

ALABAMA INSURANCE UNDERWRITING ASSOCIATION

STATUTORY FINANCIAL STATEMENTS

APRIL 30, 2016

ALABAMA INSURANCE UNDERWRITING ASSOCIATION
STATUTORY FINANCIAL STATEMENTS

APRIL 30, 2016

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ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors
Alabama Insurance Underwriting Association

Management is responsible for the accompanying financial statements of Alabama Insurance Underwriting Association, which comprise the statutory statement of admitted assets, liabilities and surplus as of April 30, 2016, and the related statutory statement of operations and changes in surplus for the six months then ended in accordance with statutory accounting practices prescribed or permitted by the National Association of Insurance Commissioners and the Insurance Department of the State of Alabama. We have performed a compilation engagement in accordance with *Statements on Standards for Accounting and Review Services* promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Supplementary Information

The supplementary information referred to in the foregoing contents is presented for purposes of additional analysis. The information was subject to our compilation engagement, however, we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such supplementary information.

Other Matters

Management has elected to omit substantially all of the disclosures and the statement of cash flows ordinarily included in financial statements prepared in accordance with statutory accounting practices. If the omitted disclosures and statements of cash flows were included in the financial statements, they might influence the user's conclusions about the admitted assets, liabilities, surplus, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

The accompanying financial statements do not include a provision or liability for federal income taxes because the members are taxed individually on their share of Association earnings.

We are not independent with respect to Alabama Insurance Underwriting Association because we performed certain accounting services that impaired our independence.



Foley, Alabama
June 14, 2016

ALABAMA INSURANCE UNDERWRITING ASSOCIATION
STATUTORY STATEMENT OF ADMITTED ASSETS, LIABILITIES AND SURPLUS
As of April 30, 2016

EXHIBIT 1

	<u>Assets</u>	<u>Assets Not Admitted</u>	<u>Admitted Assets</u>
<u>ASSETS</u>			
Cash and short-term investments	\$ 75,787,007		\$ 75,787,007
Bonds	29,158,179		29,158,179
Accounts receivable	1,291	1,291	-
Interest accrued	158,115		158,115
Furniture and equipment - net of depreciation	78,431	78,431	-
Data processing equipment - net of depreciation	110,652		110,652
Programming - net of amortization	190,352	190,352	-
Leasehold improvements - net of depreciation	553,308	553,308	-
Reinsurance:			
Prepaid reinsurance	1,841,562		1,841,562
Amounts recoverable from reinsurers	55,060		55,060
Section 444 Deposit (I.R.S.)	818,675		818,675
Total Assets	<u>108,752,632</u>	<u>823,382</u>	<u>107,929,250</u>
<u>LIABILITIES AND SURPLUS</u>			
Reserves - net of ceded			
Unpaid losses (include IBNR)			1,349,013
Unpaid loss adjustment expenses			134,901
Unearned premiums			16,418,944
Total Reserves			<u>17,902,858</u>
Payables for:			
Premium taxes			334,144
Operating expenses and other accounts payable			1,468,137
Ceded reinsurance premiums payable - net of ceding commissions			234,692
Amounts withheld for accounts of others			96,354
Accrued Pension Obligation			385,012
Premiums received in advance			1,735,708
Total Payables			<u>4,254,047</u>
Total Liabilities			<u>22,156,905</u>
Members' Surplus			80,975,984
Retained Surplus			4,796,361
Total Surplus			<u>85,772,345</u>
Total Liabilities and Surplus			<u>\$ 107,929,250</u>

See Accountant's Compilation Report

ALABAMA INSURANCE UNDERWRITING ASSOCIATION
STATUTORY STATEMENT OF OPERATIONS AND CHANGES IN SURPLUS
Quarter Ended April 30, 2016

EXHIBIT 2

	Quarter 02/01/2016 - 04/30/2016	Year-To-Date 11/1/2015 - 04/30/2016
UNDERWRITING INCOME:		
Premiums Earned	\$ 3,787,140	\$ 7,716,714
DEDUCTIONS:		
Losses incurred	1,291,007	2,261,877
Loss expenses incurred	176,101	331,401
Operating expenses incurred	3,067,843	4,655,345
Total deductions	<u>4,534,951</u>	<u>7,248,623</u>
Net Underwriting Gain or (Loss)	<u>(747,811)</u>	<u>468,091</u>
OTHER INCOME (EXPENSE):		
Net investment income	98,064	172,311
Realized Gains (Losses)	-	-
Other Income	17	15
Service & Agency Fees	193,785	344,620
Total other income (expense)	<u>291,866</u>	<u>516,946</u>
Net Income or (Loss)	<u>\$ (455,945)</u>	<u>\$ 985,037</u>
SURPLUS:		
Surplus (prior period)	86,231,080	85,040,047
Net income or (loss)	(455,945)	985,037
Change in assets not admitted	(2,790)	(252,739)
Minimum pension liability	-	-
Net change in surplus	<u>(458,735)</u>	<u>732,298</u>
Surplus (current period)	<u>\$ 85,772,345</u>	<u>\$ 85,772,345</u>

See Accountant's Compilation Report

SUPPLEMENTARY INFORMATION

ALABAMA INSURANCE UNDERWRITING ASSOCIATION

SURPLUS

Quarter Ended April 30, 2016

EXHIBIT 3A - Quarterly

Quarterly 02/01/2016 - 04/30/2016

Description	Policy Year											Total
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006	
INCOME RECEIVED:												
Premiums Written	\$ 8,683,738	\$ (215,197)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,468,541
Reinsurance Premium Ceded	(5,958,874)	10,760	-	-	-	-	-	-	-	-	-	(5,948,114)
Net Premiums Written	2,724,864	(204,437)	-	-	-	-	-	-	-	-	-	2,520,427
Interest Received	14,949	-	-	-	-	-	-	-	-	-	-	14,949
Realized Gains (Losses)	-	-	-	-	-	-	-	-	-	-	-	-
Other Income	17	-	-	-	-	-	-	-	-	-	-	17
Service & Agency Fees	193,785	-	-	-	-	-	-	-	-	-	-	193,785
Total Income	2,933,615	(204,437)	-	-	-	-	-	-	-	-	-	2,729,178
EXPENSES PAID:												
Losses	494,292	733,009	119,385	33,929	-	-	-	-	-	-	-	1,380,615
Loss Adjustment Expenses	38,880	125,803	16,075	4,304	-	-	-	-	-	-	-	185,062
Commissions	583,029	(17,216)	-	-	-	-	-	-	-	-	-	565,813
Operating Expenses	997,259	-	-	-	-	-	-	200,000	-	-	-	1,197,259
Premium Taxes	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenses Paid	2,113,460	841,596	135,460	38,233	-	-	-	200,000	-	-	-	3,328,749
Net Cash Change	820,155	(1,046,033)	(135,460)	(38,233)	-	-	-	(200,000)	-	-	-	(599,571)
RESERVES:												
<i>DEDUCT (CURRENT PERIOD)</i>												
Unpaid Losses (include IBNR)	313,675	1,014,338	20,000	1,000	-	-	-	-	-	-	-	1,349,013
Unpaid Loss Adj. Expenses	31,368	101,433	2,000	100	-	-	-	-	-	-	-	134,901
Operating Expenses	564,491	-	-	-	-	-	-	1,000,000	-	-	-	1,564,491
Unearned Premiums	11,250,453	5,168,491	-	-	-	-	-	-	-	-	-	16,418,944
Premium Taxes	334,144	-	-	-	-	-	-	-	-	-	-	334,144
<i>ADD (PRIOR PERIOD)</i>												
Unpaid Losses (include IBNR)	135,513	1,282,107	20,000	1,000	-	-	-	-	-	-	-	1,438,620
Unpaid Loss Adj. Expenses	13,551	128,211	2,000	100	-	-	-	-	-	-	-	143,862
Operating Expenses	559,374	-	-	-	-	-	-	-	-	-	-	559,374
Unearned Premiums	5,869,720	11,815,937	-	-	-	-	-	-	-	-	-	17,685,657
Premium Taxes	34,491	-	-	-	-	-	-	-	-	-	-	34,491
Net Reserve Change	(5,881,482)	6,941,993	-	-	-	-	-	(1,000,000)	-	-	-	60,511
OTHER CHANGES:												
<i>DEDUCT (PRIOR PERIOD)</i>												
Interest Accrued	75,000	-	-	-	-	-	-	-	-	-	-	75,000
Assets Not Admitted	(820,592)	-	-	-	-	-	-	-	-	-	-	(820,592)
<i>ADD (CURRENT PERIOD)</i>												
Minimum Pension Liability	-	-	-	-	-	-	-	-	-	-	-	-
Interest Accrued	158,115	-	-	-	-	-	-	-	-	-	-	158,115
Assets Not Admitted	(823,382)	-	-	-	-	-	-	-	-	-	-	(823,382)
Net Other Changes	80,325	-	-	-	-	-	-	-	-	-	-	80,325
Assessments or (Distributions)	-	-	-	-	-	-	-	-	-	-	-	-
Change in Retained Surplus Increase (Decrease)	91,189	-	-	-	-	-	-	(1,200,000)	-	-	-	(1,108,811)
Change in Members' Surplus Increase (Decrease)	\$ (5,072,191)	\$ 5,895,960	\$ (135,460)	\$ (38,233)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 650,076

See Accountant's Compilation Report

ALABAMA INSURANCE UNDERWRITING ASSOCIATION

SURPLUS

Quarter Ended April 30, 2016

EXHIBIT 3A - Year-to-Date

Year-to-Date 11/01/2015 - 04/30/2016

Description	Policy Year											Total
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006	
INCOME RECEIVED:												
Premiums Written	\$ 15,634,654	\$ (746,280)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,888,374
Reinsurance Premium Ceded	(11,831,107)	37,314	-	-	-	-	-	-	-	-	-	(11,793,793)
Net Premiums Written	3,803,547	(708,966)	-	-	-	-	-	-	-	-	-	3,094,581
Interest Received	14,196	172,344	-	-	-	-	-	-	-	-	-	186,540
Realized Gains (Losses)	-	-	-	-	-	-	-	-	-	-	-	-
Other Income	15	-	-	-	-	-	-	-	-	-	-	15
Service & Agency Fees	344,620	-	-	-	-	-	-	-	-	-	-	344,620
Total Income	4,162,378	(536,622)	-	-	-	-	-	-	-	-	-	3,625,756
EXPENSES PAID:												
Losses	515,417	1,303,352	119,385	33,929	-	-	-	-	-	-	-	1,972,083
Loss Adjustment Expenses	45,729	225,353	25,814	5,524	-	-	-	-	-	-	-	302,420
Commissions	992,548	187,792	-	-	-	-	-	-	-	-	-	1,180,340
Operating Expenses	1,433,429	317,474	-	-	-	-	-	200,000	-	-	-	1,950,903
Premium Taxes	190,436	295,916	-	-	-	-	-	-	-	-	-	486,352
Total Expenses Paid	3,177,559	2,329,887	145,199	39,453	-	-	-	200,000	-	-	-	5,892,098
Net Cash Change	984,819	(2,866,509)	(145,199)	(39,453)	-	-	-	(200,000)	-	-	-	(2,266,342)
RESERVES:												
<i>DEDUCT (CURRENT PERIOD)</i>												
Unpaid Losses (include IBNR)	313,675	1,014,338	20,000	1,000	-	-	-	-	-	-	-	1,349,013
Unpaid Loss Adj. Expenses	31,368	101,433	2,000	100	-	-	-	-	-	-	-	134,901
Operating Expenses	564,491	-	-	-	-	-	-	1,000,000	-	-	-	1,564,491
Unearned Premiums	11,250,453	5,168,491	-	-	-	-	-	-	-	-	-	16,418,944
Premium Taxes	334,144	-	-	-	-	-	-	-	-	-	-	334,144
<i>ADD (PRIOR PERIOD)</i>												
Unpaid Losses (include IBNR)	-	1,008,086	51,133	-	-	-	-	-	-	-	-	1,059,219
Unpaid Loss Adj. Expenses	-	100,807	5,113	-	-	-	-	-	-	-	-	105,920
Operating Expenses	-	564,969	-	-	-	-	-	-	-	-	-	564,969
Unearned Premiums	-	21,041,077	-	-	-	-	-	-	-	-	-	21,041,077
Premium Taxes	-	295,916	-	-	-	-	-	-	-	-	-	295,916
Net Reserve Change	(12,494,131)	16,726,593	34,246	(1,100)	-	-	-	(1,000,000)	-	-	-	3,265,608
OTHER CHANGES:												
<i>DEDUCT (PRIOR PERIOD)</i>												
Interest Accrued	-	172,344	-	-	-	-	-	-	-	-	-	172,344
Assets Not Admitted	-	(570,643)	-	-	-	-	-	-	-	-	-	(570,643)
Unrealized Capital Gains (Losses)	-	-	-	-	-	-	-	-	-	-	-	-
<i>ADD (CURRENT PERIOD)</i>												
Minimum Pension Liability	-	-	-	-	-	-	-	-	-	-	-	-
Interest Accrued	158,115	-	-	-	-	-	-	-	-	-	-	158,115
Assets Not Admitted	(823,382)	-	-	-	-	-	-	-	-	-	-	(823,382)
Unrealized Capital Gains (Losses)	-	-	-	-	-	-	-	-	-	-	-	-
Net Other Changes	(665,267)	398,299	-	-	-	-	-	-	-	-	-	(266,968)
Assessments or (Distributions)	-	-	-	-	-	-	-	-	-	-	-	-
Change in Retained Surplus Increase (Decrease)	160,265	-	-	-	-	-	-	(1,200,000)	-	-	-	(1,039,735)
Change in Members' Surplus Increase (Decrease)	\$(12,334,844)	\$ 14,258,383	\$ (110,953)	\$ (40,553)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,772,033

See Accountant's Compilation Report

ALABAMA INSURANCE UNDERWRITING ASSOCIATION
MEMBERS' SURPLUS FOR UNSETTLED YEARS
Inception to Quarter Ended April 30, 2016

Exhibit 3B

Description	Policy Year										Total
	2016	2015	2014	2013	2012	2011	2010	2008	2007	2006	
INCOME RECEIVED:											
Premiums Written	\$ 15,634,654	\$ 41,574,198	\$ 43,985,195	\$ 45,411,235	\$ 45,970,663	\$ 45,112,079	\$ 37,491,975	\$ 24,452,221	\$ 23,456,599	\$ 17,328,303	\$ 340,417,122
Reinsurance Premiums Ceded	(11,831,107)	(23,799,580)	(21,527,994)	(20,720,834)	(19,201,996)	(17,994,845)	(17,700,790)	(14,994,792)	(10,799,284)	(4,500,230)	(163,071,452)
Net Premiums Written	3,803,547	17,774,618	22,457,201	24,690,401	26,768,667	27,117,234	19,791,185	9,457,429	12,657,315	12,828,073	177,345,670
Interest Received	14,196	322,544	348,507	326,657	95,204	40,332	21,405	486,548	677,305	307,607	2,640,305
Realized Gains (Losses)	-	-	-	-	(34,522)	-	-	-	-	-	(34,522)
Other Income	15	12	43	-	8	1,070	153	3,391	3,670	40	8,402
Service & Agency Fees	344,620	899,270	906,565	778,125	674,460	608,415	497,585	269,337	187,836	175,703	5,341,916
Gain (loss) on sale of non admitted asset	-	-	-	-	-	-	-	100	623	(203)	520
Total Income	4,162,378	18,996,444	23,712,316	25,795,183	27,503,817	27,767,051	20,310,328	10,216,805	13,526,749	13,311,220	185,302,291
EXPENSES PAID:											
Losses	515,417	3,343,254	3,499,541	3,382,421	3,264,442	1,326,634	988,594	874,566	512,315	930,913	18,638,097
Loss Adjustment Expenses	45,729	406,596	549,728	573,085	400,549	230,657	118,628	22,717	14,945	17,029	2,379,663
Commissions	992,548	3,318,141	3,511,240	3,626,442	3,677,749	3,629,595	2,994,514	1,961,534	2,235,084	1,744,247	27,691,094
Operating Expenses	1,433,429	3,458,761	3,340,955	3,009,063	2,734,196	2,524,526	2,327,766	1,699,718	1,497,748	1,014,262	23,040,424
Premium Taxes	190,436	1,461,184	1,556,033	1,597,766	1,624,906	1,587,348	1,350,035	855,726	848,275	624,158	11,695,867
Total Expenses Paid	3,177,559	11,987,936	12,457,497	12,188,777	11,701,842	9,298,760	7,779,537	5,414,261	5,108,367	4,330,609	83,445,145
Net Cash Change	984,819	7,008,508	11,254,819	13,606,406	15,801,975	18,468,291	12,530,791	4,802,544	8,418,382	8,980,611	101,857,146
RESERVES:											
DEDUCT (CURRENT PERIOD)											
Unpaid Losses (include IBNR)	313,675	1,014,338	20,000	1,000	-	-	-	-	-	-	1,349,013
Unpaid Loss Adjustment Expenses	31,368	101,433	2,000	100	-	-	-	-	-	-	134,901
Operating Expenses	564,491	-	-	-	-	-	-	-	-	-	564,491
Unearned Premiums	11,250,453	5,168,491	-	-	-	-	-	-	-	-	16,418,944
Premium Taxes	334,144	-	-	-	-	-	-	-	-	-	334,144
Total Reserves	12,494,131	6,284,262	22,000	1,100	-	-	-	-	-	-	18,801,493
OTHER CHANGES:											
ADD (DEDUCT)											
Minimum Pension Liability	-	14,335	(299,507)	115,466	(127,279)	(36,991)	27,748	(53,339)	46,800	(21,831)	(334,598)
Interest Accrued	158,115	-	-	-	-	-	-	-	-	-	158,115
Assets Not Admitted	(823,382)	-	-	-	-	-	-	-	-	-	(823,382)
Retained Surplus	(160,265)	(288,215)	(319,649)	(284,009)	(17,189)	(10,477)	-	-	-	-	(1,079,804)
Total Other Changes	(825,532)	(273,880)	(619,156)	(168,543)	(144,468)	(47,468)	27,748	(53,339)	46,800	(21,831)	(2,079,669)
Assessments or (Distributions)	-	-	-	-	-	-	-	-	-	-	-
Members' Surplus (Deficit)	\$ (12,334,844)	\$ 450,366	\$ 10,613,663	\$ 13,436,763	\$ 15,657,507	\$ 18,420,823	\$ 12,558,539	\$ 4,749,205	\$ 8,465,182	\$ 8,958,780	\$ 80,975,984

ALABAMA INSURANCE UNDERWRITING ASSOCIATION

**RETAINED SURPLUS
Quarter Ended April 30, 2016**

EXHIBIT 3C - Year-to-Date

Description	Policy Year							Total
	2016	2015	2014	2013	2012	2011	2009	
Retained Surplus Prior Period	\$ -	\$ 288,215	\$ 319,649	\$ 284,009	\$ 17,189	\$ 10,477	\$ 4,916,557	\$ 5,836,096
Change Increase (Decrease)	160,265	-	-	-	-	-	(1,200,000)	(1,039,735)
Retained Surplus Current Period	\$ 160,265	\$ 288,215	\$ 319,649	\$ 284,009	\$ 17,189	\$ 10,477	\$ 3,716,557	\$ 4,796,361

See Accountant's Compilation Report

ALABAMA INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT OF PREMIUMS

Quarter Ended April 30, 2016

EXHIBIT 4A - Quarterly

Description	Quarterly 02/01/2016 - 04/30/2016										
	2016	2015	2014	2013	2012	Policy Year 2011	2010	2008	2007	2006	Total
PREMIUMS WRITTEN:											
Fire	\$ 505,312	\$ (11,729)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 493,583
E.C. & VMM	8,178,426	(203,468)	-	-	-	-	-	-	-	-	7,974,958
Reinsurance Premium Ceded	(5,958,874)	10,760	-	-	-	-	-	-	-	-	(5,948,114)
Total	2,724,864	(204,437)	-	-	-	-	-	-	-	-	2,520,427
UNEARNED PREMIUMS: (PRIOR PERIOD)											
Fire	407,915	738,138	-	-	-	-	-	-	-	-	1,146,053
E.C. & VMM	5,770,738	11,699,690	-	-	-	-	-	-	-	-	17,470,428
Reinsurance Unearned Ceded	(308,933)	(621,891)	-	-	-	-	-	-	-	-	(930,824)
Total	5,869,720	11,815,937	-	-	-	-	-	-	-	-	17,685,657
UNEARNED PREMIUMS: (CURRENT PERIOD)											
Fire	717,671	328,536	-	-	-	-	-	-	-	-	1,046,207
E.C. & VMM	11,124,911	5,111,981	-	-	-	-	-	-	-	-	16,236,892
Reinsurance Unearned Ceded	(592,129)	(272,026)	-	-	-	-	-	-	-	-	(864,155)
Total	11,250,453	5,168,491	-	-	-	-	-	-	-	-	16,418,944
EARNED PREMIUMS:											
Fire	195,556	397,873	-	-	-	-	-	-	-	-	593,429
E.C. & VMM	2,824,253	6,384,241	-	-	-	-	-	-	-	-	9,208,494
Reinsurance Earned Ceded	(5,675,678)	(339,105)	-	-	-	-	-	-	-	-	(6,014,783)
Total	\$ (2,655,869)	\$ 6,443,009	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,787,140

See Accountant's Compilation Report

ALABAMA INSURANCE UNDERWRITING ASSOCIATION
STATISTICAL REPORT OF PREMIUMS
Quarter Ended April 30, 2016

EXHIBIT 4A - Year-to-Date

Description	Year-to-Date 11/01/2015 - 04/30/2016										
	2016	2015	2014	2013	2012	Policy Year 2011	2010	2008	2007	2006	Total
PREMIUMS WRITTEN:											
Fire	\$ 962,572	\$ (40,903)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 921,669
E.C. & VMM	14,672,082	(705,377)	-	-	-	-	-	-	-	-	13,966,705
Reinsurance Premium Ceded	(11,831,107)	37,314	-	-	-	-	-	-	-	-	(11,793,793)
Total	3,803,547	(708,966)	-	-	-	-	-	-	-	-	3,094,581
UNEARNED PREMIUMS: (PRIOR PERIOD)											
Fire	-	1,314,269	-	-	-	-	-	-	-	-	1,314,269
E.C. & VMM	-	20,834,233	-	-	-	-	-	-	-	-	20,834,233
Reinsurance Unearned Ceded	-	(1,107,425)	-	-	-	-	-	-	-	-	(1,107,425)
Total	-	21,041,077	-	-	-	-	-	-	-	-	21,041,077
UNEARNED PREMIUMS: (CURRENT PERIOD)											
Fire	717,671	328,536	-	-	-	-	-	-	-	-	1,046,207
E.C. & VMM	11,124,911	5,111,981	-	-	-	-	-	-	-	-	16,236,892
Reinsurance Unearned Ceded	(592,129)	(272,026)	-	-	-	-	-	-	-	-	(864,155)
Total	11,250,453	5,168,491	-	-	-	-	-	-	-	-	16,418,944
EARNED PREMIUMS:											
Fire	244,901	944,830	-	-	-	-	-	-	-	-	1,189,731
E.C. & VMM	3,547,171	15,016,875	-	-	-	-	-	-	-	-	18,564,046
Reinsurance Earned Ceded	(11,238,978)	(798,085)	-	-	-	-	-	-	-	-	(12,037,063)
Total	\$ (7,446,906)	\$ 15,163,620	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,716,714

See Accountant's Compilation Report

ALABAMA INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT OF LOSSES

Quarter Ended April 30, 2016

EXHIBIT 4B - Quarterly

Description	Quarterly 02/01/2016 - 04/30/2016										
	2016	2015	2014	2013	2012	Policy Year		2008	2007	2006	Total
PAID LOSSES:											
Fire	\$ 438,225	\$ 156,717	\$ 2,257	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 597,199
E.C. & VMM	82,082	614,747	118,763	33,929	-	-	-	-	-	-	849,521
Reinsurance Losses Ceded	(26,015)	(38,455)	(1,635)	-	-	-	-	-	-	-	(66,105)
Total	494,292	733,009	119,385	33,929	-	-	-	-	-	-	1,380,615
OUTSTANDING LOSSES (CURRENT PERIOD)*											
Fire	19,087	584,908	20,000	1,000	-	-	-	-	-	-	624,995
E.C. & VMM	311,097	478,524	-	-	-	-	-	-	-	-	789,621
Reinsurance Losses Ceded	(16,509)	(49,094)	-	-	-	-	-	-	-	-	(65,603)
Total	313,675	1,014,338	20,000	1,000	-	-	-	-	-	-	1,349,013
OUTSTANDING LOSSES (PRIOR PERIOD)*											
Fire	9,439	643,962	20,000	1,000	-	-	-	-	-	-	674,401
E.C. & VMM	133,207	690,703	-	-	-	-	-	-	-	-	823,910
Reinsurance Losses Ceded	(7,133)	(52,557)	-	-	-	-	-	-	-	-	(59,690)
Total	135,513	1,282,107	20,000	1,000	-	-	-	-	-	-	1,438,620
INCURRED LOSSES:											
Fire	447,873	97,663	2,257	-	-	-	-	-	-	-	547,793
E.C. & VMM	259,972	402,568	118,763	33,929	-	-	-	-	-	-	815,232
Reinsurance Losses Ceded	(35,391)	(34,992)	(1,635)	-	-	-	-	-	-	-	(72,018)
Total	672,454	465,239	119,385	33,929	-	-	-	-	-	-	1,291,007
IBNR (CURRENT PERIOD)											
Fire	19,087	27,370	-	-	-	-	-	-	-	-	46,457
E.C. & VMM	290,891	441,102	-	-	-	-	-	-	-	-	731,993
Reinsurance Losses Ceded	(15,499)	(19,346)	-	-	-	-	-	-	-	-	(34,845)
Total	294,479	449,126	-	-	-	-	-	-	-	-	743,605
IBNR (PRIOR PERIOD)											
Fire	9,439	39,502	-	-	-	-	-	-	-	-	48,941
E.C. & VMM	133,207	631,064	-	-	-	-	-	-	-	-	764,271
Reinsurance Losses Ceded	(7,133)	(19,470)	-	-	-	-	-	-	-	-	(26,603)
Total	\$ 135,513	\$ 651,096	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 786,609

*Includes IBNR

See Accountant's Compilation Report

ALABAMA INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT OF LOSSES

Quarter Ended April 30, 2016

EXHIBIT 4B - Year-to-Date

Description	Year-to-Date 11/01/2015 - 04/30/2016										
	2016	2015	2014	2013	2012	Policy Year		2008	2007	2006	Total
						2011	2010				
PAID LOSSES:											
Fire	\$ 440,516	\$ 396,451	\$ 2,257	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 839,224
E.C. & VMM	102,027	972,989	118,763	33,929	-	-	-	-	-	-	1,227,708
Reinsurance Losses Ceded	(27,126)	(66,088)	(1,635)	-	-	-	-	-	-	-	(94,849)
Total	515,417	1,303,352	119,385	33,929	-	-	-	-	-	-	1,972,083
OUTSTANDING LOSSES (CURRENT PERIOD)*											
Fire	19,087	584,908	20,000	1,000	-	-	-	-	-	-	624,995
E.C. & VMM	311,097	478,524	-	-	-	-	-	-	-	-	789,621
Reinsurance Losses Ceded	(16,509)	(49,094)	-	-	-	-	-	-	-	-	(65,603)
Total	313,675	1,014,338	20,000	1,000	-	-	-	-	-	-	1,349,013
OUTSTANDING LOSSES (PRIOR PERIOD)*											
Fire	-	142,926	22,794	-	-	-	-	-	-	-	165,720
E.C. & VMM	-	894,693	29,402	-	-	-	-	-	-	-	924,095
Reinsurance Losses Ceded	-	(29,533)	(1,063)	-	-	-	-	-	-	-	(30,596)
Total	-	1,008,086	51,133	-	-	-	-	-	-	-	1,059,219
INCURRED LOSSES:											
Fire	459,603	838,433	(537)	1,000	-	-	-	-	-	-	1,298,499
E.C. & VMM	413,124	556,820	89,361	33,929	-	-	-	-	-	-	1,093,234
Reinsurance Losses Ceded	(43,635)	(85,649)	(572)	-	-	-	-	-	-	-	(129,856)
Total	829,092	1,309,604	88,252	34,929	-	-	-	-	-	-	2,261,877
IBNR (CURRENT PERIOD)											
Fire	19,087	27,370	-	-	-	-	-	-	-	-	46,457
E.C. & VMM	290,891	441,102	-	-	-	-	-	-	-	-	731,993
Reinsurance Losses Ceded	(15,499)	(19,346)	-	-	-	-	-	-	-	-	(34,845)
Total	294,479	449,126	-	-	-	-	-	-	-	-	743,605
IBNR (PRIOR PERIOD)											
Fire	-	50,342	-	-	-	-	-	-	-	-	50,342
E.C. & VMM	-	790,753	-	-	-	-	-	-	-	-	790,753
Reinsurance Losses Ceded	-	(19,790)	-	-	-	-	-	-	-	-	(19,790)
Total	\$ -	\$ 821,305	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 821,305

*Includes IBNR

See Accountant's Compilation Report

ALABAMA INSURANCE UNDERWRITING ASSOCIATION
STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES
Quarter Ended April 30, 2016

EXHIBIT 4C - Quarterly

Quarterly 02/01/2016 - 04/30/2016

Description	Policy Year										Total	
	2016	2015	2014	2013	2012	2011	2010	2008	2007	2006		
LOSS EXPENSES PAID:												
Fire	\$ 13,238	\$ 15,897	\$ 296	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 29,431
E.C. & VMM	27,688	116,507	15,989	4,304	-	-	-	-	-	-	-	164,488
Reinsurance Loss Expenses Ceded	(2,046)	(6,601)	(210)	-	-	-	-	-	-	-	-	(8,857)
Total	38,880	125,803	16,075	4,304	-	-	-	-	-	-	-	185,062
UNPAID LOSS EXPENSES (CURRENT PERIOD)*												
Fire	1,909	58,491	2,000	100	-	-	-	-	-	-	-	62,500
E.C. & VMM	31,110	47,852	-	-	-	-	-	-	-	-	-	78,962
Reinsurance Loss Expenses Ceded	(1,651)	(4,910)	-	-	-	-	-	-	-	-	-	(6,561)
Total	31,368	101,433	2,000	100	-	-	-	-	-	-	-	134,901
UNPAID LOSS EXPENSES (PRIOR PERIOD)*												
Fire	944	64,396	2,000	100	-	-	-	-	-	-	-	67,440
E.C. & VMM	13,320	69,071	-	-	-	-	-	-	-	-	-	82,391
Reinsurance Loss Expenses Ceded	(713)	(5,256)	-	-	-	-	-	-	-	-	-	(5,969)
Total	13,551	128,211	2,000	100	-	-	-	-	-	-	-	143,862
INCURRED LOSS EXPENSES:												
Fire	14,203	9,992	296	-	-	-	-	-	-	-	-	24,491
E.C. & VMM	45,478	95,288	15,989	4,304	-	-	-	-	-	-	-	161,059
Reinsurance Loss Expenses Ceded	(2,984)	(6,255)	(210)	-	-	-	-	-	-	-	-	(9,449)
Total	\$ 56,697	\$ 99,025	\$ 16,075	\$ 4,304	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 176,101

*Includes IBNR

See Accountant's Compilation Report

ALABAMA INSURANCE UNDERWRITING ASSOCIATION
STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES
Quarter Ended April 30, 2016

EXHIBIT 4C - Year-to-Date

Year-to-Date 11/01/2015 - 04/30/2016

Description	Policy Year											Total
	2016	2015	2014	2013	2012	2011	2010	2008	2007	2006		
LOSS EXPENSES PAID:												
Fire	\$ 14,167	\$ 30,864	\$ 487	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 45,518
E.C. & VMM	33,968	206,209	25,650	5,524	-	-	-	-	-	-	-	271,351
Reinsurance Loss Expenses Ceded	(2,406)	(11,720)	(323)	-	-	-	-	-	-	-	-	(14,449)
Total	45,729	225,353	25,814	5,524	-	-	-	-	-	-	-	302,420
UNPAID LOSS EXPENSES (CURRENT PERIOD)*												
Fire	1,909	58,491	2,000	100	-	-	-	-	-	-	-	62,500
E.C. & VMM	31,110	47,852	-	-	-	-	-	-	-	-	-	78,962
Reinsurance Loss Expenses Ceded	(1,651)	(4,910)	-	-	-	-	-	-	-	-	-	(6,561)
Total	31,368	101,433	2,000	100	-	-	-	-	-	-	-	134,901
UNPAID LOSS EXPENSES (PRIOR PERIOD)*												
Fire	-	14,292	2,279	-	-	-	-	-	-	-	-	16,571
E.C. & VMM	-	89,469	2,940	-	-	-	-	-	-	-	-	92,409
Reinsurance Loss Expenses Ceded	-	(2,954)	(106)	-	-	-	-	-	-	-	-	(3,060)
Total	-	100,807	5,113	-	-	-	-	-	-	-	-	105,920
INCURRED LOSS EXPENSES:												
Fire	16,076	75,063	208	100	-	-	-	-	-	-	-	91,447
E.C. & VMM	65,078	164,592	22,710	5,524	-	-	-	-	-	-	-	257,904
Reinsurance Loss Expenses Ceded	(4,057)	(13,676)	(217)	-	-	-	-	-	-	-	-	(17,950)
Total	\$ 77,097	\$ 225,979	\$ 22,701	\$ 5,624	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 331,401

*Includes IBNR

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