

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION**  
**BALANCE SHEET**  
**QUARTER ENDED JULY 31, 2002**

EXHIBIT 1

DESCRIPTION	LEDGER ASSETS	NON- LEDGER ASSETS	ASSETS NOT ADMITTED	ADMITTED ASSETS
<b>ASSETS:</b>				
Investments:				
U.S. Treasury Bills - at cost	14,747,776			14,747,776
Cash	2,464,181			2,464,181
Funds held in escrow	0			0
Accounts receivable	0			0
Assessments receivable	1,042		1,042	0
Reinsurance recoverable on loss payments	1,986			1,986
Interest accrued		70,304		70,304
Data processing equipment (less accumulated depreciation)	62,659			62,659
Furniture, fixtures & equipment (less accumulated depreciation)	5,484		5,484	0
Programming (net of amortization)	347,111		347,111	0
Section 444 Deposit (I.R.S.)	24,895			24,895
Prepaid operating expense	120,222		3,555	116,667
<b>TOTAL ASSETS</b>	<b>17,775,356</b>	<b>70,304</b>	<b>357,192</b>	<b>17,488,468</b>
<b>LIABILITIES AND EQUITY:</b>				
Reserves for:				
Unpaid losses				227,542
Reinsurance recoverable-unpaid losses				(1,654)
Unpaid loss adjustment expense				6,454
Reinsurance recoverable-unpaid loss exp.				(332)
Operating expenses				48,947
Unearned premiums: net				11,022,258
Premium taxes				463,331
<b>TOTAL RESERVES</b>				<b>11,766,546</b>
Payables for:				
Accounts payable				0
Amounts withheld for account of others				4,771
Post Retirement Benefit Payable				90,582
Reinsurance Premium Payable				6,948,207
<b>TOTAL PAYABLES</b>				<b>7,043,560</b>
<b>MEMBERS' EQUITY</b>				<b>(1,321,638)</b>
Total Liabilities and Equity				17,488,468

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION  
INCOME STATEMENT AND EQUITY ACCOUNT  
QUARTER ENDED JULY 31, 2002**

EXHIBIT 2

<b>DESCRIPTION</b>	<b>QUARTER: 05-01-2002 07-31-2002</b>	<b>YEAR-TO-DATE 11-01-2001 07-31-2002</b>
<b><u>UNDERWRITING INCOME:</u></b>		
Net Premiums Earned	(1,111,097)	1,915,150
<b><u>DEDUCTIONS:</u></b>		
Losses incurred	(131,877)	165,463
Loss expenses incurred	10,394	23,346
Operating expenses incurred	862,721	2,885,510
<b>TOTAL DEDUCTIONS</b>	<b>741,238</b>	<b>3,074,319</b>
 Net Underwriting Gain or (Loss)	 (1,852,335)	 (1,159,169)
<b><u>OTHER INCOME OR (OUTGO)</u></b>		
Net Investment Income	59,638	178,989
Miscellaneous income	0	0
Other interest income	0	0
<b>TOTAL OTHER INCOME OR (OUTGO)</b>	<b>59,638</b>	<b>178,989</b>
 <b><u>Net Income or (Loss)</u></b>	 <b><u>(1,792,697)</u></b>	 <b><u>(980,180)</u></b>
 <b><u>EQUITY ACCOUNT:</u></b>		
Members' Equity (Prior Period)	425,778	(473,915)
 Net income or (loss)	 (1,792,697)	 (980,180)
Change in assets not admitted	45,281	132,457
Assessments or (distributions)	0	0
<b>Net change in equity</b>	<b><u>(1,747,416)</u></b>	<b><u>(847,723)</u></b>
 <b>Members' Equity (Current Period)</b>	 <b><u>(1,321,638)</u></b>	 <b><u>(1,321,638)</u></b>

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION  
ANALYSIS OF INVESTMENT INCOME  
QUARTER ENDED JULY 31, 2002**

**EXHIBIT 2A**

	<b>Quarter 05-01-2002 07-31-2002</b>	<b>Year-To-Date 11-01-2001 07-31-2002</b>
Investment Income Received/T-Bills	15,375	167,062
Investment Income Received/Sweep Account	6,107	19,975
 Total Investment Income Received	 21,482	 187,037
Interest Accrued (Prior Period)	32,148	78,352
Interest Accrued (Current Period)	70,304	70,304
 <b>Investment Income Earned</b>	 59,638	 178,989

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION  
MEMBERS' ACCOUNT**

QUARTER ENDED JULY 31, 2002

EXHIBIT 3A

DESCRIPTION	Quarter 05-01-2002 to 07-31-2002					Year-To-Date at 07-31-2002				
	Association Year					Association Year				
	2002	2001	2000	1999	Total	2002	2001	2000	1999	Total
<b>INCOME RECEIVED:</b>										
Premiums Written	7,947,608	0	0	0	<b>7,947,608</b>	16,267,521	0	0	0	<b>16,267,521</b>
Reinsurance Premiums Ceded	(6,709,476)	0	0	0	<b>(6,709,476)</b>	(12,601,691)	0	0	0	<b>(12,601,691)</b>
Net Premiums Written	<u>1,238,132</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u><b>1,238,132</b></u>	<u>3,665,830</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u><b>3,665,830</b></u>
Portfolio Transfer of										
Unearned Premiums:										
From Prior Assoc. Year	0	0	0	0	<b>0</b>	11,067,319	0	0	0	<b>11,067,319</b>
To Secceeding Assoc. Yr.	0	0	0	0	<b>0</b>	0	(11,067,319)	0	0	<b>(11,067,319)</b>
Acquisition Allowance on										
Portfolio Transfer										
From Prior Assoc. Year	0	0	0	0	<b>0</b>	(1,668,676)	0	0	0	<b>(1,668,676)</b>
To Secceeding Assoc. Yr.	0	0	0	0	<b>0</b>	0	1,668,676	0	0	<b>1,668,676</b>
Investment Income Received	21,482	0	0	0	<b>21,482</b>	108,685	78,352	0	0	<b>187,037</b>
Miscellaneous Income	0	0	0	0	<b>0</b>	0	0	0	0	<b>0</b>
Other Interest Income	0	0	0	0	<b>0</b>	0	0	0	0	<b>0</b>
Total Income	<u>1,259,614</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u><b>1,259,614</b></u>	<u>13,173,158</u>	<u>(9,320,291)</u>	<u>0</u>	<u>0</u>	<u><b>3,852,867</b></u>
<b>EXPENSES PAID:</b>										
Losses	22,474	96,415	0	0	<b>118,889</b>	25,627	1,237,210	0	0	<b>1,262,837</b>
Reins. Recovered-Losses Paid	0	0	0	0	<b>0</b>	0	(5,566,871)	0	0	<b>(5,566,871)</b>
Loss Adjustment Expenses	2,951	10,396	0	0	<b>13,347</b>	5,365	56,510	0	0	<b>61,875</b>
Reins. Recovered-Loss Exp. Paid	0	(3,010)	0	0	<b>(3,010)</b>	0	(4,974)	0	0	<b>(4,974)</b>
Commissions	795,276	0	0	0	<b>795,276</b>	1,618,618	0	0	0	<b>1,618,618</b>
Commissions Ceded	(186,767)	0	0	0	<b>(186,767)</b>	(413,130)	(72,874)	0	0	<b>(486,004)</b>
Operating Expenses	(12,455)	0	0	0	<b>(12,455)</b>	1,154,320	92,005	0	0	<b>1,246,325</b>
Premium Taxes	433	58,423	0	0	<b>58,856</b>	58,856	448,599	0	0	<b>507,455</b>
Total Expenses Paid	<u>621,912</u>	<u>162,224</u>	<u>0</u>	<u>0</u>	<u><b>784,136</b></u>	<u>2,449,656</u>	<u>(3,810,395)</u>	<u>0</u>	<u>0</u>	<u><b>(1,360,739)</b></u>
Net Cash Change	<u>637,702</u>	<u>(162,224)</u>	<u>0</u>	<u>0</u>	<u><b>475,478</b></u>	<u>10,723,502</u>	<u>(5,509,896)</u>	<u>0</u>	<u>0</u>	<u><b>5,213,606</b></u>
<b>REINSURANCE RECOVERABLE:</b>										
DEDUCT (PRIOR PERIOD)										
Reins Recoverable-Losses Paid	0	0	0	0	<b>0</b>	0	5,551,599	0	0	<b>5,551,599</b>
Reins Recoverable-Loss Exp. Paid	0	2,738	0	0	<b>2,738</b>	0	0	0	0	<b>0</b>
ADD (CURRENT PERIOD)										
Reins Recoverable-Losses Paid	1,654	0	0	0	<b>1,654</b>	1,654	0	0	0	<b>1,654</b>
Reins Recoverable-Loss Exp. Paid	332	0	0	0	<b>332</b>	332	0	0	0	<b>332</b>
Net Change	<u>1,986</u>	<u>(2,738)</u>	<u>0</u>	<u>0</u>	<u><b>(752)</b></u>	<u>1,986</u>	<u>(5,551,599)</u>	<u>0</u>	<u>0</u>	<u><b>(5,549,613)</b></u>
<b>RESERVES:</b>										
DEDUCT (CURRENT PERIOD)										
Unpaid Losses	106,800	120,742	0	0	<b>227,542</b>	106,800	120,742	0	0	<b>227,542</b>
Reins. Recoverable-Unpaid Losses	(1,654)	0	0	0	<b>(1,654)</b>	(1,654)	0	0	0	<b>(1,654)</b>
Unpaid Loss Adjustment Expense	3,750	2,704	0	0	<b>6,454</b>	3,750	2,704	0	0	<b>6,454</b>
Reins. Recoverable-Unpd. Loss Exp.	(332)	0	0	0	<b>(332)</b>	(332)	0	0	0	<b>(332)</b>
Operating Expenses	48,947	0	0	0	<b>48,947</b>	48,947	0	0	0	<b>48,947</b>
Unearned Premiums	12,833,771	0	0	0	<b>12,833,771</b>	12,833,771	0	0	0	<b>12,833,771</b>
Unearned Premiums Ceded	(1,811,513)	0	0	0	<b>(1,811,513)</b>	(1,811,513)	0	0	0	<b>(1,811,513)</b>
Premium Taxes	463,331	0	0	0	<b>463,331</b>	463,331	0	0	0	<b>463,331</b>
ADD (PRIOR PERIOD)										
Unpaid Losses	300	475,000	0	0	<b>475,300</b>	0	1,352,686	0	0	<b>1,352,686</b>
Reins. Recoverable-Unpaid Losses	0	(300)	0	0	<b>(300)</b>	0	(46,350)	0	0	<b>(46,350)</b>
Unpaid Loss Adjustment Expense	250	8,221	0	0	<b>8,471</b>	0	45,845	0	0	<b>45,845</b>
Reins. Recoverable-Unpd. Loss Exp.	0	0	0	0	<b>0</b>	0	(6,500)	0	0	<b>(6,500)</b>
Operating Expenses	37,398	0	0	0	<b>37,398</b>	0	23,789	0	0	<b>23,789</b>
Unearned Premiums	9,982,307	0	0	0	<b>9,982,307</b>	11,067,319	0	0	0	<b>11,067,319</b>
Unearned Premiums Ceded	(1,309,278)	0	0	0	<b>(1,309,278)</b>	0	(1,795,741)	0	0	<b>(1,795,741)</b>
Premium Taxes	267,069	0	0	0	<b>267,069</b>	0	489,373	0	0	<b>489,373</b>
Net Reserve Change	<u>(2,665,054)</u>	<u>359,475</u>	<u>0</u>	<u>0</u>	<u><b>(2,305,579)</b></u>	<u>(575,781)</u>	<u>(60,344)</u>	<u>0</u>	<u>0</u>	<u><b>(636,125)</b></u>
<b>OTHER CHANGES:</b>										
DEDUCT (PRIOR PERIOD)										
Interest Accrued	32,148	0	0	0	<b>32,148</b>	0	78,352	0	0	<b>78,352</b>
Assets Not Admitted	(402,473)	0	0	0	<b>(402,473)</b>	0	(489,649)	0	0	<b>(489,649)</b>
ADD (CURRENT PERIOD)										
Interest Accrued	70,304	0	0	0	<b>70,304</b>	70,304	0	0	0	<b>70,304</b>
Assets Not Admitted	(357,192)	0	0	0	<b>(357,192)</b>	(357,192)	0	0	0	<b>(357,192)</b>
Net Other Changes	<u>83,437</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u><b>83,437</b></u>	<u>(286,888)</u>	<u>411,297</u>	<u>0</u>	<u>0</u>	<u><b>124,409</b></u>
Assessments or (Distributions)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u><b>0</b></u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u><b>0</b></u>
Change In Members' Equity	<u>(1,941,929)</u>	<u>194,513</u>	<u>0</u>	<u>0</u>	<u><b>(1,747,416)</b></u>	<u>9,862,819</u>	<u>(10,710,542)</u>	<u>0</u>	<u>0</u>	<u><b>(847,723)</b></u>

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION**  
**MEMBERS' ACCOUNT FOR UNSETTLED YEARS**  
**INCEPTION TO ASSOCIATION QUARTER ENDED JULY 31, 2002**

EXHIBIT 3B

DESCRIPTION	2002	2001	2000	1999	Total
<b>INCOME RECEIVED:</b>					
Premiums Written	16,267,521	18,833,823	0	0	35,101,344
Reinsurance Premiums Ceded	(12,601,691)	(14,688,024)	0	0	(27,289,715)
Net Premiums Written	<u>3,665,830</u>	<u>4,145,799</u>	<u>0</u>	<u>0</u>	<u>7,811,629</u>
Portfolio Transfer of					
Unearned Premiums:					
From Prior Assoc. Year	11,067,319	10,767,960	0	0	21,835,279
To Succeeding Assoc. Yr.	0	(11,067,319)	0	0	(11,067,319)
Acquisition Allowance on					
Portfolio Transfer					
From Prior Assoc. Year	(1,668,676)	(1,623,540)	0	0	(3,292,216)
To Succeeding Assoc. Yr.	0	1,668,676	0	0	1,668,676
Investment Income Received	108,685	556,314	0	0	664,999
Miscellaneous Income	0	0	0	0	0
Other Interest Income	0	0	0	0	0
Total Income	<u>13,173,158</u>	<u>4,447,890</u>	<u>0</u>	<u>0</u>	<u>17,621,048</u>
<b>EXPENSES PAID:</b>					
Losses	25,627	6,420,028	0	0	6,445,655
Reins. Recovered-Losses Paid	0	(5,743,360)	0	0	(5,743,360)
Loss Adjustment Expenses	5,365	297,933	0	0	303,298
Reins. Recovered-Loss Exp. Paid	0	(18,470)	0	0	(18,470)
Commissions	1,618,618	1,858,173	0	0	3,476,791
Commissions Ceded	(413,130)	(917,552)	0	0	(1,330,682)
Operating Expenses	1,154,320	1,979,733	0	0	3,134,053
Premium Taxes	58,856	565,097	0	0	623,953
Total Expenses Paid	<u>2,449,656</u>	<u>4,441,582</u>	<u>0</u>	<u>0</u>	<u>6,891,238</u>
Net Cash Change	<u>10,723,502</u>	<u>6,308</u>	<u>0</u>	<u>0</u>	<u>10,729,810</u>
<b>REINSURANCE RECOVERABLE:</b>					
<b>ADD (CURRENT PERIOD)</b>					
Reins Recoverable-Losses Paid	1,654	0	0	0	1,654
Reins Recoverable-Loss Exp. Paid	332	0	0	0	332
Net Change	<u>10,725,488</u>	<u>6,308</u>	<u>0</u>	<u>0</u>	<u>10,731,796</u>
<b>RESERVES:</b>					
<b>DEDUCT (CURRENT PERIOD)</b>					
Unpaid Losses	106,800	120,742	0	0	227,542
Reins. Recoverable-Unpaid Losses	(1,654)	0	0	0	(1,654)
Unpaid Loss Adjustment Expense	3,750	2,704	0	0	6,454
Reins. Recoverable-Unpd. Loss Exp.	(332)	0	0	0	(332)
Operating Expenses	48,947	0	0	0	48,947
Unearned Premiums	12,833,771	0	0	0	12,833,771
Unearned Premiums Ceded	(1,811,513)	0	0	0	(1,811,513)
Premium Taxes	463,331	0	0	0	463,331
Total Reserves	<u>11,643,100</u>	<u>123,446</u>	<u>0</u>	<u>0</u>	<u>11,766,546</u>
<b>OTHER CHANGES:</b>					
Interest Accrued	70,304	0	0	0	70,304
Assets Not Admitted	(357,192)	0	0	0	(357,192)
Total Other Changes	<u>(286,888)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(286,888)</u>
Assessments or (Distributions)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Members' Equity	<u>(1,204,500)</u>	<u>(117,138)</u>	<u>0</u>	<u>0</u>	<u>(1,321,638)</u>

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION  
STATISTICAL REPORT OF PREMIUMS  
QUARTER ENDED JULY 31, 2002**

EXHIBIT 4A

<b>DESCRIPTION</b>	<b>QUARTER 05-01-2002 07-31-2002</b>	<b>YEAR-TO-DATE 11-01-2001 07-31-2002</b>
<b><u>PREMIUMS WRITTEN:</u></b>		
Allied Lines (Windstorm & Hail)	7,947,608	16,267,521
Reinsurance Premium Ceded	<u>(6,709,476)</u>	<u>(12,601,691)</u>
Net Premiums Written	1,238,132	3,665,830
<b><u>UNEARNED PREMIUMS (PRIOR PERIOD):</u></b>		
Allied Lines (Windstorm & Hail)	9,982,307	11,067,319
Reinsurance Premium Ceded	<u>(1,309,278)</u>	<u>(1,795,741)</u>
Net Prior Unearned	8,673,029	9,271,578
<b><u>UNEARNED PREMIUMS (CURRENT PERIOD):</u></b>		
Allied Lines (Windstorm & Hail)	12,833,771	12,833,771
Reinsurance Premium Ceded	<u>(1,811,513)</u>	<u>(1,811,513)</u>
Net Current Unearned	11,022,258	11,022,258
<b><u>EARNED PREMIUMS</u></b>		
Allied Lines (Windstorm & Hail)	<u>(1,111,097)</u>	<u>1,915,150</u>

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION  
STATISTICAL REPORT OF LOSSES  
QUARTER ENDED JULY 31, 2002**

EXHIBIT 4B

	Quarter 05-01-2002 to 07-31-2002					Year-To-Date 11-01-2001 to 07-31-2002				
	Association Year					Association Year				
	2002	2001	2000	1999	Total	2002	2001	2000	1999	Total
<b>PAID LOSSES</b>										
Allied Lines (Windstorm & Hail)	22,474	96,415	0	0	118,889	25,627	1,237,210	0	0	1,262,837
<b>REINSURANCE RECOVERED</b>										
Reins. Recovered-Paid Losses	0	0	0	0	0	0	(5,566,871)	0	0	-5,566,871
<b>REINSURANCE RECOVERABLE: (CURRENT PERIOD)</b>										
Reins. Recoverable-Paid Losses	-1,654	0	0	0	-1,654	-1,654	0	0	0	-1,654
<b>REINSURANCE RECOVERABLE: (PRIOR PERIOD)</b>										
Reins. Recoverable-Paid Losses	0	0	0	0	0	0	5,551,599	0	0	5,551,599
<b>Total Paid Loss Net of Reinsurance</b>	<b>20,820</b>	<b>96,415</b>	<b>0</b>	<b>0</b>	<b>117,235</b>	<b>23,973</b>	<b>1,221,938</b>	<b>0</b>	<b>0</b>	<b>1,245,911</b>
<b>OUTSTANDING LOSSES (CURRENT PERIOD)</b>										
Allied Lines (Windstorm & Hail)	106,800	70,742	0	0	177,542	106,800	70,742	0	0	177,542
<b>REINSURANCE RECOVERABLE:</b>										
Reins. Recoverable-Unpaid Losses	-1,654	0	0	0	-1,654	-1,654	0	0	0	-1,654
<b>Outstanding Losses Net of Reins.</b>	<b>105,146</b>	<b>70,742</b>	<b>0</b>	<b>0</b>	<b>175,888</b>	<b>105,146</b>	<b>70,742</b>	<b>0</b>	<b>0</b>	<b>175,888</b>
<b>OUTSTANDING LOSSES (PRIOR PERIOD)</b>										
Allied Lines (Windstorm & Hail)	300	425,000	0	0	425,300	0	1,352,686	0	0	1,352,686
<b>REINSURANCE RECOVERABLE:</b>										
Reins. Recoverable-Unpaid Losses	0	-300	0	0	-300	0	-46,350	0	0	-46,350
<b>Outstanding Losses Net of Reins.</b>	<b>300</b>	<b>424,700</b>	<b>0</b>	<b>0</b>	<b>425,000</b>	<b>0</b>	<b>1,306,336</b>	<b>0</b>	<b>0</b>	<b>1,306,336</b>
<b>INCURRED LOSSES:</b>										
Allied Lines (Windstorm & Hail)	125,666	-257,543	0	0	-131,877	129,119	36,344	0	0	165,463
<b>IBNR (CURRENT PERIOD)</b>										
Allied Lines (Windstorm & Hail)	0	50,000	0	0	50,000	0	50,000	0	0	50,000
<b>IBNR (PRIOR PERIOD)</b>										
Allied Lines (Windstorm & Hail)	0	50,000	0	0	50,000	0	0	0	0	0

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION  
 STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES  
 QUARTER ENDED JULY 31, 2002**

EXHIBIT 4C

	Quarter 05-01-2002 to 07-31-2002					Year-To-Date 11-01-2001 to 07-31-2002				
	Association Year					Association Year				
	2002	2001	2000	1999	Total	2002	2001	2000	1999	Total
<b>LOSS EXPENSES PAID</b>										
Allied Lines (Windstorm & Hail)	2,951	10,396	0	0	13,347	5,365	56,510	0	0	61,875
<b>REINSURANCE RECOVERED</b>										
Reins. Recovered-Paid Losses	0	-3,010	0	0	-3,010	0	-4,974	0	0	-4,974
<b>REINSURANCE RECOVERABLE: (CURRENT PERIOD)</b>										
Reins. Recoverable-Paid Loss Expense	-332	0	0	0	-332	-332	0	0	0	-332
<b>REINSURANCE RECOVERABLE: (PRIOR PERIOD)</b>										
Reins. Recoverable-Paid Loss Expense	0	2,738	0	0	2,738	0	0	0	0	0
<b>Total Paid Loss Net of Reinsurance</b>	<b>2,619</b>	<b>10,124</b>	<b>0</b>	<b>0</b>	<b>12,743</b>	<b>5,033</b>	<b>51,536</b>	<b>0</b>	<b>0</b>	<b>56,569</b>
<b>UNPAID LOSS ADJUSTMENT EXP (CURRENT PERIOD)</b>										
Allied Lines (Windstorm & Hail)	3,750	2,704	0	0	6,454	3,750	2,704	0	0	6,454
<b>REINSURANCE RECOVERABLE:</b>										
Reins. Recoverable-Unpaid Loss Exp.	-332	0	0	0	-332	-332	0	0	0	-332
<b>Outstanding Loss Expense Net of Reins.</b>	<b>3,418</b>	<b>2,704</b>	<b>0</b>	<b>0</b>	<b>6,122</b>	<b>3,418</b>	<b>2,704</b>	<b>0</b>	<b>0</b>	<b>6,122</b>
<b>UNPAID LOSS ADJUSTMENT EXP (PRIOR PERIOD)</b>										
Allied Lines (Windstorm & Hail)	250	8,221	0	0	8,471	0	45,845	0	0	45,845
<b>REINSURANCE RECOVERABLE:</b>										
Reins. Recoverable-Unpaid Loss Exp.	0	0	0	0	0	0	-6,500	0	0	-6,500
<b>Outstanding Loss Expense Net of Reins.</b>	<b>250</b>	<b>8,221</b>	<b>0</b>	<b>0</b>	<b>8,471</b>	<b>0</b>	<b>39,345</b>	<b>0</b>	<b>0</b>	<b>39,345</b>
<b>INCURRED LOSSES EXPENSES:</b>										
Allied Lines (Windstorm & Hail)	5,787	4,607	0	0	10,394	8,451	14,895	0	0	23,346



**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION  
CUMULATIVE REPORT OF CATASTROPHE LOSSES  
PERIOD FROM JUNE 24, 1994 TO JULY 31, 2002**

EXHIBIT 5

CAT NUMBER	FISCAL ACCIDENT YEAR	DATE OF LOSS	LINE OF BUSINESS	LOSSES		CLAIM EXPENSES		UNALLOCATED	
				O/S	PAID	ALLOCATED O/S	PAID	O/S	PAID
92	1994	6/24-27/94	Allied Lines*	0	69,292	0	11,965	0	6,277
18	1994	10/10-14/94	Allied Lines*	0	3,198	0	12,043	0	5,613
22	1995	11/14-16/94	Allied Lines*	0	715	0	243	0	0
24	1995	12/21-24/94	Allied Lines*	0	15,211	0	7,161	0	1,867
25	1995	01/06/95	Allied Lines*	0	0	0	108	0	0
40	1995	05/15/95	Allied Lines*	0	9,356	0	2,285	0	1,751
45	1995	06/05/95	Allied Lines*	0	3,774	0	2,698	0	1,635
50	1995	08/03-07/95	Allied Lines*	0	10,697	0	1,086	0	1,415
56	1996	11/07/96	Allied Lines*	0	80,093	0	10,238	0	976
67	1996	03/18/96	Allied Lines*	0	0	0	3,903	0	1,783
77	1996	05/29/96	Allied Lines*	0	1,562	0	1,994	0	0
82	1996	07/12/96	Allied Lines*	0	1,651,162	0	193,312	0	47,844
88	1996	09/05/96	Allied Lines*	0	3,488,445	0	494,775	0	71,163
90	1996	10/08/96	Allied Lines*	0	32,516	0	10,499	0	2,071
37	1998	02/01-05/98	Allied Lines*	0	0	0	0	0	0
66	1998	08/06/98	Allied Lines*	0	6,779,709	0	105,230	0	635,999
97	1999	09/15/99	Allied Lines*	0	5,751,314	0	29,463	0	763,042
<b>TOTAL</b>				<b>0</b>	<b>17,897,044</b>	<b>0</b>	<b>887,003</b>	<b>0</b>	<b>1,541,436</b>

**SOUTH CAROLINA WIND AND HAIL UNDERWRITING ASSOCIATION  
STATUS REPORT - IN FORCE LIABILITY**

**AS OF: JULY 31, 2002**

		Amount of In Force Liability (000 Omitted)			Number of Policies In Force		
CITY (County)	Class	As Of Current Quarter	Change Over Prior Year	% of Change	As Of Current Quarter	Change Over Prior Year	% of Change
FRIPP ISLAND (Beaufort County)	Dwelling	208,417	8,318	4.16%	664	6	0.91%
	Mobile Home	0	0	0.00%	0	0	0.00%
	Commercial	270	-580	-68.24%	1	-1	-50.00%
HILTON HEAD ISLAND (Beaufort County)	Dwelling	851,602	111,826	15.12%	2,389	105	4.60%
	Mobile Home	1,018	-679	-40.01%	14	-11	-44.00%
	Commercial	27,301	426	1.59%	134	-4	-2.90%
REMAINDER OF COUNTY (Beaufort County)	Dwelling	97,755	9,765	11.10%	382	-6	-1.55%
	Mobile Home	3,865	-1,066	-21.62%	86	-32	-27.12%
	Commercial	1,509	-2,442	-61.81%	12	-3	-20.00%
<b>TOTAL BEAUFORT COUNTY</b>	<b>Dwelling</b>	<b>1,157,774</b>	<b>129,909</b>	<b>12.64%</b>	<b>3,435</b>	<b>105</b>	<b>3.15%</b>
	<b>Mobile Home</b>	<b>4,883</b>	<b>-1,745</b>	<b>-26.33%</b>	<b>100</b>	<b>-43</b>	<b>-30.07%</b>
	<b>Commercial</b>	<b>29,080</b>	<b>-2,596</b>	<b>-8.20%</b>	<b>147</b>	<b>-8</b>	<b>-5.16%</b>
	<b>TOTALS</b>	<b>1,191,737</b>	<b>125,568</b>	<b>11.78%</b>	<b>3,682</b>	<b>54</b>	<b>1.49%</b>
FOLLY BEACH (Charleston County)	Dwelling	126,667	-7,633	-5.68%	669	-67	-9.10%
	Mobile Home	0	0	0.00%	0	0	0.00%
	Commercial	7,813	-1,374	-14.96%	34	-7	-17.07%
ISLE OF PALMS (Charleston County)	Dwelling	289,056	-26,605	-8.43%	896	-122	-11.98%
	Mobile Home	484	210	76.64%	2	1	100.00%
	Commercial	15,561	-301	-1.90%	59	-3	-4.84%
KIAWAH ISLAND (Charleston County)	Dwelling	187,087	-28,980	-13.41%	429	-69	-13.86%
	Mobile Home	0	0	0.00%	0	0	0.00%
	Commercial	1,965	-76	-3.72%	10	-1	-9.09%
SULLIVANS ISLAND (Charleston County)	Dwelling	129,675	-7,176	-5.24%	387	-47	-10.83%
	Mobile Home	0	0	0.00%	0	0	0.00%
	Commercial	3,469	543	18.56%	16	-2	-11.11%
REMAINDER OF COUNTY (Charleston County)	Dwelling	130,411	-3,396	-2.54%	355	-19	-5.08%
	Mobile Home	0	0	0.00%	0	0	0.00%
	Commercial	2,508	-1,213	-32.60%	6	-3	-33.33%
<b>TOTAL CHARLESTON COUNTY</b>	<b>Dwelling</b>	<b>862,896</b>	<b>-73,790</b>	<b>-7.88%</b>	<b>2,736</b>	<b>-324</b>	<b>-10.59%</b>
	<b>Mobile Home</b>	<b>484</b>	<b>210</b>	<b>76.64%</b>	<b>2</b>	<b>1</b>	<b>100.00%</b>
	<b>Commercial</b>	<b>31,316</b>	<b>-2,421</b>	<b>-7.18%</b>	<b>125</b>	<b>-16</b>	<b>-11.35%</b>
	<b>TOTALS</b>	<b>894,696</b>	<b>-76,001</b>	<b>-7.83%</b>	<b>2,863</b>	<b>-339</b>	<b>-10.59%</b>
EDISTO BEACH (Colleton County)	Dwelling	183,479	-5,792	-3.06%	806	-72	-8.20%
	Mobile Home	0	0	0.00%	0	0	0.00%
	Commercial	4,281	-2,003	-31.87%	11	-11	-50.00%
REMAINDER OF COUNTY (Colleton County)	Dwelling	0	0	0.00%	0	0	0.00%
	Mobile Home	0	0	0.00%	0	0	0.00%
	Commercial	0	0	0.00%	0	0	0.00%
<b>TOTAL COLLETON COUNTY</b>	<b>Dwelling</b>	<b>183,479</b>	<b>-5,792</b>	<b>-3.06%</b>	<b>806</b>	<b>-72</b>	<b>-8.20%</b>
	<b>Mobile Home</b>	<b>0</b>	<b>0</b>	<b>0.00%</b>	<b>0</b>	<b>0</b>	<b>0.00%</b>
	<b>Commercial</b>	<b>4,281</b>	<b>-2,003</b>	<b>-31.87%</b>	<b>11</b>	<b>-11</b>	<b>-50.00%</b>
	<b>TOTALS</b>	<b>187,760</b>	<b>-7,795</b>	<b>-3.99%</b>	<b>817</b>	<b>-83</b>	<b>-9.22%</b>

**SOUTH CAROLINA WIND AND HAIL UNDERWRITING ASSOCIATION  
STATUS REPORT - IN FORCE LIABILITY**

AS OF: JULY 31, 2002		Amount of In Force Liability (000 Omitted)			Number of Policies In Force		
CITY (County)	Class	As Of Current Quarter	Change Over Prior Year	% of Change	As Of Current Quarter	Change Over Prior Year	% of Change
GARDEN CITY (Georgetown County)	Dwelling	75,204	-5,330	-6.62%	310	-29	-8.55%
	Mobile Home	464	-114	-19.72%	8	0	0.00%
	Commercial	1,517	-78	-4.89%	2	-1	-33.33%
LITCHFIELD BEACH (Georgetown County)	Dwelling	19,995	-5,776	-22.41%	100	-22	-18.03%
	Mobile Home	0	0	0.00%	0	0	0.00%
	Commercial	0	0	0.00%	0	0	0.00%
PAWLEYS ISLAND (Georgetown County)	Dwelling	124,015	-6,704	-5.13%	476	-39	-7.57%
	Mobile Home	456	-90	-16.48%	11	0	0.00%
	Commercial	21,900	10,348	89.58%	39	8	25.81%
REMAINDER OF COUNTY (Georgetown County)	Dwelling	117,729	-1,783	-1.49%	340	-25	-6.85%
	Mobile Home	397	138	53.28%	8	2	33.33%
	Commercial	663	505	319.62%	5	2	66.67%
<b>TOTAL GEORGETOWN COUNTY</b>	<b>Dwelling</b>	<b>336,943</b>	<b>-19,593</b>	<b>-5.50%</b>	<b>1,226</b>	<b>-115</b>	<b>-8.58%</b>
	<b>Mobile Home</b>	<b>1,317</b>	<b>-66</b>	<b>-4.77%</b>	<b>27</b>	<b>2</b>	<b>8.00%</b>
	<b>Commercial</b>	<b>24,080</b>	<b>10,775</b>	<b>80.98%</b>	<b>46</b>	<b>9</b>	<b>24.32%</b>
	<b>TOTALS</b>	<b>362,340</b>	<b>-8,884</b>	<b>-2.39%</b>	<b>1,299</b>	<b>-104</b>	<b>-7.41%</b>
ATLANTIC BEACH (Horry County)	Dwelling	1,328	-203	-13.26%	15	-1	-6.25%
	Mobile Home	0	0	0.00%	0	0	0.00%
	Commercial	404	-45	-10.02%	3	-1	-25.00%
GARDEN CITY (Horry County)	Dwelling	74,053	-317	-0.43%	447	-17	-3.66%
	Mobile Home	12,120	413	3.53%	286	-4	-1.38%
	Commercial	17,886	2,805	18.60%	37	-4	-9.76%
MYRTLE BEACH (Horry County)	Dwelling	200,557	48	0.02%	1,033	-29	-2.73%
	Mobile Home	48,609	2,011	4.32%	1,134	9	0.80%
	Commercial	327,061	35,754	12.27%	503	-25	-4.73%
N MYRTLE BEACH (Horry County)	Dwelling	418,225	17,021	4.24%	2,887	-36	-1.23%
	Mobile Home	12,119	-143	-1.17%	288	-7	-2.37%
	Commercial	108,278	2,266	2.14%	252	-15	-5.62%
SURFSIDE BEACH (Horry County)	Dwelling	115,722	7,070	6.51%	723	-7	-0.96%
	Mobile Home	35,462	1,490	4.39%	473	4	0.85%
	Commercial	6,876	-4,834	-41.28%	37	-8	-17.78%
REMAINDER OF COUNTY (Horry County)	Dwelling	42,964	31,254	266.90%	246	12	5.13%
	Mobile Home	397	397	0.00%	10	0	0.00%
	Commercial	4,394	-36,576	-89.28%	7	1	16.67%
<b>TOTAL HORRY COUNTY</b>	<b>Dwelling</b>	<b>852,849</b>	<b>54,873</b>	<b>6.88%</b>	<b>5,351</b>	<b>-78</b>	<b>-1.44%</b>
	<b>Mobile Home</b>	<b>108,707</b>	<b>4,168</b>	<b>3.99%</b>	<b>2,191</b>	<b>2</b>	<b>0.09%</b>
	<b>Commercial</b>	<b>464,899</b>	<b>-630</b>	<b>-0.14%</b>	<b>839</b>	<b>-52</b>	<b>-5.84%</b>
	<b>TOTALS</b>	<b>1,426,455</b>	<b>58,411</b>	<b>4.27%</b>	<b>8,381</b>	<b>-128</b>	<b>-1.50%</b>
<b>GRAND TOTAL</b>	<b>Dwelling</b>	<b>3,393,941</b>	<b>85,607</b>	<b>2.59%</b>	<b>13,554</b>	<b>-484</b>	<b>-3.45%</b>
	<b>Mobile Home</b>	<b>115,391</b>	<b>2,567</b>	<b>2.28%</b>	<b>2,320</b>	<b>-38</b>	<b>-1.61%</b>
	<b>Commercial</b>	<b>553,656</b>	<b>3,125</b>	<b>0.57%</b>	<b>1,168</b>	<b>-78</b>	<b>-6.26%</b>
	<b>TOTALS</b>	<b>4,062,988</b>	<b>91,299</b>	<b>2.30%</b>	<b>17,042</b>	<b>-600</b>	<b>-3.40%</b>