

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION**  
**BALANCE SHEET**  
**QUARTER ENDED OCTOBER 31, 2010**

EXHIBIT 1

DESCRIPTION	LEDGER ASSETS	NON- LEDGER ASSETS	ASSETS NOT ADMITTED	ADMITTED ASSETS
<b>ASSETS:</b>				
Investments:				
U.S. Treasury Bills - at cost	17,998,566			17,998,566
Cash	25,681,981			25,681,981
Funds held in escrow	0			0
Accounts receivable (reinsurance premium adj.)	0			0
Assessments receivable	0		0	0
Reinsurance recoverable on loss payments	0			0
Interest accrued		3,111		3,111
Data processing equipment (less accumulated depreciation)	88,627			88,627
Furniture, fixtures & equipment (less accumulated depreciation)	42,801		42,801	0
Programming (net of amortization)	22,453		22,453	0
Section 444 Deposit (I.R.S.)	0			0
Prepaid operating expense	6,889,741		8,949	6,880,792
<b>TOTAL ASSETS</b>	<b>50,724,169</b>	<b>3,111</b>	<b>74,203</b>	<b>50,653,077</b>
<b>LIABILITIES AND EQUITY:</b>				
Reserves for:				
Unpaid losses				126,200
Reinsurance recoverable-unpaid losses				0
Unpaid loss adjustment expense				9,250
Reinsurance recoverable-unpaid loss exp.				0
Operating expenses				143,117
Unearned premiums: net				55,676,152
Premium taxes				2,514,836
<b>TOTAL RESERVES</b>				<b>58,469,555</b>
Payables for:				
Accounts payable				8,016,580
Amounts withheld for account of others				22,796
Post Retirement Benefit Payable				927,644
Reinsurance Premium Payable				43,893
<b>TOTAL PAYABLES</b>				<b>9,010,913</b>
<b>MEMBERS' EQUITY</b>				<b>(16,827,391)</b>
Total Liabilities and Equity				50,653,077

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION  
INCOME STATEMENT AND EQUITY ACCOUNT  
QUARTER ENDED OCTOBER 31, 2010**

EXHIBIT 2

<b>DESCRIPTION</b>	<b>QUARTER: 08-01-2010 10-31-2010</b>	<b>YEAR-TO-DATE 11-01-2009 10-31-2010</b>
<b><u>UNDERWRITING INCOME:</u></b>		
Net Premiums Earned	3,794,433	12,098,868
<b><u>DEDUCTIONS:</u></b>		
Losses incurred	70,859	162,504
Loss expenses incurred	28,141	65,144
Operating expenses incurred	5,155,513	16,284,229
<b>TOTAL DEDUCTIONS</b>	<b>5,254,513</b>	<b>16,511,877</b>
 Net Underwriting Gain or (Loss)	 (1,460,080)	 (4,413,009)
<b><u>OTHER INCOME OR (OUTGO)</u></b>		
Net Investment Income	10,899	41,335
Miscellaneous income	0	0
Other interest income	0	0
<b>TOTAL OTHER INCOME OR (OUTGO)</b>	<b>10,899</b>	<b>41,335</b>
 <b><u>Net Income or (Loss)</u></b>	 <b><u>(1,449,181)</u></b>	 <b><u>(4,371,674)</u></b>
<b><u>EQUITY ACCOUNT:</u></b>		
Members' Equity (Prior Period)	(7,343,277)	(4,427,797)
Net income or (loss)	(1,449,181)	(4,371,674)
Change in assets not admitted	(18,353)	(11,340)
Assessments or (distributions)	(8,016,580)	(8,016,580)
Net change in equity	(9,484,114)	(12,399,594)
 <b>Members' Equity (Current Period)</b>	 <b><u>(16,827,391)</u></b>	 <b><u>(16,827,391)</u></b>

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION  
ANALYSIS OF INVESTMENT INCOME  
QUARTER ENDED OCTOBER 31, 2010**

**EXHIBIT 2A**

	<b>Quarter</b>	<b>Year-To-Date</b>
	<b>08-01-2010</b>	<b>11-01-2009</b>
	<b>10-31-2010</b>	<b>10-31-2010</b>
Investment Income Received/T-Bills	2,808	11,309
Investment Income Received/Sweep Account	6,503	30,846
Total Investment Income Received	9,311	42,155
Interest Accrued (Prior Period)	1,523	3,931
Interest Accrued (Current Period)	3,111	3,111
<b>Investment Income Earned</b>	<u>10,899</u>	<u>41,335</u>

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

QUARTER ENDED OCTOBER 31, 2010

EXHIBIT 3A

DESCRIPTION	Quarter 08-01-2010 to 10-31-2010 Association Year					Year-To-Date at 10-31-2010 Association Year				
	2010	2009	2008	2007	Total	2010	2009	2008	2007	Total
<b>INCOME RECEIVED:</b>										
Premiums Written	25,953,690	0	0	0	<b>25,953,690</b>	97,126,555	0	0	0	<b>97,126,555</b>
Reinsurance Premiums Ceded	(21,115,817)	0	0	0	<b>(21,115,817)</b>	(84,873,172)	0	0	0	<b>(84,873,172)</b>
Net Premiums Written	<u>4,837,873</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u><b>4,837,873</b></u>	<u>12,253,383</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u><b>12,253,383</b></u>
Portfolio Transfer of										
Unearned Premiums:										
From Prior Assoc. Year	0	0	0	0	<b>0</b>	49,508,128	0	0	0	<b>49,508,128</b>
To Secceeding Assoc. Yr.	0	0	0	0	<b>0</b>	0	(49,508,128)	0	0	<b>(49,508,128)</b>
Acquisition Allowance on										
Portfolio Transfer										
From Prior Assoc. Year	0	0	0	0	<b>0</b>	(6,403,102)	0	0	0	<b>(6,403,102)</b>
To Secceeding Assoc. Yr.	0	0	0	0	<b>0</b>	0	6,403,102	0	0	<b>6,403,102</b>
Investment Income Received	9,311	0	0	0	<b>9,311</b>	38,224	3,931	0	0	<b>42,155</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>4,847,184</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u><b>4,847,184</b></u>	<u>55,396,633</u>	<u>(43,101,095)</u>	<u>0</u>	<u>0</u>	<u><b>12,295,538</b></u>
<b>EXPENSES PAID:</b>										
Losses	8,374	0	13,085	0	<b>21,459</b>	98,990	583	40,131	0	<b>139,704</b>
Reins. Recovered-Losses Paid	0	0	0	0	<b>0</b>	(2,500)	0	0	0	<b>(2,500)</b>
Loss Adjustment Expenses	20,430	0	1,961	0	<b>22,391</b>	48,305	4,196	5,703	0	<b>58,204</b>
Reins. Recovered-Loss Exp. Paid	0	0	0	0	<b>0</b>	(1,560)	0	0	0	<b>(1,560)</b>
Commissions	2,595,368	0	0	0	<b>2,595,368</b>	9,712,655	0	0	0	<b>9,712,655</b>
Commissions Ceded	(172,626)	0	0	0	<b>(172,626)</b>	(516,123)	(72,749)	0	0	<b>(588,872)</b>
Operating Expenses	1,145,503	0	0	0	<b>1,145,503</b>	3,196,253	85,487	0	0	<b>3,281,740</b>
Premium Taxes	301,730	0	0	0	<b>301,730</b>	603,193	2,495,484	0	0	<b>3,098,677</b>
Total Expenses Paid	<u>3,898,779</u>	<u>0</u>	<u>15,046</u>	<u>0</u>	<u><b>3,913,825</b></u>	<u>13,139,213</u>	<u>2,513,001</u>	<u>45,834</u>	<u>0</u>	<u><b>15,698,048</b></u>
Net Cash Change	<u>948,405</u>	<u>0</u>	<u>(15,046)</u>	<u>0</u>	<u><b>933,359</b></u>	<u>42,257,420</u>	<u>(45,614,096)</u>	<u>(45,834)</u>	<u>0</u>	<u><b>(3,402,510)</b></u>
<b>REINSURANCE RECOVERABLE:</b>										
DEDUCT (PRIOR PERIOD)										
Reins Recoverable-Losses Paid	0	0	0	0	<b>0</b>	0	0	0	0	<b>0</b>
Reins Recoverable-Loss Exp. Paid	0	0	0	0	<b>0</b>	0	0	0	0	<b>0</b>
ADD (CURRENT PERIOD)										
Reins Recoverable-Losses Paid	0	0	0	0	<b>0</b>	0	0	0	0	<b>0</b>
Reins Recoverable-Loss Exp. Paid	0	0	0	0	<b>0</b>	0	0	0	0	<b>0</b>
Net Change	<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>
<b>RESERVES:</b>										
DEDUCT (CURRENT PERIOD)										
Unpaid Losses	58,700	67,500	0	0	<b>126,200</b>	58,700	67,500	0	0	<b>126,200</b>
Reins. Recoverable-Unpaid Losses	0	0	0	0	<b>0</b>	0	0	0	0	<b>0</b>
Unpaid Loss Adjustment Expense	6,750	2,500	0	0	<b>9,250</b>	6,750	2,500	0	0	<b>9,250</b>
Reins. Recoverable-Unpd. Loss Exp.	0	0	0	0	<b>0</b>	0	0	0	0	<b>0</b>
Operating Expenses	143,117	0	0	0	<b>143,117</b>	143,117	0	0	0	<b>143,117</b>
Unearned Premiums	56,653,117	0	0	0	<b>56,653,117</b>	56,653,117	0	0	0	<b>56,653,117</b>
Unearned Premiums Ceded	(976,965)	0	0	0	<b>(976,965)</b>	(976,965)	0	0	0	<b>(976,965)</b>
Premium Taxes	2,514,836	0	0	0	<b>2,514,836</b>	2,514,836	0	0	0	<b>2,514,836</b>
ADD (PRIOR PERIOD)										
Unpaid Losses	53,000	17,500	6,300	0	<b>76,800</b>	0	50,300	50,600	0	<b>100,900</b>
Reins. Recoverable-Unpaid Losses	0	0	0	0	<b>0</b>	0	0	0	0	<b>0</b>
Unpaid Loss Adjustment Expense	750	2,500	250	0	<b>3,500</b>	0	250	500	0	<b>750</b>
Reins. Recoverable-Unpd. Loss Exp.	0	0	0	0	<b>0</b>	0	0	0	0	<b>0</b>
Operating Expenses	89,229	0	0	0	<b>89,229</b>	0	85,487	0	0	<b>85,487</b>
Unearned Premiums	55,529,899	0	0	0	<b>55,529,899</b>	0	56,871,459	0	0	<b>56,871,459</b>
Unearned Premiums Ceded	(897,187)	0	0	0	<b>(897,187)</b>	0	(1,349,822)	0	0	<b>(1,349,822)</b>
Premium Taxes	1,983,186	0	0	0	<b>1,983,186</b>	0	2,492,437	0	0	<b>2,492,437</b>
Net Reserve Change	<u>(1,640,678)</u>	<u>(50,000)</u>	<u>6,550</u>	<u>0</u>	<u><b>(1,684,128)</b></u>	<u>(58,399,555)</u>	<u>58,080,111</u>	<u>51,100</u>	<u>0</u>	<u><b>(268,344)</b></u>
<b>OTHER CHANGES:</b>										
DEDUCT (PRIOR PERIOD)										
Interest Accrued	1,523	0	0	0	<b>1,523</b>	0	3,931	0	0	<b>3,931</b>
Assets Not Admitted	(55,850)	0	0	0	<b>(55,850)</b>	0	(62,863)	0	0	<b>(62,863)</b>
ADD (CURRENT PERIOD)										
Interest Accrued	3,111	0	0	0	<b>3,111</b>	3,111	0	0	0	<b>3,111</b>
Assets Not Admitted	(74,203)	0	0	0	<b>(74,203)</b>	(74,203)	0	0	0	<b>(74,203)</b>
Net Other Changes	<u>(16,765)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u><b>(16,765)</b></u>	<u>(71,092)</u>	<u>58,932</u>	<u>0</u>	<u>0</u>	<u><b>(12,160)</b></u>
Assessments or (Distributions)	0	0	0	(8,716,580)	<b>(8,716,580)</b>	0	0	0	(8,716,580)	<b>(8,716,580)</b>
Change In Members' Equity	<u>(709,038)</u>	<u>(50,000)</u>	<u>(8,496)</u>	<u>(8,716,580)</u>	<u><b>(9,484,114)</b></u>	<u>(16,213,227)</u>	<u>12,524,947</u>	<u>5,266</u>	<u>(8,716,580)</u>	<u><b>(12,399,594)</b></u>

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION**  
**MEMBERS' ACCOUNT FOR UNSETTLED YEARS**  
**INCEPTION TO ASSOCIATION QUARTER ENDED OCTOBER 31, 2010**

EXHIBIT 3B

<b>DESCRIPTION</b>	<b>Zones 1+2 2010</b>	<b>Zones 1+2 2009</b>	<b>2008</b>	<b>2007</b>	<b>Total</b>
<b>INCOME RECEIVED:</b>					
Premiums Written	97,126,555	96,468,252	96,671,087	0	290,265,894
Reinsurance Premiums Ceded	(84,873,172)	(85,765,386)	(75,944,952)	0	(246,583,510)
Net Premiums Written	<u>12,253,383</u>	<u>10,702,866</u>	<u>20,726,135</u>	<u>0</u>	<u>43,682,384</u>
Portfolio Transfer of Unearned Premiums:					
From Prior Assoc. Year	49,508,128	49,129,063	45,782,978	0	144,420,169
To Succeeding Assoc. Yr.	0	(49,508,128)	(49,129,063)	0	(98,637,191)
Acquisition Allowance on Portfolio Transfer					
From Prior Assoc. Year	(6,403,102)	(6,771,748)	(6,206,416)	0	(19,381,266)
To Succeeding Assoc. Yr.	0	6,403,102	6,771,748	0	13,174,850
Investment Income Received	38,224	139,547	1,178,494	0	1,356,265
Miscellaneous Income	0	0	0	0	0
Other Interest Income	0	0	0	0	0
Total Income	<u>55,396,633</u>	<u>10,094,702</u>	<u>19,123,876</u>	<u>0</u>	<u>84,615,211</u>
<b>EXPENSES PAID:</b>					
Losses	98,990	22,544	923,470	0	1,045,004
Reins. Recovered-Losses Paid	(2,500)	0	0	0	(2,500)
Loss Adjustment Expenses	48,305	34,379	215,380	0	298,064
Reins. Recovered-Loss Exp. Paid	(1,560)	0	(785)	0	(2,345)
Commissions	9,712,655	9,646,825	9,667,109	0	29,026,589
Commissions Ceded	(516,123)	(718,089)	(1,352,010)	0	(2,586,222)
Operating Expenses	3,196,253	2,791,395	2,338,878	0	8,326,526
Premium Taxes	603,193	3,099,678	3,093,968	0	6,796,839
Total Expenses Paid	<u>13,139,213</u>	<u>14,876,732</u>	<u>14,886,010</u>	<u>0</u>	<u>42,901,955</u>
Net Cash Change	<u>42,257,420</u>	<u>(4,782,030)</u>	<u>4,237,866</u>	<u>0</u>	<u>41,713,256</u>
<b>REINSURANCE RECOVERABLE:</b>					
<b>ADD (CURRENT PERIOD)</b>					
Reins Recoverable-Losses Paid	0	0	0	0	0
Reins Recoverable-Loss Exp. Paid	0	0	0	0	0
Net Change	<u>42,257,420</u>	<u>(4,782,030)</u>	<u>4,237,866</u>	<u>0</u>	<u>41,713,256</u>
<b>RESERVES:</b>					
<b>DEDUCT (CURRENT PERIOD)</b>					
Unpaid Losses	58,700	67,500	0	0	126,200
Reins. Recoverable-Unpaid Losses	0	0	0	0	0
Unpaid Loss Adjustment Expense	6,750	2,500	0	0	9,250
Reins. Recoverable-Unpd. Loss Exp.	0	0	0	0	0
Operating Expenses	143,117	0	0	0	143,117
Unearned Premiums	56,653,117	0	0	0	56,653,117
Unearned Premiums Ceded	(976,965)	0	0	0	(976,965)
Premium Taxes	2,514,836	0	0	0	2,514,836
Total Reserves	<u>58,399,555</u>	<u>70,000</u>	<u>0</u>	<u>0</u>	<u>58,469,555</u>
<b>OTHER CHANGES:</b>					
Interest Accrued	3,111	0	0	0	3,111
Assets Not Admitted	(74,203)	0	0	0	(74,203)
Total Other Changes	<u>(71,092)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(71,092)</u>
Assessments or (Distributions)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Members' Equity	<u>(16,213,227)</u>	<u>(4,852,030)</u>	<u>4,237,866</u>	<u>0</u>	<u>(16,827,391)</u>

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION**  
**MEMBERS' ACCOUNT FOR UNSETTLED YEARS**  
**INCEPTION TO ASSOCIATION QUARTER ENDED OCTOBER 31, 2010**

**ZONE 1**

EXHIBIT 3B1

DESCRIPTION	2010	2009	2008	2007	Total
<b>INCOME RECEIVED:</b>					
Premiums Written	82,203,395	83,360,097	0	0	165,563,492
Reinsurance Premiums Ceded	(71,832,702)	(74,111,542)	0	0	(145,944,244)
Net Premiums Written	<u>10,370,693</u>	<u>9,248,555</u>	<u>0</u>	<u>0</u>	<u>19,619,248</u>
Portfolio Transfer of					
Unearned Premiums:					
From Prior Assoc. Year	42,666,090	42,744,728	0	0	85,410,818
To Succeeding Assoc. Yr.	0	(42,666,090)	0	0	(42,666,090)
Acquisition Allowance on					
Portfolio Transfer					
From Prior Assoc. Year	(5,433,048)	(5,891,758)	0	0	(11,324,806)
To Succeeding Assoc. Yr.	0	5,433,048	0	0	5,433,048
Investment Income Received	32,351	120,585	0	0	152,936
Miscellaneous Income	0	0	0	0	0
Other Interest Income	0	0	0	0	0
Total Income	<u>47,636,086</u>	<u>8,989,068</u>	<u>0</u>	<u>0</u>	<u>56,625,154</u>
<b>EXPENSES PAID:</b>					
Losses	82,818	20,411	0	0	103,229
Reins. Recovered-Losses Paid	(2,500)	0	0	0	(2,500)
Loss Adjustment Expenses	45,345	29,935	0	0	75,280
Reins. Recovered-Loss Exp. Paid	(1,198)	0	0	0	(1,198)
Commissions	8,220,339	8,336,010	0	0	16,556,349
Commissions Ceded	(267,945)	(363,036)	0	0	(630,981)
Operating Expenses	2,705,160	2,412,099	0	0	5,117,259
Premium Taxes	510,514	2,678,492	0	0	3,189,006
Total Expenses Paid	<u>11,292,533</u>	<u>13,113,911</u>	<u>0</u>	<u>0</u>	<u>24,406,444</u>
Net Cash Change	<u>36,343,553</u>	<u>(4,124,843)</u>	<u>0</u>	<u>0</u>	<u>32,218,710</u>
<b>REINSURANCE RECOVERABLE:</b>					
<b>ADD (CURRENT PERIOD)</b>					
Reins Recoverable-Losses Paid	0	0	0	0	0
Reins Recoverable-Loss Exp. Paid	0	0	0	0	0
Net Change	<u>36,343,553</u>	<u>(4,124,843)</u>	<u>0</u>	<u>0</u>	<u>32,218,710</u>
<b>RESERVES:</b>					
<b>DEDUCT (CURRENT PERIOD)</b>					
Unpaid Losses	58,700	67,500	0	0	126,200
Reins. Recoverable-Unpaid Losses	0	0	0	0	0
Unpaid Loss Adjustment Expense	6,750	2,500	0	0	9,250
Reins. Recoverable-Unpd. Loss Exp.	0	0	0	0	0
Operating Expenses	121,128	0	0	0	121,128
Unearned Premiums	47,855,920	0	0	0	47,855,920
Unearned Premiums Ceded	(527,197)	0	0	0	(527,197)
Premium Taxes	2,128,440	0	0	0	2,128,440
Total Reserves	<u>49,643,741</u>	<u>70,000</u>	<u>0</u>	<u>0</u>	<u>49,713,741</u>
<b>OTHER CHANGES:</b>					
Interest Accrued	2,633	0	0	0	2,633
Assets Not Admitted	(62,802)	0	0	0	(62,802)
Total Other Changes	<u>(60,169)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(60,169)</u>
Assessments or (Distributions)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Members' Equity	<u>(13,360,357)</u>	<u>(4,194,843)</u>	<u>0</u>	<u>0</u>	<u>(17,555,200)</u>

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION**  
**MEMBERS' ACCOUNT FOR UNSETTLED YEARS**  
**INCEPTION TO ASSOCIATION QUARTER ENDED OCTOBER 31, 2010**

**ZONE 2**

EXHIBIT 3B2

DESCRIPTION	2010	2009	2008	2007	Total
<b>INCOME RECEIVED:</b>					
Premiums Written	14,923,160	13,108,155	0	0	28,031,315
Reinsurance Premiums Ceded	(13,040,470)	(11,653,844)	0	0	(24,694,314)
Net Premiums Written	<u>1,882,690</u>	<u>1,454,311</u>	<u>0</u>	<u>0</u>	<u>3,337,001</u>
Portfolio Transfer of					
Unearned Premiums:					
From Prior Assoc. Year	6,842,038	6,384,335	0	0	13,226,373
To Succeeding Assoc. Yr.	0	(6,842,038)	0	0	(6,842,038)
Acquisition Allowance on					
Portfolio Transfer					
From Prior Assoc. Year	(970,054)	(879,990)	0	0	(1,850,044)
To Succeeding Assoc. Yr.	0	970,054	0	0	970,054
Investment Income Received	5,873	18,962	0	0	24,835
Miscellaneous Income	0	0	0	0	0
Other Interest Income	0	0	0	0	0
Total Income	<u>7,760,547</u>	<u>1,105,634</u>	<u>0</u>	<u>0</u>	<u>8,866,181</u>
<b>EXPENSES PAID:</b>					
Losses	16,172	2,133	0	0	18,305
Reins. Recovered-Losses Paid	0	0	0	0	0
Loss Adjustment Expenses	2,960	4,444	0	0	7,404
Reins. Recovered-Loss Exp. Paid	(362)	0	0	0	(362)
Commissions	1,492,316	1,310,815	0	0	2,803,131
Commissions Ceded	(248,178)	(355,053)	0	0	(603,231)
Operating Expenses	491,093	379,296	0	0	870,389
Premium Taxes	92,679	421,186	0	0	513,865
Total Expenses Paid	<u>1,846,680</u>	<u>1,762,821</u>	<u>0</u>	<u>0</u>	<u>3,609,501</u>
Net Cash Change	<u>5,913,867</u>	<u>(657,187)</u>	<u>0</u>	<u>0</u>	<u>5,256,680</u>
<b>REINSURANCE RECOVERABLE:</b>					
<b>ADD (CURRENT PERIOD)</b>					
Reins Recoverable-Losses Paid	0	0	0	0	0
Reins Recoverable-Loss Exp. Paid	0	0	0	0	0
Net Change	<u>5,913,867</u>	<u>(657,187)</u>	<u>0</u>	<u>0</u>	<u>5,256,680</u>
<b>RESERVES:</b>					
<b>DEDUCT (CURRENT PERIOD)</b>					
Unpaid Losses	0	0	0	0	0
Reins. Recoverable-Unpaid Losses	0	0	0	0	0
Unpaid Loss Adjustment Expense	0	0	0	0	0
Reins. Recoverable-Unpd. Loss Exp.	0	0	0	0	0
Operating Expenses	21,989	0	0	0	21,989
Unearned Premiums	8,797,197	0	0	0	8,797,197
Unearned Premiums Ceded	(449,768)	0	0	0	(449,768)
Premium Taxes	386,396	0	0	0	386,396
Total Reserves	<u>8,755,814</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>8,755,814</u>
<b>OTHER CHANGES:</b>					
Interest Accrued	478	0	0	0	478
Assets Not Admitted	(11,401)	0	0	0	(11,401)
Total Other Changes	<u>(10,923)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(10,923)</u>
Assessments or (Distributions)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Members' Equity	<u>(2,852,870)</u>	<u>(657,187)</u>	<u>0</u>	<u>0</u>	<u>(3,510,057)</u>

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION  
STATISTICAL REPORT OF PREMIUMS  
QUARTER ENDED OCTOBER 31, 2010**

EXHIBIT 4A

<b>DESCRIPTION</b>	<b>QUARTER 08-01-2010 10-31-2010</b>	<b>YEAR-TO-DATE 11-01-2009 10-31-2010</b>
<b><u>PREMIUMS WRITTEN:</u></b>		
Allied Lines (Windstorm & Hail)	25,953,690	97,126,555
Reinsurance Premium Ceded	<u>(21,115,817)</u>	<u>(84,873,172)</u>
Net Premiums Written	4,837,873	12,253,383
<b><u>UNEARNED PREMIUMS (PRIOR PERIOD):</u></b>		
Allied Lines (Windstorm & Hail)	51,104,720	54,211,174
Advance Premiums (On Policies Not Yet In Force)	4,425,179	2,660,285
Reinsurance Premium Ceded	<u>(897,187)</u>	<u>(1,349,822)</u>
Net Prior Unearned	54,632,712	55,521,637
<b><u>UNEARNED PREMIUMS (CURRENT PERIOD):</u></b>		
Allied Lines (Windstorm & Hail)	54,155,924	54,155,924
Advance Premiums (On Policies Not Yet In Force)	2,497,193	2,497,193
Reinsurance Premium Ceded	<u>(976,965)</u>	<u>(976,965)</u>
Net Current Unearned	55,676,152	55,676,152
<b><u>EARNED PREMIUMS</u></b>		
Allied Lines (Windstorm & Hail)	<u>3,794,433</u>	<u>12,098,868</u>

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION  
STATISTICAL REPORT OF LOSSES  
QUARTER ENDED OCTOBER 31, 2010**

EXHIBIT 4B

	Quarter 08-01-2010 to 10-31-2010					Year-To-Date 11-01-2009 to 10-31-2010				
	Association Year					Association Year				
	2010	2009	2008	2007	Total	2010	2009	2008	2007	Total
<b>PAID LOSSES</b>										
Allied Lines (Windstorm & Hail)	8,374	0	13,085	0	21,459	98,990	583	40,131	0	139,704
<b>REINSURANCE RECOVERED</b>										
Reins. Recovered-Paid Losses	0	0	0	0	0	(2,500)	0	0	0	-2,500
<b>REINSURANCE RECOVERABLE: (CURRENT PERIOD)</b>										
Reins. Recoverable-Paid Losses	0	0	0	0	0	0	0	0	0	0
<b>REINSURANCE RECOVERABLE: (PRIOR PERIOD)</b>										
Reins. Recoverable-Paid Losses	0	0	0	0	0	0	0	0	0	0
<b>Total Paid Loss Net of Reinsurance</b>	<b>8,374</b>	<b>0</b>	<b>13,085</b>	<b>0</b>	<b>21,459</b>	<b>96,490</b>	<b>583</b>	<b>40,131</b>	<b>0</b>	<b>137,204</b>
<b>OUTSTANDING LOSSES (CURRENT PERIOD)</b>										
Allied Lines (Windstorm & Hail)	8,700	17,500	0	0	26,200	8,700	17,500	0	0	26,200
<b>REINSURANCE RECOVERABLE:</b>										
Reins. Recoverable-Unpaid Losses	0	0	0	0	0	0	0	0	0	0
<b>Outstanding Losses Net of Reins.</b>	<b>8,700</b>	<b>17,500</b>	<b>0</b>	<b>0</b>	<b>26,200</b>	<b>8,700</b>	<b>17,500</b>	<b>0</b>	<b>0</b>	<b>26,200</b>
<b>OUTSTANDING LOSSES (PRIOR PERIOD)</b>										
Allied Lines (Windstorm & Hail)	3,000	17,500	6,300	0	26,800	0	300	600	0	900
<b>REINSURANCE RECOVERABLE:</b>										
Reins. Recoverable-Unpaid Losses	0	0	0	0	0	0	0	0	0	0
<b>Outstanding Losses Net of Reins.</b>	<b>3,000</b>	<b>17,500</b>	<b>6,300</b>	<b>0</b>	<b>26,800</b>	<b>0</b>	<b>300</b>	<b>600</b>	<b>0</b>	<b>900</b>
<b>INCURRED LOSSES:</b>										
Allied Lines (Windstorm & Hail)	14,074	50,000	6,785	0	70,859	155,190	17,783	-10,469	0	162,504
<b>IBNR (CURRENT PERIOD)</b>										
Allied Lines (Windstorm & Hail)	50,000	50,000	0	0	100,000	50,000	50,000	0	0	100,000
<b>IBNR (PRIOR PERIOD)</b>										
Allied Lines (Windstorm & Hail)	50,000	0	0	0	50,000	0	50,000	50,000	0	100,000

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION  
 STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES  
 QUARTER ENDED OCTOBER 31, 2010**

EXHIBIT 4C

	Quarter 08-01-2010 to 10-31-2010					Year-To-Date 11-01-2009 to 10-31-2010				
	Association Year					Association Year				
	2010	2009	2008	2007	Total	2010	2009	2008	2007	Total
<b>LOSS EXPENSES PAID</b>										
Allied Lines (Windstorm & Hail)	20,430	0	1,961	0	22,391	48,305	4,196	5,703	0	58,204
<b>REINSURANCE RECOVERED</b>										
Reins. Recovered-Paid Losses	0	0	0	0	0	-1,560	0	0	0	-1,560
<b>REINSURANCE RECOVERABLE: (CURRENT PERIOD)</b>										
Reins. Recoverable-Paid Loss Expense	0	0	0	0	0	0	0	0	0	0
<b>REINSURANCE RECOVERABLE: (PRIOR PERIOD)</b>										
Reins. Recoverable-Paid Loss Expense	0	0	0	0	0	0	0	0	0	0
<b>Total Paid Loss Net of Reinsurance</b>	<b>20,430</b>	<b>0</b>	<b>1,961</b>	<b>0</b>	<b>22,391</b>	<b>46,745</b>	<b>4,196</b>	<b>5,703</b>	<b>0</b>	<b>56,644</b>
<b>UNPAID LOSS ADJUSTMENT EXP (CURRENT PERIOD)</b>										
Allied Lines (Windstorm & Hail)	6,750	2,500	0	0	9,250	6,750	2,500	0	0	9,250
<b>REINSURANCE RECOVERABLE:</b>										
Reins. Recoverable-Unpaid Loss Exp.	0	0	0	0	0	0	0	0	0	0
<b>Outstanding Loss Expense Net of Reins.</b>	<b>6,750</b>	<b>2,500</b>	<b>0</b>	<b>0</b>	<b>9,250</b>	<b>6,750</b>	<b>2,500</b>	<b>0</b>	<b>0</b>	<b>9,250</b>
<b>UNPAID LOSS ADJUSTMENT EXP (PRIOR PERIOD)</b>										
Allied Lines (Windstorm & Hail)	750	2,500	250	0	3,500	0	250	500	0	750
<b>REINSURANCE RECOVERABLE:</b>										
Reins. Recoverable-Unpaid Loss Exp.	0	0	0	0	0	0	0	0	0	0
<b>Outstanding Loss Expense Net of Reins.</b>	<b>750</b>	<b>2,500</b>	<b>250</b>	<b>0</b>	<b>3,500</b>	<b>0</b>	<b>250</b>	<b>500</b>	<b>0</b>	<b>750</b>
<b>INCURRED LOSSES EXPENSES:</b>										
Allied Lines (Windstorm & Hail)	26,430	0	1,711	0	28,141	53,495	6,446	5,203	0	65,144

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION  
 CUMULATIVE REPORT OF CATASTROPHE LOSSES  
 PERIOD FROM NOVEMBER 1, 2003 TO OCTOBER 31, 2010**

EXHIBIT 5

CAT NUMBER	FISCAL ACCIDENT YEAR	DATE OF LOSS	NAME OF STORM	LOSSES		CLAIM EXPENSES			
				Case O/S	PAID	ALLOCATED		UNALLOCATED	
				Case O/S	PAID	Case O/S	PAID	Case O/S	PAID
N/A	2004	Aug 12-13 '04	BONNIE	0	111,622	0	1,892	0	9,699
26	2004	Aug 14-15 '04	CHARLEY	0	2,656,258	0	15,860	0	256,956
27	2004	Aug 29-30 '04	GASTON	0	468,916	0	2,946	0	74,773
28	2004	Sep 06-07 '04	FRANCES	0	27,457	0	3,086	0	5,652
30	2004	Sep 16-17 '04	IVAN	0	3,708	0	0	0	2,749
29	2004	Sep 27-28 '04	JEANNE	0	6,689	0	0	0	2,943
<b>TOTAL</b>				<b>0</b>	<b>3,274,650</b>	<b>0</b>	<b>23,784</b>	<b>0</b>	<b>352,772</b>

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

**AS OF: OCTOBER 31, 2010**

<b>CITY (County)</b>	<b>Class</b>	<b>Zone 1 Policies In-force</b>	<b>Zone 1 Limits (000 omitted)</b>	<b>Zone 2 Policies In-force</b>	<b>Zone 2 Limits (000 omitted)</b>
FRIPP ISLAND (Beaufort County)	Dwelling	1,035	522,255	0	0
	Mobile Home	0	0	0	0
	Commercial	3	231	0	0
HARBOR ISLAND (Beaufort County)	Dwelling	180	79,139	0	0
	Mobile Home	0	0	0	0
	Commercial	0	0	0	0
HILTON HEAD ISLAND (Beaufort County)	Dwelling	7,813	4,496,418	0	0
	Mobile Home	25	1,312	0	0
	Commercial	206	52,517	0	0
LADY'S ISLAND (Beaufort County)	Dwelling	0	0	1,206	435,728
	Mobile Home	0	0	4	402
	Commercial	0	0	18	2,169
ST HELENA ISLAND (Beaufort County)	Dwelling	470	166,376	14	4,746
	Mobile Home	51	3,240	1	90
	Commercial	0	0	0	0
REMAINDER OF COUNTY (Beaufort County)	Dwelling	281	190,335	78	46,957
	Mobile Home	5	273	0	0
	Commercial	7	837	0	0
<b>TOTAL BEAUFORT COUNTY</b>	<b>Dwelling</b>	<b>9,779</b>	<b>5,454,522</b>	<b>1,298</b>	<b>487,431</b>
	<b>Mobile Home</b>	<b>81</b>	<b>4,825</b>	<b>5</b>	<b>492</b>
	<b>Commercial</b>	<b>216</b>	<b>53,585</b>	<b>18</b>	<b>2,169</b>
	<b>TOTALS</b>	<b>10,076</b>	<b>5,512,932</b>	<b>1,321</b>	<b>490,092</b>
FOLLY BEACH (Charleston County)	Dwelling	882	330,157	40	8,881
	Mobile Home	0	0	0	0
	Commercial	25	10,465	0	0
ISLE OF PALMS (Charleston County)	Dwelling	1,954	1,114,980	10	4,772
	Mobile Home	0	0	0	0
	Commercial	25	5,752	0	0
JAMES ISLAND (Charleston County)	Dwelling	0	0	2,131	646,229
	Mobile Home	0	0	10	802
	Commercial	0	0	11	3,106
KIAWAH ISLAND (Charleston County)	Dwelling	833	579,443	0	0
	Mobile Home	0	0	0	0
	Commercial	13	3,006	0	0
MOUNT PLEASANT (Charleston County)	Dwelling	0	0	1,854	603,307
	Mobile Home	0	0	3	165
	Commercial	0	0	21	6,000
SEABROOK ISLAND (Charleston County)	Dwelling	817	477,830	0	0
	Mobile Home	0	0	0	0
	Commercial	1	65	0	0
SULLIVANS ISLAND (Charleston County)	Dwelling	582	381,693	0	0
	Mobile Home	0	0	0	0
	Commercial	9	4,456	0	0
REMAINDER OF COUNTY (Charleston County)	Dwelling	178	91,262	425	182,324
	Mobile Home	2	185	10	554
	Commercial	7	3,534	14	6,605
<b>TOTAL CHARLESTON COUNTY</b>	<b>Dwelling</b>	<b>5,246</b>	<b>2,975,365</b>	<b>4,460</b>	<b>1,445,512</b>
	<b>Mobile Home</b>	<b>2</b>	<b>185</b>	<b>23</b>	<b>1,522</b>
	<b>Commercial</b>	<b>80</b>	<b>27,277</b>	<b>46</b>	<b>15,712</b>
	<b>TOTALS</b>	<b>5,328</b>	<b>3,002,827</b>	<b>4,529</b>	<b>1,462,746</b>
EDISTO BEACH (Colleton County)	Dwelling	1,154	434,233	2	1,321
	Mobile Home	0	0	0	0
	Commercial	12	6,338	0	0
<b>TOTAL COLLETON COUNTY</b>	<b>Dwelling</b>	<b>1,154</b>	<b>434,233</b>	<b>2</b>	<b>1,321</b>
	<b>Mobile Home</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
	<b>Commercial</b>	<b>12</b>	<b>6,338</b>	<b>0</b>	<b>0</b>

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

**AS OF: OCTOBER 31, 2010**

<b>CITY (County)</b>	<b>Class</b>	<b>Zone 1 Policies In-force</b>	<b>Zone 1 Limits (000 omitted)</b>	<b>Zone 2 Policies In-force</b>	<b>Zone 2 Limits (000 omitted)</b>
<b>TOTALS</b>		<b>1,166</b>	<b>440,571</b>	<b>2</b>	<b>1,321</b>
DEBORDIEU BEACH (Georgetown County)	Dwelling	258	207,000	0	0
	Mobile Home	0	0	0	0
	Commercial	1	200	0	0
GARDEN CITY (Georgetown County)	Dwelling	416	169,122	0	0
	Mobile Home	7	482	0	0
	Commercial	3	1,415	0	0
GEORGETOWN (Georgetown County)	Dwelling	34	24,301	122	32,107
	Mobile Home	0	0	0	0
	Commercial	0	0	5	533
LITCHFIELD BEACH (Georgetown County)	Dwelling	120	42,300	10	3,101
	Mobile Home	0	0	0	0
	Commercial	1	113	1	10
MURRELLS INLET (Georgetown County)	Dwelling	373	133,716	167	49,654
	Mobile Home	17	646	44	3,084
	Commercial	5	6,647	5	446
PAWLEYS ISLAND (Georgetown County)	Dwelling	1,242	491,976	461	156,235
	Mobile Home	16	577	8	541
	Commercial	38	10,760	9	1,284
REMAINDER OF COUNTY (Georgetown County)	Dwelling	242	101,703	30	8,156
	Mobile Home	0	0	0	0
	Commercial	2	2,900	0	0
<b>TOTAL GEORGETOWN COUNTY</b>	<b>Dwelling</b>	<b>2,685</b>	<b>1,170,118</b>	<b>790</b>	<b>249,252</b>
	<b>Mobile Home</b>	<b>40</b>	<b>1,705</b>	<b>52</b>	<b>3,625</b>
	<b>Commercial</b>	<b>50</b>	<b>22,035</b>	<b>20</b>	<b>2,273</b>
<b>TOTALS</b>		<b>2,775</b>	<b>1,193,858</b>	<b>862</b>	<b>255,150</b>
GARDEN CITY (Horry County)	Dwelling	766	188,150	0	0
	Mobile Home	509	32,490	0	0
	Commercial	21	13,824	0	0
LITTLE RIVER (Horry County)	Dwelling	0	0	1,132	268,321
	Mobile Home	0	0	48	3,966
	Commercial	0	0	25	9,935
MURRELLS INLET (Horry County)	Dwelling	626	188,539	459	108,396
	Mobile Home	53	3,906	15	987
	Commercial	5	571	4	605
MYRTLE BEACH (Horry County)	Dwelling	4,548	1,161,585	1,236	270,167
	Mobile Home	1,345	74,708	67	4,505
	Commercial	408	325,124	22	16,911
N MYRTLE BEACH (Horry County)	Dwelling	5,525	1,410,901	260	52,692
	Mobile Home	221	11,699	21	1,579
	Commercial	159	115,015	22	3,209
SURFSIDE BEACH (Horry County)	Dwelling	2,830	734,187	0	0
	Mobile Home	602	65,058	0	0
	Commercial	42	13,922	0	0
REMAINDER OF COUNTY (Horry County)	Dwelling	19	2,762	2	1,022
	Mobile Home	0	0	1	81
	Commercial	2	113	0	0
<b>TOTAL HORRY COUNTY</b>	<b>Dwelling</b>	<b>14,314</b>	<b>3,686,125</b>	<b>3,089</b>	<b>700,597</b>
	<b>Mobile Home</b>	<b>2,730</b>	<b>187,861</b>	<b>152</b>	<b>11,118</b>
	<b>Commercial</b>	<b>637</b>	<b>468,569</b>	<b>73</b>	<b>30,660</b>
<b>TOTALS</b>		<b>17,681</b>	<b>4,342,555</b>	<b>3,314</b>	<b>742,374</b>
<b>ZONES</b>	<b>Dwelling</b>	<b>33,178</b>	<b>13,720,363</b>	<b>9,639</b>	<b>2,884,114</b>
	<b>Mobile Home</b>	<b>2,853</b>	<b>194,576</b>	<b>232</b>	<b>16,756</b>
<b>TOTAL</b>	<b>Commercial</b>	<b>995</b>	<b>577,804</b>	<b>157</b>	<b>50,813</b>
<b>TOTALS</b>		<b>37,026</b>	<b>14,492,743</b>	<b>10,028</b>	<b>2,951,683</b>