



# QUARTERLY STATEMENT

AS OF MARCH 31, 2017  
OF THE CONDITION AND AFFAIRS OF THE

## CareSource

NAIC Group Code 3683 , 3683 NAIC Company Code 95201 Employer's ID Number 31-1143265  
(Current Period) (Prior Period)

Organized under the Laws of Ohio , State of Domicile or Port of Entry Ohio

Country of Domicile United States

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

Incorporated/Organized 06/12/1985 Commenced Business 10/01/1988

Statutory Home Office 230 North Main Street , Dayton, OH, US 45402  
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 230 North Main Street Dayton, OH, US 45402 937-531-3300  
(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address PO Box 8738 , Dayton, OH, US 45401-8738  
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 230 North Main Street Dayton, OH, US 45402 937-531-2159  
(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Web Site Address www.caresource.com

Statutory Statement Contact Tarlton Thomas 937-531-2159  
(Name) (Area Code) (Telephone Number) (Extension)

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### OFFICERS

Name	Title	Name	Title
<u>Pamela B. Morris</u>	<u>President &amp; Chief Executive Officer</u>	<u>L. Tarlton Thomas III</u>	<u>EVP, Operations and Chief Financial Officer</u>
<u>Stephen L. Ringel</u>	<u>President, Ohio Market</u>	<u>Craig S. Thiele</u>	<u>Chief Medical Officer</u>

### OTHER OFFICERS

<u>Daniel J. McCabe</u>	<u>Chief Administrative Officer</u>
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### DIRECTORS OR TRUSTEES

<u>Pamela B. Morris</u>	<u>Michael E. Ervin M.D.</u>	<u>William F. Marsteller D.C.</u>	<u>Gary L. LeRoy M.D.</u>
<u>Craig Brown</u>	<u>Ellen S. Leffak</u>	<u>Douglas A. Fecher</u>	<u>David T. Miller</u>
<u>David Kaelber M.D.</u>			

State of Ohio

ss

County of Montgomery

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

Craig S. Thiele  
Chief Medical Officer

L. Tarlton Thomas III  
EVP, Operations and Chief Financial Officer

Stephen L. Ringel  
President, Ohio Market

a. Is this an original filing? Yes [ X ] No [ ]

Subscribed and sworn to before me this \_\_\_\_\_ day of \_\_\_\_\_,

- b. If no:
1. State the amendment number \_\_\_\_\_
  2. Date filed \_\_\_\_\_
  3. Number of pages attached \_\_\_\_\_

STATEMENT AS OF MARCH 31, 2017 OF THE CareSource

**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 .....	624,750,144		624,750,144	610,827,995
2. Stocks:				
2.1 Preferred stocks .....			0	0
2.2 Common stocks .....	147,467,685		147,467,685	139,185,426
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) .....			0	0
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 (\$ .....375,284,848 ), cash equivalents (\$ .....189,917,520 ) and short-term investments (\$ .....5,638,800 ) .....	570,841,168		570,841,168	510,308,682
6. Contract loans (including \$ ..... premium notes) .....			0	0
7. Derivatives .....	0		0	0
8. Other invested assets .....	0		0	0
9. Receivables for securities .....			0	0
10. Securities lending reinvested collateral assets .....			0	0
11. Aggregate write-ins for invested assets .....	962,375	962,375	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	1,344,021,372	962,375	1,343,058,997	1,260,322,103
13. Title plants less \$ ..... charged off (for Title insurers only) .....			0	0
14. Investment income due and accrued .....	5,651,762		5,651,762	5,181,066
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	197,862,539	4,064,535	193,798,004	177,091,368
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 (\$ .....3,944,034 ) .....	3,944,034		3,944,034	3,574,848
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	7,912,184		7,912,184	7,814,874
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 .....	33,114,310		33,114,310	34,280,048
18.1 Current federal and foreign income tax recoverable and interest thereon .....	1,096,099		1,096,099	2,220,391
18.2 Net deferred tax asset .....			0	0
19. Guaranty funds receivable or on deposit .....			0	0
20. Electronic data processing equipment and software .....			0	0
21. Furniture and equipment, including health care delivery assets (\$ ..... ) .....			0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....			0	0
23. Receivables from parent, subsidiaries and affiliates .....			0	0
24. Health care (\$ .....136,487,577 ) and other amounts receivable .....	148,260,380	11,772,803	136,487,577	118,212,739
25. Aggregate write-ins for other-than-invested assets .....	596,956	596,956	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	1,742,459,636	17,396,669	1,725,062,967	1,608,697,438
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			0	0
28. Total (Lines 26 and 27) .....	1,742,459,636	17,396,669	1,725,062,967	1,608,697,438
<b>DETAILS OF WRITE-INS</b>				
1101. Investment in CareSource Foundation .....	962,375	962,375	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) .....	962,375	962,375	0	0
2501. Prepaid Assets .....	596,956	596,956	0	0
2502. ....			0	0
2503. ....			0	0
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) .....	596,956	596,956	0	0

STATEMENT AS OF MARCH 31, 2017 OF THE CareSource

LIABILITIES, CAPITAL AND SURPLUS

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$ .....20,816,234 reinsurance ceded).....	664,470,470		664,470,470	553,708,369
2. Accrued medical incentive pool and bonus amounts .....	2,468,969		2,468,969	0
3. Unpaid claims adjustment expenses .....	13,697,390		13,697,390	13,532,687
4. Aggregate health policy reserves including the liability of \$ ..... for medical loss ratio rebate per the Public Health Service Act.....	41,118,155		41,118,155	32,803,520
5. Aggregate life policy reserves .....			0	0
6. Property/casualty unearned premium reserve .....			0	0
7. Aggregate health claim reserves .....			0	0
8. Premiums received in advance .....	88,499,367		88,499,367	100,670,331
9. General expenses due or accrued .....	170,985,227		170,985,227	145,361,070
10.1 Current federal and foreign income tax payable and interest thereon (including \$ ..... on realized gains (losses)) .....			0	0
10.2 Net deferred tax liability.....			0	0
11. Ceded reinsurance premiums payable .....			0	0
12. Amounts withheld or retained for the account of others .....			0	0
13. Remittances and items not allocated .....			0	0
14. Borrowed money (including \$ ..... current) and interest thereon \$ ..... (including \$ ..... current) .....			0	0
15. Amounts due to parent, subsidiaries and affiliates .....	11,866,119		11,866,119	18,051,449
16. Derivatives.....		0	0	0
17. Payable for securities .....			0	499,116
18. Payable for securities lending .....			0	0
19. Funds held under reinsurance treaties (with \$ ..... authorized reinsurers, \$ ..... unauthorized reinsurers and \$ ..... certified reinsurers).....			0	0
20. Reinsurance in unauthorized and certified (\$ ..... ) companies .....			0	0
21. Net adjustments in assets and liabilities due to foreign exchange rates .....			0	0
22. Liability for amounts held under uninsured plans .....	3,645,248		3,645,248	3,134,975
23. Aggregate write-ins for other liabilities (including \$ ..... current) .....	0	0	0	0
24. Total liabilities (Lines 1 to 23).....	996,750,945	0	996,750,945	867,761,517
25. Aggregate write-ins for special surplus funds .....	XXX	XXX	0	0
26. Common capital stock .....	XXX	XXX		0
27. Preferred capital stock .....	XXX	XXX		0
28. Gross paid in and contributed surplus .....	XXX	XXX	17,200,000	17,200,000
29. Surplus notes .....	XXX	XXX		0
30. Aggregate write-ins for other-than-special surplus funds .....	XXX	XXX	0	0
31. Unassigned funds (surplus) .....	XXX	XXX	711,112,021	723,735,921
32. Less treasury stock, at cost:				
32.1 ..... shares common (value included in Line 26 \$ ..... ) .....	XXX	XXX		0
32.2 ..... shares preferred (value included in Line 27 \$ ..... ) .....	XXX	XXX		0
33. Total capital and surplus (Lines 25 to 31 minus Line 32) .....	XXX	XXX	728,312,021	740,935,921
34. Total liabilities, capital and surplus (Lines 24 and 33) .....	XXX	XXX	1,725,062,966	1,608,697,438
<b>DETAILS OF WRITE-INS</b>				
2301. ....			0	0
2302. ....			0	0
2303. ....			0	0
2398. Summary of remaining write-ins for Line 23 from overflow page .....	0	0	0	0
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above) .....	0	0	0	0
2501. ....	XXX	XXX		0
2502. ....	XXX	XXX		0
2503. ....	XXX	XXX		0
2598. Summary of remaining write-ins for Line 25 from overflow page .....	XXX	XXX	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) .....	XXX	XXX	0	0
3001. Contributed Surplus (Land).....	XXX	XXX		0
3002. ....	XXX	XXX		0
3003. ....	XXX	XXX		0
3098. Summary of remaining write-ins for Line 30 from overflow page .....	XXX	XXX	0	0
3099. Totals (Lines 3001 through 3003 plus 3098) (Line 30 above) .....	XXX	XXX	0	0

## STATEMENT OF REVENUE AND EXPENSES

	Current Year To Date		Prior Year To Date	Prior Year Ended December 31
	1 Uncovered	2 Total	3 Total	4 Total
1. Member Months.....	XXX	4,244,889	4,027,990	16,371,227
2. Net premium income (including \$ non-health premium income).....	XXX	1,906,009,943	1,736,863,356	6,988,681,694
3. Change in unearned premium reserves and reserve for rate credits .....	XXX	499,520	(107,404)	(274,573)
4. Fee-for-service (net of \$ medical expenses) .....	XXX		.0	.0
5. Risk revenue .....	XXX		.0	.0
6. Aggregate write-ins for other health care related revenues .....	XXX	5,894,284	7,741,234	42,304,577
7. Aggregate write-ins for other non-health revenues .....	XXX	.0	.0	.0
8. Total revenues (Lines 2 to 7) .....	XXX	1,912,403,747	1,744,497,186	7,030,711,698
<b>Hospital and Medical:</b>				
9. Hospital/medical benefits .....		1,187,654,400	1,055,151,025	4,415,981,939
10. Other professional services .....		9,531,584	7,936,279	34,017,785
11. Outside referrals .....			.0	.0
12. Emergency room and out-of-area .....		76,213,832	82,299,182	337,133,900
13. Prescription drugs .....		406,874,591	348,880,413	1,456,771,007
14. Aggregate write-ins for other hospital and medical .....	.0	.0	.0	.0
15. Incentive pool, withhold adjustments and bonus amounts .....		2,957,410	1,582,140	12,453,227
16. Subtotal (Lines 9 to 15) .....	.0	1,683,231,817	1,495,849,039	6,256,357,858
<b>Less:</b>				
17. Net reinsurance recoveries .....		4,900,159	7,088,385	19,308,282
18. Total hospital and medical (Lines 16 minus 17) .....	.0	1,678,331,658	1,488,760,654	6,237,049,576
19. Non-health claims (net).....			.0	.0
20. Claims adjustment expenses, including \$ 31,313,838 cost containment expenses.....		36,274,025	32,111,171	135,863,383
21. General administrative expenses.....		231,404,728	232,650,216	870,020,180
22. Increase in reserves for life and accident and health contracts (including \$ increase in reserves for life only).....			.0	.0
23. Total underwriting deductions (Lines 18 through 22) .....	.0	1,946,010,411	1,753,522,041	7,242,933,139
24. Net underwriting gain or (loss) (Lines 8 minus 23) .....	XXX	(33,606,664)	(9,024,855)	(212,221,441)
25. Net investment income earned .....		4,896,768	5,468,012	25,074,635
26. Net realized capital gains (losses) less capital gains tax of \$ .....		(55,201)	.0	275,148
27. Net investment gains (losses) (Lines 25 plus 26) .....	.0	4,841,567	5,468,012	25,349,783
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$ ) (amount charged off \$ )] .....			.0	.0
29. Aggregate write-ins for other income or expenses .....	.0	.0	.0	.0
30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29) .....	XXX	(28,765,097)	(3,556,843)	(186,871,659)
31. Federal and foreign income taxes incurred .....	XXX		1,096,099	(714,087)
32. Net income (loss) (Lines 30 minus 31) .....	XXX	(28,765,097)	(4,652,942)	(186,157,572)
<b>DETAILS OF WRITE-INS</b>				
0601. Pay for Performance Revenue (P4P).....	XXX	5,894,284	7,741,234	42,304,577
0602. ....	XXX		.0	.0
0603. ....	XXX		.0	.0
0698. Summary of remaining write-ins for Line 6 from overflow page .....	XXX	.0	.0	.0
0699. Totals (Lines 0601 through 0603 plus 0698) (Line 6 above) .....	XXX	5,894,284	7,741,234	42,304,577
0701. ....	XXX		.0	.0
0702. ....	XXX		.0	.0
0703. ....	XXX		.0	.0
0798. Summary of remaining write-ins for Line 7 from overflow page .....	XXX	.0	.0	.0
0799. Totals (Lines 0701 through 0703 plus 0798) (Line 7 above) .....	XXX	.0	.0	.0
1401. ....			.0	.0
1402. ....			.0	.0
1403. ....			.0	.0
1498. Summary of remaining write-ins for Line 14 from overflow page .....	.0	.0	.0	.0
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above) .....	.0	.0	.0	.0
2901. ....			.0	.0
2902. ....			.0	.0
2903. ....			.0	.0
2998. Summary of remaining write-ins for Line 29 from overflow page .....	.0	.0	.0	.0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above) .....	.0	.0	.0	.0

## STATEMENT OF REVENUE AND EXPENSES (Continued)

	1	2	3
	Current Year To Date	Prior Year To Date	Prior Year Ended December 31
<b>CAPITAL &amp; SURPLUS ACCOUNT</b>			
33. Capital and surplus prior reporting year.....	740,935,920	929,203,035	929,203,035
34. Net income or (loss) from Line 32 .....	(28,765,097)	(4,652,942)	(186,157,572)
35. Change in valuation basis of aggregate policy and claim reserves .....		0	0
36. Change in net unrealized capital gains (losses) less capital gains tax of \$ .....	7,833,293	359,534	7,014,726
37. Change in net unrealized foreign exchange capital gain or (loss) .....		0	0
38. Change in net deferred income tax .....		0	0
39. Change in nonadmitted assets .....	8,577,666	(12,092,910)	(6,109,619)
40. Change in unauthorized and certified reinsurance .....	0	0	0
41. Change in treasury stock .....		0	0
42. Change in surplus notes .....	0	0	0
43. Cumulative effect of changes in accounting principles .....		0	0
44. Capital Changes:			
44.1 Paid in .....		0	0
44.2 Transferred from surplus (Stock Dividend) .....		0	0
44.3 Transferred to surplus .....		0	0
45. Surplus adjustments:			
45.1 Paid in .....		0	0
45.2 Transferred to capital (Stock Dividend) .....	0	0	0
45.3 Transferred from capital .....	(269,762)	(237,030)	(3,014,650)
46. Dividends to stockholders .....		0	0
47. Aggregate write-ins for gains or (losses) in surplus .....	0	0	0
48. Net change in capital and surplus (Lines 34 to 47) .....	(12,623,900)	(16,623,348)	(188,267,114)
49. Capital and surplus end of reporting period (Line 33 plus 48)	728,312,020	912,579,687	740,935,920
<b>DETAILS OF WRITE-INS</b>			
4701. Dividend in Kind to Parent Company.....		0	0
4702. ....		0	0
4703. ....			
4798. Summary of remaining write-ins for Line 47 from overflow page .....	0	0	0
4799. Totals (Lines 4701 through 4703 plus 4798) (Line 47 above)	0	0	0

STATEMENT AS OF MARCH 31, 2017 OF THE CareSource

**CASH FLOW**

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>Cash from Operations</b>			
1. Premiums collected net of reinsurance.....	1,885,149,548	1,711,874,227	7,039,436,468
2. Net investment income .....	5,395,705	6,438,512	33,154,191
3. Miscellaneous income .....	5,144,338	10,378,308	40,493,753
4. Total (Lines 1 to 3) .....	1,895,689,591	1,728,691,047	7,113,084,412
5. Benefit and loss related payments .....	1,571,071,377	1,514,301,006	6,298,378,342
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....		0	0
7. Commissions, expenses paid and aggregate write-ins for deductions .....	246,853,219	239,658,172	1,020,875,635
8. Dividends paid to policyholders .....		0	0
9. Federal and foreign income taxes paid (recovered) net of \$ ..... tax on capital gains (losses).....	(1,124,292)	1,124,292	2,220,391
10. Total (Lines 5 through 9) .....	1,816,800,304	1,755,083,470	7,321,474,368
11. Net cash from operations (Line 4 minus Line 10) .....	78,889,287	(26,392,423)	(208,389,956)
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds .....	30,525,699	29,530,224	253,131,347
12.2 Stocks .....	4,158,652	7,848,386	62,785,666
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	(45,729)
12.7 Miscellaneous proceeds .....	64,099	0	499,116
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	34,748,450	37,378,610	316,370,400
13. Cost of investments acquired (long-term only):			
13.1 Bonds .....	45,474,873	35,297,581	119,570,589
13.2 Stocks .....	4,669,525	10,440,988	86,220,302
13.3 Mortgage loans .....	0	0	0
13.4 Real estate .....	0	0	0
13.5 Other invested assets .....	0	0	0
13.6 Miscellaneous applications .....	499,116	0	1,049
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	50,643,515	45,738,569	205,791,940
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) .....	(15,895,064)	(8,359,958)	110,578,460
<b>Cash from Financing and Miscellaneous Sources</b>			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes .....	0	0	0
16.2 Capital and paid in surplus, less treasury stock.....	(2,000,000)	0	(2,000,000)
16.3 Borrowed funds .....	0	0	0
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).....	(461,736)	178,870	244,275
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	(2,461,736)	178,870	(1,755,725)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....	60,532,487	(34,573,511)	(99,567,221)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	510,308,684	609,875,905	609,875,905
19.2 End of period (Line 18 plus Line 19.1) .....	570,841,170	575,302,394	510,308,684

**STATEMENT AS OF MARCH 31, 2017 OF THE CareSource**

**EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION**

	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefits Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
Total Members at end of:										
1. Prior Year .....	1,378,453	51,818	.0	.0	.0	.0	.0	18,212	1,308,423	.0
2. First Quarter .....	1,421,180	69,160	.0	.0	.0	.0	.0	8,079	1,343,941	.0
3. Second Quarter .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
4. Third Quarter .....	.0									
5. Current Year	0									
6. Current Year Member Months	4,244,889	203,483						24,128	4,017,278	
Total Member Ambulatory Encounters for Period:										
7. Physician .....	2,421,185	82,214						97,123	2,241,848	
8. Non-Physician .....	2,068,967	54,583						436,495	1,577,889	
9. Total	4,490,152	136,797	0	0	0	0	0	533,618	3,819,737	0
10. Hospital Patient Days Incurred	202,010	4,864						174,032	23,114	
11. Number of Inpatient Admissions	49,100	1,335						43,673	4,092	
12. Health Premiums Written (a).....	1,911,479,067	64,385,060						83,718,707	1,763,375,300	
13. Life Premiums Direct.....	.0									
14. Property/Casualty Premiums Written .....	.0									
15. Health Premiums Earned .....	1,911,978,587	64,385,060						84,218,227	1,763,375,300	
16. Property/Casualty Premiums Earned .....	.0									
17. Amount Paid for Provision of Health Care Services .....	1,606,976,094	45,622,082						87,684,388	1,473,669,624	
18. Amount Incurred for Provision of Health Care Services	1,683,231,819	51,830,776						86,660,189	1,544,740,854	

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



STATEMENT AS OF MARCH 31, 2017 OF THE CareSource

**UNDERWRITING AND INVESTMENT EXHIBIT**  
**ANALYSIS OF CLAIMS UNPAID-PRIOR YEAR-NET OF REINSURANCE**

Line of Business	Claims Paid Year to Date		Liability End of Current Quarter		5 Claims Incurred in Prior Years (Columns 1 + 3)	6 Estimated Claim Reserve and Claim Liability Dec. 31 of Prior Year
	1	2	3	4		
	On Claims Incurred Prior to January 1 of Current Year	On Claims Incurred During the Year	On Claims Unpaid Dec. 31 of Prior Year	On Claims Incurred During the Year		
1. Comprehensive (hospital and medical) .....	10,211,207	33,708,247	6,562,608	29,062,006	16,773,815	24,591,573
2. Medicare Supplement .....					.0	.0
3. Dental only .....					.0	.0
4. Vision only .....					.0	.0
5. Federal Employees Health Benefits Plan .....					.0	.0
6. Title XVIII - Medicare .....	28,303,366	58,459,645	4,202,109	37,912,510	32,505,475	33,438,309
7. Title XIX - Medicaid .....	393,146,954	1,075,229,143	67,438,227	519,293,010	460,585,181	495,678,487
8. Other health .....					.0	.0
9. Health subtotal (Lines 1 to 8).....	431,661,527	1,167,397,035	78,202,944	586,267,526	509,864,471	553,708,369
10. Health care receivables (a) .....	30,841,244	1,477,405	67,856,613	46,226,651	98,697,857	111,955,497
11. Other non-health .....	289,678	198,763	2,468,969		2,758,647	.0
12. Medical incentive pools and bonus amounts .....					.0	.0
13. Totals (Lines 9-10+11+12)	401,109,961	1,166,118,393	12,815,300	540,040,875	413,925,261	441,752,872

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

## NOTES TO FINANCIAL STATEMENTS

### 1A. Summary of Significant Accounting Policies

**Basis of Presentation** – CareSource (CS’s) statutory-basis financial statements are presented on the basis of accounting practices prescribed or permitted by the Ohio Department of Insurance (ODI). The ODI requires that insurance companies domiciled in the State of Ohio prepare their statutory financial statements in accordance with the National Association of Insurance Commissioners *Accounting Practices and Procedures Manual* (NAIC AP&P) subject to any deviation prescribed or permitted by the ODI.

Accounting practices and procedures of the NAIC, as prescribed or permitted by the insurance department of the applicable states of domicile, comprise a comprehensive basis of accounting other than accounting principles generally accepted in the United States (GAAP). The more significant differences are as follows:

*Non-admitted Assets:* Certain assets designated as “non-admitted,” principally prepaid assets, investments in CareSource Foundation, past due healthcare receivables, uncollectable member receivables, furniture and equipment, and other assets not specifically identified as an admitted asset within the NAIC AP&P are excluded from the accompanying balance sheets and are charged directly to unassigned surplus. In accordance with GAAP, such assets are included in the balance sheet to the extent that those assets are not impaired.

*Reinsurance:* Unpaid claims liabilities and premiums received in advance ceded to reinsurers have been reported as reductions of the related balances rather than as assets as would be required in accordance with GAAP.

*Statements of Cash Flows:* Cash, cash equivalents, and short-term investments in the statements of cash flows represent cash balances and investments with initial maturities of one year or less. In accordance with GAAP, the corresponding caption of cash and cash equivalents includes cash balances and investments with initial maturities of three months or less.

The effects of the foregoing variances from GAAP on the accompanying statutory-basis financial statements are \$17,396,669.

No significant differences exist between prescribed or permitted practices by the State of Ohio and NAIC SAP which materially affect the statutory basis net income or capital and surplus, as illustrated in the table below.

<b>NET INCOME/(LOSS)</b>	<b>SSAP #</b>	<b>F/S Page</b>	<b>F/S Line #</b>	<b>March 31, 2017</b>	<b>December 31, 2016</b>
1) CS Ohio state basis (Page 4, Line 32, Columns 2 & 4)	N/A	4	32	\$ (28,765,097)	\$ (186,157,572)
2) State Prescribed Practices that are an increase/(decrease) NAIC SAP:				-	-
3) State Permitted Practices that are an increase/(decrease) NAIC SAP:				-	-
4) NAIC SAP (1-2-3=4)	N/A	4	32	\$ (28,765,097)	\$ (186,157,572)
<b>SURPLUS</b>					
1) CS Ohio state basis (Page 3, Line 33, Columns 3 & 4)	N/A	3	33	\$ 728,312,021	\$ 740,935,921
2) State Prescribed Practices that are an increase/(decrease) NAIC SAP:				-	-
3) State Permitted Practices that are an increase/(decrease) NAIC SAP				-	-
4) NAIC SAP (5-6-7=8)	N/A	3	33	\$ 728,312,021	\$ 740,935,921

1B. Use of Estimates – No change

1C. Accounting Policy – No change

#### **Reinsurance**

Certain premiums and benefits are ceded to another insurance company under a reinsurance agreement. The ceded reinsurance agreement provides CS with increased capacity to write larger risks and maintain its exposure to loss within its capital resources. CS remains obligated for amounts ceded in the event that the reinsurer does not meet their obligations.

<b>March 31, 2017</b>	<b>March 31, 2016</b>
<b>Written &amp; Earned Premiums</b>	<b>Written &amp; Earned Premiums</b>

## NOTES TO FINANCIAL STATEMENTS

Direct premiums	\$1,911,479,067	\$1,744,581,650
Ceded premiums		
Non-affiliates	(5,469,124)	(7,718,294)
Affiliates	(0)	(0)
Net premiums	\$1,906,009,943	\$1,736,863,356

CS does not, directly or indirectly, control any reinsurer with whom CS conducts business. CS does not have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel the agreement.

**Significant Provider**

CS has an agreement with Children's Hospital and Physicians' Healthcare Networks dba Partners for Kids (PFK), for PFK to provide medical services to CS members. In connection with this contract, CS pays medical claims billed by non-PFK providers for CS members whom are less than 19 years old in the Central and Southeast Regions, and is later reimbursed by PFK. CS has recorded a liability for the incurred but not reported (IBNR) medical claims for these non-PFK provided services, and a related receivable which was secured by an irrevocable letter of credit from PFK's financial institution to CS in the amount of the IBNR accrual. Reinsurance for CS members for which PFK is providing the medical services are delegated to PFK with approval of the State of Ohio.

As of March 31, 2017, PFK was paid \$108,279,905 for services rendered, prior to chargebacks of \$52,755,520. Chargebacks resulted from CS directly paying certain non-PFK providers under the contract. The CS membership capitated by the provider constituted approximately 13% of total CS membership in 2017 and 2016.

At March 31, 2017, CS recorded a capitation chargeback receivable from PFK for \$17,942,741.

1D. Going Concern – Management has determined that there is no doubt about the entity's ability to continue as a going concern.

2. Accounting Changes and Correction of Errors – None

3. Business Combinations and Goodwill – None

4. Discontinued Operations – None

5. Investments

A. Mortgage Loans - None

B. Debt Restructuring - None

C. Reverse Mortgage - None

D. Loan-Backed Securities:

(1) Prepayment Assumptions - None

(2) Securities with a recognized OTTI – None

(3) Securities by CUSIP with a recognized OTTI - None

(4) Impaired Securities without recognized OTTI – None

(5) Additional information –

Management regularly reviews the value of CS's investments. If the value of any investment falls below its cost basis, the decline in value is analyzed to determine whether it is other-than-temporary impairment. The decision to record an impairment loss incorporates both quantitative criteria and qualitative information. The Company considers a number of factors including, but not limited to: (a) the length of time and the extent to which the fair value has been less than book value, (b) the financial condition and near term prospects of the issuer, (c.i.) for non-interest-related declines in corporate and government bonds, the intent and ability of CS to retain its investment for a period of time sufficient to allow for any anticipated recovery in value, (c.ii.) for interest related declines in corporate and government bonds, the intent of CS to sell the investment at the reporting date, (c.iii.) for mortgage-backed securities, whether CS expects to recover the entire amortized cost basis of the security and whether CS has the intent to sell or intent and ability to hold the investments for a period of time sufficient to allow for any anticipated recovery in value, (d) whether the debtor is current on interest and principal payments, and (e) general market conditions and industry or sector specific factors. As of March 31, 2017 the Company holds \$609K of mortgage or other loan backed securities, none of which meet the criteria for impairment.

CS does not hold any investments as of March 31, 2017 that are subject to redemption restrictions or penalties therefore all holdings can be liquidated immediately upon request, without penalty.

E. Repurchase Agreements – None

F. Real estate

(1) Impairment Losses – None

(2) Sale of Real Estate – None

(3) Change of Plans – None

(4) Retail Land Sales – None

(5) Real Estate with Mortgage Loans – None

G. Low income housing – None

H. Restricted assets (Including Pledged) – As of March 31, 2017, CS has \$3.5 million on deposit with the State of Ohio, in accordance with the State's minimum surplus and collateral requirements. The funds are held in the form of bonds and represent less than .5% of CS's total assets. The amount held at December 31, 2016 was \$3.5 million. Items a-i and k-o are not applicable, as CS does not hold any other items pledged to others as collateral or otherwise restricted.

I. Working Capital Finance Investments – None

J. Offsetting and Netting of Assets and Liabilities –None

## NOTES TO FINANCIAL STATEMENTS

K. As of March 31, 2017, CS has \$226 million in structured bonds.

CUSIP Identification	Actual Cost	Fair Value	Book/Adjusted Carrying Value	Mortgage-Referenced Security (Y/N)
06048WQW3	\$ 10,000,000.00	\$ 9,991,500.00	\$ 10,000,000.00	N
06366RLS2	5,000,000.00	4,484,000.00	5,000,000.00	N
064159CG9	10,000,000.00	9,868,500.00	10,000,000.00	N
079860AA0	10,298,493.07	10,020,800.00	10,000,000.00	N
22548Q7D1	10,000,000.00	10,000,000.00	10,000,000.00	N
33834FAA7	7,500,000.00	7,487,625.00	7,500,000.00	N
33834JAA9	5,000,000.00	5,000,000.00	5,000,000.00	N
33834JAA9	5,000,000.00	5,000,000.00	5,000,000.00	N
33834KAA6	5,000,000.00	5,000,000.00	5,000,000.00	N
33834PAB3	10,000,000.00	10,000,000.00	10,000,000.00	N
38147QSG2	5,000,000.00	4,838,550.00	5,000,000.00	N
38148TJR1	5,000,000.00	4,916,600.00	5,000,000.00	N
38148TJR1	5,000,000.00	4,916,600.00	5,000,000.00	N
38148TJR1	5,000,000.00	4,916,600.00	5,000,000.00	N
38148TMS5	10,000,000.00	9,803,100.00	10,000,000.00	N
38148TMU0	5,000,000.00	4,869,100.00	5,000,000.00	N
38150A2Q7	5,000,000.00	5,002,200.00	5,000,000.00	N
40432X7F2	5,000,000.00	4,926,000.00	5,000,000.00	N
40433UJ49	5,000,000.00	4,979,450.00	5,000,000.00	N
48126D5U9	5,000,000.00	4,913,900.00	5,000,000.00	N
48126D6L8	4,962,500.00	5,049,500.00	4,971,431.83	N
48126D6V6	4,925,000.00	5,026,000.00	4,938,254.62	N
48126DBT5	4,975,000.00	4,855,100.00	4,982,365.83	N
48126DLV9	5,000,000.00	4,721,500.00	5,000,000.00	N
48126NSY4	2,970,000.00	3,032,400.00	2,976,838.84	N
78008SLL8	5,000,000.00	4,748,600.00	5,000,000.00	N
78008SWB8	5,000,000.00	4,951,800.00	5,000,000.00	N
78010UCX3	5,000,000.00	4,971,500.00	5,000,000.00	N
78010UCZ8	4,975,000.00	4,839,200.00	4,979,271.05	N
78012KAH0	10,000,000.00	9,300,000.00	10,000,000.00	N
89233P6P6	2,985,000.00	2,961,570.00	2,989,531.76	N
89233P6R2	5,000,000.00	4,796,800.00	5,000,000.00	N
89233P7J9	4,417,500.00	4,789,650.00	4,525,540.39	N
89236TBK0	4,950,000.00	4,881,150.00	4,959,070.07	N
94986RHC8	3,000,000.00	2,977,620.00	3,000,000.00	N
94986RKV2	5,000,000.00	4,888,350.00	5,000,000.00	N
94986RNK3	5,000,000.00	4,931,250.00	5,000,000.00	N
94986RNZ0	5,000,000.00	4,974,600.00	5,000,000.00	N
94986RYA3	5,000,000.00	4,900,000.00	5,000,000.00	N
Total	\$ 225,958,493.07	\$ 222,531,115.00	\$ 225,822,304.38	

6. Joint Ventures, Partnerships and Limited Liability Companies – None

7. Investment Income – No change

8. Derivative Instruments – None

9. Income Taxes – No change

10. Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties – No change

11. Debt – None.

12. Retirement Plans, Deferred Compensation, Post-Employment Benefits and Compensated Absences and Other Post Retirement Benefit Plans – None

## NOTES TO FINANCIAL STATEMENTS

13. Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations – No change
14. Contingencies – No change
15. Leases – No change
16. Information about financial instruments with off-balance sheet risk and financial instruments with concentrations of credit risk – Not applicable
17. Sale, transfer and servicing of financial assets and extinguishments of liabilities
- Transfers of receivables reported as sales - None
  - Transfer and servicing of financial assets - None
  - Wash sales - None
18. Gain or Loss to the reporting entity from uninsured plans and the uninsured portion of partially insured plans – No Change
19. Direct premium written/produced by managing general agents/third party administrators – Not applicable
20. Fair Value Measurements –

The Company uses fair value measurements to record the fair value of certain assets and to estimate the fair value of financial instruments not recorded at fair value but required to be disclosed at fair value.

Fair value is defined as the price that would be received to sell an asset or transfer a liability in an orderly transaction between market participants at the measurement date. The Company's financial assets carried at fair value have been classified, for disclosure purposes, based on a hierarchy that prioritizes inputs to valuation techniques used to measure fair value into three levels.

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities. The Company's Level 1 assets and liabilities primarily include exchange-traded equity securities.

Level 2 – Inputs include quoted prices for similar assets or liabilities in active markets, quoted prices from those willing to trade in markets that are not active, or other inputs that are observable or can be corroborated by market data for the term of the instrument. Such inputs include market interest rates and volatilities, spreads, and yield curves.

Level 3 – Certain inputs are unobservable (supported by little or no market activity) and significant to the fair value measurement. Unobservable inputs reflect the Company's best estimate of what hypothetical market participants would use to determine a transaction price for the asset or liability at the reporting date.

The following discussion described the valuation methodologies utilized by the Company for assets measured or disclosed at fair value. Fair value estimates are made at a specific point in time, based on available market information and judgments about the financial instrument, including discount rates, estimates of timing, amount of expected future cash flows, and the credit standing of the issuer.

#### *Debt and Equity Securities*

The fair values of actively traded debt and equity securities are determined through the use of third-party pricing services utilizing market observable inputs. Certain mortgage-backed securities for which the Company does not receive public quotations or for which the Company believes market activity to reflect distressed sales are valued using current market-consistent rates applicable to yield, credit quality and maturity of each security. When available, market observable inputs are used to estimate the fair values of these securities.

#### *Cash, Cash Equivalents, and Short-Term Investments*

The fair values of cash and cash equivalents are based on quoted market prices. Short term investments are stated at amortized cost, which approximates fair value.

#### (1) Fair Value Measurements at Reporting Date

<u>Fair Value Measurements at March 31, 2017</u>	<u>(Level 1)</u>	<u>(Level 2)</u>	<u>(Level 3)</u>	<u>Total</u>
a. Assets at fair value				
Bonds				
U.S Governments	\$ -	\$ -	\$ -	\$ -
Industrial and Misc	\$ -	\$ -	\$ -	\$ -
Hybrid Securities	\$ -	\$ -	\$ -	\$ -
Parent, Subsidiaries and Affiliates	\$ -	\$ -	\$ -	\$ -

## NOTES TO FINANCIAL STATEMENTS

<b>Total Bonds</b>	\$ -	\$ -	\$ -	\$ -
Common Stock				
Industrial and Misc	\$ 147,467,685	\$ -	\$ -	\$ 147,467,685
Parent, Subsidiaries and Affiliates	\$ -	\$ -	\$ -	\$ -
<b>Total Common Stocks</b>	<b>\$ 147,467,685</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 147,467,685</b>
<b>Total assets at fair value</b>	<b>\$ 771,254,476</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 771,254,746</b>

<b>Fair Value Measurements at December 31, 2016</b>	(Level 1)	(Level 2)	(Level 3)	Total
a. Assets at fair value				
Bonds				
U.S Governments	\$ -	\$ -	\$ -	\$ -
Industrial and Misc	\$ -	\$ -	\$ -	\$ -
Hybrid Securities	\$ -	\$ -	\$ -	\$ -
Parent, Subsidiaries and Affiliates	\$ -	\$ -	\$ -	\$ -
<b>Total Bonds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Common Stock				
Industrial and Misc	\$ 139,185,426	\$ -	\$ -	\$ 139,185,426
Parent, Subsidiaries and Affiliates	\$ -	\$ -	\$ -	\$ -
<b>Total Common Stocks</b>	<b>\$ 139,185,426</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 139,185,426</b>
<b>Total assets at fair value</b>	<b>\$ 749,041,039</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 749,041,039</b>

The Company did not have any significant assets or liabilities measured at fair value on a nonrecurring basis as of March 31, 2017 or December 31, 2016. There were no transfers between Level 1 and Level 2 securities for the period ended March 31, 2017.

(2) Fair Value Measurements in (Level 3) of the Fair Value Hierarchy -- None

(3) CareSource recognizes transfers between fair value levels at the end of each reporting period.

(4) Level 2 securities – values determined through the use of third-party pricing services utilizing market observable inputs. CareSource does not have any investments with fair value measurements categorized within Level 3 as of March 31, 2017.

(5) Derivative Assets/Liabilities – Not applicable

B) Other Fair Value Measurements – Not applicable

C) Aggregate Value of All Financial Instruments

March 31, 2017	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Bonds	623,786,790	624,750,144		623,786,790		
Common Stock	147,467,685	147,467,685	147,467,685			
Cash, Cash Equivalents, and Short-Term Investments	570,841,737	570,841,168	547,754,049	23,087,688		

December 31, 2016	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Bonds	609,855,613	610,827,995	609,855,613			
Common Stock	139,185,426	139,185,426	139,185,426			
Cash, Cash Equivalents, and Short-Term Investments	510,310,680	510,308,683	510,310,680			

D) Fair Value Not estimable- Not applicable

21. Other Items –

A.-G- None

22. Events subsequent - Subsequent events have been considered through May 12, 2017 for the statutory statements issued on that date.

A. Type I – Recognized Subsequent Events – None

## NOTES TO FINANCIAL STATEMENTS

Type II – Nonrecognized Subsequent Events - None

23. Reinsurance – No change24. Retrospectively rated contracts & contracts subject to redetermination –

A.-D. – None

E. Risk-Sharing Provisions of the Affordable Care Act(ACA) –

(1) Did the entity write accident and health insurance premium that is subject to the Affordable Care Act risk-sharing provisions?- Yes – The Company is not subject to the annual fee under section 9010 of the Affordable Care Act. CS is incorporated as a nonprofit in the state of Ohio and receives greater than 80% of gross revenues from government programs that target low-income, elderly or disabled populations.

(2) Impact of Risk-Sharing Provisions of the Affordable Care Act on Admitted Assets, Liabilities and Revenue for the Current Year

	AMOUNT
a. Permanent ACA Risk Adjustment Program	
Assets	
1. Premium adjustments receivable due to ACA Risk Adjustment	\$ -
Liabilities	
2. Risk adjustment user fees payable for ACA Risk Adjustment	\$179,181
3. Premium adjustments payable due to ACA Risk Adjustment	\$39,044,321
Operations (Revenue & Expense)	
4. Reported as revenue in premium for accident and health contracts (written/collected) due to ACA Risk Adjustment	\$(8,866,576)
5. Reported in expenses as ACA risk adjustment user fees (incurred/paid)	\$30,522
b. Transitional ACA Reinsurance Program	
Assets	
1. Amounts recoverable for claims paid due to ACA Reinsurance	\$7,912,239
2. Amounts recoverable for claims unpaid due to ACA Reinsurance (Contra Liability)	\$787,761
3. Amounts receivable relating to uninsured plans for contributions for ACA Reinsurance	\$ -
Liabilities	
4. Liabilities for contributions payable due to ACA Reinsurance - not reported as ceded premium	\$ -
5. Ceded reinsurance premiums payable due to ACA Reinsurance	\$ -
6. Liabilities for amounts held under uninsured plans contributions for ACA Reinsurance	\$ -
Operations (Revenue & Expense)	
7. Ceded reinsurance premiums due to ACA Reinsurance	\$ -
8. Reinsurance recoveries (income statement) due to ACA Reinsurance payments or expected payments	\$ -
9. ACA Reinsurance contributions - not reported as ceded premium	\$ -
c. Temporary ACA Risk Corridors Program	
Assets	
1. Accrued retrospective premium due to ACA Risk Corridors	\$ -
Liabilities	
2. Reserve for rate credits or policy experience rating refunds due to ACA Risk Corridors	\$2,330,397
Operations (Revenue & Expense)	
3. Effect of ACA Risk Corridors on net premium income (paid/received)	\$ -
4. Effect of ACA Risk Corridors on change in reserves for rate credits	\$ -

NOTES TO FINANCIAL STATEMENTS

(3) Roll-forward of prior year ACA risk-sharing provisions for the following asset (gross of any nonadmission) and liability balances, along with the reasons for adjustments to prior year balances.

Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments		Unsettled Balances as of the Reported Date	
				Prior Year Accrued Less Payments (Col 1 - 3)	Prior Year Accrued Less Payments (Col 2 - 4)	To Prior Year Balances	To Prior Year Balances	Cumulative Balance from Prior Years (Col 1 - 3 + 7)	Cumulative Balance from Prior Years (Col 2 - 4 + 8)
1	2	3	4	5	6	7	8	9	10
Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)

a. Permanent ACA Risk Adjustment Program												
1.	Premium adjustment receivable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	A	\$ -	\$ -
2.	Premium adjustments (payable)	\$ -	\$(30,177,745)	\$ -	\$ -	\$ -	\$(30,177,745)	\$ -	\$ -	B	\$ -	\$(30,177,745)
3.	Subtotal ACA Permanent Risk Adjustment Program	\$ -	\$(30,177,745)	\$ -	\$ -	\$ -	\$(30,177,745)	\$ -	\$ -		\$ -	\$(30,177,745)
b. Transitional ACA Reinsurance Program												
1.	Amounts recoverable for claims paid	\$6,805,260	\$ -	\$ -	\$ -	\$6,805,260	\$ -	\$1,106,979	\$ -	C	\$7,912,239	\$ -
2.	Amounts recoverable for claims unpaid (contra liability)	\$1,597,719	\$ -	\$ -	\$ -	\$1,597,719	\$ -	\$(809,958)	\$ -	D	\$787,761	\$ -
3.	Amounts receivable relating to uninsured plans	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	E	\$ -	\$ -
4.	Liabilities for contributions payable due to ACA Reinsurance - not reported as ceded premium	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	F	\$ -	\$ -
5.	Ceded reinsurance premiums payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	G	\$ -	\$ -
6.	Liability for amounts hold under uninsured plans	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	H	\$ -	\$ -
7.	Subtotal ACA Transitional Reinsurance Program	\$8,402,979	\$ -	\$ -	\$ -	\$8,402,979	\$ -	\$297,021	\$ -		\$8,700,000	\$ -
c. Temporary ACA Risk Corridors Program												
1.	Accrued retrospective premium	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	I	\$ -	\$ -
2.	Reserve for rate credits or policy experience rating refunds	\$ -	\$(2,330,397)	\$ -	\$ -	\$ -	\$(2,330,397)	\$ -	\$ -	J	\$ -	\$(2,330,397)
3.	Subtotal ACA Risk Corridors Program	\$ -	\$(2,330,397)	\$ -	\$ -	\$ -	\$(2,330,397)	\$ -	\$ -		\$ -	\$(2,330,397)
d.	Total for ACA Risk Sharing Provisions	\$8,402,979	\$(32,508,142)	\$ -	\$ -	\$8,402,979	\$(32,508,142)	\$297,021	\$ -		\$8,700,000	\$(32,508,142)

Explanation of Adjustments

- A. \_\_\_\_\_
- B. \_\_\_\_\_
- C. Received partial payment from CMS. Updated paid and estimated unpaid recoverable amounts based on actual claims experience thru 3/31/2017.
- D. Updated paid and estimated unpaid recoverable amounts based on actual claims experience thru 3/31/2017.
- E. \_\_\_\_\_
- F. \_\_\_\_\_
- G. \_\_\_\_\_
- H. \_\_\_\_\_
- I. \_\_\_\_\_
- J. \_\_\_\_\_

STATEMENT AS OF MARCH 31, 2017 OF THE CareSource

NOTES TO FINANCIAL STATEMENTS

(4) Roll-Forward of Risk Corridors Asset and Liability Balances by Program Benefit Year

Risk Corridors Program Year	Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments			Unsettled Balances as of the Reported Date	
					Prior Year Accrued Less Payments (Col 1 - 3)	Prior Year Accrued Less Payments (Col 2 - 4)	To Prior Year Balances	To Prior Year Balances	Cumulative Balance from Prior Years (Col 1 - 3 + 7)	Cumulative Balance from Prior Years (Col 2 - 4 + 8)	
	1	2	3	4	5	6	7	8			9
	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Ref	Receivable	(Payable)

a. 2014												
1. Accrued retrospective premium	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	A	\$ -	\$ -
2. Reserve for rate credits or policy experience rating refunds	\$ -	\$ (2,330,397)	\$ -	\$ -	\$ -	\$ (2,330,397)	\$ -	\$ -	\$ -	B	\$ -	\$ (2,330,397)
b. 2015												
1. Accrued retrospective premium	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	C	\$ -	\$ -
2. Reserve for rate credits or policy experience rating refunds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	D	\$ -	\$ -
c. 2016												
1. Accrued retrospective premium	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	E	\$ -	\$ -
2. Reserve for rate credits or policy experience rating refunds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	F	\$ -	\$ -
d. Total for Risk Corridors	\$ -	\$ (2,330,397)	\$ -	\$ -	\$ -	\$ (2,330,397)	\$ -	\$ -	\$ -		\$ -	\$ (2,330,397)

Explanation of Adjustments

A	
B	
C	
D	
E	
F	

(5) ACA Risk Corridors Receivable as of Reporting Date

Risk Corridors Program Year	1	2	3	4	5	6
	Estimated Amount to be Filed or Final Amount Filed with CMS	Non-Accrued Amounts for Impairment or Other Reasons	Amounts received from CMS	Asset Balance (Gross of Non-admissions) (1-2-3)	Non-admitted Amount	Net Admitted Asset (4-5)
a. 2014	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b. 2015	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
c. 2016	\$30,109,143	\$30,109,143	\$ -	\$ -	\$ -	\$ -

## NOTES TO FINANCIAL STATEMENTS

d.	Total (a+b+c)	\$30,109,143	\$30,109,143	\$ -	\$ -	\$ -	\$ -
	24E(5)d (Column 4) should equal 24E(3)c1 (Column 9)						
	25E(5)d (Column 6) should equal 24E(2)c1						
* Due to uncertainty related to the collectability of the Risk Corridors receivable for 2016, these amounts have been fully reserved for as of March 31, 2017.							

25. Change in Incurred Claims and Claims Adjustment Expenses

Reserves as of December 31, 2016 were \$441.8 million. As of March 31, 2017, \$401.1 million has been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$12.8 million, therefore, there has been a \$27.8 million favorable prior-year development since December 31, 2016 to March 31, 2017. The change is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims. Included in this increase, the Company experienced \$37.7 million of favorable prior year claim development and \$9.9 million in unfavorable experience of recoveries and healthcare receivables.

26. Intercompany Pooling Arrangements – None27. Structured Settlements - Not applicable28. Health Care Receivables – No change29. Participating Policies - Not applicable30. Premium Deficiency Reserves - Not deemed necessary31. Anticipated Salvage and Subrogation – No change

# 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? ..... Yes [X] No [ ]  
If yes, complete Schedule Y, Parts 1 and 1A.
- 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 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] NA [ ]  
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. ....12/31/2012
- 6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. ....12/31/2012
- 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). ....11/08/2013
- 6.4 By what department or departments?  
.....
- 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 [X] No [ ] NA [ ]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? ..... Yes [X] No [ ] NA [ ]
- 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: ..... \$ .....

### 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	2
	Prior Year-End Book/Adjusted Carrying Value	Current Quarter Book/Adjusted Carrying Value
14.21 Bonds .....	\$ .....	\$ .....
14.22 Preferred Stock .....	\$ .....	\$ .....
14.23 Common Stock .....	\$ .....	\$ .....
14.24 Short-Term Investments .....	\$ .....	\$ .....
14.25 Mortgage Loans on Real Estate .....	\$ .....	\$ .....
14.26 All Other .....	\$ .....	\$ .....
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$ .....0	\$ .....0
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 [X] 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

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 [X]

17.4 If yes, give full and complete information relating thereto:

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

17.5 Investment management – Identify all investment advisors, investment managers, broker/dealers, including individuals that have the authority to make investment decisions on behalf of the reporting entity. For assets that are managed internally by employees of the reporting entity, note as such. [...that have access to the investment accounts"; "...handle securities"]

1 Name of Firm or Individual	2 Affiliation
CareSource Internally Managed.....	I.....
Fifth Third Bank.....	U.....
Huntington National Bank.....	U.....
Wells Fargo Bank.....	U.....

17.5097 For those firms/individuals listed in the table for Question 17.5, do any firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") manage more than 10% of the reporting entity's assets? ..... Yes [ ] No [X]

17.5098 For firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") listed in the table for Question 17.5, does the total assets under management aggregate to more than 50% of the reporting entity's assets? ..... Yes [ ] No [X]

17.6 For those firms or individuals listed in the table for 17.5 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
N/A.....	CareSource Internally Managed.....			
628.....	Fifth Third Bank.....			DS.....
16986.....	Huntington National Bank.....			DS.....
126292.....	Wells Fargo Bank.....			DS.....

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

18.2 If no, list exceptions:

.....

# GENERAL INTERROGATORIES

## PART 2 - HEALTH

1. Operating Percentages:
- |  |        |
|--|--------|
| 1.1 A&H loss percent.....  | 89.7 % |
| 1.2 A&H cost containment percent .....                           | 1.6 %  |
| 1.3 A&H expense percent excluding cost containment expenses..... | 7.7 %  |
- 2.1 Do you act as a custodian for health savings accounts?..... Yes [ ] No [X]
- 2.2 If yes, please provide the amount of custodial funds held as of the reporting date..... \$ \_\_\_\_\_
- 2.3 Do you act as an administrator for health savings accounts?..... Yes [ ] No [X]
- 2.4 If yes, please provide the balance of the funds administered as of the reporting date..... \$ \_\_\_\_\_



**SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS**

Current Year to Date - Allocated by States and Territories

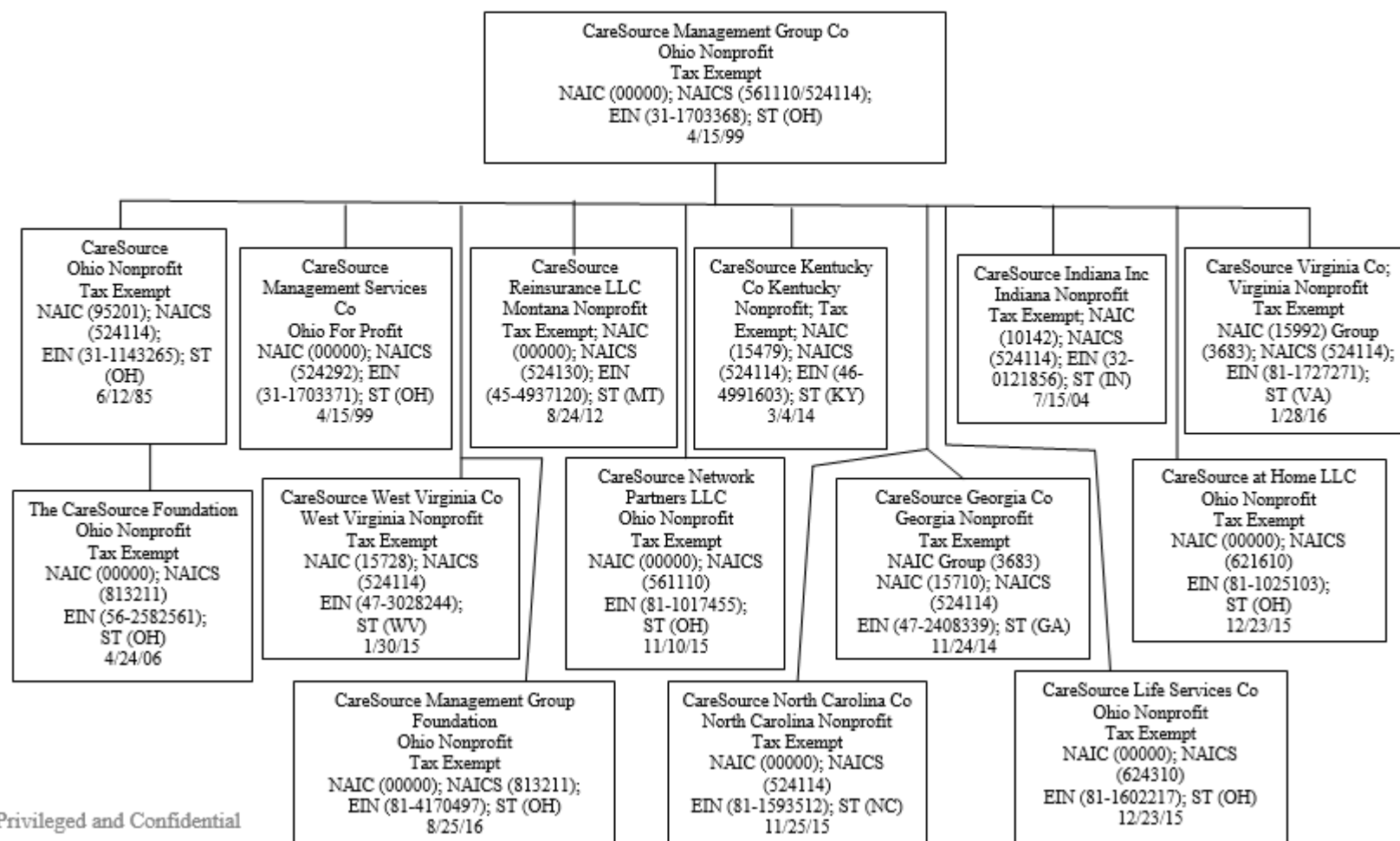
States, Etc.	1 Active Status	Direct Business Only							9 Deposit-Type Contracts	
		2 Accident & Health Premiums	3 Medicare Title XVIII	4 Medicaid Title XIX	5 Federal Employees Health Benefits Program Premiums	6 Life & Annuity Premiums & Other Considerations	7 Property/Casualty Premiums	8 Total Columns 2 Through 7		
1. Alabama	AL								0	
2. Alaska	AK								0	
3. Arizona	AZ								0	
4. Arkansas	AR								0	
5. California	CA								0	
6. Colorado	CO								0	
7. Connecticut	CT								0	
8. Delaware	DE								0	
9. Dist. Columbia	DC								0	
10. Florida	FL								0	
11. Georgia	GA								0	
12. Hawaii	HI								0	
13. Idaho	ID								0	
14. Illinois	IL								0	
15. Indiana	IN								0	
16. Iowa	IA								0	
17. Kansas	KS								0	
18. Kentucky	KY								0	
19. Louisiana	LA								0	
20. Maine	ME								0	
21. Maryland	MD								0	
22. Massachusetts	MA								0	
23. Michigan	MI								0	
24. Minnesota	MN								0	
25. Mississippi	MS								0	
26. Missouri	MO								0	
27. Montana	MT								0	
28. Nebraska	NE								0	
29. Nevada	NV								0	
30. New Hampshire	NH								0	
31. New Jersey	NJ								0	
32. New Mexico	NM								0	
33. New York	NY								0	
34. North Carolina	NC								0	
35. North Dakota	ND								0	
36. Ohio	OH	L	64,385,060	83,718,707	1,763,375,300				1,911,479,067	
37. Oklahoma	OK								0	
38. Oregon	OR								0	
39. Pennsylvania	PA								0	
40. Rhode Island	RI								0	
41. South Carolina	SC								0	
42. South Dakota	SD								0	
43. Tennessee	TN								0	
44. Texas	TX								0	
45. Utah	UT								0	
46. Vermont	VT								0	
47. Virginia	VA								0	
48. Washington	WA								0	
49. West Virginia	WV								0	
50. Wisconsin	WI								0	
51. Wyoming	WY								0	
52. American Samoa	AS								0	
53. Guam	GU								0	
54. Puerto Rico	PR								0	
55. U.S. Virgin Islands	VI								0	
56. Northern Mariana Islands	MP								0	
57. Canada	CAN								0	
58. Aggregate other alien	OT	XXX	0	0	0	0	0	0	0	0
59. Subtotal	XXX	64,385,060	83,718,707	1,763,375,300	0	0	0	1,911,479,067	0	0
60. Reporting entity contributions for Employee Benefit Plans	XXX							0		
61. Total (Direct Business)	(a) 1	64,385,060	83,718,707	1,763,375,300	0	0	0	1,911,479,067	0	0
<b>DETAILS OF WRITE-INS</b>										
58001	XXX									
58002	XXX									
58003	XXX									
58998 Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0	0	0	0
58999 Totals (Lines 58001 through 58003 plus 58998) (Line 58 above)	XXX	0	0	0	0	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.

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP**  
**PART 1 - ORGANIZATIONAL CHART**

**CareSource Family of Companies**  
**Corporate Structure**



15

STATEMENT AS OF MARCH 31, 2017 OF THE CareSource

**SCHEDULE Y**  
**PART 1A – DETAIL OF INSURANCE HOLDING COMPANY SYSTEM**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	Is an SCA Filing Required? (Y/N)	*
03683	CareSource Management Group Co.	00000	45-4937120				CareSource Reinsurance, LLC	MT	IA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0
03683	CareSource Management Group Co.	95201	31-1143265				CareSource	OH	RE	CareSource Board of Trustees	Other (See explanation below)	0.0	Board of Trustees		0
00000	CareSource Management Group Co.	00000	31-1703368				CareSource Management Group Co.	OH	UDP	CareSource Management Group Co.	Board of Trustees	0.0	Board of Trustees		0
00000	CareSource Management Group Co.	00000	31-1703371				CareSource Management Services Co.	OH	NIA	CareSource Management Group Co.	Ownership	100.0	CareSource Management Group Co.		0
00000	CareSource Management Group Co.	00000	56-2582561				The CareSource Foundation	OH	DS	CareSource	Board of Trustees	0.0	CareSource Board of Trustees		0
03683	CareSource Management Group Co.	10142	32-0121856				CareSource Indiana, Inc.	IN	IA	CareSource Management Group Co.	Board of Directors	0.0	CareSource Management Group Co.		0
03683	CareSource Management Group Co.	15479	46-4991603				CareSource Kentucky Co.	KY	IA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0
03683	CareSource Management Group Co.	15710	47-2408339				CareSource Georgia Co.	GA	IA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0
03683	CareSource Management Group Co.	15728	47-3028244				CareSource West Virginia Co.	WV	IA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0
00000	CareSource Management Group Co.	00000	81-1017455				CareSource Network Partners LLC	OH	NIA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0
00000	CareSource Management Group Co.	00000	81-1025103				CareSource@Home LLC	OH	NIA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0
00000	CareSource Management Group Co.	00000	81-1593512				CareSource North Carolina Co.	NC	NIA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0
00000	CareSource Management Group Co.	00000	81-1602217				CareSource Life Services Co.	OH	NIA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0
03683	CareSource Management Group Co.	15992	81-1727271				CareSource Virginia Co.	VA	IA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0
00000	CareSource Management Group Co.	00000	81-4170497				CareSource Management Group Foundation	OH	NIA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0

**SCHEDULE Y**  
**PART 1A – DETAIL OF INSURANCE HOLDING COMPANY SYSTEM**

Asterisk	Explanation
	The CareSource Board of Trustees controls both CareSource, the reporting entity, and CareSource Foundation. The CareSource Management Group Co Board of Trustees controls CareSource Management Group Co. CareSource Management Group Co. controls CSI, CareSource Kentucky Co, CareSource Reinsurance, LLC., CareSource Georgia Co., CareSource West Virginia Co., CareSource Network Partners LLC, CareSource@Home LLC, CareSource North Carolina Co., CareSource Life Services Co., CareSource Virginia Co., and CareSource Management Group Foundation.....

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

.....NO.....

**Explanation:**

1.

**Bar Code:**

1.



**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 .....	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....	0	0
2.2 Additional investment made after acquisition .....	0	0
3. Current year change in encumbrances .....	0	0
4. Total gain (loss) on disposals .....	0	0
5. Deduct amounts received on disposals .....	0	0
6. Total foreign exchange change in book/adjusted carrying value .....	0	0
7. Deduct current year's other-than-temporary impairment recognized .....	0	0
8. Deduct current year's depreciation .....	0	0
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8) .....	0	0
10. Deduct total nonadmitted amounts .....	0	0
11. Statement value at end of current period (Line 9 minus Line 10)	0	0

NONE

**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 .....	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....	0	0
2.2 Additional investment made after acquisition .....	0	0
3. Capitalized deferred interest and other .....	0	0
4. Accrual of discount .....	0	0
5. Unrealized valuation increase (decrease) .....	0	0
6. Total gain (loss) on disposals .....	0	0
7. Deduct amounts received on disposals .....	0	0
8. Deduct amortization of premium and mortgage interest points and commitment fees .....	0	0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest .....	0	0
10. Deduct current year's other-than-temporary impairment recognized .....	0	0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....	0	0
12. Total valuation allowance .....	0	0
13. Subtotal (Line 11 plus Line 12) .....	0	0
14. Deduct total nonadmitted amounts .....	0	0
15. Statement value at end of current period (Line 13 minus Line 14)	0	0

NONE

**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 .....	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....	0	0
2.2 Additional investment made after acquisition .....	0	0
3. Capitalized deferred interest and other .....	0	0
4. Accrual of discount .....	0	0
5. Unrealized valuation increase (decrease) .....	0	0
6. Total gain (loss) on disposals .....	0	0
7. Deduct amounts received on disposals .....	0	0
8. Deduct amortization of premium and depreciation .....	0	0
9. Total foreign exchange change in book/adjusted carrying value .....	0	0
10. Deduct current year's other-than-temporary impairment recognized .....	0	0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7+8+9-10) .....	0	0
12. Deduct total nonadmitted amounts .....	0	0
13. Statement value at end of current period (Line 11 minus Line 12)	0	0

NONE

**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 .....	750,013,420	859,228,371
2. Cost of bonds and stocks acquired .....	50,144,399	205,790,891
3. Accrual of discount .....	60,821	259,733
4. Unrealized valuation increase (decrease) .....	7,769,194	7,015,775
5. Total gain (loss) on disposals .....	(55,201)	320,877
6. Deduct consideration for bonds and stocks disposed of .....	34,684,351	315,917,013
7. Deduct amortization of premium .....	1,030,454	6,685,214
8. Total foreign exchange change in book/adjusted carrying value .....	0	0
9. Deduct current year's other-than-temporary impairment recognized .....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	772,217,828	750,013,420
11. Deduct total nonadmitted amounts .....	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	772,217,828	750,013,420

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**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
<b>BONDS</b>								
1. NAIC 1 (a).....	363,521,998	20,084,278	20,275,699	(2,747,945)	360,582,632	0	0	363,521,998
2. NAIC 2 (a).....	257,825,475	30,603,980	32,795,201	1,767,244	257,401,498	0	0	257,825,475
3. NAIC 3 (a).....	6,925,783	0	0	(13,470)	6,912,313	0	0	6,925,783
4. NAIC 4 (a).....	5,501,250	0	0	(388,750)	5,112,500	0	0	5,501,250
5. NAIC 5 (a).....	0	0	0	380,000	380,000	0	0	0
6. NAIC 6 (a).....	0	0	0	0	0	0	0	0
7. Total Bonds	633,774,506	50,688,258	53,070,900	(1,002,921)	630,388,943	0	0	633,774,506
<b>PREFERRED STOCK</b>								
8. NAIC 1.....	0				0	0	0	0
9. NAIC 2.....	0				0	0	0	0
10. NAIC 3.....	0				0	0	0	0
11. NAIC 4.....	0				0	0	0	0
12. NAIC 5.....	0				0	0	0	0
13. NAIC 6.....	0				0	0	0	0
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds & Preferred Stock	633,774,506	50,688,258	53,070,900	(1,002,921)	630,388,943	0	0	633,774,506

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$ .....453,919 ; NAIC 2 \$ .....5,184,881 ;  
NAIC 3 \$ .....0 ; NAIC 4 \$ .....0 ; NAIC 5 \$ .....0 ; NAIC 6 \$ .....0

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## SCHEDULE DA - PART 1

Short-Term Investments

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year To Date	Paid for Accrued Interest Year To Date
9199999	5,638,800	XXX	5,666,556	428	27,778

## SCHEDULE DA - VERIFICATION

Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	22,946,511	90,510,403
2. Cost of short-term investments acquired .....	5,213,385	75,788,504
3. Accrual of discount .....	0	287,429
4. Unrealized valuation increase (decrease).....	0	0
5. Total gain (loss) on disposals .....	0	(45,729)
6. Deduct consideration received on disposals .....	22,490,000	142,753,883
7. Deduct amortization of premium.....	31,096	840,213
8. Total foreign exchange change in book/adjusted carrying value.....	0	0
9. Deduct current year's other-than-temporary impairment recognized.....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	5,638,800	22,946,511
11. Deduct total nonadmitted amounts.....	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	5,638,800	22,946,511

Schedule DB - Part A - Verification

**NONE**

Schedule DB - Part B - Verification

**NONE**

Schedule DB - Part C - Section 1

**NONE**

Schedule DB - Part C - Section 2

**NONE**

Schedule DB - Verification

**NONE**

**SCHEDULE E - VERIFICATION**

(Cash Equivalents)

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	25,833,524	73,973,715
2. Cost of cash equivalents acquired .....	189,917,520	25,833,525
3. Accrual of discount .....		0
4. Unrealized valuation increase (decrease) .....		0
5. Total gain (loss) on disposals.....		0
6. Deduct consideration received on disposals .....	25,833,525	73,973,715
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) .....	189,917,520	25,833,524
11. Deduct total nonadmitted amounts .....		0
12. Statement value at end of current period (Line 10 minus Line 11)	189,917,520	25,833,524

Schedule A - Part 2

**NONE**

Schedule A - Part 3

**NONE**

Schedule B - Part 2

**NONE**

Schedule B - Part 3

**NONE**

Schedule BA - Part 2

**NONE**

Schedule BA - Part 3

**NONE**

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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 Designation or Market Indicator (a)
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>									
00817Y-AS-7	AETNA INC.		01/18/2017	THE HUNTINGTON INVESTMENT COMPANY		6,510,506	6,500,000	14,119	2FE
278642-AP-8	EBAY INC.		01/24/2017	DAVIDSON D.A. + COMPANY INC.		5,051,100	5,000,000	47,917	2FE
37033L-GB-6	GENERAL MILS INC-MEDIUM TERM		01/19/2017	NATIONAL FINANCIAL SERVICES CO.		5,406,597	5,000,000	90,613	2FE
38150A-20-7	GOLDMAN SACHS GROUP INC.		03/29/2017	DAVIDSON D.A. + COMPANY INC.		5,000,000	5,000,000	0	1FE
45687A-AA-0	INGERSOLL RAND GLOBAL HOLDING CO LTD.	C	01/18/2017	DAVIDSON D.A. + COMPANY INC.		5,407,300	5,000,000	150,868	2FE
539830-BJ-7	LOCKHEED MARTIN CORP.		02/02/2017	DAVIDSON D.A. + COMPANY INC.		3,015,840	3,000,000	11,408	2FE
59562V-AT-4	BERKSHIRE HATHAWAY ENERGY CO.		01/04/2017	WELLS FARGO SECURITIES LLC		4,994,530	4,750,000	74,351	1FE
751212-AA-9	RALPH LAUREN CORP.		02/01/2017	WELLS FARGO SECURITIES LLC		10,089,000	10,000,000	76,736	1FE
<b>3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)</b>						45,474,873	44,250,000	466,012	XXX
<b>8399997 - Subtotals - Bonds - Part 3</b>						45,474,873	44,250,000	466,012	XXX
<b>8399999 - Subtotals - Bonds</b>						45,474,873	44,250,000	466,012	XXX
<b>Common Stocks - Mutual Funds</b>									
464287-46-5	ISHARES MSCI EAFE ETF		01/25/2017	GOLDMAN SACHS AND CO.	1,747,000	104,338		0	L
464287-49-9	ISHARES RUSSELL MID CAP ETF		01/25/2017	GOLDMAN SACHS AND CO.	712,000	130,591		0	L
46429B-68-9	ISHARE EDGE MSCI MIN VOL EAFE ETF		01/25/2017	GOLDMAN SACHS AND CO.	1,651,000	104,044		0	L
73937B-63-9	POWERSHARES S&P SMALLCAP LOW VOL ETF		01/25/2017	GOLDMAN SACHS AND CO.	1,825,000	78,456		0	L
73937B-64-7	POWERSHARES S&P MIDCAP LOW VOL ETF		01/25/2017	GOLDMAN SACHS AND CO.	3,165,000	130,310		0	L
73937B-77-9	POWERSHARES S&P 500 LOW VOLAT ETF		01/25/2017	GOLDMAN SACHS AND CO.	4,987,000	208,411		0	L
92206C-66-4	VANGUARD RUSSELL 2000 ETF		01/25/2017	GOLDMAN SACHS AND CO.	720,000	78,411		0	L
92206C-73-0	VANGUARD RUSSELL 1000 ETF		01/25/2017	GOLDMAN SACHS AND CO.	1,993,000	208,926		0	L
<b>9299999 - Common Stocks - Mutual Funds</b>						1,043,487	XXX	0	XXX
<b>Common Stocks - Money Market Mutual Funds</b>									
608993-85-3	HUNTINGTON CONSERVATIVE DEPOSIT ACCOUNT		03/31/2017	Direct	362,182.310	362,182		0	V
993086-12-3	WFB INSTITUTIONAL BANK DEPOSIT		03/28/2017	Direct	3,263,856.450	3,263,856		0	V
<b>9399999 - Common Stocks - Money Market Mutual Funds</b>						3,626,039	XXX	0	XXX
<b>9799997 - Subtotals - Common Stocks - Part 3</b>						4,669,525	XXX	0	XXX
<b>9799999 - Subtotals - Common Stocks</b>						4,669,525	XXX	0	XXX
<b>9899999 - Subtotals- Preferred and Common Stocks</b>						4,669,525	XXX	0	XXX
<b>9999999 Totals</b>						50,144,399	XXX	466,012	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues .....0

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STATEMENT AS OF MARCH 31, 2017 OF THE CareSource

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	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
<b>Bonds - U.S. Governments</b>																					
36202F-C6-1	G2 004593 - RMBS		03/01/2017	Paydown		36,410	36,410	37,758	37,595	0	(1,185)	0	(1,185)	0	36,410	0	0	0	166	12/20/2039	1
38376J-Y4-0	GNR 09123C GA - CMO/RMBS		01/20/2017	Paydown		25,435	25,435	25,936	25,667	0	(232)	0	(232)	0	25,435	0	0	0	101	01/20/2038	1
<b>0599999 - Bonds - U.S. Governments</b>																					
					61,845	61,845	63,694	63,262	0	(1,417)	0	(1,417)	0	61,845	0	0	0	0	267	XXX	XXX
<b>Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions</b>																					
3128KU-G5-0	FH A63820 - RMBS		03/01/2017	Paydown		157	157	157	157	0	0	0	0	157	0	0	0	0	1	08/01/2037	
31339H-UN-1	FH C90589 - RMBS		03/01/2017	Paydown		4,357	4,357	4,423	4,391	0	(34)	0	(34)	0	4,357	0	0	0	26	11/01/2022	
31371K-KE-0	FN 254193 - RMBS		03/01/2017	Paydown		5,910	5,910	5,999	5,952	0	(42)	0	(42)	0	5,910	0	0	0	27	02/01/2022	
31371N-H2-4	FN 256849 - RMBS		03/01/2017	Paydown		2,056	2,056	2,065	2,063	0	(8)	0	(8)	0	2,056	0	0	0	5	08/01/2037	
31411N-WW-3	FN 912461 - RMBS		03/01/2017	Paydown		290	290	290	289	0	1	0	1	0	290	0	0	0	1	03/01/2037	
31413T-LF-7	FN 954926 - RMBS		03/01/2017	Paydown		896	896	923	918	0	(22)	0	(22)	0	896	0	0	0	5	07/01/2037	
31413T-ND-0	FN 954988 - RMBS		03/01/2017	Paydown		187	187	193	192	0	(5)	0	(5)	0	187	0	0	0	1	07/01/2037	
<b>3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions</b>																					
					13,855	13,855	14,050	13,963	0	(109)	0	(109)	0	13,855	0	0	0	0	66	XXX	XXX
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>																					
007055-AH-5	AFLAC INC		02/15/2017	Maturity @ 100.0		4,200,000	4,200,000	4,271,304	4,207,684	0	(7,684)	0	(7,684)	0	4,200,000	0	0	0	55,650	02/15/2017	
20030N-AP-6	COMCAST CORP		01/17/2017	Maturity @ 100.0		1,000,000	1,000,000	1,046,542	1,000,281	0	(281)	0	(281)	0	1,000,000	0	0	0	32,500	01/15/2017	
222862-AG-9	COVENTRY HEALTH CARE INC		03/15/2017	Maturity @ 100.0		1,000,000	1,000,000	1,066,030	1,009,107	0	(9,107)	0	(9,107)	0	1,000,000	0	0	0	29,750	03/15/2017	
233851-BD-5	AMERICA LLC	C	03/10/2017	Maturity @ 100.0		1,000,000	1,000,000	996,000	999,479	0	521	0	521	0	1,000,000	0	0	0	5,625	03/10/2017	
345397-WN-9	FORD MOTOR CREDIT CO LLC		01/17/2017	Maturity @ 100.0		2,550,000	2,550,000	2,543,677	2,549,763	0	237	0	237	0	2,550,000	0	0	0	19,125	01/17/2017	
369626-2G-8	GE A		02/15/2017	Maturity @ 100.0		3,000,000	3,000,000	2,960,700	2,999,360	0	640	0	640	0	3,000,000	0	0	0	81,000	02/15/2017	
381416-EU-4	GOLDMAN SACHS GROUP INC		01/17/2017	Maturity @ 100.0		2,000,000	2,000,000	1,974,000	1,999,873	0	127	0	127	0	2,000,000	0	0	0	56,250	01/15/2017	
41283L-AB-1	HARLEY-DAVIDSON FINANCIAL SERVICES INC		03/15/2017	Maturity @ 100.0		1,000,000	1,000,000	1,018,340	1,002,796	0	(2,796)	0	(2,796)	0	1,000,000	0	0	0	13,500	03/15/2017	
552081-AG-6	LYONDELLBASELL INDUSTRIES NV	C	03/24/2017	Call @ 105.373		1,200,000	1,200,000	1,307,340	1,261,889	0	(6,688)	0	(6,688)	0	1,255,201	0	(55,201)	(55,201)	62,412	04/15/2019	
833034-AE-1	SNAP-ON INC		01/17/2017	Maturity @ 100.0		7,500,000	7,500,000	7,860,923	7,512,747	0	(12,747)	0	(12,747)	0	7,500,000	0	0	0	206,250	01/15/2017	
89233P-5S-1		C	01/12/2017	Maturity @ 100.0		2,000,000	2,000,000	2,039,762	2,000,249	0	(249)	0	(249)	0	2,000,000	0	0	0	20,500	01/12/2017	
92857W-AP-5	VODAFONE GROUP PLC	C	02/27/2017	Maturity @ 100.0		2,550,000	2,550,000	2,677,631	2,560,450	0	(10,450)	0	(10,450)	0	2,550,000	0	0	0	71,719	02/27/2017	
94973V-AV-9	ANTHEM INC		02/15/2017	Maturity @ 100.0		1,450,000	1,450,000	1,469,304	1,451,713	0	(1,713)	0	(1,713)	0	1,450,000	0	0	0	17,219	02/15/2017	
<b>3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)</b>																					
					30,450,000	30,450,000	31,231,553	30,555,389	0	(50,188)	0	(50,188)	0	30,505,201	0	(55,201)	(55,201)	671,500	XXX	XXX	
<b>8399997 - Subtotals - Bonds - Part 4</b>																					
					30,525,699	30,525,699	31,309,296	30,632,614	0	(51,714)	0	(51,714)	0	30,580,900	0	(55,201)	(55,201)	671,832	XXX	XXX	
<b>8399999 - Subtotals - Bonds</b>																					
					30,525,699	30,525,699	31,309,296	30,632,614	0	(51,714)	0	(51,714)	0	30,580,900	0	(55,201)	(55,201)	671,832	XXX	XXX	
<b>Common Stocks - Money Market Mutual Funds</b>																					
608993-85-3	HUNTINGTON CONSERVATIVE DEPOSIT ACCOUNT		03/24/2017	Direct		1,614,219.980	1,614,220	XXX	1,614,220	1,307,890	0	0	0	1,614,220	0	0	0	0	427	XXX	V
993086-12-3	WFB INSTITUTIONAL BANK DEPOSIT		02/28/2017	Direct		2,544,431.910	2,544,432	XXX	2,544,432	0	0	0	0	2,544,432	0	0	0	0	1,775	XXX	V
<b>9399999 - Common Stocks - Money Market Mutual Funds</b>																					
					4,158,652	4,158,652	4,158,652	1,307,890	0	0	0	0	0	4,158,652	0	0	0	0	2,202	XXX	XXX
<b>9799997 - Subtotals - Common Stocks - Part 4</b>																					
					4,158,652	4,158,652	4,158,652	1,307,890	0	0	0	0	0	4,158,652	0	0	0	0	2,202	XXX	XXX
<b>9799999 - Subtotals - Common Stocks</b>																					
					4,158,652	4,158,652	4,158,652	1,307,890	0	0	0	0	0	4,158,652	0	0	0	0	2,202	XXX	XXX
<b>9899999 - Subtotals - Preferred and Common Stocks</b>																					
					4,158,652	4,158,652	4,158,652	1,307,890	0	0	0	0	0	4,158,652	0	0	0	0	2,202	XXX	XXX
<b>9999999 Totals</b>																					
					34,684,351	34,684,351	35,467,948	31,940,504	0	(51,714)	0	(51,714)	0	34,739,552	0	(55,201)	(55,201)	674,035	XXX	XXX	

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues .....0

E05

Schedule DB - Part A - Section 1

**NONE**

Schedule DB - Part B - Section 1

**NONE**

Schedule DB - Part D - Section 1

**NONE**

Schedule DB - Part D - Section 2

**NONE**

Schedule DL - Part 1

**NONE**

Schedule DL - Part 2

**NONE**



