u>	<u>29,845</u>	-	<u>3,056</u>	<u>144,599</u>
3. Total	127,623	32,443	-	4,292	164,358
<u>Loss Expense Unpaid - Current</u>					
4. Fire/Allied Lines/Extended Coverage	2,246	-	-	-	2,246
5. Homeowners	<u>65,778</u>	-	<u>5,599</u>	<u>12,223</u>	<u>83,600</u>
6. Total	68,024	-	5,599	12,223	85,846
<u>Loss Expense Unpaid - Prior</u>					
7. Fire/Allied Lines/Extended Coverage					-
8. Homeowners	<u>53,283</u>	<u>12,266</u>	<u>2,549</u>	<u>11,146</u>	<u>79,244</u>
9. Total	53,283	12,266	2,549	11,146	79,244
<u>Loss Expense Incurred</u>					
10. Fire/Allied Lines/Extended Coverage	18,171	2,598	-	1,236	22,005
11. Homeowners	<u>124,193</u>	<u>17,579</u>	<u>3,050</u>	<u>4,133</u>	<u>148,955</u>
12. Total	<u><u>142,364</u></u>	<u><u>20,177</u></u>	<u><u>3,050</u></u>	<u><u>5,369</u></u>	<u><u>170,960</u></u>