

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
BALANCE SHEET
QUARTER ENDED APRIL 30, 2016**

EXHIBIT 1

DESCRIPTION	LEDGER ASSETS	NON- LEDGER ASSETS	ASSETS NOT ADMITTED	ADMITTED ASSETS
ASSETS:				
Investments:				
U.S. Treasury Bills - at cost	0			0
Cash	31,283,041			31,283,041
Funds held in escrow	0			0
Accounts receivable (reinsurance premium adj.)	145,322			145,322
Assessments receivable	0		0	0
Reinsurance recoverable on loss payments	0			0
Interest accrued		0		0
Data processing equipment (less accumulated depreciation)	80,855			80,855
Furniture, fixtures & equipment (less accumulated depreciation)	26,235		26,235	0
Programming (net of amortization)	16,445		16,445	0
Section 444 Deposit (I.R.S.)	459,969			459,969
Prepaid operating expense	4,382,784		11,951	4,370,833
TOTAL ASSETS	36,394,651	0	54,631	36,340,020
LIABILITIES AND EQUITY:				
Reserves for:				
Unpaid losses				504,500
Reinsurance recoverable-unpaid losses				(300)
Unpaid loss adjustment expense				3,285
Reinsurance recoverable-unpaid loss exp.				(330)
Operating expenses				78,858
Unearned premiums: net				31,202,702
Accrual for premium & municipal taxes				2,266,966
TOTAL RESERVES				34,055,681
Payables for:				
Accounts payable				0
Amounts withheld for account of others				24,311
Post retirement benefit payable				1,518,727
Reinsurance premium payable				196,299
TOTAL PAYABLES				1,739,337
MEMBERS' EQUITY				545,002
Total Liabilities and Equity				36,340,020

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
INCOME STATEMENT AND EQUITY ACCOUNT
QUARTER ENDED APRIL 30, 2016**

EXHIBIT 2

DESCRIPTION	QUARTER: 02-01-2016 04-30-2016	YEAR-TO-DATE 11-01-2015 04-30-2016
<u>UNDERWRITING INCOME:</u>		
Net Premiums Earned	3,613,557	8,062,227
<u>DEDUCTIONS:</u>		
Losses incurred	79,223	(158,180)
Loss expenses incurred	27,339	73,674
Operating expenses incurred	2,506,487	4,666,643
TOTAL DEDUCTIONS	2,613,049	4,582,137
 Net Underwriting Gain or (Loss)	 1,000,508	 3,480,090
<u>OTHER INCOME OR (OUTGO)</u>		
Net Investment Income	8,470	12,144
Miscellaneous income	0	0
Other interest income	0	0
TOTAL OTHER INCOME OR (OUTGO)	8,470	12,144
 <u>Net Income or (Loss)</u>	 1,008,978	 3,492,234
<u>EQUITY ACCOUNT:</u>		
Members' Equity (Prior Period)	(461,595)	(2,956,396)
 Net income or (loss)	 1,008,978	 3,492,234
Change in assets not admitted	(2,381)	9,164
Assessments or (distributions)	0	0
Net change in equity	1,006,597	3,501,398
 Members' Equity (Current Period)	 545,002	 545,002

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
ANALYSIS OF INVESTMENT INCOME
QUARTER ENDED APRIL 30, 2016**

EXHIBIT 2A

	Quarter 02-01-2016 04-30-2016	Year-To-Date 11-01-2015 04-30-2016
Investment Income Received/T-Bills	0	0
Investment Income Received/Sweep Account	8,470	12,144
 Total Investment Income Received	 8,470	 12,144
Interest Accrued (Prior Period)	0	0
Interest Accrued (Current Period)	0	0
 Investment Income Earned	 8,470	 12,144

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION

MEMBERS' ACCOUNT

QUARTER ENDED APRIL 30, 2016

EXHIBIT 3A

Combined Zones

DESCRIPTION	Quarter 02-01-2016 to 04-30-2016					Year-To-Date at 04-30-2016				
	Association Year					Association Year				
	2016	2015	2014	2013	Total	2016	2015	2014	2013	Total
INCOME RECEIVED:										
Premiums Written	14,055,557	0	0	0	14,055,557	25,727,485	0	0	0	25,727,485
Reinsurance Premiums Ceded	(13,391,352)	0	0	0	(13,391,352)	(27,086,708)	0	0	0	(27,086,708)
Net Premiums Written	664,205	0	0	0	664,205	(1,359,223)	0	0	0	(1,359,223)
Portfolio Transfer of										
Unearned Premiums:										
From Prior Assoc. Year	0	0	0	0	0	35,908,182	0	0	0	35,908,182
To Succeeding Assoc. Yr.	0	0	0	0	0	0	(35,908,182)	0	0	(35,908,182)
Acquisition Allowance on										
Portfolio Transfer										
From Prior Assoc. Year	0	0	0	0	0	(4,560,694)	0	0	0	(4,560,694)
To Succeeding Assoc. Yr.	0	0	0	0	0	0	4,560,694	0	0	4,560,694
Investment Income Received	8,470	0	0	0	8,470	12,144	0	0	0	12,144
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	672,675	0	0	0	672,675	30,000,409	(31,347,488)	0	0	(1,347,079)
EXPENSES PAID:										
Losses	6,364	21,493	63,166	0	91,023	8,808	81,191	129,762	0	219,761
Reins. Recovered-Losses Paid	0	0	0	0	0	0	0	(10,176)	0	(10,176)
Loss Adjustment Expenses	6,473	9,116	12,080	0	27,669	10,483	56,470	22,996	0	89,949
Reins. Recovered-Loss Exp. Paid	0	770	(770)	0	0	0	(1,210)	(770)	0	(1,980)
Commissions	1,405,556	0	0	0	1,405,556	2,572,749	0	0	0	2,572,749
Commissions Ceded	(198,780)	0	0	0	(198,780)	(361,268)	0	0	0	(361,268)
Operating Expenses	863,450	0	0	0	863,450	1,550,451	93,781	0	0	1,644,232
Premium Taxes	0	129,535	0	0	129,535	0	393,371	0	0	393,371
Total Expenses Paid	2,083,063	160,914	74,476	0	2,318,453	3,781,223	623,603	141,812	0	4,546,638
Net Cash Change	(1,410,388)	(160,914)	(74,476)	0	(1,645,778)	26,219,186	(31,971,091)	(141,812)	0	(5,893,717)
REINSURANCE RECOVERABLE:										
DEDUCT (PRIOR PERIOD)										
Reins Recoverable-Losses Paid	0	0	0	0	0	0	0	5,935	0	5,935
Reins Recoverable-Loss Exp. Paid	0	0	0	0	0	0	0	1,650	0	1,650
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	(7,585)	0	(7,585)
RESERVES:										
DEDUCT (CURRENT PERIOD)										
Unpaid Losses	2,400	401,800	100,300	0	504,500	2,400	401,800	100,300	0	504,500
Reins. Recoverable-Unpaid Losses	(300)	0	0	0	(300)	(300)	0	0	0	(300)
Unpaid Loss Adjustment Expense	2,310	645	330	0	3,285	2,310	645	330	0	3,285
Reins. Recoverable-Unpd. Loss Exp.	(330)	0	0	0	(330)	(330)	0	0	0	(330)
Operating Expenses	78,858	0	0	0	78,858	78,858	0	0	0	78,858
Unearned Premiums	32,701,597	0	0	0	32,701,597	32,701,597	0	0	0	32,701,597
Unearned Premiums Ceded	(1,498,895)	0	0	0	(1,498,895)	(1,498,895)	0	0	0	(1,498,895)
Premium Taxes	825,853	1,441,113	0	0	2,266,966	825,853	1,441,113	0	0	2,266,966
ADD (PRIOR PERIOD)										
Unpaid Losses	600	406,900	112,500	0	520,000	0	774,000	103,900	0	877,900
Reins. Recoverable-Unpaid Losses	0	0	(4,000)	0	(4,000)	0	0	0	0	0
Unpaid Loss Adjustment Expense	660	2,295	660	0	3,615	0	17,325	1,575	0	18,900
Reins. Recoverable-Unpd. Loss Exp.	0	0	(330)	0	(330)	0	0	0	0	0
Operating Expenses	93,781	0	0	0	93,781	0	93,781	0	0	93,781
Unearned Premiums	35,908,182	0	0	0	35,908,182	0	42,598,174	0	0	42,598,174
Unearned Premiums Ceded	(1,756,128)	0	0	0	(1,756,128)	0	(1,974,022)	0	0	(1,974,022)
Premium Taxes	374,669	1,570,648	0	0	1,945,317	0	1,834,484	0	0	1,834,484
Net Reserve Change	2,510,271	136,285	8,200	0	2,654,756	(32,111,493)	41,500,184	4,845	0	9,393,536
OTHER CHANGES:										
DEDUCT (PRIOR PERIOD)										
Interest Accrued	0	0	0	0	0	0	0	0	0	0
Assets Not Admitted	(52,250)	0	0	0	(52,250)	0	(63,795)	0	0	(63,795)
ADD (CURRENT PERIOD)										
Interest Accrued	0	0	0	0	0	0	0	0	0	0
Assets Not Admitted	(54,631)	0	0	0	(54,631)	(54,631)	0	0	0	(54,631)
Net Other Changes	(2,381)	0	0	0	(2,381)	(54,631)	63,795	0	0	9,164
Assessments or (Distributions)	0	0	0	0	0	0	0	0	0	0
Change In Members' Equity	1,097,502	(24,629)	(66,276)	0	1,006,597	(5,946,938)	9,592,888	(144,552)	0	3,501,398

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
MEMBERS' ACCOUNT

Quarter 02-01-2016 to 04-30-2016

EXHIBIT 3A 1

Zone 1

DESCRIPTION	Quarter 02-01-2016 to 04-30-2016					Year-To-Date at 04-30-2016				
	Association Year					Association Year				
	2016	2015	2014	2013	Total	2016	2015	2014	2013	Total
INCOME RECEIVED:										
Premiums Written	11,356,198	0	0	0	11,356,198	20,582,036	0	0	0	20,582,036
Reinsurance Premiums Ceded	(10,623,738)	0	0	0	(10,623,738)	(21,075,227)	0	0	0	(21,075,227)
Net Premiums Written	732,460	0	0	0	732,460	(493,191)	0	0	0	(493,191)
Portfolio Transfer of Unearned Premiums:										
From Prior Assoc. Year	0	0	0	0	0	28,897,651	0	0	0	28,897,651
To Secceeding Assoc. Yr.	0	0	0	0	0	0	(28,897,651)	0	0	(28,897,651)
Acquisition Allowance on Portfolio Transfer										
From Prior Assoc. Year	0	0	0	0	0	(3,670,287)	0	0	0	(3,670,287)
To Secceeding Assoc. Yr.	0	0	0	0	0	0	3,670,287	0	0	3,670,287
Investment Income Received	6,811	0	0	0	6,811	9,715	0	0	0	9,715
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	739,271	0	0	0	739,271	24,743,888	(25,227,364)	0	0	(483,476)
EXPENSES PAID:										
Losses	6,364	11,850	45,366	0	63,580	8,808	49,944	94,190	0	152,942
Reins. Recovered-Losses Paid	0	0	7,221	0	7,221	0	0	(2,955)	0	(2,955)
Loss Adjustment Expenses	6,093	5,045	10,575	0	21,713	8,783	40,296	17,916	0	66,995
Reins. Recovered-Loss Exp. Paid	0	0	0	0	0	0	0	0	0	0
Commissions	1,135,620	0	0	0	1,135,620	2,058,204	0	0	0	2,058,204
Commissions Ceded	(115,775)	0	0	0	(115,775)	(145,875)	0	0	0	(145,875)
Operating Expenses	697,338	0	0	0	697,338	1,240,364	76,258	0	0	1,316,622
Premium Taxes	0	105,331	0	0	105,331	0	319,869	0	0	319,869
Total Expenses Paid	1,729,640	122,226	63,162	0	1,915,028	3,170,284	486,367	109,151	0	3,765,802
Net Cash Change	(990,369)	(122,226)	(63,162)	0	(1,175,757)	21,573,604	(25,713,731)	(109,151)	0	(4,249,278)
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	1,800	321,800	80,300	0	403,900	1,800	321,800	80,300	0	403,900
Reins. Recoverable-Unpaid Losses	(300)	0	0	0	(300)	(300)	0	0	0	(300)
Unpaid Loss Adjustment Expense	1,650	645	330	0	2,625	1,650	645	330	0	2,625
Reins. Recoverable-Unpd. Loss Exp.	(660)	0	0	0	(660)	(660)	0	0	0	(660)
Operating Expenses	63,087	0	0	0	63,087	63,087	0	0	0	63,087
Unearned Premiums	26,299,084	0	0	0	26,299,084	26,299,084	0	0	0	26,299,084
Unearned Premiums Ceded	(840,280)	0	0	0	(840,280)	(840,280)	0	0	0	(840,280)
Premium Taxes	660,684	1,171,839	0	0	1,832,523	660,684	1,171,839	0	0	1,832,523
ADD (PRIOR PERIOD)										
Unpaid Losses	600	323,300	88,500	0	412,400	0	623,000	83,600	0	706,600
Reins. Recoverable-Unpaid Losses	0	0	0	0	0	0	0	0	0	0
Unpaid Loss Adjustment Expense	660	975	330	0	1,965	0	12,915	1,260	0	14,175
Reins. Recoverable-Unpd. Loss Exp.	0	0	(660)	0	(660)	0	0	0	0	0
Operating Expenses	74,127	0	0	0	74,127	0	76,258	0	0	76,258
Unearned Premiums	28,897,651	0	0	0	28,897,651	0	34,556,651	0	0	34,556,651
Unearned Premiums Ceded	(1,015,810)	0	0	0	(1,015,810)	0	(1,168,868)	0	0	(1,168,868)
Premium Taxes	296,149	1,277,170	0	0	1,573,319	0	1,491,707	0	0	1,491,707
Net Reserve Change	2,068,312	107,161	7,540	0	2,183,013	(26,185,065)	34,097,379	4,230	0	7,916,544
OTHER CHANGES:										
DEDUCT (PRIOR PERIOD)										
Interest Accrued	0	0	0	0	0	0	0	0	0	0
Assets Not Admitted	(41,300)	0	0	0	(41,300)	0	(51,875)	0	0	(51,875)
ADD (CURRENT PERIOD)										
Interest Accrued	0	0	0	0	0	0	0	0	0	0
Assets Not Admitted	(43,705)	0	0	0	(43,705)	(43,705)	0	0	0	(43,705)
Net Other Changes	(2,405)	0	0	0	(2,405)	(43,705)	51,875	0	0	8,170
Assessments or (Distributions)	0	0	0	0	0	0	0	0	0	0
Change In Members' Equity	1,075,538	(15,065)	(55,622)	0	1,004,851	(4,655,166)	8,435,523	(104,921)	0	3,675,436

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
MEMBERS' ACCOUNT

Quarter 02-01-2016 to 04-30-2016

EXHIBIT 3A 2

Zone 2

DESCRIPTION	Quarter 02-01-2016 to 04-30-2016					Year-To-Date at 04-30-2016				
	Association Year					Association Year				
	2016	2015	2014	2013	Total	2016	2015	2014	2013	Total
INCOME RECEIVED:										
Premiums Written	2,699,359	0	0	0	2,699,359	5,145,449	0	0	0	5,145,449
Reinsurance Premiums Ceded	(2,767,614)	0	0	0	(2,767,614)	(6,011,481)	0	0	0	(6,011,481)
Net Premiums Written	(68,255)	0	0	0	(68,255)	(866,032)	0	0	0	(866,032)
Portfolio Transfer of Unearned Premiums:										
From Prior Assoc. Year	0	0	0	0	0	7,010,531	0	0	0	7,010,531
To Seceeding Assoc. Yr.	0	0	0	0	0	0	(7,010,531)	0	0	(7,010,531)
Acquisition Allowance on Portfolio Transfer										
From Prior Assoc. Year	0	0	0	0	0	(890,407)	0	0	0	(890,407)
To Seceeding Assoc. Yr.	0	0	0	0	0	0	890,407	0	0	890,407
Investment Income Received	1,659	0	0	0	1,659	2,429	0	0	0	2,429
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	(66,596)	0	0	0	(66,596)	5,256,521	(6,120,124)	0	0	(863,603)
EXPENSES PAID:										
Losses	0	9,643	17,800	0	27,443	0	31,247	35,572	0	66,819
Reins. Recovered-Losses Paid	0	0	(7,221)	0	(7,221)	0	0	(7,221)	0	(7,221)
Loss Adjustment Expenses	380	4,071	1,505	0	5,956	1,700	16,174	5,080	0	22,954
Reins. Recovered-Loss Exp. Paid	0	770	(770)	0	0	0	(1,210)	(770)	0	(1,980)
Commissions	269,936	0	0	0	269,936	514,545	0	0	0	514,545
Commissions Ceded	(83,005)	0	0	0	(83,005)	(215,393)	0	0	0	(215,393)
Operating Expenses	166,112	0	0	0	166,112	310,087	17,523	0	0	327,610
Premium Taxes	0	24,204	0	0	24,204	0	73,502	0	0	73,502
Total Expenses Paid	353,423	38,688	11,314	0	403,425	610,939	137,236	32,661	0	780,836
Net Cash Change	(420,019)	(38,688)	(11,314)	0	(470,021)	4,645,582	(6,257,360)	(32,661)	0	(1,644,439)
REINSURANCE RECOVERABLE:										
DEDUCT (PRIOR PERIOD)										
Reins Recoverable-Losses Paid	0	0	0	0	0	0	0	5,935	0	5,935
Reins Recoverable-Loss Exp. Paid	0	0	0	0	0	0	0	1,650	0	1,650
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	(7,585)	0	(7,585)
RESERVES:										
DEDUCT (CURRENT PERIOD)										
Unpaid Losses	600	80,000	20,000	0	100,600	600	80,000	20,000	0	100,600
Reins. Recoverable-Unpaid Losses	0	0	0	0	0	0	0	0	0	0
Unpaid Loss Adjustment Expense	660	0	0	0	660	660	0	0	0	660
Reins. Recoverable-Unpd. Loss Exp.	330	0	0	0	330	330	0	0	0	330
Operating Expenses	15,771	0	0	0	15,771	15,771	0	0	0	15,771
Unearned Premiums	6,402,513	0	0	0	6,402,513	6,402,513	0	0	0	6,402,513
Unearned Premiums Ceded	(658,615)	0	0	0	(658,615)	(658,615)	0	0	0	(658,615)
Premium Taxes	165,169	269,274	0	0	434,443	165,169	269,274	0	0	434,443
ADD (PRIOR PERIOD)										
Unpaid Losses	0	83,600	24,000	0	107,600	0	151,000	20,300	0	171,300
Reins. Recoverable-Unpaid Losses	0	0	(4,000)	0	(4,000)	0	0	0	0	0
Unpaid Loss Adjustment Expense	0	1,320	330	0	1,650	0	4,410	315	0	4,725
Reins. Recoverable-Unpd. Loss Exp.	0	0	330	0	330	0	0	0	0	0
Operating Expenses	19,654	0	0	0	19,654	0	17,523	0	0	17,523
Unearned Premiums	7,010,531	0	0	0	7,010,531	0	8,041,523	0	0	8,041,523
Unearned Premiums Ceded	(740,318)	0	0	0	(740,318)	0	(805,154)	0	0	(805,154)
Premium Taxes	78,520	293,478	0	0	371,998	0	342,777	0	0	342,777
Net Reserve Change	441,959	29,124	660	0	471,743	(5,926,428)	7,402,805	615	0	1,476,992
OTHER CHANGES:										
DEDUCT (PRIOR PERIOD)										
Interest Accrued	0	0	0	0	0	0	0	0	0	0
Assets Not Admitted	(10,950)	0	0	0	(10,950)	0	(11,920)	0	0	(11,920)
ADD (CURRENT PERIOD)										
Interest Accrued	0	0	0	0	0	0	0	0	0	0
Assets Not Admitted	(10,926)	0	0	0	(10,926)	(10,926)	0	0	0	(10,926)
Net Other Changes	24	0	0	0	24	(10,926)	11,920	0	0	994
Assessments or (Distributions)	0	0	0	0	0	0	0	0	0	0
Change In Members' Equity	21,964	(9,564)	(10,654)	0	1,746	(1,291,772)	1,157,365	(39,631)	0	(174,038)

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
MEMBERS' ACCOUNT FOR UNSETTLED YEARS
INCEPTION TO ASSOCIATION QUARTER ENDED APRIL 30, 2016

Combined Zones

EXHIBIT 3B

DESCRIPTION	2016	2015	2014	2013	Total
INCOME RECEIVED:					
Premiums Written	25,727,485	73,587,422	84,427,607	92,647,681	276,390,195
Reinsurance Premiums Ceded	(27,086,708)	(59,751,168)	(67,602,681)	(82,578,157)	(237,018,714)
Net Premiums Written	<u>(1,359,223)</u>	<u>13,836,254</u>	<u>16,824,926</u>	<u>10,069,524</u>	<u>39,371,481</u>
Portfolio Transfer of					
Unearned Premiums:					
From Prior Assoc. Year	35,908,182	39,809,919	46,304,456	47,905,372	169,927,929
To Succeeding Assoc. Yr.	0	(35,908,182)	(39,809,919)	(46,304,456)	(122,022,557)
Acquisition Allowance on					
Portfolio Transfer					
From Prior Assoc. Year	(4,560,694)	(6,286,901)	(6,286,901)	(6,327,676)	(23,462,172)
To Succeeding Assoc. Yr.	0	4,560,694	6,286,901	6,286,901	17,134,496
Investment Income Received	12,144	7,464	2,241	3,038	24,887
Miscellaneous Income	0	0	0	0	0
Other Interest Income	0	0	0	0	0
Total Income	<u>30,000,409</u>	<u>16,019,248</u>	<u>23,321,704</u>	<u>11,632,703</u>	<u>80,974,064</u>
EXPENSES PAID:					
Losses	8,808	344,854	2,005,994	951,285	3,310,941
Reins. Recovered-Losses Paid	0	0	(23,799)	(11,666)	(35,465)
Loss Adjustment Expenses	10,483	166,755	289,930	185,086	652,254
Reins. Recovered-Loss Exp. Paid	0	(2,600)	(2,805)	(2,625)	(8,030)
Commissions	2,572,749	7,358,742	8,442,760	9,264,768	27,639,019
Commissions Ceded	(361,268)	(957,430)	(825,951)	(668,927)	(2,813,576)
Operating Expenses	1,550,451	2,997,925	3,309,792	3,204,857	11,063,025
Premium Taxes	0	921,043	2,651,659	2,937,880	6,510,582
Total Expenses Paid	<u>3,781,223</u>	<u>10,829,289</u>	<u>15,847,580</u>	<u>15,860,658</u>	<u>46,318,750</u>
Net Cash Change	<u>26,219,186</u>	<u>5,189,959</u>	<u>7,474,124</u>	<u>(4,227,955)</u>	<u>34,655,314</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>26,219,186</u>	<u>5,189,959</u>	<u>7,474,124</u>	<u>(4,227,955)</u>	<u>34,655,314</u>
RESERVES:					
DEDUCT (CURRENT PERIOD)					
Unpaid Losses	2,400	401,800	100,300	0	504,500
Reins. Recoverable-Unpaid Losses	(300)	0	0	0	(300)
Unpaid Loss Adjustment Expense	2,310	645	330	0	3,285
Reins. Recoverable-Unpd. Loss Exp.	(330)	0	0	0	(330)
Operating Expenses	78,858	0	0	0	78,858
Unearned Premiums	32,701,597	0	0	0	32,701,597
Unearned Premiums Ceded	(1,498,895)	0	0	0	(1,498,895)
Premium Taxes	825,853	1,441,113	0	0	2,266,966
Total Reserves	<u>32,111,493</u>	<u>1,843,558</u>	<u>100,630</u>	<u>0</u>	<u>34,055,681</u>
OTHER CHANGES:					
Interest Accrued	0	0	0	0	0
Assets Not Admitted	(54,631)	0	0	0	(54,631)
Total Other Changes	<u>(54,631)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(54,631)</u>
Assessments or (Distributions)	0	0	0	0	0
Net Members' Equity	<u>(5,946,938)</u>	<u>3,346,401</u>	<u>7,373,494</u>	<u>(4,227,955)</u>	<u>545,002</u>

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
MEMBERS' ACCOUNT FOR UNSETTLED YEARS
INCEPTION TO ASSOCIATION QUARTER ENDED APRIL 30, 2016

Zone 1

EXHIBIT 3B1

DESCRIPTION	2016	2015	2014	2013	Total
INCOME RECEIVED:					
Premiums Written	20,582,036	59,837,484	69,330,736	75,996,400	225,746,656
Reinsurance Premiums Ceded	(21,075,227)	(47,451,606)	(54,571,869)	(66,668,957)	(189,767,658)
Net Premiums Written	(493,191)	12,385,878	14,758,867	9,327,443	35,978,998
Portfolio Transfer of Unearned Premiums:					
From Prior Assoc. Year	28,897,651	32,933,758	37,704,299	39,486,328	139,022,036
To Succeeding Assoc. Yr.	0	(28,897,651)	(32,933,758)	(37,704,299)	(99,535,708)
Acquisition Allowance on Portfolio Transfer					
From Prior Assoc. Year	(3,670,287)	(5,328,636)	(5,119,231)	(5,215,630)	(19,333,784)
To Succeeding Assoc. Yr.	0	3,670,287	5,328,636	5,119,231	14,118,154
Investment Income Received	9,715	6,069	1,840	2,492	20,116
Miscellaneous Income	0	0	0	0	0
Other Interest Income	0	0	0	0	0
Total Income	24,743,888	14,769,705	19,740,653	11,015,565	70,269,812
EXPENSES PAID:					
Losses	8,808	263,138	1,482,507	439,781	2,194,234
Reins. Recovered-Losses Paid	0	0	(16,578)	10	(16,568)
Loss Adjustment Expenses	8,783	124,327	219,907	116,134	469,151
Reins. Recovered-Loss Exp. Paid	0	0	0	0	0
Commissions	2,058,204	5,983,748	6,933,073	7,599,640	22,574,665
Commissions Ceded	(145,875)	(552,662)	(504,593)	(304,474)	(1,507,604)
Operating Expenses	1,240,364	2,437,758	2,717,954	2,628,858	9,024,934
Premium Taxes	0	748,945	2,177,504	2,409,864	5,336,313
Total Expenses Paid	3,170,284	9,005,254	13,009,774	12,889,813	38,075,125
Net Cash Change	21,573,604	5,764,451	6,730,879	(1,874,248)	32,194,687
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	21,573,604	5,764,451	6,730,879	(1,874,248)	32,194,687
RESERVES:					
DEDUCT (CURRENT PERIOD)					
Unpaid Losses	1,800	321,800	80,300	0	403,900
Reins. Recoverable-Unpaid Losses	(300)	0	0	0	(300)
Unpaid Loss Adjustment Expense	1,650	645	330	0	2,625
Reins. Recoverable-Unpd. Loss Exp.	(660)	0	0	0	(660)
Operating Expenses	63,087	0	0	0	63,087
Unearned Premiums	26,299,084	0	0	0	26,299,084
Unearned Premiums Ceded	(840,280)	0	0	0	(840,280)
Premium Taxes	660,684	1,171,839	0	0	1,832,523
Total Reserves	26,185,065	1,494,284	80,630	0	27,759,979
OTHER CHANGES:					
Interest Accrued	0	0	0	0	0
Assets Not Admitted	(43,705)	0	0	0	(43,705)
Total Other Changes	(43,705)	0	0	0	(43,705)
Assessments or (Distributions)	0	0	0	0	0
Net Members' Equity	(4,655,166)	4,270,167	6,650,249	(1,874,248)	4,391,003

SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
MEMBERS' ACCOUNT FOR UNSETTLED YEARS
INCEPTION TO ASSOCIATION QUARTER ENDED APRIL 30, 2016

Zone 2

EXHIBIT 3B2

DESCRIPTION	2016	2015	2014	2013	Total
INCOME RECEIVED:					
Premiums Written	5,145,449	13,749,938	15,096,871	16,651,281	50,643,539
Reinsurance Premiums Ceded	(6,011,481)	(12,299,562)	(13,030,812)	(15,909,200)	(47,251,056)
Net Premiums Written	(866,032)	1,450,376	2,066,059	742,081	3,392,483
Portfolio Transfer of Unearned Premiums:					
From Prior Assoc. Year	7,010,531	6,876,161	8,600,157	8,419,044	30,905,893
To Succeeding Assoc. Yr.	0	(7,010,531)	(6,876,161)	(8,600,157)	(22,486,849)
Acquisition Allowance on Portfolio Transfer					
From Prior Assoc. Year	(890,407)	(958,265)	(1,167,670)	(1,112,046)	(4,128,388)
To Succeeding Assoc. Yr.	0	890,407	958,265	1,167,670	3,016,342
Investment Income Received	2,429	1,395	401	546	4,771
Miscellaneous Income	0	0	0	0	0
Other Interest Income	0	0	0	0	0
Total Income	5,256,521	1,249,543	3,581,051	617,138	10,704,252
EXPENSES PAID:					
Losses	0	81,716	523,487	511,504	1,116,707
Reins. Recovered-Losses Paid	0	0	(7,221)	(11,676)	(18,897)
Loss Adjustment Expenses	1,700	42,428	70,023	68,952	183,103
Reins. Recovered-Loss Exp. Paid	0	(2,600)	(2,805)	(2,625)	(8,030)
Commissions	514,545	1,374,994	1,509,687	1,665,128	5,064,354
Commissions Ceded	(215,393)	(404,768)	(321,358)	(364,453)	(1,305,972)
Operating Expenses	310,087	560,167	591,838	575,999	2,038,091
Premium Taxes	0	172,098	474,155	528,016	1,174,269
Total Expenses Paid	610,939	1,824,035	2,837,806	2,970,845	8,243,625
Net Cash Change	4,645,582	(574,492)	743,245	(2,353,707)	2,460,627
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	4,645,582	(574,492)	743,245	(2,353,707)	2,460,627
RESERVES:					
DEDUCT (CURRENT PERIOD)					
Unpaid Losses	600	80,000	20,000	0	100,600
Reins. Recoverable-Unpaid Losses	0	0	0	0	0
Unpaid Loss Adjustment Expense	660	0	0	0	660
Reins. Recoverable-Unpd. Loss Exp.	330	0	0	0	330
Operating Expenses	15,771	0	0	0	15,771
Unearned Premiums	6,402,513	0	0	0	6,402,513
Unearned Premiums Ceded	(658,615)	0	0	0	(658,615)
Premium Taxes	165,169	269,274	0	0	434,443
Total Reserves	5,926,428	349,274	20,000	0	6,295,702
OTHER CHANGES:					
Interest Accrued	0	0	0	0	0
Assets Not Admitted	(10,926)	0	0	0	(10,926)
Total Other Changes	(10,926)	0	0	0	(10,926)
Assessments or (Distributions)	0	0	0	0	0
Net Members' Equity	(1,291,772)	(923,766)	723,245	(2,353,707)	(3,846,001)

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
 STATISTICAL REPORT OF PREMIUMS
 QUARTER ENDED APRIL 30, 2016**

EXHIBIT 4A

DESCRIPTION	QUARTER 02-01-2016 04-30-2016	YEAR-TO-DATE 11-01-2015 04-30-2016
<u>PREMIUMS WRITTEN:</u>		
Allied Lines (Windstorm & Hail)	14,055,557	25,727,485
Reinsurance Premium Ceded	<u>(13,391,352)</u>	<u>(27,086,708)</u>
Net Premiums Written	664,205	(1,359,223)
<u>UNEARNED PREMIUMS (PRIOR PERIOD):</u>		
Allied Lines (Windstorm & Hail)	34,352,369	40,598,834
Advance Premiums (On Policies Not Yet In Force)	1,555,813	1,999,340
Reinsurance Premium Ceded	<u>(1,756,128)</u>	<u>(1,974,022)</u>
Net Prior Unearned	34,152,054	40,624,152
<u>UNEARNED PREMIUMS (CURRENT PERIOD):</u>		
Allied Lines (Windstorm & Hail)	30,497,479	30,497,479
Advance Premiums (On Policies Not Yet In Force)	2,204,118	2,204,118
Reinsurance Premium Ceded	<u>(1,498,895)</u>	<u>(1,498,895)</u>
Net Current Unearned	31,202,702	31,202,702
<u>EARNED PREMIUMS</u>		
Allied Lines (Windstorm & Hail)	<u><u>3,613,557</u></u>	<u><u>8,062,227</u></u>

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
STATISTICAL REPORT OF LOSSES
QUARTER ENDED APRIL 30, 2016**

EXHIBIT 4B

	Quarter 02-01-2016 to 04-30-2016					Year-To-Date 11-01-2015 to 04-30-2016				
	Association Year					Association Year				
	2016	2015	2014	2013	Total	2016	2015	2014	2013	Total
PAID LOSSES										
Allied Lines (Windstorm & Hail)	6,364	21,493	63,166	0	91,023	8,808	81,191	129,762	0	219,761
REINSURANCE RECOVERED										
Reins. Recovered-Paid Losses	0	0	0	0	0	0	0	(10,176)	0	(10,176)
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	5,935	0	5,935
Total Paid Loss Net of Reinsurance	6,364	21,493	63,166	0	91,023	8,808	81,191	125,521	0	215,520
OUTSTANDING LOSSES (CURRENT PERIOD)										
Allied Lines (Windstorm & Hail)	2,400	1,800	300	0	4,500	2,400	1,800	300	0	4,500
REINSURANCE RECOVERABLE:										
Reins. Recoverable-Unpaid Losses	(300)	0	0	0	(300)	(300)	0	0	0	(300)
Outstanding Losses Net of Reins.	2,100	1,800	300	0	4,200	2,100	1,800	300	0	4,200
OUTSTANDING LOSSES (PRIOR PERIOD)										
Allied Lines (Windstorm & Hail)	600	6,900	12,500	0	20,000	0	124,000	3,900	0	127,900
REINSURANCE RECOVERABLE:										
Reins. Recoverable-Unpaid Losses	0	0	(4,000)	0	(4,000)	0	0	0	0	0
Outstanding Losses Net of Reins.	600	6,900	8,500	0	16,000	0	124,000	3,900	0	127,900
INCURRED LOSSES:										
Allied Lines (Windstorm & Hail)	7,864	16,393	54,966	0	79,223	10,908	(291,009)	121,921	0	(158,180)
IBNR (CURRENT PERIOD)										
Allied Lines (Windstorm & Hail)	0	400,000	100,000	0	500,000	0	400,000	100,000	0	500,000
IBNR (PRIOR PERIOD)										
Allied Lines (Windstorm & Hail)	0	400,000	100,000	0	500,000	0	650,000	100,000	0	750,000

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES
QUARTER ENDED APRIL 30, 2016**

EXHIBIT 4C

	Quarter 02-01-2016 to 04-30-2016					Year-To-Date 11-01-2015 to 04-30-2016				
	Association Year					Association Year				
	2016	2015	2014	2013	Total	2016	2015	2014	2013	Total
LOSS EXPENSES PAID										
Allied Lines (Windstorm & Hail)	6,473	9,116	12,080	0	27,669	10,483	56,470	22,996	0	89,949
REINSURANCE RECOVERED										
Reins. Recovered-Paid Loss Expense	0	770	(770)	0	0	0	(1,210)	(770)	0	(1,980)
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	1,650	0	1,650
Total Paid Loss Adj Expense Net of Reinsurance	6,473	9,886	11,310	0	27,669	10,483	55,260	23,876	0	89,619
UNPAID LOSS ADJUSTMENT EXP (CURRENT PERIOD)										
Allied Lines (Windstorm & Hail)	2,310	645	330	0	3,285	2,310	645	330	0	3,285
REINSURANCE RECOVERABLE:										
Reins. Recoverable-Unpaid Loss Exp.	(330)	0	0	0	(330)	(330)	0	0	0	(330)
Outstanding Loss Expense Net of Reins.	1,980	645	330	0	2,955	1,980	645	330	0	2,955
UNPAID LOSS ADJUSTMENT EXP (PRIOR PERIOD)										
Allied Lines (Windstorm & Hail)	660	2,295	660	0	3,615	0	17,325	1,575	0	18,900
REINSURANCE RECOVERABLE:										
Reins. Recoverable-Unpaid Loss Exp.	0	0	(330)	0	(330)	0	0	0	0	0
Outstanding Loss Expense Net of Reins.	660	2,295	330	0	3,285	0	17,325	1,575	0	18,900
INCURRED LOSS EXPENSES:										
Allied Lines (Windstorm & Hail)	7,793	8,236	11,310	0	27,339	12,463	38,580	22,631	0	73,674

**SOUTH CAROLINA WIND & HAIL UNDERWRITING ASSOCIATION
 CUMULATIVE REPORT OF CATASTROPHE LOSSES
 PERIOD FROM NOVEMBER 1, 2003 TO APRIL 30, 2016**

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, 2016

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	615	312,479	0	0
	Mobile Home	0	0	0	0
	Commercial	2	107	0	0
HARBOR ISLAND (Beaufort County)	Dwelling	108	46,480	1	399
	Mobile Home	0	0	0	0
	Commercial	0	0	0	0
HILTON HEAD ISLAND (Beaufort County)	Dwelling	4,221	2,272,182	0	0
	Mobile Home	14	728	0	0
	Commercial	104	18,176	0	0
LADY'S ISLAND (Beaufort County)	Dwelling	0	0	860	311,556
	Mobile Home	0	0	4	425
	Commercial	0	0	6	1,219
ST HELENA ISLAND (Beaufort County)	Dwelling	440	157,805	6	2,105
	Mobile Home	40	2,968	1	94
	Commercial	1	265	0	0
REMAINDER OF COUNTY (Beaufort County)	Dwelling	130	89,100	54	27,782
	Mobile Home	3	150	2	210
	Commercial	2	121	0	0
TOTAL	Dwelling	5,514	2,878,046	921	341,842
BEAUFORT	Mobile Home	57	3,847	7	729
COUNTY	Commercial	109	18,668	6	1,219
	TOTALS	5,680	2,900,561	934	343,790
FOLLY BEACH (Charleston County)	Dwelling	581	224,489	29	6,092
	Mobile Home	0	0	0	0
	Commercial	9	916	0	0
ISLE OF PALMS (Charleston County)	Dwelling	1,182	661,880	14	5,675
	Mobile Home	0	0	0	0
	Commercial	14	2,256	0	0
JAMES ISLAND (Charleston County)	Dwelling	0	0	1,599	515,229
	Mobile Home	0	0	15	995
	Commercial	0	0	5	2,548
KIAWAH ISLAND (Charleston County)	Dwelling	414	260,309	0	0
	Mobile Home	0	0	0	0
	Commercial	1	130	0	0
MOUNT PLEASANT (Charleston County)	Dwelling	0	0	1,615	567,932
	Mobile Home	0	0	9	535
	Commercial	0	0	16	1,819
SEABROOK ISLAND (Charleston County)	Dwelling	341	181,465	0	0
	Mobile Home	0	0	0	0
	Commercial	0	0	0	0
SULLIVANS ISLAND (Charleston County)	Dwelling	349	228,832	0	0
	Mobile Home	0	0	0	0
	Commercial	2	743	0	0
REMAINDER OF COUNTY (Charleston County)	Dwelling	158	77,490	381	162,045
	Mobile Home	3	275	22	1,138
	Commercial	6	605	6	2,204
TOTAL	Dwelling	3,025	1,634,465	3,638	1,256,973
CHARLESTON	Mobile Home	3	275	46	2,668
COUNTY	Commercial	32	4,650	27	6,572
	TOTALS	3,060	1,639,390	3,711	1,266,213
EDISTO BEACH (Colleton County)	Dwelling	782	295,545	0	0
	Mobile Home	0	0	0	0
	Commercial	21	4,880	0	0
TOTAL	Dwelling	782	295,545	0	0
COLLETON	Mobile Home	0	0	0	0
COUNTY	Commercial	21	4,880	0	0
	TOTALS	803	300,425	0	0

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

Page 2

AS OF: APRIL 30, 2016

CITY (County)	Class	Zone 1	Zone 1	Zone 2	Zone 2
		Policies In-force	Limits (000 omitted)	Policies In-force	Limits (000 omitted)
DEBORDIEU BEACH (Georgetown County)	Dwelling	117	91,216	0	0
	Mobile Home	0	0	0	0
	Commercial	0	0	0	0
GARDEN CITY (Georgetown County)	Dwelling	263	112,931	3	626
	Mobile Home	0	0	0	0
	Commercial	2	1,320	0	0
GEORGETOWN (Georgetown County)	Dwelling	45	35,752	126	39,014
	Mobile Home	0	0	1	111
	Commercial	0	0	6	2,138
LITCHFIELD BEACH (Georgetown County)	Dwelling	82	29,306	10	5,219
	Mobile Home	0	0	0	0
	Commercial	0	0	1	10
MURRELLS INLET (Georgetown County)	Dwelling	339	123,437	167	52,212
	Mobile Home	9	424	90	6,350
	Commercial	2	1,162	5	1,047
PAWLEYS ISLAND (Georgetown County)	Dwelling	889	358,871	461	164,850
	Mobile Home	16	733	11	733
	Commercial	16	7,231	4	1,670
REMAINDER OF COUNTY (Georgetown County)	Dwelling	152	65,084	40	9,387
	Mobile Home	0	0	0	0
	Commercial	0	0	0	0
TOTAL GEORGETOWN COUNTY	Dwelling	1,887	816,596	807	271,309
	Mobile Home	25	1,158	102	7,194
	Commercial	20	9,713	16	4,865
	TOTALS	1,932	827,466	925	283,367

GARDEN CITY (Horry County)	Dwelling	438	105,083	2	511
	Mobile Home	406	26,791	0	0
	Commercial	14	6,226	0	0
LITTLE RIVER (Horry County)	Dwelling	1	338	743	189,187
	Mobile Home	0	0	73	5,335
	Commercial	0	0	10	2,359
MURRELLS INLET (Horry County)	Dwelling	476	135,482	363	89,736
	Mobile Home	143	9,586	14	1,081
	Commercial	3	1,354	3	155
MYRTLE BEACH (Horry County)	Dwelling	3,058	777,204	988	223,488
	Mobile Home	999	57,809	122	8,136
	Commercial	190	105,615	20	10,670
N MYRTLE BEACH (Horry County)	Dwelling	3,973	1,024,806	258	57,306
	Mobile Home	151	8,591	52	2,920
	Commercial	94	61,680	20	3,827
SURFSIDE BEACH (Horry County)	Dwelling	1,769	448,191	4	920
	Mobile Home	480	48,292	0	0
	Commercial	24	8,630	0	0
REMAINDER OF COUNTY (Horry County)	Dwelling	13	2,268	6	2,564
	Mobile Home	1	43	1	94
	Commercial	1	219	0	0
TOTAL HORRY COUNTY	Dwelling	9,728	2,493,371	2,364	563,712
	Mobile Home	2,180	151,112	262	17,566
	Commercial	326	183,723	53	17,011
	TOTALS	12,234	2,828,206	2,679	598,289

ZONES	Dwelling	20,936	8,118,023	7,730	2,433,835
	Mobile Home	2,265	156,391	417	28,158
TOTAL	Commercial	508	221,634	102	29,667
	TOTALS	23,709	8,496,048	8,249	2,491,660