

HEALTH QUARTERLY STATEMENT

AS OF March 31, 2002

OF THE CONDITION AND AFFAIRS OF THE

SummaCare, Inc.

NAIC Group Code

(Current Period)

,

(Prior Period)

NAIC Company Code

95202

Employer's ID Number

34-1726655

Organized under the Laws of

Ohio

,

State of Domicile or Port of Entry

Ohio

Country of Domicile

Licensed as business type:

Life, Accident & Health[]

Property/Casualty[]

Hospital, Medical & Dental Service or Indemnity[]

Dental Service Corporation[]

Vision Service Corporation[]

Health Maintenance Organization[X]

Other[]

Is HMO Federally Qualified? Yes[X] No[]

Date Incorporated or Organized

10/23/1992

Date Commenced Business

03/01/1993

Statutory Home Office

10 North Main Street

,

Akron, OH 44308

(Street and Number)

(City, or Town, State and Zip Code)

Main Administrative Office

10 North Main Street

(Street and Number)

Akron, OH 44308

(City or Town, State and Zip Code)

(330)996-8410 x

(Area Code) (Telephone Number)

Mail Address

P.O. Box 3620

,

Akron, OH 44309-3620

(Street and Number or P.O. Box)

(City, or Town, State and Zip Code)

Primary Location of Books and Records

10 North Main Street

(Street and Number)

Akron, OH 44309

(City, or Town, State and Zip Code)

(330)996-8489 x

(Area Code) (Telephone Number)

Internet Website Address

Statutory Statement Contact

Marilyn Christine Anglin

(Name)

(330)996-8489 x

(Area Code)(Telephone Number)(Extension)

anglinm@summacare.com

(E-Mail Address)

(330)996-8553 x

(Fax Number)

Policyowner Relations Contact

(Street and Number)

(City, or Town, State and Zip Code)

(Area Code) (Telephone Number)(Extension)

OFFICERS

President Martin Paul Hauser

Secretary C. Michael Rutherford

Treasurer C. Michael Rutherford

VICE PRESIDENTS

Claude Maurius Vincenti

Ernest Edward Humbert

DIRECTORS OR TRUSTEES

Thomas Francis Bear

Vincent Hadar Johnson Jr.

Thomas Joseph Strauss

C. Michael Rutherford

Richard A. Merolla

Thomas Clifford Deveny

Jeffrey Scott Kline

Dale Patterson Murphy

J. B. Silvers

Thomas Gene Knoll

Ann Amer Brennan

Walter Neil Mirapaul

Bernett L. Williams

State of Ohio

County of USA 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)

Martin Paul Hauser

(Printed Name)

President

(Signature)

Claude Maurius Vincenti

(Printed Name)

Senior Vice President, COO

(Signature)

Ernest Edward Humbert

(Printed Name)

Vice President, CFO

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[X] No[]

(Notary Public Signature)

ASSETS

		Current Period			Prior Year
		1	2	3	4
		Assets	Nonadmitted Assets	Net Admitted Assets	Net Admitted Assets
1.	Bonds	14,439,343		14,439,343	9,490,385
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 (Schedule A):				
4.1	Properties occupied by the company (less \$..... encumbrances)	65,579	65,579	(a).....	
4.2	Properties held for the production of income (less \$..... encumbrances)				
4.3	Properties held for sale (less \$..... encumbrances)				
5.	Cash (\$.....8,582,974) and short-term investments (\$.....620,282)	9,203,256		9,203,256	21,375,068
6.	Other long-term invested assets				
7.	Receivable for securities				
8.	Aggregate write-ins for invested assets				
9.	Subtotal cash and invested assets (Lines 1 to 8)	23,708,178	65,579	23,642,599	30,865,453
10.	Accident and health premiums due and unpaid	11,746,003	496,890	11,249,113	9,006,303
11.	Health care receivables				
12.	Amounts recoverable from reinsurers				
13.	Net adjustment in assets and liabilities due to foreign exchange rates				
14.	Investment income due and accrued	119,685		119,685	140,180
15.	Amounts due from parent, subsidiaries and affiliates	506,852		506,852	624,911
16.	Amounts receivable relating to uninsured accident and health plans				
17.	Furniture and equipment	623,305	623,305		
18.	Amounts due from agents				
19.	Federal and foreign income tax recoverable and interest thereon (including \$..... net deferred tax asset)				
20.	Electronic data processing equipment and software	1,074,062	563,085	510,977	271,797
21.	Other nonadmitted assets				
22.	Aggregate write-ins for other than invested assets	2,235,292	338,791	1,896,501	2,158,276
23.	Total assets (Lines 9 plus 10 through 22)	40,013,377	2,087,650	37,925,727	43,066,920
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)				
2201.	Other Receivables	1,102,837		1,102,837	1,214,703
2202.	Prepaid Interest	427,211	338,791	88,420	19,269
2203.	Goodwill	338,623		338,623	508,582
2298.	Summary of remaining write-ins for Line 22 from overflow page	366,621		366,621	415,722
2299.	TOTALS (Lines 2201 through 2203 plus 2298) (Line 22 above)	2,235,292	338,791	1,896,501	2,158,276

(a) \$..... health care delivery assets included in Line 4.1, Column 3.

LIABILITIES, CAPITAL AND SURPLUS

		Current Period			Prior Year
		1 Covered	2 Uncovered	3 Total	4 Total
1.	Claims unpaid (less \$..... reinsurance ceded)	3,972,164		3,972,164	3,399,602
2.	Accrued medical incentive pool and bonus payments				
3.	Unpaid claims adjustment expenses	112,039		112,039	68,767
4.	Aggregate policy reserves				
5.	Aggregate claim reserves				
6.	Premiums received in advance	14,119,646		14,119,646	19,476,853
7.	General expenses due or accrued	1,294,618		1,294,618	1,887,438
8.	Federal and foreign income tax payable and interest thereon (including \$..... on realized capital gains (losses) (including \$..... net deferred tax liability)				
9.	Amounts withheld or retained for account of others				
10.	Borrowed money (including \$..... current) and interest thereon \$..... (including \$..... current)				
11.	Amounts due to parent, subsidiaries and affiliates	774,986		774,986	2,514,696
12.	Payable for securities				
13.	Funds held under reinsurance treaties with (\$..... authorized reinsurers and \$..... unauthorized reinsurers)				
14.	Reinsurance in unauthorized companies				
15.	Net adjustments in assets and liabilities due to foreign exchange rates				
16.	Liability for amounts held under uninsured accident and health plans				
17.	Aggregate write-ins for other liabilities (including \$..... current)	430,000		430,000	430,000
18.	Total liabilities (Lines 1 to 17)	20,703,453		20,703,453	27,777,356
19.	Common capital stock	X X X	X X X	570	570
20.	Preferred capital stock	X X X	X X X	100	100
21.	Gross paid in and contributed surplus	X X X	X X X	11,948,443	11,948,443
22.	Surplus notes	X X X	X X X		
23.	Aggregate write-ins for other surplus funds	X X X	X X X		
24.	Unassigned funds (surplus)	X X X	X X X	5,273,161	3,340,451
25.	Less treasury stock, at cost:	X X X	X X X		
25.1 shares common (value included in Line 19 \$.....)	X X X	X X X		
25.2 shares preferred (value included in Line 20 \$.....)	X X X	X X X		
26.	Total capital and surplus (Lines 19 to 24, Less 25)	X X X	X X X	17,222,274	15,289,564
27.	Total liabilities, capital and surplus (Lines 18 and 26)	X X X	X X X	37,925,727	43,066,920
DETAILS OF WRITE-INS					
1701.	Deferred tax liability	430,000		430,000	430,000
1702				
1703				
1798.	Summary of remaining write-ins for Line 17 from overflow page				
1799.	TOTALS (Lines 1701 through 1703 plus 1798) (Line 17 above)	430,000		430,000	430,000
2301	X X X	X X X		
2302	X X X	X X X		
2303	X X X	X X X		
2398.	Summary of remaining write-ins for Line 23 from overflow page	X X X	X X X		
2399.	TOTALS (Lines 2301 through 2303 plus 2398) (Line 23 above)	X X X	X X X		

STATEMENT OF REVENUE AND EXPENSES

		Current Year to Date		Prior Year
		1 Uncovered	2 Total	3 Total
1.	Member Months	X X X	272,303	977,318
2.	Net premium income	X X X	61,275,904	205,624,255
3.	Change in unearned premium reserves and reserve for rate credits	X X X		
4.	Fee-for-service (net of \$..... medical expenses)	X X X		
5.	Risk revenue	X X X		
6.	Aggregate write-ins for other health care related revenues	X X X	918,301	2,098,996
7.	TOTAL REVENUES (Lines 2 to 6)	X X X	62,194,205	207,723,251
Medical and Hospital:				
8.	Hospital/medical benefits		52,287,948	149,208,534
9.	Other professional services		951,190	27,421,799
10.	Outside referrals			
11.	Emergency room and out-of-area			1,736,661
12.	Prescription drugs			
13.	Aggregate write-ins for other medical and hospital			
14.	Incentive pool and withhold adjustments			
15.	Subtotal (Lines 8 to 14)		53,239,138	178,366,994
LESS:				
16.	Net reinsurance recoveries		35,361	
17.	Total medical and hospital (Lines 15 minus 16)		53,203,777	178,366,994
18.	Claims adjustment expenses			
19.	General administrative expenses		7,292,745	25,557,473
20.	Increase in reserves for accident and health contracts			
21.	Total underwriting deductions (Lines 17 through 20)		60,496,522	203,924,467
22.	Net underwriting gain or (loss) (Lines 7 minus 21)	X X X	1,697,683	3,798,784
23.	Net investment income earned		169,615	658,009
24.	Net realized capital gains or (losses)			
25.	Net investment gains or (losses) (Lines 23 plus 24)		169,615	658,009
26.	Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$.....), (amount charged off \$.....)]			
27.	Aggregate write-ins for other income or expenses			88,399
28.	Net income or (loss) before federal income taxes (Lines 22 plus 25 plus 26 plus 27)		1,867,298	4,545,192
29.	Federal and foreign income taxes incurred	X X X	37,500	2,153,000
30.	Net income (loss) (Lines 28 minus 29)	X X X	1,829,798	2,392,192
DETAILS OF WRITE-INS				
0601.	Administrative Services revenue	X X X	918,301	2,096,510
0602.	Gain/loss on disposal of asset	X X X		2,486
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	918,301	2,098,996
1301			
1302			
1303			
1398.	Summary of remaining write-ins for Line 13 from overflow page			
1399.	TOTALS (Lines 1301 through 1303 plus 1398) (Line 13 above)			
2701.	COB and Subrogation			88,399
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)			88,399

STATEMENT OF REVENUE AND EXPENSES (Continued)

		1	2
		Current Year to Date	Prior Year
CAPITAL & SURPLUS ACCOUNT			
31.	Capital and surplus prior reporting year	15,289,564	11,611,866
GAINS AND LOSSES TO CAPITAL & SURPLUS			
32.	Net income or (loss) from Line 30	1,829,798	2,392,192
33.	Change in valuation basis of aggregate policy and claim reserves		
34.	Net unrealized capital gains and losses		
35.	Change in net unrealized foreign exchange capital gain or (loss)		
36.	Change in net deferred income tax		
37.	Change in nonadmitted assets	102,875	(273,416)
38.	Change in unauthorized reinsurance		
39.	Change in treasury stock		
40.	Change in surplus notes		
41.	Cumulative effect of changes in accounting principles		(226,040)
42.	Capital Changes:		
42.1	Paid in		
42.2	Transferred from surplus (Stock Dividend)		
42.3	Transferred to surplus		
43.	Surplus adjustments:		
43.1	Paid in		1,785,000
43.2	Transferred to capital (Stock Dividend)		
43.3	Transferred from capital		
44.	Dividends to stockholders		
45.	Aggregate write-ins for gains or (losses) in surplus	37	(38)
46.	Net change in capital and surplus (Lines 32 to 45)	1,932,710	3,677,698
47.	Capital and surplus end of reporting period (Line 31 plus 46)	17,222,274	15,289,564
DETAILS OF WRITE-INS			
4501.	Change in prior year amortization		
4502.	Misc adjustment	37	(38)
4503.		
4598.	Summary of remaining write-ins for Line 45 from overflow page		
4599.	TOTALS (Lines 4501 through 4503 plus 4598) (Line 45 above)	37	(38)

CASH FLOW

		1	2
		Current	Prior
		Year To Date	Year
Cash from Operations			
1.	Premiums and revenues collected net of reinsurance	54,764,146	208,768,068
2.	Claims and claims adjustment expenses	52,623,304	175,055,603
3.	General administrative expenses paid	7,885,565	25,712,385
4.	Other underwriting income (expenses)		397,998
5.	Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4)	(5,744,723)	8,398,078
6.	Net investment income	210,771	594,743
7.	Other income (expenses)	147,227	640,886
8.	Federal and foreign income taxes (paid) recovered	11,601	(2,153,000)
9.	Net cash from operations (Lines 5 to 8)	(5,375,124)	7,480,707
Cash from Investments			
10.	Proceeds from investments sold, matured or repaid:		
10.1	Bonds	50,000	100,000
10.2	Stocks		
10.3	Mortgage loans		
10.4	Real estate		
10.5	Other invested assets		
10.6	Net gains or (losses) on cash and short-term investments		
10.7	Miscellaneous proceeds		
10.8	TOTAL investment proceeds (Lines 10.1 to 10.7)	50,000	100,000
11.	Cost of investments acquired (long-term only):		
11.1	Bonds	5,008,656	4,497,984
11.2	Stocks		
11.3	Mortgage loans		
11.4	Real estate		
11.5	Other invested assets		
11.6	Miscellaneous applications	10,963	
11.7	TOTAL investments acquired (Lines 11.1 to 11.6)	5,019,619	4,497,984
12.	Net cash from investments (Line 10.8 minus Line 11.7)	(4,969,619)	(4,397,984)
Cash from Financing and Miscellaneous Sources			
13.	Cash provided:		
13.1	Surplus notes, capital and surplus paid in	38	1,785,000
13.2	Net transfers from affiliates	(1,739,710)	990,706
13.3	Borrowed funds received	102,875	(273,416)
13.4	Other cash provided	(308,331)	1,158,375
13.5	TOTAL (Lines 13.1 to 13.4)	(1,945,128)	3,660,665
14.	Cash applied:		
14.1	Dividends to stockholders paid		
14.2	Net transfers to affiliates	(118,059)	307,282
14.3	Borrowed funds repaid		
14.4	Other applications		226,040
14.5	TOTAL (Lines 14.1 to 14.4)	(118,059)	533,322
15.	Net cash from financing and miscellaneous sources (Line 13.5 minus Line 14.5)	(1,827,069)	3,127,343
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS			
16.	Net change in cash and short-term investments (Line 9 plus Line 12 plus Line 15)	(12,171,812)	6,210,066
17.	Cash and short-term investments:		
17.1	Beginning of period	21,375,068	15,165,002
17.2	End of period (Line 16 plus Line 17.1)	9,203,256	21,375,068

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

	1	Comprehensive (Hospital & Medical)		4	5	6	7	8	9	10
		2	3							
	Total	Individual	Group	Medicare Supplement	Vision Only	Dental Only	Federal Employees Health Benefit Plan	Title XVIII Medicare	Title XIX Medicaid	Other
Total Members at end of:										
1. Prior Year	86,296		42,437				1,916	12,369	29,574	
2. First Quarter	91,064		43,101				5,095	11,887	30,981	
3. Second Quarter										
4. Third Quarter										
5. Current Year										
6. Current Year Member Months	272,303		129,183				15,212	35,902	92,006	
Total Member Ambulatory Encounters for Period:										
7. Physician	34,871		13,001					10,135	11,735	
8. Non-Physician	37,140		15,666					9,458	12,016	
9. Total	72,011		28,667					19,593	23,751	
10. Hospital Patient Days Incurred	11,723		2,723				252	6,437	2,311	
11. Number of Inpatient Admissions	2,660		727				82	1,089	762	
12. Premiums Collected	53,675,888		22,218,615				1,965,611	14,666,737	14,824,925	
13. Premiums Earned	61,275,904		22,895,282				2,694,447	21,058,467	14,627,708	
14. Amount Paid for Provision of Health Care Services	52,735,342		19,829,199				1,823,740	18,553,672	12,528,731	
15. Amount Incurred for Provision of Health Care Services	53,239,138		19,733,850				2,422,885	18,553,672	12,528,731	

CLAIMS PAYABLE (Reported and Unreported)

Aging Analysis of Unpaid Claims						
1	2	3	4	5	6	7
Account	1 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 days	Over 120 Days	Total
0199999 Individually Listed Claims Payable						
0299999 Aggregate Accounts Not Individually Listed - Uncovered	1,932,165	641,000	381,000	218,000	800,000	3,972,165
0399999 Aggregate Accounts Not Individually Listed - Covered						
0499999 Subtotals	1,932,165	641,000	381,000	218,000	800,000	3,972,165
0599999 Unreported claims and other claim reserves						
0699999 Total Amounts Withheld						
0799999 Total Claims Payable						3,972,165
0899999 Accrued Medical Incentive Pool						

UNDERWRITING AND INVESTMENT EXHIBIT

ANALYSIS OF CLAIMS UNPAID-PRIOR YEAR-NET OF REINSURANCE

Line of Business		Claims Paid Year to Date		Liability End of Current Quarter		5 Claims Incurred in Prior Years (Columns 1+3)	6 Estimated Claim Reserve and Claim Liability Dec.31 of Prior Year
		1	2	3	4		
		On Claims Incurred Prior to January 1 of Current Year	On Claims Incurred During the Year	On Claims Unpaid Dec.31 of Prior Year	On Claims Incurred During the Year		
1.	Comprehensive (Hospital & Medical)	2,136,000	20,840,200	1,011,000	2,261,778	3,147,000	3,368,127
2.	Medicare Supplement						
3.	Dental only						
4.	Vision only						
5.	Federal Employees Health Benefits Plan Premiums ..	83,000	1,839,740	16,000	683,387	99,000	100,242
6.	Title XVIII - Medicare		18,553,672				
7.	Title XIX - Medicaid		12,528,730				
8.	Other						
9.	Subtotal	2,219,000	53,762,342	1,027,000	2,945,165	3,246,000	3,468,369
10.	Medical incentive pools, accruals and disbursements ..						
11.	TOTALS	2,219,000	53,762,342	1,027,000	2,945,165	3,246,000	3,468,369

Notes to Financial Statement

GENERAL INTERROGATORIES

(Responses to these interrogatories should be based on changes that have occurred since the prior year end unless otherwise noted)

PART 1 - COMMON INTERROGATORIES
GENERAL

- 1.1 Did the reporting entity implement any significant accounting policy changes which would require disclosure in the Notes to the Financial Statements?

Yes[] No[X]
- 1.2 If yes, explain:
- 2.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes[] No[X]
- 2.2 If yes, has the report been filed with the domiciliary state?

Yes[] No[X]
- 3.1 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]
- 3.2 If yes, date of change:

If not previously filed, furnish herewith a certified copy of the instrument as amended.
4. Have there been any substantial changes in the organizational since the prior quarter end?

Yes[] No[X]
- If yes attach an organizational chart.
- 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 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	2	3
Name of Entity	NAIC Company Code	State of Domicile
.....

6. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?

If yes, attach an explanation.

Yes[] No[X] N/A[]
- 7.1 State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/1997
- 7.2 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.

12/31/1997
- 7.3 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).

12/31/1998
- 7.4 By what department or departments?

hio Department of Insurance
- 8.1 Has this 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? (You need not report an action, either formal or informal, if a confidentiality clause is part of the agreement.)

Yes[] No[X]
- 8.2 If yes, give full information

GENERAL INTERROGATORIES (continued)

(Responses to these interrogatories should be based on changes that have occurred since prior year end unless otherwise noted.)

INVESTMENT

- 9.1

Has there been any changes in the reporting entity's own preferred or common stock?

Yes[] No[X]
- 9.2

If yes, explain:
- 10.1

Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.)

Yes[] No[X]
- 10.2

If yes, give full and complete information relating thereto:
11.

Amount of real estate and mortgages held in other invested assets in Schedule BA:

\$
12.

Amount of real estate and mortgages held in short-term investments:

\$
- 13.1

Does the reporting entity have any investments in parent, subsidiaries and affiliates?

Yes[] No[X]
- 13.2

If yes, please complete the following:

	1 Prior Year-End Statement Value	2 Current Quarter Statement Value
13.21 Bonds		
13.22 Preferred Stock		
13.23 Common Stock		
13.24 Short-Term Investments		
13.25 Mortgages, Loans or Real Estate		
13.26 All Other		
13.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 13.21 to 13.26)		
13.28 Total Investment in Parent included in Lines 13.21 to 13.26 above		
13.29 Receivable from Parent not included in Lines 13.21 to 13.26 above		

- 14.1

Does the reporting entity have any hedging transactions reported in Schedule DB?

Yes[] No[X]
- 14.2

If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?
If no, attach a description with this statement.

Yes[] No[X]
15.

Excluding items in Schedule E, 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 Part 1 - General, Section IV, H-Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?

Yes[] No[X]
- 15.1

For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address

- 15.2

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)

- 15.3

Have there been any changes, including name changes, in the custodian(s) identified in 15.1 during the current year?

Yes[] No[X]
- 15.4

If yes, give full and complete information relating thereto:

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

- 15.5

Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address

SCHEDULE A - VERIFICATION

		1	2	3	4
		First Quarter Current Year	Second Quarter Current Year	Third Quarter Current Year	Prior Year Ended December 31
1.	Book/adjusted carrying value, beginning of period	58,346			51,325
2.	Increase (decrease) by adjustment	7,233			(22,835)
3.	Cost of acquired				
4.	Cost of additions to and permanent improvements				29,857
5.	Total profit (loss) on sales				
6.	Increase (decrease) by foreign exchange adjustment				
7.	Amount received on sales				
8.	Book/adjusted carrying value at end of current period	65,579			58,347
9.	Total valuation allowance				
10.	Subtotal (Lines 8 plus 9)	65,579			58,347
11.	Total nonadmitted amounts	65,579			58,346
12.	Statement value, current period (Page 2, real estate lines, current period)				1

SCHEDULE B - VERIFICATION

		1	2	3	4
		First Quarter Current Year	Second Quarter Current Year	Third Quarter Current Year	Prior Year Ended December 31
1.	Book/recorded investment excluding accrued interest on mortgages owned, beginning of period				
2.	Amount loaned during period:				
2.1	Actual cost at time of acquisitions				
2.2	Additional investment made after acquisitions				
3.	Accrual of discount and mortgage interest points and commitment fees				
4.	Increase (decrease) by adjustment				
5.	Total profit (loss) on sale				
6.	Amounts paid on account or in full during the period				
7.	Amortization of premium				
8.	Increase (decrease) by foreign exchange adjustment				
9.	Book value/recorded investment excluding accrued interest on mortgages owned at end of current period				
10.	Total valuation allowance				
11.	Subtotal (Lines 9 plus 10)				
12.	Total nonadmitted amounts				
13.	Statement value of mortgages owned at end of current period				

NONE

SCHEDULE BA - VERIFICATION

Other Invested Assets Included in Schedule BA

		1	2	3	4
Description		First Quarter Current Year	Second Quarter Current Year	Third Quarter Current Year	Prior Year Ended December 31
1.	Book/adjusted carrying value of long-term invested assets owned, beginning of period				
2.	Cost of acquisitions during period:				
2.1	Actual cost at time of acquisitions				
2.2	Additional investment made after acquisitions				
3.	Accrual of discount				
4.	Increase (decrease) by adjustment				
5.	Total profit (loss) on sale				
6.	Amounts paid on account or in full during the period				
7.	Amortization of premium				
8.	Increase (decrease) by foreign exchange adjustment				
9.	Book/adjusted carrying value of long-term invested assets at end of current period				
10.	Total valuation allowance				
11.	Subtotal (Lines 9 plus 10)				
12.	Total nonadmitted amounts				
13.	Statement value of long-term invested assets at end of current period				

NONE

SCHEDULE D - PART 1B
Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1 Statement Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Statement Value End of First Quarter	6 Statement Value End of Second Quarter	7 Statement Value End of Third Quarter	8 Statement Value December 31 Prior Year
BONDS								
1. Class 1	9,490,385	5,008,656	50,000	(9,698)	14,439,343			9,490,385
2. Class 2								
3. Class 3								
4. Class 4								
5. Class 5								
6. Class 6								
7. TOTAL Bonds	9,490,385	5,008,656	50,000	(9,698)	14,439,343			9,490,385
PREFERRED STOCK								
8. Class 1								
9. Class 2								
10. Class 3								
11. Class 4								
12. Class 5								
13. Class 6								
14. TOTAL Preferred Stock								
15. TOTAL Bonds & Preferred Stock	9,490,385	5,008,656	50,000	(9,698)	14,439,343			9,490,385

SCHEDULE DA - PART 1

Short - Term Investments Owned End of Current Quarter

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Amount of Interest Received Current Quarter	5 Paid for Accrued Interest
8099999. TOTALS	620,282	X X X		620,282	593

SCHEDULE DA - PART 2 - Verification

Short-Term Investments Owned

		1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter CurrentYear	4 Prior Year Ended December 31
1.	Book/adjusted carrying value, beginning of period	462,045	473,307
2.	Cost of short-term investments acquired	5,249,751	4,539,229
3.	Increase (decrease) by adjustment
4.	Increase (decrease) by foreign exchange adjustment
5.	Total profit (loss) on disposal of short-term investments
6.	Consideration received on disposal of short-term investments	5,091,514	4,550,491
7.	Book/adjusted carrying value, current period	620,282	462,045
8.	Total valuation allowance
9.	Subtotals (Lines 7 plus 8)	620,282	462,045
10.	Total nonadmitted amounts
11.	Statement value (Lines 9 minus 10)	620,282	462,045
12.	Income collected during period	6,664
13.	Income earned during period	6,664

16 Schedule DB Part F Section 1..... NONE

17 Schedule DB Part F Section 2..... NONE

SCHEDULE S - CEDED REINSURANCE
Showing all new reinsurers-Current Year to Date

1	2	3	4	5
NAIC Company Code	Federal ID Number	Name of Reinsurer	Location	Is Insurer Authorized? (Yes or No)

Life and annuity - affiliates

90611	41-1366075	Allianz Life Ins Co Of North Amer	Minneapolis, Minnesota	Yes[X] No[]
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SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS

Allocated by States and Territories

State, Etc.			1 Guaranty Fund (Yes or No)	2 Is Insurer Licensed (Yes or No)	Direct Business Only Year-to-Date			
					3 Premiums	4 Medicare Title XVIII	5 Medicaid Title XIX	6 Federal Employees Health Benefits Program Premiums
1.	Alabama	AL	... No No ...				
2.	Alaska	AK	... No No ...				
3.	Arizona	AZ	... No No ...				
4.	Arkansas	AR	... No No ...				
5.	California	CA	... No No ...				
6.	Colorado	CO	... No No ...				
7.	Connecticut	CT	... No No ...				
8.	Delaware	DE	... No No ...				
9.	District of Columbia	DC	... No No ...				
10.	Florida	FL	... No No ...				
11.	Georgia	GA	... No No ...				
12.	Hawaii	HI	... No No ...				
13.	Idaho	ID	... No No ...				
14.	Illinois	IL	... No No ...				
15.	Indiana	IN	... No No ...				
16.	Iowa	IA	... No No ...				
17.	Kansas	KS	... No No ...				
18.	Kentucky	KY	... No No ...				
19.	Louisiana	LA	... No No ...				
20.	Maine	ME	... No No ...				
21.	Maryland	MD	... No No ...				
22.	Massachusetts	MA	... No No ...				
23.	Michigan	MI	... No No ...				
24.	Minnesota	MN	... No No ...				
25.	Mississippi	MS	... No No ...				
26.	Missouri	MO	... No No ...				
27.	Montana	MT	... No No ...				
28.	Nebraska	NE	... No No ...				
29.	Nevada	NV	... No No ...				
30.	New Hampshire	NH	... No No ...				
31.	New Jersey	NJ	... No No ...				
32.	New Mexico	NM	... No No ...				
33.	New York	NY	... No No ...				
34.	North Carolina	NC	... No No ...				
35.	North Dakota	ND	... No No ...				
36.	Ohio	OH	... No Yes ..	22,895,282	21,058,467	14,627,708	2,694,447
37.	Oklahoma	OK	... No No ...				
38.	Oregon	OR	... No No ...				
39.	Pennsylvania	PA	... No No ...				
40.	Rhode Island	RI	... No No ...				
41.	South Carolina	SC	... No No ...				
42.	South Dakota	SD	... No No ...				
43.	Tennessee	TN	... No No ...				
44.	Texas	TX	... No No ...				
45.	Utah	UT	... No No ...				
46.	Vermont	VT	... No No ...				
47.	Virginia	VA	... No No ...				
48.	Washington	WA	... No No ...				
49.	West Virginia	WV	... No No ...				
50.	Wisconsin	WI	... No No ...				
51.	Wyoming	WY	... No No ...				
52.	American Samoa	AS	... No No ...				
53.	Guam	GU	... No No ...				
54.	Puerto Rico	PR	... No No ...				
55.	U.S. Virgin Islands	VI	... No No ...				
56.	Canada	CN	... No No ...				
57.	Aggregate other alien	OT	... X X X X X X .				
58.	TOTAL (Direct Business)		... X X X .	(a)..... 1	22,895,282	21,058,467	14,627,708	2,694,447
DETAILS OF WRITE-INS								
5701			... X X X X X X .				
5702			... X X X X X X .				
5703			... X X X X X X .				
5798.	Summary of remaining write-ins for Line 57 from overflow page		... X X X X X X .				
5799.	TOTALS (Lines 5701 through 5703 plus 5798) (Line 57 above)		... X X X X X X .				

(a) Insert the number of yes responses except for Canada and Other Alien.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

All insurer members of a Holding Company Group that has acquired and/or disposed of any domestic insurer (s) since filing the last annual or quarterly statement shall prepare a common schedule for inclusion in each of the individual quarterly statements

PART 1 - ORGANIZATIONAL CHART

**SUPPLEMENTAL EXHIBITS AND SCHEDULES
INTERROGATORIES**

RESPONSES
No

1. Will the SVO Compliance Certification be filed with this statement?

Explanation:

Bar Code:



OVERFLOW PAGE FOR WRITE-INS

ASSETS

	Current Period			Prior Year
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets	Net Admitted Assets
0897. Summary of remaining write-ins for Line 8 (Lines 0804 through 0896)
2204. Income tax receivable 366,621 366,621 415,722
2205. Prepaid assets
2297. Summary of remaining write-ins for Line 22 (Lines 2204 through 2296) 366,621 366,621 415,722

E01 Schedule A Part 2. NONE

E01 Schedule A Part 3. NONE

E02 Schedule B Part 1. NONE

E02 Schedule B Part 2. NONE

E03 Schedule BA Part 1. NONE

E03 Schedule BA Part 2 NONE

SCHEDULE D - PART 3
Showing All Long-Term Bonds and Stocks ACQUIRED During Current Quarter

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation (a)
Bonds - U.S. Governments								
912827J78	US Treasury Notes	01/29/2002	Merrill Lynch Government Securities	X X X	832,250	800,000	22,690	1PE
9128275F5	US Treasury Notes	01/28/2002	Merrill Lynch Government Securities	X X X	1,041,406	1,000,000	10,877	1PE
9128276N7	US Treasury Notes	01/28/2002	Merrill Lynch Government Securities	X X X	1,053,906	1,000,000	11,913	1PE
9128276X5	US Treasury Notes	01/28/2002	Merrill Lynch Government Securities	X X X	1,010,156	1,000,000	9,582	1PE
9128273E0	US Treasury Notes	01/28/2002	Merrill Lynch Government Securities	X X X	1,070,938	1,000,000	27,795	1PE
0399999 Subtotal - Bonds - U.S. Governments					5,008,656	4,800,000	82,857
6099997 Subtotal - Bonds - Part 3					5,008,656	4,800,000	82,857
6099998 Summary Item for Bonds Bought and Sold This Quarter
6099999 Subtotal - Bonds					5,008,656	4,800,000	82,857
6599998 Summary Item for Preferred Stock Bought and Sold This Quarter
7099998 Summary Item for Common Stock Bought and Sold This Quarter						X X X
7199999 Subtotal - Preferred and Common Stock						X X X
7299999 Total - Bonds, Preferred and Common Stock					5,008,656	X X X	82,857

(a) For all common stock bearing the NAIC designation "U" provide: the number of such issues

SCHEDULE D - PART 4

Showing All Long-Term Bonds and Stocks Sold, Redeemed, or Otherwise Disposed of
by the Company During the Current Quarter

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) On Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year	NAIC Desig- nation (a)
Bonds - U.S. Governments																
912827W81	U.S. Treasury Note	01/29/2002	Speer Leeds & Kellogg	X X X ...	50,000	50,000	49,750	50,000				2,688	2,688	1,284	X X X	1PE
0399999 Subtotal - Bonds - U.S. Governments					50,000	50,000	49,750	50,000				2,688	2,688	1,284	X X X	X X X .
6099997 Subtotal - Bonds - Part 4					50,000	50,000	49,750	50,000				2,688	2,688	1,284	X X X	X X X .
6099998 Summary Item for Bonds Bought and Sold This Quarter															X X X	X X X .
6099999 Subtotal - Bonds					50,000	50,000	49,750	50,000				2,688	2,688	1,284	X X X	X X X .
6599998 Summary Item for Preferred Stock Bought and Sold This Quarter														X X X ...		X X X .
7099998 Summary Item for Common Stock Bought and Sold This Quarter						X X X								X X X ...		X X X .
7199999 Subtotal - Preferred and Common Stock						X X X								X X X ...		X X X .
7299999 Total - Bonds, Preferred and Common Stock					50,000	X X X	49,750	50,000				2,688	2,688	1,284		X X X .

(a) For all common stock bearing the NAIC designation "U" provide: the number of such issues

E06 Schedule DB Part A Section 1..... NONE

E06 Schedule DB Part B Section 1..... NONE

E07 Schedule DB Part C Section 1..... NONE

E07 Schedule DB Part D Section 1..... NONE

SCHEDULE E - PART 1 - CASH

1			2	3	4	Book Balance at End of Each Month During Current Quarter			8
Depository			Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	5	6	7	
						First Month	Second Month	Third Month	*
open depositories									
First Merit	Akron, Ohio		1.500	6,814		917,416	2,919,101	119,556	
First Merit	Akron, Ohio					6,131,278	5,154,232	8,463,418	
0199998 Deposits in depositories which do not exceed the allowable limit in any one depository (See Instructions) - open depositories			X X X	5,320					
0199999 Totals - Open Depositories			X X X	12,134		7,048,694	8,073,333	8,582,974	
0299998 Deposits in depositories which do not exceed the allowable limit in any one depository (See Instructions) - suspended depositories			X X X						
0299999 Totals - Suspended Depositories			X X X						
0399999 Total Cash On Deposit			X X X	12,134		7,048,694	8,073,333	8,582,974	
0499999 Cash in Company's Office			X X X	X X X	X X X				
0599999 Total Cash			X X X	12,134		7,048,694	8,073,333	8,582,974	

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