



QUARTERLY STATEMENT

AS OF MARCH 31, 2018
OF THE CONDITION AND AFFAIRS OF THE

CareSource

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

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

Country of Domicile United States

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

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

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

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

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

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

Internet Web Site Address www.caresource.com

Statutory Statement Contact Jeremy Heimgartner 937-487-5047
(Name) (Area Code) (Telephone Number) (Extension)

jeremy.heimgartner@caresource.com 937-396-3438
(E-Mail Address) (FAX Number)

OFFICERS

Name	Title	Name	Title
<u>Erhardt H. Preitauer #</u>	<u>President and Chief Executive Officer</u>	<u>L. Tarlton Thomas III</u>	<u>Chief Operating Officer</u>
<u>Stephen L. Ringel</u>	<u>President, Ohio Market</u>	<u>David W. Goltz</u>	<u>Chief Financial Officer</u>

OTHER OFFICERS

<u>Daniel J. McCabe</u>	<u>Chief Administrative Officer</u>
-------------------------	-------------------------------------

DIRECTORS OR TRUSTEES

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

State of Ohio

ss

County of Montgomery

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

David W. Goltz
Chief Financial Officer

L. Tarlton Thomas III
Chief Operating Officer

Stephen L. Ringel
President, Ohio Market

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

b. If no:

1. State the amendment number _____
2. Date filed _____
3. Number of pages attached _____

Subscribed and sworn to before me this _____ day of _____

STATEMENT AS OF MARCH 31, 2018 OF THE CareSource

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	751,470,850		751,470,850	595,114,854
2. Stocks:				
2.1 Preferred stocks			0	0
2.2 Common stocks	161,125,914		161,125,914	157,405,382
3. Mortgage loans on real estate:				
3.1 First liens			0	0
3.2 Other than first liens			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances)			0	0
4.2 Properties held for the production of income (less \$ encumbrances)			0	0
4.3 Properties held for sale (less \$ encumbrances)			0	0
5. Cash (\$518,015,731), cash equivalents (\$81,687,954) and short-term investments (\$ 0)	599,703,685		599,703,685	650,938,953
6. Contract loans (including \$ premium notes)			0	0
7. Derivatives	0		0	0
8. Other invested assets	0		0	0
9. Receivables for securities			0	0
10. Securities lending reinvested collateral assets			0	0
11. Aggregate write-ins for invested assets	1,060,942	1,060,942	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	1,513,361,391	1,060,942	1,512,300,449	1,403,459,190
13. Title plants less \$ charged off (for Title insurers only)			0	0
14. Investment income due and accrued	5,808,371		5,808,371	4,338,208
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	149,706,927	2,066,478	147,640,449	138,738,411
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 (\$7,482,760)	7,482,760		7,482,760	7,243,933
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	0		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	35,729,165		35,729,165	40,353,905
18.1 Current federal and foreign income tax recoverable and interest thereon			0	0
18.2 Net deferred tax asset			0	0
19. Guaranty funds receivable or on deposit			0	0
20. Electronic data processing equipment and software			0	0
21. Furniture and equipment, including health care delivery assets (\$)			0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
23. Receivables from parent, subsidiaries and affiliates			0	0
24. Health care (\$128,041,857) and other amounts receivable	133,097,294	5,055,437	128,041,857	126,845,246
25. Aggregate write-ins for other-than-invested assets	500,287	500,287	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	1,845,686,195	8,683,144	1,837,003,051	1,720,978,894
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
28. Total (Lines 26 and 27)	1,845,686,195	8,683,144	1,837,003,051	1,720,978,894
DETAILS OF WRITE-INS				
1101. Investment in CareSource Foundation	1,060,942	1,060,942	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)	1,060,942	1,060,942	0	0
2501. Prepaid Assets	500,287	500,287	0	0
2502.			0	0
2503.			0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	500,287	500,287	0	0

STATEMENT AS OF MARCH 31, 2018 OF THE CareSource

LIABILITIES, CAPITAL AND SURPLUS

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$18,733,244 reinsurance ceded).....	661,792,866		661,792,866	644,832,480
2. Accrued medical incentive pool and bonus amounts	11,543,840		11,543,840	9,406,021
3. Unpaid claims adjustment expenses	15,381,086		15,381,086	16,686,379
4. Aggregate health policy reserves including the liability of \$ for medical loss ratio rebate per the Public Health Service Act			0	0
5. Aggregate life policy reserves			0	0
6. Property/casualty unearned premium reserve			0	0
7. Aggregate health claim reserves			0	0
8. Premiums received in advance	40,647,129		40,647,129	41,594,418
9. General expenses due or accrued	174,611,929		174,611,929	170,823,810
10.1 Current federal and foreign income tax payable and interest thereon (including \$ on realized gains (losses))			0	0
10.2 Net deferred tax liability.....			0	0
11. Ceded reinsurance premiums payable			0	0
12. Amounts withheld or retained for the account of others			0	0
13. Remittances and items not allocated			0	0
14. Borrowed money (including \$ current) and interest thereon \$ (including \$ current)			0	0
15. Amounts due to parent, subsidiaries and affiliates	12,961,248		12,961,248	27,326,694
16. Derivatives.....			0	0
17. Payable for securities			0	0
18. Payable for securities lending			0	0
19. Funds held under reinsurance treaties (with \$ authorized reinsurers, \$ unauthorized reinsurers and \$ certified reinsurers)			0	0
20. Reinsurance in unauthorized and certified (\$) companies			0	0
21. Net adjustments in assets and liabilities due to foreign exchange rates			0	0
22. Liability for amounts held under uninsured plans	7,799,979		7,799,979	6,350,727
23. Aggregate write-ins for other liabilities (including \$ current)	0	0	0	0
24. Total liabilities (Lines 1 to 23).....	924,738,077	0	924,738,077	917,020,529
25. Aggregate write-ins for special surplus funds	XXX	XXX	0	0
26. Common capital stock	XXX	XXX	0	0
27. Preferred capital stock	XXX	XXX	0	0
28. Gross paid in and contributed surplus	XXX	XXX	17,200,000	17,200,000
29. Surplus notes	XXX	XXX	0	0
30. Aggregate write-ins for other-than-special surplus funds	XXX	XXX	0	0
31. Unassigned funds (surplus)	XXX	XXX	895,064,974	786,758,368
32. Less treasury stock, at cost:				
32.1 shares common (value included in Line 26 \$)	XXX	XXX	0	0
32.2 shares preferred (value included in Line 27 \$)	XXX	XXX	0	0
33. Total capital and surplus (Lines 25 to 31 minus Line 32)	XXX	XXX	912,264,974	803,958,368
34. Total liabilities, capital and surplus (Lines 24 and 33)	XXX	XXX	1,837,003,051	1,720,978,897
DETAILS OF WRITE-INS				
2301.			0	0
2302.			0	0
2303.			0	0
2398. Summary of remaining write-ins for Line 23 from overflow page	0	0	0	0
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)	0	0	0	0
2501.	XXX	XXX	0	0
2502.	XXX	XXX	0	0
2503.	XXX	XXX	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	XXX	XXX	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	XXX	XXX	0	0
3001. Contributed Surplus (Land).....	XXX	XXX	0	0
3002.	XXX	XXX	0	0
3003.	XXX	XXX	0	0
3098. Summary of remaining write-ins for Line 30 from overflow page	XXX	XXX	0	0
3099. Totals (Lines 3001 through 3003 plus 3098) (Line 30 above)	XXX	XXX	0	0

STATEMENT OF REVENUE AND EXPENSES

	Current Year To Date		Prior Year To Date	Prior Year Ended December 31
	1 Uncovered	2 Total	3 Total	4 Total
1. Member Months.....	XXX	4,228,158	4,244,889	16,809,324
2. Net premium income (including \$ non-health premium income).....	XXX	2,043,811,600	1,906,009,943	7,742,803,809
3. Change in unearned premium reserves and reserve for rate credits	XXX	(74,609)	499,520	1,504,332
4. Fee-for-service (net of \$ medical expenses)	XXX		0	0
5. Risk revenue	XXX		0	0
6. Aggregate write-ins for other health care related revenues	XXX	9,028,683	5,894,284	40,084,355
7. Aggregate write-ins for other non-health revenues	XXX	0	0	0
8. Total revenues (Lines 2 to 7)	XXX	2,052,765,674	1,912,403,747	7,784,392,496
Hospital and Medical:				
9. Hospital/medical benefits		812,750,728	1,187,654,400	4,788,314,647
10. Other professional services		411,032,441	9,531,584	36,083,628
11. Outside referrals			0	0
12. Emergency room and out-of-area		73,134,706	76,213,832	330,792,368
13. Prescription drugs		416,169,306	406,874,591	1,579,641,153
14. Aggregate write-ins for other hospital and medical.....	0	0	0	0
15. Incentive pool, withhold adjustments and bonus amounts.....		2,678,300	2,957,410	23,111,014
16. Subtotal (Lines 9 to 15)	0	1,715,765,481	1,683,231,817	6,757,942,810
Less:				
17. Net reinsurance recoveries		7,689,965	4,900,159	35,428,314
18. Total hospital and medical (Lines 16 minus 17)	0	1,708,075,516	1,678,331,658	6,722,514,496
19. Non-health claims (net).....			0	0
20. Claims adjustment expenses, including \$ 34,291,752 cost containment expenses.....		39,938,765	36,274,025	173,841,756
21. General administrative expenses.....		203,613,709	231,404,728	886,270,888
22. Increase in reserves for life and accident and health contracts (including \$ increase in reserves for life only).....			0	0
23. Total underwriting deductions (Lines 18 through 22)	0	1,951,627,990	1,946,010,411	7,782,627,140
24. Net underwriting gain or (loss) (Lines 8 minus 23)	XXX	101,137,684	(33,606,664)	1,765,356
25. Net investment income earned		6,690,495	4,896,768	25,427,372
26. Net realized capital gains (losses) less capital gains tax of \$		(12,497)	(55,201)	957,043
27. Net investment gains (losses) (Lines 25 plus 26)	0	6,677,998	4,841,567	26,384,415
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$) (amount charged off \$)]			0	0
29. Aggregate write-ins for other income or expenses	0	0	0	0
30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29)	XXX	107,815,682	(28,765,097)	28,149,771
31. Federal and foreign income taxes incurred	XXX		0	0
32. Net income (loss) (Lines 30 minus 31)	XXX	107,815,682	(28,765,097)	28,149,771
DETAILS OF WRITE-INS				
0601. Pay for Performance Revenue (P4P).....	XXX	5,985,648	5,894,284	22,726,146
0602. Quality Withhold.....	XXX	3,043,035	0	17,358,209
0603.	XXX		0	0
0698. Summary of remaining write-ins for Line 6 from overflow page	XXX	0	0	0
0699. Totals (Lines 0601 through 0603 plus 0698) (Line 6 above)	XXX	9,028,683	5,894,284	40,084,355
0701.	XXX		0	0
0702.	XXX		0	0
0703.	XXX		0	0
0798. Summary of remaining write-ins for Line 7 from overflow page	XXX	0	0	0
0799. Totals (Lines 0701 through 0703 plus 0798) (Line 7 above)	XXX	0	0	0
1401.			0	0
1402.			0	0
1403.			0	0
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0	0
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above)	0	0	0	0
2901.			0	0
2902.			0	0
2903.			0	0
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	0	0	0	0

STATEMENT OF REVENUE AND EXPENSES (Continued)

	1	2	3
	Current Year To Date	Prior Year To Date	Prior Year Ended December 31
CAPITAL & SURPLUS ACCOUNT			
33. Capital and surplus prior reporting year.....	803,958,362	740,935,920	740,935,920
34. Net income or (loss) from Line 32	107,815,682	(28,765,097)	28,149,771
35. Change in valuation basis of aggregate policy and claim reserves		0	0
36. Change in net unrealized capital gains (losses) less capital gains tax of \$	(546,392)	7,833,293	20,789,990
37. Change in net unrealized foreign exchange capital gain or (loss)		0	0
38. Change in net deferred income tax		0	0
39. Change in nonadmitted assets	1,264,700	8,577,666	16,026,492
40. Change in unauthorized and certified reinsurance	0	0	0
41. Change in treasury stock	0	0	0
42. Change in surplus notes	0	0	0
43. Cumulative effect of changes in accounting principles		0	0
44. Capital Changes:			
44.1 Paid in		0	0
44.2 Transferred from surplus (Stock Dividend)		0	0
44.3 Transferred to surplus		0	0
45. Surplus adjustments:			
45.1 Paid in		0	0
45.2 Transferred to capital (Stock Dividend)	0	0	0
45.3 Transferred from capital	(227,384)	(269,762)	(1,943,811)
46. Dividends to stockholders	0	0	0
47. Aggregate write-ins for gains or (losses) in surplus	0	0	0
48. Net change in capital and surplus (Lines 34 to 47)	108,306,606	(12,623,900)	63,022,442
49. Capital and surplus end of reporting period (Line 33 plus 48)	912,264,968	728,312,020	803,958,362
DETAILS OF WRITE-INS			
4701. Dividend in Kind to Parent Company.....		0	0
4702.		0	0
4703.			
4798. Summary of remaining write-ins for Line 47 from overflow page	0	0	0
4799. Totals (Lines 4701 through 4703 plus 4798) (Line 47 above)	0	0	0

STATEMENT AS OF MARCH 31, 2018 OF THE CareSource

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
Cash from Operations			
1. Premiums collected net of reinsurance.....	2,041,838,886	1,885,149,548	7,695,869,764
2. Net investment income	5,979,605	5,395,705	30,163,665
3. Miscellaneous income	(345,267)	5,144,338	32,877,412
4. Total (Lines 1 to 3)	2,047,473,224	1,895,689,591	7,758,910,841
5. Benefit and loss related payments	1,685,904,598	1,571,071,377	6,607,952,596
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....		0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	249,361,102	246,853,219	1,025,079,072
8. Dividends paid to policyholders		0	0
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses).....	0	(1,124,292)	(2,220,391)
10. Total (Lines 5 through 9)	1,935,265,700	1,816,800,304	7,630,811,277
11. Net cash from operations (Line 4 minus Line 10)	112,207,525	78,889,287	128,099,564
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	35,031,642	30,525,699	217,229,689
12.2 Stocks	0	4,158,652	23,428,797
12.3 Mortgage loans	0	0	0
12.4 Real estate	0	0	0
12.5 Other invested assets	0	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	0	(181,653)
12.7 Miscellaneous proceeds	93,090	64,099	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	35,124,733	34,748,450	240,476,833
13. Cost of investments acquired (long-term only):			
13.1 Bonds	192,525,906	45,474,873	205,590,466
13.2 Stocks	3,993,513	4,669,525	19,539,584
13.3 Mortgage loans	0	0	0
13.4 Real estate	0	0	0
13.5 Other invested assets	0	0	0
13.6 Miscellaneous applications	0	499,116	499,116
13.7 Total investments acquired (Lines 13.1 to 13.6)	196,519,419	50,643,515	225,629,167
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)	(161,394,686)	(15,895,064)	14,847,667
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes	0	0	0
16.2 Capital and paid in surplus, less treasury stock.....	(2,000,000)	(2,000,000)	(2,000,000)
16.3 Borrowed funds	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities	0	0	0
16.5 Dividends to stockholders	0	0	0
16.6 Other cash provided (applied).....	(48,106)	(461,736)	(316,961)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	(2,048,106)	(2,461,736)	(2,316,961)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(51,235,268)	60,532,487	140,630,269
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	650,938,953	510,308,684	510,308,684
19.2 End of period (Line 18 plus Line 19.1)	599,703,685	570,841,170	650,938,953

STATEMENT AS OF MARCH 31, 2018 OF THE CareSource

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefits Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
Total Members at end of:										
1. Prior Year	1,365,905	57,473	.0	.0	.0	.0	.0	19,912	1,288,520	.0
2. First Quarter	1,400,927	83,980	.0	.0	.0	.0	.0	20,846	1,296,101	.0
3. Second Quarter .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
4. Third Quarter .....	.0									
5. Current Year	0									
6. Current Year Member Months	4,228,158	252,479						61,955	3,913,724	
Total Member Ambulatory Encounters for Period:										
7. Physician	2,334,188	102,632						94,616	2,136,940	
8. Non-Physician	2,249,457	74,867						393,777	1,780,813	
9. Total	4,583,645	177,499	0	0	0	0	0	488,393	3,917,753	0
10. Hospital Patient Days Incurred	209,939	5,818						15,206	188,915	
11. Number of Inpatient Admissions	49,352	1,361						2,847	45,144	
12. Health Premiums Written (a).....	2,051,961,942	124,585,037						81,557,560	1,845,819,345	
13. Life Premiums Direct.....	.0									
14. Property/Casualty Premiums Written .....	.0									
15. Health Premiums Earned	2,051,887,333	124,585,037						81,482,951	1,845,819,345	
16. Property/Casualty Premiums Earned .....	.0									
17. Amount Paid for Provision of Health Care Services	1,720,950,121	80,263,006						76,653,402	1,564,033,713	
18. Amount Incurred for Provision of Health Care Services	1,715,765,481	85,191,865						76,865,592	1,553,708,024	

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

STATEMENT AS OF MARCH 31, 2018 OF THE CareSource

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

Line of Business	Claims Paid Year to Date		Liability End of Current Quarter		5 Claims Incurred in Prior Years (Columns 1 + 3)	6 Estimated Claim Reserve and Claim Liability Dec. 31 of Prior Year
	1	2	3	4		
	On Claims Incurred Prior to January 1 of Current Year	On Claims Incurred During the Year	On Claims Unpaid Dec. 31 of Prior Year	On Claims Incurred During the Year		
1. Comprehensive (hospital and medical)	18,783,539	53,014,014	13,418,886	28,113,694	32,202,425	27,960,637
2. Medicare Supplement .....					.0	.0
3. Dental only .....					.0	.0
4. Vision only .....					.0	.0
5. Federal Employees Health Benefits Plan .....					.0	.0
6. Title XVIII - Medicare	33,773,853	41,796,360	9,052,969	42,865,280	42,826,822	44,178,429
7. Title XIX - Medicaid	496,014,772	1,062,558,838	76,761,516	491,580,522	572,776,288	572,693,414
8. Other health .....					.0	.0
9. Health subtotal (Lines 1 to 8).....	548,572,164	1,157,369,212	99,233,371	562,559,496	647,805,535	644,832,480
10. Health care receivables (a)	31,018,555	512,532	32,630,973	32,239,166	63,649,528	78,896,679
11. Other non-health .....					.0	.0
12. Medical incentive pools and bonus amounts		540,481	2,485,844	9,057,996	2,485,844	9,406,021
13. Totals (Lines 9-10+11+12)	517,553,609	1,157,397,161	69,088,242	539,378,326	586,641,851	575,341,822

6

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

NOTES TO FINANCIAL STATEMENTS

1A. Summary of Significant Accounting Policies

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

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

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

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

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

The effects of the foregoing variances from GAAP on the accompanying statutory-basis financial statements are (\$2,950,471).

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

NET INCOME/(LOSS)	SSAP #	F/S Page	F/S Line #	March 31, 2018	December 31, 2017
1) CS Ohio state basis (Page 4, Line 32, Columns 2 & 4)	N/A	4	32	\$ 107,815,682.00	\$ 28,149,771.00
2) State Prescribed Practices that are an increase/(decrease) NAIC SAP:				\$ -	\$ -
3) State Permitted Practices that are an increase/(decrease) NAIC SAP:				\$ -	\$ -
4) NAIC SAP (1-2-3=4)	N/A	4	32	\$ 107,815,682.00	\$ 28,149,771.00
SURPLUS					
1) CS Ohio state basis (Page 3, Line 33, Columns 3 & 4)	N/A	3	33	\$ 912,264,974.00	\$ 803,958,368.00
2) State Prescribed Practices that are an increase/(decrease) NAIC SAP:				\$ -	\$ -
3) State Permitted Practices that are an increase/(decrease) NAIC SAP:				\$ -	\$ -
4) NAIC SAP (5-6-7=8)	N/A	3	33	\$ 912,264,974.00	\$ 803,958,368.00

1B. Use of Estimates – No change

1C. Accounting Policy – No change

Reinsurance

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

	March 31, 2018	March 31, 2017
	Written & Earned Premiums	Written & Earned Premiums
Direct premiums	\$ 2,051,961,941.00	\$ 1,911,479,067.00
Ceded premiums		
Non-affiliates	(8,150,341.00)	(5,469,124.00)
Affiliates	-	-
Net premiums	\$ 2,043,811,600.00	\$ 1,906,009,943.00

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

NOTES TO FINANCIAL STATEMENTS

Significant Provider

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

As of March 31, 2018 PFK was paid \$114,006,865 for services rendered, prior to chargebacks of \$53,298,111. Chargebacks resulted from CS directly paying certain non-PFK providers under the contract. The CS membership capitated by the provider constituted approximately 13% and 13% of total CS membership in 2018 and 2017.

At March 31, 2018 CS recorded a capitation chargeback receivable from PFK for \$49,888,353.

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

2. Accounting Changes and Correction of Errors – None

3. Business Combinations and Goodwill – None

4. Discontinued Operations – None

5. Investments

A. Mortgage Loans - None

B. Debt Restructuring - None

C. Reverse Mortgage - None

D. Loan-Backed Securities:

(1) Prepayment Assumptions - None

(2) Securities with a recognized OTTI – None

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

(4) Impaired Securities without recognized OTTI – None

(5) Additional information –

Management regularly reviews the value of CS's investments. If the value of any investment falls below its cost basis, the decline in value is analyzed to determine whether it is other-than-temporary impairment. The decision to record an impairment loss incorporates both quantitative criteria and qualitative information. The Company considers a number of factors including, but not limited to: (a) the length of time and the extent to which the fair value has been less than book value, (b) the financial condition and near term prospects of the issuer, (c.i.) for non-interest-related declines in corporate and government bonds, the intent and ability of CS to retain its investment for a period of time sufficient to allow for any anticipated recovery in value, (c.ii.) for interest related declines in corporate and government bonds, the intent of CS to sell the investment at the reporting date, (c.iii.) for mortgage-backed securities, whether CS expects to recover the entire amortized cost basis of the security and whether CS has the intent to sell or intent and ability to hold the investments for a period of time sufficient to allow for any anticipated recovery in value, (d) whether the debtor is current on interest and principal payments, and (e) general market conditions and industry or sector specific factors. As of March 31, 2018 the Company holds \$90.7M of mortgage or other loan backed securities, none of which meet the criteria for impairment.

CS does not hold any investments as of March 31, 2018 that are subject to redemption restrictions or penalties therefore all holdings can be liquidated immediately upon request, without penalty.

E. Dollar Repurchase Agreements and/or Securities Lending Transactions – None

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing – None

G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing – None

H. Repurchase Agreements Transactions Accounted for as a Sale – None

I. Reverse Repurchase Agreements Transactions Accounted for as a Sale – None

J. Real estate

(1) Impairment Losses – None

(2) Sale of Real Estate – None

(3) Change of Plans – None

(4) Retail Land Sales – None

(5) Real Estate with Mortgage Loans – None

K. Low income housing – None

L. Restricted assets (Including Pledged).

NOTES TO FINANCIAL STATEMENTS

	1	2	3	4	5	6	7
	Total Gross (Admitted & Nonadmitted) Restricted from Current Year	Total Gross (Admitted & Nonadmitted) Restricted From Prior Year	Increase/ Decrease (1 minus 2)	Total Current Year Nonadmitted Restricted	Total Current Year Restricted (1 minus 4)	Gross (Admitted & Nonadmitted) Restricted to Total Assets (a)	Admitted Restricted to Total Admitted Assets (b)
a. Subject to contractual obligation for which liability is not shown	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	0.00%
b. Collateral held under security lending agreements	\$ -	\$ -	\$ -	\$ -	\$ -	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. Letter stock or securities restricted as to sale - excluding FHLB capital stock	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	0.00%
i. FHLB capital stock	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	0.00%
j. On deposit with states	\$ 3,500,000.00	\$ 3,500,000.00	\$ -	\$ -	\$ 3,500,000.00	0.20%	0.20%
k. On deposit with other regulatory bodies	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	0.00%
l. Pledged as collateral to FHLB (including assets backing funding agreements)	\$ 87,651,601.00	\$ 86,250,559.00	\$ 1,401,042.00	\$ -	\$ 87,651,601.00	4.70%	4.70%
m. Pledged as collateral not captured in other categories	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	0.00%
n. Other restricted assets	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	0.00%
o. Total Restricted Assets	\$ 91,151,601.00	\$ 89,750,559.00	\$ 1,401,042.00	\$ -	\$ 91,151,601.00	4.90%	4.90%

M. Working Capital Finance Investments – None

N. Offsetting and Netting of Assets and Liabilities –None

O. As of March 31, 2018, CS has \$233 million in structured bonds.

NOTES TO FINANCIAL STATEMENTS

CUSIP Identification	Actual Cost	Fair Value	Book/Adjusted Carrying Value	Mortgage-Referenced Security (Y/N)
06048WVJ6	\$ 15,000,000.00	\$ 14,603,235.00	\$ 15,000,000.00	N
06366RLS2	\$ 5,000,000.00	\$ 4,234,700.00	\$ 5,000,000.00	N
064159CG9	\$ 10,000,000.00	\$ 9,585,900.00	\$ 10,000,000.00	N
06744CPD7	\$ 10,000,000.00	\$ 9,956,510.00	\$ 10,000,000.00	N
22548Q7D1	\$ 10,000,000.00	\$ 9,502,900.00	\$ 10,000,000.00	N
33834JAA9	\$ 5,000,000.00	\$ 5,381,640.15	\$ 5,000,000.00	N
33834JAA9	\$ 5,000,000.00	\$ 5,381,640.15	\$ 5,000,000.00	N
33834KAA6	\$ 5,000,000.00	\$ 5,523,763.16	\$ 5,000,000.00	N
33834PAB3	\$ 10,000,000.00	\$ 9,199,300.00	\$ 10,000,000.00	N
38147QSG2	\$ 5,000,000.00	\$ 4,869,300.00	\$ 5,000,000.00	N
38148TMS5	\$ 10,000,000.00	\$ 9,623,670.00	\$ 10,000,000.00	N
38148TMU0	\$ 5,000,000.00	\$ 4,765,650.00	\$ 5,000,000.00	N
38150A2Q7	\$ 5,000,000.00	\$ 4,803,545.00	\$ 5,000,000.00	N
40432X7F2	\$ 5,000,000.00	\$ 4,986,700.00	\$ 5,000,000.00	N
40433UJ49	\$ 5,000,000.00	\$ 4,829,810.00	\$ 5,000,000.00	N
48126D5U9	\$ 5,000,000.00	\$ 4,945,650.00	\$ 5,000,000.00	N
48126D6L8	\$ 4,962,500.00	\$ 4,961,000.00	\$ 4,973,930.01	N
48126D6V6	\$ 4,925,000.00	\$ 4,946,500.00	\$ 4,942,002.05	N
48126DBT5	\$ 4,975,000.00	\$ 4,859,300.00	\$ 4,984,031.58	N
48126DLV9	\$ 5,000,000.00	\$ 4,598,100.00	\$ 5,000,000.00	N
48126NSY4	\$ 2,970,000.00	\$ 3,017,907.00	\$ 2,978,837.38	N
78008SLI8	\$ 5,000,000.00	\$ 4,839,300.00	\$ 5,000,000.00	N
78008SWB8	\$ 5,000,000.00	\$ 4,858,100.00	\$ 5,000,000.00	N
78010UCX3	\$ 5,000,000.00	\$ 4,979,900.00	\$ 5,000,000.00	N
78010UCZ8	\$ 4,975,000.00	\$ 4,943,600.00	\$ 4,980,520.19	N
78012KAH0	\$ 10,000,000.00	\$ 9,300,380.00	\$ 10,000,000.00	N
89233P6P6	\$ 2,985,000.00	\$ 2,952,540.00	\$ 2,990,531.22	N
89233P6R2	\$ 5,000,000.00	\$ 4,738,150.00	\$ 5,000,000.00	N
89233P7J9	\$ 4,417,500.00	\$ 4,793,150.00	\$ 4,555,460.53	N
89236TBK0	\$ 4,950,000.00	\$ 4,956,050.00	\$ 4,962,417.46	N
89236TER2	\$ 15,000,000.00	\$ 14,699,430.00	\$ 15,000,000.00	N
94986RHC8	\$ 3,000,000.00	\$ 2,998,836.00	\$ 3,000,000.00	N
94986RKV2	\$ 5,000,000.00	\$ 4,836,050.00	\$ 5,000,000.00	N
94986RNL3	\$ 5,000,000.00	\$ 4,892,150.00	\$ 5,000,000.00	N
94986RNZ0	\$ 5,000,000.00	\$ 4,841,700.00	\$ 5,000,000.00	N
94986RYA3	\$ 5,000,000.00	\$ 4,808,550.00	\$ 5,000,000.00	N
95000N3L1	\$ 10,000,000.00	\$ 9,798,500.00	\$ 10,000,000.00	N
Total	\$ 233,160,000.00	\$ 227,813,106.46	\$ 233,367,730.41	

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

7. Investment Income – No change

8. Derivative Instruments – None

9. Income Taxes – No change

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

11. Debt – None

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

13. Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations – No change

NOTES TO FINANCIAL STATEMENTS

14. Contingencies – No change

15. Leases – No change

16. Information about financial instruments with off-balance sheet risk and financial instruments with concentrations of credit risk – Not applicable

17. Sale, transfer and servicing of financial assets and extinguishments of liabilities

- a. Transfers of receivables reported as sales - None
- b. Transfer and servicing of financial assets - None
- c. Wash sales - None

18. Gain or Loss to the reporting entity from uninsured plans and the uninsured portion of partially insured plans – No Change

19. Direct premium written/produced by managing general agents/third party administrators – Not applicable

20. Fair Value Measurements –

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

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

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

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

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

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

Debt and Equity Securities

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

Cash, Cash Equivalents, and Short-Term Investments

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

(1) Fair Value Measurements at Reporting Date

NOTES TO FINANCIAL STATEMENTS

<u>Fair Value Measurements at March 31, 2018</u>	(Level 1)	(Level 2)	(Level 3)	Total
a. Assets at fair value				
Cash Equivalent (E-2)				
Exempt MM Mutual Fund	500,128.00	0.00	0.00	500,128.00
Other MM Mutual Fund	1,252,656.42	0.00	0.00	1,252,656.42
Total Cash Equivalent (E-2)	1,752,784.42	0.00	0.00	1,752,784.42
Long Term (D-1)				
Indust. & Misc.	10,163,750.00	0.00	0.00	10,163,750.00
Total Long Term (D-1)	10,163,750.00	0.00	0.00	10,163,750.00
Common Stock (D-2.2)				
Mutual Funds	161,125,914.40	0.00	0.00	161,125,914.40
Total Common Stock (D-2.2)	161,125,914.40	0.00	0.00	161,125,914.40
Separate account assets	---	---	---	---
Total assets at fair value	173,042,448.82	0.00	0.00	173,042,448.82

<u>Fair Value Measurements at December 31, 2017</u>	(Level 1)	(Level 2)	(Level 3)	Total
a. Assets at fair value				
Cash Equivalent (E-2)				
Exempt MM Mutual Fund	498,722.00	0.00	0.00	498,722.00
Other MM Mutual Fund	4,426,431.09	0.00	0.00	4,426,431.09
Total Cash Equivalent (E-2)	4,925,153.09	0.00	0.00	4,925,153.09
Long Term (D-1)				
Indust. & Misc.	10,452,500.00	0.00	0.00	10,452,500.00
Total Long Term (D-1)	10,452,500.00	0.00	0.00	10,452,500.00
Common Stock (D-2.2)				
Mutual Funds	157,405,382.27	0.00	0.00	157,405,382.27
Total Common Stock (D-2.2)	157,405,382.27	0.00	0.00	157,405,382.27
Separate account assets	---	---	---	---
Total assets at fair value	172,783,035.36	0.00	0.00	172,783,035.36

The Company did not have any significant assets or liabilities measured at fair value on a nonrecurring basis as of March 31, 2018 or December 31, 2017. There were no transfers between Level 1 and Level 2 securities for the period ended March 31, 2018.

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

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

(4) Level 2 securities – values determined through the use of third-party pricing services utilizing market observable inputs.

CareSource does not have any investments with fair value measurements categorized within Level 3 as of March 31, 2018.

(5) Derivative Assets/Liabilities – Not applicable

B) Other Fair Value Measurements – Not applicable

C) Aggregate Value of All Financial Instruments

March 31, 2018	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Bonds	\$ 739,660,034	\$ 751,470,846	\$ 739,660,033.58			
Common Stock	\$ 161,125,914	\$ 161,125,914	\$ 161,125,914.40			
Cash, Cash Equivalents, and Short-Term Investments	\$ 599,703,685	\$ 599,703,685	\$ 599,703,685.45			

December 31, 2017	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Bonds	\$ 593,357,218.64	\$ 595,114,854.30	\$ 593,357,218.64			
Common Stock	\$ 157,405,382.27	\$ 157,405,382.27	\$ 157,405,382.27			
Cash, Cash Equivalents, and Short-Term Investments	\$ 650,940,413.05	\$ 650,938,922.41	\$ 650,940,413.05			

D) Fair Value Not estimable – Not applicable

21. Other Items –
A.-G – None

22. Events subsequent – Subsequent events have been considered through May 15, 2018 for the statutory statements issued on that date.

Type I – Recognized Subsequent Events – None

Type II – Nonrecognized Subsequent Events - None

23. Reinsurance – No change

NOTES TO FINANCIAL STATEMENTS

24. Retrospectively rated contracts & contracts subject to redetermination –

A.-D. – None

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

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

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

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

a. Permanent ACA Risk Adjustment Program

1. Premium adjustment receivable	\$ 374,461	\$ -	\$ -	\$ -	\$ 374,461	\$ -	\$ -	A	\$ 374,461	\$ -
2. Premium adjustments (payable)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	B	\$ -	\$ -
3. Subtotal ACA Permanent Risk Adjustment Program	\$ 374,461	\$ -	\$ -	\$ -	\$ 374,461	\$ -	\$ -		\$ 374,461	\$ -

b. Transitional ACA Reinsurance Program

1. Amounts recoverable for claims paid	\$1,355,670	\$ -	\$1,316,727	\$ -	\$ 38,943	\$ -	\$ -	C	\$ 38,943	\$ -
2. Amounts recoverable for claims unpaid (contra liability)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	D	\$ -	\$ -
3. Amounts receivable relating to uninsured plans	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	E	\$ -	\$ -
4. Liabilities for contributions payable due to ACA Reinsurance - not reported as ceded premium	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	F	\$ -	\$ -
5. Ceded reinsurance premiums payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	G	\$ -	\$ -
6. Liability for amounts hold under uninsured plans	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	H	\$ -	\$ -
7. Subtotal ACA Transitional Reinsurance Program	\$1,355,670	\$ -	\$1,316,727	\$ -	\$ 38,943	\$ -	\$ -		\$ 38,943	\$ -

c. Temporary ACA Risk Corridors Program

1. Accrued retrospective premium	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	I	\$ -	\$ -
2. Reserve for rate credits or policy experience rating refunds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	J	\$ -	\$ -
3. Subtotal ACA Risk Corridors Program	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		\$ -	\$ -
d. Total for ACA Risk Sharing Provisions	\$1,730,131	\$ -	\$1,316,727	\$ -	\$ 413,404	\$ -	\$ -		\$ 413,404	\$ -

Explanation of Adjustments

- A. _____
- B. _____
- C. Unsettled balance relates to 2016 planned year reinsurance receivable.
- D. _____
- E. _____
- F. _____
- G. _____
- H. _____
- I. _____
- J. _____

NOTES TO FINANCIAL STATEMENTS

(3) Roll-Forward of Risk Corridors Asset and Liability Balances by Program Benefit Year – None

(4) ACA Risk Corridors Receivable as of Reporting Date

Risk Corridors Program Year	1	2	3	4	5	6
	Estimated Amount to be Filed or Final Amount Filed with CMS	Non-Accrued Amounts for Impairment or Other Reasons	Amounts received from CMS	Asset Balance (Gross of Non-admissions) (1-2-3)	Non-admitted Amount	Net Admitted Asset (4-5)
a. 2015	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b. 2016	\$ 32,086,446	\$ 32,086,446	\$ -	\$ -	\$ -	\$ -
c. 2017	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
d. Total (a+b+c)	\$ 32,086,446	\$ 32,086,446	\$ -	\$ -	\$ -	\$ -
24E(5)d (Column 4) should equal 24E(3)c1 (Column 9) 25E(5)d (Column 6) should equal 24E(2)c1 * Due to uncertainty related to the collectability of the Risk Corridors receivable for 2016, these amounts have been fully reserved for as of June 30, 2017.						

25. Change in Incurred Claims and Claims Adjustment Expenses

Reserves as of December 31, 2017 were \$575.3 million. As of March 31, 2018 \$517.6 million has been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$69.1 million, therefore, there has been a (\$11.3) million unfavorable prior-year development since December 31, 2017 to March 31, 2018. The change is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims. Included in this increase, the Company experienced (\$4.0) million of unfavorable prior year claim development and (\$7.3) million in unfavorable experience of recoveries and healthcare receivables.

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

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES GENERAL

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [] No [X]
- 1.2 If yes, has the report been filed with the domiciliary state? Yes [] No []
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [] No [X]
- 2.2 If yes, date of change:
- 3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [X] No []
If yes, complete Schedule Y, Parts 1 and 1A.
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [X] No []
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes.
CareSource Real Estate Holdings LLC was incorporated on 3/3/18 as a nonprofit organization and supporting organization to CSMG.....
- 3.4 Is the reporting entity publicly traded or a member of a publicly traded group? Yes [] No [X]
- 3.5 If the response to 3.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group.....
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]
- 4.2 If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes [] No [X] NA []
If yes, attach an explanation.
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made.12/31/2017
- 6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.12/31/2012
- 6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).11/08/2013
- 6.4 By what department or departments?
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 [X] No [] NA []
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [X] No [] NA []
- 7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [] No [X]
- 7.2 If yes, give full information:
.....
- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?..... Yes [] No [X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
.....
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms?..... Yes [] No [X]
- 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.]

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

GENERAL INTERROGATORIES

- 9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes No
- (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
 - (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
 - (c) Compliance with applicable governmental laws, rules and regulations;
 - (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
 - (e) Accountability for adherence to the code.

9.11 If the response to 9.1 is No, please explain:

.....

9.2 Has the code of ethics for senior managers been amended? Yes No

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

.....

9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes No

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

.....

FINANCIAL

10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes No

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

INVESTMENT

11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes No

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

.....

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

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

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes No

14.2 If yes, please complete the following:

	1	2
	Prior Year-End Book/Adjusted Carrying Value	Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$	\$
14.22 Preferred Stock	\$	\$
14.23 Common Stock	\$	\$
14.24 Short-Term Investments	\$	\$
14.25 Mortgage Loans on Real Estate	\$	\$
14.26 All Other	\$	\$
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$0	\$0
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	\$	\$

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes No

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes No

If no, attach a description with this statement.

GENERAL INTERROGATORIES

- 16 For the reporting entity's security lending program, state the amount of the following as of the current statement date:
- 16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 \$.....0
 - 16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 \$.....0
 - 16.3 Total payable for securities lending reported on the liability page \$.....0

17. Excluding items in Schedule E – Part 3 – Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III – General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC *Financial Condition Examiners Handbook*? Yes [X] No []

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

1 Name of Custodian(s)	2 Custodian Address

17.2 For all agreements that do not comply with the requirements of the NAIC *Financial Condition Examiners Handbook*, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

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

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

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

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

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

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

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

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

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
N/A.....	CareSource Internally Managed.....	549300RPGRWBFYZPX571.....	N/A.....	
628.....	Fifth Third Bank.....	THRNG6BD57P9QWTQLG42.....	Securities Exchange Commission.....	DS.....
16986.....	Huntington National Bank.....	549300XTVCV9I7B5T19.....	Securities Exchange Commission.....	DS.....
126292.....	Wells Fargo Bank.....	0T19FZZ6Z7A27CCLDY33.....	Securities Exchange Commission.....	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:
.....

19. By self-designating 5*GI securities, the reporting entity is certifying the following elements for each self-designated 5*GI security:

- a. Documentation necessary to permit a full credit analysis of the security does not exist.
- b. Issuer or obligor is current on all contracted interest and principal payments.
- c. The insurer has an actual expectation of ultimate payment of all contracted interest and principal.

Has the reporting entity self-designated 5*GI securities? Yes [] No []

GENERAL INTERROGATORIES

PART 2 - HEALTH

1. Operating Percentages:
- | | |
|--|--------|
| 1.1 A&H loss percent..... | 85.3 % |
| 1.2 A&H cost containment percent | 1.7 % |
| 1.3 A&H expense percent excluding cost containment expenses..... | % |
- 2.1 Do you act as a custodian for health savings accounts?..... Yes [] No [X]
- 2.2 If yes, please provide the amount of custodial funds held as of the reporting date..... \$ _____
- 2.3 Do you act as an administrator for health savings accounts?..... Yes [] No [X]
- 2.4 If yes, please provide the balance of the funds administered as of the reporting date..... \$ _____
3. Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states?..... Yes [] No []
- 3.1 If no, does the reporting entity assume reinsurance business that covers risks residing in at least one state other than the state of domicile of the reporting entity?..... Yes [] No []

SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS

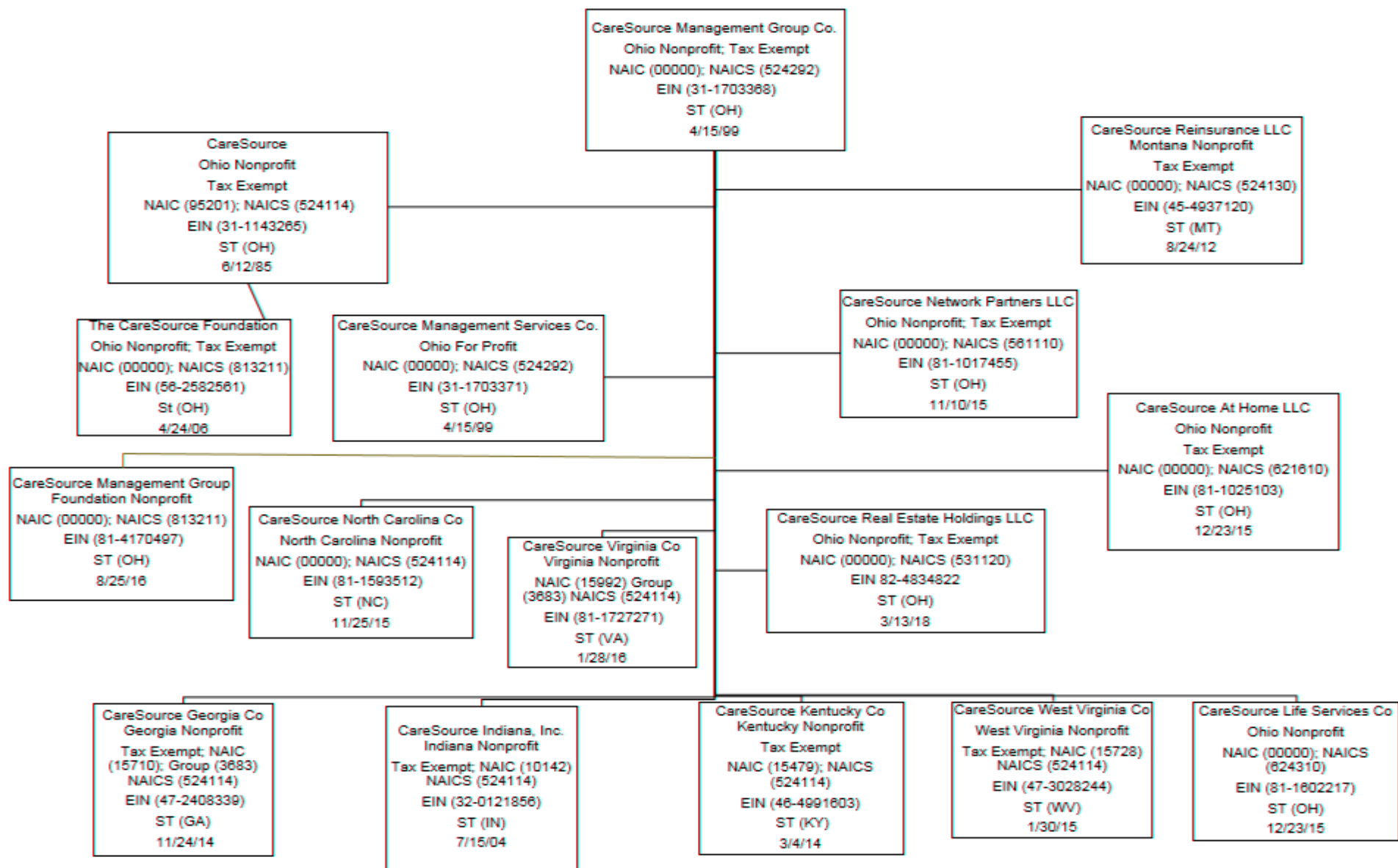
Current Year to Date - Allocated by States and Territories

States, Etc.	1 Active Status (a)	Direct Business Only							9 Deposit-Type Contracts	
		2 Accident & Health Premiums	3 Medicare Title XVIII	4 Medicaid Title XIX	5 Federal Employees Health Benefits Program Premiums	6 Life & Annuity Premiums & Other Considerations	7 Property/Casualty Premiums	8 Total Columns 2 Through 7		
1. Alabama	AL	N							0	
2. Alaska	AK	N							0	
3. Arizona	AZ	N							0	
4. Arkansas	AR	N							0	
5. California	CA	N							0	
6. Colorado	CO	N							0	
7. Connecticut	CT	N							0	
8. Delaware	DE	N							0	
9. Dist. 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	N							0	
15. Indiana	IN	N							0	
16. Iowa	IA	N							0	
17. Kansas	KS	N							0	
18. Kentucky	KY	N							0	
19. Louisiana	LA	N							0	
20. Maine	ME	N							0	
21. Maryland	MD	N							0	
22. Massachusetts	MA	N							0	
23. Michigan	MI	N							0	
24. Minnesota	MN	N							0	
25. Mississippi	MS	N							0	
26. Missouri	MO	N							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	N							0	
35. North Dakota	ND	N							0	
36. Ohio	OH	L	124,585,037	81,557,560	1,845,819,345				2,051,961,942	
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	N							0	
42. South Dakota	SD	N							0	
43. Tennessee	TN	N							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	N							0	
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 alien	OT	XXX	0	0	0	0	0	0	0	0
59. Subtotal	XXX		124,585,037	81,557,560	1,845,819,345	0	0	0	2,051,961,942	0
60. Reporting entity contributions for Employee Benefit Plans	XXX								0	
61. Total (Direct Business)	XXX		124,585,037	81,557,560	1,845,819,345	0	0	0	2,051,961,942	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	0	0
58999. Totals (Lines 58001 through 58003 plus 58998) (Line 58 above)	XXX		0	0	0	0	0	0	0	0

(a) Active Status Counts

L – Licensed or Chartered – Licensed insurance carrier or domiciled RRG 1 R – Registered – Non-domiciled RRGs 0
 E – Eligible – Reporting entities eligible or approved to write surplus lines in the state 0 Q – Qualified – Qualified or accredited reinsurer 0
 N – None of the above – Not allowed to write business in the state 56

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



STATEMENT AS OF MARCH 31, 2018 OF THE CareSource

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

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	Is an SCA Filing Required? (Y/N)	*
03683	CareSource Management Group Co.	00000	45-4937120				CareSource Reinsurance, LLC	MT	IA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0
03683	CareSource Management Group Co.	95201	31-1143265				CareSource	OH	RE	CareSource Board of Trustees	Other (See explanation below)	0.0	Board of Trustees		0
00000	CareSource Management Group Co.	00000	31-1703368				CareSource Management Group Co.	OH	UDP	CareSource Management Group Co.	Board of Trustees	0.0	Board of Trustees		0
00000	CareSource Management Group Co.	00000	31-1703371				CareSource Management Services Co.	OH	NIA	CareSource Management Group Co.	Ownership	100.0	CareSource Management Group Co.		0
00000	CareSource Management Group Co.	00000	56-2582561				The CareSource Foundation	OH	DS	CareSource	Board of Trustees	0.0	CareSource Board of Trustees		0
03683	CareSource Management Group Co.	10142	32-0121856				CareSource Indiana, Inc.	IN	IA	CareSource Management Group Co.	Board of Directors	0.0	CareSource Management Group Co.		0
03683	CareSource Management Group Co.	15479	46-4991603				CareSource Kentucky Co.	KY	IA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0
03683	CareSource Management Group Co.	15710	47-2408339				CareSource Georgia Co.	GA	IA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0
03683	CareSource Management Group Co.	15728	47-3028244				CareSource West Virginia Co.	WV	IA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0
00000	CareSource Management Group Co.	00000	81-1017455				CareSource Network Partners LLC	OH	NIA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0
00000	CareSource Management Group Co.	00000	81-1025103				CareSource@Home LLC	OH	NIA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0
00000	CareSource Management Group Co.	00000	81-1593512				CareSource North Carolina Co.	NC	NIA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0
00000	CareSource Management Group Co.	00000	81-1602217				CareSource Life Services Co.	OH	NIA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0
03683	CareSource Management Group Co.	15992	81-1727271				CareSource Virginia Co.	VA	IA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0
00000	CareSource Management Group Co.	00000	81-4170497				CareSource Management Group Foundation	OH	NIA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0
00000	CareSource Management Group Co.	00000	82-4834822				CareSource Real Estate Holdings LLC	OH	NIA	CareSource Management Group Co.	Board of Trustees	0.0	CareSource Management Group Co.		0

STATEMENT AS OF MARCH 31, 2018 OF THE CareSource

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

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

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of **NO** to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter **SEE EXPLANATION** and provide an explanation following the interrogatory questions.

RESPONSE

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

.....NO.....

Explanation:

1.

Bar Code:

1.



OVERFLOW PAGE FOR WRITE-INS

SCHEDULE A – VERIFICATION

Real Estate

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		0
2.2 Additional investment made after acquisition		0
3. Current year change in encumbrances		0
4. Total gain (loss) on disposals		0
5. Deduct amounts received on disposals		0
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		0
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)	0	0
10. Deduct total nonadmitted amounts	0	0
11. Statement value at end of current period (Line 9 minus Line 10)	0	0

NONE

SCHEDULE B – VERIFICATION

Mortgage Loans

	1 Year To Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		0
2.2 Additional investment made after acquisition		0
3. Capitalized deferred interest and other		0
4. Accrual of discount		0
5. Unrealized valuation increase (decrease)		0
6. Total gain (loss) on disposals		0
7. Deduct amounts received on disposals		0
8. Deduct amortization of premium and mortgage interest points and commitment fees		0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest		0
10. Deduct current year's other-than-temporary impairment recognized		0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	0	0
12. Total valuation allowance		0
13. Subtotal (Line 11 plus Line 12)	0	0
14. Deduct total nonadmitted amounts	0	0
15. Statement value at end of current period (Line 13 minus Line 14)	0	0

NONE

SCHEDULE BA – VERIFICATION

Other Long-Term Invested Assets

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		0
2.2 Additional investment made after acquisition		0
3. Capitalized deferred interest and other		0
4. Accrual of discount		0
5. Unrealized valuation increase (decrease)		0
6. Total gain (loss) on disposals		0
7. Deduct amounts received on disposals		0
8. Deduct amortization of premium and depreciation		0
9. Total foreign exchange change in book/adjusted carrying value		0
10. Deduct current year's other-than-temporary impairment recognized		0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	0	0
12. Deduct total nonadmitted amounts	0	0
13. Statement value at end of current period (Line 11 minus Line 12)	0	0

NONE

SCHEDULE D – VERIFICATION

Bonds and Stocks

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	752,520,236	750,013,420
2. Cost of bonds and stocks acquired	196,519,419	225,130,050
3. Accrual of discount	73,505	218,282
4. Unrealized valuation increase (decrease)	(546,392)	20,789,990
5. Total gain (loss) on disposals	(105,587)	1,138,696
6. Deduct consideration for bonds and stocks disposed of	35,124,732	240,658,486
7. Deduct amortization of premium	832,778	4,111,717
8. Total foreign exchange change in book/adjusted carrying value	0	0
9. Deduct current year's other-than-temporary impairment recognized	0	0
10. Total investment income recognized as a result of prepayment penalties and/or acceleration fees	93,090	
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9+10)	912,596,760	752,520,236
12. Deduct total nonadmitted amounts	0	0
13. Statement value at end of current period (Line 11 minus Line 12)	912,596,760	752,520,236

STATEMENT AS OF MARCH 31, 2018 OF THE CareSource

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).....	466,067,184	361,716,954	251,026,021	7,194,808	583,952,925	0	0	466,067,184
2. NAIC 2 (a).....	169,891,415	110,427,785	37,438,208	(7,611,633)	235,269,359	0	0	169,891,415
3. NAIC 3 (a).....	6,962,612	0	0	(117,629)	6,844,983	0	0	6,962,612
4. NAIC 4 (a).....	5,100,000	0	0	(81,250)	5,018,750	0	0	5,100,000
5. NAIC 5 (a).....	415,000	0	0	(415,000)	0	0	0	415,000
6. NAIC 6 (a).....	0	0	0	320,000	320,000	0	0	0
7. Total Bonds	648,436,211	472,144,739	288,464,230	(710,704)	831,406,016	0	0	648,436,211
PREFERRED STOCK								
8. NAIC 1.....	0				0	0	0	0
9. NAIC 2.....	0				0	0	0	0
10. NAIC 3.....	0				0	0	0	0
11. NAIC 4.....	0				0	0	0	0
12. NAIC 5.....	0				0	0	0	0
13. NAIC 6.....	0				0	0	0	0
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds & Preferred Stock	648,436,211	472,144,739	288,464,230	(710,704)	831,406,016	0	0	648,436,211

(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 \$79,935,170 ; NAIC 2 \$0 ;
NAIC 3 \$0 ; NAIC 4 \$0 ; NAIC 5 \$0 ; NAIC 6 \$0

S102

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		XXX			

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.....	3,327,398	22,946,511
2. Cost of short-term investments acquired	0	8,547,146
3. Accrual of discount	0	0
4. Unrealized valuation increase (decrease).....	0	0
5. Total gain (loss) on disposals	0	(181,653)
6. Deduct consideration received on disposals	3,327,000	27,943,171
7. Deduct amortization of premium.....	398	41,435
8. Total foreign exchange change in book/adjusted carrying value.....	0	0
9. Deduct current year's other-than-temporary impairment recognized.....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	0	3,327,398
11. Deduct total nonadmitted amounts.....	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	0	3,327,398

Schedule DB - Part A - Verification

NONE

Schedule DB - Part B - Verification

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2

NONE

Schedule DB - Verification

NONE

SCHEDULE E – PART 2 – VERIFICATION

(Cash Equivalents)

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	54,919,111	25,833,524
2. Cost of cash equivalents acquired	426,523,075	263,083,207
3. Accrual of discount	322,378	39,569
4. Unrealized valuation increase (decrease)	0	0
5. Total gain (loss) on disposals.....	0	0
6. Deduct consideration received on disposals	400,076,611	234,037,190
7. Deduct amortization of premium	0	0
8. Total foreign exchange change in book/adjusted carrying value	0	0
9. Deduct current year's other than temporary impairment recognized	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	81,687,954	54,919,111
11. Deduct total nonadmitted amounts	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	81,687,954	54,919,111

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 2

NONE

Schedule B - Part 3

NONE

Schedule BA - Part 2

NONE

Schedule BA - Part 3

NONE

STATEMENT AS OF MARCH 31, 2018 OF THE CareSource

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
Bonds - U.S. Special Revenue									
3140H1-K2-5	FN BJ0312 - RMBS		03/16/2018	DAVIDSON D.A. + COMPANY INC.	XXX	1,502,526	1,464,093	3,091	1
31418C-R8-9	FN MA3210 - RMBS		02/01/2018	DAVIDSON D.A. + COMPANY INC.	XXX	1,492,914	1,468,591	3,427	1
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions						2,995,440	2,932,684	6,518	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)									
00206R-DC-3	AT&T INC.		02/26/2018	DAVIDSON D.A. + COMPANY INC.	XXX	5,293,086	5,100,000	92,671	2FE
023135-AU-0	AMAZON.COM INC.		01/05/2018	DAVIDSON D.A. + COMPANY INC.	XXX	9,899,800	10,000,000	91,333	2FE
035242-AP-1	ANHEUSER-BUSCH INBEV FINANCE INC.	C	01/23/2018	DAVIDSON D.A. + COMPANY INC.	XXX	5,092,700	5,000,000	88,208	2FE
037833-AS-9	APPLE INC.		01/25/2018	WELLS FARGO SECURITIES LLC	XXX	9,860,448	9,600,000	76,360	1FE
05565E-AF-2	BMW US CAPITAL LLC	C	01/11/2018	Fifth Third Bank Sec.	XXX	1,970,599	2,000,000	10,556	1FE
09062X-AF-0	BIOGEN INC.		03/01/2018	DAVIDSON D.A. + COMPANY INC.	XXX	6,152,520	6,000,000	112,050	2FE
171340-AK-8	CHURCH & DWIGHT CO INC.		01/08/2018	WELLS FARGO SECURITIES LLC	XXX	10,864,040	11,000,000	123,521	2FE
189054-AU-3	CLOROX CO.		02/26/2018	THE HUNTINGTON INVESTMENT COMPANY	XXX	8,583,436	8,500,000	56,924	2FE
375558-BF-9	GILEAD SCIENCES INC.		03/12/2018	VARIOUS	XXX	9,117,150	9,000,000	83,849	1FE
459200-JG-7	INTERNATIONAL BUSINESS MACHINES CORP.		02/01/2018	DAVIDSON D.A. + COMPANY INC.	XXX	5,091,100	5,000,000	79,542	1FE
534187-BF-5	LINCOLN NATIONAL CORP.		03/06/2018	WELLS FARGO SECURITIES LLC	XXX	4,955,950	5,000,000	88,611	2FE
571748-AZ-5	MARSH & MCLENNAN COMPANIES INC.		02/21/2018	WELLS FARGO SECURITIES LLC	XXX	12,081,000	12,000,000	198,750	1FE
58013M-EL-4	MCDONALDS CORP.		01/11/2018	Fifth Third Bank Sec.	XXX	5,187,433	5,000,000	28,194	2FE
59408T-AA-8	MICHAEL KORS (USA) INC.	C	02/26/2018	THE HUNTINGTON INVESTMENT COMPANY	XXX	8,150,646	8,100,000	115,200	2FE
68217F-AA-0	OMNICO GROUP INC.		03/06/2018	DAVIDSON D.A. + COMPANY INC.	XXX	4,987,443	5,100,000	72,930	2FE
68389X-BR-5	ORACLE CORP.		01/05/2018	DAVIDSON D.A. + COMPANY INC.	XXX	10,032,100	10,000,000	43,750	1FE
717081-DH-3	PFIZER INC.		01/08/2018	DAVIDSON D.A. + COMPANY INC.	XXX	10,212,500	10,000,000	20,833	1FE
74834L-AV-2	QUEST DIAGNOSTICS INC.		02/26/2018	DAVIDSON D.A. + COMPANY INC.	XXX	6,289,158	6,045,000	104,906	2FE
78409V-AD-6	S&P GLOBAL INC.		01/23/2018	DAVIDSON D.A. + COMPANY INC.	XXX	4,726,980	4,500,000	20,000	2FE
822582-AV-4	SHELL INTERNATIONAL FINANCE BV	C	01/08/2018	WELLS FARGO SECURITIES LLC	XXX	19,674,400	20,000,000	5,000	1FE
824348-BF-2	SHERWIN-WILLIAMS CO.		02/02/2018	THE HUNTINGTON INVESTMENT COMPANY	XXX	10,270,726	10,000,000	23,042	2FE
82620K-AJ-2	SIEMENS FINANCIERINGSMAATSCHAPPIJ NV	C	01/08/2018	WELLS FARGO SECURITIES LLC	XXX	6,037,250	6,200,000	33,669	1FE
89236T-ER-2	TOYOTA MOTOR CREDIT CORP.	C	01/23/2018	THE HUNTINGTON INVESTMENT COMPANY	XXX	15,000,000	15,000,000	0	1FE
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						189,530,466	188,145,000	1,569,899	XXX
8399997 - Subtotals - Bonds - Part 3						192,525,906	191,077,684	1,576,417	XXX
8399999 - Subtotals - Bonds						192,525,906	191,077,684	1,576,417	XXX
Common Stocks - Mutual Funds									
464287-46-5	ISHARES MSCI EAFE ETF		03/22/2018	PERSHING LLC	6,832,000	477,871	XXX	0	L
464287-49-9	ISHARES RUSSELL MID CAP ETF		03/22/2018	PERSHING LLC	2,848,000	598,742	XXX	0	L
46429B-68-9	ISHARE EDGE MSCI MIN VOL EAFE ETF		03/22/2018	PERSHING LLC	4,347,000	319,484	XXX	0	L
73937B-63-9	POWERSHARES S&P SMALLCAP LOW VOL ETF		03/22/2018	PERSHING LLC	5,330,000	240,071	XXX	0	L
73937B-64-7	POWERSHARES S&P MIDCAP LOW VOL ETF		03/22/2018	PERSHING LLC	8,960,000	400,542	XXX	0	L
73937B-77-9	POWERSHARES S&P 500 LOW VOLAT ETF		03/22/2018	VARIOUS	13,608,000	640,889	XXX	0	L
92206C-66-4	VANGUARD RUSSELL 2000 ETF		03/22/2018	PERSHING LLC	2,885,000	358,837	XXX	0	L
92206C-73-0	VANGUARD RUSSELL 1000 ETF		03/22/2018	PERSHING LLC	7,665,000	957,078	XXX	0	L
9299999 - Common Stocks - Mutual Funds						3,993,513	XXX	0	XXX
9799997 - Subtotals - Common Stocks - Part 3						3,993,513	XXX	0	XXX
9799999 - Subtotals - Common Stocks						3,993,513	XXX	0	XXX
9899999 - Subtotals- Preferred and Common Stocks						3,993,513	XXX	0	XXX
9999999 Totals						196,519,419	XXX	1,576,417	XXX

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

E04

STATEMENT AS OF MARCH 31, 2018 OF THE CareSource

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22	
										11	12	13	14	15								
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Contractual Maturity Date	NAIC Designation or Market Indicator (a)	
Bonds - U.S. Governments																						
36202F-C6-1	G2 004593 - RMBS		03/01/2018	Paydown	XXX	9,366	9,366	9,713	9,664	0	(297)	0	(297)	0	9,366	0	0	0	0	3	12/20/2039	1
0599999 - Bonds - U.S. Governments																						
Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																						
3128KU-G5-0	FH A63820 - RMBS		03/01/2018	Paydown	XXX	993	993	994	993	0	(1)	0	(1)	0	993	0	0	0	0	5	08/01/2037	1
3128MJ-2C-3	FH 608770 - RMBS		03/01/2018	Paydown	XXX	137,180	137,180	142,230	142,162	0	(4,984)	0	(4,984)	0	137,180	0	0	0	0	345	07/01/2047	1
3128MJ-2G-4	FH 608774 - RMBS		03/01/2018	Paydown	XXX	243,644	243,644	252,613	252,442	0	(8,800)	0	(8,800)	0	243,644	0	0	0	0	667	08/01/2047	1
3128MJ-2M-1	FH 608779 - RMBS		03/01/2018	Paydown	XXX	308,064	308,064	319,475	319,186	0	(11,125)	0	(11,125)	0	308,064	0	0	0	0	902	09/01/2047	1
3128MJ-2S-8	FH 608784 - RMBS		03/01/2018	Paydown	XXX	462,396	462,396	479,375	479,044	0	(16,652)	0	(16,652)	0	462,396	0	0	0	0	1,338	10/01/2047	1
3128MJ-2W-9	FH 608788 - RMBS		03/01/2018	Paydown	XXX	20,172	20,172	20,778	20,774	0	(602)	0	(602)	0	20,172	0	0	0	0	59	11/01/2047	1
FEDERAL AGRICULTURAL MORTGAGE CORP.																						
31315P-TN-9	MORTGAGE CORP.		03/09/2018	Maturity @ 100.00	XXX	1,000,000	1,000,000	1,003,760	1,000,118	0	(118)	0	(118)	0	1,000,000	0	0	0	0	17,450	03/09/2018	1
31335H-UN-1	FH C90589 - RMBS		03/01/2018	Paydown	XXX	4,024	4,024	4,085	4,051	0	(27)	0	(27)	0	4,024	0	0	0	0	22	11/01/2022	1
31371K-KE-0	FN 254193 - RMBS		03/01/2018	Paydown	XXX	4,867	4,867	4,940	4,895	0	(28)	0	(28)	0	4,867	0	0	0	0	27	02/01/2022	1
31371N-H2-4	FN 256849 - RMBS		03/01/2018	Paydown	XXX	1,768	1,768	1,776	1,775	0	(6)	0	(6)	0	1,768	0	0	0	0	10	08/01/2037	1
31411N-WW-3	FN 912461 - RMBS		03/01/2018	Paydown	XXX	310	310	310	308	0	2	0	2	0	310	0	0	0	0	2	03/01/2037	1
31413T-LF-7	FN 954926 - RMBS		03/01/2018	Paydown	XXX	995	995	1,024	1,019	0	(24)	0	(24)	0	995	0	0	0	0	5	07/01/2037	1
31418C-PE-8	FN MA3120 - RMBS		03/01/2018	Paydown	XXX	324,405	324,405	336,101	335,884	0	(11,482)	0	(11,482)	0	324,405	0	0	0	0	905	09/01/2047	1
31418C-R8-9	FN MA3210 - RMBS		03/01/2018	Paydown	XXX	13,458	13,458	13,681	0	0	(145)	0	(145)	0	13,458	0	0	0	0	19	12/01/2047	1
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																						
						2,522,276	2,522,276	2,581,142	2,562,651	0	(53,992)	0	(53,992)	0	2,522,276	0	0	0	0	21,756	XXX	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)																						
00206R-AJ-1	AT&T INC.		02/01/2018	Maturity @ 100.00	XXX	1,000,000	1,000,000	998,790	999,989	0	11	0	11	0	1,000,000	0	0	0	0	27,500	02/01/2018	2FE
278642-AP-8	EBAY INC.		03/09/2018	Maturity @ 100.00	XXX	5,000,000	5,000,000	5,051,100	5,008,518	0	(8,518)	0	(8,518)	0	5,000,000	0	0	0	0	62,500	03/09/2018	2FE
33834F-AA-7	FIT WAL-MART STORES INC.		02/15/2018	Call @ 100.00	XXX	7,500,000	7,500,000	7,500,000	7,500,000	0	0	0	0	0	7,500,000	0	0	0	0	103,125	08/15/2037	1FE
33834L-AA-4	FIT MERCK 2013-F		03/29/2018	Call @ 100.00	XXX	5,000,000	5,000,000	4,740,165	4,980,408	0	13,972	0	13,972	0	4,994,379	0	5,621	5,621	0	18,889	05/03/2018	1FE
INGERSOLL RAND GLOBAL HOLDING CO LTD. MEDCO HEALTH SOLUTIONS																						
45687A-AA-0	INC.		03/15/2018	VARIOUS	XXX	5,093,090	5,000,000	5,407,300	5,163,484	0	(52,276)	0	(52,276)	0	5,111,208	0	(111,208)	(111,208)	0	293,611	08/15/2018	2FE
58405U-AD-4	INC.		03/15/2018	Maturity @ 100.00	XXX	3,000,000	3,000,000	3,443,154	3,032,728	0	(32,728)	0	(32,728)	0	3,000,000	0	0	0	0	106,875	03/15/2018	2FE
911312-AH-9	UNITED PARCEL SERVICE INC		01/15/2018	Maturity @ 100.0	XXX	2,000,000	2,000,000	2,073,520	2,000,352	0	(352)	0	(352)	0	2,000,000	0	0	0	0	55,000	01/15/2018	1FE
931142-CJ-0	WAL-MART STORES INC.		02/15/2018	Maturity @ 100.00	XXX	4,000,000	4,000,000	4,173,140	4,002,665	0	(2,665)	0	(2,665)	0	4,000,000	0	0	0	0	116,000	02/15/2018	1FE
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)																						
						32,593,090	32,500,000	33,387,169	32,688,143	0	(82,555)	0	(82,555)	0	32,605,587	0	(105,587)	(105,587)	0	783,500	XXX	XXX
8399997 - Subtotals - Bonds - Part 4																						
						35,124,732	35,031,642	35,978,023	35,260,458	0	(136,845)	0	(136,845)	0	35,137,230	0	(105,587)	(105,587)	0	805,258	XXX	XXX
8399999 - Subtotals - Bonds																						
						35,124,732	35,031,642	35,978,023	35,260,458	0	(136,845)	0	(136,845)	0	35,137,230	0	(105,587)	(105,587)	0	805,258	XXX	XXX
9999999 Totals																						
						35,124,732	XXX	35,978,023	35,260,458	0	(136,845)	0	(136,845)	0	35,137,230	0	(105,587)	(105,587)	0	805,258	XXX	XXX

E05

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

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part D - Section 1

NONE

Schedule DB - Part D - Section 2

NONE

Schedule DL - Part 1

NONE

Schedule DL - Part 2

NONE

STATEMENT AS OF MARCH 31, 2018 OF THE CareSource

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1	2	3	4	5	6	7	8	9
CUSIP	Description	Code	Date Acquired	Rate of Interest	Maturity Date	Book/Adjusted Carrying Value	Amount of Interest Due & Accrued	Amount Received During Year
Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations								
XXX	Barclays Bank PLC					19,979,109	0	5,498
XXX	Exxon Mobil Corporation					9,997,597	0	9,131
XXX	Exxon Mobil Corporation					19,988,200	0	11,800
XXX	Nationwide Life Insurance Company					19,972,556	0	6,333
XXX	Nestle Capital Corporation					9,997,708	0	11,458
3299999 - Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations						79,935,170	0	44,220
3899999 - Industrial and Miscellaneous (Unaffiliated) - Subtotals						79,935,170	0	44,220
7799999 - Total Bonds - Subtotals - Issuer Obligations						79,935,170	0	44,220
8399999 - Total Bonds - Subtotals - Bonds						79,935,170	0	44,220
Exempt Money Market Mutual Funds - as Identified by SVO								
60934N-10-4	FEDERATED GOVT OBL:INST				XXX	500,128	589	1,406
8599999 - Exempt Money Market Mutual Funds - as Identified by SVO						500,128	589	1,406
All Other Money Market Mutual Funds								
608993-85-3	HUNTINGTON CONSERVATIVE DEPOSIT ACCOUNT				XXX	1,252,656	0	0
993086-12-3	WFB INSTITUTIONAL BANK DEPOSIT				XXX	0	12,183	0
8699999 - All Other Money Market Mutual Funds						1,252,656	12,183	0
8899999 Total Cash Equivalents						81,687,954	12,772	45,626

E13