SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION BALANCE SHEET QUARTER ENDED JULY 31, 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	27,806,407			27,806,407
Funds held in escrow	0			0
Accounts receivable (reinsurance premium adj.)	186,667			186,667
Assessments receivable	54,995		54,995	0
Reinsurance recoverable				
on loss payments	0			0
Interest accrued		0		0
Data processing equipment				
(less accumulated depreciation)	76,758			76,758
Furniture, fixtures & equipment				
(less accumulated depreciation)	19,824		19,824	0
Programming (net of amortization)	16,176		16,176	0
Section 444 Deposit (I.R.S.)	0			0
Prepaid operating expense	5,785,162		11,620	5,773,542
TOTAL ASSETS	33,945,989	0	102,615	33,843,374
LIABILITIES AND EQUITY: Reserves for: Unpaid losses Reinsurance recoverable-unpaid losses Unpaid loss adjustment expense Reinsurance recoverable-unpaid loss exp. Operating expenses Unearned premiums: net Accrual for premium & municipal taxes TOTAL RESERVES				474,600 0 16,720 0 91,799 46,993,716 1,718,038 49,294,873
Payables for: Accounts payable Amounts withheld for account of others Post retirement benefit payable Reinsurance premium payable TOTAL PAYABLES				0 33,819 1,688,747 284,929 2,007,495
MEMBERS' EQUITY				(17,458,994)
Total Liabilities and Equity				33,843,374

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION INCOME STATEMENT AND EQUITY ACCOUNT QUARTER ENDED JULY 31, 2014

EXHIBIT 2

DESCRIPTION	QUARTER: 05-01-2014 07-31-2014	YEAR-TO-DATE 11-01-2013 07-31-2014
INDEDIADITING INCOME.		_
UNDERWRITING INCOME: Net Premiums Earned	6,594,311	16,571,749
DEDUCTIONS:		
Losses incurred	645,011	808,725
Loss expenses incurred	81,770	110,120
Operating expenses incurred	3,950,248	9,861,474
TOTAL DEDUCTIONS	4,677,029	10,780,319
Net Underwriting Gain or (Loss)	1,917,282	5,791,430
OTHER INCOME OR (OUTGO) Net Investment Income	487	1,363
Miscellaneous income	0	0
Other interest income	0	0
TOTAL OTHER INCOME OR (OUTGO)	487	1,363
Net Income or (Loss)	1,917,769	5,792,793
EQUITY ACCOUNT: Members' Equity (Prior Period)	(19,374,917)	(23,246,702)
Net income or (loss)	1,917,769	5,792,793
Change in assets not admitted	(1,846)	(5,085)
Assessments or (distributions)	0	0
Net change in equity	1,915,923	5,787,708
Members' Equity (Current Period)	(17,458,994)	(17,458,994)
monipolo Equity (Juntonit i Cilou)	(17,700,007)	(17,400,004)

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION ANALYSIS OF INVESTMENT INCOME QUARTER ENDED JULY 31, 2014

EXHIBIT 2A

	Quarter 05-01-2014 07-31-2014	Year-To-Date 11-01-2013 07-31-2014
Investment Income Received/T-Bills Investment Income Received/Sweep Account	0 487	0 1,363
Total Investment Income Received	487	1,363
Interest Accrued (Prior Period)	0	0
Interest Accrued (Current Period)	0	0
Investment Income Earned	487	1,363

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION

MEMBERS' ACCOUNT

QUARTER ENDED JULY 31, 2014

EXHIBIT 3A

Combined Zones		Quarte	r 05-01-2014 to	o 07-31-2014			Year-To-Date at 07-31-2014			
		A	Association Ye	ar		i		Association Y	'ear	
DESCRIPTION	2014	2013	2012	2011	Total	2014	2013	2012	2011	Total
INCOME RECEIVED:										
Premiums Written	26,613,194	0	0	0	26,613,194	62,540,849	0	0	0	62,540,849
Reinsurance Premiums Ceded	(16,261,953)	0	0	0	(16,261,953)	(51,449,249)	0	0	0	(51,449,249)
Net Premiums Written	10,351,241	0	0	0	10,351,241	11,091,600	0	0	0	11,091,600
Portfolio Transfer of										
Unearned Premiums:										
From Prior Assoc. Year	0	0	0	0	0	46,304,456	0	0	0	46,304,456
To Secceeding 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 Secceeding Assoc. Yr.	0	0	0	0	0	0	6,286,901	0	0	6,286,901
Investment Income Received	487	0	0	0	487	1,363	0	0	0	1,363
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	10,351,728	0	0	0	10,351,728	51,110,518	(40,017,555)	0	0	11,092,963
EXPENSES PAID:										
Losses	436,846	2,182	0	0	439,028	446,311	116,409	5,337	0	568,057
Reins. Recovered-Losses Paid	(7,117)	0	0	0	(7,117)	(7,432)	0	0	0	(7,432)
Loss Adjustment Expenses	66,607	315	1,173	0	68,095	78,194	13,905	4,661	0	96,760
Reins. Recovered-Loss Exp. Paid	(1,155)	0	0	0	(1,155)	(1,155)	0	0	0	(1,155)
Commissions	2,661,318	0	0	0	2,661,318	6,254,084	0	0	0	6,254,084
Commissions Ceded	(297,970)	0	0	0	(297,970)	(599,497)	0	0	0	(599,497)
Operating Expenses	758,202	0	0	0	758,202	2,143,853	126,372	0	0	2,270,225
Premium Taxes	289,524	1,778,098	0	0	2,067,622	289,524	2,338,792	0	0	2,628,316
Total Expenses Paid	3,906,255	1,780,595	1,173	0	5,688,023	8,603,882	2,595,478	9,998	0	11,209,358
Net Cash Change	6,445,473	(1,780,595)	(1,173)	0	4,663,705	42,506,636	(42,613,033)	(9,998)	0	(116,395)
REINSURANCE RECOVERABLE:										
DEDUCT (PRIOR PERIOD)										
Reins Recoverable-Losses Paid	0	0	0	0	0	0	0	0	0	0
Reins Recoverable-Loss Exp. Paid ADD (CURRENT PERIOD)	0	0	0	0	0	0	0	0	0	0
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	449,600	25,000	0	0	474,600	449,600	25,000	0	0	474,600
Reins. Recoverable-Unpaid Losses Unpaid Loss Adjustment Expense	0 16,720	0	0	0	0 16,720	0 16.720	0	0	0	0 16,720
Reins. Recoverable-Unpd. Loss Exp.	0	0	0	0	0	0	0	0	0	0
Operating Expenses	91,799	0	0	0	91,799	91,799	0	0	0	91,799
Unearned Premiums	48,518,367	0	0	0	48,518,367	48,518,367	0	0	0	48,518,367
Unearned Premiums Ceded Premium Taxes	(1,524,651) 1,718,038	0	0	0	(1,524,651) 1,718,038	(1,524,651) 1,718,038	0	0	0	(1,524,651) 1,718,038
ADD (PRIOR PERIOD)	.,,,,,,,,,,	U	U	J	.,,,,,,,,,	.,,,,,,,,,,	U	U	J	.,, 10,000
Unpaid Losses	236,200	25,300	300	0	261,800	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 Reins. Recoverable-Unpd. Loss Exp.	1,575 (315)	315 0	315 0	0	2,205 (315)	0	2,205 0	0	0	2,205 0
Operating Expenses	80,788	0	0	0	80,788	0	126,372	0	0	126,372
Unearned Premiums	44,480,100	0	0	0	44,480,100	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 Net Reserve Change	1,153,278 (4,561,861)	1,814,695 1,815,310	0 615	0	2,967,973 (2,745,936)	(49,269,873)	2,375,119 55,154,061	25,000	0	2,375,119 5,909,188
Not Nosci ve Orlange	(4,001,001)	1,010,010	010		(2,140,000)	(40,200,010)	50,104,001	20,000		3,303,100
OTHER CHANGES:										
DEDUCT (PRIOR PERIOD) Interest Accrued	0	0	0	0	0	0	0	0	0	0
Assets Not Admitted	(100,769)	0	0	0	(100,769)	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 Net Other Changes	(102,615)	0	0	0	(102,615) (1,846)	(102,615) (102,615)	97,530	0	0	(102,615) (5,085)
-										
Assessments or (Distributions)	0	0	0	0	0	0	0	0	0	0
Change In Members' Equity	1,881,766	34,715	(558)	0	1,915,923	(6,865,852)	12,638,558	15,002	0	5,787,708

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION MEMBERS' ACCOUNT

Quarter 05-01-2014 to 07-31-2014

EXHIBIT 3A 1 Zone 1 Quarter 05-01-2014 to 07-31-2014 Year-To-Date at 07-31-2014

Zone 1			er 05-01-2014 to				Ye			
			Association Yea		1	l	00.40	Association Ye		
DESCRIPTION	2014	2013	2012	2011	Total	2014	2013	2012	2011	Total
INCOME RECEIVED:										
Premiums Written	21,971,522	0	0	0	21,971,522	51,327,555	0	0	0	51,327,555
Reinsurance Premiums Ceded Net Premiums Written	(12,459,383)	0	0	0	(12,459,383) 9,512,139	(40,480,025)	0	0	0	(40,480,025) 10,847,530
Net Premiums Whiten	9,512,139	U	U	U	9,512,139	10,847,530		0	U	10,647,530
Portfolio Transfer of										
Unearned Premiums:										
From Prior Assoc. Year	0	0	0	0	0	37,704,299	0	0	0	37,704,299
To Secceeding 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 Secceeding Assoc. Yr.	0	0	0	0	0	0	5,119,231	0	0	5,119,231
Investment Income Received	403	0	0	0	403	1,119	0	0	0	1,119
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	9,512,542	0	0	0	9,512,542	43,433,717	(32,585,068)	0	0	10,848,649
EXPENSES PAID:										
Losses	289,838	0	0	0	289,838	298,662	73,275	0	0	371,937
Reins. Recovered-Losses Paid	(7,117)	0	0	0	(7,117)	(7,432)	0	0	0	(7,432)
Loss Adjustment Expenses	49,697	315	1,173	0	51,185	58,924	8,040	4,661	0	71,625
Reins. Recovered-Loss Exp. Paid	0	0	0	0	0	0	0	0	0	0
Commissions	2,197,151	0	0	0	2,197,151	5,132,755	0	0	0	5,132,755
Commissions Ceded	(188,094)	0	0	0	(188,094)	(353,871)	0	0	0	(353,871)
Operating Expenses	627,272	0	0	0	627,272	1,759,470	103,660	0	0	1,863,130
Premium Taxes	237,614	1,458,526	0	0	1,696,140	237,614	1,918,448	0	0	2,156,062
Total Expenses Paid	3,206,361	1,458,841	1,173	0	4,666,375	7,126,122	2,103,423	4,661	0	9,234,206
Net Ceek Channe	0.000.404	(4.450.044)	(4.470)	0	4.040.407	20 207 505	(24.000.404)	(4.004)	0	4 644 442
Net Cash Change	6,306,181	(1,458,841)	(1,173)	0	4,846,167	36,307,595	(34,688,491)	(4,661)	0	1,614,443
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)	Ü	O	O	O	ŭ		O	Ü	U	·
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	465,630	19,135	0	0	484,765	390,330	14,135	0	0	404,465
Reins. Recoverable-Unpaid Losses	(300)	0	0	0	(300)	0	0	0	0	0
Unpaid Loss Adjustment Expense	13,800	0	0	0	13,800	13,170	0	0	0	13,170
Reins. Recoverable-Unpd. Loss Exp.	315	0	0	0	315	0	0	0	0	0
Operating Expenses	90,117	0	0	0	90,117	75,340	0	0	0	75,340
Unearned Premiums	47,391,485	0	0	0	47,391,485	39,887,551	0	0	0	39,887,551
Unearned Premiums Ceded	(1,433,502)	0	0	0	(1,433,502)	(848,163)	0	0	0	(848,163)
Premium Taxes	1,620,950	326,150	0	0	1,947,100	1,410,001	0	0	0	1,410,001
ADD (PRIOR PERIOD)	0	0	0	0						
Unpaid Losses	236,200	25,300	300	0	261,800	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	1,575	315	315	0	2,205	0	2,205	0	0	2,205
Reins. Recoverable-Unpd. Loss Exp.	(315)	0	0	0	(315)	0	0	0	0	0
Operating Expenses	80,788	0	0	0	80,788	0	103,660	0	0	103,660
Unearned Premiums	44,480,100	0	0	0	44,480,100	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	1,153,278	1,814,695	0	0	2,967,973	0	1,948,246	0	0	1,948,246
Net Reserve Change	(3,440,483)	1,495,025	615	0	(1,944,843)	(40,928,229)	45,695,232	20,000	0	4,787,003
OTHER CHANGES:										
DEDUCT (PRIOR PERIOD)	-		•	-	_	_		•		
Interest Accrued	(100.760)	0	0	0	(400.760)	0	(80,001)	0	0	(80.004)
Assets Not Admitted	(100,769)	0	0	0	(100,769)	0	(80,001)	0	0	(80,001)
ADD (CURRENT PERIOD)	-		•	-	_	_		•		
Interest Accrued	(100.040)	0	0	0	(400.040)	(04.247)	0	0	0	(04.247)
Assets Not Admitted	(102,649)	0	0	0	(102,649)	(84,217)	0	0	0	(84,217)
Net Other Changes	(1,880)	0	0	0	(1,880)	(84,217)	80,001	0	0	(4,216)
Assessments or (Distributions)	0	0	0	0	0	0	0	0	0	0
, 650530 Herita Or (Distributions)		U	0	U	U	0	U	- 0	0	<u> </u>
Change In Members' Equity	2 962 949	26 101	(EEO)	0	2 900 444	(4 704 954)	11 006 740	15 220	0	6 207 220
Change In Members' Equity	2,863,818	36,184	(558)	U	2,899,444	(4,704,851)	11,086,742	15,339	U	6,397,230

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION MEMBERS' ACCOUNT

Quarter 05-01-2014 to 07-31-2014

Zone 2 Quarter 05-01-2014 to 07-31-2014 Year-To-Date at 07-31-2014 **Association Year Association Year** DESCRIPTION 2014 2013 2012 2011 Total 2014 2013 2012 2011 Total INCOME RECEIVED: Premiums Written 4,641,672 0 0 0 4,641,672 11,213,294 0 0 11,213,294 (3,802,570) (3,802,570) (10,969,224) (10,969,224) Reinsurance Premiums Ceded 0 0 0 0 0 Net Premiums Written 839,102 0 0 0 839,102 244.070 0 0 0 244,070 Portfolio Transfer of Unearned Premiums: From Prior Assoc. Year 0 0 0 0 8,600,157 0 0 8,600,157 0 0 0 (8.600.157) To Secceeding Assoc. Yr. 0 0 0 0 (8.600.157) 0 Acquisition Allowance on Portfolio Transfer 0 0 0 0 (1,167,670)0 (1,167,670)From Prior Assoc. Year 0 0 0 To Secceeding Assoc. Yr. Ω 0 0 0 0 n 1,167,670 n 0 1,167,670 Investment Income Received 84 0 0 0 84 244 0 0 0 244 0 0 0 0 0 0 0 Miscellaneous Income 0 0 0 Other Interest Income n 0 n n 0 n n n 0 0 Total Income 839,186 0 0 0 839,186 7,676,801 (7,432,487) 0 0 244,314 EXPENSES PAID: Losses 147,008 2,182 0 0 149,190 147,649 43,134 5,337 0 196,120 Reins. Recovered-Losses Paid 0 0 0 0 0 0 0 0 0 Loss Adjustment Expenses 16,910 0 0 0 16.910 19,270 5.865 0 0 25.135 Reins. Recovered-Loss Exp. Paid (1,155)0 0 0 (1,155) (1,155)0 0 0 (1,155) Commissions 464,167 0 0 0 464,167 1,121,329 0 0 0 1,121,329 Commissions Ceded (109.876)0 (109.876)0 (245.626) 0 0 (245.626)0 0 Operating Expenses 130,930 0 0 0 130,930 384,383 22,712 0 0 407,095 Premium Taxes 51.910 319.572 0 0 371.482 51.910 420.344 0 0 472.254 Total Expenses Paid 699,894 321,754 0 0 1,021,648 1,477,760 492,055 5,337 0 1,975,152 0 6,199,041 Net Cash Change 139,292 (321.754)0 (182,462)(7,924,542)(5.337)0 (1,730,838) 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 0 0 0 ADD (CURRENT PERIOD) 0 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 Net Change 0 0 0 0 0 0 0 0 0 0 RESERVES: DEDUCT (CURRENT PERIOD) 59,270 Unnaid Losses (16,030) 5.865 0 n (10, 165)10.865 n 0 70,135 Reins. Recoverable-Unpaid Losses 300 0 0 0 300 0 0 0 Unpaid Loss Adjustment Expense 2,920 0 0 0 2,920 3,550 0 0 0 3,550 Reins. Recoverable-Unpd. Loss Exp. (315)0 n n (315)0 n n 0 0 Operating Expenses 1,682 0 0 0 1,682 16,459 0 0 0 16,459 Unearned Premiums 1,126,882 0 0 0 1,126,882 8.630.816 0 0 0 8,630,816 Unearned Premiums Ceded (91.149)0 0 0 (91.149) (676,488) 0 0 0 (676.488) Premium Taxes 97,088 (326, 150)0 0 (229,062) 308,037 0 0 0 308,037 ADD (PRIOR PERIOD) 0 0 0 0 0 40.000 5.000 0 45.000 Unpaid Losses 0 0 0 0 0 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 n 0 22.712 Λ 0 22.712 0 0 0 0 **Unearned Premiums** 0 0 0 9,706,847 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 0 (801,093) Net Reserve Change (1,121,378) 320,285 0 (8,341,644) 9,458,829 5,000 1,122,185 OTHER CHANGES: DEDUCT (PRIOR PERIOD) Interest Accrued 0 0 0 0 0 0 0 0 0 0 Assets Not Admitted Ω 0 n 0 0 0 (17,529)Ω 0 (17,529)ADD (CURRENT PERIOD) Interest Accrued 0 0 0 0 0 0 0 0 0 0 Assets Not Admitted 34 0 n n 34 (18.398)n n 0 (18,398) Net Other Changes 34 0 0 0 34 17,529 0 0 (869) (18,398)0 0 Ω 0 Assessments or (Distributions) Ω 0 0 n Ω 0 (982,052) (1,469) (983,521) (2,161,001) 1,551,816 (337) Change In Members' Equity (609,522)

EXHIBIT 3A 2

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION MEMBERS' ACCOUNT FOR UNSETTLED YEARS INCEPTION TO ASSOCIATION QUARTER ENDED JULY 31, 2014

Combined Zones EXHIBIT 3B

DESCRIPTION	2014	2013	2012	2011	Total
INCOME RECEIVED:					
Premiums Written	62,540,849	92,647,681	95,819,496	0	251,008,026
Reinsurance Premiums Ceded	(51,449,249)	(82,578,157)	(88,433,277)	0	(222,460,683)
Net Premiums Written	11,091,600	10,069,524	7,386,219	0	28,547,343
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 Secceeding Assoc. Yr.	0	6,286,901	6,327,676	0	12,614,577
Investment Income Received	1,363	3,038	12,017	0	16,418
Miscellaneous Income	0	0	0	0	0
Other Interest Income	0	0	0	0	0
Total Income	51,110,518	11,632,703	9,199,308	0	71,942,529
EXPENSES PAID:					
Losses	446,311	886,510	146,013	0	1,478,834
Reins. Recovered-Losses Paid	(7,432)	(11,666)	0	0	(19,098)
Loss Adjustment Expenses	78,194	175,737	60,622	0	314,553
Reins. Recovered-Loss Exp. Paid	(1,155)	(2,625)	(999)	0	(4,779)
Commissions	6,254,084	9,264,768	9,581,950	0	25,100,802
Commissions Ceded	(599,497)	(668,927)	(527,682)	0	(1,796,106)
Operating Expenses	2,143,853	3,204,857	3,321,379	0	8,670,089
Premium Taxes	289,524	2,937,664	3,032,552	0	6,259,740
Total Expenses Paid	8,603,882	15,786,318	15,613,835	0	40,004,035
Net Cash Change	42,506,636	(4,153,615)	(6,414,527)	0	31,938,494
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	42,506,636	(4,153,615)	(6,414,527)	0	31,938,494
RESERVES: DEDUCT (CURRENT PERIOD)					
Unpaid Losses	449,600	25,000	0	0	474,600
Reins. Recoverable-Unpaid Losses	0	0	0	0	0
Unpaid Loss Adjustment Expense	16,720	0	0	0	16,720
Reins. Recoverable-Unpd. Loss Exp. Operating Expenses	0 91,799	0	0	0	0 91,799
Unearned Premiums	48,518,367	0	0	0	48,518,367
Unearned Premiums Ceded	(1,524,651)	0	0	0	(1,524,651)
Premium Taxes	1,718,038	0	0	0	1,718,038
Total Reserves	49,269,873	25,000	0	0	49,294,873
OTHER CHANGES:	2	^	2		2
Interest Accrued Assets Not Admitted	0 (102,615)	0	0 0	0	0 (102,615)
Total Other Changes	(102,615)	0	0	0	(102,615)
Assessments or (Distributions)	0	0	0	0	0
Net Members' Equity	(6,865,852)	(4,178,615)	(6,414,527)	0	0 (17,458,994)

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION MEMBERS' ACCOUNT FOR UNSETTLED YEARS INCEPTION TO ASSOCIATION QUARTER ENDED JULY 31, 2014

Zone 1 EXHIBIT 3B1

DESCRIPTION	2014	2013	2012	2011	Total
INCOME RECEIVED:	54 007 555	75 000 400	70 755 000		007.070.050
Premiums Written	51,327,555	75,996,400	79,755,903	0	207,079,858
Reinsurance Premiums Ceded	(40,480,025)	(66,668,957)	(72,669,455) 7,086,448	0	(179,818,436)
Net Premiums Written	10,847,530	9,327,443	7,000,440	0	27,261,422
Portfolio Transfer of					
Unearned Premiums:	27 704 200	20 400 220	40.004.000	0	440 005 500
From Prior Assoc. Year	37,704,299 0	39,486,328	42,094,902	0	119,285,529
To Succeeding Assoc. Yr. Acquisition Allowance on	U	(37,704,299)	(39,486,328)	U	(77,190,627)
Portfolio Transfer					
From Prior Assoc. Year	(5,119,231)	(5,215,630)	(5,510,754)	0	(15,845,615)
To Secceeding Assoc. Yr.	0	5,119,231	5,215,630	0	10,334,861
Investment Income Received	1,119	2,492	10,002	0	13,613
Miscellaneous Income	0	0	0	0	0
Other Interest Income	0	0	0	0	0
Total Income	43,433,717	11,015,565	9,409,900	0	63,859,183
EVENIOES DAID					
EXPENSES PAID:	000.000	075 000	407.000	0	704.000
Losses	298,662	375,006	107,692	0	781,360 (7.422)
Reins. Recovered-Losses Paid Loss Adjustment Expenses	(7,432) 58,924	10 107,072	0 46,777	0	(7,422) 212,773
Reins. Recovered-Loss Exp. Paid	0	107,072	40,777	0	212,773
Commissions	5,132,755	7,599,640	7,975,591	0	20,707,986
Commissions Ceded	(353,871)	(304,474)	(241,734)	0	(900,079)
Operating Expenses	1,759,470	2,628,858	2,764,569	0	7,152,897
Premium Taxes	237,614	2,409,687	2,524,162	0	5,171,463
Total Expenses Paid	7,126,122	12,815,799	13,177,057	0	33,118,978
Net Cash Change	36,307,595	(1,800,234)	(3,767,157)	0	30,740,205
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	36,307,595	(1,800,234)	(3,767,157)	0	30,740,205
RESERVES:					
DEDUCT (CURRENT PERIOD)	0	0	0	0	0
Unpaid Losses	390,330	14,135	0	0	404,465
Reins. Recoverable-Unpaid Losses	0	0	0	0	0
Unpaid Loss Adjustment Expense	13,170	0	0	0	13,170
Reins. Recoverable-Unpd. Loss Exp.	0	0	0	0	75.040
Operating Expenses	75,340	0	0	0	75,340
Unearned Premiums Unearned Premiums Ceded	39,887,551 (848,163)	0	0 0	0	39,887,551 (848,163)
Premium Taxes	1,410,001	0	0	0	1,410,001
Total Reserves	40,928,229	14,135	0	0	40,942,364
OTHER CHANGES:					
Interest Accrued	0	0	0	0	0
Assets Not Admitted	(84,217)	0	0	0	(84,217)
Total Other Changes	(84,217)	0	0	0	(84,217)
Assessments or (Distributions)	0	0	0	0	0
Net Members' Equity	(4,704,851)	(1,814,369)	(3,767,157)	0	(10,286,376)
Equity	(.,,)	(.,5.1,000)	(5,. 51,101)		(.5,255,515)

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION MEMBERS' ACCOUNT FOR UNSETTLED YEARS INCEPTION TO ASSOCIATION QUARTER ENDED JULY 31, 2014

Zone 2 EXHIBIT 3B2

DESCRIPTION	2014	2013	2012	2011	Total
INCOME RECEIVED: Premiums Written	11,213,294	16,651,281	16,063,593	0	43,928,168
Reinsurance Premiums Ceded	(10,969,224)	(15,909,200)	(15,763,822)	0	(42,642,247)
Net Premiums Written	244,070	742,081	299,771	0	1,285,921
Portfolio Transfer of Unearned Premiums:	·	·			<u> </u>
From Prior Assoc. Year	8,600,157	8,419,044	7,849,445	0	24,868,646
To Succeeding Assoc. Yr. Acquisition Allowance on Portfolio Transfer	0	(8,600,157)	(8,419,044)	0	(17,019,201)
From Prior Assoc. Year	(1,167,670)	(1,112,046)	(1,054,825)	0	(3,334,541)
To Secceeding Assoc. Yr.	0	1,167,670	1,112,046	0	2,279,716
Investment Income Received	244	546	2,015	0	2,805
Miscellaneous Income Other Interest Income	0 0	0	0 0	0 0	0
Total Income	7,676,801	617,138	(210,592)	0	8,083,346
	7,070,001	017,100	(210,002)		0,000,010
EXPENSES PAID: Losses	147,649	511,504	38,321	0	697,474
Reins. Recovered-Losses Paid	0	(11,676)	0	0	(11,676)
Loss Adjustment Expenses	19,270	68,665	13,845	0	101,780
Reins. Recovered-Loss Exp. Paid	(1,155)	(2,625)	(999)	0	(4,779)
Commissions Commissions Ceded	1,121,329 (245,626)	1,665,128 (364,453)	1,606,359 (285,948)	0 0	4,392,816 (896,027)
Operating Expenses	384,383	575,999	556,810	0	1,517,192
Premium Taxes	51,910	527,977	508,390	0	1,088,277
Total Expenses Paid	1,477,760	2,970,519	2,436,778	0	6,885,057
Net Cash Change	6,199,041	(2,353,381)	(2,647,370)	0	1,198,289
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	6,199,041	(2,353,381)	(2,647,370)	0	1,198,289
RESERVES: DEDUCT (CURRENT PERIOD)					
Unpaid Losses	59,270	10,865	0	0	70,135
Reins. Recoverable-Unpaid Losses Unpaid Loss Adjustment Expense	0 3,550	0	0	0	0 3,550
Reins. Recoverable-Unpd. Loss Exp.	0,000	0	0	0	0,000
Operating Expenses	16,459	0	0	0	16,459
Unearned Premiums	8,630,816	0	0	0	8,630,816
Unearned Premiums Ceded	(676,488)	0	0	0	(676,488)
Premium Taxes Total Reserves	308,037	10.965	0	0	308,037 8,352,509
Total Reserves	8,341,644	10,865	U	0	0,352,509
OTHER CHANGES: Interest Accrued	0	0	0	0	0
Assets Not Admitted	(18,398)	0	0	0	(18,398)
Total Other Changes	(18,398)	0	0	0	(18,398)
Assessments or (Distributions)	0	0	0	0	0
Net Members' Equity	(2,161,001)	(2,364,246)	(2,647,370)	0	0 (7,172,618)

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION STATISTICAL REPORT OF PREMIUMS QUARTER ENDED JULY 31, 2014

EXHIBIT 4A

DESCRIPTION	QUARTER 05-01-2014 07-31-2014	YEAR-TO-DATE 11-01-2013 07-31-2014
PREMIUMS WRITTEN:		
Allied Lines (Windstorm & Hail)	26,613,194	62,540,849
Reinsurance Premium Ceded	(16,261,953)	(51,449,249)
Net Premiums Written	10,351,241	11,091,600
UNEARNED PREMIUMS (PRIOR PERIOD):		
Allied Lines (Windstorm & Hail)	40,972,364	50,841,491
Advance Premiums (On Policies Not Yet In Force)	3,507,736	2,970,850
Reinsurance Premium Ceded	(1,243,314)	(1,338,476)
Net Prior Unearned	43,236,786	52,473,865
UNEARNED PREMIUMS (CURRENT PERIOD):		
Allied Lines (Windstorm & Hail)	44,850,638	44,850,638
Advance Premiums (On Policies Not Yet In Force)	3,667,729	3,667,729
Reinsurance Premium Ceded	(1,524,651)	(1,524,651)
Net Current Unearned	46,993,716	46,993,716
EARNED PREMIUMS		
Allied Lines (Windstorm & Hail)	6,594,311	16,571,749

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION STATISTICAL REPORT OF LOSSES QUARTER ENDED JULY 31, 2014

EXHIBIT 4B

	C	Quarter 05-01-	2014 to 07-31- ation Year	2014	İ	Year-To-Date 11-01-2013 to 07-31-2014 Association Year				
	2014	2013	2012	2011	Total	2014	2013	2012	2011	Total
-										
PAID LOSSES										
Allied Lines (Windstom & Hail)	436,846	2,182	0	0	439,028	446,311	116,409	5,337	0	568,057
REINSURANCE RECOVERED										
Reins. Recovered-Paid Losses	-7,117	0	0	0	-7,117	(7,432)	0	0	0	-7,432
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	429,729	2,182	0	0	431,911	438,879	116,409	5,337	0	560,625
OUTSTANDING LOSSES (CURRENT PERIOD)	040.000	0	0	0	040.000	040.000	0	0	0	040.000
Allied Lines (Windstorm & Hail)	249,600	0	0	0	249,600	249,600	0	0	0	249,600
REINSURANCE RECOVERABLE:	0	0	0	0	_	0	0	0	0	•
Reins. Recoverable-Unpaid Losses Outstanding Losses Net of Reins.	249,600	0 0	0 0	0 0	249,600	249,600	0 0	0 0	0 0	249,600
Outstanding Losses Net of Reins.	249,000	<u> </u>	<u> </u>	<u> </u>	249,600	249,600	U	U	<u> </u>	249,000
OUTSTANDING LOSSES (PRIOR PERIOD)										
Allied Lines (Windstorm & Hail)	36,200	300	300	0	36,800	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.	35,900	300	300	0	36,500	0	1,500	0	0	1,500
-										
INCURRED LOSSES:										
Allied Lines (Windstorm & Hail)	643,429	1,882	-300	0	645,011	888,479	-60,091	-19,663	0	808,725
-										
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 JULY 31, 2014

EXHIBIT 4C

	(Quarter 05-01-2	2014 to 07-31-2	2014		Year-To-Date 11-01-2013 to 07-31-2014				
		Asso	ciation Year				As	ssociation Yea	ır	
	2014	2013	2012	2011	Total	2014	2013	2012	2011	Total
LOSS EXPENSES PAID										
Allied Lines (Windstom & Hail)	66,607	315	1,173	0	68,095	78,194	13,905	4,661	0	96,760
REINSURANCE RECOVERED										
Reins. Recovered-Paid Loss Expense	-1,155	0	0	0	-1,155	-1,155	0	0	0	-1,155
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	65,452	315	1,173	0	66,940	77,039	13,905	4,661	0	95,605
UNPAID LOSS ADJUSTMENT EXP (CURRENT PERIOD)										
Allied Lines (Windstorm & Hail)	16,720	0	0	0	16,720	16,720	0	0	0	16,720
REINSURANCE RECOVERABLE:										
Reins. Recoverable-Unpaid Loss Exp.	0	0	0	0	0	0	0	0	0	0
Outstanding Loss Expense Net of Reins.	16,720	0	0	0	16,720	16,720	0	0	0	16,720
UNPAID LOSS ADJUSTMENT EXP (PRIOR PERIOD)										
Allied Lines (Windstorm & Hail)	1,575	315	315	0	2,205	0	2,205	0	0	2,205
REINSURANCE RECOVERABLE:	1,575	313	313	U	2,203	Ü	2,203	U	U	2,203
Reins. Recoverable-Unpaid Loss Exp.	-315	0	0	0	-315	0	0	0	0	0
· · · · · · · · · · · · · · · · · · ·										
Outstanding Loss Expense Net of Reins.	1,260	315	315	0	1,890	0	2,205	0	0	2,205
INCURRED LOSSES EXPENSES:										
Allied Lines (Windstorm & Hail)	80,912	0	858	0	81,770	93,759	11,700	4,661	0	110,120
•										

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION CUMULATIVE REPORT OF CATASTROPHE LOSSES PERIOD FROM NOVEMBER 1, 2003 TO JULY 31, 2014

EXHIBIT 5

	FISCAL		NAME	CLAIM EXPENSES							
CAT	ACCIDENT	DATE	OF	LOSSES		ALLOCATED		UNALLOCATED			
NUMBI	ER YEAR	OF LOSS	STORM	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:	JUI	Y 31	. 2014

AS OF: JULY 31, 2014					raye i
CITY		Zone 1	Zone 1	Zone 2	Zone 2
CITY (County)	Class	Policies In-force	Limits (000 omitted)	Policies In-force	Limits (000 omitted)
, ,,			· · · · · · · · · · · · · · · · · · ·		, ,
	Dwelling	826	- 1	0	0
FRIPP ISLAND	Mobile Home	0		0	0
(Beaufort County)	Commercial	3	207	0	0
	Dwelling	148	65,459	0	0
HARBOR ISLAND	Mobile Home	0		0	0
(Beaufort County)	Commercial	0	0	0	0
	Dwalling	5,753	2 102 676	0	0
HILTON HEAD ISLAND	Dwelling Mobile Home	5,755 17		0	0
(Beaufort County)	Commercial	143	•	0	0
LABY/OLOLAND	Dwelling	0		1,003	361,451
LADY'S ISLAND	Mobile Home	0		3	246
(Beaufort County)	Commercial	U	U	8	1,617
	Dwelling	470	172,204	9	2,840
ST HELENA ISLAND	Mobile Home	40		1	90
(Beaufort County)	Commercial	1	265	0	0
	Dwelling	171	118,427	57	31,258
REMAINDER OF COUNTY	Mobile Home	4		2	270
(Beaufort County)	Commercial	1	5	0	0
TOTAL	Dwelling	7,368	3,967,507	1,069	395,549
BEAUFORT	Mobile Home	61		1,003	607
COUNTY	Commercial	148	· ·	8	1,617
	TOTALS	7,577		1,083	397,773
	Dwelling	721	275,238	32	7,478
FOLLY BEACH	Mobile Home	0	0	0	0
(Charleston County)	Commercial	14	5,976	0	0
	Dwelling	1,515	857,015	14	5,734
ISLE OF PALMS	Mobile Home	0		0	0
(Charleston County)	Commercial	14	2,220	0	0
	Dwelling	0		2,114	635,253
JAMES ISLAND	Mobile Home	0		12	776
(Charleston County)	Commercial	0	0	6	2,443
	Dwelling	525	338,714	0	0
KIAWAH ISLAND	Mobile Home	0		0	0
(Charleston County)	Commercial	1	130	0	0
	Dwelling	1		2,119	692,645
MOUNT PLEASANT	Mobile Home Commercial	0		3 11	143 1,536
(Charleston County)	Commercial	U	U	11	1,550
	Dwelling	466		0	0
SEABROOK ISLAND (Charleston County)	Mobile Home Commercial	0		0	0
(,					
SULLIVANS ISLAND	Dwelling Mobile Home	431 0		0	0
(Charleston County)	Commercial	5		0	0
	Dwelling	191	93,205	491	201,519
REMAINDER OF COUNTY	Mobile Home	2	,	18	201,519
(Charleston County)	Commercial	6		10	2,081
TOTAL	Dwelling	3,850	2,095,909	4,770	1,542,628
CHARLESTON	Mobile Home	2	202	33	1,918
COUNTY	Commercial TOTALS	40 3,892		27 4,830	6,060 1,550,606
				·	
EDICTO DE ACU	Dwelling	972	,	0	0
EDISTO BEACH (Colleton County)	Mobile Home Commercial	0 23		0	0
TOTAL	Dwelling	972		0	0
COLLETON	Mobile Home	0	0	0	0
COUNTY	Commercial	23		0	0
	TOTALS	995	368,684	00	0

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AS OF: JULY 31, 2014					Page 2
CITY (County)	Class	Zone 1 Policies In-force	Zone 1 Limits (000 omitted)	Zone 2 Policies In-force	Zone 2 Limits (000 omitted)
			, , , , , , , , , , , , , , , , , , , ,		(
	Dwelling	164	,	0	0
DEBORDIEU BEACH	Mobile Home	0		0	0
(Georgetown County)	Commercial	0	0	0	0
	Dwelling	323	137,131	1	267
GARDEN CITY	Mobile Home	0	. , .	2	115
(Georgetown County)	Commercial	2	1,320	0	0
GEORGETOWN	Dwelling Mobile Home	48 0	,	127 0	36,663 0
(Georgetown County)	Commercial	0		4	1,125
(Goorgetonn Gounty)	0011111010101	· ·	· ·	·	.,.20
	Dwelling	105	36,904	12	6,640
LITCHFIELD BEACH	Mobile Home	0		0	0
(Georgetown County)	Commercial	0	0	1	10
	Dwelling	390	144,417	175	53,259
MURRELLS INLET	Mobile Home	12	,	78	5,342
(Georgetown County)	Commercial	1		5	1,005
	Dwelling	1,049	,	506	170,273
PAWLEYS ISLAND	Mobile Home	18 19		11 5	654 381
(Georgetown County)	Commercial	19	8,049	5	381
	Dwelling	189	81,144	42	9,883
REMAINDER OF COUNTY	Mobile Home	0		1	111
(Georgetown County)	Commercial	1	2,575	0	0
TOTAL	Duralling	2 260	000 254	863	276 006
GEORGETOWN	Dwelling Mobile Home	2,268 30		92	276,986 6,221
COUNTY	Commercial	23		15	2,520
	TOTALS	2,321	1,002,502	970	285,727
	D Il'	540	400.007		400
GARDEN CITY	Dwelling Mobile Home	546 444	-,	2	463 0
(Horry County)	Commercial	18		0	0
(,-		
	Dwelling	2		1,001	245,976
LITTLE RIVER	Mobile Home	0		64	4,710
(Horry County)	Commercial	0	0	14	5,227
	Dwelling	562	163,111	462	113,905
MURRELLS INLET	Mobile Home	127	,	17	1,196
(Horry County)	Commercial	2	635	2	125
	D #	0.700	000 740	4.040	000 477
MYRTLE BEACH	Dwelling Mobile Home	3,792 1,143		1,246 100	282,177 6,484
(Horry County)	Commercial	279	,	23	13,629
()					,
	Dwelling	4,786	1,223,664	294	60,339
N MYRTLE BEACH	Mobile Home	183		43	2,408
(Horry County)	Commercial	120	85,362	25	4,291
	Dwelling	2,240	566,582	7	1,652
SURFSIDE BEACH	Mobile Home	538		0	0
(Horry County)	Commercial	26		0	0
	D #		÷ = :		
REMAINDER OF COUNTY	Dwelling Mobile Home	14 0	,	2	934
(Horry County)	Commercial	3		1 0	45 0
,,,		J	554	Ü	O .
TOTAL	Dwelling	11,942		3,014	705,445
HORRY	Mobile Home	2,435		225	14,843
COUNTY	Commercial TOTALS	448 14,825	•	3,303	23,271
	TOTALS	14,023	3,555,635	3,303	743,558
	Dwelling	26,400	10,463,444	9,716	2,920,608
ZONES	Mobile Home	2,528	174,156	356	23,588
TOTAL	Commercial	682		114	33,468
	TOTALS	29,610	11,032,471	10,186	2,977,664