

Mississippi Residential Property Insurance Underwriting Association

Phone (601) 981-2915 2685 Crane Ridge Drive P.O. Box 5389 Jackson, Mississippi 39296-5389

March 16, 2011

To Member Companies

ACCOUNTING REPORT FOR YEAR ENDED DECEMBER 31, 2010

The following documents which summarize the transactions, conditions, operations and affairs of the Mississippi Residential Property Insurance Underwriting Association for the year ended December 31, 2010, are now available on the website www.msplans.com/MRPIUA/index.shtml.

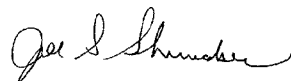
- Exhibit 1 -Statement of Assets, Liabilities and Members' Equity
- Exhibit 2 -Statement of Revenue, Expense and Members' Equity
- Exhibit 3A -Members' Account - Year Ended December 31, 2010
- Exhibit 3B -Members' Account for Unsettled Years
- Exhibit 4A -Statistical Report - Premiums
- Exhibit 4B -Statistical Report - Losses
- Exhibit 4C -Statistical Report - Loss Expense
- Exhibit 5 -Insurance In-Force as of December 31, 2010

To record its participation, members should apply the appropriate percentage of participation to the data for each policy year shown on Exhibit 3A. Your participation should be recorded as reinsurance assumed.

A report of all Companies' Preliminary Percentage Participation for the period January 1, 2010 through December 31, 2010 was furnished you previously. Each company's Percentage Participation may be found on the reference website.

Should you have specific questions concerning the reports of the Association, please direct them to Mr. Joel Ferriss or Mrs. Judy Brown at the address or telephone number listed on our letterhead.

Yours very truly,



Joe S. Shumaker
Manager

**MISSISSIPPI RESIDENTIAL PROPERTY INSURANCE UNDERWRITING ASSOCIATION
ACCOUNTING REPORT
YEAR ENDED DECEMBER 31, 2010**

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EXHIBIT 1

MISSISSIPPI RESIDENTIAL PROPERTY INSURANCE UNDERWRITING ASSOCIATION
STATEMENT OF ASSETS, LIABILITIES AND MEMBERS' EQUITY
December 31, 2010

	ASSETS	NON- ADMITTED ASSETS	NET ADMITTED ASSETS
ASSETS:			
CASH IN BANK AND MONEY MARKET FUNDS	\$ 2,727,491	\$ -	\$ 2,727,491
CERTIFICATE OF DEPOSIT	2,077,461	-	2,077,461
ACCRUED INVESTMENT INCOME	20,841	-	20,841
ASSESSMENTS RECEIVABLE	16,327	-	16,327
RECEIVABLE	316,149	-	316,149
COMPUTER EQUIPMENT, SOFTWARE AND FIXTURES	446,444	-	446,444
TOTAL ASSETS	<u>\$ 5,604,713</u>	<u>\$ -</u>	<u>\$ 5,604,713</u>
LIABILITIES:			
UNPAID LOSSES			\$ 981,810
UNPAID LOSS EXPENSE			161,795
UNPAID PREMIUM TAXES			31,513
UNEARNED PREMIUMS			3,531,012
COMMISSIONS PAYABLE			39,924
ACCOUNTS PAYABLE			19,840
TOTAL LIABILITIES			<u>4,765,894</u>
MEMBERS' EQUITY:			
2009 POLICY YEAR			1,991,714
2010 POLICY YEAR			(1,152,895)
TOTAL MEMBERS' EQUITY			<u>838,819</u>
TOTAL LIABILITY AND MEMBERS EQUITY			<u>\$ 5,604,713</u>

EXHIBIT 2

**MISSISSIPPI RESIDENTIAL PROPERTY INSURANCE UNDERWRITING ASSOCIATION
STATEMENT OF REVENUE, EXPENSES AND MEMBERS' EQUITY
YEAR ENDED DECEMBER 31, 2010**

REVENUE:

WRITTEN PREMIUM	\$ 7,156,140
REINSURANCE CEDED	(500,000)
CHANGE IN UNEARNED PREMIUM	<u>374,159</u>
PREMIUM EARNED	7,030,299

DEDUCTIONS:

LOSSES	\$ 3,552,464
LOSS ADJUSTMENT EXPENSES	721,072
COMMISSIONS	712,644
PREMIUM TAXES	159,419
OPERATING EXPENSE INCURRED	<u>1,150,754</u>
TOTAL DEDUCTIONS	<u>6,296,353</u>
NET UNDERWRITING GAIN (LOSS)	733,946

OTHER INCOME:

INVESTMENT INCOME	49,823
INSPECTION FEES	76,140
OTHER	<u>325</u>
TOTAL OTHER INCOME	<u>126,288</u>
NET INCOME (LOSS)	<u><u>\$ 860,234</u></u>

EQUITY ACCOUNT:

MEMBERS' ACCOUNT, JANUARY 01, 2009	\$ 2,490,775
NET INCOME	860,234
DISTRIBUTIONS TO MEMBERS	(2,811,710)
ASSESSMENTS	<u>299,520</u>
MEMBERS' ACCOUNT, DECEMBER 31, 2009	<u><u>\$ 838,819</u></u>

MISSISSIPPI RESIDENTIAL PROPERTY INSURANCE UNDERWRITING ASSOCIATION
MEMBERS' ACCOUNT
YEAR ENDED DECEMBER 31, 2010

	2008	2009	2010	2011	TOTALS
INCOME RECEIVED:					
PREMIUMS WRITTEN	-	(105,245)	7,125,211	136,174	7,156,140
INTEREST RECEIVED	-	34,999	28,982	-	63,981
INSPECTION FEES RECEIVED	-	-	76,140	-	76,140
OTHER	-	-	325	-	325
TOTAL	-	(70,246)	7,230,658	136,174	7,296,586
EXPENSES PAID:					
LOSSES	(8,126)	1,659,833	1,558,204	-	3,209,911
LOSS EXPENSE	86,037	218,012	368,328	-	672,377
REINSURANCE CEDED PAID	-	-	500,000	-	500,000
SERVICE FEE - PREMIUMS	-	-	-	-	-
COMMISSIONS PAID	-	51,197	672,720	-	723,917
PREMIUM TAXES	-	34,839	127,906	-	162,745
OPERATING EXPENSE	-	-	1,150,754	-	1,150,754
OTHER	-	-	-	-	-
TOTAL	77,911	1,963,881	4,377,912	-	6,419,704
NET CASH FROM OPERATIONS	(77,911)	(2,034,127)	2,852,746	136,174	876,882
DEDUCT CURRENT RESERVES:					
LOSSES	-	348,460	633,350	-	981,810
LOSS EXPENSE	-	77,282	84,513	-	161,795
UNEARNED PREMIUMS	-	-	3,394,838	136,174	3,531,012
SERVICE FEE - PREMIUMS	-	-	-	-	-
COMMISSIONS PAYABLE	-	-	39,924	-	39,924
PREMIUM TAXES PAYABLE	-	-	31,513	-	31,513
OPERATING EXPENSE	-	-	-	-	-
OTHER	-	-	-	-	-
TOTAL	-	425,742	4,184,138	136,174	4,746,054
ADD PRIOR RESERVES:					
LOSSES	205,000	434,257	-	-	639,257
LOSS EXPENSE	30,300	82,800	-	-	113,100
UNEARNED PREMIUMS	-	3,747,515	157,656	-	3,905,171
SERVICE FEE - PREMIUMS	-	-	-	-	-
COMMISSIONS PAYABLE	-	51,197	-	-	51,197
PREMIUM TAXES PAYABLE	-	34,839	-	-	34,839
OPERATING EXPENSE	-	-	-	-	-
OTHER	-	-	-	-	-
TOTAL	235,300	4,350,608	157,656	-	4,743,564
NET RESERVE CHANGE	235,300	3,924,866	(4,026,482)	(136,174)	(2,490)
OTHER CHANGES:					
DEDUCT PRIOR					
INTEREST ACCRUED	-	34,999	-	-	34,999
ADD CURRENT					
INTEREST ACCRUED	-	-	20,841	-	20,841
OTHER CHANGES	(157,389)	157,389	-	-	-
ASSESSMENTS	299,520	-	-	-	299,520
DISTRIBUTIONS	(2,811,710)	-	-	-	(2,811,710)
CHANGE IN MEMBERS' EQUITY	\$ (2,512,190)	\$ 2,013,129	\$ (1,152,895)	\$ -	\$ (1,651,956)

**MISSISSIPPI RESIDENTIAL PROPERTY INSURANCE UNDERWRITING ASSOCIATION
MEMBERS' ACCOUNT FOR UNSETTLED POLICY YEARS
DECEMBER 31, 2010**

	2009	2010	2011	TOTALS
INCOME RECEIVED:				
PREMIUMS WRITTEN	\$ 7,570,082	\$ 7,282,867	\$ 136,174	\$ 14,989,123
INTEREST RECEIVED	143,465	28,982	-	172,447
INSPECTION FEES RECEIVED	82,020	76,140	-	158,160
OTHER	350	325	-	675
TOTAL	7,795,917	7,388,314	136,174	15,320,405
EXPENSES PAID:				
LOSSES	2,663,037	1,558,204	-	4,221,241
LOSS EXPENSE	370,854	368,328	-	739,182
REINSURANCE CEDED PAID	550,000	500,000	-	1,050,000
SERVICE FEE - PREMIUMS	-	-	-	-
COMMISSIONS PAID	750,016	672,720	-	1,422,736
PREMIUM TAXES PAID	166,795	127,906	-	294,701
OPERATING EXPENSE	1,035,147	1,150,754	-	2,185,901
OTHER	-	-	-	-
TOTAL	5,535,849	4,377,912	-	9,913,761
NET CASH FROM OPERATIONS	2,260,068	3,010,402	136,174	5,406,644
DEDUCT CURRENT RESERVES:				
LOSSES	348,460	633,350	-	981,810
LOSS EXPENSE	77,282	84,513	-	161,795
UNEARNED PREMIUMS	-	3,394,838	136,174	3,531,012
SERVICE FEE - PREMIUMS	-	-	-	-
COMMISSIONS	-	39,924	-	39,924
PREMIUM TAXES PAYABLE	-	31,513	-	31,513
OPERATING EXPENSE	-	-	-	-
OTHER	-	-	-	-
TOTAL	425,742	4,184,138	136,174	4,746,054
OTHER CHANGES:				
ADD CURRENT				
INTEREST ACCRUED	-	20,841	-	20,841
OTHER CHANGES	157,388	-	-	157,388
TOTAL OTHER CHANGES	157,388	20,841	-	178,229
ASSESSMENTS	-	-	-	-
DISTRIBUTIONS	-	-	-	-
MEMBERS' EQUITY	\$ 1,991,714	\$ (1,152,895)	\$ -	\$ 838,819

**MISSISSIPPI RESIDENTIAL PROPERTY INSURANCE UNDERWRITING ASSOCIATION
STATISTICAL REPORT OF PREMIUMS
YEAR ENDED DECEMBER 31, 2010**

	2009	2010	2011	TOTALS
PREMIUMS WRITTEN:				
FIRE & EXTENDED COVERAGE	\$ (105,245)	\$ 7,125,211	\$ 136,174	\$ 7,156,140
REINSURANCE CEDED		\$ (500,000)		(500,000)
UNEARNED PREMIUMS -PRIOR:				
FIRE & EXTENDED COVERAGE	3,747,515	157,656	-	3,905,171
UNEARNED PREMIUMS-CURRENT:				
FIRE & EXTENDED COVERAGE	-	3,394,838	136,174	3,531,012
EARNED PREMIUMS:				
FIRE & EXTENDED COVERAGE	<u>\$ 3,642,270</u>	<u>\$ 3,388,029</u>	<u>\$ -</u>	<u>\$ 7,030,299</u>

**MISSISSIPPI RESIDENTIAL PROPERTY INSURANCE UNDERWRITING ASSOCIATION
STATISTICAL REPORT OF LOSSES
YEAR ENDED DECEMBER 31, 2010**

	2008	2009	2010	TOTALS
PAID:				
FIRE	\$ 4,152	\$ 1,309,019	\$ 1,370,637	\$ 2,683,808
EXTENDED COVERAGE	(12,278)	350,814	187,567	526,103
TOTAL	(8,126)	1,659,833	1,558,204	3,209,911
CURRENT OUTSTANDING:				
FIRE	-	293,460	454,350	747,810
EXTENDED COVERAGE	-	-	4,000	4,000
TOTAL	-	293,460	458,350	751,810
CURRENT IBNR:				
FIRE	-	50,000	150,000	200,000
EXTENDED COVERAGE	-	5,000	25,000	30,000
TOTAL	-	55,000	175,000	230,000
PRIOR OUTSTANDING:				
FIRE	205,000	157,000	-	362,000
EXTENDED COVERAGE	-	36,003	-	36,003
TOTAL	205,000	193,003	-	398,003
PRIOR IBNR:				
FIRE	-	196,250	-	196,250
EXTENDED COVERAGE	-	45,004	-	45,004
TOTAL	-	241,254	-	241,254
INCURRED LOSSES:				
FIRE	(200,848)	1,299,229	1,974,987	3,073,368
EXTENDED COVERAGE	(12,278)	274,807	216,567	479,096
TOTAL	\$ (213,126)	\$ 1,574,036	\$ 2,191,554	\$ 3,552,464

**MISSISSIPPI RESIDENTIAL PROPERTY INSURANCE UNDERWRITING ASSOCIATION
 STATISTICAL REPORT OF LOSS EXPENSE
 YEAR ENDED DECEMBER 31, 2010**

	2008	2009	2010	TOTALS
PAID:				
FIRE	\$ 24,705	\$ 140,261	\$ 145,321	310,287
EXTENDED COVERAGE	61,332	77,751	223,007	362,090
TOTAL	<u>86,037</u>	<u>218,012</u>	<u>368,328</u>	<u>672,377</u>
CURRENT OUTSTANDING:				
FIRE	-	76,782	61,713	138,495
EXTENDED COVERAGE	-	500	22,800	23,300
TOTAL	<u>-</u>	<u>77,282</u>	<u>84,513</u>	<u>161,795</u>
PRIOR OUTSTANDING:				
FIRE	300	34,294	-	34,594
EXTENDED COVERAGE	30,000	48,506	-	78,506
TOTAL	<u>30,300</u>	<u>82,800</u>	<u>-</u>	<u>113,100</u>
INCURRED LOSS EXPENSE:				
FIRE	24,405	182,749	207,034	414,188
EXTENDED COVERAGE	31,332	29,745	245,807	306,884
TOTAL	<u>\$ 55,737</u>	<u>\$ 212,494</u>	<u>\$ 452,841</u>	<u>721,072</u>

MISSISSIPPI RESIDENTIAL PROPERTY INSURANCE UNDERWRITING ASSOCIATION
POLICIES & INSURANCE IN-FORCE
DECEMBER 31, 2010

COUNTY	POLICIES IN-FORCE	INSURANCE IN- FORCE	COUNTY	POLICIES IN-FORCE	INSURANCE IN- FORCE
ADAMS	172	7,247,000	LEFLORE	226	8,513,000
ALCORN	166	6,582,000	LINCOLN	118	5,557,000
AMITE	47	1,983,000	LOWNDES	165	8,951,000
ATTALA	107	4,046,000	MADISON	82	4,613,000
BENTON	24	960,000	MARION	126	6,495,000
BOLIVAR	161	6,361,000	MARSHALL	85	4,067,000
CALHOUN	21	925,000	MONROE	35	2,217,000
CARROLL	22	827,000	MONTGOMERY	75	2,815,000
CHICKASAW	58	2,993,000	NESHOBA	11	592,000
CHOCTAW	16	741,000	NEWTON	31	1,452,000
CLAIBORNE	76	2,890,000	NOXUBEE	8	304,000
CLARKE	38	1,519,000	OKTIBBEHA	32	1,562,000
CLAY	27	1,360,000	PANOLA	62	2,427,000
COAHOMA	166	5,951,000	PEARL RIVER	184	11,006,000
COPIAH	129	5,335,000	PERRY	21	885,000
COVINGTON	86	3,566,000	PIKE	169	8,349,000
DESOTO	30	2,566,000	PONTOTOC	11	338,000
FORREST	292	14,272,000	PRENTISS	144	5,804,000
FRANKLIN	19	585,000	QUITMAN	41	1,208,000
GEORGE	284	17,188,000	RANKIN	64	4,484,000
GREENE	47	2,276,000	SCOTT	79	2,777,000
GRENADA	98	4,535,000	SHARKEY	8	316,000
HANCOCK	433	40,792,000	SIMPSON	30	1,342,000
HARRISON	1,644	141,336,000	SMITH	18	637,000
HINDS	711	41,598,000	STONE	75	3,907,000
HOLMES	170	6,059,000	SUNFLOWER	110	4,365,000
HUMPHREYS	4	120,000	TALLAHATCHIE	73	2,859,000
ISSAQUENA	0	0	TATE	15	678,000
ITAWAMBA	80	2,712,000	TIPPAH	24	983,000
JACKSON	1,643	127,949,000	TISHOMINGO	114	4,034,000
JASPER	78	3,106,000	TUNICA	13	440,000
JEFFERSON	39	1,821,000	UNION	15	703,000
JEFFERSON DAVIS	61	2,954,000	WALTHALL	71	3,653,000
JONES	257	10,960,000	WARREN	83	4,731,000
KEMPER	41	1,695,000	WASHINGTON	368	14,554,000
LAFAYETTE	34	1,389,000	WAYNE	142	6,708,000
LAMAR	43	2,638,000	WEBSTER	17	648,000
LAUDERDALE	208	10,621,000	WILKINSON	39	1,795,000
LAWRENCE	60	2,234,000	WINSTON	67	2,568,000
LEAKE	14	617,000	YALABUSHA	37	1,114,000
LEE	69	3,374,000	YAZOO	160	6,130,000

TOTAL IN - FORCE

10,923 \$ 643,264,000