

ASSETS

	Current Period			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets	4 Net Admitted Assets
1. Bonds	756,794		756,794	353,971
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):				(a)
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 \$..... encumbrances)				
5. Cash (\$.....) and short-term investments (\$.....)	2,136,046		2,136,046	3,165,557
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)	2,892,840		2,892,840	3,519,528
10. Accident and health premiums due and unpaid	739,443		739,443	973,396
11. Health care receivables	3,732,869	3,118,281	614,588	4,255,321
12. Amounts recoverable from reinsurers	20,989		20,989	278,677
13. Net adjustment in assets and liabilities due to foreign exchange rates				
14. Investment income due and accrued	15,761		15,761	4,288
15. Amounts due from parent, subsidiaries and affiliates	908,600		908,600	800,000
16. Amounts receivable relating to uninsured accident and health plans				
17. Furniture and equipment				
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				
21. Other nonadmitted assets				
22. Aggregate write-ins for other than invested assets	336,223		336,223	
23. Total assets (Lines 9 plus 10 through 22)	8,646,725	3,118,281	5,528,444	9,831,210

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	336,223		336,223	
2202				
2203				
2298. Summary of remaining write-ins for Line 22 from overflow page				
2299. TOTALS (Lines 2201 through 2203 plus 2298) (Line 22 above)	336,223		336,223	

(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)	1,228,958		1,228,958	3,369,944
2. Accrued medical incentive pool and bonus payments				
3. Unpaid claims adjustment expenses	45,895		45,895	266,500
4. Aggregate policy reserves				
5. Aggregate claim reserves				
6. Premiums received in advance	664,728		664,728	644,208
7. General expenses due or accrued	35,507		35,507	
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	249,877		249,877	421,253
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)	1,418,685		1,418,685	1,966,019
18. Total liabilities (Lines 1 to 17)	3,643,650		3,643,650	6,667,924
19. Common capital stock	XXX	XXX		
20. Preferred capital stock	XXX	XXX		
21. Gross paid in and contributed surplus	XXX	XXX	7,300,449	3,863,856
22. Surplus notes	XXX	XXX	53,039	53,039
23. Aggregate write-ins for other surplus funds	XXX	XXX		
24. Unassigned funds (surplus)	XXX	XXX	(5,468,693)	(753,609)
25. Less treasury stock, at cost:				
25.1 shares common (value included in Line 19 \$.....)	XXX	XXX		
25.2 shares preferred (value included in Line 20 \$.....)	XXX	XXX		
26. Total capital and surplus (Lines 19 to 24, Less 25)	XXX	XXX	1,884,795	3,163,286
27. Total liabilities, capital and surplus (Lines 18 and 26)	XXX	XXX	5,528,445	9,831,210
DETAILS OF WRITE-INS				
1701. Liability to Member Hospitals (Non-claim liability)	1,418,685		1,418,685	1,180,358
1702. Other current liabilities				785,661
1703				
1798. Summary of remaining write-ins for Line 17 from overflow page				
1799. TOTALS (Lines 1701 through 1703 plus 1798) (Line 17 above)	1,418,685		1,418,685	1,966,019
2301	XXX	XXX		
2302	XXX	XXX		
2303	XXX	XXX		
2398. Summary of remaining write-ins for Line 23 from overflow page	XXX	XXX		
2399. TOTALS (Lines 2301 through 2303 plus 2398) (Line 23 above)	XXX	XXX		

STATEMENT OF REVENUE AND EXPENSES

	Current Year to Date		Prior Year
	1 Uncovered	2 Total	3 Total
	XXX	33,948	182,481
1. Member Months	XXX	33,948	182,481
2. Net premium income	XXX	5,845,653	35,695,202
3. Change in unearned premium reserves and reserve for rate credits	XXX		
4. Fee-for-service (net of \$..... medical expenses)	XXX		
5. Risk revenue	XXX		
6. Aggregate write-ins for other health care related revenues	XXX		
7. TOTAL REVENUES (Lines 2 to 6)	XXX	5,845,653	35,695,202
Medical and Hospital:			
8. Hospital/medical benefits		5,506,255	16,624,962
9. Other professional services		21,716	2,562,004
10. Outside referrals			9,314,586
11. Emergency room and out-of-area			3,591,864
12. Prescription drugs		959,806	6,338,175
13. Aggregate write-ins for other medical and hospital		1,415,318	(4,548,754)
14. Incentive pool and withhold adjustments			
15. Subtotal (Lines 8 to 14)		7,903,095	33,882,837
LESS:			
16. Net reinsurance recoveries		136,106	1,958,603
17. Total medical and hospital (Lines 15 minus 16)		7,766,989	31,924,234
18. Claims adjustment expenses			
19. General administrative expenses		869,404	3,757,526
20. Increase in reserves for accident and health contracts			
21. Total underwriting deductions (Lines 17 through 20)		8,636,393	35,681,760
22. Net underwriting gain or (loss) (Lines 7 minus 21)	XXX	(2,790,740)	13,442
23. Net investment income earned		36,299	111,300
24. Net realized capital gains or (losses)			
25. Net investment gains or (losses) (Lines 23 plus 24)		36,299	111,300
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			
28. Net income or (loss) before federal income taxes (Lines 22 plus 25 plus 26 plus 27)		(2,754,441)	124,742
29. Federal and foreign income taxes incurred	XXX		
30. Net income (loss) (Lines 28 minus 29)	XXX	(2,754,441)	124,742
DETAILS OF WRITE-INS			
0601	XXX		
0602	XXX		
0603	XXX		
0698. Summary of remaining write-ins for Line 6 from overflow page	XXX		
0699. TOTALS (Lines 0601 through 0603 plus 0698) (Line 6 above)	XXX		
1301. Medical Indemnity Credit			(4,548,754)
1302. Capitation Payments		1,415,318	
1303			
1398. Summary of remaining write-ins for Line 13 from overflow page			
1399. TOTALS (Lines 1301 through 1303 plus 1398) (Line 13 above)		1,415,318	(4,548,754)
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)			

STATEMENT OF REVENUE AND EXPENSES (Continued)

		1 Current Year to Date	2 Prior Year
CAPITAL & SURPLUS ACCOUNT			
31.	Capital and surplus prior reporting year	3,163,286	2,486,253
GAINS AND LOSSES TO CAPITAL & SURPLUS			
32.	Net income or (loss) from Line 30	(2,754,441)	124,742
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	(1,960,643)	(1,175,631)
38.	Change in unauthorized reinsurance		
39.	Change in treasury stock		
40.	Change in surplus notes		
41.	Cumulative effect of changes in accounting principles		
42.	Capital Changes:		
42.1	Paid in	3,436,593	
42.2	Transferred from surplus (Stock Dividend)		
42.3	Transferred to surplus		
43.	Surplus adjustments:		
43.1	Paid in		823,698
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		904,224
46.	Net change in capital and surplus (Lines 32 to 45)	(1,278,491)	677,033
47.	Capital and surplus end of reporting period (Line 31 plus 46)	1,884,795	3,163,286
DETAILS OF WRITE-INS			
4501.	Minimum Member Hospital Additional Funds		904,224
4502		
4503		
4598.	Summary of remaining write-ins for Line 45 from overflow page		
4599.	TOTALS (Lines 4501 through 4503 plus 4598) (Line 45 above)		904,224