

Amended Statement Cover

The 1st Quarter Statement for Primetime Medical Insurance Company is being amended for the audit adjustments made after the filing date of 5/15/02. The audit adjustments include a \$6,289,256 for the Medicare cash deposit made on 12-31-01 for January's revenue. The offset of the this adjustment is premiums received in advance. There was also additional interest income and bank fees recorded in the amount of \$7,137 and \$9 respectively, and a reversal of an accrual in the amount of \$232,419 with the offset to the cash account. Another adjustment was for reclassification of depreciation expense to an administrative fee in the amount of \$36,313 for our computer system. The final adjustment was \$112,893 for the Federal Income Tax.



QUARTERLY STATEMENT
AS OF March 31, 2002
OF THE CONDITION AND AFFAIRS OF THE
PRIMETIME MEDICAL INSURANCE COMPANY

NAIC Group Code	<u>1204</u> (Current Period)	1204 (Prior Period)	NAIC Company Code	<u>10694</u>	Employer's ID Number	<u>34-1809738</u>
Organized under the Laws of	<u>Ohio</u>		State of Domicile or Port of Entry	<u>Ohio</u>		
Country of Domicile						
Incorporated	<u>09/26/1995</u>		Commenced Business	<u>10/05/1995</u>		
Statutory Home Office	<u>2600 SIXTH STREET SW</u> (Street and Number)		<u>CANTON, OH 44710</u> (City, or Town, State and Zip Code)			
Main Administrative Office	<u>2600 SIXTH STREET SW</u> (Street and Number)		<u>CANTON, OH 44710</u> (Area Code) (Telephone Number)			
Primary Location of Books and Records	<u>2600 SIXTH STREET SW</u> (Street and Number)		<u>(330)438-6360 x4057</u> (City, or Town, State and Zip Code)			
Internet Website Address						
Statutory Statement Contact	<u>CHRISTOPHER JOHN INDORF</u> (Name)		<u>(330)438-6360 x4057</u> (Area Code)(Telephone Number)(Extension)			
	<u>cindorf@aultman.com</u> (E-Mail Address)		<u>(330)580-6658 x</u> (Fax Number)			
Policyowner Relations Contact						

OFFICERS

President	<u>RICK L HAINES</u>
Secretary	<u>PAUL W WELCH MD</u>
Treasurer	<u>ROBERT M MANN</u>
Vice Chairman	<u>FRANK G PROVO</u>
Executive Vice President	<u>EDWARD J ROTH</u>
Vice President of Brokered Sales	<u>WILLIAM A HAMMERSTROM</u>

VICE PRESIDENTS

DIRECTORS OR TRUSTEES

JOHN B HUMPHREY JR MD	ROBERT M MANN
FRANK G PROVO	ROGER BAKER MD
THEODORE V BOYD	PAUL W WELCH MD
ALLEN J ROVNER MD	

State of Ohio
County of Stark 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 manuals 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.

(Signature) Rick L. Haines (Printed Name) President	(Signature) Bradley R. Hecker (Printed Name) Assoc. Vice President	(Signature) (Printed Name)
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Subscribed and sworn to before me this
day of , 2002

a. Is this an original filing?
b. If no, 1. State the amendment number
 2. Date filed
 3. Number of pages attached

Yes[] No[X]
1
10/01/2002
5

(Notary Public Signature)

ASSETS

	Current Statement Date			4 December 31, Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	9,905,187		9,905,187	9,538,530
2. Stocks:				
2.1 Preferred stocks				
2.2 Common stocks				
3. Mortgage loans on real estate:				
3.1 First liens				
3.2 Other than first liens				
4. Real estate:				
4.1 Properties occupied by the company (less \$..... encumbrances)				
4.2 Properties held for the production of income (less \$..... encumbrances)				
4.3 Properties held for sale (less \$..... encumbrance)				
5. Cash (\$.....8,288,861 and short-term investments \$.....)	8,288,861		8,288,861	10,549,151
6. Other invested assets				
7. Receivable for securities				
8. Aggregate write-ins for invested assets				
9. Subtotals, cash and invested assets (Lines 1 to 8)	18,194,047		18,194,047	20,087,681
10. Agents' balances or uncollected premiums:				
10.1 Premiums and agents' balances in course of collection	665,219	246,038	419,181	439,655
10.2 Premiums, agents' balances and installments booked but deferred and not yet due (including \$..... earned but unbilled premiums)				
10.3 Accrued retrospective premiums				
11. Funds held by or deposited with reinsured companies				
12. Bills receivable, taken for premiums				
13. Amounts billed and receivable under high deductible policies				
14. Reinsurance recoverables on loss and loss adjustment expense payments				
15. Federal and foreign income tax recoverable and interest thereon (including \$..... net deferred tax asset)				
16. Guaranty funds receivable or on deposit				
17. Electronic data processing equipment and software				
18. Interest, dividends and real estate income due and accrued	189,150		189,150	256,899
19. Net adjustments in assets and liabilities due to foreign exchange rates				
20. Receivable from parent, subsidiaries and affiliates	1,872,249		1,872,249	1,760,594
21. Amounts due from / to protected cells				
22. Equities and deposits in pools and associations				
23. Amounts receivable relating to uninsured accident and health plans				
24. Other assets nonadmitted				
25. Aggregate write-ins for other than invested assets	577,121		577,121	119,635
26. Total assets excluding protected cell assets (Lines 9 through 25)	21,497,787	246,038	21,251,749	22,664,464
27. Protected cell assets				
28. TOTALS (Lines 26 and 27)	21,497,787	246,038	21,251,749	22,664,464
DETAILS OF WRITE-INS				
0801				
0802				
0803				
0898. Summary of remaining write-ins for Line 8 from overflow page				
0899. TOTALS (Lines 0801 through 0803 plus 0898) (Line 8 above)				
2501. REINSURANCE RECEIVABLE	34,467		34,467	119,635
2502. PREPAID EXPENSES	542,654		542,654	
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	577,121		577,121	119,635

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Statement Date	2 December 31, Prior Year
1.	Losses (current accident year \$.....)	7,020,821	6,143,821
2.	Reinsurance payable on paid losses and loss adjustment expenses		
3.	Loss adjustment expenses		
4.	Commissions payable, contingent commissions and other similar charges	37,611	37,611
5.	Other expenses (excluding taxes, licenses and fees)	649,186	261,134
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)		
7.	Federal and foreign income taxes (including \$..... on realized capital gains (losses) (including \$..... net deferred tax liability)	249,694	
8.	Borrowed money \$..... and interest thereon \$.....		
9.	Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$..... and including warranty reserves of \$.....)		
10.	Advance premium		
11.	Dividends declared and unpaid:		
11.1	Stockholders		
11.2	Policyholders		
12.	Ceded reinsurance premiums payable (net of ceding commissions)		
13.	Funds held by company under reinsurance treaties		
14.	Amounts withheld or retained by company for account of others		
15.	Remittances and items not allocated		
16.	Provision for reinsurance		
17.	Net adjustments in assets and liabilities due to foreign exchange rates		
18.	Drafts outstanding		
19.	Payable to parent, subsidiaries and affiliates	4,472,563	2,523,782
20.	Payable for securities		
21.	Liability for amounts held under uninsured accident and health plans		
22.	Capital notes \$..... and interest thereon \$.....		
23.	Aggregate write-ins for liabilities	1,076,855	6,360,172
24.	TOTAL liabilities excluding protected cell liabilities (Lines 1 through 23)	13,506,729	15,326,520
25.	Protected cell liabilities		
26.	TOTAL liabilities (Lines 24 and 25)	13,506,729	15,326,520
27.	Aggregate write-ins for special surplus funds		
28.	Common capital stock	1,000,000	1,000,000
29.	Preferred capital stock		
30.	Aggregate write-ins for other than special surplus funds		
31.	Surplus notes		
32.	Gross paid in and contributed surplus	6,369,696	6,369,696
33.	Unassigned funds (surplus)	375,324	(31,752)
34.	Less treasury stock, at cost:		
34.1 shares common (value included in Line 28 \$.....)		
34.2 shares preferred (value included in Line 29 \$.....)		
35.	Surplus as regards policyholders (Lines 27 to 33, less 34)	7,745,020	7,337,944
36.	TOTALS	21,251,749	22,664,464
DETAILS OF WRITE-INS			
2301.	Premiums Received in Advance	1,076,855	6,360,172
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)	1,076,855	6,360,172
2701			
2702			
2703			
2798.	Summary of remaining write-ins for Line 27 from overflow page		
2799.	TOTALS (Lines 2701 through 2703 plus 2798) (Line 27 above)		
3001			
3002			
3003			
3098.	Summary of remaining write-ins for Line 30 from overflow page		
3099.	TOTALS (Lines 3001 through 3003 plus 3098) (Line 30 above)		

STATEMENT OF INCOME

		1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME				
1.	Premiums earned			
1.1	Direct (written \$.....24,322,310)	24,322,310	17,717,232	86,501,712
1.2	Assumed (written \$.....)			
1.3	Ceded (written \$.....)	197,226	188,802	926,132
1.4	Net (written \$.....24,322,310)	24,125,084	17,528,430	85,575,580
DEDUCTIONS:				
2.	Losses incurred (current accident year \$.....)	22,417,075	16,232,218	80,107,905
2.1	Direct			
2.2	Assumed			
2.3	Ceded			
2.4	Net	22,417,075	16,232,218	80,107,905
3.	Loss expenses incurred			
4.	Other underwriting expenses incurred	1,572,721	1,182,297	5,508,239
5.	Aggregate write-ins for underwriting deductions			
6.	Total underwriting deductions (Lines 2 through 5)	23,989,796	17,414,515	85,616,144
7.	Net income of protected cells			
8.	Net underwriting gain or (loss) (Line 1 minus Line 6 + Line 7)	135,288	113,915	(40,564)
INVESTMENT INCOME				
9.	Net investment income earned	316,436	199,446	755,219
10.	Net realized capital gains (losses)			(3,142)
11.	Net investment gain (loss) (Lines 9 + 10)	316,436	199,446	752,077
OTHER INCOME				
12.	Net gain or (loss) from agents' or premium balances charged off (amount recovered \$..... amount charged off \$.....)			
13.	Finance and service charges not included in premiums			
14.	Aggregate write-ins for miscellaneous income			
15.	Total other income (Lines 12 through 14)			
16.	Net income before dividends to policyholders and before federal and foreign income taxes (Lines 8 + 11 + 15)	451,724	313,361	711,513
17.	Dividends to policyholders			
18.	Net income, after dividends to policyholders but before federal and foreign income taxes (Line 16 minus Line 17)	451,724	313,361	711,513
19.	Federal and foreign income taxes incurred	144	217,123	116,542
20.	Net income (Line 18 minus Line 19) (to Line 22)	451,580	96,238	594,971
CAPITAL AND SURPLUS ACCOUNT				
21.	Surplus as regards policyholders, December 31 prior year	7,337,944	5,180,929	5,180,929
GAINS AND (LOSSES) IN SURPLUS				
22.	Net income (from Line 20)	451,580	96,238	594,971
23.	Net unrealized capital gains or losses			
24.	Change in net unrealized foreign exchange capital gain (loss)			
25.	Change in net deferred income tax			
26.	Change in nonadmitted assets	(44,504)	(25,586)	(123,763)
27.	Change in provision for reinsurance			
28.	Change in surplus notes			
29.	Surplus (contributed to) withdrawn from protected cells			
30.	Cumulative effect of changes in accounting principles			
31.	Capital changes:			
31.1	Paid in			
31.2	Transferred from surplus (Stock Dividend)			
31.3	Transferred to surplus			
32.	Surplus adjustments:			
32.1	Paid in			700,000
32.2	Transferred to capital (Stock Dividend)			
32.3	Transferred from capital			
33.	Net remittances from or (to) Home Office			
34.	Dividends to stockholders			
35.	Change in treasury stock			
36.	Aggregate write-ins for gains and losses in surplus			985,808
37.	Change in surplus as regards policyholders for the year (Lines 22 through 36)	407,076	70,652	2,157,015
38.	Surplus as regards policyholders, as of statement date (Lines 21 plus 37)	7,745,020	5,251,581	7,337,944
DETAILS OF WRITE-INS				
0501				
0502				
0503				
0598.	Summary of remaining write-ins for Line 5 from overflow page			
0599.	TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)			
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)			
3601.	AUDIT ADJUSTMENT			985,808
3602				
3603				
3698.	Summary of remaining write-ins for Line 36 from overflow page			
3699.	TOTALS (Lines 3601 through 3603 plus 3698) (Line 36 above)			985,808

CASH FLOW

		1 Current Year to Date	2 Prior Year Ended December 31
Cash from Operations			
1.	Premiums collected net of reinsurance	24,391,596	85,659,277
2.	Loss and loss adjustment expenses paid (net of salvage and subrogation)	22,417,075	80,783,484
3.	Underwriting expenses paid	1,572,721	5,645,791
4.	Other underwriting income (expenses)		
5.	Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4)	401,800	(769,999)
6.	Net investment income	310,811	706,724
7.	Other income (expenses):		
7.1	Agents' balances charged off		
7.2	Net funds held under reinsurance treaties		
7.3	Net amount withheld or retained for account of others		
7.4	Aggregate write-ins for miscellaneous items		
7.5	TOTAL other income (Lines 7.1 to 7.4)		
8.	Dividends to policyholders on direct business, less \$..... dividends on reinsurance assumed or ceded (net)		
9.	Federal and foreign income taxes (paid) recovered	(144)	743,682
10.	Net cash from operations (Line 5 plus Line 6 plus Line 7.5 minus Line 8 plus Line 9)	712,467	680,407
Cash from Investments			
11.	Proceeds from investments sold, matured or repaid:		
11.1	Bonds	4,047,803	1,312,656
11.2	Stocks		
11.3	Mortgage loans		
11.4	Real estate		
11.5	Other invested assets		
11.6	Net gains or (losses) on cash and short-term investments		
11.7	Miscellaneous proceeds		
11.8	Total investment proceeds (Lines 11.1 to 11.7)	4,047,803	1,312,656
12.	Cost of investments acquired (long-term only):		
12.1	Bonds	4,231,266	3,473,376
12.2	Stocks		
12.3	Mortgage loans		
12.4	Real estate		
12.5	Other invested assets		
12.6	Miscellaneous applications		
12.7	TOTAL investments acquired (Lines 12.1 to 12.6)	4,231,266	3,473,376
13.	Net Cash from investments (Line 11.8 minus Line 12.7)	(183,464)	(2,160,720)
Cash from Financing and Miscellaneous Sources			
14.	Cash provided:		
14.1	Surplus notes, capital and surplus paid in		700,000
14.2	Capital notes \$..... less amounts repaid \$.....		
14.3	Net transfers from affiliates	2,951,510	954,032
14.4	Borrowed funds received		
14.5	Other cash provided		2,182,758
14.6	TOTAL (Lines 14.1 to 14.5)	2,951,510	3,836,790
15.	Cash applied:		
15.1	Dividends to stockholders paid		
15.2	Net transfers to affiliates		
15.3	Borrowed funds repaid	5,740,803	
15.4	Other applications	5,740,803	
15.5	TOTAL (Lines 15.1 to 15.4)	(2,789,294)	3,836,790
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS			
17.	Net change in cash and short-term investments (Line 10, plus Line 13, plus Line 16)	(2,260,290)	2,356,477
18.	Cash and short-term investments:		
18.1	Beginning of year	10,549,151	8,192,674
18.2	End of year (Line 17 plus Line 18.1)	8,288,861	10,549,151
DETAILS OF WRITE-INS			
07.401.	Increase in organizational costs		
07.402		
07.403		
07.498.	Summary of remaining write-ins for Line 7.4 from overflow page		
07.499.	TOTALS (Lines 07.401 through 07.403 plus 07.498) (Line 07.4 above)		