



# HEALTH ANNUAL STATEMENT

FOR THE YEAR ENDING DECEMBER 31, 2002  
OF THE CONDITION AND AFFAIRS OF THE

## Aetna Health Inc. (an Ohio corporation)

NAIC Group Code..... **0001 0001** NAIC Company Code..... **96518** Employer's ID Number..... **34-1399736**  
(Current Period) (Prior Period)

Organized under the Laws of **Ohio** State of Domicile or Port of Entry:..... **Ohio**

Country of Domicile:..... **United States**

Licensed as business type: Life, Accident & Health [ ] Property/Casualty [ ] Health Service Corporation [ ] Hospital, Medical & Dental Service or Indemnity [ ]  
Vision Service Corporation [ ] Other [ ] Health Maintenance Organization [X] Is HMO Federally Qualified? Yes [ ] No [X]

Date Incorporated or Organized..... **April 1, 1983** Date Commenced Business..... **December 1, 1983**

Statutory Home Office..... **4059 Kinross Lakes Parkway** ..... **Richfield** ..... **OH** ..... **44286**  
(Street and Number) (City, State and Zip Code)

Main Administrative Office ..... **4059 Kinross Lakes Parkway**  
(Street and Number)  
..... **Richfield** ..... **OH** ..... **44286** ..... **330-659-8000**  
(City, State and Zip Code) (Area Code) (Telephone number)

Mail Address ..... **980 Jolly Road, U14C, P.O. Box 1109** ..... **Blue Bell** ..... **PA** ..... **19422**  
(Street and Number or P. O. Box) (City, State and Zip Code)

Primary Location of Books and Records ..... **980 Jolly Road, P.O. Box 1109**  
(Street and Number)  
..... **Blue Bell** ..... **PA** ..... **19422** ..... **800-872-3862**  
(City, State and Zip Code) (Area Code) (Telephone Number)

Internet Website Address ..... **www.aetna.com**

Statutory Statement Contact ..... **James David Weiss** ..... **215-775-6508**  
(Name) (Area Code) (Telephone Number) (Extension)  
..... **AUSHC.HMOReporting@aetna.com** ..... **215-775-6790**  
(E-mail Address) (Fax Number)

Policyowner Relations Contact ..... **Plan Sponsor Services, 151 Farmington Avenue, Hartford, CT 06156** ..... **(800) 247-5472**  
(Street and Number) (City, State and Zip Code) (Area Code) (Telephone Number)

### OFFICERS

**President** ..... **Allan Ira Greenberg** **Controller** ..... **James David Weiss**  
**Secretary** ..... **Gregory Stephen Martino**

### OTHER OFFICERS

**Treasurer:** **Russell Page Smith**  
**Senior Investment Officer:** **Kevin James Casey**  
**Assistant Controller:** **Alicia Helene Bolton**

### DIRECTORS

**Joan Barnicle #** **Allan Ira Greenberg** **Burton Fred Vanderlaan, M.D. #**

State of..... **Pennsylvania**  
County of..... **Montgomery**

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of 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 state above, and of its income and deductions therefrom for the period, 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.

/s/ Allan Ira Greenberg /s/ Gregory Stephen Martino /s/ James David Weiss  
(Signature) (Signature) (Signature)  
**Allan Ira Greenberg** **Gregory Stephen Martino** **James David Weiss**  
**President** **Secretary** **Controller**

Subscribed and sworn to before me this  
24th day of February, 2003

/s/ Rosemary R. Pico  
NOTARY PUBLIC (Seal)

- 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 .....

**EXHIBIT 3 - 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
<b>A&amp;H Premiums Due and Unpaid</b>						
0199999. Total individuals.....	34,109	93,829	109,235	71,273	169,892	138,554
0299998. Premiums due and unpaid not individually listed.....	6,808,857	(51,782)	(94,817)	49,178	4,127,347	2,584,089
0299999. Total group.....	6,808,857	(51,782)	(94,817)	49,178	4,127,347	2,584,089
0599999. Accident and health premiums due and unpaid (Page 2, Line 10).....	6,842,966	42,047	14,418	120,451	4,297,239	2,722,643

**EXHIBIT 4 - 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
<b>Health Care Receivables</b>						
0499999. Receivables not individually listed.....	0	0	0	75,808	75,808	0
0599999. Gross health care receivables.....	0	0	0	75,808	75,808	0

**EXHIBIT 5 - CLAIMS PAYABLE (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
<b>Claims Payable (Reported)</b>						
Aging estimated based on claims.....	0	0	0	0	0	0
in process of adjudication as of 12/31/02.....	0	0	0	0	0	0
0199999. Individually listed claims payable.....	0	0	0	0	0	0
0299999. Aggregate accounts not individually listed - uncovered.....	152,006	352	0	846	40,064	193,268
0399999. Aggregate accounts not individually listed - covered.....	5,475,961	26,495	3,265	300	26,976	5,532,997
0499999. Subtotals.....	5,627,967	26,847	3,265	1,146	67,040	5,726,265
0599999. Unreported claim and other claim reserves.....						39,257,267
0799999. Total claims payable.....						44,983,532

**EXHIBIT 6 - AMOUNTS DUE FROM PARENT, SUBSIDIARIES AND AFFILIATES**

1 Name of Affiliate	2 1 - 30 Days	3 31 - 60 Days	4 61 - 90 Days	5 Over 90 Days	6 Nonadmitted	Admitted	
						7 Current	8 Non-Current
<b>Amounts Due From Parent, Subsidiaries and Affiliates</b>							
Aetna Inc.....	9,955,022	0	0	0	0	9,955,022	0
Aetna Health Management, Inc.....	1,002,113	0	2,345,622	0	0	3,347,735	0
0199999. Individually listed receivables.....	10,957,135	0	2,345,622	0	0	13,302,757	0
0399999. Total gross amounts receivable.....	10,957,135	0	2,345,622	0	0	13,302,757	0

**EXHIBIT 7 - AMOUNTS DUE TO PARENT, SUBSIDIARIES AND AFFILIATES**

1 Affiliate	2 Description	3 Amount	4 Current	5 Non-Current
<b>Amounts Due To Parent, Subsidiaries and Affiliates</b>				
Aetna Life Insurance Company.....	See Notes to Financial Statements.....	50,000	50,000	0
0199999. Individually listed payables.....		50,000	50,000	0
0399999. Total gross payables.....		50,000	50,000	0

**EXHIBIT 8 - PART 1 - SUMMARY OF TRANSACTIONS WITH PROVIDERS**

Payment Method	1 Direct Medical Expense Payment	2 Column 1 as a % of Total	3 Total Members Covered	4 Column 3 as a % of Total	5 Column 1 Expenses Paid to Affiliated Providers	6 Column 1 Expenses Paid to Non-Affiliated Providers
<b>Capitation Payments:</b>						
1. Medical groups.....	17,481,582	4.0	148,531	100.0	.0	17,481,582
2. Intermediaries.....	.0	0.0	.0	0.0	.0	.0
3. All other providers.....	.0	0.0	.0	0.0	.0	.0
4. Total capitation payments.....	17,481,582	4.0	148,531	100.0	.0	17,481,582
<b>Other Payments:</b>						
5. Fee-for-service.....	31,872,069	7.4	.XXX	.XXX	.0	31,872,069
6. Contractual fee payments.....	382,447,382	88.6	.XXX	.XXX	.0	382,447,382
7. Bonus/withhold arrangements - fee-for-service.....	.0	0.0	.XXX	.XXX	.0	.0
8. Bonus/withhold arrangements - contractual fee payments.....	.0	0.0	.XXX	.XXX	.0	.0
9. Non-contingent salaries.....	.0	0.0	.XXX	.XXX	.0	.0
10. Aggregate cost arrangements.....	.0	0.0	.XXX	.XXX	.0	.0
11. All other payments.....	.0	0.0	.XXX	.XXX	.0	.0
12. Total other payments.....	414,319,451	96.0	.XXX	.XXX	.0	414,319,451
13. Total (Line 4 plus Line 12).....	431,801,033	100.0	.XXX	.XXX	.0	431,801,033

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**EXHIBIT 8 - 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
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**NONE**

**EXHIBIT 9 - FURNITURE, EQUIPMENT AND SUPPLIES OWNED**

Description	1 Cost	2 Improvements	3 Accumulated Depreciation	4 Book Value Less Encumbrances	5 Assets Not Admitted	6 Net Admitted Assets
1. Administrative furniture and equipment.....	.0	.0	.0	.0	.0	.0
2. Medical furniture, equipment and fixtures.....	.0	.0	.0	.0	.0	.0
3. Pharmaceuticals and surgical supplies.....	.0	.0	.0	.0	.0	.0
4. Durable medical equipment.....	.0	.0	.0	.0	.0	.0
5. Other property and equipment.....	.0	.0	.0	.0	.0	.0
6. Total.....	.0	.0	.0	.0	.0	.0

**NONE**



## EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

REPORT FOR: 1. CORPORATION....Aetna Health Inc. (an Ohio corporation)

2. DIVISION....Grand Total

BUSINESS IN THE STATE OF GRAND TOTAL DURING THE YEAR

(Location)

NAIC Group Code....0001

NAIC Company Code....96518

	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefit Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
<b>Total Members at end of:</b>										
1. Prior year.....	298,757	342	261,647	.0	.0	.0	36,768	.0	.0	.0
2. First quarter.....	231,426	221	215,994	.0	.0	.0	15,211	.0	.0	.0
3. Second quarter.....	218,514	518	203,891	.0	.0	.0	14,105	.0	.0	.0
4. Third quarter.....	154,881	497	140,680	.0	.0	.0	13,704	.0	.0	.0
5. Current year.....	148,531	597	134,330	.0	.0	.0	13,604	.0	.0	.0
6. Current year member months.....	2,305,137	5,414	2,121,513	.0	.0	.0	178,210	.0	.0	.0
<b>Total Member Ambulatory Encounters for Year:</b>										
7. Physician.....	2,296,639	5,159	2,119,586	.0	.0	.0	171,894	.0	.0	.0
8. Non-physician.....	0	.0	.0	.0	.0	.0	.0	.0	.0	.0
9. Totals.....	2,296,639	5,159	2,119,586	.0	.0	.0	171,894	.0	.0	.0
10. Hospital patient days incurred.....	49,591	.0	45,869	.0	.0	.0	3,722	.0	.0	.0
11. Number of inpatient admissions.....	14,007	.0	12,971	.0	.0	.0	1,036	.0	.0	.0
12. Premiums collected.....	468,006,569	.0	430,111,526	.0	.0	.0	37,895,043	.0	.0	.0
13. Premiums earned.....	472,738,936	.0	434,843,893	.0	.0	.0	37,895,043	.0	.0	.0
14. Amount paid for provision of health care services.....	431,801,033	.0	398,916,110	.0	.0	.0	35,902,898	(3,017,975)	.0	.0
15. Amount incurred for provision of health care services.....	396,409,272	.0	371,929,995	.0	.0	.0	29,649,504	(5,170,227)	.0	.0

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## EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

REPORT FOR: 1. CORPORATION....Aetna Health Inc. (an Ohio corporation)

2. DIVISION...Indiana

BUSINESS IN THE STATE OF INDIANA DURING THE YEAR

(Location)

NAIC Group Code....0001

NAIC Company Code....96518

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	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefit Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
<b>Total Members at end of:</b>										
1. Prior year.....	7,525	0	6,147	0	0	0	1,378	0	0	0
2. First quarter.....	4,326	0	3,708	0	0	0	618	0	0	0
3. Second quarter.....	3,226	0	2,635	0	0	0	591	0	0	0
4. Third quarter.....	2,746	3	2,169	0	0	0	574	0	0	0
5. Current year.....	2,253	8	1,682	0	0	0	563	0	0	0
6. Current year member months.....	39,736	20	32,515	0	0	0	7,201	0	0	0
<b>Total Member Ambulatory Encounters for Year:</b>										
7. Physician.....	32,950	16	27,703	0	0	0	5,231	0	0	0
8. Non-physician.....	0	0	0	0	0	0	0	0	0	0
9. Totals.....	32,950	16	27,703	0	0	0	5,231	0	0	0
10. Hospital patient days incurred.....	866	0	729	0	0	0	137	0	0	0
11. Number of inpatient admissions.....	277	0	233	0	0	0	44	0	0	0
12. Premiums collected.....	7,492,402	0	5,980,083	0	0	0	1,512,319	0	0	0
13. Premiums earned.....	7,558,973	0	6,046,654	0	0	0	1,512,319	0	0	0
14. Amount paid for provision of health care services.....	6,531,124	0	5,383,988	0	0	0	1,147,136	0	0	0
15. Amount incurred for provision of health care services.....	5,967,102	0	5,019,769	0	0	0	947,333	0	0	0



## EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

REPORT FOR: 1. CORPORATION....Aetna Health Inc. (an Ohio corporation)

2. DIVISION....Kentucky

BUSINESS IN THE STATE OF KENTUCKY DURING THE YEAR

(Location)

NAIC Group Code....0001

NAIC Company Code....96518

	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefit Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
<b>Total Members at end of:</b>										
1. Prior year.....	59,054	31	45,952	.0	.0	.0	13,071	.0	.0	.0
2. First quarter.....	36,460	14	31,883	.0	.0	.0	4,563	.0	.0	.0
3. Second quarter.....	33,764	12	29,435	.0	.0	.0	4,317	.0	.0	.0
4. Third quarter.....	32,005	15	27,690	.0	.0	.0	4,300	.0	.0	.0
5. Current year.....	30,563	76	26,221	.0	.0	.0	4,266	.0	.0	.0
6. Current year member months.....	408,055	229	353,584	.0	.0	.0	54,242	.0	.0	.0
<b>Total Member Ambulatory Encounters for Year:</b>										
7. Physician.....	483,423	271	419,427	.0	.0	.0	63,725	.0	.0	.0
8. Non-physician.....	0	.0	.0	.0	.0	.0	.0	.0	.0	.0
9. Totals.....	483,423	271	419,427	.0	.0	.0	63,725	.0	.0	.0
10. Hospital patient days incurred.....	10,371	.0	9,004	.0	.0	.0	1,367	.0	.0	.0
11. Number of inpatient admissions.....	2,678	.0	2,325	.0	.0	.0	353	.0	.0	.0
12. Premiums collected.....	86,057,777	.0	74,193,730	.0	.0	.0	11,864,047	.0	.0	.0
13. Premiums earned.....	86,915,626	.0	75,051,579	.0	.0	.0	11,864,047	.0	.0	.0
14. Amount paid for provision of health care services.....	85,921,108	.0	73,326,375	.0	.0	.0	12,569,785	24,948	.0	.0
15. Amount incurred for provision of health care services.....	78,722,704	.0	68,365,948	.0	.0	.0	10,380,441	(23,685)	.0	.0

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## EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

REPORT FOR: 1. CORPORATION....Aetna Health Inc. (an Ohio corporation)      2. DIVISION...Ohio

BUSINESS IN THE STATE OF OHIO DURING THE YEAR

(Location)

NAIC Group Code....0001

NAIC Company Code....96518

	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefit Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
<b>Total Members at end of:</b>										
1. Prior year.....	232,178	311	209,548	.0	.0	.0	22,319	.0	.0	.0
2. First quarter.....	190,640	207	180,403	.0	.0	.0	10,030	.0	.0	.0
3. Second quarter.....	181,524	506	171,821	.0	.0	.0	9,197	.0	.0	.0
4. Third quarter.....	120,130	479	110,821	.0	.0	.0	8,830	.0	.0	.0
5. Current year.....	115,715	513	106,427	.0	.0	.0	8,775	.0	.0	.0
6. Current year member months.....	1,857,346	5,165	1,735,414	.0	.0	.0	116,767	.0	.0	.0
<b>Total Member Ambulatory Encounters for Year:</b>										
7. Physician.....	1,780,266	4,872	1,672,456	.0	.0	.0	102,938	.0	.0	.0
8. Non-physician.....	0	.0	.0	.0	.0	.0	.0	.0	.0	.0
9. Totals.....	1,780,266	4,872	1,672,456	.0	.0	.0	102,938	.0	.0	.0
10. Hospital patient days incurred.....	38,354	.0	36,136	.0	.0	.0	2,218	.0	.0	.0
11. Number of inpatient admissions.....	11,052	.0	10,413	.0	.0	.0	639	.0	.0	.0
12. Premiums collected.....	374,456,390	.0	349,937,713	.0	.0	.0	24,518,677	.0	.0	.0
13. Premiums earned.....	378,264,337	.0	353,745,660	.0	.0	.0	24,518,677	.0	.0	.0
14. Amount paid for provision of health care services.....	339,348,801	.0	320,205,747	.0	.0	.0	22,185,977	(3,042,923)	.0	.0
15. Amount incurred for provision of health care services.....	311,719,466	.0	298,544,278	.0	.0	.0	18,321,730	(5,146,542)	.0	.0

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## SCHEDULE A - VERIFICATION BETWEEN YEARS

1. Book/adjusted carrying value, December 31, prior year (prior year statement).....		0
2. Increase (decrease) by adjustment:		
2.1 Totals, Part 1, Column 10.....		0
2.2 Totals, Part 3, Column 7.....		0
3. Cost of acquired (Totals, Part 2, Column 6, net of encumbrances (Column 7) and net of additions and permanent improvements (Column 9)).....		0
4. Cost of additions and permanent improvements:		
4.1 Totals, Part 1, Column 13.....		0
4.2 Totals, Part 3, Column 9.....		0
5. Total profit (loss) on sales, Part 3, Column 14.....		0
6. Increase (decrease) by foreign exchange adjustment:	<b>NONE</b>	
6.1 Totals, Part 1, Column 11.....		0
6.2 Totals, Part 3, Column 8.....		0
7. Amounts received on sales, Part 3, Column 11 and Part 1, Column 12.....		0
8. Book/adjusted carrying value at end of current period.....		0
9. Total valuation allowance.....		0
10. Subtotal (Lines 8 plus 9).....		0
11. Total nonadmitted amounts.....		0
12. Statement value, current period (Page 2, real estate lines, current period).....		0

## SCHEDULE B - VERIFICATION BETWEEN YEARS

1. Book value/recorded investment excluding accrued interest of mortgages owned, December 31 of prior year.....		0
2. Amount loaned during year:		
2.1 Actual cost at time of acquisitions.....	0	
2.2 Additional investment made after acquisitions.....	0	0
3. Accrual of discount and mortgage interest points and commitment fees.....		0
4. Increase (decrease) by adjustment.....		0
5. Total profit (loss) on sale.....		0
6. Amounts paid on account or in full during the year.....	<b>NONE</b>	0
7. Amortization of premium.....		0
8. Increase (decrease) by foreign exchange adjustment.....		0
9. Book value/recorded investment excluding accrued interest on mortgages owned at end of current period.....		0
10. Total valuation allowance.....		0
11. Subtotal (Lines 9 plus 10).....		0
12. Total nonadmitted amounts.....		0
13. Statement value of mortgages owned at end of current period.....		0

## SCHEDULE BA - VERIFICATION BETWEEN YEARS

1. Book/adjusted carrying value of long-term invested assets owned, December 31 of prior year.....		0
2. Cost of acquisitions during year:		
2.1 Actual cost at time of acquisitions.....	0	
2.2 Additional investment made after acquisitions.....	0	0
3. Accrual of discount.....		0
4. Increase (decrease) by adjustment.....		0
5. Total profit (loss) on sale.....		0
6. Amounts paid on account or in full during the year.....	<b>NONE</b>	0
7. Amortization of premium.....		0
8. Increase (decrease) by foreign exchange adjustment.....		0
9. Book/adjusted carrying value of long-term invested assets at end of current period.....		0
10. Total valuation allowance.....		0
11. Subtotal (Lines 9 plus 10).....		0
12. Total nonadmitted amounts.....		0
13. Statement value of long-term invested assets at end of current period.....		0

## 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

Quality Rating per the 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 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total from Column 6 Prior Year	9 % from Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>1. U.S. Governments, Schedules D &amp; DA (Group 1)</b>											
1.1 Class 1.....	1,827,197	5,886,573	8,622,499	271,019	34,273	16,641,561	20.8	37,662,488	32.2	16,641,561	0
1.2 Class 2.....	0	0	0	0	0	0	0.0	0	0.0	0	0
1.3 Class 3.....	0	0	0	0	0	0	0.0	0	0.0	0	0
1.4 Class 4.....	0	0	0	0	0	0	0.0	0	0.0	0	0
1.5 Class 5.....	0	0	0	0	0	0	0.0	0	0.0	0	0
1.6 Class 6.....	0	0	0	0	0	0	0.0	0	0.0	0	0
1.7 Totals.....	1,827,197	5,886,573	8,622,499	271,019	34,273	16,641,561	20.8	37,662,488	32.2	16,641,561	0
<b>2. All Other Governments, Schedules D &amp; DA (Group 2)</b>											
2.1 Class 1.....	616,371	0	0	0	0	616,371	0.8	920,489	0.8	616,371	0
2.2 Class 2.....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.3 Class 3.....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.4 Class 4.....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.5 Class 5.....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.6 Class 6.....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.7 Totals.....	616,371	0	0	0	0	616,371	0.8	920,489	0.8	616,371	0
<b>3. States, Territories and Possessions, etc., Guaranteed, Schedules D &amp; DA (Group 3)</b>											
3.1 Class 1.....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.2 Class 2.....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.3 Class 3.....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.4 Class 4.....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.5 Class 5.....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.6 Class 6.....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.7 Totals.....	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D &amp; DA (Group 4)</b>											
4.1 Class 1.....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.2 Class 2.....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.3 Class 3.....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.4 Class 4.....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.5 Class 5.....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.6 Class 6.....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.7 Totals.....	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>5. Special Revenue &amp; Special Assessment Obligations, etc., Non-Guaranteed, Schedules D &amp; DA (Group 5)</b>											
5.1 Class 1.....	1,884,815	4,126,826	2,170,393	1,390,180	238,083	9,810,297	12.3	3,071,966	2.6	9,810,297	0
5.2 Class 2.....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.3 Class 3.....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.4 Class 4.....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.5 Class 5.....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.6 Class 6.....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.7 Totals.....	1,884,815	4,126,826	2,170,393	1,390,180	238,083	9,810,297	12.3	3,071,966	2.6	9,810,297	0

**SCHEDULE D - PART 1A - SECTION 1 (continued)**

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

Quality Rating per the 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 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total from Column 6 Prior Year	9 % from Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>6. Public Utilities (Unaffiliated), Schedules D &amp; DA (Group 6)</b>											
6.1 Class 1.....	0	2,950,745	0	0	0	2,950,745	3.7	2,936,620	2.5	2,950,745	0
6.2 Class 2.....	0	4,076,010	0	0	0	4,076,010	5.1	9,075,820	7.8	4,076,010	0
6.3 Class 3.....	0	0	0	0	0	0	0.0	0	0.0	0	0
6.4 Class 4.....	0	0	0	0	0	0	0.0	0	0.0	0	0
6.5 Class 5.....	0	0	0	0	0	0	0.0	0	0.0	0	0
6.6 Class 6.....	0	0	0	0	0	0	0.0	0	0.0	0	0
6.7 Totals.....	0	7,026,755	0	0	0	7,026,755	8.8	12,012,440	10.3	7,026,755	0
<b>7. Industrial &amp; Miscellaneous (Unaffiliated), Schedules D &amp; DA (Group 7)</b>											
7.1 Class 1.....	1,529,392	22,494,395	12,600,812	3,250	2	36,627,851	45.9	49,931,088	42.7	36,627,851	0
7.2 Class 2.....	0	8,076,389	1,027,257	0	0	9,103,646	11.4	13,280,849	11.4	9,103,646	0
7.3 Class 3.....	0	0	0	0	0	0	0.0	0	0.0	0	0
7.4 Class 4.....	0	0	0	0	0	0	0.0	0	0.0	0	0
7.5 Class 5.....	0	0	0	0	0	0	0.0	0	0.0	0	0
7.6 Class 6.....	0	0	0	0	0	0	0.0	0	0.0	0	0
7.7 Totals.....	1,529,392	30,570,784	13,628,069	3,250	2	45,731,497	57.3	63,211,937	54.1	45,731,497	0
<b>8. Credit Tenant Loans, Schedules D &amp; DA (Group 8)</b>											
8.1 Class 1.....	0	0	0	0	0	0	0.0	0	0.0	0	0
8.2 Class 2.....	0	0	0	0	0	0	0.0	0	0.0	0	0
8.3 Class 3.....	0	0	0	0	0	0	0.0	0	0.0	0	0
8.4 Class 4.....	0	0	0	0	0	0	0.0	0	0.0	0	0
8.5 Class 5.....	0	0	0	0	0	0	0.0	0	0.0	0	0
8.6 Class 6.....	0	0	0	0	0	0	0.0	0	0.0	0	0
8.7 Totals.....	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>9. Parent, Subsidiaries and Affiliates, Schedules D &amp; DA (Group 9)</b>											
9.1 Class 1.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9.2 Class 2.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9.3 Class 3.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9.4 Class 4.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9.5 Class 5.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9.6 Class 6.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9.7 Totals.....	0	0	0	0	0	0	0.0	0	0.0	0	0

**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

Quality Rating per the 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 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total from Column 6 Prior Year	9 % from Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>10. Total Bonds Current Year</b>											
10.1 Class 1.....	5,857,775	35,458,539	23,393,704	1,664,449	272,358	66,646,825	83.5	XXX	XXX	66,646,825	0
10.2 Class 2.....	0	12,152,399	1,027,257	0	0	13,179,656	16.5	XXX	XXX	13,179,656	0
10.3 Class 3.....	0	0	0	0	0	0	0.0	XXX	XXX	0	0
10.4 Class 4.....	0	0	0	0	0	0	0.0	XXX	XXX	0	0
10.5 Class 5.....	0	0	0	0	0	0	0.0	XXX	XXX	0	0
10.6 Class 6.....	0	0	0	0	0	0	0.0	XXX	XXX	0	0
10.7 Totals.....	5,857,775	47,610,938	24,420,961	1,664,449	272,358	79,826,481	100.0	XXX	XXX	79,826,481	0
10.8 Line 10.7 as a % of Col. 6.....	7.3	59.6	30.6	2.1	0.3	100.0	XXX	XXX	XXX	100.0	0.0
<b>11. Total Bonds Prior Year</b>											
11.1 Class 1.....	10,383,453	24,610,665	49,249,334	3,037,104	7,242,095	XXX	XXX	94,522,651	80.9	94,522,651	0
11.2 Class 2.....	2,004,498	15,170,084	5,182,087	0	0	XXX	XXX	22,356,669	19.1	19,268,059	3,088,610
11.3 Class 3.....	0	0	0	0	0	XXX	XXX	0	0.0	0	0
11.4 Class 4.....	0	0	0	0	0	XXX	XXX	0	0.0	0	0
11.5 Class 5.....	0	0	0	0	0	XXX	XXX	0	0.0	0	0
11.6 Class 6.....	0	0	0	0	0	XXX	XXX	0	0.0	0	0
11.7 Totals.....	12,387,951	39,780,749	54,431,421	3,037,104	7,242,095	XXX	XXX	116,879,320	100.0	113,790,710	3,088,610
11.8 Line 11.7 as a % of Col. 8.....	10.6	34.0	46.6	2.6	6.2	XXX	XXX	100.0	XXX	97.4	2.6
<b>12. Total Publicly Traded Bonds</b>											
12.1 Class 1.....	5,857,775	35,458,539	23,393,704	1,664,449	272,358	66,646,825	83.5	94,522,651	80.9	66,646,825	XXX
12.2 Class 2.....	0	12,152,399	1,027,257	0	0	13,179,656	16.5	19,268,059	16.5	13,179,656	XXX
12.3 Class 3.....	0	0	0	0	0	0	0.0	0	0.0	0	XXX
12.4 Class 4.....	0	0	0	0	0	0	0.0	0	0.0	0	XXX
12.5 Class 5.....	0	0	0	0	0	0	0.0	0	0.0	0	XXX
12.6 Class 6.....	0	0	0	0	0	0	0.0	0	0.0	0	XXX
12.7 Totals.....	5,857,775	47,610,938	24,420,961	1,664,449	272,358	79,826,481	100.0	113,790,710	97.4	79,826,481	XXX
12.8 Line 12.7 as a % of Col. 6.....	7.3	59.6	30.6	2.1	0.3	100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10.....	7.3	59.6	30.6	2.1	0.3	100.0	XXX	XXX	XXX	100.0	XXX
<b>13. Total Privately Placed Bonds</b>											
13.1 Class 1.....	0	0	0	0	0	0	0.0	0	0.0	XXX	0
13.2 Class 2.....	0	0	0	0	0	0	0.0	3,088,610	2.6	XXX	0
13.3 Class 3.....	0	0	0	0	0	0	0.0	0	0.0	XXX	0
13.4 Class 4.....	0	0	0	0	0	0	0.0	0	0.0	XXX	0
13.5 Class 5.....	0	0	0	0	0	0	0.0	0	0.0	XXX	0
13.6 Class 6.....	0	0	0	0	0	0	0.0	0	0.0	XXX	0
13.7 Totals.....	0	0	0	0	0	0	0.0	3,088,610	2.6	XXX	0
13.8 Line 13.7 as a % of Col. 6.....	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10.....	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0

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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\* designation. 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 are 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\* designation. "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.

**SCHEDULE D - PART 1A - SECTION 2**

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

	1	2	3	4	5	6	7	8	9	10	11
Distribution by Type	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	Total Current Year	Column 6 as a % of Line 10.7	Total from Column 6 Prior Year	% from Col. 7 Prior Year	Total Publicly Traded	Total Privately Placed
<b>1. U.S. Governments, Schedules D &amp; DA (Group 1)</b>											
1.1 Issuer Obligations.....	1,510,660	5,069,922	8,160,101	0	0	14,740,683	18.5	35,314,493	30.2	14,740,683	0
1.2 Single Class Mortgage-Backed/Asset-Backed Securities.....	316,536	816,651	462,399	271,019	34,273	1,900,878	2.4	2,347,995	2.0	1,900,878	0
1.7 Totals.....	1,827,196	5,886,573	8,622,500	271,019	34,273	16,641,561	20.8	37,662,488	32.2	16,641,561	0
<b>2. All Other Governments, Schedules D &amp; DA (Group 2)</b>											
2.1 Issuer Obligations.....	616,371	0	0	0	0	616,371	0.8	920,489	0.8	616,371	0
2.2 Single Class Mortgage-Backed/Asset-Backed Securities.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
2.3 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.4 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
2.5 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.6 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.7 Totals.....	616,371	0	0	0	0	616,371	0.8	920,489	0.8	616,371	0
<b>3. States, Territories and Possessions, Guaranteed, Schedules D &amp; DA (Group 3)</b>											
3.1 Issuer Obligations.....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.2 Single Class Mortgage-Backed/Asset-Backed Securities.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
3.3 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.4 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
3.5 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.6 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.7 Totals.....	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D &amp; DA (Group 4)</b>											
4.1 Issuer Obligations.....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.2 Single Class Mortgage-Backed/Asset-Backed Securities.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
4.3 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.4 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
4.5 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.6 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.7 Totals.....	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>5. Special Revenue &amp; Special Assessment Obligations, etc., Non-Guaranteed, Schedules D &amp; DA (Group 5)</b>											
5.1 Issuer Obligations.....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.2 Single Class Mortgage-Backed/Asset-Backed Securities.....	1,884,815	4,126,826	2,170,393	1,390,180	238,083	9,810,297	12.3	3,071,966	2.6	9,810,297	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
5.3 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.4 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
5.5 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.6 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.7 Totals.....	1,884,815	4,126,826	2,170,393	1,390,180	238,083	9,810,297	12.3	3,071,966	2.6	9,810,297	0

**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

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 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total from Column 6 Prior Year	9 % from Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
<b>6. Public Utilities (Unaffiliated), Schedules D &amp; DA (Group 6)</b>											
6.1 Issuer Obligations.....	0	7,026,755	0	0	0	7,026,755	8.8	12,012,440	10.3	7,026,755	0
6.2 Single Class Mortgage-Backed/Asset-Backed Bonds.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
6.3 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
6.4 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ ASSET-BACKED SECURITIES:											
6.5 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
6.6 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
6.7 Totals.....	0	7,026,755	0	0	0	7,026,755	8.8	12,012,440	10.3	7,026,755	0
<b>7. Industrial &amp; Miscellaneous (Unaffiliated), Schedules D &amp; DA (Group 7)</b>											
7.1 Issuer Obligations.....	0	19,391,788	6,385,365	0	0	25,777,153	32.3	38,532,869	33.0	25,777,153	0
7.2 Single Class Mortgage-Backed/Asset-Backed Bonds.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
7.3 Defined.....	1,529,392	11,178,996	7,242,704	3,250	2	19,954,344	25.0	22,664,976	19.4	19,954,344	0
7.4 Other.....	0	0	0	0	0	0	0.0	2,014,092	1.7	0	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ ASSET-BACKED SECURITIES:											
7.5 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
7.6 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
7.7 Totals.....	1,529,392	30,570,784	13,628,069	3,250	2	45,731,497	57.3	63,211,937	54.1	45,731,497	0
<b>8. Credit Tenant Loans, Schedules D &amp; DA (Group 8)</b>											
8.1 Issuer Obligations.....	0	0	0	0	0	0	0.0	0	0.0	0	0
8.7 Totals.....	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>9. Parent, Subsidiaries and Affiliates, Schedules D &amp; DA (Group 9)</b>											
9.1 Issuer Obligations.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9.2 Single Class Mortgage-Backed/Asset-Backed Bonds.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
9.3 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9.4 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ ASSET-BACKED SECURITIES:											
9.5 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9.6 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9.7 Totals.....	0	0	0	0	0	0	0.0	0	0.0	0	0

**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

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 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total from Column 6 Prior Year	9 % from Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
<b>10. Total Bonds Current Year</b>											
10.1 Issuer Obligations.....	2,127,031	31,488,465	14,545,466	0	0	48,160,962	60.3	XXX	XXX	48,160,962	0
10.2 Single Class Mortgage-Backed/Asset-Backed Bonds.....	2,201,351	4,943,477	2,632,792	1,661,199	272,356	11,711,175	14.7	XXX	XXX	11,711,175	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
10.3 Defined.....	1,529,392	11,178,996	7,242,704	3,250	2	19,954,344	25.0	XXX	XXX	19,954,344	0
10.4 Other.....	0	0	0	0	0	0	0.0	XXX	XXX	0	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ ASSET-BACKED SECURITIES:											
10.5 Defined.....	0	0	0	0	0	0	0.0	XXX	XXX	0	0
10.6 Other.....	0	0	0	0	0	0	0.0	XXX	XXX	0	0
10.7 Totals.....	5,857,774	47,610,938	24,420,962	1,664,449	272,358	79,826,481	100.0	XXX	XXX	79,826,481	0
10.8 Line 10.7 as a % of Col. 6.....	7.3	59.6	30.6	2.1	0.3	100.0	XXX	XXX	XXX	100.0	0.0
<b>11. Total Bonds Prior Year</b>											
11.1 Issuer Obligations.....	9,497,457	35,327,467	36,714,368	0	5,240,999	XXX	XXX	86,780,291	74.2	83,691,681	3,088,610
11.2 Single Class Mortgage-Backed/Asset-Backed Bonds.....	821,056	2,125,445	1,250,750	940,900	281,810	XXX	XXX	5,419,961	4.6	5,419,961	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
11.3 Defined.....	55,346	2,327,837	16,466,303	2,096,204	1,719,286	XXX	XXX	22,664,976	19.4	22,664,976	0
11.4 Other.....	2,014,092	0	0	0	0	XXX	XXX	2,014,092	1.7	2,014,092	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ ASSET-BACKED SECURITIES:											
11.5 Defined.....	0	0	0	0	0	XXX	XXX	0	0.0	0	0
11.6 Other.....	0	0	0	0	0	XXX	XXX	0	0.0	0	0
11.7 Totals.....	12,387,951	39,780,749	54,431,421	3,037,104	7,242,095	XXX	XXX	116,879,320	100.0	113,790,710	3,088,610
11.8 Line 11.7 as a % of Col. 8.....	10.6	34.0	46.6	2.6	6.2	XXX	XXX	100.0	XXX	97.4	2.6
<b>12. Total Publicly Traded Bonds</b>											
12.1 Issuer Obligations.....	2,127,031	31,488,465	14,545,466	0	0	48,160,962	60.3	83,691,681	71.6	48,160,962	XXX
12.2 Single Class Mortgage-Backed/Asset-Backed Bonds.....	2,201,351	4,943,477	2,632,792	1,661,199	272,356	11,711,175	14.7	5,419,961	4.6	11,711,175	XXX
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
12.3 Defined.....	1,529,392	11,178,996	7,242,704	3,250	2	19,954,344	25.0	22,664,976	19.4	19,954,344	XXX
12.4 Other.....	0	0	0	0	0	0	0.0	2,014,092	1.7	0	XXX
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ ASSET-BACKED SECURITIES:											
12.5 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	XXX
12.6 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	XXX
12.7 Totals.....	5,857,774	47,610,938	24,420,962	1,664,449	272,358	79,826,481	100.0	113,790,710	97.4	79,826,481	XXX
12.8 Line 12.7 as a % of Col. 6.....	7.3	59.6	30.6	2.1	0.3	100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10.....	7.3	59.6	30.6	2.1	0.3	100.0	XXX	XXX	XXX	100.0	XXX
<b>13. Total Privately Placed Bonds</b>											
13.1 Issuer Obligations.....	0	0	0	0	0	0	0.0	3,088,610	2.6	XXX	0
13.2 Single Class Mortgage-Backed/Asset-Backed Bonds.....	0	0	0	0	0	0	0.0	0	0.0	XXX	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
13.3 Defined.....	0	0	0	0	0	0	0.0	0	0.0	XXX	0
13.4 Other.....	0	0	0	0	0	0	0.0	0	0.0	XXX	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ ASSET-BACKED SECURITIES:											
13.5 Defined.....	0	0	0	0	0	0	0.0	0	0.0	XXX	0
13.6 Other.....	0	0	0	0	0	0	0.0	0	0.0	XXX	0
13.7 Totals.....	0	0	0	0	0	0	0.0	3,088,610	2.6	XXX	0
13.8 Line 13.7 as a % of Col. 6.....	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10.....	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0

## SCHEDULE DA - PART 2

### Verification of SHORT-TERM INVESTMENTS Between Years

	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, prior year.....	7,492,956	7,492,956	.0	.0	.0
2. Cost of short-term investments acquired.....	56,946,015	56,946,015	.0	.0	.0
3. Increase (decrease) by adjustment.....	22,534	22,534	.0	.0	.0
4. Increase (decrease) by foreign exchange adjustment.....	.0	.0	.0	.0	.0
5. Total profit (loss) on disposal of short-term investments.....	.0	.0	.0	.0	.0
6. Consideration received on disposal of short-term investments.....	63,845,133	63,845,133	.0	.0	.0
7. Book/adjusted carrying value, current year.....	616,372	616,372	.0	.0	.0
8. Total valuation allowance.....	.0	.0	.0	.0	.0
9. Subtotal (Lines 7 plus 8).....	616,372	616,372	.0	.0	.0
10. Total nonadmitted amounts.....	.0	.0	.0	.0	.0
11. Statement value (Lines 9 minus 10).....	616,372	616,372	.0	.0	.0
12. Income collected during year.....	40,364	40,364	.0	.0	.0
13. Income earned during year.....	40,364	40,364	.0	.0	.0

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

**Sch. DB-Pt.A-Verification Between Years  
NONE**

**Sch. DB-Pt.B-Verification Between Years  
NONE**

**Sch. DB-Pt.C-Verification Between Years  
NONE**

**Sch. DB-Pt.D-Verification Between Years  
NONE**

**Sch. DB-Pt.E-Verification  
NONE**

**Sch. DB-Pt. F-Sn. 1  
NONE**

**Sch. DB-Pt. F-Sn. 2  
NONE**

**Sch. S-Pt. 1-Sn. 2  
NONE**

**Sch. S-Pt. 2  
NONE**

**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 Federal ID Number	3 Effective Date	4 Name of Company	5 Location	6 Type	7 Premiums	8 Unearned Premiums (estimated)	9 Reserve Credit Taken Other Than for Unearned Premiums	Outstanding Surplus Relief		12 Modified Coinsurance Reserve	13 Funds Withheld Under Coinsurance
									10 Current Year	11 Prior Year		
<b>Affiliates</b>												
60054.....	06-6033492.....	01/01/1995	Aetna Life Insurance Company.....	Connecticut.....	LRSL/A.....	50,000	0	0	0	0	0	0
0199999	Total - Affiliates.....					50,000	0	0	0	0	0	0
0399999	Totals.....					50,000	0	0	0	0	0	0

### SCHEDULE S - PART 4

#### Reinsurance Ceded To Unauthorized Companies

1	2	3	4	5	6	7	8	9	10	11	12	13	14
NAIC Company Code	Federal ID Number	Effective Date	Name of Reinsurer	Reserve Credit Taken	Paid and Unpaid Losses Recoverable (Debit)	Other Debits	Total (Cols. 5 + 6 + 7)	Letters of Credit	Trust Agreements	Funds Deposited by and Withheld from Reinsurers	Other	Miscellaneous Balances (Credit)	Sum of Cols. 9 + 10 + 11 + 12 + 13 But Not in Excess of Col. 8

**NONE**

**SCHEDULE S - PART 5**

Five-Year Exhibit of Reinsurance Ceded Business  
(000 Omitted)

	1 2002	2 2001	3 2000	4 1999	5 1998
<b>A. OPERATIONS ITEMS</b>					
1. Premiums.....	.50	.50	.91	.77	.69
2. Title XVIII - Medicare.....	.0	.0	.20	.9	.0
3. Title XIX - Medicaid.....	.0	.0	.0	.0	.0
4. Commissions and reinsurance expense allowance.....	.0	.0	.0	.0	.0
5. Total medical and hospital expenses.....	.0	(12,893)	(1,921)	3,215	3,853
<b>B. BALANCE SHEET ITEMS</b>					
6. Premiums receivable.....	.0	.0	.0	.0	.0
7. Claims payable.....	.0	.0	.0	.0	.0
8. Reinsurance recoverable on paid losses.....	.0	.0	2,097	3,215	.0
9. Experience rating refunds due or unpaid.....	.0	.0	.0	.0	.0
10. Commissions and reinsurance expense allowances unpaid.....	.0	.0	.0	.0	.0
11. Unauthorized reinsurance offset.....	.0	.0	.0	.0	.0
<b>C. UNAUTHORIZED REINSURANCE (DEPOSITS BY AND FUNDS WITHHELD FROM)</b>					
12. Funds deposited by and withheld from (F).....	.0	.0	.0	.0	.0
13. Letters of credit (L).....	.0	.0	.0	.0	.0
14. Trust agreements (T).....	.0	.0	.0	.0	.0
15. Other (O).....	.0	.0	.0	.0	.0

Statement as of December 31, 2002 of the **Aetna Health Inc. (an Ohio corporation)**  
**SCHEDULE S - PART 6**

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)
<b>ASSETS (Page 2, Col. 3)</b>			
1. Cash and invested assets (Line 9).....	129,358,593	.0	129,358,593
2. Amounts recoverable from reinsurers (Line 12).....	.0	.0	.0
3. Accident and health premiums due and unpaid (Line 10).....	2,722,643	.0	2,722,643
4. Net credit for ceded reinsurance.....	XXX	.0	.0
5. All other admitted assets (balance).....	16,691,531	.0	16,691,531
6. Totals assets (Line 23).....	148,772,767	.0	148,772,767
<b>LIABILITIES, CAPITAL AND SURPLUS (Page 3)</b>			
7. Claims unpaid (Line 1).....	44,983,532	.0	44,983,532
8. Accrued medical incentive pool and bonus payments (Line 2).....	.0	.0	.0
9. Premiums received in advance (Line 6).....	1,039,830	.0	1,039,830
10. Reinsurance in unauthorized companies (Line 14).....	.0	.0	.0
11. All other liabilities (balance).....	33,213,221	.0	33,213,221
12. Total liabilities (Line 18).....	79,236,583	.0	79,236,583
13. Total capital and surplus (Line 26).....	69,536,184	XXX	69,536,184
14. Total liabilities, capital and surplus (Line 27).....	148,772,767	.0	148,772,767
<b>NET CREDIT FOR CEDED REINSURANCE</b>			
15. Claims unpaid.....	.0		
16. Accrued medical incentive pool.....	.0		
17. Premiums received in advance.....	.0		
18. Reinsurance recoverable on paid losses.....	.0		
19. Other ceded reinsurance recoverables.....	.0		
20. Total ceded reinsurance recoverables.....	.0		
21. Premiums receivable.....	.0		
22. Unauthorized reinsurance.....	.0		
23. Other ceded reinsurance payables/offsets.....	.0		
24. Total ceded reinsurance payables/offsets.....	.0		
25. Total net credit for ceded reinsurance.....	.0		

## SCHEDULE Y (Continued)

### PART 2 - SUMMARY OF INSURER'S TRANSACTIONS WITH ANY AFFILIATES

1	2	3	4	5	6	7	8	9	10	11	12	13
NAIC Company Code	Federal ID Number	Names of Insurers and Parent, Subsidiaries or Affiliates	Shareholder Dividends	Capital Contributions	Purchases, Sales or Exchanges of Loans, Securities, Real Estate, Mortgage Loans or Other Investments	Income/ (Disbursements) Incurred in Connection with Guarantees or Undertakings for the Benefit of any Affiliate(s)	Management Agreements and Service Contracts	Income/ (Disbursements) Incurred under Reinsurance Agreements	*	Any Other Material Activity Not in the Ordinary Course of the Insurer's Business	Totals	Reinsurance Recoverable/ (Payable) on Losses and/or Reserve Credit Taken/ (Liability)
<b>Affiliated Transactions</b>												
00000	23-2229683	Aetna Inc	585,800,000	(16,339,241)	0	0	1,228,094,754	0		0	1,797,555,513	0
00000		Aetna Risk Indemnity Company Limited	0	0	0	0	0	4,020,157		0	4,020,157	4,488,696
78700	06-0876836	Aetna Health and Life Insurance Company	(12,000,000)	0	0	0	(286,733)	(40,561,130)		0	(52,847,863)	(1,036,903,243)
00000		Aetna Life & Casualty Bermuda Limited	0	0	0	0	(4,400,000)	395,553		0	(4,004,447)	2,276,062
60054	06-6033492	Aetna Life Insurance Company	(16,324,762)	19,984,749	0	0	(205,607,187)	44,772,603		0	(157,174,597)	1,015,037,842
00000	06-1270755	AHP Holdings, Inc.	(18,261,000)	0	0	0	5,571,775	0		0	(12,689,225)	0
36153	06-1286276	Aetna Insurance Company of Connecticut	(15,000,000)	0	0	0	(10,800,132)	(8,677,183)		0	(34,477,315)	15,100,643
00000	06-1501445	CMBS Holdings, L.L.C.	(12,078,000)	(15,840,000)	0	0	0	0		0	(27,918,000)	0
00000		Tanker Six, LLC	0	6,500,000	0	0	0	0		0	6,500,000	0
00000		Canal Place, LLC	0	5,694,492	0	0	0	0		0	5,694,492	0
00000		Aetna Health Administrators, LLC	(45,000,000)	0	0	0	0	0		0	(45,000,000)	0
00000		Circulation LLC	(8,027,433)	0	0	0	0	0		0	(8,027,433)	0
00000		BPC Equity, Inc.	(125,388)	0	0	0	0	0		0	(125,388)	0
00000		BPC Equity, LLC	(35,183,417)	0	0	0	0	0		0	(35,183,417)	0
95935	23-2442048	Aetna Health Inc. (CT)	(25,000,000)	0	0	0	(17,912,140)	0		0	(42,912,140)	0
95245	23-2470755	Aetna Health Inc. (DE)	(1,000,000)	0	0	0	(4,726,381)	226,980		0	(5,499,401)	131,621
95236	52-1524249	Aetna Health Inc. (MA)	0	0	0	0	(16,915,852)	784,003		0	(16,131,849)	1,005,999
95237	23-2627296	Aetna Health Inc. (NH)	0	0	0	0	(8,551)	0		0	(8,551)	0
95287	52-1270921	Aetna Health Inc. (NJ)	(54,000,000)	0	0	0	(233,511,243)	(18,997,927)		0	(306,509,170)	933,900
95234	22-2663623	Aetna Health Inc. (NY)	(35,000,000)	0	0	0	(158,737,482)	0		0	(193,737,482)	0
47039	23-2570616	Aetna Dental Inc. (PA)	(1,000,000)	0	0	0	(351,760)	0		0	(1,351,760)	0
11183	22-2990909	Aetna Dental Inc. (NJ)	(1,000,000)	0	0	0	5,597,734	0		0	4,597,734	0
47077	23-2570619	Aetna Dental Inc. (DE)	0	0	0	0	(4,816)	0		0	(4,816)	0
84450	57-0805126	Aetna Health Insurance Company of New York	(30,000,000)	0	0	0	(1,524,947)	0		0	(31,524,947)	0
72052	23-2710210	Corporate Health Insurance Company	(109,800,000)	0	0	0	(81,595,311)	13,982,699		0	(177,412,612)	(10,411,424)
95040	74-1844335	Prudential Health Care Plan, Inc.	(167,000,000)	0	0	0	(28,029,049)	(424,542)		0	(195,453,591)	(4,101)
00000	51-0347065	Primary Investments, Inc.	64,944,000	(34,500,000)	0	0	0	0		0	30,444,000	0
95109	23-2169745	Aetna Health Inc. (PA)	(45,500,000)	0	0	0	(173,337,465)	870,864		0	(217,966,601)	1,178,584
95343	56-1941613	Aetna Health of the Carolinas Inc.	0	0	0	0	(2,520,706)	143,365		0	(2,377,341)	68,782
95094	58-1649568	Aetna Health Inc. (GA)	(11,800,000)	0	0	0	(45,431,886)	(5,000)		0	(57,236,886)	0
65200	36-3281434	Aetna Health Insurance Company of Connecticut	(4,500,000)	0	0	0	(1,344,323)	0		0	(5,844,323)	0
00000	84-1293673	Aetna U.S. Healthcare Holdings, Inc.	0	(1,500,000)	0	0	0	0		0	(1,500,000)	0
95256	84-1312793	Aetna Health Inc. (CO)	0	1,500,000	0	0	(21,404,289)	376,364		0	(19,527,925)	229,405
95484	91-1315815	Aetna Health Inc. (WA)	0	17,000,000	0	0	87,198	0		0	17,087,198	0
95756	23-2861565	Aetna Health Inc. (MI)	0	1,000,000	0	0	(3,723,760)	(119,012)		0	(2,842,772)	0
95757	23-2861563	Aetna Health Inc. (OK)	0	16,500,000	0	0	(16,172,591)	(262,498)		0	64,911	187,811
95810	23-2861568	Aetna Health Inc. (MO)	(1,100,000)	0	0	0	(12,589,928)	0		0	(13,689,928)	0
00000	13-3670795	Aetna Health Management, LLC	171,636,000	(211,700,000)	0	0	480,066,705	0		0	440,002,705	0
00000	06-1160812	Aetna Dental of California Inc.	(6,000,000)	0	0	0	(7,854,037)	0		0	(13,854,037)	0
95910	06-1177531	Aetna Dental Inc. (TX)	(4,000,000)	0	0	0	(7,987,971)	(31,218)		0	(12,019,189)	0
95003	06-1345436	Aetna Health Inc. (AZ)	(10,000,000)	0	0	0	(54,852,621)	476,527		0	(64,376,094)	0
00000	95-3402799	Aetna Health of California Inc.	(55,000,000)	50,000,000	0	0	(122,142,925)	(50,000)		0	(127,192,925)	0
95088	59-2411584	Aetna Health Inc. (FL)	0	108,000,000	0	0	(117,183,036)	1,151,915		0	(8,031,121)	3,292,125
95397	06-1055955	Aetna Health of Illinois Inc.	(4,000,000)	0	0	0	(19,211,478)	(562,061)		0	(23,773,539)	0
95002	72-1100143	Aetna Health Inc. (LA)	0	0	0	0	(2,888,149)	102,903		0	(2,785,246)	1,851
96518	34-1399736	Aetna Health Inc. (OH)	(18,000,000)	0	0	0	(62,446,793)	50,000		0	(80,396,793)	0
95006	62-1327181	Aetna Health Inc. (TN)	0	25,700,000	0	0	(11,379,359)	(307,500)		0	(14,013,141)	0

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## SCHEDULE Y (Continued)

### PART 2 - SUMMARY OF INSURER'S TRANSACTIONS WITH ANY AFFILIATES

1	2	3	4	5	6	7	8	9	10	11	12	13
NAIC Company Code	Federal ID Number	Names of Insurers and Parent, Subsidiaries or Affiliates	Shareholder Dividends	Capital Contributions	Purchases, Sales or Exchanges of Loans, Securities, Real Estate, Mortgage Loans or Other Investments	Income/ (Disbursements) Incurred in Connection with Guarantees or Undertakings for the Benefit of any Affiliate(s)	Management Agreements and Service Contracts	Income/ (Disbursements) Incurred under Reinsurance Agreements	*	Any Other Material Activity Not in the Ordinary Course of the Insurer's Business	Totals	Reinsurance Recoverable/ (Payable) on Losses and/or Reserve Credit Taken/ (Liability)
95490.....	76-0189680.....	Aetna Health Inc. (TX).....	(6,600,000)	28,000,000	0	0	(137,425,676)	3,761,521		0	(112,264,155)	1,996,125
00000.....	22-2793278.....	Aet Health Care Plan of California, Inc.....	(45,000,000)	0	0	0	(8,172,712)	0		0	(53,172,712)	0
95035.....	22-2725051.....	Aetna Dental Maintenance Organization, Inc.....	(12,200,000)	0	0	0	(2,030,760)	1,461		0	(14,229,299)	0
00000.....	22-3187443.....	NYLCare Health Plans, Inc.....	10,120,000	(2,000,000)	0	0	0	0		0	8,120,000	0
95590.....	52-1353802.....	Aetna Health Inc. (MD).....	(23,000,000)	0	0	0	(99,817,699)	(680,625)		0	(123,498,324)	1,389,322
95517.....	01-0504252.....	Aetna Health Inc. (ME).....	0	0	0	0	(25,458,878)	(438,219)		0	(25,897,097)	0
97705.....	13-3139500.....	New York Life and Health Insurance Company.....	0	2,000,000	0	0	(142,578)	0		0	1,857,422	0
47060.....	91-1662406.....	Aetna Health of Washington Inc.....	(14,000,000)	0	0	0	513,038	0		0	(13,486,962)	0
00000.....		Various all other affiliates.....	14,000,000	0	0	0	0	0		0	14,000,000	0
9999999.....	Control Totals.....		0	0	0	0	0	0	XXX	0	0	0

## SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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 is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

**MARCH FILING**

1. Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domicile and the NAIC by March 1?
2. Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1?
3. Will an actuarial certification be filed with this statement by March 1?
4. Will the Risk-Based Capital Report be filed with the NAIC by March 1?
5. Will the Risk-Based Capital Report be filed with the state of domicile, if required, by March 1?
6. Will the SVO Compliance Certification be filed by March 1?

**RESPONSES**

NO
YES
YES
YES
YES
YES

**APRIL FILING**

7. Will Management's Discussion and Analysis be filed by April 1?
8. Will the Long-term Care Experience Reporting Forms be filed with the state of domicile by April 1?
9. Will the Investment Risk Interrogatories be filed by April 1?

YES
NO
YES

**JUNE FILING**

10. Will an audited financial report be filed by June 1?

YES
-----

**EXPLANATIONS:**

**BAR CODE:**



**Overflow Page for Write-Ins**

**Additional Write-ins for Liabilities:**

	Current Year			Prior year
	1 Covered	2 Uncovered	3 Total	4 Total
1704. Reinsurance payable.....	0	0	0	4,325,644
1705. ....	0	0	0	0
1797. Summary of remaining write-ins for Line 17.....	0	0	0	4,325,644

**Overflow Page for Write-Ins**



**MEDICARE SUPPLEMENT INSURANCE EXPERIENCE EXHIBIT**  
FOR THE STATE OF.....

NAIC Group Code.....0001  
Address (City, State and Zip Code).....  
Person Completing This Exhibit.....  
Title.....

NAIC Company Code.....96518  
Telephone Number.....

1 Compliance with OBRA	2 Policy Form Number	3 Standardized Medicare Supplement Benefit Plan	4 Medicare Select	5 Plan Characteristics	6 Date Approved	7 Date Approval Withdrawn	8 Date Last Amended	9 Date Closed	10 <b>NONE</b> Policy Marketing Trade Name	11 Premiums Earned	Policies Issued Through 1999			Policies Issued in 2000, 2001 & 2002			
											12 Incurring Claims		14 Number of Covered Lives	15 Premiums Earned	16 Incurring Claims		18 Number of Covered Lives
											12 Amount	13 Percent of Premiums Earned			16 Amount	17 Percent of Premiums Earned	
<b>NONE</b>																	

MED360.BK

**GENERAL INTERROGATORIES**

1. If response in Column 1 is no, give full and complete details.....
  
2. Claims address and contact person provided to the Secretary of Health and Human Services as required by 42 U.S.C. 1395ss(c)(3)(E) for this state.
  - 2.1 Address.....
  - 2.2 Contact person and phone number.....
3. Billing address and contact person for user fees established under 41 U.S.C. 1395u(h)(3)(B).
  - 3.1 Address.....
  - 3.2 Contact person and phone number.....
4. Explain any policies identified as policy type "O".

**NONE**