



LIFE AND ACCIDENT AND HEALTH COMPANIES - ASSOCIATION EDITION

QUARTERLY STATEMENT

AS OF SEPTEMBER 30, 2017  
OF THE CONDITION AND AFFAIRS OF THE

Medical Benefits Mutual Life Insurance Co.

NAIC Group Code00000000NAIC Company Code74322Employer's ID Number31-4210910

Organized under the Laws ofOhio, State of Domicile or Port of EntryOH

Country of DomicileUnited States of America

Incorporated/Organized05/06/1938Commenced Business04/04/1938

Statutory Home Office1975 Tamarack RoadNewark, OH, US 43055

Main Administrative Office1975 Tamarack RoadNewark, OH, US 43055740-522-8425

Mail Address1975 Tamarack RoadNewark, OH, US 43055

Primary Location of Books and Records1975 Tamarack RoadNewark, OH, US 43055740-522-8425

Internet Website Addresswww.medben.com

Statutory Statement ContactJohn Edward Nydegger, Jr.740-522-7317

OFFICERS

CEO Douglas James FreemanVice President of Finance & Controller John Edward Nydegger Jr.

President/Treasurer Kurt Jeffrey Harden

OTHER

Caroline Fischer Rouse Fraker, VP, Compliance & Chief Privacy OfficerLori Sue Kane, Vice PresidentRose Gribble McEntire, Vice President & Chief Security Officer

DIRECTORS OR TRUSTEES

Jeffrey Scott CantleyCharles Daniel DelawderDouglas James Freeman

Kurt Jeffrey HardenAndrew Stevens Dix

State ofOhioSS:

County ofLicking

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.

Douglas James FreemanKurt Jeffrey HardenJohn Edward Nydegger, Jr.

CEOPresident/TreasurerVice President of Finance & Controller

Subscribed and sworn to before me this10day ofNovember 2017

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

b. If no,

1. State the amendment number.....

2. Date filed .....11/10/2017

3. Number of pages attached.....

Bethany Painter  
Notary Public  
8/10/2020

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 .....	4,676,296		4,676,296	5,003,115
2. Stocks:				
2.1 Preferred stocks .....	500		500	500
2.2 Common stocks .....	6,765,349	2,220	6,763,129	6,172,763
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) .....	1,449,087		1,449,087	1,191,883
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 (\$ .....166,346 ), cash equivalents (\$ ..... ) and short-term investments (\$ .....1,134,178 ) .....	1,300,524		1,300,524	1,200,018
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) .....	14,191,756	2,220	14,189,536	13,568,279
13. Title plants less \$ ..... charged off (for Title insurers only) .....			0	0
14. Investment income due and accrued .....	19,900		19,900	13,992
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	320		320	0
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 .....	19,723	19,723	0	0
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 .....			0	1,849
18.1 Current federal and foreign income tax recoverable and interest thereon .....			0	0
18.2 Net deferred tax asset .....	1,637,000	1,047,000	590,000	590,000
19. Guaranty funds receivable or on deposit .....			0	0
20. Electronic data processing equipment and software .....	103,036	103,036	0	0
21. Furniture and equipment, including health care delivery assets (\$ ..... ) .....	9,196	9,196	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....			0	0
23. Receivables from parent, subsidiaries and affiliates .....	973		973	369,147
24. Health care (\$ ..... ) and other amounts receivable .....	55,676		55,676	14,938
25. Aggregate write-ins for other than invested assets .....	1,248,008	400,377	847,631	801,702
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	17,285,588	1,581,552	15,704,036	15,359,907
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			0	0
28. Total (Lines 26 and 27)	17,285,588	1,581,552	15,704,036	15,359,907
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 .....	847,631	0	847,631	801,702
2502. Prepaid Expenses and Deposits .....	398,622	398,622	0	0
2503. IMR .....	1,755	1,755	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)	1,248,008	400,377	847,631	801,702

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
2. Aggregate reserve for accident and health contracts (including \$ ..... Modco Reserve) .....		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 .....	65,704	97,763
5. Policyholders' dividends \$ ..... and coupons \$ ..... due and unpaid .....		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 .....	59,523	53,564
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 .....		
9.3 Other amounts payable on reinsurance, including \$ ..... assumed and \$ ..... ceded .....	0	0
9.4 Interest Maintenance Reserve .....	0	(1,466)
10. Commissions to agents due or accrued-life and annuity contracts \$ ..... , accident and health \$ ..... and deposit-type contract funds \$ ..... .....	2,312	2,578
11. Commissions and expense allowances payable on reinsurance assumed .....		
12. General expenses due or accrued .....	2,958,170	2,935,980
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 .....	31,656	44,280
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 .....	5,660	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 \$ ..... .....		
23. Dividends to stockholders declared and unpaid .....		
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve .....	1,118,430	1,014,733
24.02 Reinsurance in unauthorized and certified (\$ ..... ) companies .....		0
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$ ..... ) reinsurers .....		
24.04 Payable to parent, subsidiaries and affiliates .....	406,355	300,350
24.05 Drafts outstanding .....		
24.06 Liability for amounts held under uninsured plans .....	20,020	138,558
24.07 Funds held under coinsurance .....		
24.08 Derivatives .....	0	0
24.09 Payable for securities .....		
24.10 Payable for securities lending .....		
24.11 Capital notes \$ ..... and interest thereon \$ ..... .....		
25. Aggregate write-ins for liabilities .....	10,000	10,000
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25) .....	4,737,830	4,661,340
27. From Separate Accounts Statement .....		
28. Total liabilities (Lines 26 and 27) .....	4,737,830	4,661,340
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 .....	6	58
35. Unassigned funds (surplus) .....	10,966,200	10,698,509
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) .....	10,966,206	10,698,567
38. Totals of Lines 29, 30 and 37 .....	10,966,206	10,698,567
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3) .....	15,704,036	15,359,907
<b>DETAILS OF WRITE-INS</b>		
2501. Claims Adjustment Liability .....	10,000	10,000
2502. ....		
2503. ....		
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) .....	10,000	10,000
3101. ....		0
3102. ....		0
3103. ....		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. Misc .....	6	58
3402. ....		0
3403. ....		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) .....	6	58

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 .....	876,967	1,924,316	2,218,560
2. Considerations for supplementary contracts with life contingencies .....			
3. Net investment income .....	(82,824)	(69,529)	(54,299)
4. Amortization of Interest Maintenance Reserve (IMR) .....	309	(89)	223
5. Separate Accounts net gain from operations excluding unrealized gains or losses .....			
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 .....	1,262,392	2,572,314	3,135,836
9. Totals (Lines 1 to 8.3) .....	2,056,844	4,427,012	5,300,320
10. Death benefits .....	38,508	35,000	65,000
11. Matured endowments (excluding guaranteed annual pure endowments) .....			0
12. Annuity benefits .....			0
13. Disability benefits and benefits under accident and health contracts .....	375,349	1,052,117	718,675
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) .....	413,857	1,087,117	783,675
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only) .....	(855)	91,560	102,034
22. Commissions and expense allowances on reinsurance assumed .....			
23. General insurance expenses .....	1,735,434	3,410,696	4,344,214
24. Insurance taxes, licenses and fees, excluding federal income taxes .....	23,804	34,703	147,298
25. Increase in loading on deferred and uncollected premiums .....			
26. Net transfers to or (from) Separate Accounts net of reinsurance .....			
27. Aggregate write-ins for deductions .....	0	676,904	820,023
28. Totals (Lines 20 to 27) .....	2,172,240	5,300,980	6,197,244
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28) .....	(115,396)	(873,968)	(896,924)
30. Dividends to policyholders .....			0
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30) .....	(115,396)	(873,968)	(896,924)
32. Federal and foreign income taxes incurred (excluding tax on capital gains) .....		1,677	(233,180)
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) .....	(115,396)	(875,645)	(663,744)
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$ ..... (excluding taxes of \$ ..... transferred to the IMR) .....	79,060	(2,902)	36,799
35. Net income (Line 33 plus Line 34) .....	(36,336)	(878,547)	(626,945)
CAPITAL AND SURPLUS ACCOUNT			
36. Capital and surplus, December 31, prior year .....	10,698,567	11,004,957	11,004,957
37. Net income (Line 35) .....	(36,336)	(878,547)	(626,945)
38. Change in net unrealized capital gains (losses) less capital gains tax of \$ .....	497,140	250,142	207,028
39. Change in net unrealized foreign exchange capital gain (loss) .....			
40. Change in net deferred income tax .....			
41. Change in nonadmitted assets .....	(89,416)	(63,480)	174,737
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 .....	(103,697)	(22,248)	(4,946)
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 .....	(52)	28,267	(56,263)
54. Net change in capital and surplus for the year (Lines 37 through 53) .....	267,639	(685,866)	(306,390)
55. Capital and surplus, as of statement date (Lines 36 + 54) .....	10,966,206	10,319,091	10,698,567
DETAILS OF WRITE-INS			
08.301. Miscellaneous Income .....	1,037,193	972,643	1,229,028
08.302. Fee Income .....	14,178	198,000	28,853
08.303. Management Fee Income .....	211,021	1,401,671	1,877,955
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) .....	1,262,392	2,572,314	3,135,836
2701. ACA Risk Adjustment Expense .....		676,904	819,826
2702. IMR amortization adjustment .....			197
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	676,904	820,023
5301. Adjusted to non-admitted asset to tie to TB (Change in nonadmitted asset Ln 41) .....	6	28,267	(56,315)
5302. Misc .....	(58)		.52
5303. ....			
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) .....	(52)	28,267	(56,263)

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 .....	882,606	1,888,846	2,206,111
2. Net investment income .....	(72,444)	(52,403)	(22,391)
3. Miscellaneous income .....	1,262,392	2,572,314	3,135,836
4. Total (Lines 1 to 3) .....	2,072,554	4,408,757	5,319,556
5. Benefit and loss related payments .....	445,916	1,370,508	1,531,614
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 .....	1,775,170	4,193,631	5,277,482
8. Dividends paid to policyholders .....	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ ..... tax on capital gains (losses) .....	0	1,677	(138,180)
10. Total (Lines 5 through 9) .....	2,221,086	5,565,816	6,670,916
11. Net cash from operations (Line 4 minus Line 10) .....	(148,532)	(1,157,059)	(1,351,360)
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds .....	1,704,677	1,374,602	1,854,411
12.2 Stocks .....	274,488	355,600	574,269
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 .....	93	0	0
12.7 Miscellaneous proceeds .....	0	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	1,979,258	1,730,202	2,428,680
13. Cost of investments acquired (long-term only):			
13.1 Bonds .....	1,393,615	985,934	1,238,680
13.2 Stocks .....	289,072	387,591	533,822
13.3 Mortgage loans .....	0	0	0
13.4 Real estate .....	347,805	(360,000)	(574,976)
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) .....	2,030,492	1,013,525	1,197,526
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) .....	(51,234)	716,677	1,231,154
<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 .....	0	0	0
16.3 Borrowed funds .....	0	(55,888)	(55,888)
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) .....	300,272	162,475	56,898
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6) .....	300,272	106,587	1,010
<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) ..	100,506	(333,795)	(119,195)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year .....	1,200,018	1,319,213	1,319,213
19.2 End of period (Line 18 plus Line 19.1) .....	1,300,524	985,418	1,200,018

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 .....	158,040	183,324	230,926
6. Group annuities .....			0
7. A & H - group .....	708,869	1,818,135	2,072,232
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 .....	866,909	2,001,459	2,303,158
12. Deposit-type contracts .....	0		0
13. Total	866,909	2,001,459	2,303,158
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 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 life, dental, vision, 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) and completed in accordance with the Accounting Practices and Procedures Manual.

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:

	Description	SSAP #	F/S Page	F/S Line #	2017	2016
Net Income - Ohio Basis					\$ (36,336)	\$ (626,945)
State Prescribed Practices	None	None	None	None	\$ -	\$ -
State Permitted Practices	None	None	None	None	\$ -	\$ -
Net Income - NAIC SAP					\$ (36,336)	\$ (626,945)
Statutory Surplus - Ohio Basis					\$ 10,966,200	\$ 10,698,509
State Prescribed Practices	None	None	None	None	\$ -	\$ -
State Permitted Practices	None	None	None	None	\$ -	\$ -
Statutory Surplus - NAIC SAP					\$ 10,966,200	\$ 10,698,509

### 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

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Life premiums are recognized as income over the premium paying period of the related 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 2017 or 2016.

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 2017 or 2016.
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 2017 or 2016.
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

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## 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 September 30, 2017 and December 31, 2016.

### 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 \$690,598 and \$590,466 as of September 30, 2017 and December 31, 2016, 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 \$690,598 and \$590,466 as of September 30, 2017 and December 31, 2016, respectively. The Company does not have any Securities Lending Agreements.

F. Real Estate

1. No impairment losses were recorded on real estate investments during the period presented.
2. No real estate was held for sale or sold in the years 2017 and 2016.
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	13,083,383	2,620,653	15,704,036	15,359,907	344,129	2,620,653	89.69%	16.69%
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	13,083,383	2,620,653	15,704,036	15,359,907	344,129	2,620,653		

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 September 30, 2017 and December 31, 2016, investment income earned and not yet collected was \$0 and \$0, 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 September 30, 2017 are as follows:

1.

	9/30/2017			12/31/2016			Change		
	1	2	3	1	2	3	7	8	9
09A01	Ordinary	Capital	(Col 1+2) Total	Ordinary	Capital	(Col 1+2) Total	(Col 1-4) Ordinary	(Col 2-5) Capital	(Col 7+8) Total
a. Gross Deferred Tax Assets	1,637,000	-	1,637,000	1,637,000	-	1,637,000	-	-	-
b. Statutory Valuation Allowance Adjustment	-	-	-	-	-	-	-	-	-
c. Adjusted Gross Deferred Tax Assets (1a-1b)	1,637,000	-	1,637,000	1,637,000	-	1,637,000	-	-	-
d. Deferred Tax Assets Nonadmitted	1,047,000	-	1,047,000	1,047,000	-	1,047,000	-	-	-
e. Subtotal net Admitted Deferred Tax Assets (1c-1d)	590,000	-	590,000	590,000	-	590,000	-	-	-
f. Deferred Tax Liabilities	-	-	-	-	-	-	-	-	-
g. Net Admitted Deferred Tax Assets/(Net Deferred Liability) (1e-1f)	590,000	-	590,000	590,000	-	590,000	-	-	-

2.

	9/30/2017			12/31/2016			Change		
	1	2	3	1	2	3	7	8	9
09A02	Ordinary	Capital	(Col 1+2) Total	Ordinary	Capital	(Col 1+2) Total	(Col 1-4) Ordinary	(Col 2-5) Capital	(Col 7+8) Total
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)	590,000	-	590,000	590,000	-	590,000	-	-	-
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date	590,000	-	590,000	590,000	-	590,000	-	-	-
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	-	-	-	-	-	-	-	-	-
d. Deferred Tax Assets Admitted as the result of application of SSAP No. 101 Total (2a+2b+2c)	590,000	-	590,000	590,000	-	590,000	-	-	-

3.

	2017	2016
a. Ratio Percentage used to determine Recovery Period and Threshold Limitation Amount	1142%	1142%
b. Amount of Adjusted Capital and Surplus used to determine Recovery period and Threshold Limitation in 2(b) 2 above	11,713,242	11,713,242

4.

	9/30/2017			12/31/2016			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

NOTES TO FINANCIAL STATEMENTS

NOTE 9 – INCOME TAXES (continued)

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

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

Note 9C - 1

	1	2	3
	9/30/2017	12/31/2016	(Col 1-2) Change
CURRENT INCOME TAX			
a. Federal	(233,279)	(233,279)	-
b. Foreign		-	-
c. Subtotal	(233,279)	(233,279)	-
d. Federal income tax on net capital gains	18,957	18,957	-
e. Utilization of capital loss carry-forwards		-	-
f. Other		-	-
g. Federal and foreign income taxes incurred	(214,322)	(214,322)	-

Note 9C - 2

	1	1	3
	9/30/2017	12/31/2016	(Col 1-2) Change
DEFERRED TAX ASSETS			
a. Ordinary:			
1. Discounting of unpaid losses	3,000	3,000	-
2. Unearned premium reserve	13,000	13,000	-
3. Policyholder reserves			-
4. Investments	317,000	317,000	-
5. Deferred acquisition costs	4,000	4,000	-
6. Policyholder dividends accrual			-
7. Fixed assets			-
8. Compensation and benefits accrual	844,000	844,000	-
9. Pension accrual			-
10. Receivables - non admitted	7,000	7,000	-
11. Net operating loss carry-forward	1,320,000	1,320,000	-
12. Tax credit carry-forward			-
13. Other (including items <5% of total ordinary tax assets)	223,000	223,000	-
14. Other assets - nonadmitted			-
99. Subtotal	2,731,000	2,731,000	-
b. Statutory valuation allowance adjustment		-	-
c. Nonadmitted	1,194,000	1,194,000	-
d. Admitted ordinary deferred tax assets (2a99-2b-2c)	1,537,000	1,537,000	-
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)	1,537,000	1,537,000	-

NOTES TO FINANCIAL STATEMENTS

NOTE 9 – INCOME TAXES (continued)

Note 9C - 3

	1	2	3
	9/30/2017	12/31/2016	(Col 1-2) Change
DEFERRED TAX LIABILITIES			
a. Ordinary:			
1. Investments	859,000	859,000	-
2. Fixed assets	85,000	85,000	-
3. Deferred and uncollected premium			-
4. Policyholder reserves			-
5. Other (including items <5% of total ordinary tax assets)	3,000	3,000	-
99. Subtotal	947,000	947,000	-
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)	947,000	947,000	-

Note 9C - 4

Net Deferred Tax Assets/Liabilities (2i-3c)	590,000	590,000	-
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D. Reconciliation of Federal Income Tax Rate to Actual Effective Rate  
Among the more significant book to tax adjustments were the following:

	9/30/2017	
	Amounts	Effective Tax Rate (%)
Provisions computed at statutory rate	(292,477)	34.0
Tax exempt interest deduction	(12,930)	(10.9)
Dividends received deduction	(19,318)	(15.7)
Disallowed travel and entertainment	1,116	1.1
Other tax differences	(28,768)	28.9
Realized capital gains (losses) tax	18,957	7.2
Officer Life Insurance-net	(12,902)	(8.0)
Change in net deferred income taxes	132,000	11.5
Total statutory income taxes	(214,322)	48.1
	2017	2016
Standard Federal income tax rate	34.0%	34.0%
Various Differences	1.6%	1.6%
	35.6%	35.6%

# 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
2016	297,000
2015	-
2014	-
2013	3,586,000
2012	-

- 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.  
VisionPlus of America, Inc.  
MedBen Marketing Services, Inc.
- 1. 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 2017 or 2016. 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 September 30, 2017, the Company reported \$22,898 as accounts and notes receivable from affiliates. The Company reported \$428,280 as accounts and notes payable to affiliates.
- E. On April 1, 2015, the Company entered into a management agreement between the Parent Corporation and subsidiaries. The management agreement remains in affect.
- 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 determined under GAAP, with adjustments for statutory valuation rules, as prescribed by Statutory Accounting Principles.

## NOTES TO FINANCIAL STATEMENTS

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

- 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 \$550,000 and \$895,646 at September 30, 2017 and December 31, 2016, respectively.

The Company has a \$1,000,000 unsecured revolving credit line with a bank that was unused at September 30, 2017 and December 31, 2016. 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 September 30, 2017 and December 31, 2016.

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 \$1,879,230 at September 30, 2017 and December 31, 2016, respectively.

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

## NOTES TO FINANCIAL STATEMENTS

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

present value of this liability to be \$269,198 at September 30, 2017 and December 31, 2016, 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 0% of eligible compensation for 2016 and 4.0% for 2016. 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 September 30, 2017 and December 31, 2016, \$122,966 and \$160,536, 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 \$268,009 and \$333,009 at September 30, 2017 and December 31, 2016, 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 2017.
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 September 30, 2017, is \$10,996,200. This amount is held for the benefit of participating policyholders.
7. There were no advances to surplus in 2017 or 2016.
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    \$497,140
- 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 September 30, 2017 and December 31, 2016, 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 September 30, 2017 and December 31, 2016, the Company paid \$1,007,470 and \$1,468,612, respectively under this arrangement.

### E. Joint and Several Liabilities.

As of September 30, 2017, the Company had the following outstanding accounts receivable and accounts payable balances with its wholly-owned subsidiaries:

Accounts Receivable:		
Medical Benefits Administrators, Inc.	\$ 0	100% wholly-owned Subsidiary
VisionPlus of America, Inc	\$ 0	100% wholly-owned Subsidiary
MedBen Marketing Services, Inc.	\$ 0	100% wholly-owned Subsidiary
Accounts Payable:		
Medical Benefits Administrators, Inc.	\$75,230	100% wholly-owned Subsidiary
VisionPlus of America, Inc.	\$8,227	100% wholly-owned Subsidiary
MedBen Marketing Services, Inc.	\$321,925	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

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### 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 September 30, 2017:

	<u>Amount</u>
2017	747
2018	2,988
2019	<u>1,437</u>
	<u>\$ 5,172</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 \$9,953 and \$20,981 for the periods ended September 30, 2017 and December 31, 2016, 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 September 30, 2017.

### 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	3,114,199	-	-	3,114,199
Mutual Funds	955,348	-	-	955,348
Total Common Stocks	4,069,547			4,069,547
Total assets at fair value	4,069,547	-	-	4,069,547
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 September 30, 2017, 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 12/31/2016	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 9/30/17
RMBS										
CMBS										
.....										
.....										
.....										
Total										

\*\*\* we do not differentiate between level 1 and level 3; therefore this table is blank

# 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 our 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	2	3	4	5	6	7
Type of Financial Instrument	Fair Value	Admitted Value	Level 1	Level 2	Level 3	Not Practical (Carrying Value)
Financial instruments - assets						
Bonds	4,670,266	4,676,296	4,676,296	-	-	-
Preferred stocks	500	500	500	-	-	-
Common stocks	6,652,972	6,763,129	6,763,129	-	-	-
Short-term investments	1,134,178	1,134,178	1,134,178	-	-	-
Total assets	12,457,917	12,574,103	12,574,103	-	-	-
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 \$2,620,653 and \$2,612,800 on September 30, 2017 and December 31, 2016, respectively were on deposit with government authorities or trustees as required by law.

At September 30, 2017 and December 31, 2016, the Company had admitted assets of \$0 and \$1,849, 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 2017 or 2016.

- 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 September 30, 2017, the Company has no subsequent events.

Type II – Non-recognized Subsequent Events – As of September 30, 2017, the Company has no subsequent events.

On January 1, 2016, the Company was subject to the annual Health Insurance Providers Fee under the Affordable Care Act Provision 9010. Up to December 31, 2016, the Company wrote health insurance subject to the ACA assessment and estimates \$0 will be due August 1, 2017. The Company stopped writing health insurance October 1, 2016, and will conduct no health insurance business in 2017.

		9/30/2017	12/31/2016
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	708,869	\$2,072,232
E	Total Adjusted Capital before surplus adjustment (Five-Year Historical Line 30)	\$11,713,242	
F	Total Adjusted Capital after surplus adjustment (Five-Year Historical Line 30 minus 22B above)	\$11,713,242	
G	Authorized Control Level (Five-Year Historical Line 31)	\$1,025,534	
H	Would reporting the ACA assessment as of December 31, 2016, have triggered an RBC action level (YES/NO)?		No

NOTE 23 – REINSURANCE

A. Ceded Reinsurance Report

Section 1 – General Interrogatories

- 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)
- 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

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### 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 as of September 30, 2017, subject to the medical loss ratio rebate was \$0.

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 – In 2016 the company paid \$676,904 in ACA risk adjustment user fees for 2015. The company was decommissioned as of December 31, 2016 from the Edger Server Operations Risk Adjustment Program because MedBen no longer wrote large or small medical insurance in any state. MedBen did not owe any fees for 2016. 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 September 30, 2017, the company 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 occurred as anticipated during 2016. 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, 2016, to September 30, 2017, coincided with the change in the Company's block of business. No other significant trends or unanticipated events have been noted in 2017. 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 September 30, 2017, 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 September 30, 2017.

## NOTE 34 – SEPARATE ACCOUNTS

Not applicable

## NOTE 35 – LOSS/CLAIM ADJUSTMENT EXPENSES

	Period Ended		
	September 30, 2017		December 31, 2016
Balance at beginning of period	\$ 10,000		\$ 30,000
Amount incurred:			
Current year	-		(20,000)
Prior years	-		-
	-		(20,000)
Less amount paid:			
Current year	-		-
Prior years	-		-
	-		-
Balance at end of period	\$ 10,000		\$ 10,000



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 ☒
- 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 ☒
- 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 ☒ No ☐
- 3.2

Have there been any substantial changes in the organizational chart since the prior quarter end?

Yes ☐ No ☒
- 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 ☒
- 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	2	3
Name of Entity	NAIC Company Code	State of Domicile
5.

If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?

Yes ☐ No ☒ N/A ☐
- 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 ☒
- 6.6

Have all of the recommendations within the latest financial examination report been complied with?

Yes ☒ No ☐ 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 ☒
- 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 ☒
- 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 ☒
- 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	2	3	4	5	6
Affiliate Name	Location (City, State)	FRB	OCC	FDIC	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? .....  
(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;  
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;  
(c) Compliance with applicable governmental laws, rules and regulations;  
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and  
(e) Accountability for adherence to the code.

Yes [ X ] No [ ]
- 9.11

If the response to 9.1 is No, please explain:
- 9.2

Has the code of ethics for senior managers been amended? .....

Yes [ ] No [ X ]
- 9.21

If the response to 9.2 is Yes, provide information related to amendment(s).
- 9.3

Have any provisions of the code of ethics been waived for any of the specified officers? .....

Yes [ ] No [ X ]
- 9.31

If the response to 9.3 is Yes, provide the nature of any waiver(s).

FINANCIAL

- 10.1

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

Yes [ X ] No [ ]
- 10.2

If yes, indicate any amounts receivable from parent included in the Page 2 amount: .....

\$.....973

INVESTMENT

- 11.1

Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) .....

Yes [ ] No [ X ]
- 11.2

If yes, give full and complete information relating thereto:
12.

Amount of real estate and mortgages held in other invested assets in Schedule BA: .....

\$.....
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 [ X ] No [ ]
- 14.2

If yes, please complete the following:
- |                                                                                                     | 1                                                 | 2                                                  |
|-----------------------------------------------------------------------------------------------------|---------------------------------------------------|----------------------------------------------------|
|                                                                                                     | Prior Year-End<br>Book/Adjusted<br>Carrying Value | Current Quarter<br>Book/Adjusted<br>Carrying Value |
| 14.21 Bonds .....                                                                                   | \$.....0                                          | \$.....                                            |
| 14.22 Preferred Stock .....                                                                         | \$.....500                                        | \$.....500                                         |
| 14.23 Common Stock .....                                                                            | \$.....2,365,824                                  | \$.....2,695,802                                   |
| 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) ..... | \$.....2,366,324                                  | \$.....2,696,302                                   |
| 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 [ X ]
- 15.2

If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? .....  
If no, attach a description with this statement.

Yes [ ] No [ ]

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.

16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.

16.3 Total payable for securities lending reported on the liability page.
- \$

0

\$

0

\$

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
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 [ X ]

- 17.4 If yes, give full 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
Park National Bank 50 N Third St. Newark, OH 43055	U
Merrill Lynch 4661 Sawmill Rd Columbus, OH 43220	U
C. Daniel DeLawder	U
Andrew Dix	U
Douglas Freeman	I

- 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 [ X ] No [ ]

- 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	Park National Bank Trust & Investment Services 50 N Third St Newark, OH 43055	N/A	N/A	DS
8862	Merrill Lynch, Pierce, Fenner & Smith 4661 Sawmill Rd Columbus, OH 43220	N/A	YES	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 - 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

39.050

%

2.2

A&H cost containment percent

0.870

%

2.3

A&H expense percent excluding cost containment expenses

60.000

%

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

\$



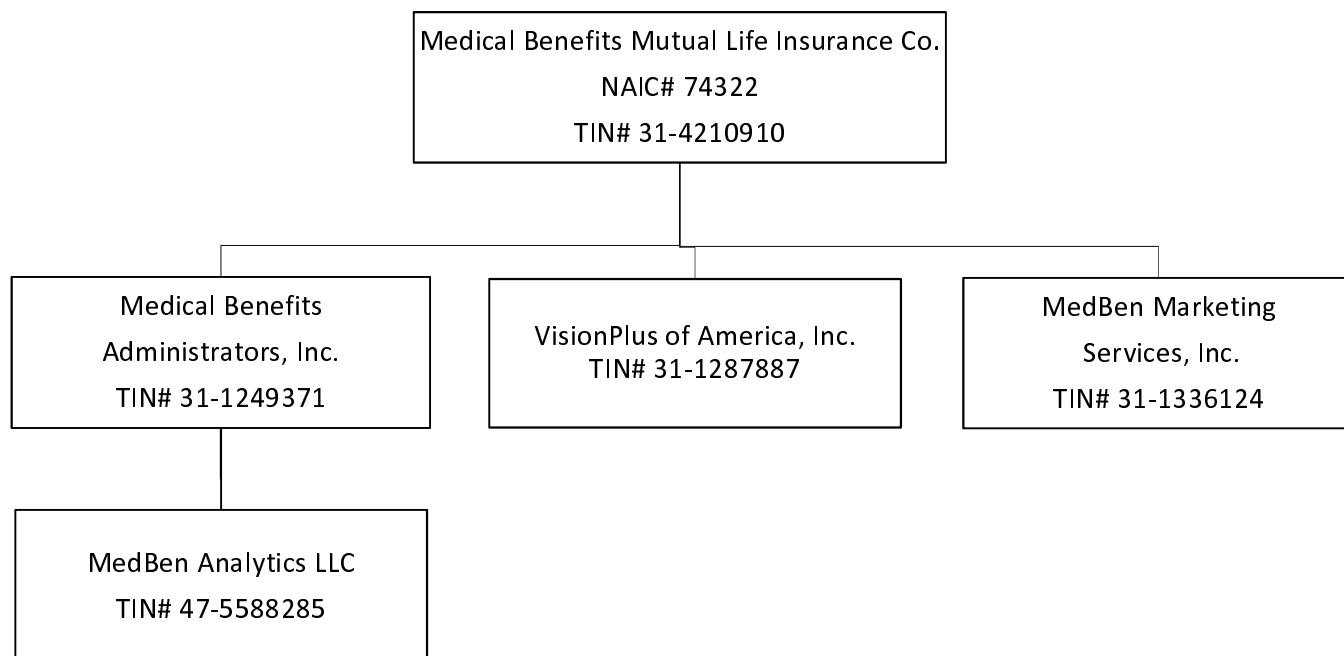
SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Current Year To Date - Allocated by States and Territories

			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	7 Deposit-Type Contracts
			2 Life Insurance Premiums	3 Annuity Considerations				
States, Etc.		1 Active Status						
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	91,938	153,636		245,574	
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	60,198	549,545		609,743	
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	5,904	5,688		11,592	
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	158,040	0	708,869	0	866,909	0
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	0
95.	Totals (Direct Business)	XXX	158,040	0	708,869	0	866,909	0
96.	Plus Reinsurance Assumed	XXX					0	
97.	Totals (All Business)	XXX	158,040	0	708,869	0	866,909	0
98.	Less Reinsurance Ceded	XXX	32,746		(42,803)		(10,057)	
99.	Totals (All Business) less Reinsurance Ceded	XXX	125,294	0	751,672	0	876,966	0
DETAILS OF WRITE-INS								
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
58999.	Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)	XXX	0	0	0	0	0	0
9401.		XXX						
9402.		XXX						
9403.		XXX						
9498.	Summary of remaining write-ins for Line 94 from overflow page	XXX	0	0	0	0	0	0
9499.	Totals (Lines 9401 through 9403 plus 9498)(Line 94 above)	XXX	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.

STATEMENT AS OF SEPTEMBER 30, 2017 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 Trusteed 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. Trusteed 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]



**OVERFLOW PAGE FOR WRITE-INS**

SCHEDULE A - VERIFICATION

Real Estate

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	1,191,883	1,890,366
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....	2,159	20,670
2.2 Additional investment made after acquisition .....		0
3. Current year change in encumbrances .....	345,646	(595,646)
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 .....	90,602	123,507
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8) .....	1,449,086	1,191,883
10. Deduct total nonadmitted amounts .....		0
11. Statement value at end of current period (Line 9 minus Line 10)	1,449,086	1,191,883

SCHEDULE B - VERIFICATION

Mortgage Loans

	1	2
	Year to Date	Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year .....		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		
2.2 Additional investment made after acquisition .....		
3. Capitalized deferred interest and other .....		
4. Accrual of discount .....		
5. Unrealized valuation increase (decrease) .....		
6. Total gain (loss) on disposals .....		
7. Deduct amounts received on disposals .....		
8. Deduct amortization of premium and mortgage investment and commitment fees .....		
9. Total foreign exchange change in book value/recorded investment including 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)		

NONE

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

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

NONE

SCHEDULE D - VERIFICATION

Bonds and Stocks

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year .....	11,178,734	11,541,048
2. Cost of bonds and stocks acquired .....	1,682,687	1,772,502
3. Accrual of discount .....	1,025	1,542
4. Unrealized valuation increase (decrease) .....	497,139	233,619
5. Total gain (loss) on disposals .....	79,039	89,928
6. Deduct consideration for bonds and stocks disposed of .....	1,979,165	2,428,680
7. Deduct amortization of premium .....	17,313	31,225
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) .....	11,442,146	11,178,734
11. Deduct total nonadmitted amounts .....	2,220	2,355
12. Statement value at end of current period (Line 10 minus Line 11)	11,439,926	11,176,379

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) .....	5,215,448	280,617	814,766	(5,003)	4,937,168	5,215,448	4,676,296	5,003,115
2. NAIC 2 (a) .....	0				0	0	0	
3. NAIC 3 (a) .....	0				0	0	0	
4. NAIC 4 (a) .....	0				0	0	0	
5. NAIC 5 (a) .....	0				0	0	0	
6. NAIC 6 (a) .....	0				0	0	0	
7. Total Bonds	5,215,448	280,617	814,766	(5,003)	4,937,168	5,215,448	4,676,296	5,003,115
PREFERRED STOCK								
8. NAIC 1 .....	0				0	0	0	
9. NAIC 2 .....	0				0	0	0	
10. NAIC 3 .....	0				0	0	0	
11. NAIC 4 .....	0				0	0	0	
12. NAIC 5 .....	500				500	500	500	500
13. NAIC 6 .....	0				0	0	0	
14. Total Preferred Stock .....	500	0	0	0	500	500	500	500
15. Total Bonds and Preferred Stock	5,215,948	280,617	814,766	(5,003)	4,937,668	5,215,948	4,676,796	5,003,615

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

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 Totals	1,134,178	XXX	1,134,178	2,068	5,054

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 .....	1,111,519	1,330,643
2. Cost of short-term investments acquired .....	205,972	(415,167)
3. Accrual of discount .....		0
4. Unrealized valuation increase (decrease) .....		0
5. Total gain (loss) on disposals .....		0
6. Deduct consideration received on disposals .....	183,313	(196,043)
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) .....	1,134,178	1,111,519
11. Deduct total nonadmitted amounts .....		0
12. Statement value at end of current period (Line 10 minus Line 11)	1,134,178	1,111,519

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**

STATEMENT AS OF SEPTEMBER 30, 2017 OF THE Medical Benefits Mutual Life Insurance Co.

## SCHEDULE A - PART 2

Showing All Real Estate ACQUIRED AND ADDITIONS MADE During the Current Quarter

1	Location		4	5	6	7	8	9
Description of Property	2 City	3 State	Date Acquired	Name of Vendor	Actual Cost at Time of Acquisition	Amount of Encumbrances	Book/Adjusted Carrying Value Less Encumbrances	Additional Investment Made After Acquisition
Air Conditioner Condenser .....	Newark .....	.OH.....	.07/14/2017 .....	Muetzel Plumbing .....	2,159	0	2,159	
0199999. Acquired by Purchase					2,159	0	2,159	0
0399999 - Totals					2,159	0	2,159	0

## SCHEDULE A - PART 3

Showing All Real Estate DISPOSED During the Quarter, Including Payments During the Final Year on "Sales Under Contract"

[illegible]

# NONE

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 SEPTEMBER 30, 2017 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	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
06744C-FN-6 .....	Barclays Bank PLC Step-Up 2.2500% 8/25/2022 .....		.09/12/2017 .....	Park National Bank .....		25,000	25,000	.27	1.....
3130AB-3Z-7 .....	FHLB 1.5000% 10/7/19 .....		.09/14/2017 .....	Park National Bank .....		250,595	250,000	1,635	1.....
67756Q-VH-7 .....	OHIO ST SHF FIN AGY 1.300% 3/1/21 .....		.09/27/2017 .....	Merrill Lynch .....		5,000	5,000	.0	1.....
3899999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)						280,595	280,000	1,662	XXX
8399997. Total - Bonds - Part 3						280,595	280,000	1,662	XXX
8399998. Total - Bonds - Part 5						XXX	XXX	XXX	XXX
8399999. Total - Bonds						280,595	280,000	1,662	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
025816-10-9 .....	American Express Co .....		.07/31/2017 .....	BZ@PNB .....	175,000	14,928		.0	L.....
808513-10-5 .....	Charles Schwab Corporation .....		.08/07/2017 .....	BZ@PNB .....	350,000	15,035		.0	L.....
219350-10-5 .....	Corning Inc .....		.07/31/2017 .....	BZ@PNB .....	100,000	3,034		.0	L.....
235851-10-2 .....	Danaher Corp .....		.07/28/2017 .....	BZ@PNB .....	35,000	2,870		.0	L.....
26078J-10-0 .....	DowDuPont Inc Com .....		.09/04/2017 .....	BZ@PNB .....	448,700	18,835		.0	L.....
45866F-10-4 .....	Intercontinental Exchange Inc .....		.07/28/2017 .....	BZ@PNB .....	225,000	14,945		.0	L.....
459200-10-1 .....	International Business Machines Corporation .....		.08/03/2017 .....	BZ@PNB .....	75,000	10,848		.0	L.....
700658-10-7 .....	Park National Corporation .....		.09/08/2017 .....	MedBen .....	28,614	2,756		.0	L.....
9099999. Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)						83,253	XXX	0	XXX
922908-88-4 .....	Vanguard Institutional Extended Market .....		.08/30/2017 .....	BZ@PNB .....	260,349	20,000		.0	L.....
922031-71-1 .....	Vanguard Ultra-Short Bond Fund .....		.08/30/2017 .....	BZ@PNB .....	747,757	15,000		.0	L.....
9299999. Subtotal - Common Stocks - Mutual Funds						35,000	XXX	0	XXX
9799997. Total - Common Stocks - Part 3						118,253	XXX	0	XXX
9799998. Total - Common Stocks - Part 5						XXX	XXX	XXX	XXX
9799999. Total - Common Stocks						118,253	XXX	0	XXX
9899999. Total - Preferred and Common Stocks						118,253	XXX	0	XXX
9999999 - Totals						398,848	XXX	1,662	XXX

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

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 Ident- ification	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 Recog- nized	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 Desig- nation or Market In- dicator (a)
912828-WH-9	US Treasury Note .87% 5/15/17		07/01/2017	MedBen		400,000	400,000	399,469	399,469	.0	.0	.0	.0	.0	399,469	.0	.531	.531	1,750	.05/15/2017	1
0599999	Subtotal - Bonds - U.S. Governments					400,000	400,000	399,469	399,469	.0	0	0	0	0	399,469	0	531	531	1,750	XXX	XXX
677520-2X-5	Ohio St Higher Ed 5.00% 8/01/17		08/31/2017	Maturity		20,000	20,000	24,010	20,191	.0	(.191)	.0	(.191)	.0	20,000	.0	.0	.0	.500	08/01/2017	1
677521-AU-0	Ohio State Higher Ed 4.00% 8/1/17		08/01/2017	Maturity		10,000	10,000	11,352	10,026	.0	(26)	.0	(26)	.0	10,000	.0	.0	.0	.200	08/01/2017	1
677521-VP-8	Ohio State Higher Ed 5.00% 8/1/17		08/01/2017	Maturity		15,000	15,000	17,566	15,050	.0	(50)	.0	(50)	.0	15,000	.0	.0	.0	.375	08/01/2017	1
1799999	Subtotal - Bonds - U.S. States, Territories and Possessions					45,000	45,000	52,928	45,267	.0	(267)	0	(267)	0	45,000	0	0	0	1,075	XXX	XXX
313380-EC-7	FHLB .75% 9/8/17		09/08/2017	Maturity		250,000	250,000	249,753	249,989	.0	.10	.0	.10	.0	250,000	.0	.0	.0	.938	09/08/2017	1
3128MC-WD-3	FHLMC #G1-4044 3.00% 1/1/26		09/01/2017	Redemption		3,484	3,484	3,514	3,485	.0	(.1)	.0	(.1)	.0	3,484	.0	.0	.0	.18	01/01/2026	1
3128MM-NM-1	FHLMC #G18395 3.00% 7/1/26		09/01/2017	Redemption		1,397	1,397	1,401	1,396	.0	.1	.0	.1	.0	1,397	.0	.0	.0	.7	07/01/2026	1
3137B1-CD-2	FHLMC 4190 Grp 2 Cl DG 2.00% 4/15/28		09/15/2017	Redemption		48,155	48,155	47,944	48,148	.0	.7	.0	.7	.0	48,155	.0	.0	.0	158	04/15/2028	1
31416X-HY-9	FNMA #AB2046 3.00% 1/1/26		09/01/2017	Redemption		3,958	3,958	3,983	3,959	.0	.0	.0	.0	.0	3,958	.0	.0	.0	.20	01/01/2026	1
31416Y-UH-6	FNMA #AB3296 3.00% 7/1/26		09/01/2017	Redemption		4,938	4,938	4,968	4,939	.0	(.1)	.0	(.1)	.0	4,938	.0	.0	.0	.32	07/01/2026	1
31418A-NK-0	FNMA Pool #MA 1293 2.00% 12/1/27		09/01/2017	Redemption		8,366	8,366	8,635	8,370	.0	(.4)	.0	(.4)	.0	8,366	.0	.0	.0	.28	12/01/2027	1
3199999	Subtotal - Bonds - U.S. Special Revenues					320,298	320,298	320,199	320,286	0	12	0	12	0	320,298	0	0	0	1,201	XXX	XXX
713448-CB-2	Pepsico Incorporated 1.25% 8/13/17		08/13/2017	Maturity		25,000	25,000	24,963	24,999	.0	.1	.0	.1	.0	25,000	.0	.0	.0	.156	08/13/2017	1
949748-GB-0	Wells Fargo & Co 1.40% 09/08/17		09/08/2017	Maturity		25,000	25,000	25,000	25,000	.0	.0	.0	.0	.0	25,000	.0	.0	.0	.175	09/08/2017	1
3899999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					50,000	50,000	49,963	49,999	0	1	0	1	0	50,000	0	0	0	331	XXX	XXX
8399997	Total - Bonds - Part 4					815,298	815,298	822,558	815,021	0	(254)	0	(254)	0	814,766	0	532	532	4,357	XXX	XXX
8399998	Total - Bonds - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8399999	Total - Bonds					815,298	815,298	822,558	815,021	0	(254)	0	(254)	0	814,766	0	532	532	4,357	XXX	XXX
8999997	Total - Preferred Stocks - Part 4					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
8999998	Total - Preferred Stocks - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8999999	Total - Preferred Stocks					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
166764-10-0	Chevron Corp		07/28/2017	Park National Bank	75,000	7,863		6,053	7,825	(1,772)	.0	.0	(1,772)	.0	6,053	.0	1,810	1,810	.0		
191216-10-0	Coca Cola Company		09/06/2017	Park National Bank	200,000	9,046		4,900	8,970	(4,070)	.0	.0	(4,070)	.0	4,900	.0	4,145	4,145	.74		
26078J-10-0	DowDuPont Inc Com		09/14/2017	Park National Bank	0.700	.45		.44	.0	.0	.0	.0	.0	.0	.44	.0	.1	.1	.0		
263534-10-9	Du Pont E I De Nemours		09/30/2017	Park National Bank	350,000	18,834		18,834	20,178	(9,414)	.0	.0	(9,414)	.0	18,834	.0	.0	.0	.0		
26441C-20-4	Duke Energy Corp New		09/01/2017	Park National Bank	85,000	7,451		3,571	7,105	(3,535)	.0	.0	(3,535)	.0	3,571	.0	3,881	3,881	.0		
30231G-10-2	Exxon Mobil Corporation		07/28/2017	Park National Bank	35,000	2,816		2,863	2,826	.38	.0	.0	.38	.0	2,863	.0	(.47)	(.47)	.0		
370334-10-4	General Mills Inc.		09/07/2017	Park National Bank	25,000	1,342		1,751	1,365	.366	.0	.0	.366	.0	1,751	.0	(.409)	(.409)	.12		
406216-10-1	Halliburton Company		07/28/2017	Park National Bank	50,000	2,137		1,691	2,136	(.445)	.0	.0	(.445)	.0	1,691	.0	.447	.447	.0		
654106-10-3	Nike Inc		07/26/2017	Park National Bank	250,000	14,962		13,453	8,850	(1,297)	.0	.0	(1,297)	.0	13,453	.0	1,509	1,509	.45		
713448-10-8	PepsiCo Inc		09/06/2017	Park National Bank	75,000	8,720		4,053	8,662	(4,608)	.0	.0	(4,608)	.0	4,053	.0	4,667	4,667	.60		
717081-10-3	Pfizer Inc		09/01/2017	Park National Bank	64,000	2,145		1,418	2,150	(.732)	.0	.0	(.732)	.0	1,418	.0	.727	.727	.0		
742718-10-9	Praetor & Gamble Company		09/01/2017	Park National Bank	100,000	9,050		5,591	8,715	(3,124)	.0	.0	(3,124)	.0	5,591	.0	3,459	3,459	.39		
780259-20-6	Royal Dutch Shell PLC		07/28/2017	Park National Bank	35,000	1,905		2,010	1,862	.148	.0	.0	.148	.0	2,010	.0	(.105)	(.105)	.0		
806857-10-8	Schlumberger Ltd		07/28/2017	Park National Bank	25,000	1,679		2,157	1,646	.511	.0	.0	.511	.0	2,157	.0	(.478)	(.478)	.13		
871829-10-7	Sysco Corporation		09/05/2017	Park National Bank	50,000	2,635		2,034	2,517	(.482)	.0	.0	(.482)	.0	2,034	.0	.601	.601	.17		
92343V-10-4	Verizon Communications		09/30/2017	Park National Bank	50,000	2,348		2,329	.0	.96	.0	.0	.96	.0	2,329	.0	.19	.19	.29		
949746-10-1	Wells Fargo & Co (New)		07/26/2017	Park National Bank	400,000	21,663		19,831	22,164	(2,333)	.0	.0	(2,333)	.0	19,831	.0	1,831	1,831	.0		
9099999	Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					114,641	XXX	92,583	106,988	(30,653)	0	0	(30,653)	0	92,583	0	22,058	22,058	289	XXX	XXX
92204A-40-5	Vanguard Financials ETF		09/01/2017	Park National Bank	50,000	3,100		1,933	3,128	(1,195)	.0	.0	(1,195)	.0	1,933	.0	1,167	1,167	.14		
9299999	Subtotal - Common Stocks - Mutual Funds					3,100	XXX	1,933	3,128	(1,195)	0	0	(1,195)	0	1,933	0	1,167	1,167	14	XXX	XXX
9799997	Total - Common Stocks - Part 4					117,741	XXX	94,516	110,116	(31,848)	0	0	(31,848)	0	94,516	0	23,226	23,226	302	XXX	XXX
9799998	Total - Common Stocks - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
9799999	Total - Common Stocks					117,741	XXX	94,516	110,116	(31,848)	0	0	(31,848)	0	94,516	0	23,226	23,226	302	XXX	XXX
9899999	Total - Preferred and Common Stocks					117,741	XXX	94,516	110,116	(31,848)	0	0	(31,848)	0	94,516	0	23,226	23,226	302	XXX	XXX
9999999	Totals					933,039	XXX	917,074	925,136	(31,848)	(254)	0	(32,102)	0	909,282	0	23,757	23,757	4,660	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**

STATEMENT AS OF SEPTEMBER 30, 2017 OF THE Medical Benefits Mutual Life Insurance Co.

## SCHEDULE E - PART 1 - CASH

[illegible]

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

**N O N E**