

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
BALANCE SHEET
QUARTER ENDED APRIL 30, 2014

EXHIBIT 1

| DESCRIPTION | LEDGER ASSETS | NON- LEDGER ASSETS | ASSETS NOT ADMITTED | ADMITTED ASSETS |
|--|-------------------|--------------------------|---------------------------|---------------------|
| ASSETS: | | | | |
| Investments: | | | | |
| U.S. Treasury Bills - at cost | 0 | | | 0 |
| Cash | 23,094,621 | | | 23,094,621 |
| Funds held in escrow | 0 | | | 0 |
| Accounts receivable (reinsurance premium adj.) | 188,167 | | | 188,167 |
| Assessments receivable | 55,067 | | 55,067 | 0 |
| Reinsurance recoverable on loss payments | 0 | | | 0 |
| Interest accrued | | 0 | | 0 |
| Data processing equipment (less accumulated depreciation) | 56,055 | | | 56,055 |
| Furniture, fixtures & equipment (less accumulated depreciation) | 19,945 | | 19,945 | 0 |
| Programming (net of amortization) | 16,301 | | 16,301 | 0 |
| Section 444 Deposit (I.R.S.) | 0 | | | 0 |
| Prepaid operating expense | 5,782,998 | | 9,456 | 5,773,542 |
| TOTAL ASSETS | 29,213,154 | 0 | 100,769 | 29,112,385 |
| LIABILITIES AND EQUITY: | | | | |
| Reserves for: | | | | |
| Unpaid losses | | | | 261,800 |
| Reinsurance recoverable-unpaid losses | | | | (300) |
| Unpaid loss adjustment expense | | | | 2,205 |
| Reinsurance recoverable-unpaid loss exp. | | | | (315) |
| Operating expenses | | | | 80,788 |
| Unearned premiums: net | | | | 43,236,786 |
| Accrual for premium & municipal taxes | | | | 2,967,973 |
| TOTAL RESERVES | | | | 46,548,937 |
| Payables for: | | | | |
| Accounts payable | | | | 0 |
| Amounts withheld for account of others | | | | 33,464 |
| Post retirement benefit payable | | | | 1,688,747 |
| Reinsurance premium payable | | | | 216,154 |
| TOTAL PAYABLES | | | | 1,938,365 |
| MEMBERS' EQUITY | | | | (19,374,917) |
| Total Liabilities and Equity | | | | 29,112,385 |

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
INCOME STATEMENT AND EQUITY ACCOUNT
QUARTER ENDED APRIL 30, 2014**

EXHIBIT 2

| DESCRIPTION | QUARTER: 02-01-2014 04-30-2014 | YEAR-TO-DATE 11-01-2013 04-30-2014 |
|---|---|---|
| <u>UNDERWRITING INCOME:</u> | | |
| Net Premiums Earned | 4,227,708 | 9,977,438 |
| <u>DEDUCTIONS:</u> | | |
| Losses incurred | 90,166 | 163,714 |
| Loss expenses incurred | 19,645 | 28,350 |
| Operating expenses incurred | 3,176,020 | 5,911,226 |
| TOTAL DEDUCTIONS | 3,285,831 | 6,103,290 |
| Net Underwriting Gain or (Loss) | 941,877 | 3,874,148 |
| <u>OTHER INCOME OR (OUTGO)</u> | | |
| Net Investment Income | 450 | 876 |
| Miscellaneous income | 0 | 0 |
| Other interest income | 0 | 0 |
| TOTAL OTHER INCOME OR (OUTGO) | 450 | 876 |
| <u>Net Income or (Loss)</u> | 942,327 | 3,875,024 |
| <u>EQUITY ACCOUNT:</u> | | |
| Members' Equity (Prior Period) | (20,316,956) | (23,246,702) |
| Net income or (loss) | 942,327 | 3,875,024 |
| Change in assets not admitted | (288) | (3,239) |
| Assessments or (distributions) | 0 | 0 |
| Net change in equity | 942,039 | 3,871,785 |
| Members' Equity (Current Period) | (19,374,917) | (19,374,917) |

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
ANALYSIS OF INVESTMENT INCOME
QUARTER ENDED APRIL 30, 2014**

EXHIBIT 2A

| | Quarter | Year-To-Date |
|--|-------------------|---------------------|
| | 02-01-2014 | 11-01-2013 |
| | 04-30-2014 | 04-30-2014 |
| Investment Income Received/T-Bills | 0 | 0 |
| Investment Income Received/Sweep Account | 450 | 876 |
| Total Investment Income Received | 450 | 876 |
| Interest Accrued (Prior Period) | 0 | 0 |
| Interest Accrued (Current Period) | 0 | 0 |
| Investment Income Earned | <u>450</u> | <u>876</u> |

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION

MEMBERS' ACCOUNT

QUARTER ENDED APRIL 30, 2014

EXHIBIT 3A

Combined Zones

| DESCRIPTION | Quarter 02-01-2014 to 04-30-2014 | | | | | Year-To-Date at 04-30-2014 | | | | |
|------------------------------------|----------------------------------|------------------|----------------|----------|------------------|----------------------------|---------------------|----------------|----------|--------------------|
| | Association Year | | | | | Association Year | | | | |
| | 2014 | 2013 | 2012 | 2011 | Total | 2014 | 2013 | 2012 | 2011 | Total |
| INCOME RECEIVED: | | | | | | | | | | |
| Premiums Written | 20,055,837 | 0 | 0 | 0 | 20,055,837 | 35,927,655 | 0 | 0 | 0 | 35,927,655 |
| Reinsurance Premiums Ceded | (17,652,485) | 0 | 0 | 0 | (17,652,485) | (35,187,296) | 0 | 0 | 0 | (35,187,296) |
| Net Premiums Written | 2,403,352 | 0 | 0 | 0 | 2,403,352 | 740,359 | 0 | 0 | 0 | 740,359 |
| Portfolio Transfer of | | | | | | | | | | |
| Unearned Premiums: | | | | | | | | | | |
| From Prior Assoc. Year | 0 | 0 | 0 | 0 | 0 | 46,304,456 | 0 | 0 | 0 | 46,304,456 |
| To Succeeding Assoc. Yr. | 0 | 0 | 0 | 0 | 0 | 0 | (46,304,456) | 0 | 0 | (46,304,456) |
| Acquisition Allowance on | | | | | | | | | | |
| Portfolio Transfer | | | | | | | | | | |
| From Prior Assoc. Year | 0 | 0 | 0 | 0 | 0 | (6,286,901) | 0 | 0 | 0 | (6,286,901) |
| To Succeeding Assoc. Yr. | 0 | 0 | 0 | 0 | 0 | 0 | 6,286,901 | 0 | 0 | 6,286,901 |
| Investment Income Received | 450 | 0 | 0 | 0 | 450 | 876 | 0 | 0 | 0 | 876 |
| Miscellaneous Income | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Other Interest Income | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Income | 2,403,802 | 0 | 0 | 0 | 2,403,802 | 40,758,790 | (40,017,555) | 0 | 0 | 741,235 |
| EXPENSES PAID: | | | | | | | | | | |
| Losses | 6,591 | 48,290 | 0 | 0 | 54,881 | 9,465 | 114,227 | 5,337 | 0 | 129,029 |
| Reins. Recovered-Losses Paid | (315) | 0 | 0 | 0 | (315) | (315) | 0 | 0 | 0 | (315) |
| Loss Adjustment Expenses | 9,096 | 6,522 | 3,082 | 0 | 18,700 | 11,587 | 13,590 | 3,488 | 0 | 28,665 |
| Reins. Recovered-Loss Exp. Paid | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Commissions | 2,005,584 | 0 | 0 | 0 | 2,005,584 | 3,592,766 | 0 | 0 | 0 | 3,592,766 |
| Commissions Ceded | (162,605) | 0 | 0 | 0 | (162,605) | (301,527) | 0 | 0 | 0 | (301,527) |
| Operating Expenses | 680,155 | 0 | 0 | 0 | 680,155 | 1,385,651 | 126,372 | 0 | 0 | 1,512,023 |
| Premium Taxes | 0 | 260,988 | 0 | 0 | 260,988 | 0 | 560,694 | 0 | 0 | 560,694 |
| Total Expenses Paid | 2,538,506 | 315,800 | 3,082 | 0 | 2,857,388 | 4,697,627 | 814,883 | 8,825 | 0 | 5,521,335 |
| Net Cash Change | (134,704) | (315,800) | (3,082) | 0 | (453,586) | 36,061,163 | (40,832,438) | (8,825) | 0 | (4,780,100) |
| REINSURANCE RECOVERABLE: | | | | | | | | | | |
| DEDUCT (PRIOR PERIOD) | | | | | | | | | | |
| Reins Recoverable-Losses Paid | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reins Recoverable-Loss Exp. Paid | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| ADD (CURRENT PERIOD) | | | | | | | | | | |
| Reins Recoverable-Losses Paid | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reins Recoverable-Loss Exp. Paid | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net Change | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| RESERVES: | | | | | | | | | | |
| DEDUCT (CURRENT PERIOD) | | | | | | | | | | |
| Unpaid Losses | 236,200 | 25,300 | 300 | 0 | 261,800 | 236,200 | 25,300 | 300 | 0 | 261,800 |
| Reins. Recoverable-Unpaid Losses | (300) | 0 | 0 | 0 | (300) | (300) | 0 | 0 | 0 | (300) |
| Unpaid Loss Adjustment Expense | 1,575 | 315 | 315 | 0 | 2,205 | 1,575 | 315 | 315 | 0 | 2,205 |
| Reins. Recoverable-Unpd. Loss Exp. | (315) | 0 | 0 | 0 | (315) | (315) | 0 | 0 | 0 | (315) |
| Operating Expenses | 80,788 | 0 | 0 | 0 | 80,788 | 80,788 | 0 | 0 | 0 | 80,788 |
| Unearned Premiums | 44,480,100 | 0 | 0 | 0 | 44,480,100 | 44,480,100 | 0 | 0 | 0 | 44,480,100 |
| Unearned Premiums Ceded | (1,243,314) | 0 | 0 | 0 | (1,243,314) | (1,243,314) | 0 | 0 | 0 | (1,243,314) |
| Premium Taxes | 1,153,278 | 1,814,695 | 0 | 0 | 2,967,973 | 1,153,278 | 1,814,695 | 0 | 0 | 2,967,973 |
| ADD (PRIOR PERIOD) | | | | | | | | | | |
| Unpaid Losses | 200,900 | 25,000 | 300 | 0 | 226,200 | 0 | 201,500 | 25,000 | 0 | 226,500 |
| Reins. Recoverable-Unpaid Losses | (300) | 0 | 0 | 0 | (300) | 0 | 0 | 0 | 0 | 0 |
| Unpaid Loss Adjustment Expense | 945 | 0 | 315 | 0 | 1,260 | 0 | 2,205 | 0 | 0 | 2,205 |
| Reins. Recoverable-Unpd. Loss Exp. | (315) | 0 | 0 | 0 | (315) | 0 | 0 | 0 | 0 | 0 |
| Operating Expenses | 71,694 | 0 | 0 | 0 | 71,694 | 0 | 126,372 | 0 | 0 | 126,372 |
| Unearned Premiums | 46,304,456 | 0 | 0 | 0 | 46,304,456 | 0 | 53,812,341 | 0 | 0 | 53,812,341 |
| Unearned Premiums Ceded | (1,243,314) | 0 | 0 | 0 | (1,243,314) | 0 | (1,338,476) | 0 | 0 | (1,338,476) |
| Premium Taxes | 509,486 | 2,075,683 | 0 | 0 | 2,585,169 | 0 | 2,375,119 | 0 | 0 | 2,375,119 |
| Net Reserve Change | 1,135,540 | 260,373 | 0 | 0 | 1,395,913 | (44,708,012) | 53,338,751 | 24,385 | 0 | 8,655,124 |
| OTHER CHANGES: | | | | | | | | | | |
| DEDUCT (PRIOR PERIOD) | | | | | | | | | | |
| Interest Accrued | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Assets Not Admitted | (100,481) | 0 | 0 | 0 | (100,481) | 0 | (97,530) | 0 | 0 | (97,530) |
| ADD (CURRENT PERIOD) | | | | | | | | | | |
| Interest Accrued | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Assets Not Admitted | (100,769) | 0 | 0 | 0 | (100,769) | (100,769) | 0 | 0 | 0 | (100,769) |
| Net Other Changes | (288) | 0 | 0 | 0 | (288) | (100,769) | 97,530 | 0 | 0 | (3,239) |
| Assessments or (Distributions) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Change In Members' Equity | 1,000,548 | (55,427) | (3,082) | 0 | 942,039 | (6,747,618) | 12,803,843 | 15,560 | 0 | 3,871,785 |

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

Quarter 02-01-2014 to 04-30-2014

EXHIBIT 3A 1

Zone 1

| DESCRIPTION | Quarter 02-01-2014 to 04-30-2014 | | | | | Year-To-Date at 04-30-2014 | | | | |
|---|----------------------------------|------------------|----------------|----------|---------------------|----------------------------|---------------------|----------------|----------|---------------------|
| | Association Year | | | | | Association Year | | | | |
| | 2014 | 2013 | 2012 | 2011 | Total | 2014 | 2013 | 2012 | 2011 | Total |
| INCOME RECEIVED: | | | | | | | | | | |
| Premiums Written | 16,600,965 | 0 | 0 | 0 | 16,600,965 | 29,356,033 | 0 | 0 | 0 | 29,356,033 |
| Reinsurance Premiums Ceded | (14,283,583) | 0 | 0 | 0 | (14,283,583) | (28,020,642) | 0 | 0 | 0 | (28,020,642) |
| Net Premiums Written | <u>2,317,382</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>2,317,382</u> | <u>1,335,391</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>1,335,391</u> |
| Portfolio Transfer of Unearned Premiums: | | | | | | | | | | |
| From Prior Assoc. Year | 0 | 0 | 0 | 0 | 0 | 37,704,299 | 0 | 0 | 0 | 37,704,299 |
| To Seceeding Assoc. Yr. | 0 | 0 | 0 | 0 | 0 | 0 | (37,704,299) | 0 | 0 | (37,704,299) |
| Acquisition Allowance on Portfolio Transfer | | | | | | | | | | |
| From Prior Assoc. Year | 0 | 0 | 0 | 0 | 0 | (5,119,231) | 0 | 0 | 0 | (5,119,231) |
| To Seceeding Assoc. Yr. | 0 | 0 | 0 | 0 | 0 | 0 | 5,119,231 | 0 | 0 | 5,119,231 |
| Investment Income Received | 374 | 0 | 0 | 0 | 374 | 716 | 0 | 0 | 0 | 716 |
| Miscellaneous Income | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Other Interest Income | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Income | <u>2,317,756</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>2,317,756</u> | <u>33,921,175</u> | <u>(32,585,068)</u> | <u>0</u> | <u>0</u> | <u>1,336,107</u> |
| EXPENSES PAID: | | | | | | | | | | |
| Losses | 5,950 | 19,068 | 0 | 0 | 25,018 | 8,824 | 73,275 | 0 | 0 | 82,099 |
| Reins. Recovered-Losses Paid | (315) | 0 | 0 | 0 | (315) | (315) | 0 | 0 | 0 | (315) |
| Loss Adjustment Expenses | 6,736 | 657 | 3,082 | 0 | 10,475 | 9,227 | 7,725 | 3,488 | 0 | 20,440 |
| Reins. Recovered-Loss Exp. Paid | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Commissions | 1,660,097 | 0 | 0 | 0 | 1,660,097 | 2,935,604 | 0 | 0 | 0 | 2,935,604 |
| Commissions Ceded | (89,575) | 0 | 0 | 0 | (89,575) | (165,777) | 0 | 0 | 0 | (165,777) |
| Operating Expenses | 565,240 | 0 | 0 | 0 | 565,240 | 1,132,198 | 103,660 | 0 | 0 | 1,235,858 |
| Premium Taxes | 0 | 214,081 | 0 | 0 | 214,081 | 0 | 459,922 | 0 | 0 | 459,922 |
| Total Expenses Paid | <u>2,148,133</u> | <u>233,806</u> | <u>3,082</u> | <u>0</u> | <u>2,385,021</u> | <u>3,919,761</u> | <u>644,582</u> | <u>3,488</u> | <u>0</u> | <u>4,567,831</u> |
| Net Cash Change | <u>169,623</u> | <u>(233,806)</u> | <u>(3,082)</u> | <u>0</u> | <u>(67,265)</u> | <u>30,001,414</u> | <u>(33,229,650)</u> | <u>(3,488)</u> | <u>0</u> | <u>(3,231,724)</u> |
| REINSURANCE RECOVERABLE: | | | | | | | | | | |
| DEDUCT (PRIOR PERIOD) | | | | | | | | | | |
| Reins Recoverable-Losses Paid | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reins Recoverable-Loss Exp. Paid | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| ADD (CURRENT PERIOD) | | | | | | | | | | |
| Reins Recoverable-Losses Paid | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reins Recoverable-Loss Exp. Paid | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net Change | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| RESERVES: | | | | | | | | | | |
| DEDUCT (CURRENT PERIOD) | | | | | | | | | | |
| Unpaid Losses | 200,900 | 25,300 | 300 | 0 | 226,500 | 160,900 | 20,300 | 300 | 0 | 181,500 |
| Reins. Recoverable-Unpaid Losses | (300) | 0 | 0 | 0 | (300) | 0 | 0 | 0 | 0 | 0 |
| Unpaid Loss Adjustment Expense | 1,260 | 315 | 315 | 0 | 1,890 | 945 | 315 | 315 | 0 | 1,575 |
| Reins. Recoverable-Unpd. Loss Exp. | (315) | 0 | 0 | 0 | (315) | (630) | 0 | 0 | 0 | (630) |
| Operating Expenses | 80,090 | 0 | 0 | 0 | 80,090 | 66,011 | 0 | 0 | 0 | 66,011 |
| Unearned Premiums | 45,576,323 | 0 | 0 | 0 | 45,576,323 | 36,976,166 | 0 | 0 | 0 | 36,976,166 |
| Unearned Premiums Ceded | (1,310,866) | 0 | 0 | 0 | (1,310,866) | (657,975) | 0 | 0 | 0 | (657,975) |
| Premium Taxes | 1,042,377 | 1,861,601 | 0 | 0 | 2,903,978 | 942,329 | 1,488,545 | 0 | 0 | 2,430,874 |
| ADD (PRIOR PERIOD) | | | | | | | | | | |
| Unpaid Losses | 200,900 | 25,000 | 300 | 0 | 226,200 | 0 | 161,500 | 20,000 | 0 | 181,500 |
| Reins. Recoverable-Unpaid Losses | (300) | 0 | 0 | 0 | (300) | 0 | 0 | 0 | 0 | 0 |
| Unpaid Loss Adjustment Expense | 945 | 0 | 315 | 0 | 1,260 | 0 | 2,205 | 0 | 0 | 2,205 |
| Reins. Recoverable-Unpd. Loss Exp. | (315) | 0 | 0 | 0 | (315) | 0 | 0 | 0 | 0 | 0 |
| Operating Expenses | 71,694 | 0 | 0 | 0 | 71,694 | 0 | 103,660 | 0 | 0 | 103,660 |
| Unearned Premiums | 46,304,456 | 0 | 0 | 0 | 46,304,456 | 0 | 44,105,494 | 0 | 0 | 44,105,494 |
| Unearned Premiums Ceded | (1,243,314) | 0 | 0 | 0 | (1,243,314) | 0 | (611,738) | 0 | 0 | (611,738) |
| Premium Taxes | 509,486 | 2,075,683 | 0 | 0 | 2,585,169 | 0 | 1,948,246 | 0 | 0 | 1,948,246 |
| Net Reserve Change | <u>254,083</u> | <u>213,467</u> | <u>0</u> | <u>0</u> | <u>467,550</u> | <u>(37,487,746)</u> | <u>44,200,207</u> | <u>19,385</u> | <u>0</u> | <u>6,731,846</u> |
| OTHER CHANGES: | | | | | | | | | | |
| DEDUCT (PRIOR PERIOD) | | | | | | | | | | |
| Interest Accrued | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Assets Not Admitted | (100,481) | 0 | 0 | 0 | (100,481) | 0 | (80,001) | 0 | 0 | (80,001) |
| ADD (CURRENT PERIOD) | | | | | | | | | | |
| Interest Accrued | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Assets Not Admitted | (102,068) | 0 | 0 | 0 | (102,068) | (82,337) | 0 | 0 | 0 | (82,337) |
| Net Other Changes | <u>(1,587)</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>(1,587)</u> | <u>(82,337)</u> | <u>80,001</u> | <u>0</u> | <u>0</u> | <u>(2,336)</u> |
| Assessments or (Distributions) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Change In Members' Equity | <u>422,119</u> | <u>(20,339)</u> | <u>(3,082)</u> | <u>0</u> | <u>398,698</u> | <u>(7,568,669)</u> | <u>11,050,558</u> | <u>15,897</u> | <u>0</u> | <u>3,497,786</u> |

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

Quarter 02-01-2014 to 04-30-2014

EXHIBIT 3A 2

Zone 2

| DESCRIPTION | Quarter 02-01-2014 to 04-30-2014 | | | | | Year-To-Date at 04-30-2014 | | | | |
|------------------------------------|----------------------------------|----------|------|------|--------------------|----------------------------|-------------|---------|------|--------------------|
| | Association Year | | | | | Association Year | | | | |
| | 2014 | 2013 | 2012 | 2011 | Total | 2014 | 2013 | 2012 | 2011 | Total |
| INCOME RECEIVED: | | | | | | | | | | |
| Premiums Written | 3,454,872 | 0 | 0 | 0 | 3,454,872 | 6,571,622 | 0 | 0 | 0 | 6,571,622 |
| Reinsurance Premiums Ceded | (3,368,902) | 0 | 0 | 0 | (3,368,902) | (7,166,654) | 0 | 0 | 0 | (7,166,654) |
| Net Premiums Written | 85,970 | 0 | 0 | 0 | 85,970 | (595,032) | 0 | 0 | 0 | (595,032) |
| Portfolio Transfer of | | | | | | | | | | |
| Unearned Premiums: | | | | | | | | | | |
| From Prior Assoc. Year | 0 | 0 | 0 | 0 | 0 | 8,600,157 | 0 | 0 | 0 | 8,600,157 |
| To Seceeding Assoc. Yr. | 0 | 0 | 0 | 0 | 0 | 0 | (8,600,157) | 0 | 0 | (8,600,157) |
| Acquisition Allowance on | | | | | | | | | | |
| Portfolio Transfer | | | | | | | | | | |
| From Prior Assoc. Year | 0 | 0 | 0 | 0 | 0 | (1,167,670) | 0 | 0 | 0 | (1,167,670) |
| To Seceeding Assoc. Yr. | 0 | 0 | 0 | 0 | 0 | 0 | 1,167,670 | 0 | 0 | 1,167,670 |
| Investment Income Received | 76 | 0 | 0 | 0 | 76 | 160 | 0 | 0 | 0 | 160 |
| Miscellaneous Income | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Other Interest Income | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Income | 86,046 | 0 | 0 | 0 | 86,046 | 6,837,615 | (7,432,487) | 0 | 0 | (594,872) |
| EXPENSES PAID: | | | | | | | | | | |
| Losses | 641 | 29,222 | 0 | 0 | 29,863 | 641 | 40,952 | 5,337 | 0 | 46,930 |
| Reins. Recovered-Losses Paid | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Loss Adjustment Expenses | 2,360 | 5,865 | 0 | 0 | 8,225 | 2,360 | 5,865 | 0 | 0 | 8,225 |
| Reins. Recovered-Loss Exp. Paid | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Commissions | 345,487 | 0 | 0 | 0 | 345,487 | 657,162 | 0 | 0 | 0 | 657,162 |
| Commissions Ceded | (73,030) | 0 | 0 | 0 | (73,030) | (135,750) | 0 | 0 | 0 | (135,750) |
| Operating Expenses | 114,915 | 0 | 0 | 0 | 114,915 | 253,453 | 22,712 | 0 | 0 | 276,165 |
| Premium Taxes | 0 | 46,907 | 0 | 0 | 46,907 | 0 | 100,772 | 0 | 0 | 100,772 |
| Total Expenses Paid | 390,373 | 81,994 | 0 | 0 | 472,367 | 777,866 | 170,301 | 5,337 | 0 | 953,504 |
| Net Cash Change | (304,327) | (81,994) | 0 | 0 | (386,321) | 6,059,749 | (7,602,788) | (5,337) | 0 | (1,548,376) |
| REINSURANCE RECOVERABLE: | | | | | | | | | | |
| DEDUCT (PRIOR PERIOD) | | | | | | | | | | |
| Reins Recoverable-Losses Paid | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reins Recoverable-Loss Exp. Paid | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| ADD (CURRENT PERIOD) | | | | | | | | | | |
| Reins Recoverable-Losses Paid | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reins Recoverable-Loss Exp. Paid | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net Change | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| RESERVES: | | | | | | | | | | |
| DEDUCT (CURRENT PERIOD) | | | | | | | | | | |
| Unpaid Losses | 35,300 | 0 | 0 | 0 | 35,300 | 75,300 | 5,000 | 0 | 0 | 80,300 |
| Reins. Recoverable-Unpaid Losses | 0 | 0 | 0 | 0 | 0 | (300) | 0 | 0 | 0 | (300) |
| Unpaid Loss Adjustment Expense | 315 | 0 | 0 | 0 | 315 | 630 | 0 | 0 | 0 | 630 |
| Reins. Recoverable-Unpd. Loss Exp. | 0 | 0 | 0 | 0 | 0 | 315 | 0 | 0 | 0 | 315 |
| Operating Expenses | 698 | 0 | 0 | 0 | 698 | 14,777 | 0 | 0 | 0 | 14,777 |
| Unearned Premiums | (1,096,223) | 0 | 0 | 0 | (1,096,223) | 7,503,934 | 0 | 0 | 0 | 7,503,934 |
| Unearned Premiums Ceded | 67,552 | 0 | 0 | 0 | 67,552 | (585,339) | 0 | 0 | 0 | (585,339) |
| Premium Taxes | 110,901 | (46,906) | 0 | 0 | 63,995 | 210,949 | 326,150 | 0 | 0 | 537,099 |
| ADD (PRIOR PERIOD) | | | | | | | | | | |
| Unpaid Losses | 0 | 0 | 0 | 0 | 0 | 0 | 40,000 | 5,000 | 0 | 45,000 |
| Reins. Recoverable-Unpaid Losses | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Unpaid Loss Adjustment Expense | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reins. Recoverable-Unpd. Loss Exp. | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Operating Expenses | 0 | 0 | 0 | 0 | 0 | 0 | 22,712 | 0 | 0 | 22,712 |
| Unearned Premiums | 0 | 0 | 0 | 0 | 0 | 0 | 9,706,847 | 0 | 0 | 9,706,847 |
| Unearned Premiums Ceded | 0 | 0 | 0 | 0 | 0 | 0 | (726,738) | 0 | 0 | (726,738) |
| Premium Taxes | 0 | 0 | 0 | 0 | 0 | 0 | 426,873 | 0 | 0 | 426,873 |
| Net Reserve Change | 881,457 | 46,906 | 0 | 0 | 928,363 | (7,220,266) | 9,138,544 | 5,000 | 0 | 1,923,278 |
| OTHER CHANGES: | | | | | | | | | | |
| DEDUCT (PRIOR PERIOD) | | | | | | | | | | |
| Interest Accrued | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Assets Not Admitted | 0 | 0 | 0 | 0 | 0 | 0 | (17,529) | 0 | 0 | (17,529) |
| ADD (CURRENT PERIOD) | | | | | | | | | | |
| Interest Accrued | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Assets Not Admitted | 1,299 | 0 | 0 | 0 | 1,299 | (18,432) | 0 | 0 | 0 | (18,432) |
| Net Other Changes | 1,299 | 0 | 0 | 0 | 1,299 | (18,432) | 17,529 | 0 | 0 | (903) |
| Assessments or (Distributions) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Change In Members' Equity | 578,429 | (35,088) | 0 | 0 | 543,341 | (1,178,949) | 1,553,285 | (337) | 0 | 373,999 |

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
MEMBERS' ACCOUNT FOR UNSETTLED YEARS
INCEPTION TO ASSOCIATION QUARTER ENDED APRIL 30, 2014

Combined Zones

EXHIBIT 3B

| DESCRIPTION | 2014 | 2013 | 2012 | 2011 | Total |
|------------------------------------|--------------------|--------------------|--------------------|----------|---------------------|
| INCOME RECEIVED: | | | | | |
| Premiums Written | 35,927,655 | 92,647,681 | 95,819,496 | 0 | 224,394,832 |
| Reinsurance Premiums Ceded | (35,187,296) | (82,578,157) | (88,433,277) | 0 | (206,198,730) |
| Net Premiums Written | <u>740,359</u> | <u>10,069,524</u> | <u>7,386,219</u> | <u>0</u> | <u>18,196,102</u> |
| Portfolio Transfer of | | | | | |
| Unearned Premiums: | | | | | |
| From Prior Assoc. Year | 46,304,456 | 47,905,372 | 49,944,347 | 0 | 144,154,175 |
| To Succeeding Assoc. Yr. | 0 | (46,304,456) | (47,905,372) | 0 | (94,209,828) |
| Acquisition Allowance on | | | | | |
| Portfolio Transfer | | | | | |
| From Prior Assoc. Year | (6,286,901) | (6,327,676) | (6,565,579) | 0 | (19,180,156) |
| To Succeeding Assoc. Yr. | 0 | 6,286,901 | 6,327,676 | 0 | 12,614,577 |
| Investment Income Received | 876 | 3,038 | 12,017 | 0 | 15,931 |
| Miscellaneous Income | 0 | 0 | 0 | 0 | 0 |
| Other Interest Income | 0 | 0 | 0 | 0 | 0 |
| Total Income | <u>40,758,790</u> | <u>11,632,703</u> | <u>9,199,308</u> | <u>0</u> | <u>61,590,801</u> |
| EXPENSES PAID: | | | | | |
| Losses | 9,465 | 884,328 | 146,013 | 0 | 1,039,806 |
| Reins. Recovered-Losses Paid | (315) | (11,666) | 0 | 0 | (11,981) |
| Loss Adjustment Expenses | 11,587 | 175,422 | 59,449 | 0 | 246,458 |
| Reins. Recovered-Loss Exp. Paid | 0 | (2,625) | (999) | 0 | (3,624) |
| Commissions | 3,592,766 | 9,264,768 | 9,581,950 | 0 | 22,439,484 |
| Commissions Ceded | (301,527) | (668,927) | (527,682) | 0 | (1,498,136) |
| Operating Expenses | 1,385,651 | 3,204,857 | 3,321,379 | 0 | 7,911,887 |
| Premium Taxes | 0 | 1,159,566 | 3,032,552 | 0 | 4,192,118 |
| Total Expenses Paid | <u>4,697,627</u> | <u>14,005,723</u> | <u>15,612,662</u> | <u>0</u> | <u>34,316,012</u> |
| Net Cash Change | <u>36,061,163</u> | <u>(2,373,020)</u> | <u>(6,413,354)</u> | <u>0</u> | <u>27,274,789</u> |
| REINSURANCE RECOVERABLE: | | | | | |
| ADD (CURRENT PERIOD) | | | | | |
| Reins Recoverable-Losses Paid | 0 | 0 | 0 | 0 | 0 |
| Reins Recoverable-Loss Exp. Paid | 0 | 0 | 0 | 0 | 0 |
| Net Change | <u>36,061,163</u> | <u>(2,373,020)</u> | <u>(6,413,354)</u> | <u>0</u> | <u>27,274,789</u> |
| RESERVES: | | | | | |
| DEDUCT (CURRENT PERIOD) | | | | | |
| Unpaid Losses | 236,200 | 25,300 | 300 | 0 | 261,800 |
| Reins. Recoverable-Unpaid Losses | (300) | 0 | 0 | 0 | (300) |
| Unpaid Loss Adjustment Expense | 1,575 | 315 | 315 | 0 | 2,205 |
| Reins. Recoverable-Unpd. Loss Exp. | (315) | 0 | 0 | 0 | (315) |
| Operating Expenses | 80,788 | 0 | 0 | 0 | 80,788 |
| Unearned Premiums | 44,480,100 | 0 | 0 | 0 | 44,480,100 |
| Unearned Premiums Ceded | (1,243,314) | 0 | 0 | 0 | (1,243,314) |
| Premium Taxes | 1,153,278 | 1,814,695 | 0 | 0 | 2,967,973 |
| Total Reserves | <u>44,708,012</u> | <u>1,840,310</u> | <u>615</u> | <u>0</u> | <u>46,548,937</u> |
| OTHER CHANGES: | | | | | |
| Interest Accrued | 0 | 0 | 0 | 0 | 0 |
| Assets Not Admitted | (100,769) | 0 | 0 | 0 | (100,769) |
| Total Other Changes | <u>(100,769)</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>(100,769)</u> |
| Assessments or (Distributions) | 0 | 0 | 0 | 0 | 0 |
| Net Members' Equity | <u>(8,747,618)</u> | <u>(4,213,330)</u> | <u>(6,413,969)</u> | <u>0</u> | <u>(19,374,917)</u> |

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
MEMBERS' ACCOUNT FOR UNSETTLED YEARS
INCEPTION TO ASSOCIATION QUARTER ENDED APRIL 30, 2014

Zone 1

EXHIBIT 3B1

| DESCRIPTION | 2014 | 2013 | 2012 | 2011 | Total |
|---|--------------------|--------------------|--------------------|----------|---------------------|
| INCOME RECEIVED: | | | | | |
| Premiums Written | 29,356,033 | 75,996,400 | 79,755,903 | 0 | 185,108,336 |
| Reinsurance Premiums Ceded | (28,020,642) | (66,668,957) | (72,669,455) | 0 | (167,359,053) |
| Net Premiums Written | <u>1,335,391</u> | <u>9,327,443</u> | <u>7,086,448</u> | <u>0</u> | <u>17,749,283</u> |
| Portfolio Transfer of Unearned Premiums: | | | | | |
| From Prior Assoc. Year | 37,704,299 | 39,486,328 | 42,094,902 | 0 | 119,285,529 |
| To Succeeding Assoc. Yr. | 0 | (37,704,299) | (39,486,328) | 0 | (77,190,627) |
| Acquisition Allowance on Portfolio Transfer | | | | | |
| From Prior Assoc. Year | (5,119,231) | (5,215,630) | (5,510,754) | 0 | (15,845,615) |
| To Succeeding Assoc. Yr. | 0 | 5,119,231 | 5,215,630 | 0 | 10,334,861 |
| Investment Income Received | 716 | 2,492 | 10,002 | 0 | 13,210 |
| Miscellaneous Income | 0 | 0 | 0 | 0 | 0 |
| Other Interest Income | 0 | 0 | 0 | 0 | 0 |
| Total Income | <u>33,921,175</u> | <u>11,015,565</u> | <u>9,409,900</u> | <u>0</u> | <u>54,346,641</u> |
| EXPENSES PAID: | | | | | |
| Losses | 8,824 | 375,006 | 107,692 | 0 | 491,522 |
| Reins. Recovered-Losses Paid | (315) | 10 | 0 | 0 | (305) |
| Loss Adjustment Expenses | 9,227 | 106,757 | 45,604 | 0 | 161,588 |
| Reins. Recovered-Loss Exp. Paid | 0 | 0 | 0 | 0 | 0 |
| Commissions | 2,935,604 | 7,599,640 | 7,975,591 | 0 | 18,510,835 |
| Commissions Ceded | (165,777) | (304,474) | (241,734) | 0 | (711,985) |
| Operating Expenses | 1,132,198 | 2,628,858 | 2,764,569 | 0 | 6,525,625 |
| Premium Taxes | 0 | 951,161 | 2,524,162 | 0 | 3,475,323 |
| Total Expenses Paid | <u>3,919,761</u> | <u>11,356,958</u> | <u>13,175,884</u> | <u>0</u> | <u>28,452,603</u> |
| Net Cash Change | <u>30,001,414</u> | <u>(341,393)</u> | <u>(3,765,984)</u> | <u>0</u> | <u>25,894,038</u> |
| REINSURANCE RECOVERABLE: | | | | | |
| ADD (CURRENT PERIOD) | | | | | |
| Reins Recoverable-Losses Paid | 0 | 0 | 0 | 0 | 0 |
| Reins Recoverable-Loss Exp. Paid | 0 | 0 | 0 | 0 | 0 |
| Net Change | <u>30,001,414</u> | <u>(341,393)</u> | <u>(3,765,984)</u> | <u>0</u> | <u>25,894,038</u> |
| RESERVES: | | | | | |
| DEDUCT (CURRENT PERIOD) | | | | | |
| Unpaid Losses | 160,900 | 20,300 | 300 | 0 | 181,500 |
| Reins. Recoverable-Unpaid Losses | 0 | 0 | 0 | 0 | 0 |
| Unpaid Loss Adjustment Expense | 945 | 315 | 315 | 0 | 1,575 |
| Reins. Recoverable-Unpd. Loss Exp. | (630) | 0 | 0 | 0 | (630) |
| Operating Expenses | 66,011 | 0 | 0 | 0 | 66,011 |
| Unearned Premiums | 36,976,166 | 0 | 0 | 0 | 36,976,166 |
| Unearned Premiums Ceded | (657,975) | 0 | 0 | 0 | (657,975) |
| Premium Taxes | 942,329 | 1,488,545 | 0 | 0 | 2,430,874 |
| Total Reserves | <u>37,487,746</u> | <u>1,509,160</u> | <u>615</u> | <u>0</u> | <u>38,997,521</u> |
| OTHER CHANGES: | | | | | |
| Interest Accrued | 0 | 0 | 0 | 0 | 0 |
| Assets Not Admitted | (82,337) | 0 | 0 | 0 | (82,337) |
| Total Other Changes | <u>(82,337)</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>(82,337)</u> |
| Assessments or (Distributions) | 0 | 0 | 0 | 0 | 0 |
| Net Members' Equity | <u>(7,568,669)</u> | <u>(1,850,553)</u> | <u>(3,766,599)</u> | <u>0</u> | <u>(13,185,820)</u> |

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
MEMBERS' ACCOUNT FOR UNSETTLED YEARS
INCEPTION TO ASSOCIATION QUARTER ENDED APRIL 30, 2014

Zone 2

EXHIBIT 3B2

| DESCRIPTION | 2014 | 2013 | 2012 | 2011 | Total |
|---|-------------|--------------|--------------|------|--------------|
| INCOME RECEIVED: | | | | | |
| Premiums Written | 6,571,622 | 16,651,281 | 16,063,593 | 0 | 39,286,496 |
| Reinsurance Premiums Ceded | (7,166,654) | (15,909,200) | (15,763,822) | 0 | (38,839,677) |
| Net Premiums Written | (595,032) | 742,081 | 299,771 | 0 | 446,819 |
| Portfolio Transfer of Unearned Premiums: | | | | | |
| From Prior Assoc. Year | 8,600,157 | 8,419,044 | 7,849,445 | 0 | 24,868,646 |
| To Succeeding Assoc. Yr. | 0 | (8,600,157) | (8,419,044) | 0 | (17,019,201) |
| Acquisition Allowance on Portfolio Transfer | | | | | |
| From Prior Assoc. Year | (1,167,670) | (1,112,046) | (1,054,825) | 0 | (3,334,541) |
| To Succeeding Assoc. Yr. | 0 | 1,167,670 | 1,112,046 | 0 | 2,279,716 |
| Investment Income Received | 160 | 546 | 2,015 | 0 | 2,721 |
| Miscellaneous Income | 0 | 0 | 0 | 0 | 0 |
| Other Interest Income | 0 | 0 | 0 | 0 | 0 |
| Total Income | 6,837,615 | 617,138 | (210,592) | 0 | 7,244,160 |
| EXPENSES PAID: | | | | | |
| Losses | 641 | 509,322 | 38,321 | 0 | 548,284 |
| Reins. Recovered-Losses Paid | 0 | (11,676) | 0 | 0 | (11,676) |
| Loss Adjustment Expenses | 2,360 | 68,665 | 13,845 | 0 | 84,870 |
| Reins. Recovered-Loss Exp. Paid | 0 | (2,625) | (999) | 0 | (3,624) |
| Commissions | 657,162 | 1,665,128 | 1,606,359 | 0 | 3,928,649 |
| Commissions Ceded | (135,750) | (364,453) | (285,948) | 0 | (786,151) |
| Operating Expenses | 253,453 | 575,999 | 556,810 | 0 | 1,386,262 |
| Premium Taxes | 0 | 208,405 | 508,390 | 0 | 716,795 |
| Total Expenses Paid | 777,866 | 2,648,765 | 2,436,778 | 0 | 5,863,409 |
| Net Cash Change | 6,059,749 | (2,031,627) | (2,647,370) | 0 | 1,380,751 |
| REINSURANCE RECOVERABLE: | | | | | |
| ADD (CURRENT PERIOD) | | | | | |
| Reins Recoverable-Losses Paid | 0 | 0 | 0 | 0 | 0 |
| Reins Recoverable-Loss Exp. Paid | 0 | 0 | 0 | 0 | 0 |
| Net Change | 6,059,749 | (2,031,627) | (2,647,370) | 0 | 1,380,751 |
| RESERVES: | | | | | |
| DEDUCT (CURRENT PERIOD) | | | | | |
| Unpaid Losses | 75,300 | 5,000 | 0 | 0 | 80,300 |
| Reins. Recoverable-Unpaid Losses | (300) | 0 | 0 | 0 | (300) |
| Unpaid Loss Adjustment Expense | 630 | 0 | 0 | 0 | 630 |
| Reins. Recoverable-Unpd. Loss Exp. | 315 | 0 | 0 | 0 | 315 |
| Operating Expenses | 14,777 | 0 | 0 | 0 | 14,777 |
| Unearned Premiums | 7,503,934 | 0 | 0 | 0 | 7,503,934 |
| Unearned Premiums Ceded | (585,339) | 0 | 0 | 0 | (585,339) |
| Premium Taxes | 210,949 | 326,150 | 0 | 0 | 537,099 |
| Total Reserves | 7,220,266 | 331,150 | 0 | 0 | 7,551,416 |
| OTHER CHANGES: | | | | | |
| Interest Accrued | 0 | 0 | 0 | 0 | 0 |
| Assets Not Admitted | (18,432) | 0 | 0 | 0 | (18,432) |
| Total Other Changes | (18,432) | 0 | 0 | 0 | (18,432) |
| Assessments or (Distributions) | 0 | 0 | 0 | 0 | 0 |
| Net Members' Equity | (1,178,949) | (2,362,777) | (2,647,370) | 0 | (6,189,097) |

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
 STATISTICAL REPORT OF PREMIUMS
 QUARTER ENDED APRIL 30, 2014**

EXHIBIT 4A

| DESCRIPTION | QUARTER 02-01-2014 04-30-2014 | YEAR-TO-DATE 11-01-2013 04-30-2014 |
|---|--|---|
| <u>PREMIUMS WRITTEN:</u> | | |
| Allied Lines (Windstorm & Hail) | 20,055,837 | 35,927,655 |
| Reinsurance Premium Ceded | (17,652,485) | (35,187,296) |
| Net Premiums Written | 2,403,352 | 740,359 |
| <u>UNEARNED PREMIUMS (PRIOR PERIOD):</u> | | |
| Allied Lines (Windstorm & Hail) | 43,950,262 | 50,841,491 |
| Advance Premiums (On Policies Not Yet In Force) | 2,354,194 | 2,970,850 |
| Reinsurance Premium Ceded | (1,243,314) | (1,338,476) |
| Net Prior Unearned | 45,061,142 | 52,473,865 |
| <u>UNEARNED PREMIUMS (CURRENT PERIOD):</u> | | |
| Allied Lines (Windstorm & Hail) | 40,972,364 | 40,972,364 |
| Advance Premiums (On Policies Not Yet In Force) | 3,507,736 | 3,507,736 |
| Reinsurance Premium Ceded | (1,243,314) | (1,243,314) |
| Net Current Unearned | 43,236,786 | 43,236,786 |
| <u>EARNED PREMIUMS</u> | | |
| Allied Lines (Windstorm & Hail) | 4,227,708 | 9,977,438 |

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
STATISTICAL REPORT OF LOSSES
QUARTER ENDED APRIL 30, 2014**

EXHIBIT 4B

| | Quarter 02-01-2014 to 04-30-2014 | | | | | Year-To-Date 11-01-2013 to 04-30-2014 | | | | |
|--|----------------------------------|---------------|------------|----------|---------------|---------------------------------------|----------------|--------------|----------|----------------|
| | Association Year | | | | | Association Year | | | | |
| | 2014 | 2013 | 2012 | 2011 | Total | 2014 | 2013 | 2012 | 2011 | Total |
| PAID LOSSES | | | | | | | | | | |
| Allied Lines (Windstorm & Hail) | 6,591 | 48,290 | 0 | 0 | 54,881 | 9,465 | 114,227 | 5,337 | 0 | 129,029 |
| REINSURANCE RECOVERED | | | | | | | | | | |
| Reins. Recovered-Paid Losses | -315 | 0 | 0 | 0 | -315 | (315) | 0 | 0 | 0 | -315 |
| REINSURANCE RECOVERABLE: | | | | | | | | | | |
| (CURRENT PERIOD) | | | | | | | | | | |
| Reins. Recoverable-Paid Losses | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| REINSURANCE RECOVERABLE: | | | | | | | | | | |
| (PRIOR PERIOD) | | | | | | | | | | |
| Reins. Recoverable-Paid Losses | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Paid Loss Net of Reinsurance | 6,276 | 48,290 | 0 | 0 | 54,566 | 9,150 | 114,227 | 5,337 | 0 | 128,714 |
| OUTSTANDING LOSSES (CURRENT PERIOD) | | | | | | | | | | |
| Allied Lines (Windstorm & Hail) | 36,200 | 300 | 300 | 0 | 36,800 | 36,200 | 300 | 300 | 0 | 36,800 |
| REINSURANCE RECOVERABLE: | | | | | | | | | | |
| Reins. Recoverable-Unpaid Losses | -300 | 0 | 0 | 0 | -300 | -300 | 0 | 0 | 0 | -300 |
| Outstanding Losses Net of Reins. | 35,900 | 300 | 300 | 0 | 36,500 | 35,900 | 300 | 300 | 0 | 36,500 |
| OUTSTANDING LOSSES (PRIOR PERIOD) | | | | | | | | | | |
| Allied Lines (Windstorm & Hail) | 900 | 0 | 300 | 0 | 1,200 | 0 | 1,500 | 0 | 0 | 1,500 |
| REINSURANCE RECOVERABLE: | | | | | | | | | | |
| Reins. Recoverable-Unpaid Losses | -300 | 0 | 0 | 0 | -300 | 0 | 0 | 0 | 0 | 0 |
| Outstanding Losses Net of Reins. | 600 | 0 | 300 | 0 | 900 | 0 | 1,500 | 0 | 0 | 1,500 |
| INCURRED LOSSES: | | | | | | | | | | |
| Allied Lines (Windstorm & Hail) | 41,576 | 48,590 | 0 | 0 | 90,166 | 245,050 | -61,973 | -19,363 | 0 | 163,714 |
| IBNR (CURRENT PERIOD) | | | | | | | | | | |
| Allied Lines (Windstorm & Hail) | 200,000 | 25,000 | 0 | 0 | 225,000 | 200,000 | 25,000 | 0 | 0 | 225,000 |
| IBNR (PRIOR PERIOD) | | | | | | | | | | |
| Allied Lines (Windstorm & Hail) | 200,000 | 25,000 | 0 | 0 | 225,000 | 0 | 200,000 | 25,000 | 0 | 225,000 |

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES
QUARTER ENDED APRIL 30, 2014**

EXHIBIT 4C

| | Quarter 02-01-2014 to 04-30-2014 | | | | | Year-To-Date 11-01-2013 to 04-30-2014 | | | | |
|--|----------------------------------|--------------|--------------|----------|---------------|---------------------------------------|---------------|--------------|----------|---------------|
| | Association Year | | | | | Association Year | | | | |
| | 2014 | 2013 | 2012 | 2011 | Total | 2014 | 2013 | 2012 | 2011 | Total |
| LOSS EXPENSES PAID | | | | | | | | | | |
| Allied Lines (Windstorm & Hail) | 9,096 | 6,522 | 3,082 | 0 | 18,700 | 11,587 | 13,590 | 3,488 | 0 | 28,665 |
| REINSURANCE RECOVERED | | | | | | | | | | |
| Reins. Recovered-Paid Loss Expense | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| REINSURANCE RECOVERABLE: | | | | | | | | | | |
| (CURRENT PERIOD) | | | | | | | | | | |
| Reins. Recoverable-Paid Loss Expense | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| REINSURANCE RECOVERABLE: | | | | | | | | | | |
| (PRIOR PERIOD) | | | | | | | | | | |
| Reins. Recoverable-Paid Loss Expense | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Paid Loss Net of Reinsurance | 9,096 | 6,522 | 3,082 | 0 | 18,700 | 11,587 | 13,590 | 3,488 | 0 | 28,665 |
| UNPAID LOSS ADJUSTMENT EXP (CURRENT PERIOD) | | | | | | | | | | |
| Allied Lines (Windstorm & Hail) | 1,575 | 315 | 315 | 0 | 2,205 | 1,575 | 315 | 315 | 0 | 2,205 |
| REINSURANCE RECOVERABLE: | | | | | | | | | | |
| Reins. Recoverable-Unpaid Loss Exp. | -315 | 0 | 0 | 0 | -315 | -315 | 0 | 0 | 0 | -315 |
| Outstanding Loss Expense Net of Reins. | 1,260 | 315 | 315 | 0 | 1,890 | 1,260 | 315 | 315 | 0 | 1,890 |
| UNPAID LOSS ADJUSTMENT EXP (PRIOR PERIOD) | | | | | | | | | | |
| Allied Lines (Windstorm & Hail) | 945 | 0 | 315 | 0 | 1,260 | 0 | 2,205 | 0 | 0 | 2,205 |
| REINSURANCE RECOVERABLE: | | | | | | | | | | |
| Reins. Recoverable-Unpaid Loss Exp. | -315 | 0 | 0 | 0 | -315 | 0 | 0 | 0 | 0 | 0 |
| Outstanding Loss Expense Net of Reins. | 630 | 0 | 315 | 0 | 945 | 0 | 2,205 | 0 | 0 | 2,205 |
| INCURRED LOSSES EXPENSES: | | | | | | | | | | |
| Allied Lines (Windstorm & Hail) | 9,726 | 6,837 | 3,082 | 0 | 19,645 | 12,847 | 11,700 | 3,803 | 0 | 28,350 |

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
 CUMULATIVE REPORT OF CATASTROPHE LOSSES
 PERIOD FROM NOVEMBER 1, 2003 TO APRIL 30, 2014**

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 |

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

Page 1

AS OF: APRIL 30, 2014

| CITY (County) | Class | Zone 1 | Zone 1 | Zone 2 | Zone 2 |
|--|--------------------|----------------------|-------------------------|----------------------|-------------------------|
| | | Policies In-force | Limits (000 omitted) | Policies In-force | Limits (000 omitted) |
| FRIPP ISLAND (Beaufort County) | Dwelling | 831 | 419,338 | 0 | 0 |
| | Mobile Home | 0 | 0 | 0 | 0 |
| | Commercial | 3 | 206 | 0 | 0 |
| HARBOR ISLAND (Beaufort County) | Dwelling | 151 | 66,580 | 0 | 0 |
| | Mobile Home | 0 | 0 | 0 | 0 |
| | Commercial | 0 | 0 | 0 | 0 |
| HILTON HEAD ISLAND (Beaufort County) | Dwelling | 5,905 | 3,277,782 | 0 | 0 |
| | Mobile Home | 17 | 1,006 | 0 | 0 |
| | Commercial | 150 | 27,971 | 0 | 0 |
| LADY'S ISLAND (Beaufort County) | Dwelling | 2 | 1,046 | 1,045 | 372,539 |
| | Mobile Home | 0 | 0 | 2 | 186 |
| | Commercial | 0 | 0 | 5 | 832 |
| ST HELENA ISLAND (Beaufort County) | Dwelling | 474 | 173,955 | 10 | 3,330 |
| | Mobile Home | 41 | 3,021 | 1 | 90 |
| | Commercial | 0 | 0 | 0 | 0 |
| REMAINDER OF COUNTY (Beaufort County) | Dwelling | 171 | 116,260 | 58 | 32,329 |
| | Mobile Home | 3 | 118 | 2 | 270 |
| | Commercial | 1 | 5 | 0 | 0 |
| TOTAL | Dwelling | 7,534 | 4,054,962 | 1,113 | 408,198 |
| BEAUFORT | Mobile Home | 61 | 4,144 | 5 | 546 |
| COUNTY | Commercial | 154 | 28,182 | 5 | 832 |
| | TOTALS | 7,749 | 4,087,287 | 1,123 | 409,576 |
| FOLLY BEACH (Charleston County) | Dwelling | 734 | 279,902 | 33 | 7,517 |
| | Mobile Home | 0 | 0 | 0 | 0 |
| | Commercial | 14 | 5,965 | 0 | 0 |
| ISLE OF PALMS (Charleston County) | Dwelling | 1,558 | 876,911 | 11 | 4,791 |
| | Mobile Home | 0 | 0 | 0 | 0 |
| | Commercial | 16 | 2,881 | 0 | 0 |
| JAMES ISLAND (Charleston County) | Dwelling | 0 | 0 | 2,253 | 671,440 |
| | Mobile Home | 0 | 0 | 12 | 776 |
| | Commercial | 0 | 0 | 6 | 2,443 |
| KIAWAH ISLAND (Charleston County) | Dwelling | 532 | 344,764 | 0 | 0 |
| | Mobile Home | 0 | 0 | 0 | 0 |
| | Commercial | 1 | 130 | 0 | 0 |
| MOUNT PLEASANT (Charleston County) | Dwelling | 0 | 0 | 2,225 | 708,392 |
| | Mobile Home | 0 | 0 | 4 | 225 |
| | Commercial | 0 | 0 | 11 | 1,484 |
| SEABROOK ISLAND (Charleston County) | Dwelling | 484 | 259,764 | 0 | 0 |
| | Mobile Home | 0 | 0 | 0 | 0 |
| | Commercial | 0 | 0 | 0 | 0 |
| SULLIVANS ISLAND (Charleston County) | Dwelling | 449 | 293,106 | 0 | 0 |
| | Mobile Home | 0 | 0 | 0 | 0 |
| | Commercial | 4 | 773 | 0 | 0 |
| REMAINDER OF COUNTY (Charleston County) | Dwelling | 197 | 95,695 | 520 | 209,017 |
| | Mobile Home | 2 | 202 | 14 | 902 |
| | Commercial | 6 | 945 | 10 | 2,081 |
| TOTAL | Dwelling | 3,954 | 2,150,143 | 5,042 | 1,601,157 |
| CHARLESTON | Mobile Home | 2 | 202 | 30 | 1,903 |
| COUNTY | Commercial | 41 | 10,694 | 27 | 6,008 |
| | TOTALS | 3,997 | 2,161,038 | 5,099 | 1,609,068 |
| EDISTO BEACH (Colleton County) | Dwelling | 1,002 | 374,576 | 0 | 0 |
| | Mobile Home | 0 | 0 | 0 | 0 |
| | Commercial | 24 | 5,435 | 0 | 0 |
| TOTAL | Dwelling | 1,002 | 374,576 | 0 | 0 |
| COLLETON | Mobile Home | 0 | 0 | 0 | 0 |
| COUNTY | Commercial | 24 | 5,435 | 0 | 0 |
| | TOTALS | 1,026 | 380,011 | 0 | 0 |

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

Page 2

AS OF: APRIL 30, 2014

| CITY (County) | Class | Zone 1 Policies In-force | Zone 1 Limits (000 omitted) | Zone 2 Policies In-force | Zone 2 Limits (000 omitted) |
|--|--------------------|--------------------------------|-----------------------------------|--------------------------------|-----------------------------------|
| DEBORDIEU BEACH (Georgetown County) | Dwelling | 164 | 130,545 | 0 | 0 |
| | Mobile Home | 0 | 0 | 0 | 0 |
| | Commercial | 0 | 0 | 0 | 0 |
| GARDEN CITY (Georgetown County) | Dwelling | 334 | 145,258 | 1 | 267 |
| | Mobile Home | 0 | 0 | 2 | 115 |
| | Commercial | 2 | 1,320 | 0 | 0 |
| GEORGETOWN (Georgetown County) | Dwelling | 46 | 35,903 | 127 | 36,481 |
| | Mobile Home | 0 | 0 | 0 | 0 |
| | Commercial | 0 | 0 | 4 | 1,125 |
| LITCHFIELD BEACH (Georgetown County) | Dwelling | 105 | 36,737 | 12 | 6,802 |
| | Mobile Home | 0 | 0 | 0 | 0 |
| | Commercial | 0 | 0 | 1 | 10 |
| MURRELLS INLET (Georgetown County) | Dwelling | 386 | 145,861 | 173 | 51,583 |
| | Mobile Home | 11 | 754 | 76 | 5,019 |
| | Commercial | 2 | 797 | 5 | 1,005 |
| PAWLEYS ISLAND (Georgetown County) | Dwelling | 1,058 | 418,959 | 511 | 170,102 |
| | Mobile Home | 17 | 636 | 11 | 654 |
| | Commercial | 19 | 8,049 | 4 | 2,861 |
| REMAINDER OF COUNTY (Georgetown County) | Dwelling | 189 | 80,154 | 44 | 11,033 |
| | Mobile Home | 0 | 0 | 1 | 111 |
| | Commercial | 1 | 2,575 | 0 | 0 |
| TOTAL GEORGETOWN COUNTY | Dwelling | 2,282 | 993,417 | 868 | 276,269 |
| | Mobile Home | 28 | 1,390 | 90 | 5,898 |
| | Commercial | 24 | 12,740 | 14 | 5,000 |
| | TOTALS | 2,334 | 1,007,547 | 972 | 287,167 |

| | | | | | |
|---------------------------------------|--------------------|---------------|------------------|--------------|----------------|
| GARDEN CITY (Horry County) | Dwelling | 578 | 134,786 | 2 | 463 |
| | Mobile Home | 458 | 30,115 | 0 | 0 |
| | Commercial | 19 | 11,156 | 0 | 0 |
| LITTLE RIVER (Horry County) | Dwelling | 1 | 320 | 1,047 | 252,582 |
| | Mobile Home | 0 | 0 | 67 | 4,911 |
| | Commercial | 0 | 0 | 15 | 5,345 |
| MURRELLS INLET (Horry County) | Dwelling | 581 | 169,398 | 479 | 117,188 |
| | Mobile Home | 125 | 8,304 | 16 | 1,215 |
| | Commercial | 2 | 620 | 3 | 169 |
| MYRTLE BEACH (Horry County) | Dwelling | 3,893 | 982,189 | 1,291 | 289,424 |
| | Mobile Home | 1,179 | 67,282 | 102 | 6,503 |
| | Commercial | 276 | 246,554 | 24 | 13,489 |
| N MYRTLE BEACH (Horry County) | Dwelling | 4,922 | 1,245,294 | 308 | 63,352 |
| | Mobile Home | 180 | 9,947 | 44 | 2,509 |
| | Commercial | 126 | 93,040 | 26 | 4,325 |
| SURFSIDE BEACH (Horry County) | Dwelling | 2,325 | 588,814 | 7 | 1,645 |
| | Mobile Home | 539 | 56,584 | 0 | 0 |
| | Commercial | 24 | 6,782 | 0 | 0 |
| REMAINDER OF COUNTY (Horry County) | Dwelling | 13 | 2,485 | 1 | 529 |
| | Mobile Home | 0 | 0 | 1 | 45 |
| | Commercial | 3 | 504 | 0 | 0 |
| TOTAL HORRY COUNTY | Dwelling | 12,313 | 3,123,286 | 3,135 | 725,183 |
| | Mobile Home | 2,481 | 172,234 | 230 | 15,184 |
| | Commercial | 450 | 358,656 | 68 | 23,327 |
| | TOTALS | 15,244 | 3,654,176 | 3,433 | 763,694 |

| | | | | | |
|--------------|--------------------|---------------|-------------------|---------------|------------------|
| ZONES | Dwelling | 27,085 | 10,696,384 | 10,158 | 3,010,807 |
| | Mobile Home | 2,572 | 177,969 | 355 | 23,531 |
| TOTAL | Commercial | 693 | 415,707 | 114 | 35,167 |
| | TOTALS | 30,350 | 11,290,060 | 10,627 | 3,069,505 |