

MINNESOTA FAIR PLAN

Exhibit 1

BALANCE SHEET
as of December 31, 2023

| | <u>Ledger Assets</u> | <u>Assets Not Admitted</u> | <u>Admitted Assets</u> |
|---|--------------------------|--------------------------------|----------------------------|
| ASSETS | | | |
| Cash | 1,833,374 | | 1,833,374 |
| Bank Money Market | - | | - |
| Accrued Interest on Certificates of Deposit | - | | - |
| Computer Equipment & Licenses | 1,525 | (1,525) | - |
| Furniture & Fixtures | - | - | - |
| Other Assets | 649,094 | (649,094) | - |
| | <u>2,483,994</u> | <u>(650,619)</u> | <u>1,833,374</u> |
| LIABILITIES & MEMBERS' DEFICIT | | | |
| <u>Liabilities</u> | | | |
| Unpaid Losses (including IBNR) | | | 566,200 |
| Unpaid Loss Adjustment Expense (including IBNR) | | | 52,400 |
| Accrued Commissions | | | 18,051 |
| Accrued Underwriting Expenses | | | 103,246 |
| Premium Receivable | | | (613,250) |
| Unearned Premium | | | 1,964,359 |
| Advanced Premium | | | 59,402 |
| | | | <u>2,150,408</u> |
| Total Liabilities | | | 2,150,408 |
| Members' Equity (Deficit) | | | <u>(317,034)</u> |
| Total Liabilities & Members' Equity (Deficit) | | | <u><u>1,833,374</u></u> |

MINNESOTA FAIR PLAN

Exhibit 2

INCOME STATEMENT AND MEMBERS' EQUITY ACCOUNT RECONCILIATION for the year ending December 31, 2023

| | <u>Year Ending 2023</u> |
|---|-----------------------------|
| <u>Underwriting Income</u> | |
| Premiums Earned | 3,231,015 |
| <u>Deductions</u> | |
| Losses Incurred | 2,137,675 |
| Loss Expense Incurred | 110,950 |
| Commissions Incurred | 230,441 |
| Other Underwriting Expense Incurred | <u>1,657,915</u> |
| Total Deductions | <u>4,136,981</u> |
| Underwriting Income (Loss) | (905,966) |
| Investment Income | <u>53,682</u> |
| Net Income (Loss) | <u><u>(852,284)</u></u> |
| <u>Members' Equity Account Reconciliation</u> | |
| Members' Equity, Beginning of Year | 598,909 |
| Member Assessments | - |
| Net Income (Loss) | (852,284) |
| Change in Nonadmitted Assets | <u>(63,659)</u> |
| Total Members' Equity, End of Year | <u><u>(317,034)</u></u> |

MINNESOTA FAIR PLAN

Exhibit 3

MEMBERS' ACCOUNT
for the year ending December 31, 2023

| | 2023 | 2022 | 2021 | 2020/Prior | Total |
|---|-------------|-----------|----------|------------|-------------|
| <u>Premiums</u> | | | | | |
| 1. Premiums Written | 3,610,063 | - | - | - | 3,610,063 |
| 2. Premiums Unearned - Prior | 1,585,311 | - | - | - | 1,585,311 |
| 3. Premiums Unearned - Current | (1,964,359) | - | - | - | (1,964,359) |
| 4. Premiums Earned | 3,231,015 | - | - | - | 3,231,015 |
| <u>Interest</u> | | | | | |
| 5. Interest Received | 53,682 | | | | 53,682 |
| 6. Interest Accrued - Current | - | | | | - |
| 7. Interest Accrued - Prior | - | | | | - |
| 8. Interest Earned | 53,682 | - | - | - | 53,682 |
| <u>Losses</u> | | | | | |
| 9. Losses Paid | 1,519,945 | 326,130 | 2,500 | - | 1,848,575 |
| 10. Losses Unpaid - Current | 96,200 | - | - | 470,000 | 566,200 |
| 11. Losses Unpaid - Prior | - | (180,120) | (10,764) | (86,216) | (277,100) |
| 12. Losses Incurred | 1,616,145 | 146,010 | (8,264) | 383,784 | 2,137,675 |
| <u>Loss Adjustment Expense</u> | | | | | |
| 13. Loss Expense Paid | 87,025 | 23,166 | - | 2,859 | 113,050 |
| 14. Loss Expense Unpaid - Current | 2,400 | - | - | 50,001 | 52,401 |
| 15. Loss Expense Unpaid - Prior | - | (35,905) | (2,066) | (16,530) | (54,501) |
| 16. Loss Expense Incurred | 89,425 | (12,739) | (2,066) | 36,330 | 110,950 |
| <u>Underwriting Expenses</u> | | | | | |
| 17. Commissions Paid | 228,571 | | | | 228,571 |
| 18. Other Underwriting Expenses Paid | 1,639,384 | | | | 1,639,384 |
| 19. Total Paid | 1,867,955 | - | - | - | 1,867,955 |
| 20. Commissions Unpaid - Current | 18,051 | | | | 18,051 |
| 21. Commissions Unpaid - Prior | (16,181) | | | | (16,181) |
| 22. Underwriting Expense Unpaid - Current | 103,246 | | | | 103,246 |
| 23. Underwriting Expense Unpaid - Prior | (84,715) | | | | (84,715) |
| 24. Underwriting Expense Incurred | 1,888,356 | - | - | - | 1,888,356 |
| 25. Net Income (Loss) | (309,229) | (133,271) | 10,330 | (420,114) | (852,284) |

MINNESOTA FAIR PLAN

Exhibit 4

STATISTICAL REPORT OF PREMIUMS
for the year ending December 31, 2023

| | 2023 | 2022 | 2021 | 2020/Prior | Total |
|---|-----------|------|------|------------|-----------|
| <u>Premium Written</u> | | | | | |
| 1. Fire/Allied Lines/Extended Coverage | 3,455,949 | - | - | - | 3,455,949 |
| 2. Homeowners | 154,114 | - | - | - | 154,114 |
| 3. Total | 3,610,063 | - | - | - | 3,610,063 |
| <u>Premiums Unearned - Prior</u> | | | | | |
| 4. Fire/Allied Lines/Extended Coverage | 814,162 | | | | 814,162 |
| 5. Homeowners | 771,149 | | | | 771,149 |
| 6. Total | 1,585,311 | - | - | - | 1,585,311 |
| <u>Premiums Unearned - Current</u> | | | | | |
| 7. Fire/Allied Lines/Extended Coverage | 1,063,312 | | | | 1,063,312 |
| 8. Homeowners | 901,047 | | | | 901,047 |
| 9. Total | 1,964,359 | - | - | - | 1,964,359 |
| <u>Premiums Earned</u> | | | | | |
| 10. Fire/Allied Lines/Extended Coverage | 3,206,799 | - | - | - | 3,206,799 |
| 11. Homeowners | 24,216 | - | - | - | 24,216 |
| 12. Total | 3,231,015 | - | - | - | 3,231,015 |

MINNESOTA FAIR PLAN

Exhibit 5

STATISTICAL REPORT OF LOSSES
for the year ending December 31, 2023

| | 2023 | 2022 | 2021 | 2020/Prior | Total |
|---|-----------|---------|---------|------------|-----------|
| <u>Losses Paid</u> | | | | | |
| 1. Fire/Allied Lines/Extended Coverage | 777,215 | 86,463 | - | - | 863,678 |
| 2. Homeowners | 742,730 | 239,667 | 2,500 | - | 984,897 |
| 3. Total | 1,519,945 | 326,130 | 2,500 | - | 1,848,575 |
| <u>Losses Unpaid - Current</u> | | | | | |
| 4. Fire/Allied Lines/Extended Coverage | 96,200 | - | - | - | 96,200 |
| 5. Homeowners | - | - | - | 470,000 | 470,000 |
| 6. Total | 96,200 | - | - | 470,000 | 566,200 |
| <u>Losses Unpaid - Prior</u> | | | | | |
| 7. Fire/Allied Lines/Extended Coverage | - | 16,500 | - | 100 | 16,600 |
| 8. Homeowners | - | 163,620 | 10,764 | 86,116 | 260,500 |
| 9. Total | - | 180,120 | 10,764 | 86,216 | 277,100 |
| <u>Losses Incurred</u> | | | | | |
| 10. Fire/Allied Lines/Extended Coverage | 873,415 | 69,963 | - | (100) | 943,278 |
| 11. Homeowners | 742,730 | 76,047 | (8,264) | 383,884 | 1,194,397 |
| 12. Total | 1,616,145 | 146,010 | (8,264) | 383,784 | 2,137,675 |

MINNESOTA FAIR PLAN

Exhibit 6

STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES
for the year ending December 31, 2023

| | 2023 | 2022 | 2021 | 2020/Prior | Total |
|---|--------|----------|---------|------------|---------|
| <u>Loss Expense Paid</u> | | | | | |
| 1. Fire/Allied Lines/Extended Coverage | 41,727 | 10,794 | - | 1,985 | 54,506 |
| 2. Homeowners | 45,298 | 12,372 | - | 874 | 58,544 |
| 3. Total | 87,025 | 23,166 | - | 2,859 | 113,050 |
| <u>Loss Expense Unpaid - Current</u> | | | | | |
| 4. Fire/Allied Lines/Extended Coverage | 2,400 | - | - | - | 2,400 |
| 5. Homeowners | - | - | - | 50,001 | 50,001 |
| 6. Total | 2,400 | - | - | 50,001 | 52,401 |
| <u>Loss Expense Unpaid - Prior</u> | | | | | |
| 7. Fire/Allied Lines/Extended Coverage | - | 2,000 | - | - | 2,000 |
| 8. Homeowners | - | 33,905 | 2,066 | 16,530 | 52,501 |
| 9. Total | - | 35,905 | 2,066 | 16,530 | 54,501 |
| <u>Loss Expense Incurred</u> | | | | | |
| 10. Fire/Allied Lines/Extended Coverage | 44,127 | 8,794 | - | 1,985 | 54,906 |
| 11. Homeowners | 45,298 | (21,533) | (2,066) | 34,345 | 56,044 |
| 12. Total | 89,425 | (12,739) | (2,066) | 36,330 | 110,950 |