

STATEMENT AS OF MARCH 31, 2016 OF THE Medical Benefits Mutual Life Insurance Co.

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	5,591,514		5,591,514	5,648,527
2. Stocks:				
2.1 Preferred stocks	500		500	500
2.2 Common stocks	5,903,735	2,490	5,901,245	5,889,486
3. Mortgage loans on real estate:				
3.1 First liens			0	0
3.2 Other than first liens.....			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances)	1,884,066		1,884,066	1,890,366
4.2 Properties held for the production of income (less \$ encumbrances)			0	0
4.3 Properties held for sale (less \$ encumbrances)			0	0
5. Cash (\$ 87,824), cash equivalents (\$ 718,383)	806,207		806,207	1,319,214
6. Contract loans (including \$ premium notes)			0	0
7. Derivatives			0	0
8. Other invested assets			0	0
9. Receivables for securities			0	0
10. Securities lending reinvested collateral assets			0	0
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	14,186,022	2,490	14,183,532	14,748,093
13. Title plants less \$ charged off (for Title insurers only)			0	0
14. Investment income due and accrued	23,375		23,375	16,217
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	3,171		3,171	18,066
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)			0	0
15.3 Accrued retrospective premiums (\$) and contracts subject to redetermination (\$)			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	50,670		50,670	2,002
16.2 Funds held by or deposited with reinsured companies			0	0
16.3 Other amounts receivable under reinsurance contracts			0	0
17. Amounts receivable relating to uninsured plans	44,450	0	44,450	79,059
18.1 Current federal and foreign income tax recoverable and interest thereon			0	0
18.2 Net deferred tax asset	1,542,000	1,095,000	447,000	447,000
19. Guaranty funds receivable or on deposit			0	0
20. Electronic data processing equipment and software	136,064	127,063	9,001	0
21. Furniture and equipment, including health care delivery assets (\$)	18,385	18,385	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
23. Receivables from parent, subsidiaries and affiliates	673,720		673,720	390,804
24. Health care (\$ 71,541) and other amounts receivable	71,541		71,541	20,166
25. Aggregate write-ins for other than invested assets	1,094,916	320,579	774,337	745,874
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	17,844,314	1,563,517	16,280,797	16,467,281
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
28. Total (Lines 26 and 27)	17,844,314	1,563,517	16,280,797	16,467,281
DETAILS OF WRITE-INS				
1101.			0	0
1102.			0	0
1103.			0	0
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above)	0	0	0	0
2501. Cash Surrender Value of Officers Life Insurance	774,337		774,337	745,874
2502. Prepaid Expenses and Deposits	320,579	320,579	0	0
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	1,094,916	320,579	774,337	745,874

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for life contracts \$ less \$ included in Line 6.3 (including \$ Modco Reserve)	0	0
2. Aggregate reserve for accident and health contracts (including \$ Modco Reserve)	0	0
3. Liability for deposit-type contracts (including \$ Modco Reserve)		
4. Contract claims:		
4.1 Life	60,000	60,000
4.2 Accident and health	845,433	845,779
5. Policyholders' dividends \$ and coupons \$ due and unpaid	0	0
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$ Modco)		
6.2 Dividends not yet apportioned (including \$ Modco)		
6.3 Coupons and similar benefits (including \$ Modco)		
7. Amount provisionally held for deferred dividend policies not included in Line 6		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ discount; including \$ accident and health premiums	96,865	84,079
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts		
9.2 Provision for experience rating refunds, including the liability of \$ accident and health experience rating refunds of which \$ 0 is for medical loss ratio rebate per the Public Health Service Act	(1,520)	(1,538)
9.3 Other amounts payable on reinsurance, including \$ assumed and \$ ceded	0	0
9.4 Interest Maintenance Reserve		
10. Commissions to agents due or accrued-life and annuity contracts \$, accident and health \$ and deposit-type contract funds \$	9,595	9,531
11. Commissions and expense allowances payable on reinsurance assumed		
12. General expenses due or accrued	2,710,998	2,754,624
13. Transfers to Separate Accounts due or accrued (net) (including \$ accrued for expense allowances recognized in reserves, net of reinsured allowances)		
14. Taxes, licenses and fees due or accrued, excluding federal income taxes	41,230	47,025
15.1 Current federal and foreign income taxes, including \$ on realized capital gains (losses)		
15.2 Net deferred tax liability		
16. Unearned investment income		
17. Amounts withheld or retained by company as agent or trustee	5,000	5,000
18. Amounts held for agents' account, including \$ agents' credit balances		
19. Remittances and items not allocated		
20. Net adjustment in assets and liabilities due to foreign exchange rates		
21. Liability for benefits for employees and agents if not included above		
22. Borrowed money \$ and interest thereon \$	6,546	55,888
23. Dividends to stockholders declared and unpaid		
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve	1,008,494	1,009,787
24.02 Reinsurance in unauthorized and certified (\$) companies	0	0
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$) reinsurers		
24.04 Payable to parent, subsidiaries and affiliates	300,069	315,810
24.05 Drafts outstanding		
24.06 Liability for amounts held under uninsured plans	216,760	246,339
24.07 Funds held under coinsurance	0	0
24.08 Derivatives		
24.09 Payable for securities		
24.10 Payable for securities lending		
24.11 Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities	30,000	30,000
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25)	5,329,470	5,462,325
27. From Separate Accounts Statement		
28. Total liabilities (Lines 26 and 27)	5,329,470	5,462,325
29. Common capital stock		
30. Preferred capital stock		
31. Aggregate write-ins for other than special surplus funds	0	0
32. Surplus notes		
33. Gross paid in and contributed surplus		
34. Aggregate write-ins for special surplus funds	0	0
35. Unassigned funds (surplus)	10,951,327	11,004,957
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 29 \$)		
36.2 shares preferred (value included in Line 30 \$)		
37. Surplus (Total Lines 31+32+33+34+35-36) (including \$ in Separate Accounts Statement)	10,951,327	11,004,957
38. Totals of Lines 29, 30 and 37	10,951,327	11,004,957
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3)	16,280,797	16,467,282
DETAILS OF WRITE-INS		
2501. Claims Adjustment Liability	30,000	30,000
2502. Liability for Negative Equity in Subsidiary	0	0
2503. Liability for Amounts Held for Employee Claims Reserve	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	30,000	30,000
3101.	0	0
3102.	0	0
3103.	0	0
3198. Summary of remaining write-ins for Line 31 from overflow page	0	0
3199. Totals (Lines 3101 through 3103 plus 3198)(Line 31 above)	0	0
3401.	0	0
3402.	0	0
3403.	0	0
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0
3499. Totals (Lines 3401 through 3403 plus 3498)(Line 34 above)	0	0

SUMMARY OF OPERATIONS

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
1. Premiums and annuity considerations for life and accident and health contracts	787,736	1,580,280	5,495,811
2. Considerations for supplementary contracts with life contingencies			
3. Net investment income	(20,714)	(5,244)	(196,962)
4. Amortization of Interest Maintenance Reserve (IMR)	(18)	18	
5. Separate Accounts net gain from operations excluding unrealized gains or losses			54
6. Commissions and expense allowances on reinsurance ceded			
7. Reserve adjustments on reinsurance ceded			
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts			
8.2 Charges and fees for deposit-type contracts			
8.3 Aggregate write-ins for miscellaneous income	876,779	866,098	3,168,444
9. Totals (Lines 1 to 8.3)	1,643,783	2,441,152	8,467,347
10. Death benefits	0		47,500
11. Matured endowments (excluding guaranteed annual pure endowments)			0
12. Annuity benefits			0
13. Disability benefits and benefits under accident and health contracts	757,031	920,517	3,293,951
14. Coupons, guaranteed annual pure endowments and similar benefits			
15. Surrender benefits and withdrawals for life contracts			
16. Group conversions			
17. Interest and adjustments on contract or deposit-type contract funds			
18. Payments on supplementary contracts with life contingencies			
19. Increase in aggregate reserves for life and accident and health contracts			
20. Totals (Lines 10 to 19)	757,031	920,517	3,341,451
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only)	38,985	85,551	284,954
22. Commissions and expense allowances on reinsurance assumed			
23. General insurance expenses	1,047,074	1,356,927	4,601,928
24. Insurance taxes, licenses and fees, excluding federal income taxes	15,323	70,902	213,547
25. Increase in loading on deferred and uncollected premiums			
26. Net transfers to or (from) Separate Accounts net of reinsurance			0
27. Aggregate write-ins for deductions	0	0	0
28. Totals (Lines 20 to 27)	1,858,413	2,433,897	8,441,880
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	(214,630)	7,255	25,467
30. Dividends to policyholders			0
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	(214,630)	7,255	25,467
32. Federal and foreign income taxes incurred (excluding tax on capital gains)		768	24,614
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	(214,630)	6,487	853
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$			
transferred to the IMR)	21,576	48	49,184
35. Net income (Line 33 plus Line 34)	(193,054)	6,535	50,037
CAPITAL AND SURPLUS ACCOUNT			
36. Capital and surplus, December 31, prior year	11,004,957	11,203,610	11,203,610
37. Net income (Line 35)	(193,054)	6,535	50,037
38. Change in net unrealized capital gains (losses) less capital gains tax of \$	(1,304)	230,813	108,443
39. Change in net unrealized foreign exchange capital gain (loss)			
40. Change in net deferred income tax			
41. Change in nonadmitted assets	127,437	191,175	(53,938)
42. Change in liability for reinsurance in unauthorized and certified companies			
43. Change in reserve on account of change in valuation basis, (increase) or decrease			0
44. Change in asset valuation reserve	2,415	(109,694)	(115,500)
45. Change in treasury stock			0
46. Surplus (contributed to) withdrawn from Separate Accounts during period			
47. Other changes in surplus in Separate Accounts Statement			
48. Change in surplus notes			
49. Cumulative effect of changes in accounting principles			
50. Capital changes:			
50.1 Paid in			
50.2 Transferred from surplus (Stock Dividend)			
50.3 Transferred to surplus			
51. Surplus adjustment:			
51.1 Paid in	0	0	0
51.2 Transferred to capital (Stock Dividend)			
51.3 Transferred from capital			
51.4 Change in surplus as a result of reinsurance			
52. Dividends to stockholders			
53. Aggregate write-ins for gains and losses in surplus	10,876	0	(187,695)
54. Net change in capital and surplus for the year (Lines 37 through 53)	(53,630)	318,829	(198,654)
55. Capital and surplus, as of statement date (Lines 36 + 54)	10,951,327	11,522,439	11,004,957
DETAILS OF WRITE-INS			
08.301. Miscellaneous Income	336,959	336,656	1,277,803
08.302. Rental Income	96,849	37,678	102,751
08.303. Management Fee Income	442,971	491,764	1,787,890
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	0	0	0
08.399. Totals (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)	876,779	866,098	3,168,444
2701.			0
2702.			0
2703.			0
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0	0
2799. Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)	0	0	0
5301.			0
5302. Adjusted to non-admitted asset to tie to TB (Change in nonadmitted asset Ln 41)	10,876		(187,695)
5303.			0
5398. Summary of remaining write-ins for Line 53 from overflow page	0	0	0
5399. Totals (Lines 5301 through 5303 plus 5398) (Line 53 above)	10,876		(187,695)

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
Cash from Operations			
1. Premiums collected net of reinsurance	815,417	1,571,207	5,306,453
2. Net investment income	(18,208)	26,301	(35,571)
3. Miscellaneous income	876,779	866,098	3,168,498
4. Total (Lines 1 to 3)	1,673,988	2,463,606	8,439,380
5. Benefit and loss related payments	788,247	1,106,578	3,842,757
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	1,119,386	1,805,445	6,530,232
8. Dividends paid to policyholders	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)	0	(308,197)	(381,386)
10. Total (Lines 5 through 9)	1,907,633	2,603,826	9,991,603
11. Net cash from operations (Line 4 minus Line 10)	(233,645)	(140,220)	(1,552,223)
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	397,349	381,933	1,539,410
12.2 Stocks	76,198	36,906	182,764
12.3 Mortgage loans	0	0	0
12.4 Real estate	0	0	0
12.5 Other invested assets	0	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	0	0
12.7 Miscellaneous proceeds	0	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	473,547	418,839	1,722,174
13. Cost of investments acquired (long-term only):			
13.1 Bonds	350,000	299,776	.875,147
13.2 Stocks	65,785	192,102	.550,819
13.3 Mortgage loans	0	0	0
13.4 Real estate	25,023	(396,500)	(262,171)
13.5 Other invested assets	0	0	0
13.6 Miscellaneous applications	0	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	440,808	95,378	1,163,795
14. Net increase (or decrease) in contract loans and premium notes	0	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	32,739	323,461	558,379
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes	0	0	0
16.2 Capital and paid in surplus, less treasury stock	0	0	0
16.3 Borrowed funds	(49,342)	(425,000)	(369,112)
16.4 Net deposits on deposit-type contracts and other insurance liabilities	0	0	0
16.5 Dividends to stockholders	0	0	0
16.6 Other cash provided (applied)	(262,759)	(402,836)	(443,625)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	(312,101)	(827,836)	(812,737)
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)	(513,007)	(644,595)	(1,806,582)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year	1,319,213	3,125,795	3,125,795
19.2 End of period (Line 18 plus Line 19.1)	806,206	2,481,200	1,319,213

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

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EXHIBIT 1**DIRECT PREMIUMS AND DEPOSIT-TYPE CONTRACTS**

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
1. Industrial life			0
2. Ordinary life insurance			0
3. Ordinary individual annuities			0
4. Credit life (group and individual)			0
5. Group life insurance	65,777	74,524	266,958
6. Group annuities			0
7. A & H - group	727,157	1,650,193	5,386,404
8. A & H - credit (group and individual)			0
9. A & H - other			0
10. Aggregate of all other lines of business	0	0	0
11. Subtotal	792,934	1,724,717	5,653,362
12. Deposit-type contracts	0		0
13. Total	792,934	1,724,717	5,653,362
DETAILS OF WRITE-INS			
1001.			
1002.			
1003.			
1098. Summary of remaining write-ins for Line 10 from overflow page	0	0	0
1099. Totals (Lines 1001 through 1003 plus 1098)(Line 10 above)	0	0	0

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GOING CONCERN

Medical Benefits Mutual Life Insurance Co. is owned by its policyholders and provides health, life, dental, vision, and other insurance products for its policyholders and customers throughout Ohio, Indiana, Kentucky, Michigan, Pennsylvania, West Virginia, and several other states.

Medical Benefits Mutual Life Insurance Co., the parent organization, provides health, life, and other insurance products to its policyholders. Medical Benefits Administrators, Inc. (MBA), a wholly owned subsidiary of the Company, is a third party administrator for health and health related employee benefit plans. VisionPlus of America, Inc. (VPA), a wholly owned subsidiary of the Company, is a third party administrator for vision benefit claims. MedBen Marketing Services, Inc. (MMS), a wholly owned subsidiary of the Company, is an insurance agency that markets various life, medical, and other insurance products. MedBen Analytics, LLC, a majority owned subsidiary of Medical Benefits Administrators, Inc., is an administrator of bundled payments for existing health systems participating in the Centers for Medicare and Medicaid Services Bundled Payments for Care Improvement Initiative.

A summary of the major accounting policies followed by the Company in the preparation of the statutory financial statement is set forth below:

A. Accounting Practices

The financial statements of Medical Benefits Mutual Life Insurance Co. are presented on the basis Statutory Accounting Principles method as prescribed by the National Association of Insurance Commissioners (NAIC).

The Ohio Department of Insurance recognizes only statutory accounting practices prescribed or permitted by the state of Ohio for determining and reporting the financial condition and results of operations of an insurance company, and for determining its solvency under the Ohio Insurance Law. The NAIC Accounting Practices and Procedures Manual ("NAIC SAP") has been adopted as a component of prescribed or permitted practices by the state of Ohio. The State has adopted certain prescribed accounting practices that differ from those found in NAIC SAP. However, the Company has elected not to adopt any of these permitted practices.

A reconciliation of the Company's net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the state of Ohio is shown below:

	State of Domicile	2016	2015
Net Income - Ohio Basis	OH	\$ (193,054)	\$ 50,036
State Prescribed Practices - None	OH		
State Permitted Practices - None	OH		
Net Income - NAIC SAP	OH	<u>\$ (193,054)</u>	<u>\$ 50,036</u>
Statutory Surplus - Ohio Basis	OH	\$ 10,951,327	\$ 11,004,957
State Prescribed Practices - None	OH		
State Permitted Practices - None	OH		
Statutory Surplus - NAIC SAP	OH	<u>\$ 10,951,327</u>	<u>\$ 11,004,957</u>

B. Use of Estimates in the Preparation of the Financial Statements

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the 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. Such estimates and assumptions could change in the near future as more information becomes known and could have a material impact on the amounts reported.

C. Accounting Policy

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Life premiums are recognized as income over the premium paying period of the related policies. Health premiums are earned ratably over the terms of the related insurance and reinsurance 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.

The amount of dividends to be paid to policyholders is determined annually by the Company's Board of Directors. The aggregate amount of policyholders' dividends is related to actual interest, mortality, morbidity, and expense experience for the period and judgment as to the appropriate level of statutory surplus to be retained by the Company. There were no policyholder dividends for 2015 or 2014.

Real estate investments are classified in the balance sheet as properties occupied by the company, properties held for the production of income, and properties held for sale. Properties occupied by the company are carried at depreciated cost less encumbrances. The Company currently does not hold any properties for the production of income or for sale. Fair values of the properties occupied by the company will be measured only if circumstances indicate that the financial condition of the Company is in question.

In addition, the company uses the following accounting policies:

1. Short-term investments are stated at amortized cost.
2. Bonds not backed by other loans are stated at amortized cost using the interest method.
3. Common stocks are stated at market value. Common stock of three wholly owned non-insurance subsidiaries are valued under Statutory Accounting Principles, with adjustments for statutory valuation rules as prescribed by these principles.
4. Preferred stocks are stated at cost.
5. The Company does not have any mortgage loans on real estate to report in 2016 or 2015.
6. Mortgage-backed securities are stated at amortized cost.
7. The Company reports its three wholly owned subsidiaries, MBA, VPA, and MMS at statutory surplus. One of these companies, VPA, a non-insurance company, is reported at audited GAAP (Generally Accepted Accounting Principles) equity and is adjusted, where applicable, in accordance with statutory invested asset valuation rules. The two other companies, MMS and MBA, are reported at GAAP equity, with no adjustments for statutory investment valuation rules.
8. The Company has no interest in joint ventures.
9. The Company does not have any derivatives in 2016 or 2015.
10. The Company does not calculate for premium deficiency reserves.
11. Liabilities for losses and loss claim adjustment expenses for life, accident and health contracts are estimated by the Company's valuation actuary using statistical claim development models to develop best estimates for liabilities for medical expense businesses and using tabular reserves employing mortality/morbidity tables and discount rates specified by regulatory authorities for life and disability income business.
12. The Company has not modified its capitalization policy from the prior period.
13. Pharmaceutical Rebates Receivable – Not applicable.

D. Going Concern - None

NOTES TO FINANCIAL STATEMENTS

NOTE 2 – ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS

Not applicable

NOTE 3 – BUSINESS COMBINATIONS AND GOODWILL

Not applicable

NOTE 4 – DISCONTINUED OPERATIONS

Not applicable

NOTE 5 – INVESTMENTS

A. Mortgage Loans

The Company does not have any mortgage loans.

B. Debt Restructuring

The Company has no invested assets that are restructured debt.

C. Reverse Mortgages

The Company has no investment in reverse mortgages.

D. Loan Backed Securities

1. Prepayment assumptions for single class and multi-class mortgages-backed/asset-backed securities were obtained from broker dealer statement values.
2. Recognized OTTI, intent to sell or inability to hold.

None

3. Recognized OTTI securities, present value of cash flows less than amortized cost.

None

4. Impaired securities for which an OTTI has not been recognized.

None

5. Management evaluates securities for other-than-temporary impairment at least on a quarterly basis, and more frequently when economic or market concerns warrant such evaluation. Consideration is given to (1) length of time and the extent to which the fair value has been less than cost, (2) the financial condition and near-term prospects of the issuer, and (3) the intent and ability of the Company to retain its investment in the issuer for a period of time sufficient to allow for any anticipated recovery in fair value. Based on the Company's evaluation and the intent and ability to hold these investments for a reasonable period of time sufficient for a forecasted recovery of fair value, the Company does not consider these investments to be other-than-temporarily impaired at March 31, 2016 and December 31, 2015.

E. Repurchase Agreements and/or Securities Lending Transactions

1. Repurchase agreements are included in cash and short-term investments. The open period-end balances are \$610,618 and \$1,038,193 as of March 31, 2016 and December 31, 2015, respectively.

NOTES TO FINANCIAL STATEMENTS

NOTE 5 – INVESTMENTS (continued)

2. The Company's repurchase agreements are fully collateralized by their underlying securities.
3. There was no collateral received at quarter end.
4. The Company has no securities lending agreements at period end; therefore, it has not reported any assets on Page 2, Line 10 – Securities Lending Reinvested Collateral Assets.
5. The underlying securities of the repurchase agreements are \$610,618 and \$1,038,193 as of March 31, 2016 and December 31, 2015, respectively. The Company does not have any Securities Lending Agreements.

F. Real Estate

1. There were no impairment losses recorded on real estate investments during the period presented.
2. No real estate was held for sale or sold in the years 2016 and 2015.
3. There were no changes during the period in the Company's plans to sell investment real estate.
4. The Company does not engage in retail land sales operations.
5. The Company holds no real estate investments with participating loan features.

G. Low-Income Housing

The Company has no investment in Low-Income Housing.

H. Restricted Assets

		General Account	Total Separate Account	Total	Total Prior Year	Inc/(Dec)	Total Current Year Admitted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
a	Subject to contractual obligation			-		-	-	0.00%	0.00%
b	Collateral held under security lending			-		-	-	0.00%	0.00%
c	Subject to repurchase agreements			-		-	-	0.00%	0.00%
d	Subject to reverse repurchase agreements			-		-	-	0.00%	0.00%
e	Subject to dollar repurchase agreements			-		-	-	0.00%	0.00%
f	Subject to dollar reverse repurchase agreements			-		-	-	0.00%	0.00%
g	Placed under option contracts			-		-	-	0.00%	0.00%
h	Securities restricted as to sale - excluding FHLB			-		-	-	0.00%	0.00%
i	FHLB capital stock			-		-	-	0.00%	0.00%
j	On deposit with states	13,671,106	2,609,692	16,280,798	16,467,283	(186,485)	2,609,692	100.00%	16.03%
k	On deposit with other regulatory bodies			-		-	-	0.00%	0.00%
l	Pledged collateral to FHLB			-		-	-	0.00%	0.00%
m	Pledged as collateral not captured in other			-		-	-	0.00%	0.00%
n	Other restricted assets			-		-	-	0.00%	0.00%
Total Restricted Assets		13,671,106	2,609,692	16,280,798	16,467,283	(186,485)	2,609,692		

I. Working Capital Finance Investments

The Company has no investment in Working Capital Finance Investments.

J. Offsetting and Netting of Assets and Liabilities

The Company has no offsetting and netting of assets and liabilities.

K. Structured Notes

The Company has no investment in structured notes.

NOTES TO FINANCIAL STATEMENTS

NOTE 6 – JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES

The Company has no investments in joint ventures, partnerships, or limited liability companies.

NOTE 7 - INVESTMENT INCOME

A. Due and accrued income was excluded from surplus on the following bases:

Investment income is recognized on an as earned basis. Amounts earned but not yet received are recorded as a receivable on the balance sheet. Investment income earned and uncollected that is more than 90 days old is classified as non-admitted. As of March 31, 2016 and December 31, 2015, investment income earned and not yet collected was \$23,375 and \$16,217, respectively. There were no amounts older than 90 days for both periods.

B. The total amount excluded was \$0.

NOTE 8 – DERIVATIVE INSTRUMENTS

Not applicable

NOTE 9 – INCOME TAXES

A. The components of the net deferred tax asset/ (liability) at December 31, 2015 are as follows:

1.

	3/31/2016			12/31/2015			Change		
	1	2	3	1	2	3	7	8	9
	Ordinary	Capital	(Col 1+2) Total	Ordinary	Capital	(Col 1+2) Total	(Col 1-4)	(Col 2-5)	(Col 7+8)
a. Gross Deferred Tax Assets	2,327,000	-	2,327,000	2,327,000	-	2,327,000	-	-	-
b. Statutory Valuation Allowance Adjustment	-	-	-	-	-	-	-	-	-
c. Adjusted Gross Deferred Tax Assets (1a-1b)	2,327,000	-	2,327,000	2,327,000	-	2,327,000	-	-	-
d. Deferred Tax Assets Nonadmitted	1,061,679	-	1,061,679	1,095,000	-	1,095,000	(33,321)	-	(33,321)
e. Subtotal net Admitted Deferred Tax Assets (1c-1d)	1,265,321	-	1,265,321	1,232,000	-	1,232,000	33,321	-	33,321
f. Deferred Tax Liabilities	818,321	-	818,321	785,000	-	785,000	33,321	-	33,321
g. Net Admitted Deferred Tax Assets/(Net Deferred Liability) (1e-1f)	447,000	-	447,000	447,000	-	447,000	0	-	0

2.

	3/31/2016			12/31/2015			Change		
	1	2	3	1	2	3	7	8	9
	Ordinary	Capital	(Col 1+2) Total	Ordinary	Capital	(Col 1+2) Total	(Col 1-4)	(Col 2-5)	(Col 7+8)
a. Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carrybacks		-	-	-	-	-	-	-	-
b. Adjusted Gross Deferred Tax Assets Expected to be Realized (Excluding the Amount of Deferred Tax Assets from 2(a) above) After Application of the Threshold Limitation (The Lesser of 2(b) 1 and 2(b) 2 Below)	447,000	-	447,000	447,000	-	447,000	0	-	0
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date	447,000	-	447,000	447,000	-	447,000	0	-	0
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold	XXX	XXX	-	XXX	XXX	-	XXX	XXX	-
c. Adjusted Gross Deferred Tax Assets (Excluding the Amount of Deferred Tax Assets from 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities	818,321	-	818,321	785,000	-	785,000	33,321	-	33,321
d. Deferred Tax Assets Admitted as the result of application of SSAP No. 101 Total (2a+2b+2c)	1,265,321	-	1,265,321	1,232,000	-	1,232,000	33,321	-	33,321

3.

	2015	2014
a. Ratio Percentage used to determine Recovery Period and Threshold Limitation Amount	2063%	1211%
b. Amount of Adjusted Capital and Surplus used to determine Recovery period and Threshold Limitation in 2(b) 2 above	12,013,520	12,097,897

NOTES TO FINANCIAL STATEMENTS**NOTE 9 – INCOME TAXES (continued)**

4.

	3/31/2016			12/31/2015			Change		
	1 Ordinary percent	2 Capital Percent	3 (Col 1+2) Total Percent	1 Ordinary percent	2 Capital Percent	3 (Col 1+2) Total Percent	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
Impact of Tax Planning Strategies									
a. Adjusted Gross DTAs (% of Total Adjusted Gross DTAs)	0%	0%	0%	0%	0%	0%	0%	0%	0%
b. Net Admitted Adjusted Gross DTAs (% of Total net Admitted Adjusted Gross DTAs)	0%	0%	0%	0%	0%	0%	0%	0%	0%
c. Does the Company's tax planning strategies include the use of reinsurance?	Yes		No		X				

B. Regarding deferred tax liabilities that are not recognized - NONE

C. Current and deferred income taxes consist of the following major components:

1. Current Income Tax:

Note 9C - 1	1 3/31/2016	2 12/31/2015	3 (Col 1-2) Change						
				a. Federal	b. Foreign	c. Subtotal	d. Federal income tax on net capital gains	e. Utilization of capital loss carry-forwards	f. Other
a. Federal	65,998	65,998	-						
b. Foreign	-	-	-						
c. Subtotal	65,998	65,998	-						
d. Federal income tax on net capital gains	(23,534)	(23,534)	-						
e. Utilization of capital loss carry-forwards	-	-	-						
f. Other	-	-	-						
g. Federal and foreign income taxes incurred	42,464	42,464	-						

NOTES TO FINANCIAL STATEMENTS**NOTE 9 – INCOME TAXES (continued)****2. Deferred Tax Assets:**

	1 3/31/2016	1 12/31/2015	3 (Col 1-2) Change
a. Ordinary:			
1. Discounting of unpaid losses	2,000	2,000	-
2. Unearned premium reserve	22,000	22,000	-
3. Policyholder reserves	-	-	-
4. Investments	154,000	154,000	-
5. Deferred acquisition costs	4,000	4,000	-
6. Policyholder dividends accrual			-
7. Fixed assets	-	-	-
8. Compensation and benefits accrual	827,000	827,000	-
9. Pension accrual			-
10. Receivables - non admitted	6,000	6,000	-
11. Net operating loss carry-forward	1,219,000	1,219,000	-
12. Tax credit carry-forward			-
13. Other (including items <5% of total ordinary tax assets)	203,000	203,000	-
14. Other assets - nonadmitted			-
99. Subtotal	2,437,000	2,437,000	-
b. Statutory valuation allowance adjustment	-	-	-
c. Nonadmitted	1,205,000	1,205,000	-
d. Admitted ordinary deferred tax assets (2a99-2b-2c)	1,232,000	1,232,000	-
e. Capital:			
1. Investments	-	-	-
2. Net capital loss carry-forward	-	-	-
3. Real estate	-	-	-
4. Other (including items <5% of total cpaital tax assets)	-	-	-
99. Subtotal	-	-	-
f. Statutory valuation allowance adjustment	-	-	-
g. Non admitted	-	-	-
h. Admitted capital deferred tax assets (2e99-2f-2g)	-	-	-
i. Admitted deferred tax assets (2d+2h)	1,232,000	1,232,000	-

NOTES TO FINANCIAL STATEMENTS**NOTE 9 – INCOME TAXES (continued)****3. Deferred Tax Liabilities:**

	1 3/31/2016	2 12/31/2015	3 (Col 1-2) Change
a. Ordinary:			
1. Investments	812,000	812,000	-
2. Fixed assets	108,000	108,000	-
3. Deferred and uncollected premium			-
4. Policyholder reserves	-	-	-
5. Other (including items <5% of total ordinary tax assets)	-	-	-
99. Subtotal	920,000	920,000	-
b. Capital			
1. Investments	-	-	-
2. Real estate	-	-	-
3. Other (including items <5% of total capital tax assets)	-	-	-
99. Subtotal	-	-	-
c. Deferred tax liabilities (3a99+3b99)	920,000	920,000	-

4. Net Deferred Tax Assets/Liabilities (2i-3c) \$312,000 \$312,000 \$0**D. Reconciliation of Federal Income Tax Rate to Actual Effective Rate**

Among the more significant book to tax adjustments were the following:

	3/31/2016	
	Amounts	Effective Tax Rate (%)
Provisions computed at statutory rate	25,330	34.0
Tax exempt interest deduction	(15,891)	(10.9)
Dividends received deduction	(22,404)	(15.7)
Disallowable travel and entertainment	6,925	1.1
Change in nonadmitted assets	82,155	(10.6)
Other tax differences	(47,237)	28.9
Realized capital gains (losses) tax	15,533	7.2
Officer Life Insurance-net	(13,827)	(8.0)
Change in net deferred income taxes	(6,120)	11.5
Total statutory income taxes	24,464	37.5
	2015	2014
Standard Federal income tax rate	34.0%	34.0%
Various Differences	-1.2%	3.5%
	32.8%	37.5%

NOTES TO FINANCIAL STATEMENTS

NOTE 9 – INCOME TAXES (continued)

E. Operating Loss and Tax Credit Carryforwards and Protective Tax Deposits

1. Net operating loss carryovers that are available for offsetting future net taxable income, amount to:

Year	Amount
2015	3,586,000
2014	3,728,000
2013	3,661,000
2012	-
2011	402,000

2. The Company does not have any tax credit carryforwards available for use.
3. The Company did not have any protective tax deposits under Section 6603 of the Internal Revenue Code.

F. Consolidated Federal Income Tax Return

1. The Company's federal income tax return is consolidated with the following entities:

Medical Benefits Administrators, Inc.
 Vision Plus of America, Inc.
 MedBen Marketing Services, Inc.
 MedBen Analytics LLC

2. A written tax sharing consolidation agreement is approved by management. Allocation is based upon separate return calculations and the consolidated tax return calculation.

G. Federal or Foreign Federal Income Tax Loss Contingencies

The Company has no tax loss contingencies for which it is reasonably possible that the total liability will significantly increase within twelve months of the reporting date.

NOTE 10 – INFORMATION CONCERNING PARENT, SUBSIDIARIES AND AFFILIATES

A. B. and C. The Company is the parent corporation of three wholly owned non-insurance subsidiaries which shares the same management. MBA and VPA are third party administrators (TPA's) that administer claims in the medical and vision fields. MMS is an insurance agency that markets various life, medical, and other insurance products. No dividend income was reported in 2016 or 2015. MedBen Analytics, LLC, a majority owned subsidiary of Medical Benefits Administrators, Inc., is an administrator of bundled payments for existing health systems participating in the Centers for Medicare and Medicaid Services Bundled Payments for Care Improvement Initiative.

D. At March 31, 2016, the Company reported \$673,720 as accounts and notes receivable from affiliates. The Company reported \$300,069 as accounts and notes payable to affiliates.

E. Not applicable.

F. There are no material management or service contracts and cost-sharing arrangements involving the Company and any related party.

G. The Company is privately held and has no issued or outstanding shares. MBA, VPA, and MMS issued and outstanding shares are owned by the company. The valuation of these affiliates was

NOTES TO FINANCIAL STATEMENTS

NOTE 10 – INFORMATION CONCERNING PARENT, SUBSIDIARIES AND AFFILIATES (continued)

determined under GAAP, with adjustments for statutory valuation rules, as prescribed by Statutory Accounting Principles.

- H. Not applicable.
- I. The Company's investment in its three subsidiaries is less than 10% of its admitted assets.
- J. The Company did not recognize any impairment write-down for its investments in subsidiary companies during this statement period.
- K. The Company has no investments in foreign insurance subsidiaries.
- L. The Company has no investments in downstream noninsurance holding companies.

NOTE 11 – DEBT

- A. The Company has no debentures outstanding.

The Company has a line-of-credit with a maximum amount of \$1,000,000 and an interest rate equal to prime (currently 4%). This line-of-credit is collateralized by a first mortgage on real estate owned by the Company. There was an outstanding balance of \$274,977 and \$300,000 at March 31, 2016 and December 31, 2015, respectively.

The Company has a \$1,000,000 unsecured revolving credit line with a bank that was unused at March 31, 2016 and December 31, 2015. The agreement provides for interest at a rate equal to prime (currently 4.0%).

The Company, through one of its subsidiaries (VPA), also has a line of credit with a maximum amount of \$200,000 with an interest rate equal to prime (currently 4.0%). This line is unsecured, but is guaranteed by the parent. There was no outstanding balance at March 31, 2016 and December 31, 2015.

The Company does not have any reverse repurchase agreements.

- B. The Company does not have any FHLB agreements.

NOTE 12 – RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POSTRETIREMENT PLANS

- A. Defined Benefit Plan - NONE
- B. Defined Contribution Plans

The Company currently has deferred compensation plans for specified key employees and for Board members. Effective January 1, 2013, the Board of Directors made a determination to indefinitely suspend the grant of further units and appreciation in the equity of the Company.

The Equity Participation Plan for key employees is a discretionary plan that rewards key employees with long term service to the Company. The plan shares the appreciation of equity of the Company, through December 31, 2012, with certain employees. The employee's share of the compensation vests over a ten year period, and is payable upon normal retirement, which is usually age 65. In the event that an employee terminates employment, either voluntarily or non-voluntarily, before age 65, the employee shall not be entitled to any payments at the time of termination, and forfeits his/her right to any future benefits under the plan.

The Company has estimated the present value of this liability to be \$1,776,140 at March 31, 2016 and December 31, 2015, respectively.

NOTES TO FINANCIAL STATEMENTS

NOTE 12 – RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POSTRETIREMENT PLANS
(continued)

The Equity Participation Plan for the Directors is similar to the one for key employees, in terms of vesting, normal retirement age, and termination of directorship. The Company has estimated the present value of this liability to be \$264,482 and 623,330 at March 31, 2016 and December 31, 2015, respectively.

The liabilities for the deferred compensation plans have been included in accrued liabilities, “salaries and wages,” on the consolidated balance sheets.

The Company has a profit-sharing plan with a 401(k) feature. The plan covers all employees meeting minimum eligibility requirements. Profit-sharing contributions are determined by the Board of Directors and were 4.0% of eligible compensation for 2015 and 2.5% for 2014. The Company may match up to 50% of the first 6% salary deferral elected by each employee. The Company’s discretionary and matching contributions charged to operations for the periods ended March 31, 2016 and December 31, 2015, \$10,223 and \$75,687, respectively.

C. The Company does not participate in a multi employee plan.

D. Consolidated/Holding Company Plans

The Company has no legal obligation for benefits under these plans. Employees of subsidiary companies participate in the plans sponsored by the Company.

E. The Company has an arrangement whereby it provides deferred compensation and post-retirement health coverage to retired board members. Benefits are payable over a period not to exceed five years. The Company estimates the present value of the liability to be \$380,808 and \$393,391 at March 31, 2016 and December 31, 2015, respectively.

F. The Medicare Modernization Act has no impact on the Company’s post-retirement benefits.

NOTE 13 – CAPITAL AND SURPLUS, SHAREHOLDERS’ DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS

1. The Company does not have any common stock issued or outstanding.
2. The Company does not have any preferred stock issued or outstanding.
3. The amount of dividends to be paid to policyholders is determined annually by the Company’s Board of Directors. The aggregate amount of policyholders’ dividends is related to actual interest, mortality, morbidity, and expense experience for the year and judgment as to the appropriate level of statutory surplus to be retained by the Company.
4. No dividends were paid in 2016.
5. Within the limitations of dividends as stated above, there are no restrictions placed on the portion of Company profits that may be paid as ordinary dividends to stockholders.
6. Total unassigned surplus as of March 31, 2016, is \$10,951,327. This amount is held for the benefit of participating policyholders.
7. There were no advances to surplus in 2016 or 2015.
8. There was no stock held by the company, including stock of affiliated companies, held for special purposes.
9. There was no change in the balance of special surplus funds from the prior year.

NOTES TO FINANCIAL STATEMENTS

NOTE 13 – CAPITAL AND SURPLUS, SHAREHOLDERS’ DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS (continued)

10. The portion of unassigned funds surplus represented or (reduced) by each item below is as follows:

Unrealized gains and losses (\$1,304)

11. The Company has not issued any surplus notes or debentures or similar obligations.

12. and 13. There has been no restatement of surplus due to quasi-reorganizations.

NOTE 14 – LIABILITIES, CONTINGENCIES AND ASSESSMENTS

A. Contingent Commitments

Not applicable

B. Assessments

1. The Company has estimated that it will be assessed by various state assessment funds for their share of insurance company insolvencies in states in which the Company conducts business.
2. The reserve is \$50,000 for both periods ending March 31, 2016 and December 31, 2015, respectfully.

C. Gain Contingencies

Not applicable

D. The Company is partially self-insured with regards to employee health insurance. The Company is liable for a maximum of \$100,000 per covered employee per year. The Company’s aggregate annual loss limitation is based on a formula that considers, among other things, the total number of employees and their family status. For the periods ended March 31, 2016 and December 31, 2015, the Company paid \$317,303 and \$1,400,916, respectively under this arrangement.

E. Joint and Several Liabilities.

As of March 31, 2016, the Company had the following outstanding accounts receivable and accounts payable balances with its wholly-owned subsidiaries:

Accounts Receivable:

Medical Benefits Administrators, Inc.	\$653,525	100% wholly-owned Subsidiary
VisionPlus of America, Inc.	\$ 1,186	100% wholly-owned Subsidiary

Accounts Payable:

VisionPlus of America, Inc.	\$ 0	100% wholly-owned Subsidiary
MedBen Marketing Services, Inc.	\$281,060	100% wholly-owned Subsidiary

F. The Company is involved in various lawsuits and subject to certain contingencies in the normal course of business. Management believes that the outcome of these matters will not have a material impact on the Company’s financial position.

NOTES TO FINANCIAL STATEMENTS

NOTE 15 – LEASES

A. Lessee Leasing Arrangements

The Company leases computer equipment and vehicles under operating lease agreements expiring by 2019. Future minimum lease rentals are as follows at March 31, 2016:

	<u>Amount</u>
2016	7,451
2017	9,456
2018	8,020
2019	<u>2,005</u>
	<u><u>\$26,933</u></u>

The Company has no sublease or sale-leaseback transactions.

There are no lease agreements that have been terminated early or for which the Company is no longer using the leased property.

Rental expense was \$2,484 and \$66,199 for the periods ended March 31, 2016 and December 31, 2015, respectively.

B. Lessor Leases – NONE

NOTE 16 – INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATIONS OF CREDIT RISK

Not applicable

NOTE 17 – SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES

Not applicable

NOTE 18 – GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED PLANS AND THE UNINSURED PORTION OF PARTIALLY INSURED PLANS

A. ASO Plans

Not applicable

B. ASC Plans

Not applicable

C. Medicare or Other Similarly Structured Cost Based Reimbursement Contract – Not applicable

No amounts related to these plans have been written-off as of March 31, 2016.

NOTE 19 – DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS OR THIRD PARTY ADMINISTRATORS

Not applicable

NOTES TO FINANCIAL STATEMENTS**NOTE 20 – FAIR VALUE MEASUREMENTS**

A.

1. Fair Value Measurements at Reporting Date

1	2	3	4	5
Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Total
a. Assets at fair value				
Bonds				
Industrial and Misc	-	-	-	-
Total Bonds	-	-	-	-
Common stock				
Industrial and Misc	2,845,523	-	-	2,845,523
Mutual Funds	720,164	-	-	720,164
Total Common Stocks	3,565,687			3,565,687
Total assets at fair value	3,565,687	-	-	3,565,687
b. Liabilities at fair value				
None	-	-	-	-
Total liabilities at fair value	-	-	-	-

The Company has categorized its assets and liabilities into the three-level fair value hierarchy based upon the priority of the inputs to the respective valuation technique. The following summarizes the type of assets and liabilities included within the three-level fair value hierarchy presented in the table above.

Level 1 – This category currently only includes common stock and mutual funds that can be readily sold. As of March 31, 2016, no bonds were moved into the classification of short-term so they were not classified in this hierarchy. The Company does not have any Call or Put Options placed on their securities.

Level 2 – The Company has no Level 2 assets or liabilities.

Level 3 – The Company has no Level 3 assets or liabilities.

The asset or liability's fair value measurement level within fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

3. Fair Value Measurements in (Level 3) of the Fair Value Hierarchy – NONE

1	2	3	4	5	6	7	8	9	10	11
	Balance at 12/31/2014	Transfers into Level 3	Transfers out of Level 3	Total gains and (losses) included in Net Income	Total gains and (losses) included in surplus	Purchases	Issuances	Sales	Settlements	Balance at 12/31/2015
RMBS										
CMBS										
.....										
.....										
.....										
Total										

NOTES TO FINANCIAL STATEMENTS

NOTE 20 – FAIR VALUE MEASUREMENTS (continued)

3. Policy on Transfers into and Out of Level 3

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred into or out of Level 3. During the current year, no transfers into or out of Level 3 were required.

4. Inputs and Techniques Used for Level 2 and Level 3 Fair Values

The Company has no assets or liabilities measured at fair value in the Level 2 or the Level 3 category.

5. Derivative Fair Values – NONE

B. Other Fair Value Disclosures

Not applicable

C. Fair Values for All Financial Instruments by Levels 1, 2, and 3

The table below reflects the fair values and admitted values of all admitted assets and liabilities that are financial instruments excluding those accounted for under the equity method (subsidiaries). The fair values are also categorized into the three-level fair value hierarchy as described in Note 20A.

1 Type of Financial Instrument	2 Fair Value	3 Admitted Value	4 Level 1	5 Level 2	6 Level 3	7 Not Practical (Carrying Value)
Financial instruments - assets						
Bonds	5,633,948	5,591,514	5,591,514	-	-	-
Preferred stocks	500	500	500	-	-	-
Common stocks	5,903,735	5,901,246	5,901,246	-	-	-
Short-term investments	718,383	718,383	718,383	-	-	-
Total assets	12,256,566	12,211,642	12,211,642	-	-	-
Financial instruments - liabilities						
None	-	-	-	-	-	-
Total liabilities	-	-	-	-	-	-

D. Reasons Not Practical to Estimate Fair Value – NONE

NOTE 21 – OTHER ITEMS

A. Extraordinary Items – Not applicable.

B. Troubled Debt Restructuring – Not applicable.

C. Other Disclosures and Unusual Items

Assets in the amount of \$2,609,692 and \$2,605,898 on March 31, 2016 and December 31, 2015, respectively were on deposit with government authorities or trustees as required by law.

At March 31, 2016 and December 31, 2015, the Company had admitted assets of \$44,450 and \$79,059, respectively, in accounts receivable for uninsured plans. The Company does not have any amounts due from agents. The Company routinely assesses the collectability of these receivables. Based upon Company experience, less than 1% of the balance may become

NOTES TO FINANCIAL STATEMENTS

NOTE 21 – OTHER ITEMS (continued)

uncollectible, and the potential loss is not material to the Company's financial condition. No amounts have been written off in 2016 or 2015.

- D. The Company had no business interruption insurance recoveries.
- E. The Company has no investments in State Transferable Tax Credits.
- F. The Company has no exposure to subprime mortgage risk.
- G. The Company has no Retained Asset accounts.

NOTE 22 – EVENTS SUBSEQUENT

Type I – Recognized Subsequent Events – As of March 31, 2016, the Company has no subsequent events.

Type II – Non-recognized Subsequent Events – As of March 31, 2016, the Company has no subsequent events.

On January 1, 2016, the Company will not be subject to an annual fee under Section 9010 of the federal Affordable Care Act (ACA). As of December 31, 2015, the Company has written health insurance subject to the ACA assessment, expects to conduct health insurance business in 2016, and estimates their portion of the annual health insurance industry fee to be payable on September 30, 2016 to be \$0.

		Current Year	Prior Year
A	Did the reporting entity write accident and health insurance premium that is subject to Section 9010 of the federal Affordable Care Act (YES/NO)?	Yes	
B	ACA fee assessment payable for the upcoming year	\$0	\$0
C	ACA fee assessment paid	\$0	\$0
D	Premium written subject to ACA 9010 assessment	\$792,934	\$5,464,144
E	Total Adjusted Capital before surplus adjustment (Five-Year Historical Line 30)	\$12,014,744	
F	Total Adjusted Capital after surplus adjustment (Five-Year Historical Line 30 minus 22B above)	\$12,014,744	
G	Authorized Control Level (Five-Year Historical Line 31)	\$588,200	
H	Would reporting the ACA assessment as of December 31, 2015, have triggered an RBC action level (YES/NO)?	No	

NOTE 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, but the company or by any representative, officer, trustee, or director of the company? Yes () No (X)

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) which is owned in excess of 10% or controlled directly or indirectly by an

NOTES TO FINANCIAL STATEMENTS

NOTE 23 – REINSURANCE (continued)

insured, a beneficiary, a creditor or an insured or any other person not primarily engaged in the insurance business? Yes () No (X)

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 credits? Yes () No (X)

2. Does the company 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 which, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsured policies? Yes () No (X)

B. Uncollectible Reinsurance

The Company has not written off any uncollectible reinsurance during the period.

C. Commutation of Reinsurance Reflected in Income and Expenses

The Company has not commuted any ceded reinsurance during the period.

D. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

The reinsurer used by the Company has not been downgraded or subject to revocation.

NOTE 24 – RETROSPECTIVELY RATED CONTRACTS & CONTRACTS SUBJECT TO REDETERMINATION

A. The Company does not have any retrospective premium adjustments.

B. Not applicable.

C. The amount of premium written by the Company subject to the medical loss ratio rebate was \$455,423.

D. The Company has no paid or payable medical loss ratio rebates.

E. Risk Sharing Provisions of the Affordable Care Act

1) The company wrote accident and health insurance premium subject to the ACA risk sharing provisions.

2) Impact of Risk Sharing Provisions

- Permanent ACA Risk Adjustment Program – As of March 31, 2016, the company has booked \$0 in liabilities for contributions payable due to ACA Risk Adjustment Program, for the Company is unable to define the liability due to ACA Risk Adjustment. The company has not booked a receivable or expects to receive any recovery for federal funding to offset this risk sharing program.
- Transitional ACA Reinsurance Program – As of March 31, 2016, the company has booked \$0 in liabilities for contributions payable due to ACA Reinsurance. The company has not booked a receivable or expects to receive any recovery for federal funding to offset this risk sharing program.

NOTES TO FINANCIAL STATEMENTS

NOTE 24 – RETROSPECTIVELY RATED CONTRACTS & CONTRACTS SUBJECT TO

- REDETERMINATION (continued)
- Temporary ACA Risk Corridors Program – the company has no obligations under this program as the company does not write any individual policies and thus will not be eligible for reimbursements.

NOTE 25 – CHANGE IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

Reserves on accident and health contracts for incurred losses and loss adjustment expenses attributable to insured events of prior years developed as anticipated during 2015. See Schedule H – Part 3 and the Five Year Historical Data in the annual statement.

Original estimates are increased or decreased as additional information becomes known regarding individual claims. However, the change in incurred losses from December 31, 2014, to December 31, 2015, coincided with the change in the Company's block of business. No other significant trends or unanticipated events have been noted in 2016. None of the Company's accident and health contracts are subject to retrospective rating or experience refunds.

NOTE 26 – INTERCOMPANY POOLING ARRANGEMENTS

Not applicable

NOTE 27 – STRUCTURED SETTLEMENTS

The Company has not purchased any structured settlements to fulfill obligations of claimants.

NOTE 28 – HEALTH CARE RECEIVABLES

- A. Pharmaceutical Rebate Receivables – NONE
- B. Risk Sharing Receivables - NONE

NOTE 29 – PARTICIPATING POLICIES

Not applicable

NOTE 30 – PREMIUM DEFICIENCY RESERVES

1. Liability carried for premium deficiency reserves	\$0
2. Date of the most recent evaluation of this liability	March 1, 2015
3. Was anticipated investment income utilized in the calculation? No	

NOTE 31 – RESERVES FOR LIFE CONTRACTS AND ANNUITY CONTRACTS

1. The Company waives deduction of deferred fractional premiums upon death of insured and returns any portion of the final premium beyond the date of death. Surrender values are not promised in excess of the legally computed reserves.
2. The Company had no substandard policies; therefore no methods for valuation were employed.
3. As of March 31, 2016, the Company had \$0 of insurance in force for which the gross premiums are less than the net premiums according to the standard valuation set by the State of Ohio. No reserves to cover the above insurance were necessary.
4. The Company does not compute The Tabular Interest, the Tabular Less Actual Reserve Released, and the Tabular Cost.

NOTES TO FINANCIAL STATEMENTS

NOTE 31 – RESERVES FOR LIFE CONTRACTS AND ANNUITY CONTRACTS (continued)

5. The Company does not compute Tabular Interest on funds not involving life contingencies.
6. The Company does not have any products that would qualify as “deposit type” contracts, therefore there are no reserve changes for life or annuity contracts under a Deposit Type Contract.

NOTE 32 – ANALYSIS OF ANNUITY ACTUARIAL RESERVES AND DEPOSIT TYPE LIABILITIES BY WITHDRAWAL CHARACTERISTICS

Not applicable

NOTE 33 – PREMIUM AND ANNUITY CONSIDERATIONS DEFERRED AND UNCOLLECTED

The Company has no deferred and uncollected life insurance premiums and annuity considerations as of March 31, 2016.

NOTE 34 – SEPARATE ACCOUNTS

Not applicable

NOTE 35 – LOSS/CLAIM ADJUSTMENT EXPENSES

	Period Ended		
	March 31, 2016		December 31, 2015
Balance at beginning of period	\$ 30,000		\$ 30,000
Amount incurred:			
Current year	-		-
Prior years	-		-
	-		-
Less amount paid:			
Current year	-		-
Prior years	-		-
	-		-
Balance at end of period	\$ 30,000		\$ 30,000

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 []

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: _____

3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? If yes, complete Schedule Y, Parts 1 and 1A. Yes [X] No []

3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [] No [X]

3.3 If the response to 3.2 is yes, provide a brief description of those changes.

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 the 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 Name of Entity	2 NAIC Company Code	3 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? Yes [] No [X] N/A [] If yes, attach an explanation.

6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2013

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. 04/07/2015

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). 04/07/2015

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 [X] N/A []

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 Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC
.....

GENERAL INTERROGATORIES

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? Yes [] No []
 (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.

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 []
 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 []
 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 [] No []
 10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ 654,712

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

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes [] No []
 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	\$ 0	\$
14.22 Preferred Stock	\$ 500	\$ 500
14.23 Common Stock	\$ 2,319,533	\$ 2,335,559
14.24 Short-Term Investments	\$ 0	\$
14.25 Mortgage Loans on Real Estate	\$ 0	\$
14.26 All Other	\$ 0	\$
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)	\$ 2,320,033	\$ 2,336,059
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? Yes [] No []
 15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No []
 If no, attach a description with this statement.

GENERAL INTERROGATORIES

16. For the reporting entity's security lending program, state the amount of the following as of the current statement date:

16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.	\$ 0
16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.	\$ 0
16.3 Total payable for securities lending reported on the liability page.	\$ 0

17. 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 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [] No []

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

1 Name of Custodian(s)	2 Custodian Address
Park National Bank	50 N Third St Newark Oh 43055
Merrill Lynch	4661 Sawmill Rd Columbus Oh 43220

17.2 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)
.....

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? Yes [] No []

17.4 If yes, give full information relating thereto:

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

17.5 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
.....

18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed? Yes [] No []

18.2 If no, list exceptions:

GENERAL INTERROGATORIES**PART 2 - LIFE & HEALTH**

1.	Report the statement value of mortgage loans at the end of this reporting period for the following categories:	1 Amount
1.1	Long-Term Mortgages In Good Standing	
1.11	Farm Mortgages	\$
1.12	Residential Mortgages	\$
1.13	Commercial Mortgages	\$
1.14	Total Mortgages in Good Standing	\$ _____ 0
1.2	Long-Term Mortgages In Good Standing with Restructured Terms	
1.21	Total Mortgages in Good Standing with Restructured Terms.....	\$
1.3	Long-Term Mortgage Loans Upon which Interest is Overdue more than Three Months	
1.31	Farm Mortgages	\$
1.32	Residential Mortgages	\$
1.33	Commercial Mortgages	\$
1.34	Total Mortgages with Interest Overdue more than Three Months	\$ _____ 0
1.4	Long-Term Mortgage Loans in Process of Foreclosure	
1.41	Farm Mortgages	\$
1.42	Residential Mortgages	\$
1.43	Commercial Mortgages	\$
1.44	Total Mortgages in Process of Foreclosure	\$ _____ 0
1.5	Total Mortgage Loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Column 3, Lines 3.1 + 3.2)	\$ _____ 0
1.6	Long-Term Mortgages Foreclosed, Properties Transferred to Real Estate in Current Quarter	
1.61	Farm Mortgages	\$
1.62	Residential Mortgages	\$
1.63	Commercial Mortgages	\$
1.64	Total Mortgages Foreclosed and Transferred to Real Estate	\$ _____ 0
2.	Operating Percentages:	
2.1	A&H loss percent	102.770 %
2.2	A&H cost containment percent	6.500 %
2.3	A&H expense percent excluding cost containment expenses	49.000 %
3.1	Do you act as a custodian for health savings accounts?	Yes [] No [X]
3.2	If yes, please provide the amount of custodial funds held as of the reporting date	\$
3.3	Do you act as an administrator for health savings accounts?	Yes [] No [X]
3.4	If yes, please provide the balance of the funds administered as of the reporting date	\$

STATEMENT AS OF MARCH 31, 2016 OF THE Medical Benefits Mutual Life Insurance Co.

SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

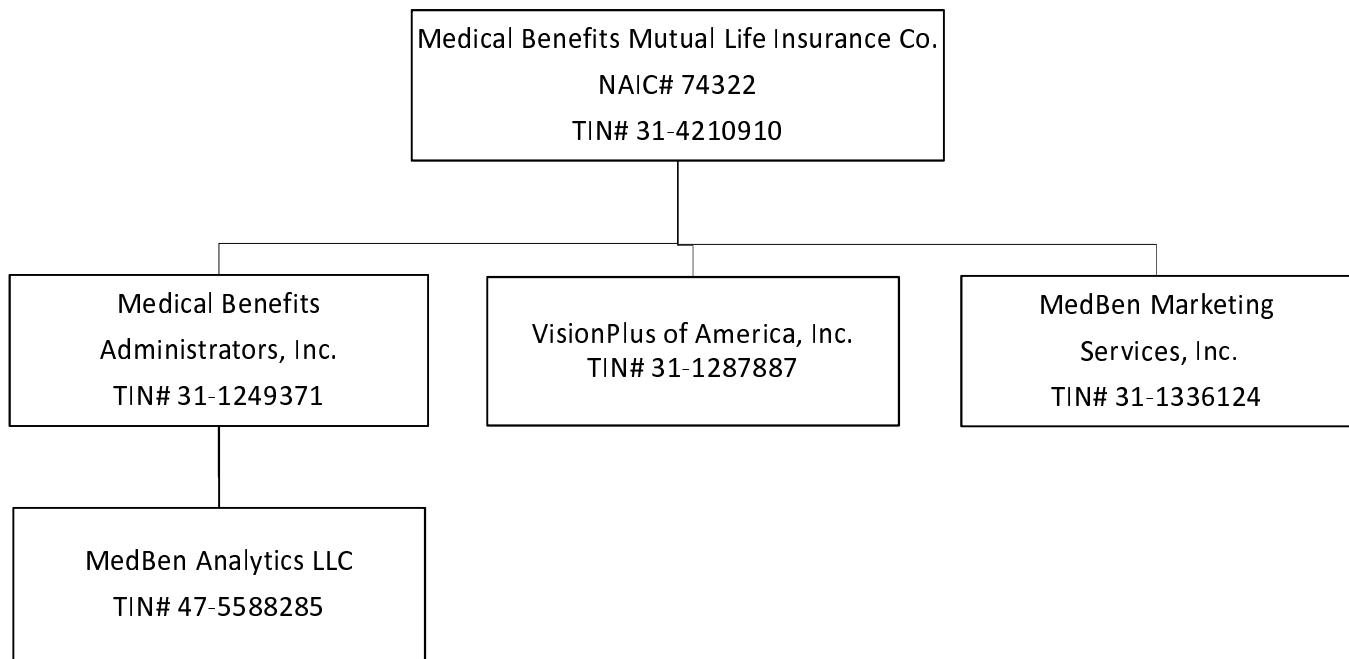
Current Year To Date - Allocated by States and Territories

States, Etc.	Active Status	Life Insurance Premiums	Direct Business Only				
			Life Contracts		4 Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	5 Other Considerations	6 Total Columns 2 Through 5
			2	3 Annuity Considerations			
1. Alabama	AL	N					0
2. Alaska	AK	N					0
3. Arizona	AZ	N					0
4. Arkansas	AR	L					0
5. California	CA	N					0
6. Colorado	CO	N					0
7. Connecticut	CT	N					0
8. Delaware	DE	N					0
9. District of Columbia	DC	N					0
10. Florida	FL	N					0
11. Georgia	GA	N					0
12. Hawaii	HI	N					0
13. Idaho	ID	N					0
14. Illinois	IL	L					0
15. Indiana	IN	L	40,768		323,927		364,695
16. Iowa	IA	N					0
17. Kansas	KS	L					0
18. Kentucky	KY	L					0
19. Louisiana	LA	N					0
20. Maine	ME	N					0
21. Maryland	MD	N					0
22. Massachusetts	MA	N					0
23. Michigan	MI	L					0
24. Minnesota	MN	N					0
25. Mississippi	MS	N					0
26. Missouri	MO	L					0
27. Montana	MT	N					0
28. Nebraska	NE	N					0
29. Nevada	NV	N					0
30. New Hampshire	NH	N					0
31. New Jersey	NJ	N					0
32. New Mexico	NM	N					0
33. New York	NY	N					0
34. North Carolina	NC	L					0
35. North Dakota	ND	N					0
36. Ohio	OH	L	22,983		400,541		423,524
37. Oklahoma	OK	N					0
38. Oregon	OR	N					0
39. Pennsylvania	PA	N					0
40. Rhode Island	RI	N					0
41. South Carolina	SC	L					0
42. South Dakota	SD	N					0
43. Tennessee	TN	L					0
44. Texas	TX	N					0
45. Utah	UT	N					0
46. Vermont	VT	N					0
47. Virginia	VA	N					0
48. Washington	WA	N					0
49. West Virginia	WV	L	2,026		2,689		4,715
50. Wisconsin	WI	N					0
51. Wyoming	WY	N					0
52. American Samoa	AS	N					0
53. Guam	GU	N					0
54. Puerto Rico	PR	N					0
55. U.S. Virgin Islands	VI	N					0
56. Northern Mariana Islands	MP	N					0
57. Canada	CAN	N					0
58. Aggregate Other Aliens	OT	XXX	0	0	0	0	0
59. Subtotal	(a)	12	65,777	0	727,157	0	792,934
90. Reporting entity contributions for employee benefits plans		XXX					0
91. Dividends or refunds applied to purchase paid-up additions and annuities		XXX					0
92. Dividends or refunds applied to shorten endowment or premium paying period		XXX					0
93. Premium or annuity considerations waived under disability or other contract provisions		XXX					0
94. Aggregate or other amounts not allocable by State		XXX	0	0	0	0	0
95. Totals (Direct Business)		XXX	65,777	0	727,157	0	792,934
96. Plus Reinsurance Assumed		XXX					0
97. Totals (All Business)		XXX	65,777	0	727,157	0	792,934
98. Less Reinsurance Ceded		XXX	14,638		(9,440)		5,198
99. Totals (All Business) less Reinsurance Ceded		XXX	51,139	0	736,597	0	787,736
DETAILS OF WRITE-INS							
58001.		XXX					0
58002.		XXX					0
58003.		XXX					0
58998. Summary of remaining write-ins for Line 58 from overflow page		XXX	0	0	0	0	0
58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)		XXX	0	0	0	0	0
9401.		XXX					0
9402.		XXX					0
9403.		XXX					0
9498. Summary of remaining write-ins for Line 94 from overflow page		XXX	0	0	0	0	0
9499. Totals (Lines 9401 through 9403 plus 9498)(Line 94 above)		XXX	0	0	0	0	0

(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.

STATEMENT AS OF MARCH 31, 2016 OF THE Medical Benefits Mutual Life Insurance Co.



Medical Benefits Administrators, Inc. TPA for single employer benefit plans; wholly-owned subsidiary of Medical Benefits Mutual Life Insurance Co.

VisionPlus of America, Inc. TPA for group vision employer benefits plans; wholly-owned subsidiary of Medical Benefits Mutual Life Insurance Co.

MedBen Marketing Services, Inc. Agency; wholly-owned subsidiary of Medical Benefits Mutual Life Insurance Co.

MedBen Analytics LLC Medicare shared savings; majority-owned subsidiary of Medical Benefits Administrators, Inc.

Schedule Y - Part 1A - Detail of Insurance Holding Company System
N O N E

Schedule Y - Part 1A - Explanations
N O N E

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.

	Response
1. Will the Trusted Surplus Statement be filed with the state of domicile and the NAIC with this statement?	NO
2. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	NO
3. Will the Reasonableness of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC?	NO
4. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC?	NO
5. Will the Reasonableness of Assumptions Certification for Implied Guaranteed Rate Method required by Actuarial Guideline XXXVI be filed with the state of domicile and electronically with the NAIC?	NO
6. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Average Market Value) be filed with the state of domicile and electronically with the NAIC?	NO
7. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Market Value) be filed with the state of domicile and electronically with the NAIC?	NO

Explanation:

- 1.
- 2.
- 3.
- 4.
- 5.
- 6.
- 7.

Bar Code:

1. Trusted Surplus Statement [Document Identifier 490]
2. Medicare Part D Coverage Supplement [Document Identifier 365]
3. Reasonableness of Assumptions Certification required by Actuarial Guideline XXXV [Document Identifier 445]
4. Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXV [Document Identifier 446]
5. Reasonableness of Assumptions Certification for Implied Guaranteed Rate Method required by Actuarial Guideline XXXVI [Document Identifier 447]
6. Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI [Document Identifier 448]
7. Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Market Value) [Document Identifier 449]



STATEMENT AS OF MARCH 31, 2016 OF THE Medical Benefits Mutual Life Insurance Co.

OVERFLOW PAGE FOR WRITE-INS

SCHEDULE A - VERIFICATION

Real Estate

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	1,890,366	2,279,871
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		37,829
2.2 Additional investment made after acquisition		0
3. Current year change in encumbrances	25,023	(300,000)
4. Total gain (loss) on disposals		
5. Deduct amounts received on disposals		
6. Total foreign exchange change in book/adjusted carrying value		0
7. Deduct current year's other than temporary impairment recognized		0
8. Deduct current year's depreciation	31,323	127,334
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)	1,884,066	1,890,366
10. Deduct total nonadmitted amounts		0
11. Statement value at end of current period (Line 9 minus Line 10)	1,884,066	1,890,366

SCHEDULE B - VERIFICATION

Mortgage Loans

	1 Year to Date	2 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 and commitment fees		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest		
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 Year to Date	2 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 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	11,541,048	11,748,660
2. Cost of bonds and stocks acquired	415,785	1,425,966
3. Accrual of discount	224	4
4. Unrealized valuation increase (decrease)	(1,416)	59,190
5. Total gain (loss) on disposals	23,541	64,655
6. Deduct consideration for bonds and stocks disposed of	473,547	1,722,174
7. Deduct amortization of premium	9,888	35,254
8. Total foreign exchange change in book/adjusted carrying value		0
9. Deduct current year's other than temporary impairment recognized		0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7+8-9)	11,495,747	11,541,048
11. Deduct total nonadmitted amounts	2,490	2,535
12. Statement value at end of current period (Line 10 minus Line 11)	11,493,257	11,538,513

STATEMENT AS OF MARCH 31, 2016 OF THE Medical Benefits Mutual Life Insurance Co.

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a)	6,979,170	350,000	397,349	(9,664)	6,922,156			6,979,170
2. NAIC 2 (a)	0				0			0
3. NAIC 3 (a)	0				0			0
4. NAIC 4 (a)	0				0			0
5. NAIC 5 (a)	0				0			0
6. NAIC 6 (a)	0				0			0
7. Total Bonds	6,979,170	350,000	397,349	(9,664)	6,922,156	0	0	6,979,170
PREFERRED STOCK								
8. NAIC 1	0	0	0	0	0			
9. NAIC 2	0				0			
10. NAIC 3	0				0			
11. NAIC 4	0				0			
12. NAIC 5	500				500			500
13. NAIC 6	0				0			
14. Total Preferred Stock	500	0	0	0	500	0	0	500
15. Total Bonds and Preferred Stock	6,979,670	350,000	397,349	(9,664)	6,922,656	0	0	6,979,670

(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 \$; NAIC 2 \$; NAIC 3 \$;
NAIC 4 \$; NAIC 5 \$; NAIC 6 \$

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	718,383	XXX	718,383	104	13

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	1,330,643	2,708,614
2. Cost of short-term investments acquired	(546,959)	(1,332,450)
3. Accrual of discount		0
4. Unrealized valuation increase (decrease)		0
5. Total gain (loss) on disposals		0
6. Deduct consideration received on disposals	65,301	45,521
7. Deduct amortization of premium		0
8. Total foreign exchange change in book/adjusted carrying value		0
9. Deduct current year's other than temporary impairment recognized		0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	718,383	1,330,643
11. Deduct total nonadmitted amounts		0
12. Statement value at end of current period (Line 10 minus Line 11)	718,383	1,330,643

Schedule DB - Part A - Verification - Options, Caps, Floors, Collars, Swaps and Forwards

N O N E

Schedule DB - Part B - Verification - Futures Contracts

N O N E

Schedule DB - Part C - Section 1 - Replication (Synthetic Asset) Transactions (RSATs) Open

N O N E

Schedule DB-Part C-Section 2-Reconciliation of Replication (Synthetic Asset) Transactions Open

N O N E

Schedule DB - Verification - Book/Adjusted Carrying Value, Fair Value and Potential Exposure of
Derivatives

N O N E

Schedule E - Verification - Cash Equivalents

N O N E

Schedule A - Part 2 - Real Estate Acquired and Additions Made

N O N E

Schedule A - Part 3 - Real Estate Disposed

N O N E

Schedule B - Part 2 - Mortgage Loans Acquired and Additions Made

N O N E

Schedule B - Part 3 - Mortgage Loans Disposed, Transferred or Repaid

N O N E

Schedule BA - Part 2 - Other Long-Term Invested Assets Acquired and Additions Made

N O N E

Schedule BA - Part 3 - Other Long-Term Invested Assets Disposed, Transferred or Repaid

N O N E

STATEMENT AS OF MARCH 31, 2016 OF THE Medical Benefits Mutual Life Insurance Co.

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designa- tion or Market Indicator (a)
313468-VE-6	FHLMC 1.0200% 3/29/18		.03/09/2016	MedBen		300,000	300,000	0	1
3199999. Subtotal - Bonds - U.S. Special Revenues						300,000	300,000	0	XXX
38148J-6B-2	Goldman Sachs Bank		.01/25/2016	BZ@PNB		.50,000	.50,000	13	1
3899999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)						50,000	50,000	13	XXX
8399997. Total - Bonds - Part 3						350,000	350,000	13	XXX
8399998. Total - Bonds - Part 5						XXX	XXX	XXX	XXX
8399999. Total - Bonds						350,000	350,000	13	XXX
8999997. Total - Preferred Stocks - Part 3						0	XXX	0	XXX
8999998. Total - Preferred Stocks - Part 5						XXX	XXX	XXX	XXX
8999999. Total - Preferred Stocks						0	XXX	0	XXX
H1467J-10-4	Chubb Ltd (New)		.01/22/2016	BZ@PNB	.300,960	.33,430		0	
37733W-10-5	GlaxoSmithKline PLC ADR		.01/19/2016	TT@ML	.0,010	0		0	
700658-10-7	Park National Corporation		.03/10/2016	MedBen	.29,360	.2,608		0	
949746-10-1	Wells Fargo & Co (New)		.03/18/2016	BZ@PNB	600,000	.29,747		0	
9099999. Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)						65,785	XXX	0	XXX
9799997. Total - Common Stocks - Part 3						65,785	XXX	0	XXX
9799998. Total - Common Stocks - Part 5						XXX	XXX	XXX	XXX
9799999. Total - Common Stocks						65,785	XXX	0	XXX
9899999. Total - Preferred and Common Stocks						65,785	XXX	0	XXX
9999999 - Totals						415,785	XXX	13	XXX

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

STATEMENT AS OF MARCH 31, 2016 OF THE Medical Benefits Mutual Life Insurance Co.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock 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 Identification	Description	For- eign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid- eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor- tization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book/ Adjusted Carrying Value	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	Stated Con- tractual Maturity Date	NAIC Designa- tion or Market Indicator (a)		
.67760H-CA-7	Ohio St Tpk Comm 5.500% 2/15/16		02/15/2016	Maturity	10,000	10,000	11,470	10,058	0	(58)	0	(58)	0	0	10,000	0	0	0	0	0	275	02/15/2016	1
17999999. Subtotal - Bonds - U.S. States, Territories and Possessions					10,000	10,000	11,470	10,058	0	(58)	0	(58)	0	0	10,000	0	0	0	0	0	275	XXX	XXX
.3133ED-QW-5	FFCB .29% 01/21/16		01/21/2016	Maturity	300,000	300,000	299,856	299,994	0	6	0	6	0	0	300,000	0	0	0	0	0	435	01/21/2016	1
.3128MC-ID-3	FHLMC #G1-4044 3.00% 1/1/26		03/01/2016	Redemption	4,072	4,072	4,036	4,072	0	0	0	0	0	0	4,072	0	0	0	0	0	20	01/01/2026	1
.3128MM-MM-1	FHLMC #G18395 3.00% 7/1/26		03/01/2016	Redemption	2,244	2,244	2,313	2,242	0	3	0	3	0	0	2,244	0	0	0	0	0	11	07/01/2026	1
.3137B1-CD-2	FHLMC 4190 Grp 2 Cl D6 2.00% 4/15/28		03/15/2016	Redemption	35,493	35,337	35,490	0	0	2	0	0	2	0	35,493	0	0	0	0	0	115	04/15/2028	1
.31416X-HY-9	FNMA #AB2046 3.00% 1/1/26		03/01/2016	Redemption	4,994	4,994	5,025	4,995	0	(1)	0	(1)	0	0	4,994	0	0	0	0	0	26	01/01/2026	1
.31416Y-UW-6	FNMA #AB239 3.00% 7/1/26		03/01/2016	Redemption	9,556	9,556	9,616	9,560	0	(3)	0	(3)	0	0	9,556	0	0	0	0	0	45	07/01/2026	1
.31418A-NK-0	FNMA Pool #MA 1293 2.00% 12/1/27		03/01/2016	Redemption	5,990	5,990	6,183	6,048	0	(58)	0	(58)	0	0	5,990	0	0	0	0	0	20	12/01/2027	1
3199999. Subtotal - Bonds - U.S. Special Revenues					362,349	362,349	362,367	362,400	0	(51)	0	(51)	0	0	362,349	0	0	0	0	0	671	XXX	XXX
.010392-ER-5	Alabama Power Co 5.20% 1/15/16		01/15/2016	Maturity	25,000	25,000	24,942	25,000	0	0	0	0	0	0	25,000	0	0	0	0	0	650	01/15/2016	1
3899999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					25,000	25,000	24,942	25,000	0	0	0	0	0	0	25,000	0	0	0	0	0	650	XXX	XXX
83999997. Total - Bonds - Part 4					397,349	397,349	398,779	397,457	0	(108)	0	(108)	0	0	397,349	0	0	0	0	0	1,596	XXX	XXX
83999998. Total - Bonds - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
83999999. Total - Bonds					397,349	397,349	398,779	397,457	0	(108)	0	(108)	0	0	397,349	0	0	0	0	0	1,596	XXX	XXX
89999997. Total - Preferred Stocks - Part 4					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
89999998. Total - Preferred Stocks - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
89999999. Total - Preferred Stocks					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
.88579Y-10-1	3M Company		03/14/2016	BZ@PNB	100,000	15,982	8,584	15,064	(6,481)	0	0	0	(6,481)	0	8,584	0	7,399	7,399	111	L			
.009158-10-6	Air Products & Chemicals Inc		01/04/2016	BZ@PNB	50,000	6,654	4,094	6,506	(2,411)	0	0	0	(2,411)	0	4,094	0	2,559	2,559	0	L			
.171232-10-1	Chubb Corp		01/22/2016	Park National Bank	500,000	33,430	24,530	66,320	(41,790)	0	0	0	(41,790)	0	24,530	0	8,900	8,900	285	L			
.H1467J-10-4	Chubb Ltd (New)		01/25/2016	BZ@PNB	0.980	106	109	0	0	0	0	0	0	0	109	0	(3)	(3)	0	L			
.G29183-10-3	Eaton Corp PLC		02/02/2016	TT@ML	1,000	50	47	52	(5)	0	0	0	(5)	0	47	0	3	3	0	L			
.37733W-10-5	GlaxoSmithKline PLC ADR		02/17/2016	TT@ML	0.010	0	0	0	0	0	0	0	0	0	0	0	0	0	0	L			
.713448-10-8	PepsiCo Inc		01/04/2016	BZ@PNB	50,000	5,069	3,382	4,996	(1,614)	0	0	0	(1,614)	0	3,382	0	1,687	1,687	0	L			
.780259-10-7	Royal Dutch Shell PLC SPPNS ADR B		01/08/2016	TT@ML	0.020	1	1	1	0	0	0	0	0	0	1	0	0	0	0	L			
.847560-10-9	Spectra Energy Corp		03/14/2016	Park National Bank	425,000	12,549	10,502	10,175	327	0	0	0	327	0	10,502	0	2,047	2,047	172	L			
.904784-70-9	Unilever NV NY Reg SHS		01/08/2016	TT@ML	0.005	0	0	0	0	0	0	0	0	0	0	0	0	0	0	L			
.92343V-10-4	Verizon Communications		01/04/2016	BZ@PNB	50,000	2,356	1,407	2,311	(904)	0	0	0	(904)	0	1,407	0	949	949	0	L			
9099999. Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					76,198	XXX	52,657	105,424	(52,877)	0	0	0	(52,877)	0	52,657	0	23,541	23,541	568	XXX	XXX		
9799997. Total - Common Stocks - Part 4					76,198	XXX	52,657	105,424	(52,877)	0	0	0	(52,877)	0	52,657	0	23,541	23,541	568	XXX	XXX		
9799998. Total - Common Stocks - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
9799999. Total - Common Stocks					76,198	XXX	52,657	105,424	(52,877)	0	0	0	(52,877)	0	52,657	0	23,541	23,541	568	XXX	XXX		
9899999. Total - Preferred and Common Stocks					76,198	XXX	52,657	105,424	(52,877)	0	0	0	(52,877)	0	52,657	0	23,541	23,541	568	XXX	XXX		
9999999 - Totals					473,547	XXX	451,436	502,882	(52,877)	(108)	0	(52,985)	0	450,006	0	23,541	23,541	2,164	XXX	XXX			

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

Schedule DB - Part A - Section 1 - Options, Caps, Floors, Collars, Swaps and Forwards Open
N O N E

Schedule DB - Part B - Section 1 - Futures Contracts Open
N O N E

Schedule DB - Part B - Section 1B - Brokers with whom cash deposits have been made
N O N E

Schedule DB - Part D - Section 1 - Counterparty Exposure for Derivative Instruments Open
N O N E

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged By
N O N E

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged To
N O N E

Schedule DL - Part 1 - Reinvested Collateral Assets Owned
N O N E

Schedule DL - Part 2 - Reinvested Collateral Assets Owned
N O N E

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			9 *
					6 First Month	7 Second Month	8 Third Month	
PARK NATIONAL BANK	NEWARK, OHIO				47,760	112,604	87,574	XXX
0199998. Deposits in ... exceed the allowable limit in any one depository (See instructions) - Open Depositories	XXX	XXX						XXX
0199999. Totals - Open Depositories	XXX	XXX	0	0	47,760	112,604	87,574	XXX
0299998. Deposits in ... exceed the allowable limit in any one depository (See instructions) - Suspended Depositories	XXX	XXX						XXX
0299999. Totals - Suspended Depositories	XXX	XXX	0	0	0	0	0	XXX
0399999. Total Cash on Deposit	XXX	XXX	0	0	47,760	112,604	87,574	XXX
0499999. Cash in Company's Office	XXX	XXX	XXX	XXX	250	250	250	XXX
.....								
.....								
.....								
.....								
.....								
.....								
0599999. Total - Cash	XXX	XXX	0	0	48,010	112,854	87,824	XXX

Schedule E - Part 2 - Cash Equivalents - Investments Owned End of Current Quarter

N O N E