

AMENDED EXPLANATION COVER

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	359,730,383	343,840,775
2. Net investment income	7,013,372	422,378
3. Miscellaneous income	614,333	642,830
4. Total (Line 1 through Line 3)	367,358,088	344,905,983
5. Benefit and loss related payments	291,669,990	281,457,131
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	30,918,243	22,784,060
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)		
10. Total (Line 5 through Line 9)	322,588,233	304,241,191
11. Net cash from operations (Line 4 minus Line 10)	44,769,855	40,664,792
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	34,981,301	22,071,518
12.2 Stocks	42,442,497	36,661,504
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 (Line 12.1 through Line 12.7)	77,423,798	58,733,022
13. Cost of investments acquired (long-term only):		
13.1 Bonds	57,935,520	30,099,818
13.2 Stocks	39,431,986	40,495,567
13.3 Mortgage loans		
13.4 Real estate		
13.5 Other invested assets		
13.6 Miscellaneous applications		
13.7 Total investments acquired (Line 13.1 through Line 13.6)	97,367,506	70,595,385
14. Net increase (decrease) in contract loans and premium notes		
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(19,943,708)	(11,862,363)
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		
16.3 Borrowed funds		
16.4 Net deposits on deposit-type contracts and other insurance liabilities	15,000,000	
16.5 Dividends to stockholders	(2,526,410)	2,161,169
16.6 Other cash provided (applied)		
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	(17,526,410)	2,161,169
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17)	7,299,737	30,963,598
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	108,847,293	77,883,695
19.2 End of year (Line 18 plus Line 19.1)	116,147,030	108,847,293

Note: Supplemental disclosures of cash flow information for non-cash transactions:

20.0001		
20.0002		
20.0003		
20.0004		
20.0005		
20.0006		
20.0007		
20.0008		
20.0009		
20.0010		

FIVE - YEAR HISTORICAL DATA

	1	2	3	4	5
	2012	2011	2010	2009	2008
BALANCE SHEET (Page 2 and Page 3)					
1. Total admitted assets (Page 2, Line 28)	294,644,171	259,302,640	218,333,675	190,260,214	152,877,115
2. Total liabilities (Page 3, Line 24)	29,901,782	30,230,571	22,780,610	23,768,643	24,831,647
3. Statutory surplus	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000
4. Total capital and surplus (Page 3, Line 33)	264,742,389	229,072,069	195,553,065	166,491,571	128,045,468
INCOME STATEMENT (Page 4)					
5. Total revenues (Line 8)	359,279,198	340,863,947	310,249,235	312,634,972	270,518,443
6. Total medical and hospital expenses (Line 18)	290,442,826	283,857,481	260,931,513	262,528,478	233,011,333
7. Claims adjustment expenses (Line 20)	6,841,645	6,215,298	5,505,407	5,255,814	4,755,110
8. Total administrative expenses (Line 21)	23,525,375	19,621,718	17,671,639	18,602,366	18,690,135
9. Net underwriting gain (loss) (Line 24)	38,469,352	31,169,450	26,140,676	26,248,314	14,061,865
10. Net investment gain (loss) (Line 27)	10,517,240	4,867,962	7,460,650	4,017,719	(9,739,357)
11. Total other income (Line 28 plus Line 29)	614,333	642,830	1,048,731	351,587	
12. Net income or (loss) (Line 32)	49,600,925	36,680,242	34,650,057	30,617,620	4,375,330
CASH FLOW (Page 6)					
13. Net cash from operations (Line 11)	44,769,855	40,664,792	(4,058,179)	29,382,214	(5,438,563)
RISK-BASED CAPITAL ANALYSIS					
14. Total adjusted capital	264,742,389	229,072,069	195,553,065	165,938,505	128,045,468
15. Authorized control level risk-based capital	14,499,380	13,863,906	14,244,374	12,146,612	10,864,108
ENROLLMENT (Exhibit 1)					
16. Total members at end of period (Column 5, Line 7)	29,961	29,213	27,286	27,721	24,963
17. Total members months (Column 6, Line 7)	359,321	350,259	329,050	330,421	295,572
OPERATING PERCENTAGE (Page 4) (Item divided by Page 4, sum of Line 2, Line 3, and Line 5) X 100.0					
18. Premiums earned plus risk revenue (Line 2 plus Line 3 plus Line 5)	100.0	100.0	100.0	100.0	100.0
19. Total hospital and medical plus other non-health (Line 18 plus Line 19)	80.8	83.3	84.1	84.0	86.1
20. Cost containment expenses	0.6	0.6	0.6	0.6	0.5
21. Other claims adjustment expenses	1.3	1.2	1.2	1.1	1.2
22. Total underwriting deductions (Line 23)	89.3	90.9	91.6	91.6	94.8
23. Total underwriting gain (loss) (Line 24)	10.7	9.1	8.4	8.4	5.2
UNPAID CLAIMS ANALYSIS (U and I Exhibit, Part 2B)					
24. Total claims incurred for prior years (Line 13, Column 5)	20,205,762	17,950,128	17,783,109	16,396,079	12,974,248
25. Estimated liability of unpaid claims of prior year (Line 13, Column 6)	21,197,158	18,747,825	19,372,817	19,724,302	17,107,668
INVESTMENTS IN PARENT, SUBSIDIARIES, AND AFFILIATES					
26. Affiliated bonds (Schedule D Summary, Line 12, Column 1)					
27. Affiliated preferred stocks (Schedule D Summary, Line 18, Column 1)					
28. Affiliated common stocks (Schedule D Summary, Line 24, Column 1)					
29. Affiliated short-term investments (subtotal included in Schedule DA Verification, Column 5, Line 10)					
30. Affiliated mortgage loans on real estate					
31. All other affiliated					
32. Total of above Line 26 to Line 31					
33. Total investment in parent included in Line 26 to Line 31 above					

Note: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3, Accounting Changes and Correction of Errors?

Yes () No ()

If no, please explain: