

ANNUAL STATEMENT

OF THE

NEW MEXICO HEALTH CONNECTIONS

of

ALBUQUERQUE

in the state of

New Mexico

TO THE

Insurance Department

OF THE STATE OF

New Mexico

For the Year Ending
DECEMBER 31, 2017

2017



ANNUAL STATEMENT

For the Year Ending DECEMBER 31, 2017

OF THE CONDITION AND AFFAIRS OF THE

NEW MEXICO HEALTH CONNECTIONS

NAIC Group Code	0000 <small>(Current Period)</small>	0000 <small>(Prior Period)</small>	NAIC Company Code	15011	Employer's ID Number	45-1294709
Organized under the Laws of	New Mexico		State of Domicile or Port of Entry	NM		
Country of Domicile	United States of America					
Licensed as business type:	Life, Accident & Health[] Dental Service Corporation[] Other[]	Property/Casualty[] Vision Service Corporation[] Is HMO Federally Qualified? Yes[] No[] N/A[X]	Hospital, Medical & Dental Service or Indemnity[] Health Maintenance Organization[X]			
Incorporated/Organized	09/05/2011		Commenced Business	09/05/2011		
Statutory Home Office	2440 LOUISIANA BLVD NE, SUITE 601 <small>(Street and Number)</small>		ALBUQUERQUE, NM, US 87110 <small>(City or Town, State, Country and Zip Code)</small>			
Main Administrative Office	2440 LOUISIANA BLVD NE, SUITE 601 <small>(Street and Number)</small>					
	ALBUQUERQUE, NM, US 87110 <small>(City or Town, State, Country and Zip Code)</small>		(505)633-8023 <small>(Area Code) (Telephone Number)</small>			
Mail Address	2440 LOUISIANA BLVD NE, SUITE 601 <small>(Street and Number or P.O. Box)</small>		ALBUQUERQUE, NM, US 87110 <small>(City or Town, State, Country and Zip Code)</small>			
Primary Location of Books and Records	2440 LOUISIANA BLVD NE, SUITE 601 <small>(Street and Number)</small>					
	ALBUQUERQUE, NM, US 87110 <small>(City or Town, State, Country and Zip Code)</small>		(505)633-8023 <small>(Area Code) (Telephone Number)</small>			
Internet Website Address	WWW.MYNMHC.ORG					
Statutory Statement Contact	BRIAN ACTON <small>(Name)</small>		(505)814-6382 <small>(Area Code)(Telephone Number)(Extension)</small>			
	BRIAN.ACTON@MYNMHC.ORG <small>(E-Mail Address)</small>		(866)231-1344 <small>(Fax Number)</small>			

OFFICERS

Name	Title
Martin Emmett Hickey MD	President/Chief Executive Officer
James R Tryon MD	Secretary #
Margaret Gunter Phd	Treasurer #
Nathan Thomas Johns	Chief Financial Officer

OTHERS

Anne Brennan Sapon, Chief Operating Officer	Mark Alan Epstein MD, Chief Medical Officer
Angela Marie Vigil, Chief Compliance Admin Officer	Richard Atwell Hillard, Chief Information Officer

DIRECTORS OR TRUSTEES

Dennis Michael Litos #	Margaret Gunter #
James R Tryon MD #	

State of New Mexico
County of Bernalillo ss

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of the said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

_____ <small>(Signature)</small> Martin Emmett Hickey, MD <small>(Printed Name)</small> 1. President <small>(Title)</small>	_____ <small>(Signature)</small> Angela Marie Vigil <small>(Printed Name)</small> 2. Chief Compliance Admin Officer <small>(Title)</small>	_____ <small>(Signature)</small> Nathan Thomas Johns <small>(Printed Name)</small> 3. Chief Financial Officer <small>(Title)</small>
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Subscribed and sworn to before me this _____ day of _____, 2018	a. Is this an original filing?	Yes[X] No[]
	b. If no, 1. State the amendment number	_____
	2. Date filed	_____
	3. Number of pages attached	_____

(Notary Public Signature)

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1-2)	4 Net Admitted Assets
1. Bonds (Schedule D)	10,210,379		10,210,379	21,056,789
2. Stocks (Schedule D):				
2.1 Preferred stocks				
2.2 Common Stocks				
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens				
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....0 encumbrances)				
4.2 Properties held for the production of income (less \$.....0 encumbrances)				
4.3 Properties held for sale (less \$.....0 encumbrances)				
5. Cash (\$.....6,808,785, Schedule E Part 1), cash equivalents (\$.....669,424, Schedule E Part 2) and short-term investments (\$.....0, Schedule DA)	7,478,209		7,478,209	2,854,967
6. Contract loans (including \$.....0 premium notes)				
7. Derivatives (Schedule DB)				
8. Other invested assets (Schedule BA)				
9. Receivables for securities				
10. Securities Lending Reinvested Collateral Assets (Schedule DL)				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	17,688,588		17,688,588	23,911,756
13. Title plants less \$.....0 charged off (for Title insurers only)				
14. Investment income due and accrued	46,326		46,326	70,857
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	1,465,424		1,465,424	1,380,658
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (Including \$.....0 earned but unbilled premiums)				
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....1,063,000)	2,124,336	1,061,336	1,063,000	6,976,000
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	15,403,503		15,403,503	3,820,194
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts	4,385,982		4,385,982	
17. Amounts receivable relating to uninsured plans	19,975		19,975	
18.1 Current federal and foreign income tax recoverable and interest thereon				
18.2 Net deferred tax asset				
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software				132,723
21. Furniture and equipment, including health care delivery assets (\$.....0)				
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates				
24. Health care (\$.....910,400) and other amounts receivable	1,612,080	701,680	910,400	557,765
25. Aggregate write-ins for other than invested assets	10,267,673	267,673	10,000,000	
26. TOTAL assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	53,013,887	2,030,689	50,983,198	36,849,953
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. TOTAL (Lines 26 and 27)	53,013,887	2,030,689	50,983,198	36,849,953
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501. Prepaid Expenses	58,066	58,066		
2502. Security Deposits	40,808	40,808		
2503. Other receivables	168,799	168,799		
2598. Summary of remaining write-ins for Line 25 from overflow page	10,000,000		10,000,000	
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	10,267,673	267,673	10,000,000	

LIABILITIES, CAPITAL AND SURPLUS

	Current Year			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$.....3,093,532 reinsurance ceded)	20,046,214		20,046,214	16,471,702
2. Accrued medical incentive pool and bonus amounts	227,000		227,000	240,355
3. Unpaid claims adjustment expenses	537,495		537,495	537,495
4. Aggregate health policy reserves, including the liability of \$.....0 for medical loss ratio rebate per the Public Health Service Act	4,361,690		4,361,690	
5. Aggregate life policy reserves				
6. Property/casualty unearned premium reserves				
7. Aggregate health claim reserves				
8. Premiums received in advance	1,037,084		1,037,084	2,601,183
9. General expenses due or accrued	2,164,383		2,164,383	4,387,226
10.1 Current federal and foreign income tax payable and interest thereon (including \$.....0 on realized capital gains (losses))				
10.2 Net deferred tax liability				
11. Ceded reinsurance premiums payable	13,369,250		13,369,250	498,989
12. Amounts withheld or retained for the account of others				
13. Remittances and items not allocated				
14. Borrowed money (including \$.....0 current) and interest thereon \$.....0 (including \$.....0 current)				
15. Amounts due to parent, subsidiaries and affiliates				
16. Derivatives				
17. Payable for securities				
18. Payable for securities lending				
19. Funds held under reinsurance treaties (with \$.....0 authorized reinsurers, \$.....0 unauthorized reinsurers and \$.....0 certified reinsurers)				
20. Reinsurance in unauthorized and certified (\$.....0) companies				
21. Net adjustments in assets and liabilities due to foreign exchange rates				
22. Liability for amounts held under uninsured plans				
23. Aggregate write-ins for other liabilities (including \$.....0 current)				
24. TOTAL Liabilities (Lines 1 to 23)	41,743,116		41,743,116	24,736,950
25. Aggregate write-ins for special surplus funds	X X X	X X X	1,655,928	
26. Common capital stock	X X X	X X X		
27. Preferred capital stock	X X X	X X X		
28. Gross paid in and contributed surplus	X X X	X X X	1,000	1,000
29. Surplus notes	X X X	X X X	77,317,782	77,317,782
30. Aggregate write-ins for other than special surplus funds	X X X	X X X		
31. Unassigned funds (surplus)	X X X	X X X	(69,734,627)	(65,205,778)
32. Less treasury stock, at cost:				
32.10 shares common (value included in Line 26 \$.....0)	X X X	X X X		
32.20 shares preferred (value included in Line 27 \$.....0)	X X X	X X X		
33. TOTAL Capital and Surplus (Lines 25 to 31 minus Line 32)	X X X	X X X	9,240,083	12,113,004
34. TOTAL Liabilities, Capital and Surplus (Lines 24 and 33)	X X X	X X X	50,983,199	36,849,954
DETAILS OF WRITE-INS				
2301.				
2302.				
2303.				
2398. Summary of remaining write-ins for Line 23 from overflow page				
2399. TOTALS (Lines 2301 through 2303 plus 2398) (Line 23 above)				
2501. 9010 Fee Estimate	X X X	X X X	1,655,928	
2502.	X X X	X X X		
2503.	X X X	X X X		
2598. Summary of remaining write-ins for Line 25 from overflow page	X X X	X X X		
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	X X X	X X X	1,655,928	
3001.	X X X	X X X		
3002.	X X X	X X X		
3003.	X X X	X X X		
3098. Summary of remaining write-ins for Line 30 from overflow page	X X X	X X X		
3099. TOTALS (Lines 3001 through 3003 plus 3098) (Line 30 above)	X X X	X X X		

STATEMENT OF REVENUE AND EXPENSES

	Current Year		Prior Year
	1 Uncovered	2 Total	3 Total
1. Member Months	X X X	477,754	518,933
2. Net premium income (including \$.....0 non-health premium income)	X X X	145,169,895	152,886,390
3. Change in unearned premium reserves and reserve for rate credits	X X X	41,839	95,934
4. Fee-for-service (net of \$.....0 medical expenses)	X X X		
5. Risk revenue	X X X		
6. Aggregate write-ins for other health care related revenues	X X X		
7. Aggregate write-ins for other non-health revenues	X X X	16,994,783	(3,481)
8. TOTAL Revenues (Lines 2 to 7)	X X X	162,206,517	152,978,843
Hospital and Medical:			
9. Hospital/medical benefits		113,615,374	101,391,349
10. Other professional services		180,336	185,676
11. Outside referrals			
12. Emergency room and out-of-area			
13. Prescription drugs		30,189,736	34,037,152
14. Aggregate write-ins for other hospital and medical			
15. Incentive pool, withhold adjustments and bonus amounts		369,466	776,515
16. Subtotal (Lines 9 to 15)		144,354,912	136,390,692
Less:			
17. Net reinsurance recoveries		19,135,713	5,433,237
18. TOTAL Hospital and Medical (Lines 16 minus 17)		125,219,199	130,957,455
19. Non-health claims (net)			
20. Claims adjustment expenses, including \$.....6,646,434 cost containment expenses		12,957,089	8,598,084
21. General administrative expenses		28,704,839	32,149,981
22. Increase in reserves for life and accident and health contracts (including \$.....0 increase in reserves for life only)			
23. TOTAL Underwriting Deductions (Lines 18 through 22)		166,881,127	171,705,520
24. Net underwriting gain or (loss) (Lines 8 minus 23)	X X X	(4,674,610)	(18,726,677)
25. Net investment income earned (Exhibit of Net Investment Income, Line 17)		271,976	596,645
26. Net realized capital gains (losses) less capital gains tax of \$.....0		(2,921)	248,327
27. Net investment gains (losses) (Lines 25 plus 26)		269,055	844,972
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$.....0) (amount charged off \$.....0)]			
29. Aggregate write-ins for other income or expenses			
30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29)	X X X	(4,405,555)	(17,881,705)
31. Federal and foreign income taxes incurred	X X X		
32. Net income (loss) (Lines 30 minus 31)	X X X	(4,405,555)	(17,881,705)
DETAILS OF WRITE-INS			
0601.	X X X		
0602.	X X X		
0603.	X X X		
0698. Summary of remaining write-ins for Line 6 from overflow page	X X X		
0699. TOTALS (Lines 0601 through 0603 plus 0698) (Line 6 above)	X X X		
0701. Gain on sale of assets	X X X	16,994,783	(3,481)
0702.	X X X		
0703.	X X X		
0798. Summary of remaining write-ins for Line 7 from overflow page	X X X		
0799. TOTALS (Line 0701 through 0703 plus 0798) (Line 7 above)	X X X	16,994,783	(3,481)
1401.			
1402.			
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page			
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)			
2901.			
2902.			
2903.			
2998. Summary of remaining write-ins for Line 29 from overflow page			
2999. TOTALS (Line 2901 through 2903 plus 2998) (Line 29 above)			

STATEMENT OF REVENUE AND EXPENSES (Continued)

		1	2
		Current Year	Prior Year
CAPITAL & SURPLUS ACCOUNT			
33.	Capital and surplus prior reporting year	12,113,004	31,383,537
34.	Net income or (loss) from Line 32	(4,405,555)	(17,881,705)
35.	Change in valuation basis of aggregate policy and claim reserves		
36.	Change in net unrealized capital gains (losses) less capital gains tax of \$.....0		
37.	Change in net unrealized foreign exchange capital gain or (loss)		
38.	Change in net deferred income tax		
39.	Change in nonadmitted assets	1,530,127	(1,388,829)
40.	Change in unauthorized and certified reinsurance		
41.	Change in treasury stock		
42.	Change in surplus notes		
43.	Cumulative effect of changes in accounting principles		
44.	Capital Changes:		
44.1	Paid in		
44.2	Transferred from surplus (Stock Dividend)		
44.3	Transferred to surplus		
45.	Surplus adjustments:		
45.1	Paid in		
45.2	Transferred to capital (Stock Dividend)		
45.3	Transferred from capital		
46.	Dividends to stockholders		
47.	Aggregate write-ins for gains or (losses) in surplus	2,506	
48.	Net change in capital and surplus (Lines 34 to 47)	(2,872,922)	(19,270,534)
49.	Capital and surplus end of reporting year (Line 33 plus 48)	9,240,082	12,113,003
DETAILS OF WRITE-INS			
4701.	Prior Period Correction	2,506	
4702.		
4703.		
4798.	Summary of remaining write-ins for Line 47 from overflow page		
4799.	TOTALS (Lines 4701 through 4703 plus 4798) (Line 47 above)	2,506	

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE NEW MEXICO HEALTH CONNECTIONS
CASH FLOW

	1 Current Year	2 Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	166,707,820	139,421,243
2. Net investment income	352,759	749,054
3. Miscellaneous income	12,608,801	(3,481)
4. TOTAL (Lines 1 through 3)	179,669,380	140,166,816
5. Benefit and loss related payments	132,595,769	130,822,097
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	43,904,746	39,392,573
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses)		
10. TOTAL (Lines 5 through 9)	176,500,515	170,214,670
11. Net cash from operations (Line 4 minus Line 10)	3,168,865	(30,047,854)
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	14,130,845	43,589,730
12.2 Stocks		
12.3 Mortgage loans		
12.4 Real estate		
12.5 Other invested assets		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments		(170)
12.7 Miscellaneous proceeds		
12.8 TOTAL Investment proceeds (Lines 12.1 to 12.7)	14,130,845	43,589,560
13. Cost of investments acquired (long-term only):		
13.1 Bonds	3,343,608	23,731,919
13.2 Stocks		
13.3 Mortgage loans		
13.4 Real estate		
13.5 Other invested assets		
13.6 Miscellaneous applications	0	
13.7 TOTAL Investments acquired (Lines 13.1 to 13.6)	3,343,609	23,731,919
14. Net increase (decrease) in contract loans and premium notes		
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	10,787,237	19,857,641
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes		
16.2 Capital and paid in surplus, less treasury stock		
16.3 Borrowed funds		
16.4 Net deposits on deposit-type contracts and other insurance liabilities		
16.5 Dividends to stockholders		
16.6 Other cash provided (applied)	(9,332,863)	(281,130)
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	(9,332,863)	(281,130)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	4,623,239	(10,471,343)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	2,854,970	13,326,313
19.2 End of year (Line 18 plus Line 19.1)	7,478,209	2,854,970

Note: Supplemental Disclosures of Cash Flow Information for Non-Cash Transactions:

20.0001			
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ANALYSIS OF OPERATIONS BY LINES OF BUSINESS

	1	2	3	4	5	6	7	8	9	10
	Total	Comprehensive (Hospital & Medical)	Medicare Supplement	Dental Only	Vision Only	Federal Employees Health Benefits Plan	Title XVIII Medicare	Title XIX Medicaid	Other Health	Other Non-Health
1. Net premium income	145,169,895	145,169,895								
2. Change in unearned premium reserves and reserve for rate credit	41,839	41,839								
3. Fee-for-service (net of \$.....0 medical expenses)										X X X
4. Risk revenue										X X X
5. Aggregate write-ins for other health care related revenues										X X X
6. Aggregate write-ins for other non-health care related revenues	16,994,783	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	16,994,783
7. TOTAL Revenues (Lines 1 to 6)	162,206,517	145,211,734								16,994,783
8. Hospital/medical benefits	113,615,374	113,615,374								X X X
9. Other professional services	180,336	180,336								X X X
10. Outside referrals										X X X
11. Emergency room and out-of-area										X X X
12. Prescription drugs	30,189,736	30,189,736								X X X
13. Aggregate write-ins for other hospital and medical										X X X
14. Incentive pool, withhold adjustments and bonus amounts	369,466	369,466								X X X
15. Subtotal (Lines 8 to 14)	144,354,912	144,354,912								X X X
16. Net reinsurance recoveries	19,135,713	19,135,713								X X X
17. TOTAL Hospital and Medical (Lines 15 minus 16)	125,219,199	125,219,199								X X X
18. Non-health claims (net)		X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	
19. Claims adjustment expenses including \$.....6,646,434 cost containment expenses	12,957,089	12,957,089								
20. General administrative expenses	28,704,839	28,704,839								
21. Increase in reserves for accident and health contracts										X X X
22. Increase in reserves for life contracts		X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	
23. TOTAL Underwriting Deductions (Lines 17 to 22)	166,881,127	166,881,127								
24. Net underwriting gain or (loss) (Line 7 minus Line 23)	(4,674,610)	(21,669,393)								16,994,783
DETAILS OF WRITE-INS										
0501.										X X X
0502.										X X X
0503.										X X X
0598. Summary of remaining write-ins for Line 5 from overflow page										X X X
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)										X X X
0601. Gain on sale of assets	16,994,783	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	16,994,783
0602.		X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	
0603.		X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	
0698. Summary of remaining write-ins for Line 6 from overflow page		X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	
0699. TOTALS (Lines 0601 through 0603 plus 0698) (Line 6 above)	16,994,783	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	16,994,783
1301.										X X X
1302.										X X X
1303.										X X X
1398. Summary of remaining write-ins for Line 13 from overflow page										X X X
1399. TOTALS (Lines 1301 through 1303 plus 1398) (Line 13 above)										X X X

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS

		1	2	3	4
	Line of Business	Direct Business	Reinsurance Assumed	Reinsurance Ceded	Net Premium Income (Columns 1 + 2 - 3)
1.	Comprehensive (hospital and medical)	160,083,898		14,914,003	145,169,895
2.	Medicare Supplement				
3.	Dental only				
4.	Vision only				
5.	Federal Employees Health Benefits Plan				
6.	Title XVIII - Medicare				
7.	Title XIX - Medicaid				
8.	Other health				
9.	Health subtotal (Lines 1 through 8)	160,083,898		14,914,003	145,169,895
10.	Life				
11.	Property/casualty				
12.	TOTALS (Lines 9 to 11)	160,083,898		14,914,003	145,169,895

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - CLAIMS INCURRED DURING THE YEAR

	1	2	3	4	5	6	7	8	9	10
	Total	Comprehensive (Hospital & Medical)	Medicare Supplement	Dental Only	Vision Only	Federal Employees Health Benefits Plan	Title XVIII Medicare	Title XIX Medicaid	Other Health	Other Non-Health
1. Payments during the year:										
1.1 Direct	138,117,591	138,117,591								
1.2 Reinsurance assumed										
1.3 Reinsurance ceded	5,904,643	5,904,643								
1.4 Net	132,212,948	132,212,948								
2. Paid medical incentive pools and bonuses	382,821	382,821								
3. Claim liability December 31, current year from Part 2A:										
3.1 Direct	23,139,745	23,139,745								
3.2 Reinsurance assumed										
3.3 Reinsurance ceded	3,093,532	3,093,532								
3.4 Net	20,046,213	20,046,213								
4. Claim reserve December 31, current year from Part 2D:										
4.1 Direct										
4.2 Reinsurance assumed										
4.3 Reinsurance ceded										
4.4 Net										
5. Accrued medical incentive pools and bonuses, current year	227,000	227,000								
6. Net healthcare receivables (a)	(645,582)	(645,582)								
7. Amounts recoverable from reinsurers December 31, current year	15,403,504	15,403,504								
8. Claim liability December 31, prior year from Part 2A:										
8.1 Direct	17,917,474	17,917,474								
8.2 Reinsurance assumed										
8.3 Reinsurance ceded	1,445,772	1,445,772								
8.4 Net	16,471,702	16,471,702								
9. Claim reserve December 31, prior year from Part 2D:										
9.1 Direct										
9.2 Reinsurance assumed										
9.3 Reinsurance ceded										
9.4 Net										
10. Accrued medical incentive pools and bonuses, prior year	240,355	240,355								
11. Amounts recoverable from reinsurers December 31, prior year	3,820,194	3,820,194								
12. Incurred benefits:										
12.1 Direct	143,985,444	143,985,444								
12.2 Reinsurance assumed										
12.3 Reinsurance ceded	19,135,713	19,135,713								
12.4 Net	124,849,731	124,849,731								
13. Incurred medical incentive pools and bonuses	369,466	369,466								

(a) Excludes \$.....0 loans or advances to providers not yet expensed.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - CLAIMS LIABILITY END OF CURRENT YEAR

	1	2	3	4	5	6	7	8	9	10
	Total	Compre- hensive (Hospital & Medical)	Medicare Supplement	Dental Only	Vision Only	Federal Employees Health Benefits Plan	Title XVIII Medicare	Title XIX Medicaid	Other Health	Other Non-Health
1. Reported in Process of Adjustment:										
1.1 Direct	15,505,214	15,505,214								
1.2 Reinsurance assumed										
1.3 Reinsurance ceded										
1.4 Net	15,505,214	15,505,214								
2. Incurred but Unreported:										
2.1 Direct	7,634,531	7,634,531								
2.2 Reinsurance assumed										
2.3 Reinsurance ceded	3,093,532	3,093,532								
2.4 Net	4,540,999	4,540,999								
3. Amounts Withheld from Paid Claims and Capitations:										
3.1 Direct										
3.2 Reinsurance assumed										
3.3 Reinsurance ceded										
3.4 Net										
4. TOTALS										
4.1 Direct	23,139,745	23,139,745								
4.2 Reinsurance assumed										
4.3 Reinsurance ceded	3,093,532	3,093,532								
4.4 Net	20,046,213	20,046,213								

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2B - ANALYSIS OF CLAIMS UNPAID-PRIOR YEAR-NET OF REINSURANCE

	Line of Business	Claims Paid During the Year		Claim Reserve and Claim Liability December 31 of Current Year		5	6
		1 On Claims Incurred Prior to January 1 of Current Year	2 On Claims Incurred During the Year	3 On Claims Unpaid December 31 of Prior Year	4 On Claims Incurred During the Year	Claims Incurred in Prior Years (Columns 1 + 3)	Estimated Claim Reserve and Claim Liability December 31 of Prior Year
1.	Comprehensive (hospital and medical)	19,674,738	100,954,901	147,009	19,899,205	19,821,747	16,471,702
2.	Medicare Supplement						
3.	Dental only						
4.	Vision only						
5.	Federal Employees Health Benefits Plan						
6.	Title XVIII - Medicare						
7.	Title XIX - Medicaid						
8.	Other health						
9.	Health subtotal (Lines 1 to 8)	19,674,738	100,954,901	147,009	19,899,205	19,821,747	16,471,702
10.	Healthcare receivables (a)		1,612,080				2,257,662
11.	Other non-health						
12.	Medical incentive pool and bonus amounts	382,821			227,000	382,821	240,355
13.	TOTALS (Lines 9 - 10 + 11 + 12)	20,057,559	99,342,821	147,009	20,126,205	20,204,568	14,454,395

(a) Excludes \$.....0 loans or advances to providers not yet expensed.

UNDERWRITING AND INVESTMENT EXHIBIT
PART 2C - DEVELOPMENT OF PAID AND INCURRED HEALTH CLAIMS (\$000 Omitted)

Grand Total

Section A - Paid Health Claims

Year in Which Losses Were Incurred	Cumulative Net Amounts Paid				
	1 2013	2 2014	3 2015	4 2016	5 2017
1. Prior					
2. 2013					
3. 2014	X X X	17,701	22,141	22,006	22,005
4. 2015	X X X	X X X	72,901	85,480	85,677
5. 2016	X X X	X X X	X X X	118,781	138,643
6. 2017	X X X	X X X	X X X	X X X	101,600

Section B - Incurred Health Claims

Year in Which Losses Were Incurred	Sum of Cumulative Net Amount Paid and Claim Liability, Claim Reserve and Medical Incentive Pool and Bonuses Outstanding at End of Year				
	1 2013	2 2014	3 2015	4 2016	5 2017
1. Prior					
2. 2013					
3. 2014	X X X	24,225	22,299	22,006	22,005
4. 2015	X X X	X X X	89,723	85,524	85,677
5. 2016	X X X	X X X	X X X	135,449	138,790
6. 2017	X X X	X X X	X X X	X X X	121,726

Section C - Incurred Year Health Claims and Claims Adjustment Expense Ratio

Years in Which Premiums were Earned and Claims were Incurred	1 Premiums Earned	2 Claims Payments	3 Claim Adjustment Expense Payments	4 (Col. 3/2) Percent	5 Claim and Claim Adjustment Expense Payments (Col. 2 + 3)	6 (Col. 5/1) Percent	7 Claims Unpaid	8 Unpaid Claims Adjustment Expenses	9 Total Claims and Claims Adjustment Expense Incurred (Col. 5 + 7 + 8)	10 (Col. 9/1) Percent
1. 2013										
2. 2014	32,811	22,005	0	0.000	22,005	67.066			22,005	67.066
3. 2015	96,218	85,677	3,293	3.844	88,970	92.468			88,970	92.468
4. 2016	152,982	138,643	9,636	6.950	148,279	96.926	147	4	148,430	97.024
5. 2017	145,212	101,600	10,807	10.637	112,407	77.409	20,126	534	133,067	91.636

12 Total

UNDERWRITING AND INVESTMENT EXHIBIT
PART 2C - DEVELOPMENT OF PAID AND INCURRED HEALTH CLAIMS (\$000 Omitted)

Hospital and Medical
Section A - Paid Health Claims

Year in Which Losses Were Incurred	Cumulative Net Amounts Paid				
	1 2013	2 2014	3 2015	4 2016	5 2017
1. Prior					
2. 2013					
3. 2014	X X X	17,701	22,141	22,006	22,005
4. 2015	X X X	X X X	72,901	85,480	85,677
5. 2016	X X X	X X X	X X X	118,781	138,643
6. 2017	X X X	X X X	X X X	X X X	101,600

Section B - Incurred Health Claims

Year in Which Losses Were Incurred	Sum of Cumulative Net Amount Paid and Claim Liability, Claim Reserve and Medical Incentive Pool and Bonuses Outstanding at End of Year				
	1 2013	2 2014	3 2015	4 2016	5 2017
1. Prior					
2. 2013					
3. 2014	X X X	24,225	22,299	22,006	22,005
4. 2015	X X X	X X X	89,723	85,524	85,677
5. 2016	X X X	X X X	X X X	135,449	138,790
6. 2017	X X X	X X X	X X X	X X X	121,726

Section C - Incurred Year Health Claims and Claims Adjustment Expense Ratio

Years in Which Premiums were Earned and Claims were Incurred	1 Premiums Earned	2 Claims Payments	3 Claim Adjustment Expense Payments	4 (Col. 3/2) Percent	5 Claim and Claim Adjustment Expense Payments (Col. 2 + 3)	6 (Col. 5/1) Percent	7 Claims Unpaid	8 Unpaid Claims Adjustment Expenses	9 Total Claims and Claims Adjustment Expense Incurred (Col. 5 + 7 + 8)	10 (Col. 9/1) Percent
1. 2013										
2. 2014	32,811	22,005	0	0.000	22,005	67.066			22,005	67.066
3. 2015	96,218	85,677	3,293	3.844	88,970	92.468			88,970	92.468
4. 2016	152,982	138,643	9,636	6.950	148,279	96.926	147	4	148,430	97.024
5. 2017	145,212	101,600	10,807	10.637	112,407	77.409	20,126	534	133,067	91.636

12 Hospital and Medical

- 12 Underwriting Invest Exh Pt 2C Sn A - Paid Claims - Medicare Supplement NONE
- 12 Underwriting Invest Exh Pt 2C Sn B - Incur. Claims - Medicare Supplement . . . NONE
- 12 Underwriting Invest Exh Pt 2C Sn C - Expns Ratios - Medicare Supplement . . . NONE
- 12 Underwriting Invest Exh Pt 2C Sn A - Paid Claims - Dental Only NONE
- 12 Underwriting Invest Exh Pt 2C Sn B - Incur. Claims - Dental Only NONE
- 12 Underwriting Invest Exh Pt 2C Sn C - Expns Ratios - Dental Only NONE
- 12 Underwriting Invest Exh Pt 2C Sn A - Paid Claims - Vision Only NONE
- 12 Underwriting Invest Exh Pt 2C Sn B - Incur. Claims - Vision Only NONE
- 12 Underwriting Invest Exh Pt 2C Sn C - Expns Ratios - Vision Only NONE
- 12 Underwriting Invest Exh Pt 2C Sn A - Paid Claims - Fed Emp HBPP NONE
- 12 Underwriting Invest Exh Pt 2C Sn B - Incur. Claims - Fed Emp HBPP NONE
- 12 Underwriting Invest Exh Pt 2C Sn C - Expns Ratios - Fed Emp HBPP NONE
- 12 Underwriting Invest Exh Pt 2C Sn A - Paid Claims - Title XVIII-Medicare NONE
- 12 Underwriting Invest Exh Pt 2C Sn B - Incur. Claims - Title XVIII-Medicare NONE
- 12 Underwriting Invest Exh Pt 2C Sn C - Expns Ratios - Title XVIII-Medicare NONE
- 12 Underwriting Invest Exh Pt 2C Sn A - Paid Claims - Title XIX-Medicaid NONE
- 12 Underwriting Invest Exh Pt 2C Sn B - Incur. Claims - Title XIX-Medicaid NONE
- 12 Underwriting Invest Exh Pt 2C Sn C - Expns Ratios - Title XIX-Medicaid NONE
- 12 Underwriting Invest Exh Pt 2C Sn A - Paid Claims - Other NONE
- 12 Underwriting Invest Exh Pt 2C Sn B - Incur Claims - Other NONE
- 12 Underwriting Invest Exh Pt 2C Sn C - Expns Ratios - Other NONE

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2D - AGGREGATE RESERVE FOR ACCIDENT AND HEALTH CONTRACTS ONLY

	1	2	3	4	5	6	7	8	9
	Total	Compre- hensive (Hospital & Medical)	Medicare Supplement	Dental Only	Vision Only	Federal Employees Health Benefits Plan	Title XVIII Medicare	Title XIX Medicaid	Other
1. Unearned premium reserves									
2. Additional policy reserves (a)									
3. Reserve for future contingent benefits									
4. Reserve for rate credits or experience rating refunds (including \$.....0 for investment income)									
5. Aggregate write-ins for other policy reserves	4,361,690	4,361,690							
6. TOTALS (Gross)	4,361,690	4,361,690							
7. Reinsurance ceded									
8. TOTALS (Net) (Page 3, Line 4)	4,361,690	4,361,690							
9. Present value of amounts not yet due on claims									
10. Reserve for future contingent benefits									
11. Aggregate write-ins for other claim reserves									
12. TOTALS (Gross)									
13. Reinsurance ceded									
14. TOTALS (Net) (Page 3, Line 7)									
DETAILS OF WRITE-INS									
0501. Risk Adjustment Payable	4,271,000	4,271,000							
0502. Advanced Premium Tax Credit	90,690	90,690							
0503.									
0598. Summary of remaining write-ins for Line 5 from overflow page ...									
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	4,361,690	4,361,690							
1101.									
1102.									
1103.									
1198. Summary of remaining write-ins for Line 11 from overflow page ..									
1199. TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above) ..									

(a) Includes \$.....0 premium deficiency reserve.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - ANALYSIS OF EXPENSES

	Claim Adjustment Expenses		3 General Administrative Expenses	4 Investment Expenses	5 Total
	1 Cost Containment Expenses	2 Other Claim Adjustment Expenses			
1. Rent (\$.....0 for occupancy of own building)		107,430	223,389		330,819
2. Salaries, wages and other benefits	3,133,746	2,950,122	3,000,697		9,084,565
3. Commissions (less \$.....1,932,843 ceded plus \$.....0 assumed)			5,629,258		5,629,258
4. Legal fees and expenses		812,787	1,690,097		2,502,884
5. Certifications and accreditation fees					
6. Auditing, actuarial and other consulting services	55,562	328,314	627,130		1,011,006
7. Traveling expenses	3,410	53,883	108,634		165,927
8. Marketing and advertising		130,252	270,844		401,096
9. Postage, express and telephone	6,126	152,865	311,739		470,730
10. Printing and office supplies	29,131	187,566	360,890		577,587
11. Occupancy, depreciation and amortization		47,884	99,569		147,453
12. Equipment	2,220	5,872	9,991		18,083
13. Cost or depreciation of EDP equipment and software					
14. Outsourced services including EDP, claims, and other services	3,250,020	1,063,248	6,333,272		10,646,540
15. Boards, bureaus and association fees	10,740	30,377	52,426		93,543
16. Insurance, except on real estate		69,064	143,611		212,675
17. Collection and bank service charges		133,860	516,136		649,996
18. Group service and administration fees					
19. Reimbursements by uninsured plans			(163,045)		(163,045)
20. Reimbursements from fiscal intermediaries					
21. Real estate expenses					
22. Real estate taxes					
23. Taxes, licenses and fees:					
23.1 State and local insurance taxes					
23.2 State premium taxes			5,711,998		5,711,998
23.3 Regulatory authority licenses and fees	2,550		3,414,518		3,417,068
23.4 Payroll taxes	89,605	168,210	260,168		517,983
23.5 Other (excluding federal income and real estate taxes)	63,324	68,922	79,991		212,237
24. Investment expenses not included elsewhere					
25. Aggregate write-ins for expenses			23,526		23,526
26. TOTAL Expenses Incurred (Lines 1 to 25)	6,646,434	6,310,656	28,704,839		(a) 41,661,929
27. Less expenses unpaid December 31, current year		537,495	2,164,383		2,701,878
28. Add expenses unpaid December 31, prior year		537,495	4,387,226		4,924,721
29. Amounts receivable relating to uninsured plans, prior year					
30. Amounts receivable relating to uninsured plans, current year					
31. TOTAL Expenses Paid (Lines 26 minus 27 plus 28 minus 29 plus 30)	6,646,434	6,310,656	30,927,682		43,884,772
DETAILS OF WRITE-INS					
2501. Interest charge			23,526		23,526
2502.					
2503.					
2598. Summary of remaining write-ins for Line 25 from overflow page					
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)			23,526		23,526

(a) Includes management fees of \$.....0 to affiliates and \$.....0 to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a) 20,152	22,502
1.1 Bonds exempt from U.S. tax	(a)	
1.2 Other bonds (unaffiliated)	(a) 269,180	242,952
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b)	
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)		
2.21 Common stocks of affiliates		
3. Mortgage loans	(c)	
4. Real estate	(d)	
5. Contract loans		
6. Cash, cash equivalents and short-term investments	(e) 7,127	6,523
7. Derivative instruments	(f)	
8. Other invested assets		
9. Aggregate write-ins for investment income		
10. TOTAL Gross investment income	296,459	271,976
11. Investment expenses		(g)
12. Investment taxes, licenses and fees, excluding federal income taxes		(g)
13. Interest expense		(h)
14. Depreciation on real estate and other invested assets		(i)
15. Aggregate write-ins for deductions from investment income		
16. TOTAL Deductions (Lines 11 through 15)		
17. Net Investment income (Line 10 minus Line 16)		271,976

DETAILS OF WRITE-INS

0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page		
0999. TOTALS (Lines 0901 through 0903 plus 0998) (Line 9 above)		
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		
1599. TOTALS (Lines 1501 through 1503 plus 1598) (Line 15 above)		

- (a) Includes \$ 2,054 accrual of discount less \$ 58,306 amortization of premium and less \$ 9,223 paid for accrued interest on purchases.
- (b) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued dividends on purchases.
- (c) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.
- (d) Includes \$ 0 for company's occupancy of its own buildings; and excludes \$ 0 interest on encumbrances.
- (e) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.
- (f) Includes \$ 0 accrual of discount less \$ 0 amortization of premium.
- (g) Includes \$ 0 investment expenses and \$ 0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ 0 interest on surplus notes and \$ 0 interest on capital notes.
- (i) Includes \$ 0 depreciation on real estate and \$ 0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1	2	3	4	5
	Realized Gain (Loss) on Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds	7,647		7,647		
1.1 Bonds exempt from U.S. tax					
1.2 Other bonds (unaffiliated)	(10,568)		(10,568)		
1.3 Bonds of affiliates					
2.1 Preferred stocks (unaffiliated)					
2.11 Preferred stocks of affiliates					
2.2 Common stocks (unaffiliated)					
2.21 Common stocks of affiliates					
3. Mortgage loans					
4. Real estate					
5. Contract loans					
6. Cash, cash equivalents and short-term investments					
7. Derivative instruments					
8. Other invested assets					
9. Aggregate write-ins for capital gains (losses)					
10. TOTAL Capital gains (losses)	(2,921)		(2,921)		

DETAILS OF WRITE-INS

0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page					
0999. TOTALS (Lines 0901 through 0903 plus 0998) (Line 9 above)					

EXHIBIT OF NONADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)			
2. Stocks (Schedule D):			
2.1 Preferred stocks			
2.2 Common stocks			
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens			
3.2 Other than first liens			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income			
4.3 Properties held for sale			
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA)			
6. Contract loans			
7. Derivatives (Schedule DB)			
8. Other invested assets (Schedule BA)			
9. Receivables for securities			
10. Securities lending reinvested collateral assets (Schedule DL)			
11. Aggregate write-ins for invested assets			
12. Subtotals, cash and invested assets (Lines 1 to 11)			
13. Title plants (for Title insurers only)			
14. Invested income due and accrued			
15. Premium and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection			
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due			
15.3 Accrued retrospective premiums and contracts subject to redetermination	1,061,336	1,061,336	
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers			
16.2 Funds held by or deposited with reinsured companies			
16.3 Other amounts receivable under reinsurance contracts			
17. Amounts receivable relating to uninsured plans			
18.1 Current federal and foreign income tax recoverable and interest thereon			
18.2 Net deferred tax asset			
19. Guaranty funds receivable or on deposit			
20. Electronic data processing equipment and software		3,243	3,243
21. Furniture and equipment, including health care delivery assets		179,861	179,861
22. Net adjustment in assets and liabilities due to foreign exchange rates			
23. Receivables from parent, subsidiaries and affiliates			
24. Health care and other amounts receivable	701,680	1,699,896	998,216
25. Aggregate write-ins for other than invested assets	267,673	616,480	348,807
26. TOTAL Assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	2,030,689	3,560,816	1,530,127
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
28. TOTAL (Lines 26 and 27)	2,030,689	3,560,816	1,530,127
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page			
1199. TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above)			
2501. Prepaid Expenses	58,066	575,672	517,606
2502. Security Deposit	40,808	40,808	
2503. Other receivables	168,799		(168,799)
2598. Summary of remaining write-ins for Line 25 from overflow page			
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	267,673	616,480	348,807

EXHIBIT 1 - ENROLLMENT BY PRODUCT TYPE FOR HEALTH BUSINESS ONLY

Source of Enrollment		Total Members at End of					6
		1 Prior Year	2 First Quarter	3 Second Quarter	4 Third Quarter	5 Current Year	Current Year Member Months
1.	Health Maintenance Organizations	42,924	40,666	40,118	39,391	38,626	477,754
2.	Provider Service Organizations						
3.	Preferred Provider Organizations						
4.	Point of Service						
5.	Indemnity Only						
6.	Aggregate write-ins for other lines of business						
7.	TOTAL	42,924	40,666	40,118	39,391	38,626	477,754
DETAILS OF WRITE-INS							
0601.						
0602.						
0603.						
0698.	Summary of remaining write-ins for Line 6 from overflow page						
0699.	TOTALS (Lines 0601 through 0603 plus 0698) (Line 6 above)						

EXHIBIT 2 - ACCIDENT AND HEALTH PREMIUMS DUE AND UNPAID

1 Name of Debtor	2 1 - 30 Days	3 31 - 60 Days	4 61 - 90 Days	5 Over 90 Days	6 Nonadmitted	7 Admitted
0199999 TOTAL Individuals						
0299998 Premiums due and unpaid not individually listed	1,236,174	181,981	47,268			1,465,424
0299999 TOTAL Group	1,236,174	181,981	47,268			1,465,424
0399999 Premiums due and unpaid from Medicare entities						
0499999 Premiums due and unpaid from Medicaid entities						
0599999 Accident and health premiums due and unpaid (Page 2, Line 15) ..	1,236,174	181,981	47,268			1,465,424

EXHIBIT 3 - HEALTH CARE RECEIVABLES

1 Name of Debtor	2 1 - 30 Days	3 31 - 60 Days	4 61 - 90 Days	5 Over 90 Days	6 Nonadmitted	7 Admitted
Pharmaceutical Rebate Receivables						
0199998 Pharmaceutical Rebate Receivables - Not Individually Listed	40,000	40,000	40,000			120,000
0199999 Subtotal - Pharmaceutical Rebate Receivables	40,000	40,000	40,000			120,000
0299998 Claim Overpayment Receivables - Not Individually Listed	124,105	189,438	52,130	547,407	701,680	211,400
0299999 Subtotal - Claim Overpayment Receivables	124,105	189,438	52,130	547,407	701,680	211,400
0399998 Loans and Advances to Providers - Not Individually Listed						
0399999 Subtotal - Loans and Advances to Providers						
0499998 Capitation Arrangement Receivables - Not Individually Listed						
0499999 Subtotal - Capitation Arrangement Receivables						
0599998 Risk Sharing Receivables - Not Individually Listed						
0599999 Subtotal - Risk Sharing Receivables						
0699998 Other Receivables - Not Individually Listed		79,000		500,000		579,000
0699999 Subtotal - Other Receivables		79,000		500,000		579,000
0799999 Gross health care receivables	164,105	308,438	92,130	1,047,407	701,680	910,400

EXHIBIT 3A - ANALYSIS OF HEALTH CARE RECEIVABLES COLLECTED AND ACCRUED

Type of Health Care Receivable	Health Care Receivables Collected During the Year		Health Care Receivables Accrued as of December 31 of Current Year		5	6
	1 On Amounts Accrued Prior to January 1 of Current Year	2 On Amounts Accrued During the Year	3 On Amounts Accrued December 31 of Prior Year	4 On Amounts Accrued During the Year	Health Care Receivables in Prior Years (Columns 1 + 3)	Estimated Health Care Receivables Accrued as of December 31 of Prior Year
1. Pharmaceutical rebate receivables	1,847,695	5,368,015		120,000	1,847,695	1,846,280
2. Claim overpayment receivables	211,400		199,982	713,098	411,382	411,382
3. Loans and advances to providers						
4. Capitation arrangement receivables						
5. Risk sharing receivables						
6. Other health care receivables				579,000		
7. TOTALS (Lines 1 through 6)	2,059,095	5,368,015	199,982	1,412,098	2,259,077	2,257,662

Note that the accrued amounts in Columns 3, 4, and 6 are the total health care receivables, not just the admitted portion.

EXHIBIT 4 - CLAIMS UNPAID AND INCENTIVE POOL, WITHHOLD AND BONUS (Reported and Unreported)

Aging Analysis of Unpaid Claims

1 Account	2 1 - 30 Days	3 31 - 60 Days	4 61 - 90 Days	5 91 - 120 Days	6 Over 120 Days	7 Total
Individually Listed Claims Unpaid						
Lovelace	2,427,854	94,011	4,125			2,525,990
Optum Rx	8,183,737					8,183,737
0199999 Total - Individually Listed Claims Unpaid	10,611,591	94,011	4,125			10,709,727
0299999 Aggregate Accounts Not Individually Listed - Uncovered						
0399999 Aggregate Accounts Not Individually Listed - Covered	4,569,438	208,228	7,889	5,181	4,752	4,795,488
0499999 Subtotals	15,181,029	302,239	12,014	5,181	4,752	15,505,215
0599999 Unreported claims and other claim reserves						7,634,531
0699999 TOTAL Amounts Withheld						
0799999 TOTAL Claims Unpaid						23,139,746
0899999 Accrued Medical Incentive Pool and Bonus Amounts						227,000

22 Exhibit 5 - Amounts Due From Parent NONE

23 Exhibit 6 - Amounts Due to Parent NONE

EXHIBIT 7 - PART 1 - SUMMARY OF TRANSACTIONS WITH PROVIDERS

Payment Method	1 Direct Medical Expense Payment	2 Column 1 as a % of Total Payments	3 Total Members Covered	4 Column 3 as a % of Total Members	5 Column 1 Expenses Paid to Affiliated Providers	6 Column 1 Expenses Paid to Non-Affiliated Providers
Capitation Payments:						
1. Medical groups						
2. Intermediaries						
3. All other providers						
4. TOTAL Capitation Payments						
Other Payments:						
5. Fee-for-service	138,117,591	99.724	X X X	X X X		138,117,591
6. Contractual fee payments			X X X	X X X		
7. Bonus/withhold arrangements - fee-for-service	382,821	0.276	X X X	X X X		382,821
8. Bonus/withhold arrangements - contractual fee payments			X X X	X X X		
9. Non-contingent salaries			X X X	X X X		
10. Aggregate cost arrangements			X X X	X X X		
11. All other payments			X X X	X X X		
12. TOTAL Other Payments	138,500,412	100.000	X X X	X X X		138,500,412
13. TOTAL (Line 4 plus Line 12)	138,500,412	100.000	X X X	X X X		138,500,412

EXHIBIT 7 - PART 2 - SUMMARY OF TRANSACTIONS WITH INTERMEDIARIES

1 NAIC Code	2 Name of Intermediary	3 Capitation Paid	4 Average Monthly Capitation	5 Intermediary's Total Adjusted Capital	6 Intermediary's Authorized Control Level RBC
NONE					
9999999	TOTALS		X X X	X X X	X X X

EXHIBIT 8 - FURNITURE, EQUIPMENT AND SUPPLIES OWNED

	1	2	3	4	5	6
Description	Cost	Improvements	Accumulated Depreciation	Book Value Less Encumbrances	Assets Not Admitted	Net Admitted Assets
1. Administrative furniture and equipment						
2. Medical furniture, equipment and fixtures	NONE					
3. Pharmaceuticals and surgical supplies						
4. Durable medical equipment						
5. Other property and equipment						
6. TOTAL						

Notes to Financial Statements

1. Summary of Significant Accounting Policies

A. Accounting Practices

The accompanying financial statements of New Mexico Health Connections (the Company) have been prepared in conformity with accounting practices prescribed or permitted by the state of New Mexico for determining and reporting the financial conditions and results of operation of an insurance company for determining its solvency under New Mexico Insurance law. The National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures Manual, (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the state of New Mexico.

A reconciliation of the Company's net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the state of New Mexico is shown below:

On November 14, 2017 the State of New Mexico Office of Superintendent of Insurance(OSI) approved the accounting treatment of the Asset Purchase Agreement with Evolent Health for \$10,000,000 and the accounting treatment of the Pharmacy audit amount of \$579,000 which allowed the Company to admit the receivable per SSAP No.4 and SSAP No.9 for the Gain on sale of specific assets named in agreement and Other Receivables respectively. As of December 31, 2017 non-admission of these amounts would have resulted in the Company being at a mandatory control action level with the State.

		SSAP#	F/S Page	F/S Line#	2017	2016
NET INCOME						
(1)	State basis (Page 4, Line 32, Columns 2 & 3)	XXX	XXX	XXX	(4,405,555)	(17,881,705)
(2)	State Prescribed Practices that increase/(decrease) NAIC SAP:					
(201)						
(299)	Total					
(3)	State Permitted Practices that increase/(decrease) NAIC SAP:					
(301)						
(399)	Total					
(4)	NAIC SAP (1-2-3=4)	XXX	XXX	XXX	(4,405,555)	(17,881,705)
SURPLUS						
(5)	State basis (Page 3, Line 33, Columns 3 & 4)	XXX	XXX	XXX	9,240,083	12,113,004
(6)	State Prescribed Practices that increase/(decrease) NAIC SAP:					
(601)						
(699)	Total					
(7)	State Permitted Practices that increase/(decrease) NAIC SAP:					
(701)	Receivable for Sale of LOB	04,09	2	2504	10,000,000	
(702)	Pharmacy Receivable	04,09	2	24	579,000	
(799)	Total				10,579,000	
(8)	NAIC SAP (5-6-7=8)	XXX	XXX	XXX	(1,338,917)	12,113,004

B. Use of Estimates in the Preparation of the Financial Statements

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosures of contingent assets and liabilities at the date of the financial

Notes to Financial Statements

statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

C. Accounting Policy

- (1) Cash and short-term investments include cash and US government and agency obligations with original dates of maturity of twelve months or less when purchased. Short-term investments are stated at amortized cost.
- (2) Bonds are stated at amortized cost using the scientific interest method. The Company does not own any mandatory convertible securities or SVO-identified bond ETFs.
- (3) The Company has no common stock.
- (4) The Company has no preferred stock.
- (5) The Company had no mortgage loans.
- (6) The Company has no loan backed securities.
- (7) The Company had no investments in subsidiaries, controlled and affiliated companies.
- (8) The Company had no investments in joint ventures, partnerships and limited liability companies.
- (9) The Company had no derivatives.
- (10) The Company utilizes anticipated investment income as a factor in the premium deficiency calculation.
- (11) Unpaid losses and loss adjustment expenses include amounts determined from claims estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liability are continually reviewed and any adjustments are reflected in the period determined.
- (12) The Company capitalizes, depreciates and admits EDP equipment and operating software in accordance with SSAP NO. 16R. The Company also capitalizes furniture, fixtures and equipment, and leasehold improvements, and non-admits them in accordance with SSAP No. 19.
- (13) The Company has admitted balances of \$120,000 from pharmacy rebates accrued as of December 31, 2017.

D. Going Concern

- 1) Management has evaluated the Company's ability to continue as a going concern. New Mexico Health Connections was assessed a Risk Adjustment Payable for the 2016 year that was unanticipated. This caused the entity to have a significant decline of capital and surplus for year-end 2017. The Company worked with the New Mexico Office of the Superintendent to find a buyer of its small and large group business. The sale of these assets brought in sufficient Capital for the Company to continue its operations and no longer have a going concern.

2. Accounting Changes and Corrections of Errors

None

3. Business Combinations and Goodwill

- a. Statutory Purchase Method – None
- b. Statutory Merger – None
- c. Assumption Reinsurance – None
- d. Impairment Loss – None

4. Discontinued Operations

None

Notes to Financial Statements

5. Investments

- A. Mortgage Loans, including Mezzanine Real Estate Loans - None
- B. Debt Restructuring - None
- C. Reverse Mortgages - None
- D. Loan-Backed Securities

(1) Prepayment assumptions are obtained from Bloomberg market data and the Company's investment manager's internal estimates

(2) OTTI recognized 3rd quarter – None

(3) Recognized OTTI by CUSIP – None

(4) All impaired securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment has not been recognized in earnings as a realized loss (including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains are below:

a.

	Unrealized Losses
Less than 12 months:	\$ (13,871)
12 Months or Longer:	\$ (54,750)
Total	\$ (68,621)

b.

	Fair Value
Less than 12 months:	\$ 1,424,611
12 Months or Longer:	\$ 2,327,852
Total	\$ 3,752,464

(5) Additional considerations - Bonds in an unrealized loss position are regularly reviewed for other-than temporary declines in value. Factors considered in determining whether a decline is other-than-temporary include the length of time a bond has been in an unrealized loss position and the reasons for the decline in value. Assessments include judgments about an obligor's or guarantor's current and projected financial position projected ability to service and repay its debt obligations, the existence of, and realizable value for, any collateral backing the obligations, and the macro-economic and micro-economic outlooks for specific industries and issuers. Estimating the future cash flows of loan-backed securities also involves assumptions regarding the underlying collateral such as prepayment rates, default and recovery rates, existence of subordinated classes capable of absorbing losses, and third-party servicing abilities.

- E. Dollar Repurchase Agreements and/or Security Lending Transactions – None
- F. Repurchase Agreements Transactions Accounted for as Secured Borrowing – None
- G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing – None
- H. Repurchase Agreements Transactions Accounted for as a Sale – None
- I. Reverse Repurchase Agreements Transactions Accounted for as a Sale - None
- J. Real Estate – None
- K. Low-income housing tax credits (LIHTC) – None

Notes to Financial Statements

L. 1 - Restricted Assets (Including Pledged)

Restricted Asset Category		1 Total Gross (Admitted & Nonadmitted) Restricted From Current Year	2 Total Gross (Admitted & Nonadmitted) Restricted From Prior Year	3 Increase/ (Decrease) (Col. 1 minus Col. 2)	4 Total Current Year Nonadmitted Restricted	5 Total Current Year Admitted Restricted	6 Gross (Admitted & Nonadmitted) Restricted to Total Assets	7 Admitted Restricted to Total Admitted Assets
a.	Subject to contractual obligation for which liability is not shown							
b.	Collateral held under security lending agreements							
c.	Subject to repurchase agreements							
d.	Subject to reverse repurchase agreements							
e.	Subject to dollar repurchase agreements							
f.	Subject to dollar reverse repurchase agreements							
g.	Placed under options contracts							
h.	Letter stock or securities restricted as to sale-excluding FHLB capital stock							
i.	FHLB capital stock							
j.	On deposit with states	\$416,576	\$409,906	\$6,670		\$416,576	0.786	0.817
k.	On deposit with other regulatory bodies							
l.	Pledged as collateral to FHLB (including assets backing funding agreements)							
m.	Pledged as collateral not captured in other categories							
n.	Other restricted assets							
o.	Total Restricted Assets	\$416,576	\$409,906	\$6,670		\$416,576	0.786	0.817

2 - Detail of Assets Pledged as Collateral Not Captured in Other Categories Contracts That Share Similar Characteristics, Such as Reinsurance and derivatives, are Reported in the Aggregate) – None

3 - Detail of Other Restricted Assets (Contracts That Share Similar Characteristics, such as Reinsurance and Derivatives, Are Reported in the Aggregate – None

4 - Collateral Received and Reflected as Assets Within the Reporting Entity's Financial Statements - None

M. Working Capital Finance Investments - None

N. Offsetting and Netting of Assets and Liabilities – None

O. Structured Notes – None

P. 5* Securities – None

Q. Short Sales – None

R. Prepayment Penalty and Accelerated Fees - None

6. Joint Ventures, Partnerships and Limited Liability Companies

The Company has no investments in Joint Ventures, Partnerships or Limited Liability Companies.

7. Investment Income

a. All investment income due and accrued with amounts that are over 90 days past due with the exception of mortgage loans in default are excluded from surplus.

b. The Company had no investment income due and accrued excluded from surplus.

c.

Notes to Financial Statements

8. Derivative Instruments

None

9. Income Taxes

None

10. Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

A – C. The New Mexico Health Connections Co-Op is a not-for-profit organization incorporated on February 25, 2011. The Co-Op has no parent, subsidiaries, or affiliates.

D. There are no amounts due from the Company's Parent.

N. Guarantees – None.

O. Material Management Contracts – None.

G. The Company has no subsidiaries.

H. Ownership in any upstream intermediate entities or ultimate parent companies owned – None.

I. Investment in SCA entities – None.

J. Investments in Impaired SCA entities – None.

K. Investment in Foreign Insurance Subsidiary – None.

L. Investment in downstream noninsurance holding company – None.

M. Valuation of downstream noninsurance holding company – None.

N. The Company has no ownership in SCA companies.

11. Debt

None.

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans.

A. Defined Benefit Plan – None.

B. Description of Investment Policies and Strategies for Each Class of Plan Assets – None.

C. Fair Value Measurement of Plan Assets at Reporting Date – None.

D. Description of the basis used to determine the overall expected long-term rate of return on assets assumption – None.

E. Defined Contribution Plan – Effective April 2013, the Company's employees may participate in a 401(K) plan sponsored by the company which covers substantially all full-time salaried and administrative employees. Eligible employees are allowed to contribute up to the maximum allowed by law.

F. Multi-Employer Plan – None.

G. Consolidated/Holding Company Plans – None.

H. Post-Employment Benefits and Compensated Absences – None.

I. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17) – None.

13. Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations

(1) The Company has no common stock outstanding.

(2) The Company has no preferred stock outstanding.

Notes to Financial Statements

- (3) Dividend restrictions – Without prior approval, dividends are not allowed by the laws of the Company’s state of domicile.
- (4) As of December 31, 2017, the Company paid no dividends.
- (5) Portions of Company’s profit paid as ordinary dividends to stockholders – None
- (6) Description of any restrictions on unassigned funds – None
- (7) Total amount of advances to surplus not repaid – None
- (8) Total amount of stock held by the company for special purposes – None
- (9) Reasons for changes in the balances of any special surplus funds – None
- (10) Portions of unassigned funds represented or reduced by unrealized gains or losses is \$0
- (11) The Company issued the following surplus debentures or similar obligations:

	Description	Date Issued	Interest Rate	Par Value (Face Amount of Notes)	Carrying Value of Note	Interest And/Or Principal Paid Current Year	Total Interest And/Or Principal Paid	Unapproved Interest And/Or Principal	Date of Maturity
1311001	HHS solvency	02/28/2012	0.0%	13,050,282	13,050,282				06/20/2019
1311002	HHS solvency	01/29/2013	0.37%	11,751,145	11,751,145				01/29/2028
1311003	HHS solvency	12/24/2013	0.37%	33,052,866	33,052,866				12/24/2028
1311004	HHS solvency	11/23/2015	0.37%	19,463,489	19,463,489				11/23/2030
1311999	Total			77,317,782	77,317,782				XXX

A. On February 17, 2012, the Company was awarded a loan under the Consumer-Operated and Oriented Plan (CO-OP) Program established by Section 1322 of the Affordable Care Act and applicable regulations. Under this program, the Company receives start-up and solvency loans from the United States Department of Health and Human Services, Centers for Medicare and Medicaid Services (CMS). The Company was awarded \$13,050,282 in start-up loan funds and \$64,267,500 in solvency loan funds. \$32,513,771 were transferred to Surplus Notes in 2015.

Start-up loan funds received during 2014 were \$1,547,472. Start-up loans must be repaid in five years from the date of disbursement and bears an interest rate of 0%. The funds can only be used in accordance with the Company’s business plan, the start-up loan disbursement plan and the CO-OP Funding Opportunity Announcement Number: OO-COO-11-001, CFDA No. 93.545, published by CMS on July 28, 2011. Start-Up loan funds cannot be used to pay for costs associated with purchase of land and construction of facilities, including construction or clinical costs such as the costs of actual medical services provider salaries and contracts or payment, provider clinical space, and clinical equipment.

Under the Affordable Care Act, Section 1322(a), Congress has directed the Secretary of the Department of Health and Human Services (“HHS”) to establish a CO•OP program to foster the creation of qualified nonprofit health insurance issuers to offer qualified health plans in the individual and small group markets through provisions of loans to qualified applicants for the purpose of financing start•up costs and insurance reserves. Disbursements from the Start•Up Loan are to be used for specified expenses of forming the CO•OP in accordance with the provisions of the loan agreement. Under the loan agreement with CMS, the Start•Up Loan has a claim on cash flow and reserves of the Company that is subordinate to claims payments, basic operating expense and maintenance of required reserve funds while the Company is operating as a CO•OP under State Insurance Laws.

The Series B loan proceeds will be used for the establishment of risk-based capital reserves necessary to meet state reserve requirements and other state insurance laws. In connection with the Division’s review of the solvency loan terms and the approval process, the Division agreed to treat the loan as a component of capital and surplus for statutory reporting purposes. Borrowings on the Series B loan will be subordinated to the (1) claims of creditors, (2) claims of policyholders, (3) operating expenses of the lender, and (4) reserve and solvency requirements as determined by applicable state law. The outstanding balance on the Series B loan as of December

Notes to Financial Statements

31, 2017, and 2017 was \$64,267,500 and \$64,267,500, respectively. The interest rate on the Series B loan is fixed at 0.37%. The maximum principal available under the Series B loan is \$64,267,500. The loan agreement also requires that the borrower satisfy certain requirements and milestones to remain eligible for future disbursements. Borrowings will be reflected as surplus notes reported as a component of capital and surplus under statutory accounting principles. The balance as of December 31, 2017 is to mature in 2028.

No payment of principal or interest shall be made without authorization and approval by the Division. In accordance with Statutory Accounting Principles, interest will not be recorded as a liability or expense in the statutory financial statements prior to such approval. Subject to approval, repayment terms as outlined in the promissory note provide:

- For Series B borrowings made after 2012, but no later than 2018, the interest-only payment period begin in 2019 and ends 6 years from the date of the disbursement. During the interest-only payment period, interest payments are due annually. Interest will be capitalized on an annual basis during the period prior to the first scheduled interest payment due date.
- For Series B borrowings made after 2018, the interest-only payment period begins one year after the disbursement date, and ends 6 years after the disbursement date. During the interest-only payment period, 6 annual interest payments are due.
- For Series B loan disbursements, principal payments begin the later of 2019 or 7 years from the time of the disbursement and ends 15 years from the time of the disbursement. During this period 9 equal, annual payments that include principal and interest, are due each year based upon the full amortization of the remaining unpaid principal balance over the remaining term.

The loan agreement contains covenants and failure to comply with any such covenants could result in the debt becoming payable on demand. The covenants are primarily non-financial and data monitoring and reporting covenants focused on compliance with terms of the loan agreement as well as providing insights to CMS on activities performed.

(12) Impact of restatement in a quasi-reorganization – None

(13) Effective date of quasi-reorganization – None.

14. Liabilities, Contingencies and Assessments

A. Contingent Commitments – None.

B. Assessments – None.

C. Gain Contingencies – None.

D. Claims related extra contractual obligations and bad faith losses stemming from lawsuits – None.

E. Joint and Several Liabilities – None.

F. All Other Contingencies – None.

Notes to Financial Statements

15. Leases

A. Lessee Operating Lease

(1) The CO-OP leases administrative office space under a long-term lease agreement. Expenses paid and accrued related to these obligations are included in General and Administrative expenses. Rental expense for 2016 was \$334,389 and \$322,297 for the year ending December 31, 2017.

a. Certain rental commitments with renewal options extending through the year 2020 were transferred to True Health of New Mexico.

(2) Aggregate Rental Commitments

a. As of December 31, 2017, there are no remaining lease obligations.

(4) The CO-OP is not involved in any sales – leaseback transactions.

B. Lessor Leases

None

16. Information About Financial Instruments With Off-Balance-Sheet Risk And Financial Instruments With Concentrations of Credit Risk

None

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

A. Transfers of Receivables reported as Sales – None.

B. Transfer and Servicing of Financial Assets - None.

C. Wash Sales – None

18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans

None.

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators

None.

20. Fair Value Measurements

A. The Company's financial assets and liabilities carried at fair value have been classified, for disclosure purposes, based on a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value into three broad levels. The hierarchy gives the highest priority to fair values determined using unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to fair values determined using unobservable inputs (Level 3). An asset's or liability's classification is determined based on the lowest level input that is significant to its measurement.

For example, a Level 3 fair value measurement may include inputs that are both observable (Levels 1 and 2) and unobservable (Level3). The levels of the fair value hierarchy are as follows:

Level 1: Inputs are unadjusted, quoted prices for identical assets or liabilities in active markets at the measurement date.

Level 2: Inputs are other than quoted prices included in level 1 that are observable for the asset or liability through corroboration with market data at the measurement date.

Level 3: Inputs are unobservable and reflect management's best estimate of what market participants would use in pricing the asset or liability at the measurement date.

Fair value of actively traded fixed-income and equity securities is based on quoted market prices. Fair value of inactive traded fixed-income securities is based on quoted market prices of identical or similar securities based on observable inputs like interest rates using a market valuation approach is generally classified as Level 2. Investments measured based on the practical expedient being net asset value (NAV), based on the NAV of the fund as provided for in the audited financial statements and other fund reporting, are generally classified as Level 3.

Notes to Financial Statements

- (1) Fair Value Measurements at Reporting Date - None
- (2) Fair Value Measurements in (Level 3) of the Fair Value Hierarchy - None
- (3) The Company evaluates and recognizes when transfers between levels are needed at the end of the reporting period
- (4) a & b & c - There are no fair value measurements categorized within Level 3 of the fair value hierarchy
- (5) Derivative assets and liabilities - None

B. Fair Value information under SSAP No. 100 combined with Fair Value information Under Other Accounting Pronouncements – None.

C. Aggregate Fair Value of All Financial Instruments

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Bonds	\$10,118,897	\$10,210,379	\$1,376,464	\$8,742,433		
Cash Equivalents	\$669,424	669,424		669,424		

D. Not Practicable to Estimate Fair Value - None

21. Other Items

- a. Unusual or Infrequent Items – None.
- b. Troubled Debt Restructuring – None.
- c. Other Disclosures - None.
- d. Business Interruption Insurance Recoveries - None.
- e. State Transferable Tax Credits - None.
- f. Subprime Related Risk Exposure – None.
- g. Retained Assets – None.
- h. Insurance Linked Securities – None.

Notes to Financial Statements

22. Events Subsequent

Type I - Recognized Subsequent Events

Subsequent events have been considered through 05/10/2018 for the statutory statement issued on December 31, 2017

Type II – Non-recognized Subsequent Events

Subsequent events have been considered through 05/10/2018 for the statutory statement issued on December 31, 2017

On January 1, 2018 the Company will be subject to an annual fee under Section 9010 of the Federal Affordable Care Act (ACA). This annual fee will be allocated to individual health insurers based on the ratio of the amount of the entity's net premiums written during the preceding calendar year to the amount of the health insurance for any U.S. health risk that is written during the preceding calendar year. A health insurance entity's portion of the annual fee becomes payable once the entity provides health insurance for any U.S. health risk for each calendar year beginning on or after January 1 of the year the fee is due. As of December 31, 2017, the Company has written health insurance subject to the ACA assessment and expects to conduct health insurance business in 2018, and estimates their portion of the annual health insurance industry fee to be payable on September 30, 2018, to be \$1,655,928. This amount is reflected in special surplus. This assessment is expected to impact risk based capital (RBC) by (26.3) percentage points. Reporting the ACA assessment as of December 31, 2017, would have triggered an RBC action level

	CY	PY
A. Did reporting entity write A&H insurance premium that is subject to Sec 9010 of the ACA	Yes	
B. ACA fee assessment payable for the upcoming year	\$1,655,928	\$
C. ACA fee assessment paid		\$ 582,800
D. Premium written subject to ACA 9010 assessment	160,208,898	\$156,111,595
E. Total Adjusted Capital before surplus adjustment	9,240,083	
F. Total Adjusted Capital after surplus adjustment	7,584,155	
G. Authorized Control Level after surplus adjustment	6,309,009	
H. Would reporting the ACA assessment as of 12/31/2017 have triggered an RBC action level(Y/N)?	Y	

23. Reinsurance

a. Ceded Reinsurance Report

Section 1 – General Interrogatories

(1) Are any of the reinsurers, listed in Schedule S as non-affiliated, owned in excess of 10% or controlled, either directly or indirectly, by the company or by any representative, officer, trustee, or director of the company?

Yes () No (x)

(2) Have any policies issued by the company been reinsured with a company chartered in a country other than the United States (excluding U.S. Branches of such companies) that is owned in excess of 10% or controlled directly or indirectly by an insured, a beneficiary, a creditor or an insured or any other person not primarily engaged in the insurance business?

Yes () No (x)

Section 2 – Ceded Reinsurance Report – Part A

(1) Does the company have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credit?

Yes () No (x)

(2) Does the reporting entity have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts that, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsured policies?

Notes to Financial Statements

Yes () No (x)

Section 3 – Ceded Reinsurance Report – Part B – Not applicable.

b. Uncollectible Reinsurance – None

c. Commutation of Ceded Reinsurance – None

d. Certified Reinsurer Downgraded or Status Subject to Revocation – None

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

A – C None

D - Medical loss ratio rebates required pursuant to the Public Health Service Act. - None

E (1) Did the reporting entity write Accident and Health insurance premiums that is subject to Affordable Care Act risk-sharing provisions (Yes/No)? Yes

(2) Impact of Risk-Sharing Provisions of the Affordable Care Act on Admitted Assets, Liabilities and Revenue for the Current Year

		AMOUNT
a.	Permanent ACA Risk Adjustment Program	
	Assets	
	1. Premium adjustments receivable due to ACA Risk Adjustment	\$1,063,000
	Liabilities	
	2. Risk adjustment user fees payable for ACA Risk Adjustment	\$ 135,426
	3. Premium adjustments payable due to ACA Risk Adjustment	\$4,271,000
	Operations (Revenue & Expense)	
	4. Reported as revenue in premium for accident and health contracts (written/collected) due to ACA Risk Adjustment	\$(19,117,525)
	5. Reported in expenses as ACA risk adjustment user fees (incurred/paid)	\$68,925
b.	Transitional ACA Reinsurance Program	
	Assets	
	1. Amounts recoverable for claims paid due to ACA Reinsurance	\$553,305
	2. Amounts recoverable for claims unpaid due to ACA Reinsurance (Contra Liability)	\$0
	3. Amounts receivable relating to uninsured plans for contributions for ACA Reinsurance	\$0
	Liabilities	
	4. Liabilities for contributions payable due to ACA Reinsurance - not reported as ceded premium	\$0
	5. Ceded reinsurance premiums payable due to ACA Reinsurance	\$0
	6. Liability for amounts held under uninsured plans contributions for ACA Reinsurance	\$0
	Operations (Revenue & Expense)	
	7. Ceded reinsurance premiums due to ACA Reinsurance	\$0
	8. Reinsurance recoveries (income statement) due to ACA Reinsurance payments or expected payments	\$510,531
	9. ACA Reinsurance Contributions - not reported as ceded premium	\$0
c.	Temporary ACA Risk Corridors Program	
	Assets	
	1. Accrued retrospective premium due to ACA Risk Corridors	
	Liabilities	
	2. Reserve for rate credits or policy experience rating refunds due to ACA Risk Corridors	\$0
	Operations (Revenue & Expense)	
	3. Effect of ACA Risk Corridors on net premium income (paid/received)	\$0
	4. Effect of ACA Risk Corridors on change in reserves for rate credits	\$0

The Company does not have any self-insured business that would require disclosure of any uninsured plans contributions within the Transitional Reinsurance Program.

Notes to Financial Statements

3) Roll-forward of prior year ACA risk-sharing provisions for the following asset and liability balances, along with the reasons for adjustments to prior year balance

	Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments			Unsettled Balances as of the Reporting Date	
	1	2	3	4	Prior Year Accrued Less Payments (Col 1-3)	Prior Year Accrued Less Payments (Col 2-4)	To Prior Year Balances	To Prior Year Balances		Cumulative Balance from Prior Years (Col 1-3+7)	Cumulative Balance from Prior Years (Col 2-4+8)
	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Ref	Receivable	(Payable)
a. Permanent ACA Risk Adjustment Program											
1. Premium adjustments receivable	6,976,000				6,976,000		(6,976,000)		A		
2. Premium adjustments (payable)				(8,946,071)		8,946,071		(8,946,071)	B		
3. Subtotal ACA Permanent Risk Adjustment Program	6,976,000			(8,946,071)	6,976,000	8,946,071	(6,976,000)	(8,946,071)			
b. Transitional ACA Reinsurance Program											
1. Amounts recoverable for claims paid	2,544,493		2,501,719		42,774		510,531		C	553,305	
2. Amounts recoverable for claims unpaid (contra liability)	532,693				532,693		(532,693)		D		
3. Amounts receivable relating to uninsured plans									E		
4. Liabilities for contributions payable due to ACA Reinsurance - not reported as ceded premium	665,692		665,692						F		
5. Ceded reinsurance premiums payable	498,989		498,989						G		
6. Liability for amounts held under uninsured plans									H		
7. Subtotal ACA Transitional Reinsurance Program	4,241,867		3,666,400		575,467		(22,162)		C	553,305	
c. Temporary ACA Risk Corridors Program											
1. Accrued retrospective premium	1,061,336				1,061,336				I	1,061,336	
2. Reserve for rate credits or policy experience rating refunds									J		
3. Subtotal ACA Risk Corridors Program	1,061,336				1,061,336					1,061,336	
d. Total for ACA Risk Sharing Provisions	12,279,203		3,666,400	(8,946,071)	8,612,803	8,946,071	(6,998,162)	(8,946,071)		1,614,641	

A Notification received from HHS regarding Risk Adjustment Payable; original estimate reversed
B Notification of Risk adjustment Payable from HHS
C Revisions to prior year estimate
D
F
G

Notes to Financial Statements

4. Roll-Forward of Risk Corridors Asset and Liability Balances by Program Benefit Year

	Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments			Unsettled Balances as of the Reporting Date		
					Prior Year Accrued Less Payments (Col 1 - 3)	Prior Year Accrued Less Payments (Col 2 - 4)	To Prior Year Balances	To Prior Year Balances	Ref	Cumulative Balance from Prior Years (Col 1 - 3 +7)	Cumulative Balance from Prior Years (Col 2 - 4 +8)	
	1	2	3	4	5	6	7	8		9	10	
	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)		Receivable	(Payable)	
2014 Program Benefit Year Risk Corridor	1,061,336				1,061,336						1,061,336	
2015 Program Benefit Year Risk Corridor												

5. ACA Risk Corridor Receivable as of Reporting Date:

	Estimated Amount to be filed or Final Amount Filed with CMS	Non-Accrued Amounts for Impairment of Other Reasons	Amounts received from CMS	Asset Balance (Gross of Non-admissions) (1-2-3)	Non-admitted Amount	Net Admitted Asset (4-5)
2014	4,211,651	2,619,647	530,668	1,061,336	1,061,336	
2015	19,389,476	19,389,476				
2016						
Total	23,601,127	22,009,123	530,668	1,061,336	1,061,336	

25. Changes in Incurred Losses and Loss Adjustment Expenses

Reserves as of December 31, 2016 were \$17,249,552 for Claims and Claims Adjustment Expense. As of December 31, 2017, \$20,595,054 has been paid for incurred claims and claims adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$147,009 as a result of re-estimation of unpaid claims and claim adjustment expenses. Therefore, there has been a \$3,492,511 unfavorable (favorable) prior-year development since December 31, 2016 to December 31, 2017. The increase (decrease) is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims.

The Company did not have any significant changes in methodologies or assumptions used in the calculation of the liability for unpaid losses or loss adjustment expenses.

26. Intercompany Pooling Arrangements

None.

27. Structured Settlements

None.

Notes to Financial Statements

28. Health Care Receivables

a. Pharmaceutical Rebate Receivables –

Quarter	Estimated Pharmacy Rebates as Reported on Financial Statements	Pharmacy Rebates as Billed or Otherwise Confirmed	Actual Rebates Received Within 90 Days of Billing	Actual Rebates Received Within 91 to 180 Days of Billing	Actual Rebates Received More Than 180 Days After Billing
12/31/2017	120,000		1,433,334		
09/30/2017	705,033		2,704,789		
06/30/2017	2,275,000		142,047		
03/31/2017	1,549,848		148,126		923,188
12/31/2016	1,846,280		101,415		326,263
09/30/2016	1,212,015		98,046	518,143	
06/30/2016	400,000				495,978
03/31/2016	699,727		256,250	97,034	317,300
12/31/2015	0			560,115	
09/30/2015	0		508,342		
06/30/2015	0		346,852		
03/31/2015			1,836		

B. Risk Sharing Receivables - None

29. Participating Policies

None.

30. Premium Deficiency Reserves

1. Liability carried for premium deficiency reserves	\$ -0-
2. Date of the most recent evaluation of this liability	<u>05/10/2018</u>
3. Was anticipated investment income utilized in the calculation? (Yes / No)	<u>No</u>

31. Anticipated Salvage and Subrogation

No Material Change

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?
If yes, complete Schedule Y, Parts 1, 1A and 2. Yes[] No[X]
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes[] No[] N/A[X]
- 1.3 State Regulating?
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes[] No[X]
- 2.2 If yes, date of change:
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 09/30/2017
- 3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.
- 3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).
- 3.4 By what department or departments?
Office of Superintendent of Insurance - State of New Mexico
- 3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with departments? Yes[] No[] N/A[X]
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes[] No[] N/A[X]
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11 sales of new business? Yes[] No[X]
- 4.12 renewals? Yes[] No[X]
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21 sales of new business? Yes[] No[X]
- 4.22 renewals? Yes[] No[X]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes[] No[X]
- 5.2 If yes, provide the name of the entity, NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile
.....

- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes[] No[X]
- 6.2 If yes, give full information:
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes[] No[X]
- 7.2 If yes, 0.000%
- 7.21 State the percentage of foreign control
- 7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney-in-fact).

1 Nationality	2 Type of Entity
.....

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes[] No[X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes[] No[X]
- 8.4 If response to 8.3 is yes, please provide the names and locations (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC) and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC
.....	No	No	No	No

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Larson & Company PC, 9065 S 1300 E, Salt Lake City, UT 84094
- 10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes[] No[X]
- 10.2 If response to 10.1 is yes, provide information related to this exemption:
- 10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation? Yes[] No[X]
- 10.4 If response to 10.3 is yes, provide information related to this exemption:
- 10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes[X] No[] N/A[]
- 10.6 If the response to 10.5 is no or n/a please explain:
11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
Mary van der Heijde, FSA, MAAA, Milliman, 1400 Wewatta St, Ste 300, Denver CO 80202-5549

GENERAL INTERROGATORIES (Continued)

- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [] No [X]
 12.11 Name of real estate holding company
 12.12 Number of parcels involved 0
 12.13 Total book/adjusted carrying value \$ 0
- 12.2 If yes, provide explanation
13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
 13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No [] N/A [X]
 13.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No [] N/A [X]
 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] N/A [X]
- 14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No []
 a. Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
 b. Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
 c. Compliance with applicable governmental laws, rules and regulations;
 d. The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
 e. Accountability for adherence to the code.
- 14.11 If the response to 14.1 is no, please explain:
 14.2 Has the code of ethics for senior managers been amended? Yes [] No [X]
 14.21 If the response to 14.2 is yes, provide information related to amendment(s).
 14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [] No [X]
 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).
- 15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes [] No [X]
 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

1 American Bankers Association (ABA) Routing Number	2 Issuing or Confirming Bank Name	3 Circumstances That Can Trigger the Letter of Credit	4 Amount

BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the Board of Directors or a subordinate committee thereof? Yes [X] No []
17. Does the reporting entity keep a complete permanent record of the proceedings of its Board of Directors and all subordinate committees thereof? Yes [X] No []
18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person? Yes [X] No []

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [] No [X]
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
 20.11 To directors or other officers \$ 0
 20.12 To stockholders not officers \$ 0
 20.13 Trustees, supreme or grand (Fraternal only) \$ 0
- 20.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):
 20.21 To directors or other officers \$ 0
 20.22 To stockholders not officers \$ 0
 20.23 Trustees, supreme or grand (Fraternal only) \$ 0
- 21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes [] No [X]
 21.2 If yes, state the amount thereof at December 31 of the current year:
 21.21 Rented from others \$ 0
 21.22 Borrowed from others \$ 0
 21.23 Leased from others \$ 0
 21.24 Other \$ 0
- 22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes [] No [X]
 22.2 If answer is yes:
 22.21 Amount paid as losses or risk adjustment \$ 0
 22.22 Amount paid as expenses \$ 0
 22.23 Other amounts paid \$ 0
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [] No [X]
 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ 0

INVESTMENT

- 24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03) Yes [] No [X]
- 24.02 If no, give full and complete information, relating thereto
 Statutory Pledge
- 24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)
- 24.04 Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes [] No [] N/A [X]
 24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. \$ 0
 24.06 If answer to 24.04 is no, report amount of collateral for other programs. \$ 0
- 24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes [] No [] N/A [X]
 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [] No [] N/A [X]

GENERAL INTERROGATORIES (Continued)

- 24.09 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending? Yes[] No[] N/A[X]
- 24.10 For the reporting entity's security lending program, state the amount of the following as of December 31 of the current year:
- 24.101 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. \$ 0
- 24.102 Total book/adjusted carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. \$ 0
- 24.103 Total payable for securities lending reported on the liability page. \$ 0

- 25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03). Yes[X] No[]
- 25.2 If yes, state the amount thereof at December 31 of the current year:
- 25.21 Subject to repurchase agreements \$ 0
- 25.22 Subject to reverse repurchase agreements \$ 0
- 25.23 Subject to dollar repurchase agreements \$ 0
- 25.24 Subject to reverse dollar repurchase agreements \$ 0
- 25.25 Placed under option agreements \$ 0
- 25.26 Letter stock or securities restricted as to sale - excluding FHLB Capital Stock \$ 0
- 25.27 FHLB Capital Stock \$ 0
- 25.28 On deposit with states \$ 416,576
- 25.29 On deposit with other regulatory bodies \$ 0
- 25.30 Pledged as collateral - excluding collateral pledged to an FHLB \$ 0
- 25.31 Pledged as collateral to FHLB - including assets backing funding agreements \$ 0
- 25.32 Other \$ 0

25.3 For category (25.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount

- 26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes[] No[X]
- 26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes[] No[] N/A[X]
If no, attach a description with this statement.
- 27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes[] No[X]
- 27.2 If yes, state the amount thereof at December 31 of the current year. \$ 0

28. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section I, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes[X] No[]
- 28.01 For agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian's Address
Bank of Albuquerque	201 Third Street NW Suite 1400 Albuquerque NM 87102

28.02 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

- 28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? Yes[] No[X]
- 28.04 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

28.05 Investment management - Identify all investment advisors, investment managers, broker/dealers, including individuals that have the authority to make investment decisions on behalf of the reporting entity. For assets that are managed internally by employees of the reporting entity, note as such. [" that have access to the investment accounts"; " handle securities"]

1 Name of Firm or Individual	2 Affiliation
AAM Company LLC, 30 Monroe St, Chicago IL 60603 U

- 28.0597 For those firms/individuals listed in the table for Question 28.05, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's assets? Yes[X] No[]
- 28.0598 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 28.05, does the total assets under management aggregate to more than 50% of the reporting entity's assets? Yes[X] No[]
- 28.06 For those firms or individuals listed in the table for 28.05 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

GENERAL INTERROGATORIES (Continued)

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
109875	AAM Company LLC	549300DSCEIV5W3U963	SEC	NO

29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D - Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5 (b)(1)])?

Yes [] No [X]

29.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
29.2999 Total		

29.3 For each mutual fund listed in the table above, complete the following schedule:

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
.....

30. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds	10,210,379	10,118,897	(91,482)
30.2 Preferred stocks			
30.3 Totals	10,210,379	10,118,897	(91,482)

30.4 Describe the sources or methods utilized in determining the fair values:
Broker/Custodian

31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D?

Yes[X] No []

31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source?

Yes[X] No [] N/A []

31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:

32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed?

Yes[X] No []

32.2 If no, list exceptions:

33. By self-designation 5*GI securities, the reporting entity is certifying the following elements for each self-designated 5*GI security:

- a. Documentation necessary to permit a full credit analysis of the security does not exist.
- b. Issuer or obligor is current on all contracted interest and principal payments.
- c. The insurer has an actual expectation of ultimate payment of all contracted interest and principal.

Has the reporting-entity self-designated 5*GI securities?

Yes [] No[X]

OTHER

34.1 Amount of payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus, if any?

\$ 0

34.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus during the period covered by this statement.

1 Name	2 Amount Paid
.....

35.1 Amount of payments for legal expenses, if any?

\$ 1,893,857

35.2 List the name of the firm and the amount paid if any such payments represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
Pepper Hamilton LLP	596,751

36.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or department of government, if any?

\$ 0

36.2 List the name of firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

GENERAL INTERROGATORIES (Continued)

1 Name	2 Amount Paid
.....

GENERAL INTERROGATORIES (Continued)

PART 2 - HEALTH INTERROGATORIES

- 1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes No
- 1.2 If yes, indicate premium earned on U.S. business only: \$ 0
- 1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? \$ 0
- 1.31 Reason for excluding:
- 1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. \$ 0
- 1.5 Indicate total incurred claims on all Medicare Supplement insurance. \$ 0
- 1.6 Individual policies - Most current three years:
- 1.61 TOTAL Premium earned \$ 0
- 1.62 TOTAL Incurred claims \$ 0
- 1.63 Number of covered lives 0
- All years prior to most current three years:
- 1.64 TOTAL Premium earned \$ 0
- 1.65 TOTAL Incurred claims \$ 0
- 1.66 Number of covered lives 0
- 1.7 Group policies - Most current three years:
- 1.71 TOTAL Premium earned \$ 0
- 1.72 TOTAL Incurred claims \$ 0
- 1.73 Number of covered lives 0
- All years prior to most current three years:
- 1.74 TOTAL Premium earned \$ 0
- 1.75 TOTAL Incurred claims \$ 0
- 1.76 Number of covered lives 0

2. Health Test

	1 Current Year	2 Prior Year
2.1 Premium Numerator	145,169,895	152,886,390
2.2 Premium Denominator	145,169,895	152,886,390
2.3 Premium Ratio (2.1 / 2.2)	1.000	1.000
2.4 Reserve Numerator	24,634,904	16,712,057
2.5 Reserve Denominator	24,634,904	16,712,057
2.6 Reserve Ratio (2.4 / 2.5)	1.000	1.000

- 3.1 Has the reporting entity received any endowment or gift from contracting hospitals, physicians, dentists, or others that is agreed will be returned when, as and if the earnings of the reporting entity permits? Yes No
- 3.2 If yes, give particulars:
- 4.1 Have copies of all agreements stating the period and nature of hospitals', physicians', and dentists' care offered to subscribers and dependents been filed with the appropriate regulatory agency? Yes No
- 4.2 If not previously filed, furnish herewith a copy(ies) of such agreement(s). Do these agreements include additional benefits offered? Yes No N/A
- 5.1 Does the reporting entity have stop-loss reinsurance? Yes No
- 5.2 If no, explain:
- 5.3 Maximum retained risk (see instructions):
- 5.31 Comprehensive Medical \$ 322,500
- 5.32 Medical Only \$ 0
- 5.33 Medicare Supplement \$ 0
- 5.34 Dental & Vision \$ 0
- 5.35 Other Limited Benefit Plan \$ 0
- 5.36 Other \$ 0
- 6. Describe arrangement which the reporting entity may have to protect subscribers and their dependents against the risk of insolvency including hold harmless provisions, conversion privileges with other carriers, agreements with providers to continue rendering services, and any other agreements:
All NMHC provider contracts contain hold harmless provisions
- 7.1 Does the reporting entity set up its claim liability for provider services on a service date basis? Yes No
- 7.2 If no, give details:
- 8. Provide the following information regarding participating providers:
- 8.1 Number of providers at start of reporting year 8,841
- 8.2 Number of providers at end of reporting year 9,806
- 9.1 Does the reporting entity have business subject to premium rate guarantees? Yes No
- 9.2 If yes, direct premium earned:
- 9.21 Business with rate guarantees between 15-36 months 0
- 9.22 Business with rate guarantees over 36 months 0
- 10.1 Does the reporting entity have Incentive Pool, Withhold or Bonus Arrangements in its provider contracts? Yes No
- 10.2 If yes:
- 10.21 Maximum amount payable bonuses \$ 540,000
- 10.22 Amount actually paid for year bonuses \$ 195,000
- 10.23 Maximum amount payable withholds \$ 0
- 10.24 Amount actually paid for year withholds \$ 0
- 11.1 Is the reporting entity organized as:
- 11.12 A Medical Group/Staff Model, Yes No
- 11.13 An Individual Practice Association (IPA), or, Yes No
- 11.14 A Mixed Model (combination of above)? Yes No
- 11.2 Is the reporting entity subject to Statutory Minimum Capital and Surplus Requirements? Yes No
- 11.3 If yes, show the name of the state requiring such minimum capital and surplus.
New Mexico
- 11.4 If yes, show the amount required. \$ 18,927,027
- 11.5 Is this amount included as part of a contingency reserve in stockholder's equity? Yes No
- 11.6 If the amount is calculated, show the calculation.
300% of RBC

12. List service areas in which the reporting entity is licensed to operate:

1 Name of Service Area
New Mexico

- 13.1 Do you act as a custodian for health savings accounts? Yes No
- 13.2 If yes, please provide the amount of custodial funds held as of the reporting date: \$ 0
- 13.3 Do you act as an administrator for health savings accounts? Yes No
- 13.4 If yes, please provide the balance of the funds administered as of the reporting date: \$ 0
- 14.1 Are any of the captive affiliates reported on Schedule S, Part 3, as authorized reinsurers? Yes No N/A

GENERAL INTERROGATORIES (Continued)

14.2 If the answer to 14.1 is yes, please provide the following:

1 Company Name	2 NAIC Company Code	3 Domiciliary Jurisdiction	4 Reserve Credit	Assets Supporting Reserve Credit		
				5 Letters of Credit	6 Trust Agreements	7 Other
.....

15. Provide the following for individual ordinary life insurance* policies (U.S. business only) for the current year (prior to reinsurance assumed or ceded)

15.1 Direct Premium Written	\$	0
15.2 Total incurred claims	\$	0
15.2 Number of covered lives	0

*Ordinary Life Insurance Includes
Term (whether full underwriting, limited underwriting, jet issue, "short form app")
Whole Life (whether full underwriting, limited underwriting, jet issue, "short form app")
Variable Life (with or without Secondary Guarantee)
Universal Life (with or without Secondary Guarantee)
Variable Universal Life (with or without Secondary Guarantee)

FIVE-YEAR HISTORICAL DATA

	1 2017	2 2016	3 2015	4 2014	5 2013
BALANCE SHEET (Pages 2 and 3)					
1. TOTAL Admitted Assets (Page 2, Line 28)	50,983,198	36,849,953	61,014,681	58,072,037	47,931,283
2. TOTAL Liabilities (Page 3, Line 24)	41,743,116	24,736,950	29,631,146	34,887,986	20,160,682
3. Statutory minimum capital and surplus requirement	18,927,027	16,931,889	12,105,237	6,066,678	59,529
4. TOTAL Capital and Surplus (Page 3, Line 33)	9,240,083	12,113,004	31,383,537	23,184,052	27,770,601
INCOME STATEMENT (Page 4)					
5. TOTAL Revenues (Line 8)	162,206,517	152,978,843	96,217,856	29,865,642	
6. TOTAL Medical and Hospital Expenses (Line 18)	125,219,199	130,957,455	87,797,140	22,294,925	
7. Claims adjustment expenses (Line 20)	12,957,089	8,598,084	7,508,057	2,648,493	
8. TOTAL Administrative Expenses (Line 21)	28,704,839	32,149,981	27,055,589	14,576,009	6,596,383
9. Net underwriting gain (loss) (Line 24)	(4,674,610)	(18,726,677)	(23,480,343)	(4,406,170)	(14,506,585)
10. Net investment gain (loss) (Line 27)	269,055	844,972	480,806	114,896	19,347
11. TOTAL Other Income (Lines 28 plus 29)					
12. Net income or (loss) (Line 32)	(4,405,555)	(17,881,705)	(22,999,537)	(4,291,274)	(14,487,238)
Cash Flow (Page 6)					
13. Net cash from operations (Line 11)	3,168,865	(30,047,854)	(9,378,294)	(5,131,400)	(6,283,631)
RISK-BASED CAPITAL ANALYSIS					
14. TOTAL Adjusted Capital	9,240,083	12,113,004	31,383,537	23,184,052	27,770,601
15. Authorized control level risk-based capital	6,309,009	5,643,963	4,035,079	2,022,226	19,843
ENROLLMENT (Exhibit 1)					
16. TOTAL Members at End of Period (Column 5, Line 7)	38,626	42,924	34,410	14,297	
17. TOTAL Members Months (Column 6, Line 7)	477,754	518,933	367,037	99,732	
OPERATING PERCENTAGE (Page 4)					
(Item divided by Page 4, sum of Lines 2, 3 and 5) x 100.0					
18. Premiums earned plus risk revenue (Line 2 plus Lines 3 and 5)	100.0	100.0	100.0	100.0	100.0
19. TOTAL Hospital and Medical plus other non-health (Lines 18 plus Line 19)	86.2	85.6	91.2	74.7	
20. Cost containment expenses	4.6	1.7	1.8	1.9	
21. Other claims adjustment expenses	4.3	3.9	6.0	7.0	
22. TOTAL Underwriting Deductions (Line 23)	114.9	112.2	124.4	114.8	
23. TOTAL Underwriting Gain (Loss) (Line 24)	(3.2)	(12.2)	(24.4)	(14.8)	
UNPAID CLAIMS ANALYSIS					
(U&I Exhibit, Part 2B)					
24. TOTAL Claims Incurred for Prior Years (Line 13, Column 5)	20,204,568	12,488,086	4,598,650		
25. Estimated liability of unpaid claims-[prior year (Line 13, Column 6)]	14,454,395	16,446,674	6,524,343		
INVESTMENTS IN PARENT, SUBSIDIARIES AND AFFILIATES					
26. Affiliated bonds (Sch. D Summary, Line 12, Column 1)					
27. Affiliated preferred stocks (Sch. D Summary, Line 18, Column 1)					
28. Affiliated common stocks (Sch. D Summary, Line 24, Column 1)					
29. Affiliated short-term investments (subtotal included in Sch. DA Verification, Col. 5, Line 10)					
30. Affiliated mortgage loans on real estate					
31. All other affiliated					
32. TOTAL of Above Lines 26 to 31					
33. TOTAL Investment in Parent Included in Lines 26 to 31 above					

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3 - Accounting Changes and Correction of Errors? Yes[] No[] N/A[X]

If no, please explain:



EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION (a)

REPORT FOR: 1. CORPORATION: 2. LOCATION:

BUSINESS IN THE STATE OF **NEW MEXICO** DURING THE YEAR

NAIC Group Code

NAIC Company Code 15011

	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefits Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
TOTAL Members at end of:										
1. Prior Year	42,924	22,961	19,963							
2. First Quarter	40,666	18,890	21,776							
3. Second Quarter	40,118	17,987	22,131							
4. Third Quarter	39,391	17,288	22,103							
5. Current Year	38,626	16,026	22,600							
6. Current Year Member Months	477,754	213,830	263,924							
TOTAL Member Ambulatory Encounters for Year:										
7. Physician	299,302	148,057	151,245							
8. Non-Physician	57,003	28,146	28,857							
9. TOTAL	356,305	176,203	180,102							
10. Hospital Patient Days Incurred	7,502	3,592	3,910							
11. Number of Inpatient Admissions	1,725	766	959							
12. Health Premiums Written (b)	160,083,898	77,612,183	82,471,715							
13. Life Premiums Direct										
14. Property/Casualty Premiums Written										
15. Health Premiums Earned	160,125,738	77,635,706	82,490,032							
16. Property/Casualty Premiums Earned										
17. Amount Paid for Provision of Health Care Services	138,500,413	69,285,300	69,215,113							
18. Amount Incurred for Provision of Health Care Services	144,354,912	70,901,062	73,453,850							

(a) For health business: number of persons insured under PPO managed care products0 and number of persons insured under indemnity only products0.

(b) For health premiums written: amount of Medicare Title XVIII exempt from state taxes or fees \$.....0



EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION (a)

REPORT FOR: 1. CORPORATION: 2. LOCATION:

NAIC Group Code

BUSINESS IN THE STATE OF **GRAND TOTAL** DURING THE YEAR

NAIC Company Code 15011

	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefits Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
TOTAL Members at end of:										
1. Prior Year	42,924	22,961	19,963							
2. First Quarter	40,666	18,890	21,776							
3. Second Quarter	40,118	17,987	22,131							
4. Third Quarter	39,391	17,288	22,103							
5. Current Year	38,626	16,026	22,600							
6. Current Year Member Months	477,754	213,830	263,924							
TOTAL Member Ambulatory Encounters for Year:										
7. Physician	299,302	148,057	151,245							
8. Non-Physician	57,003	28,146	28,857							
9. TOTAL	356,305	176,203	180,102							
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11. Number of Inpatient Admissions	1,725	766	959							
12. Health Premiums Written (b)	160,083,898	77,612,183	82,471,715							
13. Life Premiums Direct										
14. Property/Casualty Premiums Written										
15. Health Premiums Earned	160,125,738	77,635,706	82,490,032							
16. Property/Casualty Premiums Earned										
17. Amount Paid for Provision of Health Care Services	138,500,413	69,285,300	69,215,113							
18. Amount Incurred for Provision of Health Care Services	144,354,912	70,901,062	73,453,850							

(a) For health business: number of persons insured under PPO managed care products0 and number of persons insured under indemnity only products0.
 (b) For health premiums written: amount of Medicare Title XVIII exempt from state taxes or fees \$.....0

30 Grand Total

SCHEDULE S - PART 1 - SECTION 2

Reinsurance Assumed Accident and Health Insurance Listed by Reinsured Company as of December 31, Current Year

1	2	3	4	5	6	7	8	9	10	11	12
NAIC Company Code	ID Number	Effective Date	Name of Reinsured	Domiciliary Jurisdiction	Type of Reinsurance Assumed	Premiums	Unearned Premiums	Reserve Liability Other Than for Unearned Premiums	Reinsurance Payable on Paid and Unpaid Losses	Modified Coinsurance Reserve	Funds Withheld Under Coinsurance
NONE											
9999999 Total (Sum of 0799999 and 1099999)											

SCHEDULE S - PART 2

Reinsurance Recoverable on Paid and Unpaid Losses Listed by Reinsuring Company as of December 31, Current Year

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Company	5 Domiciliary Jurisdiction	6 Paid Losses	7 Unpaid Losses
0699999 Subtotal - Life and Annuity - Affiliates - Non-U.S. - Total						
0799999 Total - Life and Annuity - Affiliates						
1199999 Total - Life and Annuity						
1499999 Subtotal - Accident and Health - Affiliates - U.S. - Total						
1799999 Subtotal - Accident and Health - Affiliates - Non-U.S. - Total						
1899999 Total - Accident and Health - Affiliates						
Accident and Health - Non-Affiliates - U.S. Non-Affiliates						
11835	04-1590940	01/01/2017	PARTNERRE AMER INS CO	DE	5,859,643	
80659	38-0397420	01/01/2017	US BUSINESS OF CANADA LIFE ASSUR CO	MI	8,990,556	3,093,532
00000	AA-9990032	01/01/2016	US Dept of Hlth & Human Serv	DC	553,305	
1999999 Subtotal - Accident and Health - Non-Affiliates - U.S. Non-Affiliates					15,403,504	3,093,532
2199999 Total - Accident and Health - Non-Affiliates					15,403,504	3,093,532
2299999 Total - Accident and Health					15,403,504	3,093,532
2399999 Total U.S. (Sum of 0399999, 0899999, 1499999 and 1999999)					15,403,504	3,093,532
2499999 Total Non-U.S. (Sum of 0699999, 0999999, 1799999 and 2099999)						
9999999 Total (Sum of 1199999 and 2299999)					15,403,504	3,093,532

SCHEDULE S - PART 3 - SECTION 2

Reinsurance Ceded Accident and Health Insurance Listed by Reinsuring Company as of December 31, Current Year

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Company	5 Domiciliary Jurisdiction	6 Type of Reinsurance Ceded	7 Type of Business Ceded	8 Premiums	9 Unearned Premiums (Estimated)	10 Reserve Credit Taken Other than for Unearned Premiums	Outstanding Surplus Relief		13 Modified Coinsurance Reserve	14 Funds Withheld Under Coinsurance	
										11 Current Year	12 Prior Year			
0699999 Subtotal - General Account - Authorized - Affiliates - Non-U.S. - Total														
0799999 Total - General Account - Authorized - Affiliates														
General Account - Authorized - Non-Affiliates - U.S. Non-Affiliates														
11835	04-1590940	01/01/2017	PARTNERRE AMER INS CO	DE	SSL/A/I	CMM	1,879,791							
11835	04-1590940	01/01/2017	PARTNERRE AMER INS CO	DE	SSL/A/G	CMM	2,028,530							
80659	38-0397420	01/01/2017	US BUSINESS OF CANADA LIFE ASSUR CO	MI	QA/A/G	CMM	11,005,681							
0899999 Subtotal - General Account - Authorized - Non-Affiliates - U.S. Non-Affiliates							14,914,002							
1099999 Total - General Account - Authorized - Non-Affiliates							14,914,002							
1199999 Total - General Account Authorized							14,914,002							
1499999 Subtotal - General Account - Unauthorized - Affiliates - U.S. - Total														
1799999 Subtotal - General Account - Unauthorized - Affiliates - Non-U.S. - Total														
1899999 Total - General Account - Unauthorized - Affiliates														
2299999 Total - General Account - Unauthorized														
2599999 Subtotal - General Account - Certified - Affiliates - U.S. - Total														
2899999 Subtotal - General Account - Certified - Affiliates - Non-U.S. - Total														
2999999 Total - General Account - Certified - Affiliates														
3399999 Total - General Account - Certified														
3499999 Total - General Account - Authorized, Unauthorized and Certified							14,914,002							
3799999 Subtotal - Separate Accounts - Authorized - Affiliates - U.S. - Total														
4099999 Subtotal - Separate Accounts - Authorized - Affiliates - Non-U.S. - Total														
4199999 Total - Separate Accounts - Authorized - Affiliates														
4599999 Total - Separate Accounts - Authorized														
4899999 Subtotal - Separate Accounts - Unauthorized - Affiliates - U.S. - Total														
5199999 Subtotal - Separate Accounts - Unauthorized - Affiliates - Non-U.S. - Total														
5299999 Total - Separate Accounts - Unauthorized - Affiliates														
5599999 Total - Separate Accounts - Unauthorized - Non-Affiliates														
5699999 Total - Separate Accounts - Unauthorized														
5999999 Subtotal - Separate Accounts - Certified - Affiliates - U.S. - Total														
6299999 Subtotal - Separate Accounts - Certified - Affiliates - Non-U.S. - Total														
6399999 Total - Separate Accounts - Certified - Affiliates														
6699999 Total - Separate Accounts - Certified - Non-Affiliates														
6799999 Total - Separate Accounts - Certified														
6899999 Total - Separate Accounts - Authorized, Unauthorized and Certified														
6999999 Total U.S. (Sum of 0399999, 0899999, 1499999, 1999999, 2599999, 3099999, 3799999, 4299999, 4899999, 5399999, 5999999 and 6499999)							14,914,002							
7099999 Total Non-U.S. (Sum of 0699999, 0999999, 1799999, 2099999, 2899999, 3199999, 4099999, 4399999, 5199999, 5499999, 6299999 and 6599999)														
9999999 Total (Sum of 3499999 and 6899999)							14,914,002							

34 Schedule S - Part 4 NONE

35 Schedule S - Part 5 NONE

SCHEDULE S - PART 6
Five-Year Exhibit of Reinsurance Ceded Business
(\$000 Omitted)

	1 2017	2 2016	3 2015	4 2014	5 2013
A. OPERATIONS ITEMS					
1. Premiums	14,914	3,225	3,332	1,111	
2. Title XVIII-Medicare					
3. Title XIX - Medicaid					
4. Commissions and reinsurance expense allowance					
5. TOTAL Hospital and Medical Expenses	19,136	5,433	8,569		
B. BALANCE SHEET ITEMS					
6. Premiums receivable					
7. Claims payable	3,093	1,446	969		
8. Reinsurance recoverable on paid losses	15,404	3,820	5,948	1,785	
9. Experience rating refunds due or unpaid					
10. Commissions and reinsurance expense allowances due					
11. Unauthorized reinsurance offset					
12. Offset for reinsurance with Certified Reinsurers					
C. UNAUTHORIZED REINSURANCE					
(DEPOSITS BY AND FUNDS WITHHELD FROM)					
13. Funds deposited by and withheld from (F)					
14. Letters of credit (L)					
15. Trust agreements (T)					
16. Other (O)					
D. REINSURANCE WITH CERTIFIED REINSURERS					
(DEPOSITS BY AND FUNDS WITHHELD FROM)					
17. Multiple Beneficiary Trust					
18. Funds deposited by and withheld from (F)					
19. Letters of credit (L)					
20. Trust agreements (T)					
21. Other (O)					

SCHEDULE S - PART 7

Restatement of Balance Sheet to Identify Net Credit For Ceded Reinsurance

	1 As Reported (net of ceded)	2 Restatement Adjustments	3 Restated (gross of ceded)
ASSETS (Page 2, Col. 3)			
1. Cash and invested assets (Line 12)	17,688,588		17,688,588
2. Accident and health premiums due and unpaid (Line 15)	2,528,424		2,528,424
3. Amounts recoverable from reinsurers (Line 16.1)	15,403,503	(15,403,503)	
4. Net credit for ceded reinsurance	X X X	5,127,786	5,127,786
5. All other admitted assets (Balance)	15,362,683		15,362,683
6. TOTAL Assets (Line 28)	50,983,198	(10,275,717)	40,707,481
LIABILITIES, CAPITAL AND SURPLUS (Page 3)			
7. Claims unpaid (Line 1)	20,046,214	3,093,532	23,139,746
8. Accrued medical incentive pool and bonus payments (Line 2)	227,000		227,000
9. Premiums received in advance (Line 8)	1,037,084		1,037,084
10. Funds held under reinsurance treaties with authorized and unauthorized reinsurers (Line 19, first inset amount plus second inset amount)			
11. Reinsurance in unauthorized companies (Line 20 minus inset amount)			
12. Reinsurance with Certified Reinsurers (Line 20 inset amount)			
13. Funds held under reinsurance treaties with Certified Reinsurers (Line 19 third inset amount)			
14. All other liabilities (Balance)	20,432,818	(13,369,250)	7,063,568
15. TOTAL Liabilities (Line 24)	41,743,116	(10,275,718)	31,467,398
16. TOTAL Capital and Surplus (Line 33)	9,240,083	X X X	9,240,083
17. TOTAL Liabilities, Capital and Surplus (Line 34)	50,983,199	(10,275,718)	40,707,481
NET CREDIT FOR CEDED REINSURANCE			
18. Claims unpaid	3,093,532		
19. Accrued medical incentive pool			
20. Premiums received in advance			
21. Reinsurance recoverable on paid losses	15,403,504		
22. Other ceded reinsurance recoverables			
23. TOTAL Ceded Reinsurance Recoverables	18,497,036		
24. Premiums receivable			
25. Funds held under reinsurance treaties with authorized and unauthorized reinsurers			
26. Unauthorized reinsurance			
27. Reinsurance with Certified Reinsurers			
28. Funds held under reinsurance treaties with Certified Reinsurers			
29. Other ceded reinsurance payables/offsets	13,369,250		
30. TOTAL Ceded Reinsurance Payables/Offsets	13,369,250		
31. TOTAL Net Credit for Ceded Reinsurance	5,127,786		

SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS ALLOCATED BY STATES AND TERRITORIES

State, Etc.	1 Active Status	Direct Business Only							
		2 Accident & Health Premiums	3 Medicare Title XVIII	4 Medicaid Title XIX	5 Federal Employees Health Benefits Plan Premiums	6 Life & Annuity Premiums & Other Considerations	7 Property/Casualty Premiums	8 Total Columns 2 Through 7	9 Deposit - Type Contracts
1. Alabama (AL)	N								
2. Alaska (AK)	N								
3. Arizona (AZ)	N								
4. Arkansas (AR)	N								
5. California (CA)	N								
6. Colorado (CO)	N								
7. Connecticut (CT)	N								
8. Delaware (DE)	N								
9. District of Columbia (DC)	N								
10. Florida (FL)	N								
11. Georgia (GA)	N								
12. Hawaii (HI)	N								
13. Idaho (ID)	N								
14. Illinois (IL)	N								
15. Indiana (IN)	N								
16. Iowa (IA)	N								
17. Kansas (KS)	N								
18. Kentucky (KY)	N								
19. Louisiana (LA)	N								
20. Maine (ME)	N								
21. Maryland (MD)	N								
22. Massachusetts (MA)	N								
23. Michigan (MI)	N								
24. Minnesota (MN)	N								
25. Mississippi (MS)	N								
26. Missouri (MO)	N								
27. Montana (MT)	N								
28. Nebraska (NE)	N								
29. Nevada (NV)	N								
30. New Hampshire (NH)	N								
31. New Jersey (NJ)	N								
32. New Mexico (NM)	L	160,083,898						160,083,898	
33. New York (NY)	N								
34. North Carolina (NC)	L								
35. North Dakota (ND)	N								
36. Ohio (OH)	N								
37. Oklahoma (OK)	N								
38. Oregon (OR)	N								
39. Pennsylvania (PA)	N								
40. Rhode Island (RI)	N								
41. South Carolina (SC)	N								
42. South Dakota (SD)	N								
43. Tennessee (TN)	N								
44. Texas (TX)	N								
45. Utah (UT)	N								
46. Vermont (VT)	N								
47. Virginia (VA)	N								
48. Washington (WA)	N								
49. West Virginia (WV)	N								
50. Wisconsin (WI)	N								
51. Wyoming (WY)	N								
52. American Samoa (AS)	N								
53. Guam (GU)	N								
54. Puerto Rico (PR)	N								
55. U.S. Virgin Islands (VI)	N								
56. Northern Mariana Islands (MP)	N								
57. Canada (CAN)	N								
58. Aggregate other alien (OT)	X X X								
59. Subtotal	X X X	160,083,898						160,083,898	
60. Reporting entity contributions for Employee Benefit Plans	X X X								
61. TOTAL (Direct Business)	(a) - 2	160,083,898						160,083,898	
DETAILS OF WRITE-INS									
58001	X X X								
58002	X X X								
58003	X X X								
58998. Summary of remaining write-ins for Line 58 from overflow page	X X X								
58999. TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	X X X								

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

(a) Insert the number of L responses except for Canada and Other Alien.
Explanation of basis of allocation by state, premiums by state, etc.: Situs of Contract

39 Schedule T - Part 2 - Interstate Compact - Exhibit of Premiums Written NONE

40 Schedule Y - Part 1 NONE

41 Schedule Y - Part 1A NONE

42 Schedule Y - Part 2 NONE

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

Response

The following supplemental reports are required to be filed as part of your statement filing unless specifically waived by the domiciliary state. However, in the event that your domiciliary state waives the filing requirement, your response of WAIVED to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

MARCH FILING

- | | |
|---|-----|
| 1. Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1? | Yes |
| 2. Will an actuarial opinion be filed by March 1? | Yes |
| 3. Will the confidential Risk-based Capital Report be filed with the NAIC by March 1? | Yes |
| 4. Will the confidential Risk-based Capital Report be filed with the state of domicile, if required by March 1? | Yes |

APRIL FILING

- | | |
|--|-----|
| 5. Will Management's Discussion and Analysis be filed by April 1? | Yes |
| 6. Will the Supplemental Investment Risks Interrogatories be filed by April 1? | Yes |
| 7. Will the Accident and Health Policy Experience Exhibit be filed by April 1? | Yes |

JUNE FILING

- | | |
|--|-----|
| 8. Will an audited financial report be filed by June 1? | Yes |
| 9. Will Accountants Letter of Qualifications be filed with the state of domicile and electronically with the NAIC by June 1? | Yes |

AUGUST FILING

- | | |
|---|-----|
| 10. Will the regulator-only (non-public) Communication of Internal Control Related Matters Noted in Audit be filed with the state of domicile and electronically with the NAIC (as a regulator-only non-public document) by August 1? | Yes |
|---|-----|

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but it is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

MARCH FILING

- | | |
|--|----|
| 11. Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domicile and the NAIC by March 1? | No |
| 12. Will the Supplemental Life data due March 1 be filed with the state of domicile and the NAIC? | No |
| 13. Will Schedule SIS (Stockholder Information Supplement) be filed with the state of domicile by March 1? | No |
| 14. Will the actuarial opinion on participating and non-participating policies as required in Interrogatories 1 and 2 on Exhibit 5 to Life Supplement be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 15. Will the actuarial opinion on non-guaranteed elements as required in Interrogatory 3 to Exhibit 5 to Life Supplement be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 16. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC by March 1? | No |
| 17. Will an approval from the reporting entity's state of domicile for relief related to the five-year rotation requirement for lead audit partner be filed electronically with the NAIC by March 1? | No |
| 18. Will an approval from the reporting entity's state of domicile for relief related to the one-year cooling off period for independent CPA be filed electronically with the NAIC by March 1? | No |
| 19. Will an approval from the reporting entity's state of domicile for relief related to the Requirements for Audit Committees be filed electronically with the NAIC by March 1? | No |

APRIL FILING

- | | |
|--|-----|
| 20. Will the Long-Term Care Experience Reporting Forms be filed with the state of domicile and the NAIC by April 1? | No |
| 21. Will the Supplemental Life data due April 1 be filed with the state of domicile and the NAIC? | No |
| 22. Will the Supplemental Health Care Exhibit (Parts 1, 2 and 3) be filed with the state of domicile and the NAIC by April 1? | Yes |
| 23. Will the regulator only (non-public) Supplemental Health Care Exhibit's Allocation Report be filed with the state of domicile and the NAIC by April 1? | Yes |

AUGUST FILING

- | | |
|--|----|
| 24. Will Management's Report of Internal Control Over Financial Reporting be filed with the state of domicile by August 1? | No |
|--|----|

Explanation:

Bar Code:

Medicare Supplement Insurance Experience Exhibit



Health Life Supplement



Schedule SIS



Actuarial Opinion on Participating and Non-Participating Policies



Statement of Non-Guaranteed Elements for Exhibit 5



Medicare Part D Coverage Supplement



Approval for Relief related to five-year rotation for lead Audit Partner



Approval for Relief related to one-year cooling off period for inde. CPA



Approval for Relief related to Require. for Audit Committees



LTC Supplemental Interrogatories



SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES (continued)

Health Life Supplement - LHA Guaranty Association Reconciliation



15011201721100000

2017

Document Code: 211

Management's Report of Internal Control over Financial Reporting



15011201722300000

2017

Document Code: 223

OVERFLOW PAGE FOR WRITE-INS

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1-2)	4 Net Admitted Assets
1197. Summary of remaining write-ins for Line 11 (Lines 1104 through 1196)				
2504. Gain on Sale of Assets	10,000,000		10,000,000	
2597. Summary of remaining write-ins for Line 25 (Lines 2504 through 2596)	10,000,000		10,000,000	

EXHIBIT OF NONADMITTED ASSETS

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1197. Summary of remaining write-ins for Line 11 (Lines 1104 through 1196)			
2504.			
2597. Summary of remaining write-ins for Line 25 (Lines 2504 through 2596)			

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement			
	1 Amount	2 Percentage	3 Amount	4 Securities Lending Reinvested Collateral Amount	5 Total (Col. 3 + 4) Amount	6 Percentage
1. Bonds:						
1.1 U.S. treasury securities	1,390,271	7.860	1,390,271		1,390,271	7.860
1.2 U.S. government agency obligations (excluding mortgage-backed securities):						
1.21 Issued by U.S. government agencies						
1.22 Issued by U.S. government sponsored agencies						
1.3 Non-U.S. government (including Canada, excluding mortgage-backed securities)						
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:						
1.41 States, territories and possessions general obligations						
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations	400,015	2.261	400,015		400,015	2.261
1.43 Revenue and assessment obligations	1,529,567	8.647	1,529,567		1,529,567	8.647
1.44 Industrial development and similar obligations						
1.5 Mortgage-backed securities (includes residential and commercial MBS):						
1.51 Pass-through securities:						
1.511 Issued or Guaranteed by GNMA						
1.512 Issued or Guaranteed by FNMA and FHLMC						
1.513 All other						
1.52 CMOs and REMICs:						
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA	2,635,106	14.897	2,635,106		2,635,106	14.897
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521						
1.523 All other	730,604	4.130	730,604		730,604	4.130
2. Other debt and other fixed income securities (excluding short term):						
2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities)	3,099,853	17.525	3,099,853		3,099,853	17.525
2.2 Unaffiliated Non-U.S. securities (including Canada)	424,964	2.402	424,964		424,964	2.402
2.3 Affiliated securities						
3. Equity interests:						
3.1 Investments in mutual funds						
3.2 Preferred stocks:						
3.21 Affiliated						
3.22 Unaffiliated						
3.3 Publicly traded equity securities (excluding preferred stocks):						
3.31 Affiliated						
3.32 Unaffiliated						
3.4 Other equity securities:						
3.41 Affiliated						
3.42 Unaffiliated						
3.5 Other equity interests including tangible personal property under lease:						
3.51 Affiliated						
3.52 Unaffiliated						
4. Mortgage loans:						
4.1 Construction and land development						
4.2 Agricultural						
4.3 Single family residential properties						
4.4 Multifamily residential properties						
4.5 Commercial loans						
4.6 Mezzanine real estate loans						
5. Real estate investments:						
5.1 Property occupied by company						
5.2 Property held for production of income (including \$.....0 of property acquired in satisfaction of debt)						
5.3 Property held for sale (including \$.....0 property acquired in satisfaction of debt)						
6. Contract loans						
7. Derivatives						
8. Receivables for securities						
9. Securities Lending (Line 10, Asset Page reinvested collateral)				X X X	X X X	X X X
10. Cash, cash equivalents and short-term investments	7,478,209	42.277	7,478,209		7,478,209	42.277
11. Other invested assets						
12. TOTAL Invested assets	17,688,588	100.000	17,688,588		17,688,588	100.000

SCHEDULE A - VERIFICATION BETWEEN YEARS

Real Estate

1. Book/adjusted carrying value, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition (Part 2, Column 6)		
2.2 Additional investment made after acquisition (Part 2, Column 9)		
3. Current year change in encumbrances:		
3.1 TOTALS, Part 1, Column 13		
3.2 TOTALS, Part 3, Column 11		
4. TOTAL gain (loss) on disposals, Part 3, Column 18		
5. Deduct amounts received on disposals, Part 3, Column 15		
6. TOTAL foreign exchange change in book/adjusted	NONE	
6.1 TOTALS, Part 1, Column 15		
6.2 TOTALS, Part 3, Column 13		
7. Deduct current year's other-than-temporary impairment recognized:		
7.1 TOTALS, Part 1, Column 12		
7.2 TOTALS, Part 3, Column 10		
8. Deduct current year's depreciation:		
8.1 TOTALS, Part 1, Column 11		
8.2 TOTALS, Part 3, Column 9		
9. Book/adjusted carrying value at the end of current period (Lines 1 + 2 + 3 + 4 - 5 + 6 - 7 - 8)		
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Lines 9 minus 10)		

SCHEDULE B - VERIFICATION BETWEEN YEARS

Mortgage Loans

1. Book value/recorded investment excluding accrued interest, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition (Part 2, Column 7)		
2.2 Additional investment made after acquisition (Part 2, Column 8)		
3. Capitalized deferred interest and other:		
3.1 TOTALS, Part 1, Column 12		
3.2 TOTALS, Part 3, Column 11		
4. Accrual of discount		
5. Unrealized valuation increase (decrease):		
5.1 TOTALS, Part 1, Column 9		
5.2 TOTALS, Part 3, Column 8		
6. TOTAL gain (loss) on disposals, Part 3, Column 18		
7. Deduct amounts received on disposals, Part 3, Column 15		
8. Deduct amortization of premium and mortgage interest	NONE	
9. TOTAL foreign exchange change in book value/recorded interest		
9.1 TOTALS, Part 1, Column 13		
9.2 TOTALS, Part 3, Column 13		
10. Deduct current year's other-than-temporary impairment recognized:		
10.1 TOTALS, Part 1, Column 11		
10.2 TOTALS, Part 3, Column 10		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)		
12. TOTAL valuation allowance		
13. Subtotal (Lines 11 plus 12)		
14. Deduct total nonadmitted amounts		
15. Statement value of mortgages owned at end of current period (Line 13 minus Line 14)		

SCHEDULE BA - VERIFICATION BETWEEN YEARS

Other Long-Term Invested Assets

1. Book/adjusted carrying value, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition (Part 2, Column 8)		
2.2 Additional investment made after acquisition (Part 2, Column 9)		
3. Capitalized deferred interest and other:		
3.1 TOTALS, Part 1, Column 16		
3.2 TOTALS, Part 3, Column 12		
4. Accrual of discount		
5. Unrealized valuation increase (decrease):		
5.1 TOTALS, Part 1, Column 13		
5.2 TOTALS, Part 3, Column 9		
6. TOTAL gain (loss) on disposals, Part 3, Column 19	NONE	
7. Deduct amounts received on disposals, Part 3, Column 18		
8. Deduct amortization of premium and depreciation		
9. TOTAL foreign exchange change in book/adjusted carrying value:		
9.1 TOTALS, Part 1, Column 17		
9.2 TOTALS, Part 3, Column 14		
10. Deduct current year's other-than-temporary impairment recognized:		
10.1 TOTALS, Part 1, Column 15		
10.2 TOTALS, Part 3, Column 11		
11. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)		
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)		

SCHEDULE D - VERIFICATION BETWEEN YEARS

Bonds and Stocks

1. Book/adjusted carrying value, December 31 of prior year		21,056,789
2. Cost of bonds and stocks acquired, Part 3, Column 7		3,343,608
3. Accrual of Discount		2,054
4. Unrealized valuation increase (decrease):		
4.1 Part 1, Column 12		
4.2 Part 2, Section 1, Column 15		
4.3 Part 2, Section 2, Column 13		
4.4 Part 4, Column 11		
5. TOTAL gain (loss) on disposals, Part 4, Column 19		(2,921)
6. Deduction consideration for bonds and stocks disposed of, Part 4, Column 7		14,130,845
7. Deduct amortization of premium		58,306
8. TOTAL foreign exchange change in book/adjusted carrying value:		
8.1 Part 1, Column 15		
8.2 Part 2, Section 1, Column 19		
8.3 Part 2, Section 2, Column 16		
8.4 Part 4, Column 15		
9. Deduct current year's other-than-temporary impairment recognized:		
9.1 Part 1, Column 14		
9.2 Part 2, Section 1, Column 17		
9.3 Part 2, Section 2, Column 14		
9.4 Part 4, Column 13		
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)		10,210,379
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)		10,210,379

SCHEDULE D - SUMMARY BY COUNTRY

Long-Term Bonds and Stocks OWNED December 31 of Current Year

Description		1 Book/Adjusted Carrying Value	2 Fair Value	3 Actual Cost	4 Par Value of Bonds
BONDS					
Governments (Including all obligations guaranteed by governments)	1. United States	1,574,824	1,560,904	1,575,980	1,569,056
	2. Canada				
	3. Other Countries				
	4. TOTALS	1,574,824	1,560,904	1,575,980	1,569,056
U.S. States, Territories and Possessions (Direct and guaranteed)	5. TOTALS				
U.S. Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	6. TOTALS	400,015	399,768	400,300	400,000
U.S. Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	7. TOTALS	4,164,673	4,095,713	4,181,751	4,082,582
Industrial and Miscellaneous, SVO Identified Funds and Hybrid Securities (unaffiliated)	8. United States	3,645,904	3,637,425	3,676,227	3,617,505
	9. Canada				
	10. Other Countries	424,964	425,088	424,074	425,000
	11. TOTALS	4,070,868	4,062,513	4,100,301	4,042,505
Parent, Subsidiaries and Affiliates	12. TOTALS				
	13. TOTAL Bonds	10,210,379	10,118,897	10,258,332	10,094,143
PREFERRED STOCKS					
Industrial and Miscellaneous (unaffiliated)	14. United States				
	15. Canada				
	16. Other Countries				
	17. TOTALS				
Parent, Subsidiaries and Affiliates	18. TOTALS				
	19. TOTAL Preferred Stocks				
COMMON STOCKS					
Industrial and Miscellaneous (unaffiliated)	20. United States				
	21. Canada				
	22. Other Countries				
	23. TOTALS				
Parent, Subsidiaries and Affiliates	24. TOTALS				
	25. TOTAL Common Stocks				
	26. TOTAL Stocks				
	27. TOTAL Bonds and Stocks	10,210,379	10,118,897	10,258,332	

SCHEDULE D - PART 1A - SECTION 1

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

	1	2	3	4	5	6	7	8	9	10	11	12
NAIC Designation	1 Year or Less	Over 1 Year Through 5 Years	Over 5 Years Through 10 Years	Over 10 Years Through 20 Years	Over 20 Years	No Maturity Date	Total Current Year	Column 7 as a % of Line 10.7	Total From Column 7 Prior Year	% From Column 8 Prior Year	Total Publicly Traded	Total Privately Placed (a)
1. U.S. Governments												
1.1 NAIC 1	43,583	1,531,240				X X X	1,574,824	15.42	4,510,637	19.27	1,574,824	
1.2 NAIC 2						X X X						
1.3 NAIC 3						X X X						
1.4 NAIC 4						X X X						
1.5 NAIC 5						X X X						
1.6 NAIC 6						X X X						
1.7 TOTALS	43,583	1,531,240				X X X	1,574,824	15.42	4,510,637	19.27	1,574,824	
2. All Other Governments												
2.1 NAIC 1						X X X						
2.2 NAIC 2						X X X						
2.3 NAIC 3						X X X						
2.4 NAIC 4						X X X						
2.5 NAIC 5						X X X						
2.6 NAIC 6						X X X						
2.7 TOTALS						X X X						
3. U.S. States, Territories and Possessions, etc., Guaranteed												
3.1 NAIC 1						X X X			150,000	0.64		
3.2 NAIC 2						X X X						
3.3 NAIC 3						X X X						
3.4 NAIC 4						X X X						
3.5 NAIC 5						X X X						
3.6 NAIC 6						X X X						
3.7 TOTALS						X X X			150,000	0.64		
4. U.S. Political Subdivisions of States, Territories & Possessions, Guaranteed												
4.1 NAIC 1	400,015					X X X	400,015	3.92	400,107	1.71	400,015	
4.2 NAIC 2						X X X						
4.3 NAIC 3						X X X						
4.4 NAIC 4						X X X						
4.5 NAIC 5						X X X						
4.6 NAIC 6						X X X						
4.7 TOTALS	400,015					X X X	400,015	3.92	400,107	1.71	400,015	
5. U.S. Special Revenue & Special Assessment Obligations etc., Non-Guaranteed												
5.1 NAIC 1	1,835,730	1,860,545	404,914	63,484		X X X	4,164,673	40.79	5,963,061	25.48	4,164,673	
5.2 NAIC 2						X X X						
5.3 NAIC 3						X X X						
5.4 NAIC 4						X X X						
5.5 NAIC 5						X X X						
5.6 NAIC 6						X X X						
5.7 TOTALS	1,835,730	1,860,545	404,914	63,484		X X X	4,164,673	40.79	5,963,061	25.48	4,164,673	

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SCHEDULE D - PART 1A - SECTION 1 (Continued)

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

	1	2	3	4	5	6	7	8	9	10	11	12
NAIC Designation	1 Year or Less	Over 1 Year Through 5 Years	Over 5 Years Through 10 Years	Over 10 Years Through 20 Years	Over 20 Years	No Maturity Date	Total Current Year	Column 7 as a % of Line 10.7	Total From Column 7 Prior Year	% From Column 8 Prior Year	Total Publicly Traded	Total Privately Placed (a)
6. Industrial and Miscellaneous (unaffiliated)												
6.1 NAIC 1	424,155	2,280,023				X X X	2,704,179	26.48	10,005,826	42.75	2,704,179	
6.2 NAIC 2	791,060	575,629				X X X	1,366,689	13.39	2,376,676	10.15	1,366,689	
6.3 NAIC 3						X X X						
6.4 NAIC 4						X X X						
6.5 NAIC 5						X X X						
6.6 NAIC 6						X X X						
6.7 TOTALS	1,215,215	2,855,652				X X X	4,070,868	39.87	12,382,501	52.90	4,070,868	
7. Hybrid Securities												
7.1 NAIC 1						X X X						
7.2 NAIC 2						X X X						
7.3 NAIC 3						X X X						
7.4 NAIC 4						X X X						
7.5 NAIC 5						X X X						
7.6 NAIC 6						X X X						
7.7 TOTALS						X X X						
8. Parent, Subsidiaries and Affiliates												
8.1 NAIC 1						X X X						
8.2 NAIC 2						X X X						
8.3 NAIC 3						X X X						
8.4 NAIC 4						X X X						
8.5 NAIC 5						X X X						
8.6 NAIC 6						X X X						
8.7 TOTALS						X X X						
9. SVO Identified Funds												
9.1 NAIC 1	X X X	X X X	X X X	X X X	X X X							
9.2 NAIC 2	X X X	X X X	X X X	X X X	X X X							
9.3 NAIC 3	X X X	X X X	X X X	X X X	X X X							
9.4 NAIC 4	X X X	X X X	X X X	X X X	X X X							
9.5 NAIC 5	X X X	X X X	X X X	X X X	X X X							
9.6 NAIC 6	X X X	X X X	X X X	X X X	X X X							
9.7 TOTALS	X X X	X X X	X X X	X X X	X X X							

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SCHEDULE D - PART 1A - SECTION 1 (Continued)

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values By Major Types of Issues and NAIC Designations

NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Column 7 as a % of Line 10.7	9 Total From Column 7 Prior Year	10 % From Column 8 Prior Year	11 Total Publicly Traded	12 Total Privately Placed (a)
10. Total Bonds Current Year												
10.1 NAIC 1	(d) 2,703,484	5,671,808	404,914	63,484			8,843,690	86.61	X X X	X X X	8,843,690	
10.2 NAIC 2	(d) 791,060	575,629					1,366,689	13.39	X X X	X X X	1,366,689	
10.3 NAIC 3	(d)								X X X	X X X		
10.4 NAIC 4	(d)								X X X	X X X		
10.5 NAIC 5	(d)						(c)		X X X	X X X		
10.6 NAIC 6	(d)						(c)		X X X	X X X		
10.7 TOTALS	3,494,544	6,247,437	404,914	63,484			(b) 10,210,379	100.00	X X X	X X X	10,210,379	
10.8 Line 10.7 as a % of Column 7	34.23	61.19	3.97	0.62			100.00	X X X	X X X	X X X	100.00	
11. Total Bonds Prior Year												
11.1 NAIC 1	7,971,871	12,156,578	744,543	156,639			X X X	X X X	21,029,630	89.85	21,029,630	
11.2 NAIC 2	499,919	1,876,757					X X X	X X X	2,376,676	10.15	2,376,676	
11.3 NAIC 3							X X X	X X X				
11.4 NAIC 4							X X X	X X X				
11.5 NAIC 5							X X X	X X X	(c)			
11.6 NAIC 6							X X X	X X X	(c)			
11.7 TOTALS	8,471,789	14,033,335	744,543	156,639			X X X	X X X	(b) 23,406,306	100.00	23,406,306	
11.8 Line 11.7 as a % of Col. 9	36.19	59.96	3.18	0.67			X X X	X X X	100.00	X X X	100.00	
12. Total Publicly Traded Bonds												
12.1 NAIC 1	2,703,484	5,671,808	404,914	63,484			8,843,690	86.61	21,029,630	89.85	8,843,690	X X X
12.2 NAIC 2	791,060	575,629					1,366,689	13.39	2,376,676	10.15	1,366,689	X X X
12.3 NAIC 3												X X X
12.4 NAIC 4												X X X
12.5 NAIC 5												X X X
12.6 NAIC 6												X X X
12.7 TOTALS	3,494,544	6,247,437	404,914	63,484			10,210,379	100.00	23,406,306	100.00	10,210,379	X X X
12.8 Line 12.7 as a % of Col. 7	34.23	61.19	3.97	0.62			100.00	X X X	X X X	X X X	100.00	X X X
12.9 Line 12.7 as a % of Line 10.7, Col. 7, Section 10	34.23	61.19	3.97	0.62			100.00	X X X	X X X	X X X	100.00	X X X
13. Total Privately Placed Bonds												
13.1 NAIC 1											X X X	
13.2 NAIC 2											X X X	
13.3 NAIC 3											X X X	
13.4 NAIC 4											X X X	
13.5 NAIC 5											X X X	
13.6 NAIC 6											X X X	
13.7 TOTALS											X X X	
13.8 Line 13.7 as a % of Col. 7								X X X	X X X	X X X	X X X	
13.9 Line 13.7 as a % of Line 10.7, Col. 7, Section 10								X X X	X X X	X X X	X X X	

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(a) Includes \$.....0 freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.
 (b) Includes \$.....0 current year, \$.....0 prior year of bonds with Z designations and \$.....0 current year, \$.....0 prior year of bonds with Z* designations. The letter "Z" means the NAIC designation was not assigned by the Securities Valuation Office (SVO) at the date of the statement. "Z*" means the SVO could not evaluate the obligation because valuation procedures for the security class is under regulatory review.
 (c) Includes \$.....0 current year, \$.....0 prior year of bonds with 5* designations and \$.....0 current year, \$.....0 prior year of bonds with 6* designations. "5*" means the NAIC designation was assigned by the SVO in reliance on the insurer's certification that the issuer is current in all principal and interest payments. "6*" means the NAIC designation was assigned by the SVO due to inadequate certification of principal and interest payments.
 (d) Includes the following amount of short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$.....0; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0.

SCHEDULE D - PART 1A - SECTION 2

Maturity Distribution of All Bonds Owned December 31, At Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type		1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Column 7 as a % of Line 10.6	9 Total From Column 7 Prior Year	10 % From Column 8 Prior Year	11 Total Publicly Traded	12 Total Privately Placed
1.	U.S. Governments												
1.1	Issuer Obligations		1,390,271				X X X	1,390,271	13.62	4,251,924	18.17	1,390,271	
1.2	Residential Mortgage-Backed Securities	43,583	140,969				X X X	184,552	1.81	258,712	1.11	184,552	
1.3	Commercial Mortgage-Backed Securities						X X X						
1.4	Other Loan-Backed and Structured Securities						X X X						
1.5	TOTALS	43,583	1,531,240				X X X	1,574,824	15.42	4,510,637	19.27	1,574,824	
2.	All Other Governments												
2.1	Issuer Obligations						X X X						
2.2	Residential Mortgage-Backed Securities						X X X						
2.3	Commercial Mortgage-Backed Securities						X X X						
2.4	Other Loan-Backed and Structured Securities						X X X						
2.5	TOTALS						X X X						
3.	U.S. States, Territories and Possessions, Guaranteed												
3.1	Issuer Obligations						X X X			150,000	0.64		
3.2	Residential Mortgage-Backed Securities						X X X						
3.3	Commercial Mortgage-Backed Securities						X X X						
3.4	Other Loan-Backed and Structured Securities						X X X						
3.5	TOTALS						X X X			150,000	0.64		
4.	U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed												
4.1	Issuer Obligations	400,015					X X X	400,015	3.92	400,107	1.71	400,015	
4.2	Residential Mortgage-Backed Securities						X X X						
4.3	Commercial Mortgage-Backed Securities						X X X						
4.4	Other Loan-Backed and Structured Securities						X X X						
4.5	TOTALS	400,015					X X X	400,015	3.92	400,107	1.71	400,015	
5.	U.S. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed												
5.1	Issuer Obligations	1,025,000	504,567				X X X	1,529,567	14.98	1,531,797	6.54	1,529,567	
5.2	Residential Mortgage-Backed Securities	769,507	1,355,977	404,914	63,484		X X X	2,593,882	25.40	3,674,330	15.70	2,593,882	
5.3	Commercial Mortgage-Backed Securities	41,223					X X X	41,223	0.40	756,934	3.23	41,223	
5.4	Other Loan-Backed and Structured Securities						X X X						
5.5	TOTALS	1,835,730	1,860,545	404,914	63,484		X X X	4,164,673	40.79	5,963,061	25.48	4,164,673	
6.	Industrial and Miscellaneous												
6.1	Issuer Obligations	991,031	2,078,410				X X X	3,069,441	30.06	6,901,206	29.48	3,069,441	
6.2	Residential Mortgage-Backed Securities						X X X						
6.3	Commercial Mortgage-Backed Securities		546,051				X X X	546,051	5.35	573,429	2.45	546,051	
6.4	Other Loan-Backed and Structured Securities	224,185	231,191				X X X	455,376	4.46	4,907,867	20.97	455,376	
6.5	TOTALS	1,215,215	2,855,652				X X X	4,070,868	39.87	12,382,501	52.90	4,070,868	
7.	Hybrid Securities												
7.1	Issuer Obligations						X X X						
7.2	Residential Mortgage-Backed Securities						X X X						
7.3	Commercial Mortgage-Backed Securities						X X X						
7.4	Other Loan-Backed and Structured Securities						X X X						
7.5	TOTALS						X X X						
8.	Parent, Subsidiaries and Affiliates												
8.1	Issuer Obligations						X X X						
8.2	Residential Mortgage-Backed Securities						X X X						
8.3	Commercial Mortgage-Backed Securities						X X X						
8.4	Other Loan-Backed and Structured Securities						X X X						
8.5	TOTALS						X X X						

SCHEDULE D - PART 1A - SECTION 2 (Continued)

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Column 7 as a % of Line 10.6	9 Total From Column 7 Prior Year	10 % From Column 8 Prior Year	11 Total Publicly Traded	12 Total Privately Placed
Distribution by Type												
9. SVO Identified Funds												
9.1 Exchange Traded Funds - as Identified by the SVO	X X X	X X X	X X X	X X X	X X X							
9.2 Bond Mutual Funds - as Identified by the SVO	X X X	X X X	X X X	X X X	X X X							
9.3 TOTALS	X X X	X X X	X X X	X X X	X X X							
10. Total Bonds Current Year												
10.1 Issuer Obligations	2,416,046	3,973,248				X X X	6,389,294	62.58	X X X	X X X	6,389,294	
10.2 Residential Mortgage-Backed Securities	813,090	1,496,947	404,914	63,484		X X X	2,778,435	27.21	X X X	X X X	2,778,435	
10.3 Commercial Mortgage-Backed Securities	41,223	546,051				X X X	587,274	5.75	X X X	X X X	587,274	
10.4 Other Loan-Backed and Structured Securities	224,185	231,191				X X X	455,376	4.46	X X X	X X X	455,376	
10.5 SVO-Designated Securities	X X X	X X X	X X X	X X X	X X X				X X X	X X X		
10.6 TOTALS	3,494,544	6,247,437	404,914	63,484			10,210,379	100.00	X X X	X X X	10,210,379	
10.7 Line 10.6 as a % of Col. 7	34.23	61.19	3.97	0.62			100.00	X X X	X X X	X X X	100.00	
11. Total Bonds Prior Year												
11.1 Issuer Obligations	5,039,121	8,195,914				X X X	X X X	X X X	13,235,034	56.54	13,235,034	
11.2 Residential Mortgage-Backed Securities	882,687	2,149,174	744,543	156,639		X X X	X X X	X X X	3,933,042	16.80	3,933,042	
11.3 Commercial Mortgage-Backed Securities	164,892	1,165,470				X X X	X X X	X X X	1,330,363	5.68	1,330,363	
11.4 Other Loan-Backed and Structured Securities	2,385,090	2,522,777				X X X	X X X	X X X	4,907,867	20.97	4,907,867	
11.5 SVO-Designated Securities	X X X	X X X	X X X	X X X	X X X		X X X	X X X				
11.6 TOTALS	8,471,789	14,033,335	744,543	156,639			X X X	X X X	23,406,306	100.00	23,406,306	
11.7 Line 11.6 as a % of Col. 9	36.19	59.96	3.18	0.67			X X X	X X X	100.00	X X X	100.00	
12. Total Publicly Traded Bonds												
12.1 Issuer Obligations	2,416,046	3,973,248				X X X	6,389,294	62.58	13,235,034	56.54	6,389,294	X X X
12.2 Residential Mortgage-Backed Securities	813,090	1,496,947	404,914	63,484		X X X	2,778,435	27.21	3,933,042	16.80	2,778,435	X X X
12.3 Commercial Mortgage-Backed Securities	41,223	546,051				X X X	587,274	5.75	1,330,363	5.68	587,274	X X X
12.4 Other Loan-Backed and Structured Securities	224,185	231,191				X X X	455,376	4.46	4,907,867	20.97	455,376	X X X
12.5 SVO-Designated Securities	X X X	X X X	X X X	X X X	X X X							X X X
12.6 TOTALS	3,494,544	6,247,437	404,914	63,484			10,210,379	100.00	23,406,306	100.00	10,210,379	X X X
12.7 Line 12.6 as a % of Col. 7	34.23	61.19	3.97	0.62			100.00	X X X	X X X	X X X	100.00	X X X
12.8 Line 12.6 as a % of Line 10.6, Col. 7, Section 10	34.23	61.19	3.97	0.62			100.00	X X X	X X X	X X X	100.00	X X X
13. Total Privately Placed Bonds												
13.1 Issuer Obligations						X X X					X X X	
13.2 Residential Mortgage-Backed Securities						X X X					X X X	
13.3 Commercial Mortgage-Backed Securities						X X X					X X X	
13.4 Other Loan-Backed and Structured Securities						X X X					X X X	
13.5 SVO-Designated Securities	X X X	X X X	X X X	X X X	X X X						X X X	
13.6 TOTALS											X X X	
13.7 Line 13.6 as a % of Col. 7								X X X	X X X	X X X	X X X	
13.8 Line 13.6 as a % of Line 10.6, Col. 7, Section 10								X X X	X X X	X X X	X X X	

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SCHEDULE DA - VERIFICATION BETWEEN YEARS

Short-Term Investments

	1	2	3	4	5
	Total	Bonds	Mortgage Loans	Other Short-term Investment Assets (a)	Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, December 31 of prior year	2,349,517	2,349,517			
2. Cost of short-term investments acquired					
3. Accrual of discount					
4. Unrealized valuation increase (decrease)					
5. TOTAL gain (loss) on disposals					
6. Deduct consideration received on disposals	2,349,517	2,349,517			
7. Deduct amortization of premium					
8. TOTAL foreign exchange change in book/adjusted carrying value					
9. Deduct current year's other-than-temporary impairment recognized					
10. Book adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)					
11. Deduct total nonadmitted amounts					
12. Statement value at end of current period (Line 10 minus Line 11)					

(a) Indicate the category of such assets, for example, joint ventures, transportation equipment:

SI11 Schedule DB Part A Verification NONE

SI11 Schedule DB Part B Verification NONE

SI12 Schedule DB Part C Sn 1 - Rep. (Syn Asset) Transactions NONE

SI13 Schedule DB Part C Sn 2 - Rep. (Syn Asset) Transactions NONE

SI14 Schedule DB Verification NONE

SCHEDULE E - PART 2 - VERIFICATION BETWEEN YEARS (Cash Equivalents)

	1	2	3	4
	Total	Bonds	Money Market Mutual Funds	Other (a)
1. Book/adjusted carrying value, December 31 of prior year				
2. Cost of cash equivalents acquired	16,655,966		16,655,966	
3. Accrual of discount				
4. Unrealized valuation increase (decrease)				
5. TOTAL gain (loss) on disposals				
6. Deduct consideration received on disposals	15,986,542		15,986,542	
7. Deduct amortization of premium				
8. TOTAL foreign exchange change in book/adjusted carrying value				
9. Deduct current year's other-than-temporary impairment recognized				
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	669,424		669,424	
11. Deduct total nonadmitted amounts				
12. Statement value at end of current period (Lines 10 minus 11)	669,424		669,424	

(a) Indicate the category of such investments, for example, joint ventures, transportation equipment:

E01 Schedule A - Part 1 Real Estate Owned NONE

E02 Schedule A - Part 2 Real Estate Acquired NONE

E03 Schedule A - Part 3 Real Estate Disposed NONE

E04 Schedule B Part 1 - Mortgage Loans Owned NONE

E05 Schedule B Part 2 - Mortgage Loans Acquired NONE

E06 Schedule B Part 3 - Mortgage Loans Disposed NONE

E07 Schedule BA Part 1 - Long-Term Invested Assets Owned NONE

E08 Schedule BA Part 2 - Long-Term Invested Assets Acquired NONE

E09 Schedule BA Part 3 - Long-Term Invested Assets Disposed NONE

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	F O R E I G N	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of Interest	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Stated Contractual Maturity Date
U.S. Governments - Issuer Obligations																					
912828N89	UNITED STATES TREASURY				1	198,016	98.0860	196,172	200,000	198,167		150			1.375	1.681	JJ	1,151		09/27/2017	01/31/2021
912828ST8	UNITED STATES TREASURY				1	124,976	99.1990	123,999	125,000	124,984		8			1.250	1.260	AO	268	781	04/27/2017	04/30/2019
912828WG1	UNITED STATES TREASURY	SD			1	417,032	100.6560	412,690	410,000	416,576	(457)				2.250	1.752	AO	1,580	4,613	10/05/2017	04/30/2021
912828X21	UNITED STATES TREASURY				1	300,540	99.0580	297,174	300,000	300,419	(121)				1.500	1.438	AO	964	2,250	04/27/2017	04/15/2020
912828XU9	UNITED STATES TREASURY				1	350,152	98.9800	346,430	350,000	350,126	(25)				1.500	1.485	JD	245	2,625	06/23/2017	06/15/2020
0199999 Subtotal - U.S. Governments - Issuer Obligations						1,390,716	X X X	1,376,464	1,385,000	1,390,271	(445)				X X X	X X X	X X X	4,208	10,269	X X X	X X X
U.S. Governments - Residential Mortgage-Backed Securities																					
62888YAA0	NGN 11R1 NTS - CMO/RMBS			4	1	185,264	100.2080	184,439	184,056	184,552	(246)				1.692	0.498	MON	225	2,831	06/30/2014	01/08/2020
0299999 Subtotal - U.S. Governments - Residential Mortgage-Backed Securities						185,264	X X X	184,439	184,056	184,552	(246)				X X X	X X X	X X X	225	2,831	X X X	X X X
0599999 Subtotal - U.S. Governments						1,575,980	X X X	1,560,904	1,569,056	1,574,824	(691)				X X X	X X X	X X X	4,433	13,100	X X X	X X X
U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations																					
442331YR9	HOUSTON TEX			1	1FE	400,300	99.9420	399,768	400,000	400,015	(92)				1.291	1.268	MS	1,721	5,164	10/22/2014	03/01/2018
1899999 Subtotal - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations						400,300	X X X	399,768	400,000	400,015	(92)				X X X	X X X	X X X	1,721	5,164	X X X	X X X
2499999 Subtotal - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)						400,300	X X X	399,768	400,000	400,015	(92)				X X X	X X X	X X X	1,721	5,164	X X X	X X X
U.S. Special Revenue, Special Assessment - Issuer Obligations																					
190760HA9	COBB-MARIETTA GA COLISEUM & EXHIBIT HALL				1FE	508,655	99.4960	497,480	500,000	504,567	(2,230)				2.050	1.584	JJ	5,125	10,250	02/23/2016	01/01/2020
59261EAD1	METROPOLITAN TRANSN AUTH N Y SPL OBLIG			1	1FE	250,000	99.8500	249,625	250,000	250,000					1.469	1.469	JJ	1,836	3,673	08/08/2014	07/01/2018
650035K72	NEW YORK ST URBAN DEV CORP REV			1	1FE	375,000	99.9620	374,858	375,000	375,000					1.440	1.440	MS	1,590	5,400	12/03/2014	03/15/2018
880558ES6	TENNESSEE ST SCH BD AUTH			1	1FE	400,000	99.9650	399,860	400,000	400,000					1.691	1.691	MN	1,127	6,764	08/07/2014	11/01/2018
2599999 Subtotal - U.S. Special Revenue, Special Assessment - Issuer Obligations						1,533,655	X X X	1,521,823	1,525,000	1,529,567	(2,230)				X X X	X X X	X X X	9,679	26,087	X X X	X X X
U.S. Special Revenue, Special Assessment - Residential Mortgage-Backed Securities																					
3136A5B47	FNR 1254D WG - CMO/RMBS			4	1	177,273	101.6490	175,373	172,528	177,343	433				3.500	2.693	MON	503	6,142	08/03/2015	01/25/2041
3136AJKX3	FNR 1413A CA - CMO/RMBS			4	1	413,974	100.5140	404,719	402,649	416,882	(2,308)				2.500	0.974	MON	839	10,235	05/12/2016	05/25/2030
3136AKNC3	FNR 1439A AB - CMO/RMBS			4	1	114,875	100.2130	111,496	111,259	113,596	(123)				3.000	1.415	MON	278	3,462	12/12/2014	09/25/2039
3136AQK82	FNR 1594C LD - CMO/RMBS			4	1	480,931	100.6400	459,934	457,009	475,363	(2,102)				3.000	2.044	MON	1,143	13,814	02/10/2016	08/25/2043
3137ANP58	FHR 4038B A - CMO/RMBS			4	1	179,399	102.9570	170,400	170,000	177,010	(620)				3.500	1.643	MON	497	6,112	12/17/2014	06/15/2030
3137B74A4	FHR 4295A AB - CMO/RMBS			4	1	236,128	98.5430	229,108	232,496	234,576	(841)				2.000	1.459	MON	387	4,745	03/19/2015	01/15/2024
3137BCGR3	FHR 4360C DA - CMO/RMBS			4	1	152,221	100.6700	147,038	146,059	150,506	(506)				3.000	1.762	MON	365	4,478	02/27/2015	05/15/2037
3137BGWZ8	FHR 4447B PA - CMO/RMBS			4	1	287,694	101.0650	278,154	275,223	285,194	(774)				3.000	2.172	MON	688	8,355	03/20/2015	12/15/2044
3137BPP29	FHR 4579G BA - CMO/RMBS			4	1	320,341	100.6220	312,329	310,398	321,090	(302)				3.000	2.040	MON	776	9,487	05/20/2016	01/15/2043
3139SRE5	FNR 10137H CJ - CMO/RMBS			4	1	243,615	100.3330	239,121	238,328	242,321	(1,090)				2.500	1.436	MON	497	6,139	05/23/2016	12/25/2025
2699999 Subtotal - U.S. Special Revenue, Special Assessment - Residential Mortgage-Backed Securities						2,606,451	X X X	2,532,711	2,516,349	2,593,882	(8,235)				X X X	X X X	X X X	5,973	72,969	X X X	X X X
U.S. Special Revenue, Special Assessment - Commercial Mortgage-Backed Securities																					
3136ANJY4	FN 15M07A AQ2 - CMBS			4	1	41,645	99.8700	41,179	41,233	41,223	(154)				1.550	1.119	MON	53	707	04/15/2015	04/25/2018
2799999 Subtotal - U.S. Special Revenue, Special Assessment - Commercial Mortgage-Backed Securities						41,645	X X X	41,179	41,233	41,223	(154)				X X X	X X X	X X X	53	707	X X X	X X X
3199999 Subtotal - U.S. Special Revenue, Special Assessment						4,181,751	X X X	4,095,713	4,082,582	4,164,673	(10,619)				X X X	X X X	X X X	15,705	99,763	X X X	X X X
Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations																					
00507UAM3	ACTAVIS FUNDING SCS				2FE	224,890	100.0780	225,176	225,000	224,993	36				2.350	2.366	MS	1,601	5,288	03/03/2015	03/12/2018
009363AN2	AIRGAS INC			1	1FE	199,184	99.9560	199,912	200,000	199,971	238				1.650	1.771	FA	1,247	3,300	08/14/2014	02/15/2018
06051GEX3	BANK OF AMERICA CORP				1FE	302,919	100.3350	301,005	300,000	300,762	(717)				2.600	2.351	JJ	3,597	7,800	11/24/2014	01/15/2019
126650CE8	CVS CAREMARK CORP			1	2FE	149,916	99.6870	149,531	150,000	149,973	16				2.260	2.262	FA	1,303	3,375	08/07/2014	08/12/2019
172967HC8	CITIGROUP INC				2FE	228,517	100.2860	225,644	225,000	225,683	(917)				2.500	2.080	MS	1,484	5,625	10/29/2014	09/26/2018
200340AP2	COMERICA INC			2	1FE	200,122	99.5830	199,166	200,000	200,038	(27)				2.125	2.111	MN	449	4,250	08/22/2014	05/23/2019
316773CQ1	FIFTH THIRD BANCORP			2	2FE	199,378	100.0740	200,148	200,000	199,832	141				2.300	2.374	MS	1,533	4,600	09/17/2014	03/01/2019
36967FAA9	GENERAL ELECTRIC CAPITAL CORP			2	1FE	250,000	100.7060	251,765	250,000	250,000					1.970	1.998	JAOJ	1,136	4,316	01/06/2015	01/09/2020
446150AH7	HUNTINGTON BANCSHARES INC			2	2FE	141,999	100.2930	140,410	140,000	140,338	(661)				2.600	2.116	FA	1,507	3,640	06/04/2015	08/02/2018
49326EEE9	KEYCORP			2	2FE	200,202	100.1490	200,298	200,000	200,046	(51)				2.300	2.274	JD	230	4,600	09/18/2014	12/13/2018
575718AC5	MASSACHUSETTS INSTITUTE OF TECHNOLOGY			1	1FE	150,000	99.8240	149,736	150,000	150,000					2.051	2.051	JJ	1,538	3,077	09/23/2014	07/01/2019
61746BDM5	MORGAN STANLEY				1FE	304,101	100.2480	300,744	300,000	301,057	(973)				2.500	2.163	JJ	3,271	7,500	10/10/2014	01/24/2019
867914BG7	SUNTRUST BANKS INC			2	2FE	227,833	100.3670	225,824	225,000	225,824	(643)				2.500	2.202	MN	938	5,625	10/10/2014	05/01/2019
983919AG6	XILINX INC			1	1FE	303,273	99.6730	299,019	300,000	300,924	(754)				2.125	1.865	MS	1,877	6,375	10/21/2014	03/15/2019

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SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes			6 NAIC Designation	7 Actual Cost	Fair Value		10 Par Value	11 Book/ Adjusted Carrying Value	Change in Book Adjusted Carrying Value				Interest					Dates	
		3 Code	4 F O R E I G N	5 Bond CHAR			8 Rate Used to Obtain Fair Value	9 Fair Value			12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amortization)/ Accretion	14 Current Year's Other- Than- Temporary Impairment Recognized	15 Total Foreign Exchange Change in B./A.C.V.	16 Rate of	17 Effective Rate of Interest	18 When Paid	19 Admitted Amount Due and Accrued	20 Amount Received During Year	21 Acquired	22 Stated Contractual Maturity Date
3299999	Subtotal - Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations					3,082,333	X X X	3,068,378	3,065,000	3,069,441		(4,312)			X X X	X X X	X X X	21,710	69,370	X X X	X X X
Industrial & Miscellaneous (Unaffiliated) - Commercial Mortgage-Backed Securities																					
36191YB3	GSMS 11GC5 A4 - CMBS			4	1FM	559,590	103.4140	542,924	525,000	546,051		(6,162)			3.707	2.427	MON	1,622	19,462	02/11/2016	08/12/2044
3499999	Subtotal - Industrial & Miscellaneous (Unaffiliated) - Commercial Mortgage-Backed Securities					559,590	X X X	542,924	525,000	546,051		(6,162)			X X X	X X X	X X X	1,622	19,462	X X X	X X X
Industrial & Miscellaneous (Unaffiliated) - Other Loan-Backed and Structured Securities																					
00104UAB4	AEP 1203 A2 - ABS			4	1FE	390,254	99.6830	382,929	384,146	387,045		(1,447)			1.976	1.438	JD	633	8,242	01/29/2016	06/01/2021
43814MAC1	HAROT 153 A3 - ABS			4	1FE	68,124	99.8880	68,282	68,359	68,331		71			1.270	1.497	MON	31	960	12/18/2015	04/18/2019
3599999	Subtotal - Industrial & Miscellaneous (Unaffiliated) - Other Loan-Backed and Structured Securities					458,377	X X X	451,211	452,505	455,376		(1,375)			X X X	X X X	X X X	664	9,202	X X X	X X X
3899999	Subtotal - Industrial & Miscellaneous (Unaffiliated)					4,100,301	X X X	4,062,513	4,042,505	4,070,868		(11,849)			X X X	X X X	X X X	23,995	98,034	X X X	X X X
7799999	Subtotals - Issuer Obligations					6,407,005	X X X	6,366,433	6,375,000	6,389,294		(7,079)			X X X	X X X	X X X	37,317	110,889	X X X	X X X
7899999	Subtotals - Residential Mortgage-Backed Securities					2,791,715	X X X	2,717,150	2,700,405	2,778,435		(8,481)			X X X	X X X	X X X	6,198	75,800	X X X	X X X
7999999	Subtotals - Commercial Mortgage-Backed Securities					601,235	X X X	584,103	566,233	587,274		(6,316)			X X X	X X X	X X X	1,675	20,169	X X X	X X X
8099999	Subtotals - Other Loan-Backed and Structured Securities					458,377	X X X	451,211	452,505	455,376		(1,375)			X X X	X X X	X X X	664	9,202	X X X	X X X
8399999	Grand Total - Bonds					10,258,332	X X X	10,118,897	10,094,143	10,210,379		(23,251)			X X X	X X X	X X X	45,854	216,061	X X X	X X X

E11 Schedule D - Part 2 Sn 1 Prfrd Stocks Owned NONE

E12 Schedule D - Part 2 Sn 2 Common Stocks Owned NONE

SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks ACQUIRED During Current Year

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends
Bonds - U.S. Governments								
912828N89	UNITED STATES TREASURY		09/27/2017	BNP PARIBAS SECURITIES BOND	X X X	198,016	200,000	441
912828ST8	UNITED STATES TREASURY		04/27/2017	CITIBANK, N.A.	X X X	249,952	250,000	8
912828WG1	UNITED STATES TREASURY		10/05/2017	CITIBANK, N.A.	X X X	417,032	410,000	3,986
912828X21	UNITED STATES TREASURY		04/27/2017	MERRILL LYNCH FIXED INCOME	X X X	300,540	300,000	160
912828XU9	UNITED STATES TREASURY		06/23/2017	MERRILL LYNCH FIXED INCOME	X X X	350,152	350,000	158
0599999	Subtotal - Bonds - U.S. Governments					1,515,692	1,510,000	4,753
8399997	Subtotal - Bonds - Part 3					1,515,692	1,510,000	4,753
8399998	Summary item from Part 5 for Bonds					1,827,916	1,820,856	4,470
8399999	Subtotal - Bonds					3,343,608	3,330,856	9,223
8999998	Summary Item from Part 5 for Preferred Stocks						X X X	
8999999	Subtotal - Preferred Stocks						X X X	
9799998	Summary Item from Part 5 for Common Stocks						X X X	
9799999	Subtotal - Common Stocks						X X X	
9899999	Subtotal - Preferred and Common Stocks						X X X	
9999999	Totals					3,343,608	X X X	9,223

SCHEDULE D - PART 4

Showing All Long-Term Bonds and Stocks SOLD, REDEEMED, or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identification	Description	Forfeiture	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year (Amortization/Accretion)	Current Year's Temporary Impairment Recognized	Total Change in B./A.C.V. (Cols. 11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date
Bonds - U.S. Governments																				
62888YAA0	NGN 11R1 NTS - CMO/RMBS		12/06/2017	Paydown	X X X	73,616	73,617	74,100	73,914		(298)		(298)		73,616				529	01/08/2020
912828F54	UNITED STATES TREASURY		10/15/2017	Maturity @ 100.0	X X X	410,000	410,000	409,649	409,906		94		94		410,000				3,588	10/15/2017
912828ST8	UNITED STATES TREASURY		10/19/2017	UBS SECURITIES	X X X	124,541	125,000	124,976			6		6		124,982		(441)	(441)	735	04/30/2019
912828U40	UNITED STATES TREASURY		06/01/2017	CITIBANK, N.A.	X X X	747,683	750,000	746,692	746,706		47		47		746,753		930	930	865	11/30/2018
912828U73	UNITED STATES TREASURY		06/01/2017	MERRILL LYNCH FIXED INCOME	X X X	748,386	750,000	745,784	745,795		38		38		745,834		2,552	2,552	765	12/15/2019
0599999 Subtotal - Bonds - U.S. Governments						2,104,225	2,108,617	2,101,201	1,976,321		(113)		(113)		2,101,184		3,041	3,041	6,481	X X X
Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed)																				
4197915F1	HAWAII ST		08/01/2017	Maturity @ 100.0	X X X	150,000	150,000	150,000	150,000						150,000				1,847	08/01/2017
1799999 Subtotal - Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed)						150,000	150,000	150,000	150,000						150,000				1,847	X X X
Bonds - U.S. Special Revenue, Special Assessment																				
3136A5B47	FNR 1254D WG - CMO/RMBS		12/01/2017	Paydown	X X X	39,122	39,122	40,197	40,115		(994)		(994)		39,122				529	01/25/2041
3136AJKX3	FNR 1413A CA - CMO/RMBS		12/01/2017	Paydown	X X X	89,040	89,040	91,544	92,697		(3,658)		(3,658)		89,040				967	05/25/2030
3136AK2A0	FN 14M10 AS2 - CMBS		10/17/2017	VARIOUS	X X X	501,530	500,000	513,672	510,262		(3,510)		(3,510)		506,752		(5,222)	(5,222)	9,516	09/25/2019
3136AKNC3	FN 1439A AB - CMO/RMBS		12/01/2017	Paydown	X X X	62,260	62,260	64,283	63,637		(1,377)		(1,377)		62,260				877	09/25/2039
3136ANJY4	FN 15M07A AQ2 - CMBS		12/01/2017	Paydown	X X X	71,629	71,629	72,345	71,880		(251)		(251)		71,629				720	04/25/2018
3136AQK82	FNR 1594C LD - CMO/RMBS		12/01/2017	Paydown	X X X	42,991	42,991	45,241	44,915		(1,924)		(1,924)		42,991				757	08/25/2043
3137ANP58	FHR 4038B A - CMO/RMBS		12/01/2017	Paydown	X X X	58,398	58,398	61,482	60,876		(2,478)		(2,478)		58,398				932	06/15/2030
3137B03W2	FHMS K502 A2 - CMBS		08/01/2017	Paydown	X X X	133,254	133,254	134,357	133,415		(161)		(161)		133,254				963	08/25/2017
3137B74A4	FHR 4295A AB - CMO/RMBS		12/01/2017	Paydown	X X X	64,159	64,159	65,162	64,965		(806)		(806)		64,159				604	01/15/2024
3137BCGR3	FHR 4360C DA - CMO/RMBS		12/01/2017	Paydown	X X X	43,490	43,490	45,325	44,965		(1,475)		(1,475)		43,490				606	05/15/2037
3137BGWZ8	FHR 4447B PA - CMO/RMBS		12/01/2017	Paydown	X X X	42,021	42,021	43,925	43,661		(1,641)		(1,641)		42,021				578	12/15/2044
3137BPP29	FHR 4579G BA - CMO/RMBS		12/01/2017	Paydown	X X X	77,852	77,852	80,346	80,610		(2,758)		(2,758)		77,852				851	01/15/2043
3138YUH79	FN AZ2953 - RMBS		10/17/2017	VARIOUS	X X X	421,996	412,733	431,242	430,599		(3,463)		(3,463)		427,136		(5,140)	(5,140)	10,199	09/01/2030
31398SRE5	FNR 10137H CJ - CMO/RMBS		12/01/2017	Paydown	X X X	102,975	102,975	105,260	105,172		(2,197)		(2,197)		102,975				1,142	12/25/2025
3199999 Subtotal - Bonds - U.S. Special Revenue, Special Assessment						1,750,717	1,739,923	1,794,381	1,787,769		(26,691)		(26,691)		1,761,078		(10,361)	(10,361)	29,243	X X X
Bonds - Industrial and Miscellaneous (Unaffiliated)																				
00104UAB4	AEP 1203 A2 - ABS		12/01/2017	Paydown	X X X	65,854	65,854	66,901	66,599		(745)		(745)		65,854				651	06/01/2021
02005AEB0	AMOT 143 A - ABS		01/10/2017	INTL FCStone L.P.	X X X	499,844	500,000	500,000	500,000						500,000		(156)	(156)	517	03/15/2019
02007CAD4	ALLYA 161 A3 - ABS		07/18/2017	TD Securities	X X X	449,789	450,000	449,949	449,970		12		12		449,982		(193)	(193)	3,969	04/15/2020
02582JGS3	AMXCA 142 A - ABS		06/16/2017	Paydown	X X X	200,000	200,000	199,996	199,999		1		1		200,000				1,260	01/15/2020
02587HAA7	AMXCA 121 A - ABS		06/16/2017	Paydown	X X X	415,000	415,000	415,616	415,442		(442)		(442)		415,000				2,361	01/15/2020
05581RAD8	BMWLT 161 A3 - ABS		07/18/2017	INTL FCStone L.P.	X X X	499,395	500,000	499,941	499,969		16		16		499,985		(591)	(591)	3,927	01/22/2019
064159AM8	BANK OF NOVA SCOTIA		01/12/2017	Maturity @ 100.0	X X X	300,000	300,000	308,370	300,121		(121)		(121)		300,000				3,825	01/12/2017
084664CG4	BERKSHIRE HATHAWAY FINANCE CORP		10/18/2017	GOLDMAN SACHS & CO. INC.	X X X	215,153	215,000	214,837	214,879		43		43		214,923		230	230	4,010	03/15/2019
10112RAT1	BOSTON PROPERTIES LP		12/17/2017	Call @ 100.0	X X X	200,000	200,000	212,544	206,510		(3,829)		(3,829)		202,681		(2,681)	(2,681)	11,045	11/15/2018
12613SAC6	CNHI 13C A3 - ABS		04/01/2017	Paydown	X X X	10,063	10,063	10,114	10,064		(1)		(1)		10,063				10	08/15/2018
14042ONG1	CAPITAL ONE BANK USA NA		02/13/2017	Maturity @ 100.0	X X X	250,000	250,000	248,548	249,921		79		79		250,000				1,500	02/13/2017
14912L6D8	CATERPILLAR FINANCIAL SERVICES CORP		06/01/2017	MORGAN STANLEY DEAN WITTER	X X X	240,024	240,000	239,880	239,975		1		1		239,976		48	48	1,208	08/18/2017
161571HA5	CHAIT 157 A - ABS		07/18/2017	R W BAIRD & CO	X X X	300,000	300,000	299,918	299,954		16		16		299,970		30	30	2,916	07/15/2020
17305EFF7	CCCIT 13A7 A7 - ABS		10/17/2017	TD Securities	X X X	351,203	350,000	351,777	350,767		(361)		(361)		350,407		796	796	4,289	09/10/2020
25468PDA1	WALT DISNEY CO		10/17/2017	MARKETAXESS	X X X	300,540	300,000	298,518	299,192		262		262		299,454		1,086	1,086	4,903	05/30/2019
33766QAA5	FEOH 2013 A1 - ABS		04/01/2017	Paydown	X X X	36,849	36,849	36,843	36,849		0		0		36,849				125	01/15/2019
36159LBW5	GEDFT 122 A - ABS		04/20/2017	VARIOUS	X X X	300,000	300,000	303,844	300,525		(525)		(525)		300,000				1,582	04/22/2019
43814MAC1	HAROT 153 A3 - ABS		12/18/2017	Paydown	X X X	156,641	156,641	156,103	156,414		227		227		156,641				1,101	04/18/2019
44890JAD1	HART 13A A4 - ABS		04/01/2017	Paydown	X X X	70,526	70,526	70,441	70,502		25		25		70,526				70	09/17/2018
45814OAL4	INTEL CORP		06/01/2017	MARKETAXESS	X X X	300,405	300,000	299,424	299,820		6		6		299,826		579	579	315	12/15/2017
45920OHT1	INTERNATIONAL BUSINESS MACHINES CORP		10/17/2017	GOLDMAN SACHS & CO. INC.	X X X	301,197	300,000	299,886	299,947		20		20		299,967		1,230	1,230	6,923	02/12/2019
587729AC8	MBART 141 A3 - ABS		10/16/2017	Paydown	X X X	56,739	56,739	56,729	56,737		2		2		56,739				200	10/15/2018

E14

SCHEDULE D - PART 4

Showing All Long-Term Bonds and Stocks SOLD, REDEEMED, or Otherwise DISPOSED OF During Current Year

1 CUSIP Identification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Stated Contractual Maturity Date
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year (Amortization/ Accretion)	13 Current Year's Other-Than- Temporary Impairment Recognized	14 Total Change in B./A.C.V. (Cols. 11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.						
61166WAR2 828807CQ8	MONSANTO CO SIMON PROPERTY GROUP LP		06/30/2017 06/01/2017	Maturity @ 100.0 WELLS FARGO BROKERAGE	X X X X X X	200,000 302,256	200,000 300,000	199,806 304,095	199,968 301,922		32		32		200,000				1,150	06/30/2017
87165LAP6 89236TCU7	SYNCT 153 A - ABS TOYOTA MOTOR CREDIT CORP		10/17/2017 10/18/2017	INTL FCStone L.P. MILLENNIUM ADVISORS, LLC	X X X X X X	535,958 374,756	536,000 375,000	537,780 375,424	537,342 375,304		(620)		(620)		536,722		(764)	(764)	7,850	02/01/2019 09/15/2021
89237KAD5 90331HMH3	TAOT 16A A3 - ABS US BANK NA		06/01/2017 08/11/2017	BNP SECURITIES Call @ 100.0	X X X X X X	498,281 300,000	500,000 300,000	499,972 299,832	499,982 299,961		0		0		499,983		(1,701)	(1,701)	486	03/16/2020
92890NAS8 94974BGB0	WFRBS 12C10 A1 - CMBS WELLS FARGO & CO		04/01/2017 09/08/2017	Paydown Maturity @ 100.0	X X X X X X	21,241 290,000	21,241 290,000	21,152 289,713	21,216 289,934		25		25		21,241				13	12/15/2045
963320AP1 963320AS5	WHIRLPOOL CORP WHIRLPOOL CORP		03/01/2017 11/01/2017	Maturity @ 100.0 Maturity @ 100.0	X X X X X X	150,000 100,000	150,000 100,000	149,990 99,994	149,999 99,998		1		1		150,000 100,000				1,013 1,650	09/08/2017 03/01/2017 11/01/2017
3899999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					8,291,713	8,288,913	8,317,934	8,299,784		(5,921)		(5,921)		8,293,863		(2,150)	(2,150)	87,135	X X X
8399997	Subtotal - Bonds - Part 4					12,296,656	12,287,453	12,363,516	12,213,875		(32,726)		(32,726)		12,306,125		(9,469)	(9,469)	124,706	X X X
8399998	Summary Item from Part 5 for Bonds					1,834,190	1,820,856	1,827,916			(275)		(275)		1,827,641		6,549	6,549	14,040	X X X
8399999	Subtotal - Bonds					14,130,845	14,108,309	14,191,432	12,213,875		(33,001)		(33,001)		14,133,766		(2,921)	(2,921)	138,747	X X X
8999998	Summary Item from Part 5 for Preferred Stocks						X X X													X X X
8999999	Subtotal - Preferred Stocks						X X X													X X X
9799998	Summary Item from Part 5 for Common Stocks						X X X													X X X
9799999	Subtotal - Common Stocks						X X X													X X X
9899999	Subtotal - Preferred and Common Stocks						X X X													X X X
9999999	Totals					14,130,845	X X X	14,191,432	12,213,875		(33,001)		(33,001)		14,133,766		(2,921)	(2,921)	138,747	X X X

E4.1

SCHEDULE D - PART 5

Showing All Long-Term Bonds and Stocks ACQUIRED During Year and Fully DISPOSED OF During Current Year

1 CUSIP Identifi- cation	2 Description	3 F O R E I G N	4 Date Acquired	5 Name of Vendor	6 Disposal Date	7 Name of Purchaser	8 Par Value (Bonds) or Number of Shares (Stock)	9 Actual Cost	10 Consider- ation	11 Book/ Adjusted Carrying Value at Disposal	Change in Book/Adjusted Carrying Value					17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Interest and Dividends Received During Year	21 Paid for Accrued Interest and Dividends				
											12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amortization)/ Accretion	14 Current Year's Other-Than- Temporary Impairment Recognized	15 Total Change in B./A.C.V. (Col. 12+ 13-14)	16 Total Foreign Exchange Change in B./A.C.V.									
Bonds - U.S. Governments																								
912828K58	UNITED STATES TREASURY		03/09/2017	JEFFERIES & COMPANY INC	07/19/2017	RBS GREENWICH	500,000	494,611	498,592	495,219				608		608			3,373	3,373	4,951	2,469		
912828WW6	UNITED STATES TREASURY		03/09/2017	CITIBANK, N.A.	07/19/2017	NOMURA SECURITIES INTERNATIONAL	500,000	501,564	502,616	501,331		(233)		(233)					1,284	1,284	3,816	853		
912828XS4	UNITED STATES TREASURY		06/23/2017	BNP SECURITIES	07/19/2017	NOMURA SECURITIES INTERNATIONAL	350,000	349,359	349,329	349,380		22		22					(51)	(51)	598	311		
0599999 Subtotal - Bonds - U.S. Governments							1,350,000	1,345,534	1,350,536	1,345,931		397		397					4,605	4,605	9,364	3,633		
Bonds - U.S. Special Revenue, Special Assessment																								
3128MFAN8	FH G16113 - RMBS		04/27/2017	INTL FCStone L.P.	07/18/2017	VARIOUS	248,660	256,159	255,622	255,769		(390)		(390)					(148)	(148)	2,214	559		
3138WEMY2	FN AS4874 - RMBS		03/14/2017	INTL FC Stone Securities Inc	07/25/2017	VARIOUS	222,196	226,223	228,032	225,941		(282)		(282)					2,091	2,091	2,462	278		
3199999 Subtotal - Bonds - U.S. Special Revenue, Special Assessment							470,856	482,382	483,653	481,710		(672)		(672)						1,943	1,943	4,676	837	
8399998 Subtotal - Bonds							1,820,856	1,827,916	1,834,190	1,827,641		(275)		(275)							6,549	6,549	14,040	4,470
9899999 Subtotal - Preferred and Common Stocks																								
9999999 Totals								1,827,916	1,834,190	1,827,641		(275)		(275)						6,549	6,549	14,040	4,470	

E16	Schedule D - Part 6 Sn 1	NONE
E16	Schedule D - Part 6 Sn 2	NONE
E17	Schedule DA - Part 1 Short-Term Investments Owned	NONE
E18	Schedule DB - Part A Sn 1 Opt/Cap/Floors/Collars/Swaps/Forwards Open	NONE
E19	Schedule DB - Part A Sn 2 Opt/Cap/Floors/Collars/Swaps/Forwards Term. . . .	NONE
E20	Schedule DB - Part B Sn 1 Futures Contracts Open	NONE
E21	Schedule DB - Part B Sn 2 Futures Contracts Terminated	NONE
E22	Schedule DB - Part D Sn 1 Counterparty Exposure for Derivative Instruments .	NONE
E23	Schedule DB - Part D Sn 2 - Collateral Pledged By Reporting Entity	NONE
E23	Schedule DB - Part D Sn 2 - Collateral Pledged To Reporting Entity	NONE
E24	Schedule DL - Part 1 - Securities Lending Collateral Assets	NONE
E25	Schedule DL - Part 2 - Securities Lending Collateral Assets	NONE

SCHEDULE E - PART 1 - CASH

1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Year	5 Amount of Interest Accrued December 31 of Current Year	6 Balance	7 *
open depositories						
Wells Fargo - Checking	Albuquerque, New Mexico				5,784,395	X X X
Wells Fargo - Claims #4894	Albuquerque, New Mexico				(1,274,922)	X X X
Wells Fargo - Claims #5258	Albuquerque, New Mexico				39,616	X X X
Wells Fargo - Money Market	Albuquerque, New Mexico	0.030	45		151,352	X X X
Wells Fargo - Premium	Albuquerque, New Mexico				2,104,412	X X X
Wells Fargo #4083	Albuquerque, New Mexico				3,932	X X X
0199998 Deposits in0 depositories that do not exceed the allowable limit in any one depository (See Instructions) - open depositories						
		X X X				X X X
0199999 Totals - Open Depositories						
		X X X	45		6,808,785	X X X
0299998 Deposits in0 depositories that do not exceed the allowable limit in any one depository (See Instructions) - suspended depositories						
		X X X				X X X
0299999 Totals - Suspended Depositories						
		X X X	45		6,808,785	X X X
0399999 Total Cash On Deposit						
		X X X	X X X	X X X	6,808,785	X X X
0499999 Cash in Company's Office						
		X X X			6,808,785	X X X
0599999 Total Cash						
		X X X	45		6,808,785	X X X

TOTALS OF DEPOSITORY BALANCES ON THE LAST DAY OF EACH MONTH DURING THE CURRENT YEAR

1. January	6,571,615	4. April	6,789,193	7. July	11,728,745	10. October	8,665,852
2. February	9,352,311	5. May	7,588,714	8. August	6,952,590	11. November	4,781,052
3. March	12,256,880	6. June	4,278,813	9. September	2,939,360	12. December	6,808,785

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned December 31 of Current Year

1	2	3	4	5	6	7	8	9
CUSIP	Description	Code	Date Acquired	Rate of Interest	Maturity Date	Book/Adjusted Carrying Value	Amount of Interest Due & Accrued	Amount Received During Year
6099999	Subtotal - Bonds - SVO Identified Funds							
8399999	Subtotals - Bonds							
Exempt Money Market Mutual Funds - as Identified by SVO								
825252885	INVESCO GOV&AGENCY;INST		12/29/2017	0.000	X X X	669,424	472	247
8599999	Subtotal - Exempt Money Market Mutual Funds - as Identified by SVO					669,424	472	247
8899999	Total Cash Equivalents					669,424	472	247

SCHEDULE E - PART 3 - SPECIAL DEPOSITS

States, Etc.	1 Type of Deposit	2 Purpose of Deposit	Deposits For the Benefit of All Policyholders		All Other Special Deposits	
			3 Book/Adjusted Carrying Value	4 Fair Value	5 Book/Adjusted Carrying Value	6 Fair Value
			1. Alabama (AL)			
2. Alaska (AK)						
3. Arizona (AZ)						
4. Arkansas (AR)						
5. California (CA)						
6. Colorado (CO)						
7. Connecticut (CT)						
8. Delaware (DE)						
9. District of Columbia (DC)						
10. Florida (FL)						
11. Georgia (GA)						
12. Hawaii (HI)						
13. Idaho (ID)						
14. Illinois (IL)						
15. Indiana (IN)						
16. Iowa (IA)						
17. Kansas (KS)						
18. Kentucky (KY)						
19. Louisiana (LA)						
20. Maine (ME)						
21. Maryland (MD)						
22. Massachusetts (MA)						
23. Michigan (MI)						
24. Minnesota (MN)						
25. Mississippi (MS)						
26. Missouri (MO)						
27. Montana (MT)						
28. Nebraska (NE)						
29. Nevada (NV)						
30. New Hampshire (NH)						
31. New Jersey (NJ)						
32. New Mexico (NM)	B	NM RSD	416,576	412,690		
33. New York (NY)						
34. North Carolina (NC)						
35. North Dakota (ND)						
36. Ohio (OH)						
37. Oklahoma (OK)						
38. Oregon (OR)						
39. Pennsylvania (PA)						
40. Rhode Island (RI)						
41. South Carolina (SC)						
42. South Dakota (SD)						
43. Tennessee (TN)						
44. Texas (TX)						
45. Utah (UT)						
46. Vermont (VT)						
47. Virginia (VA)						
48. Washington (WA)						
49. West Virginia (WV)						
50. Wisconsin (WI)						
51. Wyoming (WY)						
52. American Samoa (AS)						
53. Guam (GU)						
54. Puerto Rico (PR)						
55. U.S. Virgin Islands (VI)						
56. Northern Mariana Islands (MP)						
57. Canada (CAN)						
58. Aggregate Alien and Other (OT)	X X X	X X X				
59. TOTAL	X X X	X X X	416,576	412,690		
DETAILS OF WRITE-INS						
5801.						
5802.						
5803.						
5898. Summary of remaining write-ins for Line 58 from overflow page	X X X	X X X				
5899. TOTALS (Lines 5801 through 5803 plus 5898) (Line 58 above)	X X X	X X X				

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