



QUARTERLY STATEMENT
AS OF September 30, 2011
OF THE CONDITION AND AFFAIRS OF THE
SummaCare, Inc.

NAIC Group Code	3259 (Current Period)	3259 (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	United States of America					
Licensed as business type:	Life, Accident & Health[] Dental Service Corporation[] Other[]		Property/Casualty[] Vision Service Corporation[] Is HMO Federally Qualified? Yes[] No[] N/A[X]		Hospital, Medical & Dental Service or Indemnity[] Health Maintenance Organization[X]	
Incorporated/Organized	10/23/1992		Commenced Business	03/01/1993		
Statutory Home Office	10 North Main Street (Street and Number)		Akron, OH 44308 (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 (Area Code) (Telephone Number)			
Mail Address	P.O. Box 3620 (Street and Number or P.O. Box)		Akron, OH 44309-3620 (City, or Town, State and Zip Code)			
Primary Location of Books and Records			10 North Main Street (Street and Number)			
	Akron, OH 44308 (City, or Town, State and Zip Code)		(330)996-8410 (Area Code) (Telephone Number)			
Internet Web Site Address	SummmaCare.com					
Statutory Statement Contact	Roy Douglas Hall (Name)		(330)996-8410-62057 (Area Code)(Telephone Number)(Extension)			
	hallroy@summacare.com (E-Mail Address)		(330)996-8553 (Fax Number)			

OFFICERS

Name	Title
Martin Paul Hauser	President
William Armstrong Powel III	Secretary
Thomas Gene Knoll	Chairman #
Kathleen Tirbovich Geier	Vice Chairman #
Judith Ann Macro	Assistant Secretary #
James Edward McNutt	Assistant Treasurer #

OTHERS

Anne Armao, VP - Marketing and Product Development	Kevin Cavalier, VP - Sales	Keith Johnson, VP - Third Party Administrator
James Loveless, VP - Individual Product Line	Judith Macro, VP - Corporate Services, Compliance Officer	Nancy Markle, VP - Client Services
James McNutt, VP - Finance, CFO	Donald Novosel, VP - Contracting & Network Development	Mark Robinson, VP - Information Systems
Annette Ruby, VP - Health Services Management		

DIRECTORS OR TRUSTEES

Martin Paul Hauser	Thomas Clifford Deveny M.D.
Thomas Gene Knoll	Vincent Hadar Johnson Jr. M.D.
Thomas Joseph Strauss	Dale Patterson Murphy M.D.
Walter Neil Mirapaul	John Byron Silvers Ph.D.
Richard Allen Merolla	Jay Curtis Williamson M.D.
Kenneth Eugene Berkovitz M.D.	Bradley Hall Crombie M.D.
Richard Howard Marsh	Kathleen Tirbovich Geier
Rajiv Vishnu Taliwal M.D.	

State of Ohio
County of Summit ss

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

(Signature)	(Signature)	(Signature)
Martin Paul Hauser	Claude Maurius Vincenti	James Edward McNutt
(Printed Name)	(Printed Name)	(Printed Name)
1.	2.	3.
President, CEO	Senior Vice President, COO	Vice President - Finance, CFO
(Title)	(Title)	(Title)

Subscribed and sworn to before me this	a. Is this an original filing?	Yes[X] No[]
15th day of November, 2011	b. If no,	
	1. State the amendment number	
	2. Date filed	11/15/2011
	3. Number of pages attached	

(Notary Public Signature)

OTHERS (continued)

Claude Vincenti, Senior VP - Chief Operating Officer

ASSETS

		Current Statement Date			4
		1	2	3	
		Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	December 31 Prior Year Net Admitted Assets
1.	Bonds	65,183,477		65,183,477	51,828,826
2.	Stocks:				
2.1	Preferred stocks				
2.2	Common stocks				
3.	Mortgage loans on real estate:				
3.1	First liens				
3.2	Other than first liens				
4.	Real estate:				
4.1	Properties occupied by the company (less \$.....0 encumbrances)				
4.2	Properties held for the production of income (less \$.....0 encumbrances)				
4.3	Properties held for sale (less \$.....0 encumbrances)				
5.	Cash (\$.....39,744,443), cash equivalents (\$.....0) and short-term investments (\$.....3,102,007)	42,846,450		42,846,450	29,518,772
6.	Contract loans (including \$.....0 premium notes)				
7.	Derivatives				
8.	Other invested assets				
9.	Receivables for securities				
10.	Securities lending reinvested collateral assets				
11.	Aggregate write-ins for invested assets				
12.	Subtotals, cash and invested assets (Lines 1 to 11)	108,029,927		108,029,927	81,347,598
13.	Title plants less \$.....0 charged off (for Title insurers only)				
14.	Investment income due and accrued	339,371		339,371	351,872
15.	Premiums and considerations:				
15.1	Uncollected premiums and agents' balances in the course of collection	199,796	118,749	81,047	334,213
15.2	Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums)				
15.3	Accrued retrospective premiums				
16.	Reinsurance:				
16.1	Amounts recoverable from reinsurers				
16.2	Funds held by or deposited with reinsured companies				
16.3	Other amounts receivable under reinsurance contracts				
17.	Amounts receivable relating to uninsured plans				
18.1	Current federal and foreign income tax recoverable and interest thereon				
18.2	Net deferred tax asset	1,978,382	293,988	1,684,394	2,042,135
19.	Guaranty funds receivable or on deposit				
20.	Electronic data processing equipment and software				
21.	Furniture and equipment, including health care delivery assets (\$.....0)	658,094	658,094		
22.	Net adjustments in assets and liabilities due to foreign exchange rates				
23.	Receivables from parent, subsidiaries and affiliates	4,872,546		4,872,546	2,065,444
24.	Health care (\$.....1,138,678) and other amounts receivable	3,365,855	1,138,678	2,227,177	811,943
25.	Aggregate write-ins for other than invested assets	757,023	757,023		
26.	Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	120,200,994	2,966,532	117,234,462	86,953,205
27.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28.	Total (Lines 26 and 27)	120,200,994	2,966,532	117,234,462	86,953,205
DETAILS OF WRITE-INS					
1101.				
1102.				
1103.				
1198.	Summary of remaining write-ins for Line 11 from overflow page				
1199.	TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501.	Prepaid assets	757,023	757,023		
2502.	Deposits				
2503.	Pharmacy Rebates				
2598.	Summary of remaining write-ins for Line 25 from overflow page				
2599.	TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	757,023	757,023		

LIABILITIES, CAPITAL AND SURPLUS

		Current Period			Prior Year
		1 Covered	2 Uncovered	3 Total	4 Total
1.	Claims unpaid (less \$.0 reinsurance ceded)	28,656,675		28,656,675	23,183,007
2.	Accrued medical incentive pool and bonus amounts	319,500		319,500	254,000
3.	Unpaid claims adjustment expenses	282,078		282,078	247,099
4.	Aggregate health policy reserves				
5.	Aggregate life policy reserves				
6.	Property/casualty unearned premium reserve				
7.	Aggregate health claim reserves				
8.	Premiums received in advance	23,876,452		23,876,452	719,698
9.	General expenses due or accrued	6,699,357		6,699,357	8,766,585
10.1	Current federal and foreign income tax payable and interest thereon (including \$.0 on realized gains (losses))	688,859		688,859	2,922,470
10.2	Net deferred tax liability				
11.	Ceded reinsurance premiums payable				
12.	Amounts withheld or retained for the account of others				
13.	Remittances and items not allocated	141,910		141,910	334,868
14.	Borrowed money (including \$.0 current) and interest thereon \$.0 (including \$.0 current)				
15.	Amounts due to parent, subsidiaries and affiliates	6,601,957		6,601,957	5,955,265
16.	Derivatives				
17.	Payable for securities				
18.	Payable for securities lending				
19.	Funds held under reinsurance treaties with (\$.0 authorized reinsurers and \$.7,531 unauthorized reinsurers)	7,531		7,531	99,055
20.	Reinsurance in unauthorized companies				63,689
21.	Net adjustments in assets and liabilities due to foreign exchange rates				
22.	Liability for amounts held under uninsured plans				
23.	Aggregate write-ins for other liabilities (including \$.0 current)				
24.	Total liabilities (Lines 1 to 23)	67,274,319		67,274,319	42,545,736
25.	Aggregate write-ins for special surplus funds	X X X	X X X		
26.	Common capital stock	X X X	X X X	570	570
27.	Preferred capital stock	X X X	X X X	100	100
28.	Gross paid in and contributed surplus	X X X	X X X	30,084,097	30,084,097
29.	Surplus notes	X X X	X X X		
30.	Aggregate write-ins for other than special surplus funds	X X X	X X X		
31.	Unassigned funds (surplus)	X X X	X X X	19,875,376	14,322,702
32.	Less treasury stock, at cost:				
32.1	.0 shares common (value included in Line 26 \$.0)	X X X	X X X		
32.2	.0 shares preferred (value included in Line 27 \$.0)	X X X	X X X		
33.	Total capital and surplus (Lines 25 to 31 minus Line 32)	X X X	X X X	49,960,143	44,407,469
34.	Total Liabilities, capital and surplus (Lines 24 and 33)	X X X	X X X	117,234,462	86,953,205
DETAILS OF WRITE-INS					
2301.	Payroll liability				
2302.	Other accrued liabilities				
2303.	Medicaid Pharmacy Reserve				
2398.	Summary of remaining write-ins for Line 23 from overflow page				
2399.	TOTALS (Lines 2301 through 2303 plus 2398) (Line 23 above)				
2501.		X X X	X X X		
2502.		X X X	X X X		
2503.		X X X	X X X		
2598.	Summary of remaining write-ins for Line 25 from overflow page	X X X	X X X		
2599.	TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	X X X	X X X		
3001.		X X X	X X X		
3002.		X X X	X X X		
3003.		X X X	X X X		
3098.	Summary of remaining write-ins for Line 30 from overflow page	X X X	X X X		
3099.	TOTALS (Lines 3001 through 3003 plus 3098) (Line 30 above)	X X X	X X X		

STATEMENT OF REVENUE AND EXPENSES

		Current Year To Date		Prior Year To Date	Prior Year Ended December 31
		1 Uncovered	2 Total	3 Total	4 Total
1.	Member Months	X X X	211,975	249,195	331,836
2.	Net premium income (including \$.....0 non-health premium income)	X X X	191,647,652	200,519,993	270,374,805
3.	Change in unearned premium reserves and reserves for rate credits	X X X			
4.	Fee-for-service (net of \$.....0 medical expenses)	X X X			
5.	Risk revenue	X X X			
6.	Aggregate write-ins for other health care related revenues	X X X	14,415,754	17,481,207	23,823,889
7.	Aggregate write-ins for other non-health revenues	X X X		11,453	
8.	Total revenues (Lines 2 to 7)	X X X	206,063,406	218,012,653	294,198,694
Hospital and Medical:					
9.	Hospital/medical benefits		141,172,843	145,825,281	196,255,370
10.	Other professional services				
11.	Outside referrals				
12.	Emergency room and out-of-area		4,427	56,000	58,646
13.	Prescription drugs		20,453,712	25,669,344	31,276,484
14.	Aggregate write-ins for other hospital and medical				
15.	Incentive pool, withhold adjustments and bonus amounts		193,324	671,401	742,197
16.	Subtotal (Lines 9 to 15)		161,824,306	172,222,026	228,332,697
Less:					
17.	Net reinsurance recoveries		365,771	59,520	177,372
18.	Total hospital and medical (Lines 16 minus 17)		161,458,535	172,162,506	228,155,325
19.	Non-health claims (net)				
20.	Claims adjustment expenses, including \$.....1,378,521 cost containment expenses		3,206,550	2,015,545	4,585,416
21.	General administrative expenses		35,178,647	39,828,278	54,139,480
22.	Increase in reserves for life and accident and health contracts (including \$.....0 increase in reserves for life only)				
23.	Total underwriting deductions (Lines 18 through 22)		199,843,732	214,006,329	286,880,221
24.	Net underwriting gain or (loss) (Lines 8 minus 23)	X X X	6,219,674	4,006,324	7,318,473
25.	Net investment income earned		928,696	817,102	1,057,153
26.	Net realized capital gains (losses) less capital gains tax of \$.....0				
27.	Net investment gains or (losses) (Lines 25 plus 26)		928,696	817,102	1,057,153
28.	Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$.....0) (amount charged off \$.....0)]				
29.	Aggregate write-ins for other income or expenses		11,817		15,132
30.	Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29)	X X X	7,160,187	4,823,426	8,390,758
31.	Federal and foreign income taxes incurred	X X X	2,434,463	1,640,593	3,245,215
32.	Net income (loss) (Lines 30 minus 31)	X X X	4,725,724	3,182,833	5,145,543
DETAILS OF WRITE-INS					
0601.	Administrative Services Revenue	X X X	14,415,754	17,481,207	23,823,889
0602.	Misc income received from prior year taxes	X X X			
0603.	Gain/loss on disposal of asset	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	14,415,754	17,481,207	23,823,889
0701.	Proceeds from the sale of the Medicaid product line	X X X			
0702.	Miscellaneous Income	X X X		11,453	
0703.	Miscellaneous Revenue	X X X			
0798.	Summary of remaining write-ins for Line 7 from overflow page	X X X			
0799.	TOTALS (Lines 0701 through 0703 plus 0798) (Line 7 above)	X X X		11,453	
1401.				
1402.				
1403.				
1498.	Summary of remaining write-ins for Line 14 from overflow page				
1499.	TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)				
2901.	Rental Revenue		8,973		15,132
2902.	Miscellaneous Income		2,844		
2903.	City Income Taxes				
2998.	Summary of remaining write-ins for Line 29 from overflow page				
2999.	TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above)		11,817		15,132

STATEMENT OF REVENUE AND EXPENSES (Continued)

		1	2	3
		Current Year To Date	Prior Year To Date	Prior Year Ended December 31
CAPITAL & SURPLUS ACCOUNT				
33.	Capital and surplus prior reporting year	44,407,469	27,766,598	27,766,598
34.	Net income or (loss) from Line 32	4,725,724	3,182,833	5,145,543
35.	Change in valuation basis of aggregate policy and claim reserves			
36.	Change in net unrealized capital gains (losses) less capital gains tax of \$.....0			
37.	Change in net unrealized foreign exchange capital gain or (loss)			
38.	Change in net deferred income tax	(401,729)		2,380,111
39.	Change in nonadmitted assets	1,164,992	539,096	(810,017)
40.	Change in unauthorized reinsurance	63,689		(63,689)
41.	Change in treasury stock			
42.	Change in surplus notes			
43.	Cumulative effect of changes in accounting principles			
44.	Capital Changes:			
44.1	Paid in			
44.2	Transferred from surplus (Stock Dividend)			
44.3	Transferred to surplus			
45.	Surplus adjustments:			
45.1	Paid in			10,000,000
45.2	Transferred to capital (Stock Dividend)			
45.3	Transferred from capital			
46.	Dividends to stockholders			
47.	Aggregate write-ins for gains or (losses) in surplus	(2)	(205,000)	(11,077)
48.	Net change in capital and surplus (Lines 34 to 47)	5,552,674	3,516,929	16,640,871
49.	Capital and surplus end of reporting period (Line 33 plus 48)	49,960,143	31,283,527	44,407,469
DETAILS OF WRITE-INS				
4701.	Change in Minimum Pension Liability - Unrestricted Funds		(205,000)	(11,078)
4702.	Adjustments to 2008 financial statements			
4703.	Miscellaneous	(2)		1
4798.	Summary of remaining write-ins for Line 47 from overflow page			
4799.	TOTALS (Lines 4701 through 4703 plus 4798) (Line 47 above)	(2)	(205,000)	(11,077)

CASH FLOW

		1	2	3
		Current	Prior	Prior
		Year	Year	Year Ended
		To Date	To Date	December 31
Cash from Operations				
1.	Premiums collected net of reinsurance	215,057,572	202,707,662	269,025,818
2.	Net investment income	901,153	752,441	1,072,336
3.	Miscellaneous income	14,427,571	17,492,660	23,839,021
4.	Total (Lines 1 to 3)	230,386,296	220,952,763	293,937,175
5.	Benefit and loss related payments	155,919,367	168,040,577	227,980,573
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7.	Commissions, expenses paid and aggregate write-ins for deductions	40,417,446	41,987,330	56,470,039
8.	Dividends paid to policyholders			
9.	Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses)	4,712,062	(1,870,469)	(1,531,155)
10.	Total (Lines 5 through 9)	201,048,875	208,157,438	282,919,457
11.	Net cash from operations (Line 4 minus Line 10)	29,337,421	12,795,325	11,017,718
Cash from Investments				
12.	Proceeds from investments sold, matured or repaid:			
12.1	Bonds	5,350,000	4,300,000	6,900,000
12.2	Stocks			
12.3	Mortgage loans			
12.4	Real estate			
12.5	Other invested assets			
12.6	Net gains or (losses) on cash, cash equivalents and short-term investments			
12.7	Miscellaneous proceeds			
12.8	Total investment proceeds (Lines 12.1 to 12.7)	5,350,000	4,300,000	6,900,000
13.	Cost of investments acquired (long-term only):			
13.1	Bonds	18,664,609	30,822,773	30,822,773
13.2	Stocks			
13.3	Mortgage loans			
13.4	Real estate			
13.5	Other invested assets			
13.6	Miscellaneous applications			
13.7	Total investments acquired (Lines 13.1 to 13.6)	18,664,609	30,822,773	30,822,773
14.	Net increase (or decrease) in contract loans and premium notes			
15.	Net cash from investments (Line 12.8 minus Lines 13.7 and 14)	(13,314,609)	(26,522,773)	(23,922,773)
Cash from Financing and Miscellaneous Sources				
16.	Cash provided (applied):			
16.1	Surplus notes, capital notes			
16.2	Capital and paid in surplus, less treasury stock			10,000,000
16.3	Borrowed funds			
16.4	Net deposits on deposit-type contracts and other insurance liabilities			
16.5	Dividends to stockholders			
16.6	Other cash provided (applied)	(2,695,134)	26,119,830	23,983,795
17.	Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6)	(2,695,134)	26,119,830	33,983,795
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS				
18.	Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	13,327,678	12,392,382	21,078,740
19.	Cash, cash equivalents and short-term investments:			
19.1	Beginning of year	29,518,772	8,440,032	8,440,032
19.2	End of period (Line 18 plus Line 19.1)	42,846,450	20,832,414	29,518,772

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

20.0001				
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EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

	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							
Total Members at end of:										
1. Prior Year	27,567	175	4,155					23,237		
2. First Quarter	23,747	164	595					22,988		
3. Second Quarter	23,554		528					23,026		
4. Third Quarter	23,148							23,148		
5. Current Year										
6. Current Year Member Months	211,975	665	4,013					207,297		
Total Member Ambulatory Encounters for Period:										
7. Physician	71,801	129	933					70,739		
8. Non-Physician	65,903	149	913					64,841		
9. Total	137,704	278	1,846					135,580		
10. Hospital Patient Days Incurred	226,239	268	1,617					224,354		
11. Number of Inpatient Admissions	6,432	6	37					6,389		
12. Health Premiums Written (a)	191,788,978	697,700	1,431,144					189,660,134		
13. Life Premiums Direct										
14. Property/Casualty Premiums Written										
15. Health Premiums Earned	191,788,978	697,700	1,431,144					189,660,134		
16. Property/Casualty Premiums Earned										
17. Amount Paid for Provision of Health Care Services	156,285,138	2,122,653	2,114,141					152,048,344		
18. Amount Incurred for Provision of Health Care Services	161,824,306	1,854,228	824,231					159,145,847		

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

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

Aging Analysis of Unpaid Claims						
1 Account	2 1 - 30 Days	3 31 - 60 Days	4 61 - 90 Days	5 91 - 120 days	6 Over 120 Days	7 Total
0199999 Individually Listed Claims Unpaid						
0299999 Aggregate Accounts Not Individually Listed - Uncovered						
0399999 Aggregate Accounts Not Individually Listed - Covered	20,621,992	4,739,000	1,668,000	620,000	1,007,683	28,656,675
0499999 Subtotals	20,621,992	4,739,000	1,668,000	620,000	1,007,683	28,656,675
0599999 Unreported claims and other claim reserves						
0699999 Total Amounts Withheld						
0799999 Total Claims Unpaid						28,656,675
0899999 Accrued Medical Incentive Pool And Bonus Amounts						319,500

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)	1,673,185	2,301,299		37,183	1,673,185	1,628,518
2.	Medicare Supplement						
3.	Dental only						
4.	Vision only						
5.	Federal Employees Health Benefits Plan						
6.	Title XVIII - Medicare	18,815,000	133,002,059	108,000	28,511,492	18,923,000	21,554,489
7.	Title XIX - Medicaid						
8.	Other health						
9.	Health subtotal (Lines 1 to 8)	20,488,185	135,303,358	108,000	28,548,675	20,596,185	23,183,007
10.	Healthcare receivables (a)						
11.	Other non-health						
12.	Medical incentive pools and bonus amounts	127,824		254,000	65,500	381,824	254,000
13.	Totals (Lines 9 - 10 + 11 + 12)	20,616,009	135,303,358	362,000	28,614,175	20,978,009	23,437,007

(a) Excludes \$.00 loans or advances to providers not yet expensed.

Notes to Financial Statement

1. Summary of Significant Accounting Policies

A. Accounting Practices

SummaCare, Inc.'s (the Company or SC) statutory financial statements are presented on the basis of accounting practices prescribed or permitted by the Ohio Department of Insurance (ODI) and in accordance with the *Accounting Practices and Procedures Manual*.

The ODI recognizes only statutory accounting practices prescribed or permitted by the State of Ohio (the State) for determining its solvency under Ohio Insurance Law. NAIC SAP has been adopted as a component of the prescribed or permitted practices by the State with some modifications. These modifications include a five-year life on Electronic Data Processing (EDP) equipment and a 90-day limitation on collection of affiliate balances. Accordingly, the admitted assets, liabilities, capital and surplus of the Company as of September 30, 2011 and December 31, 2010 and the results of its operations and its cash flow for the years then ended have been determined in accordance with accounting principles prescribed or permitted by the ODI. Management believes the difference in capital and surplus between NAIC SAP and accounting principles prescribed or permitted by the ODI is not material.

B. Use of Estimates

The preparation of financial statements in conformity with the *Accounting Practices and Procedures Manual*, the NAIC Annual Statement Instructions and other accounting practices prescribed or permitted by the ODI requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ significantly from those estimates.

C. Accounting Policy

The Company uses the following accounting policies:

1) Cash and Short-Term Investments

Cash and short-term investments include cash on hand, cash held in bank accounts (including overdrafts), interest bearing deposits, and money market instruments purchased with an original maturity of one year or less.

2) Premiums and Related Commissions

Health premiums are earned ratably over the terms of the related insurance contracts or policies. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred. Premiums billed and collected in advance are recorded as premiums received in advance.

Premium deficiency losses are recognized when it is probable that expected claim expenses will exceed future premiums on existing health and other insurance contracts. For purposes of premium deficiency losses, contracts are grouped in a manner consistent with the Company's method of acquiring, servicing and measuring the profitability of such contracts.

3) Investments and Investment Income

U.S. government securities are recorded at amortized cost using the effective interest method. The fair values of the securities are based on values published by the Securities Valuation Office (SVO) of the NAIC. Short-term investments include all investments whose maturity, at the time of acquisition, are one year or less and are stated at amortized cost, which approximates fair value. Investment income consists primarily of interest. Interest is recognized on an accrual basis. Interest income is determined on the effective yield method based on estimated principal repayments. Realized capital gains and losses are determined on a specific identification basis based on the trade date.

Management regularly reviews its investment portfolio to evaluate the necessity of recording impairment losses for other-than-temporary declines in the fair value of investments. A number of criteria are considered during this process, including, but not limited to, the current fair value as compared to amortized cost or cost, as appropriate, of the investment, the length of time the investment's fair value has been below amortized cost or cost, as appropriate, and by how much, and specific credit issues related to the issuer and current economic conditions. Estimates for other-than-temporary declines in the fair value of invested assets are included in net investment income. There were no impairment losses for other-than-temporary declines in the fair value of investments in 2011 and 2010.

4) Reinsurance

Reinsurance premiums are reported as a reduction of net premium earned and reinsurance recoveries are reported as a reduction to hospital and medical benefits expenses.

Notes to Financial Statement

5) Administrative Services Revenue

The Company has contracted to provide all administrative and management services to SIC. The Company also contracted to provide accounting, human resources, legal, information systems, provider appeals, and other general administrative and health service management services to SHN and Apex. Fees are recognized as revenue during the period in which the Company provides the service.

6) Hospital and Medical Expenses and Cost Recognition

The cost of healthcare services is recognized in the period in which services are provided. Healthcare expenses also include an estimate of the cost of services provided to the Company's members by third party providers, which have been incurred but not reported to the Company. The estimate for incurred but not reported claims is based on actuarial projections of costs using historical paid claims data. Estimates are continually monitored and reviewed and, as settlements are made or estimates are adjusted, differences are reflected in current operations. Such estimates are subject to the impact of changes in the regulatory environment and economic conditions. Given the inherent variability of such estimates, the actual liability could differ significantly from the amounts provided. While the ultimate amount of claims paid are dependent on future developments, management is of the opinion that the reserves for claims and the cost to process claims make a reasonable and appropriate provision to cover such claims.

Additionally, SummaCare has contracted with two physician hospital organizations (PHOs), SHN and the Cleveland Health Network (CHN), to provide members with the services of hospitals, primary care physicians, and other physician specialists within the SHN and CHN networks. In 2011 and 2010, SummaCare retained the risk for all commercial and Medicare members choosing either a CHN or SHN provider.

7) Pharmaceutical rebates are reported as a reduction of prescription drug expense. Receivables related to pharmaceutical rebates are recorded in accordance with SSAP No. 84, Certain Health Care Receivables and Receivables Under Government Insured Plans.

D. Income Taxes

The Company, together with affiliates under Summa Health System Corporation, files a consolidated federal income tax return. Each member of the consolidated tax return computes their tax liability on a separate return basis and, in addition, is reimbursed currently for utilization of tax net operating losses and tax credits that exist on a consolidated basis. The Company is not subject to state income taxes as it is licensed as a HIC under Chapter 1751 of the Ohio Revised Code.

Deferred tax assets, net of any nonadmitted assets, and liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases and operating loss and tax credit carryforwards. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. Deferred tax assets are limited to 1) the amount of federal income taxes paid in prior years that can be recovered through loss carrybacks for existing temporary differences that reverse by the end of the subsequent calendar year, plus 2) the lesser of the remaining gross deferred tax assets expected to be realized within one year of the balance sheet date or 10% of capital and surplus excluding any net deferred tax assets, EDP equipment and operating software and any net positive goodwill, plus 3) the amount of remaining gross deferred tax assets that can be offset against existing gross deferred tax liabilities. The remaining deferred tax assets are non-admitted.

E. Property and Equipment

Property and equipment are recorded at cost, less accumulated depreciation. Depreciation and amortization are computed using the straight-line method over the shorter of the estimated useful lives of the assets, or the lease term of the leasehold improvement. Repairs and maintenances costs are expensed as incurred.

2. Accounting Changes and Corrections of Errors

A. Material Changes in accounting principles and / or corrections of errors include:

None.

3. Business Combinations and Goodwill

On December 31, 1999 Summa Health System (SHS) reorganized resulting in a change in ownership of SC. Prior to December 31, 1999, SC was a wholly-owned subsidiary of Akron City Health System (ACHS). As part of the reorganization, SIC received SC's voting common stock for no consideration.

4. Discontinued Operations

None.

5. Investments

Notes to Financial Statement

A. Mortgage Loans

None.

B. Debt Restructuring

None.

C. Reverse Mortgages

None.

D. Loan backed securities

None.

E. Repurchase agreements

None.

F. Real Estate

None.

G. Investments in low-income housing tax credits

None.

6. Joint Ventures, Partnerships and Limited Liability Companies

A. For investments in joint ventures, partnerships and limited liability companies that exceed 10% of the admitted assets of the insurer.

None.

B. Impaired investments in joint ventures, partnerships and limited liability companies

None.

7. Investment Income

A. The basis, by category of investment income, for excluding (nonadmitting) any investment income due and accrued

All accrued investment income was admitted for the period.

8. Derivative Instruments

None.

9. Income Taxes

Notes to Financial Statement

A. The components of deferred tax asset / liability at September 30, 2011 and December 31, 2010 are as follows:

	9/30/2011			12/31/2010			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
1.									
(a) Gross Deferred Tax assets	\$1,978,382	\$0	\$1,978,382	\$2,380,111	\$0	\$2,380,111	(\$401,729)	\$0	(\$401,729)
(b) Statutory Valuation Allowance	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(c) Adjusted Gross DTA's (1a-1b)	\$1,978,382	\$0	\$1,978,382	\$2,380,111	\$0	\$2,380,111	(\$401,729)	\$0	(\$401,729)
(d) Deferred Tax Liabilities	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(e) Subtotal (Net DTA's) (1c-1d)	\$1,978,382	\$0	\$1,978,382	\$2,380,111	\$0	\$2,380,111	(\$401,729)	\$0	(\$401,729)
(f) DTA's Nonadmitted	\$293,988	\$0	\$293,988	\$337,976	\$0	\$337,976	(\$43,988)	\$0	(\$43,988)
(g) Net Admitted DTA's (1e-1f)	\$1,684,394	\$0	\$1,684,394	\$2,042,135	\$0	\$2,042,135	(\$357,741)	\$0	(\$357,741)
4.									
Admission Calculation Components									
SSAP No. 10R Par.10a, 10b and 10c									
(a) SSAP No. 10R Paragraph 10a	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(b) SSAP No. 10R Paragraph 10b (lesser 10bi and 10bii below)	\$1,684,393	\$0	\$1,684,393	\$0	\$0	\$0	\$1,684,393	\$0	\$1,684,393
(c) SSAP No. 10R Paragraph 10bi	\$1,684,393	\$0	\$1,684,393	\$0	\$0	\$0	\$1,684,393	\$0	\$1,684,393
(d) SSAP No. 10R Paragraph 10bii	XXX	XXX	\$4,502,809	XXX	XXX	\$0	XXX	XXX	\$4,502,809
(e) SSAP No. 10R Paragraph 10c	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(f) Total (4a+4b+4e)	\$1,684,393	\$0	\$1,684,393	\$0	\$0	\$0	\$1,684,393	\$0	\$1,684,393
Admission Calculation Components									
SSAP No. 10R Paragraphs 10e									
(g) SSAP No. 10R Paragraph 10ei	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(h) SSAP No. 10R Paragraph 10eii (lesser of 10eiiia and 10eiiib below)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(i) SSAP No. 10R Paragraph 10eiiia	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(j) SSAP No. 10R Paragraph 10eiiib	XXX	XXX	\$0	XXX	XXX	\$0	\$0	\$0	\$0
(k) SSAP No. 10R Paragraph 10eiii	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(l) Total (4g+4h+4k)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Used in SSAP No. 10R Paragraph 10d									
(m) Total Adjusted Capital	XXX	XXX	\$49,960,143	XXX	XXX	\$44,407,469	XXX	XXX	\$5,552,674
(n) Authorized Control Level	XXX	XXX	\$8,956,544	XXX	XXX	\$9,646,442	XXX	XXX	(\$689,898)
5.									
SSAP No. 10R Par. 10a, 10b and 10c									
(a) Admitted Deferred Tax Assets	\$1,684,393	\$0	\$1,684,393	\$2,042,135	\$0	\$2,042,135	(\$357,742)	\$0	(\$357,742)
(b) Admitted Assets	XXX	XXX	\$117,234,462	XXX	XXX	\$86,953,205	XXX	XXX	\$30,281,257
(c) Adjusted Statutory Surplus	XXX	XXX	\$46,430,700	XXX	XXX	\$31,283,527	XXX	XXX	\$15,147,173
(d) Total Adjusted Capital from DTA's	XXX	XXX	\$1,684,393	XXX	XXX	\$2,042,135	XXX	XXX	(\$357,742)
Increases due to SSAP No. 10R Par. 10e									
(e) Admitted DTA's	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(f) Admitted Assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(g) Statutory Surplus	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

B. Regarding deferred tax liabilities not recognized:

None.

C. Current income taxes incurred consist of the following components:

Notes to Financial Statement

	9/30/2011	12/31/2010	Change
1. Current Income Tax			
(a) Federal	\$2,434,463	\$3,245,215	(\$810,752)
(b) Foreign	\$0	\$0	\$0
(c) Subtotal	\$2,434,463	\$3,245,215	(\$810,752)
(d) Federal Income Tax on Net Capital Gains	\$0	\$0	\$0
(e) Utilization of Capital Loss Carry Forwards	\$0	\$0	\$0
(f) Other	\$0	\$0	\$0
(g) Federal and Foreign Income Taxes Incurred	\$2,434,463	\$3,245,215	(\$810,752)
2. Deferred Tax Assets:			
(a) Ordinary			
(1) Nonadmitted Assets	\$308,665	1,289,806	(\$381,141)
(2) Change in Claims Unpaid	\$492,535	401,196	\$31,339
(3) Change in Accrued Liabilities	\$442,413	554,400	(\$111,987)
(4) Charitable Contributions Carry-Forward	\$0	0	\$0
(5) Basis Difference in Fixed Assets	\$134,709	134,709	\$0
Subtotal	\$1,978,368	\$2,380,111	(\$401,729)
(b) Statutory Valuation Allowance	\$0	\$0	\$0
(c) Nonadmitted	\$293,968	\$337,976	(\$43,968)
(d) Admitted Ordinary Deferred Tax Assets (2a-2b)	\$1,684,394	\$2,042,135	(\$357,741)
(d) Capital			
(1) Investments	\$0	\$0	\$0
(2) Net Capital Loss Carry-Forward	\$0	\$0	\$0
(3) Real Estate	\$0	\$0	\$0
(4) Other	\$0	\$0	\$0
Subtotal	\$0	\$0	\$0
(e) Statutory Valuation Allowance	\$0	\$0	\$0
(f) Admitted Capital Deferred Tax Assets (2d-2e)	\$0	\$0	\$0
(g) Admitted Deferred Tax Assets (2c+2f)	\$1,684,394	\$2,042,135	(\$357,741)
3. Deferred Tax Liabilities:			
(a) Ordinary			
(1) Investments	\$0	\$0	\$0
(2) Fixed Assets	\$0	\$0	\$0
(3) Other	\$0	\$0	\$0
Subtotal	\$0	\$0	\$0
(b) Capital			
(1) Investments	\$0	\$0	\$0
(2) Fixed Assets	\$0	\$0	\$0
(3) Other	\$0	\$0	\$0
Subtotal	\$0	\$0	\$0
(c) Deferred Tax Liabilities (3a+3b)	\$0	\$0	\$0
4. Net Deferred Tax Assets / Liabilities (2g-3c)	\$1,684,394	\$2,042,135	(\$357,741)

D. The provision for federal income taxes incurred is different than that which would be obtained by applying the statutory federal income tax rate to income before taxes. The significant items causing this difference are as follows:

	September 30, 2011	Effective Tax Rate
Provision computed at statutory rate	\$2,434,464	34.0%
Items permanent in nature	\$20,588	0.3%
Change in deferred income tax	(\$401,729)	-5.6%
Change in nonadmitted assets	\$381,141	5.3%
Total statutory income taxes incurred	\$2,434,464	34.0%

E. Amounts of operating loss and tax credit carry-forwards available for tax purposes

The company does not have any net operating loss carry-forwards as of September 30, 2011.

Notes to Financial Statement

F. Consolidation of Federal Income Tax Return

Summa Health System Corporation files a consolidated federal income tax which includes the following entities: SummaCare, Inc., Summa Insurance Company, Apex Benefits Services, LLC, Summa Insurance Agency, LLC, Wadsworth-Rittman Professional Services Corporation, Northeast Ohio Primary Care Physicians, Ohio Health Choice, Summa Enterprise Group, Falls Holding Company, Cuyahoga Falls Retail Pharmacy, Health Care Center Physicians, and Cornerstone Medical Services.

10. Information Concerning Parent, Subsidiaries, and Affiliates

A. Nature of the Relationships

SummaCare, Inc. (SC or the Company) is a wholly owned subsidiary of Summa Insurance Company, Inc. (SIC). SIC is a majority-owned subsidiary of Summa Health System.

Subsidiaries and affiliated organizations of SHS include Summa Health System Corporation (SHSC), Summa Akron City & St. Thomas Hospitals (SHSH), Summa Health Network LLC (SHN), Apex Benefits Services, LLC (Apex), Summa Insurance Agency, LLC (SIA), Cuyahoga Falls General Hospital (CFGH), Summa Barberton Hospital (SBH), Summa Wadsworth-Rittman Hospital (WRH), Wadsworth-Rittman Professional Services Corporation, Crystal Clinic Orthopedic Center, LLC, Angiographic Lab, LLC (Angio), Summa Physicians, Inc. (SPI), Summa Hospitals Foundation, Health Care Center Physicians Inc. (HCCP), Middlebury Assurance Corp. (MAC), Summa Enterprise Group (SEG), Summa Enterprise Group Properties (SEG Properties), Summa Rehabilitation Hospital, LLC, Wadsworth-Rittman MSO Inc., Ohio Health Choice, Inc. (OHC), Cornerstone Medical Services (Cornerstone), ARIS Teleradiology LLC (ARIS), Robinson Memorial Hospital (RMH), Summa Western Reserve Hospital (SWRH), Ohio Sleep Disorders, Summa Accountable Care Organization (ACO), Akron Endoscopy Associates (Akron Endoscopy) and Northeast Ohio Primary Care Physicians, Inc. (NEOPCI).

The Company is licensed in Ohio as a health-insuring corporation (HIC) under Chapter 1751 of the Ohio Revised Code. SC contracts with providers to provide comprehensive health care services to a defined enrolled population (members) for a predetermined monthly fee. The population from which the Company draws its membership is predominately located in Northeast Ohio.

The Company is subject to competition from other health insuring companies as well as to the regulations of certain state and federal agencies. The Company is also subject to periodic financial examinations by those regulatory authorities.

B. Transactions with Affiliated Organizations

SC members receive various medical services from SHSH, and other SHS subsidiaries. Certain members of the board of directors of the Company are members of the board of trustees of SHSH's and SHS's subsidiary and affiliated organizations. During 2011 and 2010, SC incurred health care costs representing premium payments made to SIC for health care costs associated with the indemnity portion on specific SC insurance plans. During 2011 and 2010, the Company has also contracted to provide administrative and claims processing services to SIC and Apex. In 2011 and 2010, the Company contracted to reimburse SHN a portion of their total operating expenses. Expenses were recognized based on the amount charged to the Company from SHN.

Notes to Financial Statement

The operating activities with affiliated entities as of September 30, 2011 and December 31, 2010 are as follows:

	2011	2010
Claims paid to affiliated entities:		
SIC	\$ 4,427	58,646
SHSH	36,295,588	48,278,700
SPI	5,493,389	7,020,208
SBH	5,921,340	6,420,153
ARIS	30,049	40,706
WRH	2,296,357	2,999,842
Cornerstone	2,390,871	3,750,308
Akron Endoscopy	—	46,032
Management fees charged to SIC	7,673,899	16,121,619
Management fees charged to Apex	6,699,631	7,638,419
Management fees charged to OHC	6,225	15,852
Management fees charged to SHN	36,000	48,000
Management fees charged from SHN	238,997	395,377
Management fees charged from Apex	400,257	601,668
Management fees charged from OHC	129,215	146,700
Physician Incentive paid to SHN	—	600,000
Corporate expense allocation paid to SHS	1,392,735	1,470,000

The balances outstanding with affiliated entities as of September 30, 2011 and December 31, 2010 are as follows:

	Due from		Due to	
	2011	2010	2011	2010
SHN	\$ —	—	2,713	72,580
SIC	3,738,911	1,067,787	—	—
SHSH	—	—	5,399,969	4,870,250
OHC	843	560	—	—
Apex	1,132,792	997,097	—	—
WRH	—	—	313,998	292,687
SBH	—	—	675,574	586,671
ACO	—	—	73,678	—
RMH	—	—	136,025	133,077
	<u>\$ 4,872,546</u>	<u>2,065,444</u>	<u>6,601,957</u>	<u>5,955,265</u>

11. Debt

SC has no debt as of September 30, 2011.

12. Retirement Plans

- 1) The Company has a defined contribution 401(k) plan that is available to all eligible employees. The plan provides for employee contributions of up to 15% of eligible salary and employer matching contributions of 50% of each employee’s voluntary contribution. The matching contribution is limited to 6% of each employee’s pay. Expense under this plan was approximately \$531,018 for period ending September 30, 2011 and was \$599,697 for year ending December 31, 2010.
- 2) SHS maintains a noncontributory defined benefit pension plan (DB Plan), Summa Health System Retirement Income Plan and Trust, for the benefit of eligible employees in which the Company participates. The benefits are based upon years of service, as defined by the DB Plan. It is the System’s policy to contribute annually to the DB Plan amounts that are actuarially determined to provide the DB Plan with sufficient assets to meet future benefit payment requirements.

Effective January 1, 2002, the Company’s employees became participants in Summa Health System Retirement Income Plan and Trust (the Plan), however, the Company has no direct liability for the Plan obligations. Pension amounts are allocated to the Company based on its pro rata portion of the DB Plan periodic benefit obligation. The Company has recorded expense associated with involvement in the DB Plan of \$179,617 and \$304,565 as part of salaries, wages, and fringe benefits expense for the periods ended September 30, 2011 and December 31, 2010, respectively.

Notes to Financial Statement

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

- 1.) As of September 30, 2011, SHS owned all of the 100 issued and outstanding shares of SC’s preferred stock. The par value of the preferred stock is \$1 per share. SIC owns all of the 570 issued and outstanding shares of SC common stock. The par value of the common stock is \$1 per share.
- 2.) Dividend restrictions – Dividends on the preferred stock are cumulative at an annual rate of \$500 per share. No dividends have been declared or paid by the Company on its preferred stock; accordingly, there are \$929,167 of dividends in arrears as of September 30, 2011 and \$891,667 of dividends in arrears at December 31, 2010. No dividends can be paid on the Company’s common stock until the dividends in arrears on preferred stock are paid.
- 3.) Profits that may be paid as ordinary dividends – Not applicable
- 4.) No restrictions on unassigned funds
- 5.) Advances to surplus not repaid – None
- 6.) No stock held at the company for special purposes
- 7.) No special surplus funds
- 8.) The portion of unassigned funds represented or reduced by :

Nonadmitted Asset Values – \$2,966,532

Unrealized Gains (Losses) - \$4,008,338
- 9.) No surplus notes
- 10.) Restatement in a quasi-reorganization – Not applicable
- 11.) No quasi-reorganization

14. Contingencies

None.

15. Leases

The company leases equipment and its facility under noncancelable operating leases expiring at various dates from 2011 to 2016. Rent expense was approximately \$1,616,162 as of September 30, 2011 and was \$2,165,269 for year ending December 31, 2010.

Future minimum payments under noncancelable operating leases are as follows:

Year ended December 31:		
2011		2,053,532
2012		2,126,645
2013		2,073,708
2014		2,073,968
2015		2,129,766
2016		1,938,777
Total minimum future commitment		\$ <u><u>12,396,396</u></u>

16. Information Regarding Off-Balance Sheet Risk

Not applicable.

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

Not applicable.

18. Gains or Loss to the Reporting Entity from Uninsured Plans

Not applicable.

Notes to Financial Statement

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

Not applicable.

20. Fair Value Measurement

Not applicable.

21. Other Items

Not Applicable.

22. Events Subsequent

Not applicable.

23. Reinsurance

A. Ceded Reinsurance Report

Section 1 – General Interrogatories

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

Yes () No (X)

If yes, give full details.

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

Yes () No (X)

If yes, give full details.

Section 2 – Ceded Reinsurance Report – Part A

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

Yes () No (X)

- a. If yes, what is the estimated amount of the aggregate reduction in surplus of a unilateral cancellation by the reinsurer as of the date of this statement, for those agreements in which cancellation results in a net obligation of the reporting entity to the reinsurer, and for which such obligation is not presently accrued? Where necessary, the reporting entity may consider the current or anticipated experience of the business reinsured in making this estimate. \$_____
- b. What is the total amount of reinsurance credits taken, whether as an asset or as a reduction of liability for these agreements in this statement? \$_____

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

Yes () No (X)

If yes, give full details.

Section 3 – Ceded Reinsurance Report – Part B

Notes to Financial Statement

- (1) What is the estimated amount of the aggregate reduction in surplus, (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits reflected in Section 2 above) of termination of all reinsurance agreements, by either party, as of the date of this statement? Where necessary, the company may consider the current or anticipated experience of the business reinsured in making this estimate. \$0
- (2) Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts that were in force or which had existing reserves established by the company as of the effective date of the agreement?

Yes () No (X)

If yes, what is the amount of the reinsurance credits, whether an asset or a reduction of a liability, taken for such new agreements or amendments? \$_____

B. Uncollectible Reinsurance

None.

C. Commutation of Ceded Reinsurance

None.

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

Not applicable.

25. Changes in Incurred Claims and Claims Adjustment Expenses

Activity in claims unpaid is summarized as follows:

	<u>2011</u>	<u>2010</u>
Balance at January 1	\$ 23,183,007	22,746,255
Incurred related to:		
Current year	161,544,211	231,911,384
Prior years	<u>(279,000)</u>	<u>(4,661,000)</u>
Total	<u>161,265,211</u>	<u>227,250,384</u>
Paid related to:		
Current year	135,175,534	208,728,377
Prior years	<u>20,616,009</u>	<u>18,085,255</u>
Total	<u>155,791,543</u>	<u>226,813,632</u>
Balance at End of Period	\$ <u><u>28,656,675</u></u>	<u><u>23,183,007</u></u>

26. Intercompany Pooling Arrangements

Not applicable.

27. Structured Settlements

Not applicable

Notes to Financial Statement

28. Healthcare Receivables

The company receives pharmacy rebates on a quarterly basis. As of September 30, 2011, a receivable was recorded equal to three quarters of rebates. Pharmacy rebates receivable are estimated by multiplying the most recent rebate received by three (three quarters). Pharmacy rebates receivable are recorded as nonadmitted assets in accordance with SSAP No. 84.

<u>Quarter</u>	<u>Estimated Rebates Receivable</u>	<u>Nonadmitted Rebates Receivable</u>	<u>Admitted Rebates Receivable</u>	<u>Actual Rebates Received More Than 180 Days After Billing</u>
9/30/2011	\$1,138,678	\$0	\$0	\$0
6/30/2011	\$1,577,964	\$1,577,964	\$0	\$522,864
3/31/2011	\$1,541,092	\$1,541,092	\$0	\$1,032,417
12/31/2010	\$1,545,000	\$1,545,000	\$0	\$1,547,850
9/30/2010	\$1,133,202	\$1,133,202	\$0	\$1,516,786
6/30/2010	\$1,022,074	\$1,022,074	\$0	\$1,448,788
3/31/2010	\$1,297,617	\$1,297,617	\$0	\$1,699,056
12/31/2009	\$885,851	\$885,851	\$0	\$1,207,256
9/30/2009	\$1,433,329	\$1,433,329	\$0	\$1,609,767
6/30/2009	\$1,613,311	\$1,613,311	\$0	\$1,330,376
3/31/2009	\$1,568,990	\$1,568,990	\$0	\$1,358,345
12/31/2008	\$1,568,990	\$1,568,990	\$0	\$1,557,439
9/30/2008	\$1,303,781	\$1,303,781	\$0	\$1,594,126
6/30/2008	\$1,700,614	\$1,700,614	\$0	\$1,595,212
3/31/2008	\$1,288,114	\$1,288,114	\$0	\$1,414,773
12/31/2007	\$1,288,114	\$1,288,114	\$0	\$1,327,675

29. Participating Policies

Not applicable.

30. Premium Deficiency Reserves

Premium deficiency losses are recognized when it is probable that expected claim expenses will exceed future premiums on existing health contracts. For purposes of premium deficiency losses, contracts are grouped in a manner consistent with the Company’s method of acquiring, servicing and measuring the profitability of such contracts. There were no premium deficiency reserves recorded as of September 30, 2011 and December 31, 2010, respectively.

31. Anticipated Salvage Value and Subrogation

Not applicable.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES
GENERAL

- 1.1 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]
- 1.2 If yes, has the report been filed with the domiciliary state?

Yes[] No[] N/A[X]
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes[] No[X]
- 2.2 If yes, date of change:
3. Have there been any substantial changes in the organizational chart since the prior quarter end?
If yes, complete the Schedule Y - Part 1 - organizational chart.

Yes[] No[X]
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes[] No[X]
- 4.2 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

5. 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[] N/A[X]
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2007
- 6.2 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.

12/31/2007
- 6.3 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).

01/12/2009
- 6.4 By what department or departments?
Ohio Department of Insurance
- 6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?

Yes[] No[] N/A[X]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with?

Yes[] No[] N/A[X]
- 7.1 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?

Yes[] No[X]
- 7.2 If yes, give full information
- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes[] No[X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms?

Yes[] No[X]
- 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.]

1	2	3	4	5	6	7
Affiliate Name	Location (City, State)	FRB	OCC	OTS	FDIC	SEC
		Yes[] No[X]	Yes[] No[X]	Yes[] No[X]	Yes[] No[X]	Yes[] No[X]

- 9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?
(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
(c) Compliance with applicable governmental laws, rules and regulations;
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
(e) Accountability for adherence to the code.

Yes[X] No[]
- 9.11 If the response to 9.1 is No, please explain:
- 9.2 Has the code of ethics for senior managers been amended?

Yes[] No[X]
- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s).
- 9.3 Have any provisions of the code of ethics been waived for any of the specified officers?

Yes[] No[X]
- 9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

FINANCIAL

- 10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?

Yes[X] No[]
- 10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount:

\$..... 3,738,911

INVESTMENT

- 11.1 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]
- 11.2 If yes, give full and complete information relating thereto:
12. Amount of real estate and mortgages held in other invested assets in Schedule BA:

\$..... 0
13. Amount of real estate and mortgages held in short-term investments:

\$..... 0
- 14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates?

Yes[] No[X]

GENERAL INTERROGATORIES (Continued)

INVESTMENT

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds		
14.22 Preferred Stock		
14.23 Common Stock		
14.24 Short-Term Investments		
14.25 Mortgages Loans on Real Estate		
14.26 All Other		
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)		
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above		

- 15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB?
15.2 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]
Yes[] No[] N/A[X]
16. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 3, III Conducting Examinations, F - Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?
16.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:
- Yes[X] No[]

1 Name of Custodian(s)	2 Custodian Address
FirstMerit Trust	106 South Main Street, Akron, OH 44308

16.2 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)
.....

- 16.3 Have there been any changes, including name changes, in the custodian(s) identified in 16.1 during the current quarter?
16.4 If yes, give full and complete information relating thereto:
- Yes[] No[X]

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

16.5 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
FirstMerit Bank, NA	Paul Brady	4481 Munson St NW, Suite 200, Canton, OH 44718

- 17.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed?
17.2 If no, list exceptions:
- Yes[X] No[]

GENERAL INTERROGATORIES

PART 2 - HEALTH

1. Operating Percentages:	
1.1 A&H loss percent	85.000%
1.2 A&H cost containment percent	0.700%
1.3 A&H expense percent excluding cost containment expenses	19.300%
2.1 Do you act as a custodian for health savings accounts?	Yes[] No[X]
2.2 If yes, please provide the amount of custodial funds held as of the reporting date.	\$..... 0
2.3 Do you act as an administrator for health savings accounts?	Yes[] No[X]
2.4 If yes, please provide the balance of the funds administered as of the reporting date.	\$..... 0

SCHEDULE S - CEDED REINSURANCE
Showing All New Reinsurance Treaties - Current Year to Date

1 NAIC Company Code	2 Federal ID Number	3 Effective Date	4 Name of Reinsurer	5 Domiciliary Jurisdiction	6 Type of Reinsurance Ceded	7 Is Insurer Authorized? (Yes or No)
Accident and Health - Non-affiliates						
60739	74-0484030 03/01/2011	AMERICAN NATL INS CO	TX SSL/A/I Yes[X] No[]

SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS
Current Year to Date - Allocated by States and Territories

		1	Direct Business Only							
			2	3	4	5	6	7	8	9
State, Etc.		Active Status	Accident and Health Premiums	Medicare Title XVIII	Medicaid Title XIX	Federal Employees Health Benefits Program Premiums	Life and Annuity Premiums and Other Considerations	Property/ Casualty Premiums	Total Columns 2 Through 7	Deposit-Type Contracts
1.	Alabama (AL)	N								
2.	Alaska (AK)	N								
3.	Arizona (AZ)	N								
4.	Arkansas (AR)	N								
5.	California (CA)	N								
6.	Colorado (CO)	N								
7.	Connecticut (CT)	N								
8.	Delaware (DE)	N								
9.	District of Columbia (DC)	N								
10.	Florida (FL)	N								
11.	Georgia (GA)	N								
12.	Hawaii (HI)	N								
13.	Idaho (ID)	N								
14.	Illinois (IL)	N								
15.	Indiana (IN)	N								
16.	Iowa (IA)	N								
17.	Kansas (KS)	N								
18.	Kentucky (KY)	N								
19.	Louisiana (LA)	N								
20.	Maine (ME)	N								
21.	Maryland (MD)	N								
22.	Massachusetts (MA)	N								
23.	Michigan (MI)	N								
24.	Minnesota (MN)	N								
25.	Mississippi (MS)	N								
26.	Missouri (MO)	N								
27.	Montana (MT)	N								
28.	Nebraska (NE)	N								
29.	Nevada (NV)	N								
30.	New Hampshire (NH)	N								
31.	New Jersey (NJ)	N								
32.	New Mexico (NM)	N								
33.	New York (NY)	N								
34.	North Carolina (NC)	N								
35.	North Dakota (ND)	N								
36.	Ohio (OH)	L	2,128,844	189,660,134					191,788,978	
37.	Oklahoma (OK)	N								
38.	Oregon (OR)	N								
39.	Pennsylvania (PA)	N								
40.	Rhode Island (RI)	N								
41.	South Carolina (SC)	N								
42.	South Dakota (SD)	N								
43.	Tennessee (TN)	N								
44.	Texas (TX)	N								
45.	Utah (UT)	N								
46.	Vermont (VT)	N								
47.	Virginia (VA)	N								
48.	Washington (WA)	N								
49.	West Virginia (WV)	N								
50.	Wisconsin (WI)	N								
51.	Wyoming (WY)	N								
52.	American Samoa (AS)	N								
53.	Guam (GU)	N								
54.	Puerto Rico (PR)	N								
55.	U.S. Virgin Islands (VI)	N								
56.	Northern Mariana Islands (MP)	N								
57.	Canada (CN)	N								
58.	Aggregate other alien (OT)	X X X								
59.	Subtotal	X X X	2,128,844	189,660,134					191,788,978	
60.	Reporting entity contributions for Employee Benefit Plans	X X X								
61.	Total (Direct Business)	(a)..... 1	2,128,844	189,660,134					191,788,978	
DETAILS OF WRITE-INS										
5801.	X X X								
5802.	X X X								
5803.	X X X								
5898.	Summary of remaining write-ins for Line 58 from overflow page	X X X								
5899.	TOTALS (Lines 5801 through 5803 plus 5898) (Line 58 above)	X X X								

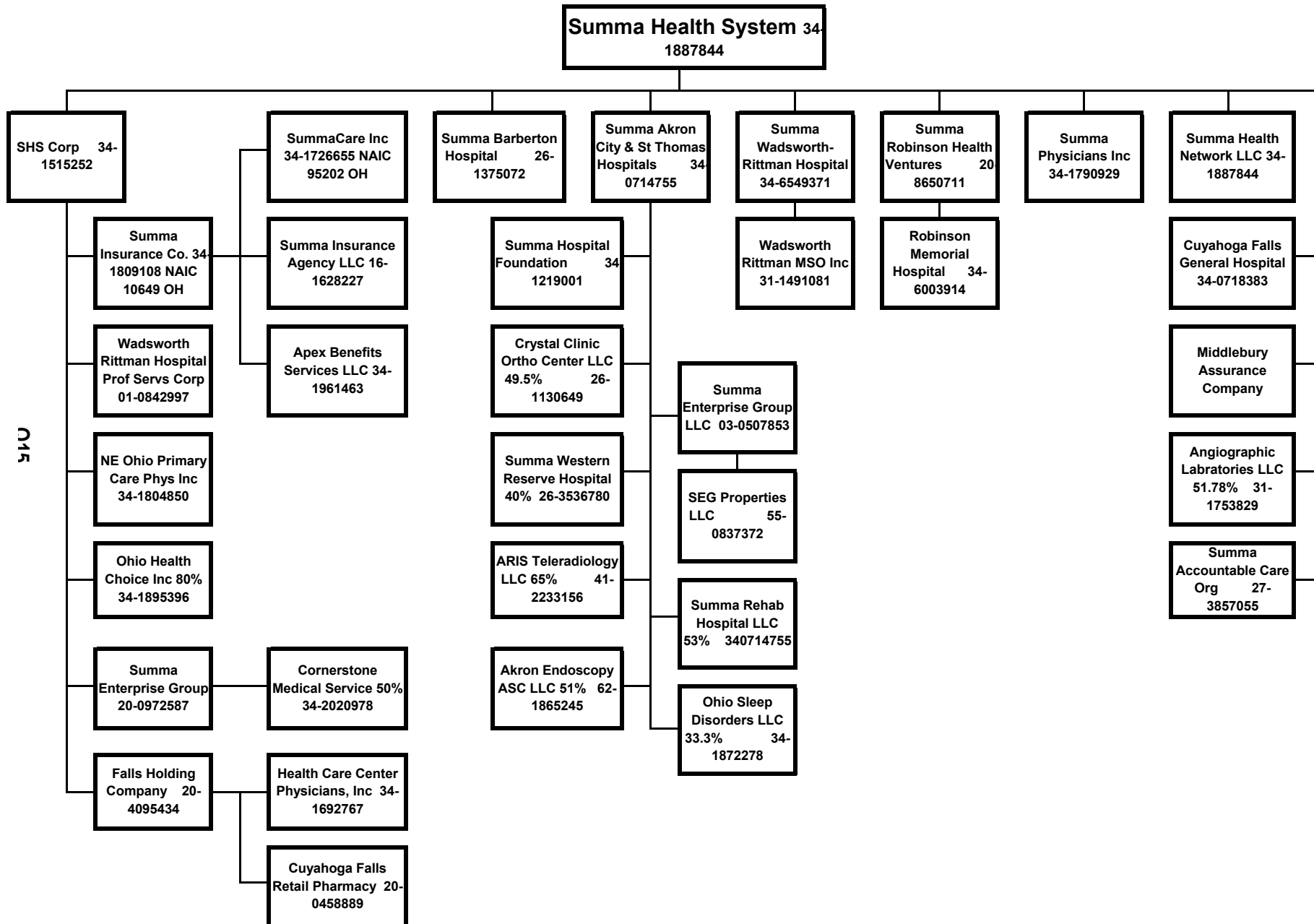
(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business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

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

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER

MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART



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.

1. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?

RESPONSE

No

Explanations:

Bar Codes:

Medicare Part D Coverage Supplement



95202201136500003

2011

Document Code: 365

OVERFLOW PAGE FOR WRITE-INS

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
2504. Premium Tax Recoverable
2597. Summary of remaining write-ins for Line 25 (Lines 2504 through 2596)

STATEMENT OF REVENUE AND EXPENSES

	Current Year To Date		Prior Year To Date	Prior Year Ended December 31
	1	2	3	4
	Uncovered	Total	Total	Total
2904. Minority Interest Income (Expense)
2905. City Taxes
2906. Network Access Fees - Providers
2907. Minority Interest Expense
2908. Rental Revenue
2909. City Income Taxes
2997. Summary of remaining write-ins for Line 29 (Lines 2904 through 2996)

STATEMENT OF REVENUE AND EXPENSES (Continued)

	1	2	3
	Current Year To Date	Prior Year To Date	Prior Year Ended December 31
4704. True up adjustment related to Deferred Tax
4705. Correction of an error - 2006 Premium Taxes
4706. Misc. Adjustment
4707. Increase par value of common stock
4708. Correction of an error - 2006 Premium Taxes
4709. Change in Minimum Pension Liability - Unrestricted Funds
4710. Adjustments to 2008 financial statements
4711. True up adjustment related to Deferred Tax
4797. Summary of remaining write-ins for Line 47 (Lines 4704 through 4796)

SCHEDULE A - VERIFICATION

Real Estate

		1	2
		Year To Date	Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year		
2.	Cost of acquired:		
2.1	Actual cost at time of acquisition		
2.2	Additional investment made after acquisition		
3.	Current year change in encumbrances		
4.	Total gain (loss) on disposals		
5.	Deduct amounts received on disposals		
6.	Total foreign exchange change in book/adjusted carrying value		
7.	Deduct current year's other than temporary impairment recognized		
8.	Deduct current year's depreciation		
9.	Book/adjusted carrying value at the end of current period (Lines 1 + 2 + 3 + 4 - 5 + 6 - 7 - 8)		
10.	Deduct total nonadmitted amounts		
11.	Statement value at end of current period (Line 9 minus Line 10)		

SCHEDULE B - VERIFICATION

Mortgage Loans

		1	2
		Year To Date	Prior Year Ended December 31
1.	Book value/recorded investment excluding accrued interest, December 31 of prior year		
2.	Cost of acquired:		
2.1	Actual cost at time of acquisition		
2.2	Additional investment made after acquisition		
3.	Capitalized deferred interest and other		
4.	Accrual of discount		
5.	Unrealized valuation increase (decrease)		
6.	Total gain (loss) on disposals		
7.	Deduct amounts received on disposals		
8.	Deduct amortization of premium and mortgage interest points		
9.	Total foreign exchange change in book value/recorded investment		
10.	Deduct current year's other than temporary impairment recognized		
11.	Book value/recorded investment excluding accrued interest at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)		
12.	Total valuation allowance		
13.	Subtotal (Line 11 plus Line 12)		
14.	Deduct total nonadmitted amounts		
15.	Statement value at end of current period (Line 13 minus Line 14)		

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

		1	2
		Year To Date	Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year		
2.	Cost of acquired:		
2.1	Actual cost at time of acquisition		
2.2	Additional investment made after acquisition		
3.	Capitalized deferred interest and other		
4.	Accrual of discount		
5.	Unrealized valuation increase (decrease)		
6.	Total gain (loss) on disposals		
7.	Deduct amounts received on disposals		
8.	Deduct amortization of premium and depreciation		
9.	Total foreign exchange change in book/adjusted carrying value		
10.	Deduct current year's other than temporary impairment recognized		
11.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)		
12.	Deduct total nonadmitted amounts		
13.	Statement value at end of current period (Line 11 minus Line 12)		

SCHEDULE D - VERIFICATION

Bonds and Stocks

		1	2
		Year To Date	Prior Year Ended December 31
1.	Book/adjusted carrying value of bonds and stocks, December 31 of prior year	51,828,826	27,910,242
2.	Cost of bonds and stocks acquired	18,664,609	30,822,773
3.	Accrual of discount	72,164	51,840
4.	Unrealized valuation increase (decrease)		
5.	Total gain (loss) on disposals		
6.	Deduct consideration for bonds and stocks disposed of	5,350,000	6,900,000
7.	Deduct amortization of premium	32,122	56,030
8.	Total foreign exchange change in book/adjusted carrying value		
9.	Deduct current year's other than temporary impairment recognized		
10.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	65,183,477	51,828,826
11.	Deduct total nonadmitted amounts		
12.	Statement value at end of current period (Line 10 minus Line 11)	65,183,477	51,828,826

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	2	3	4	5	6	7	8
	Book/Adjusted Carrying Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Book/Adjusted Carrying Value End of First Quarter	Book/Adjusted Carrying Value End of Second Quarter	Book/Adjusted Carrying Value End of Third Quarter	Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. Class 1 (a)	67,807,316			478,168	67,456,591	67,807,316	68,285,484	57,055,095
2. Class 2 (a)								
3. Class 3 (a)								
4. Class 4 (a)								
5. Class 5 (a)								
6. Class 6 (a)								
7. Total Bonds	67,807,316			478,168	67,456,591	67,807,316	68,285,484	57,055,095
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	67,807,316			478,168	67,456,591	67,807,316	68,285,484	57,055,095

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$.....0; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0

SCHEDULE DA - PART 1

Short - Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999. Totals	3,102,007	X X X	3,102,007	784	

SCHEDULE DA - Verification

Short-Term Investments

		1 Year To Date	2 Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year	5,226,269	2,883,455
2.	Cost of short-term investments acquired		2,342,814
3.	Accrual of discount		
4.	Unrealized valuation increase (decrease)		
5.	Total gain (loss) on disposals		
6.	Deduct consideration received on disposals	2,124,262	
7.	Deduct amortization of premium		
8.	Total foreign exchange change in book/adjusted carrying value		
9.	Deduct current year's other than temporary impairment recognized		
10.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	3,102,007	5,226,269
11.	Deduct total nonadmitted amounts		
12.	Statement value at end of current period (Line 10 minus Line 11)	3,102,007	5,226,269

SI04 Schedule DB - Part A Verification NONE

SI04 Schedule DB - Part B Verification NONE

SI05	Schedule DB Part C Section 1	NONE
-------------	---	-------------

SI06	Schedule DB Part C Section 2	NONE
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SI07	Schedule DB - Verification	NONE
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SI08 Schedule E - Verification (Cash Equivalents) NONE

E01 Schedule A Part 2 NONE

E01 Schedule A Part 3 NONE

E02 Schedule B Part 2 NONE

E02 Schedule B Part 3 NONE

E03 Schedule BA Part 2 NONE

E03 Schedule BA Part 3 NONE

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
Bonds - U.S. Governments									
912828RC6	U.S. TREASURY NOTE		08/18/2011	FIRSTMERIT BANK	X X X	993,906	1,000,000.00	173	1
0599999 Subtotal - Bonds - U.S. Governments					X X X	993,906	1,000,000.00	173	X X X
8399997 Subtotal - Bonds - Part 3					X X X	993,906	1,000,000.00	173	X X X
8399998 Summary Item from Part 5 for Bonds (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X
8399999 Subtotal - Bonds					X X X	993,906	1,000,000.00	173	X X X
8999998 Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X
9799998 Summary Item from Part 5 for Common Stocks (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X
9899999 Subtotal - Preferred and Common Stocks					X X X		X X X		X X X
9999999 Total - Bonds, Preferred and Common Stocks					X X X	993,906	X X X	173	X X X

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues0.

SCHEDULE D - PART 4
Show All Long-Term Bonds and Stocks Sold, Redeemed, or Otherwise Disposed of
During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP	Description	F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Governments																					
9128277B2	U.S. TREASURY NOTE		08/15/2011	MATURED	X X X	1,000,000	1,000,000.00	1,109,375	1,010,301		(10,301)		(10,301)		1,000,000				50,000	08/15/2011	1
9128277B2	U.S. TREASURY NOTE		08/15/2011	MATURED	X X X	1,000,000	1,000,000.00	1,051,719	1,004,660		(4,660)		(4,660)		1,000,000				50,000	08/15/2011	1
31331GN96	FFCB		09/01/2011	MATURED	X X X	500,000	500,000.00	501,500	500,504		(504)		(504)		500,000				6,500	09/01/2011	1
3133XF5T9	FHLB		09/09/2011	MATURED	X X X	200,000	200,000.00	199,646	199,937		63		63		200,000				10,000	09/09/2011	1
0599999 Subtotal - Bonds - U.S. Governments					X X X	2,700,000	2,700,000.00	2,862,240	2,715,402		(15,402)		(15,402)		2,700,000				116,500	X X X	X X X
8399997 Subtotal - Bonds - Part 4					X X X	2,700,000	2,700,000.00	2,862,240	2,715,402		(15,402)		(15,402)		2,700,000				116,500	X X X	X X X
8399998 Summary Item from Part 5 for Bonds (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X
8399999 Subtotal - Bonds					X X X	2,700,000	2,700,000.00	2,862,240	2,715,402		(15,402)		(15,402)		2,700,000				116,500	X X X	X X X
8999998 Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X
9799998 Summary Item from Part 5 for Common Stocks (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X
9899999 Subtotal - Preferred and Common Stocks					X X X		X X X													X X X	X X X
9999999 Total - Bonds, Preferred and Common Stocks					X X X	2,700,000	X X X	2,862,240	2,715,402		(15,402)		(15,402)		2,700,000				116,500	X X X	X X X

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues0.

E06 Schedule DB Part A Section 1 NONE

E07 Schedule DB Part B Section 1 NONE

E08 Schedule DB Part D NONE

E09 Schedule DL - Part 1 - Securities Lending Collateral Assets NONE

E10 Schedule DL - Part 2 - Securities Lending Collateral Assets NONE

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1			2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
Depository			Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	6	7	8	*
							First Month	Second Month	Third Month	
open depositories										
First Merit - General Operating	Akron, Ohio						4,958,083	5,573,114	27,339,238	X X X
First Merit - Middlebury	Akron, Ohio						5,544	6,593	4,695	X X X
FirstMerit - Cleveland Clinic	Akron, Ohio						636,415	639,338	82,298	X X X
First Merit - 401k Plan	Akron, Ohio						100,000	173,899	100,000	X X X
SummaCare - Petty Cash	Akron, Ohio						206	206	206	X X X
FirstMerit - CFGH	Akron, Ohio						51,052	53,085		X X X
FirstMerit - Bridgestone	Akron, Ohio									X X X
FirstMerit - APS	Akron, Ohio						290,715	157,200	218,665	X X X
FirstMerit - Goodyear	Akron, Ohio						222,942	40,433	41,563	X X X
FirstMerit - SHS	Akron, Ohio						295,977	497,252	324,533	X X X
FirstMerit - WRH	Akron, Ohio						6,066	7,545		X X X
FirstMerit - BCH	Akron, Ohio						39,758	107,543	66,816	X X X
FirstMerit - Medical										
Reimbursement	Akron, Ohio						20,000	20,000	20,000	X X X
FirstMerit - Money Market	Akron, Ohio				17,790		12,495,913	10,502,028	11,508,974	X X X
FirstMerit - SWRH	Akron, OH							30,036	37,455	X X X
0199998 Deposits in0 depositories that do not exceed the allowable limit in any one depository - open depositories			X X X	X X X						X X X
0199999 Totals - Open Depositories			X X X	X X X	17,790		19,122,671	17,808,272	39,744,443	X X X
0299998 Deposits in0 depositories that do not exceed the allowable limit in any one depository - suspended depositories			X X X	X X X						X X X
0299999 Totals - Suspended Depositories			X X X	X X X						X X X
0399999 Total Cash On Deposit			X X X	X X X	17,790		19,122,671	17,808,272	39,744,443	X X X
0499999 Cash in Company's Office			X X X	X X X	X X X	X X X				X X X
0599999 Total Cash			X X X	X X X	17,790		19,122,671	17,808,272	39,744,443	X X X

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1	2	3	4	5	6	7	8
Description	Code	Date Acquired	Rate of Interest	Maturity Date	Book/Adjusted Carrying Value	Amount of Interest Due & Accrued	Amount Received During Year
<div>NONE</div>							
8699999 Total - Cash Equivalents

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