



**QUARTERLY STATEMENT**  
**AS OF September 30, 2006**  
**OF THE CONDITION AND AFFAIRS OF THE**  
**Midwest Health Plan, Inc.**

NAIC Group Code 0000 , 0000 NAIC Company Code 95814 Employer's ID Number 38-3123777  
(Current Period) (Prior Period)

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

Country of Domicile United States of America

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] N/A[ ]

Incorporated/Organized 01/01/1994 Commenced Business 01/01/1994

Statutory Home Office 5050 Schaefer Road , Dearborn, MI 48126  
(Street and Number) (City, or Town, State and Zip Code)

Main Administrative Office 5050 Schaefer Road  
(Street and Number)

Dearborn, MI 48126 (313)581-3700  
(City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address 5050 Schaefer Road , Dearborn, MI 48126  
(Street and Number or P.O. Box) (City, or Town, State and Zip Code)

Primary Location of Books and Records 5050 Schaefer  
(Street and Number)

Dearborn, MI 48126 (313)581-3700  
(City, or Town, State and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.midwesthealthplan.com

Statutory Statement Contact Allen A. Kessler, CPA (313)586-6064  
(Name) (Area Code)(Telephone Number)(Extension)  
akessler@midwesthealthplan.com (313)581-8699  
(E-Mail Address) (Fax Number)

Policyowner Relations Contact \_\_\_\_\_  
(Street and Number)

\_\_\_\_\_  
(City, or Town, State and Zip Code) (Area Code) (Telephone Number)(Extension)

**OFFICERS**

| <u>Name</u>      | <u>Title</u> |
|------------------|--------------|
| Mark Saffer DPM  | President    |
| Jack Shapiro MD  | Secretary    |
| Robert Rubin DPM | Treasurer    |

**OTHERS**

Mark H. Tucker MD Allen A. Kessler CPA

**DIRECTORS OR TRUSTEES**

|                 |                  |
|-----------------|------------------|
| Mark Saffer DPM | Jack Shapiro MD  |
| Rick Poston DO  | Robert Rubin DPM |
| Sandra Boyd     | Myra Gamble      |

State of Michigan  
 County of Wayne ss

The officers of this reporting entity, being duly sworn, each depose and say that they are the described officers of the 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.

|   |  |  |
|---|--|--|
| _____<br>(Signature)<br>Mark Saffer<br>_____<br>(Printed Name)<br>President<br>_____<br>(Title) | _____<br>(Signature)<br>Jack Shapiro<br>_____<br>(Printed Name)<br>Secretary<br>_____<br>(Title) | _____<br>(Signature)<br>Robert Rubin<br>_____<br>(Printed Name)<br>Treasurer<br>_____<br>(Title) |
|---|--|--|

Subscribed and sworn to before me this \_\_\_\_\_ day of \_\_\_\_\_, 2006

- a. Is this an original filing? \_\_\_\_\_  
 b. If no, 1. State the amendment number \_\_\_\_\_  
 2. Date filed \_\_\_\_\_  
 3. Number of pages attached \_\_\_\_\_

Yes[X] No[ ]

\_\_\_\_\_  
 (Notary Public Signature)

**ASSETS**

|  | Current Statement Date |                            |  | 4<br>December 31,<br>Prior Year Net<br>Admitted Assets |
|--|------------------------|----------------------------|--|--|
|  | 1<br>Assets            | 2<br>Nonadmitted<br>Assets | 3<br>Net Admitted<br>Assets<br>(Cols. 1 - 2) |  |
| 1. Bonds .....   | 1,014,710              |                            | 1,014,710                                    | 1,003,102  |
| 2. Stocks:   |                        |                            |  |  |
| 2.1 Preferred stocks .....   |                        |                            |  |  |
| 2.2 Common stocks .....  |                        |                            |  |  |
| 3. Mortgage loans on real estate:  |                        |                            |  |  |
| 3.1 First liens .....  |                        |                            |  |  |
| 3.2 Other than first liens .....   |                        |                            |  |  |
| 4. Real estate:  |                        |                            |  |  |
| 4.1 Properties occupied by the company (less \$.....<br>encumbrances) .....  |                        |                            |  |  |
| 4.2 Properties held for the production of income (less \$.....<br>encumbrances) .....  |                        |                            |  |  |
| 4.3 Properties held for sale (less \$..... encumbrances) .....   |                        |                            |  |  |
| 5. Cash (\$.....4,342,998), cash equivalents (\$.....11,150,839) and<br>short-term investments \$.....26,698,609) .....                                    | 42,192,446             |                            | 42,192,446                                   | 38,868,084   |
| 6. Contract loans (including \$..... premium notes) .....  |                        |                            |  |  |
| 7. Other invested assets .....   |                        |                            |  |  |
| 8. Receivables for securities .....  |                        |                            |  |  |
| 9. Aggregate write-ins for invested assets .....   |                        |                            |  |  |
| 10. Subtotals, cash and invested assets (Lines 1 to 9) .....   | 43,207,156             |                            | 43,207,156                                   | 39,871,186   |
| 11. Title plants less \$..... charged off (for Title insurers only) .....  |                        |                            |  |  |
| 12. Investment income due and accrued .....  | 410,203                |                            | 410,203                                      | 173,833  |
| 13. Premiums and considerations:   |                        |                            |  |  |
| 13.1 Uncollected premiums and agents' balances in the course of<br>collection .....  |                        |                            |  |  |
| 13.2 Deferred premiums, agents' balances and installments booked<br>but deferred and not yet due (including \$..... earned but<br>unbilled premiums) ..... |                        |                            |  |  |
| 13.3 Accrued retrospective premiums .....  |                        |                            |  |  |
| 14. Reinsurance:   |                        |                            |  |  |
| 14.1 Amounts recoverable from reinsurers .....   |                        |                            |  | 777,513  |
| 14.2 Funds held by or deposited with reinsured companies .....   |                        |                            |  |  |
| 14.3 Other amounts receivable under reinsurance contracts .....  |                        |                            |  |  |
| 15. Amounts receivable relating to uninsured plans .....   |                        |                            |  |  |
| 16.1 Current federal and foreign income tax recoverable and interest thereon .....   | 438,190                |                            | 438,190                                      | 454,000  |
| 16.2 Net deferred tax asset .....  | 447,000                | 447,000                    |  |  |
| 17. Guaranty funds receivable or on deposit .....  |                        |                            |  |  |
| 18. Electronic data processing equipment and software .....  | 65,735                 | 65,735                     |  |  |
| 19. Furniture and equipment, including health care delivery assets<br>(\$.....) .....  | 90,797                 | 90,797                     |  | 11,377   |
| 20. Net adjustments in assets and liabilities due to foreign exchange rates .....  |                        |                            |  |  |
| 21. Receivables from parent, subsidiaries and affiliates .....   |                        |                            |  |  |
| 22. Health care (\$.....264,496) and other amounts receivable .....  | 264,496                |                            | 264,496                                      | 242,778  |
| 23. Aggregate write-ins for other than invested assets .....   |                        |                            |  |  |
| 24. Total assets excluding Separate Accounts, Segregated Accounts and<br>Protected Cell Accounts (Lines 10 to 23) .....                                    | 44,923,577             | 603,532                    | 44,320,045                                   | 41,530,686   |
| 25. From Separate Accounts, Segregated Accounts and Protected Cell<br>Accounts .....   |                        |                            |  |  |
| 26. TOTAL (Lines 24 and 25) .....  | 44,923,577             | 603,532                    | 44,320,045                                   | 41,530,686   |
| <b>DETAILS OF WRITE-INS</b>  |                        |                            |  |  |
| 0901. ....   |                        |                            |  |  |
| 0902. ....   |                        |                            |  |  |
| 0903. ....   |                        |                            |  |  |
| 0998. Summary of remaining write-ins for Line 9 from overflow page .....   |                        |                            |  |  |
| 0999. TOTALS (Lines 0901 through 0903 plus 0998) (Line 9 above) .....  |                        |                            |  |  |
| 2301. Leasehold Improvements .....   |                        |                            |  |  |
| 2302. ....   |                        |                            |  |  |
| 2303. ....   |                        |                            |  |  |
| 2398. Summary of remaining write-ins for Line 23 from overflow page .....  |                        |                            |  |  |
| 2399. TOTALS (Lines 2301 through 2303 plus 2398) (Line 23 above) .....   |                        |                            |  |  |

**LIABILITIES, CAPITAL AND SURPLUS**

|  | Current Period |                |            | Prior Year |
|--|----------------|----------------|------------|------------|
|  | 1<br>Covered   | 2<br>Uncovered | 3<br>Total | 4<br>Total |
| 1. Claims unpaid (less \$..... reinsurance ceded) .....  | 14,482,475     |                | 14,482,475 | 13,316,920 |
| 2. Accrued medical incentive pool and bonus amounts .....  | 444,727        |                | 444,727    | 1,558,029  |
| 3. Unpaid claims adjustment expenses .....   | 676,474        |                | 676,474    | 703,242    |
| 4. Aggregate health policy reserves .....  |                |                |            |            |
| 5. Aggregate life policy reserves .....  |                |                |            |            |
| 6. Property/casualty unearned premium reserve .....  |                |                |            |            |
| 7. Aggregate health claim reserves .....   |                |                |            |            |
| 8. Premiums received in advance .....  |                |                |            |            |
| 9. General expenses due or accrued .....   | 196,177        |                | 196,177    | 447,559    |
| 10.1 Current federal and foreign income tax payable and interest thereon (including<br>\$..... on realized gains (losses)) ..... |                |                |            |            |
| 10.2 Net deferred tax liability .....  |                |                |            |            |
| 11. Ceded reinsurance premiums payable .....   |                |                |            |            |
| 12. Amounts withheld or retained for the account of others .....   |                |                |            |            |
| 13. Remittances and items not allocated .....  |                |                |            |            |
| 14. Borrowed money (including \$..... current) and interest thereon \$.....<br>(including \$..... current) .....                 |                |                |            |            |
| 15. Amounts due to parent, subsidiaries and affiliates .....   | 31,309         |                | 31,309     | 72,147     |
| 16. Payable for securities .....   |                |                |            |            |
| 17. Funds held under reinsurance treaties with (\$..... authorized reinsurers and<br>\$..... unauthorized reinsurers) .....      |                |                |            |            |
| 18. Reinsurance in unauthorized companies .....  |                |                |            |            |
| 19. Net adjustments in assets and liabilities due to foreign exchange rates .....  |                |                |            |            |
| 20. Liability for amounts held under uninsured plans .....   |                |                |            |            |
| 21. Aggregate write-ins for other liabilities (including \$..... current) .....  | 1,925,717      |                | 1,925,717  | 1,852,604  |
| 22. Total liabilities (Lines 1 to 21) .....  | 17,756,879     |                | 17,756,879 | 17,950,501 |
| 23. Aggregate write-ins for special surplus funds .....  | X X X          | X X X          |            |            |
| 24. Common capital stock .....   | X X X          | X X X          | 186,230    | 220,000    |
| 25. Preferred capital stock .....  | X X X          | X X X          |            |            |
| 26. Gross paid in and contributed surplus .....  | X X X          | X X X          | 33,770     |            |
| 27. Surplus notes .....  | X X X          | X X X          |            |            |
| 28. Aggregate write-ins for other than special surplus funds .....   | X X X          | X X X          |            |            |
| 29. Unassigned funds (surplus) .....   | X X X          | X X X          | 26,343,166 | 23,360,185 |
| 30. Less treasury stock, at cost:  |                |                |            |            |
| 30.1 ..... shares common (value included in Line 24 \$.....)   | X X X          | X X X          |            |            |
| 30.2 ..... shares preferred (value included in Line 25 \$.....)  | X X X          | X X X          |            |            |
| 31. Total capital and surplus (Lines 23 to 29 minus Line 30) .....   | X X X          | X X X          | 26,563,166 | 23,580,185 |
| 32. Total Liabilities, capital and surplus (Lines 22 and 31) .....   | X X X          | X X X          | 44,320,045 | 41,530,686 |
| <b>DETAILS OF WRITE-INS</b>  |                |                |            |            |
| 2101. MDCH QA Assessment Fee .....   | 1,925,717      |                | 1,925,717  | 1,852,604  |
| 2102. ....   |                |                |            |            |
| 2103. ....   |                |                |            |            |
| 2198. Summary of remaining write-ins for Line 21 from overflow page .....  |                |                |            |            |
| 2199. TOTALS (Lines 2101 through 2103 plus 2198) (Line 21 above) .....   | 1,925,717      |                | 1,925,717  | 1,852,604  |
| 2301. ....   | X X X          | X X X          |            |            |
| 2302. ....   | X X X          | X X X          |            |            |
| 2303. ....   | X X X          | X X X          |            |            |
| 2398. Summary of remaining write-ins for Line 23 from overflow page .....  | X X X          | X X X          |            |            |
| 2399. TOTALS (Lines 2301 through 2303 plus 2398) (Line 23 above) .....   | X X X          | X X X          |            |            |
| 2801. ....   | X X X          | X X X          |            |            |
| 2802. ....   | X X X          | X X X          |            |            |
| 2803. ....   | X X X          | X X X          |            |            |
| 2898. Summary of remaining write-ins for Line 28 from overflow page .....  | X X X          | X X X          |            |            |
| 2899. TOTALS (Lines 2801 through 2803 plus 2898) (Line 28 above) .....   | X X X          | X X X          |            |            |

**STATEMENT OF REVENUE AND EXPENSES**

|   | Current Year To Date |             | Prior Year To Date |
|---|----------------------|-------------|--------------------|
|   | 1<br>Uncovered       | 2<br>Total  | 3<br>Total         |
| 1. Member Months .....  | X X X                | 511,923     | 504,222            |
| 2. Net premium income (including \$..... non-health premium income) .....   | X X X                | 95,783,421  | 93,232,118         |
| 3. Change in unearned premium reserves and reserves for rate credits .....  | X X X                |             |                    |
| 4. Fee-for-service (net of \$..... medical expenses) .....  | X X X                |             |                    |
| 5. Risk revenue .....   | X X X                |             |                    |
| 6. Aggregate write-ins for other health care related revenues .....   | X X X                | (5,478,792) | (5,396,542)        |
| 7. Aggregate write-ins for other non-health revenues .....  | X X X                |             |                    |
| 8. Total revenues (Lines 2 to 7) .....  | X X X                | 90,304,630  | 87,835,576         |
| <b>Hospital and Medical:</b>  |                      |             |                    |
| 9. Hospital/medical benefits .....  |                      | 49,076,034  | 46,677,381         |
| 10. Other professional services .....   |                      | 6,532,232   | 5,908,783          |
| 11. Outside referrals .....   |                      | 1,323,440   | 1,260,555          |
| 12. Emergency room and out-of-area .....  |                      | 6,933,139   | 6,133,345          |
| 13. Prescription drugs .....  |                      | 14,080,632  | 13,637,911         |
| 14. Aggregate write-ins for other hospital and medical .....  |                      |             |                    |
| 15. Incentive pool, withhold adjustments and bonus amounts .....  |                      | 983,652     | 1,593,660          |
| 16. Subtotal (Lines 9 to 15) .....  |                      | 78,929,128  | 75,211,635         |
| <b>Less:</b>  |                      |             |                    |
| 17. Net reinsurance recoveries .....  |                      |             |                    |
| 18. Total hospital and medical (Lines 16 minus 17) .....  |                      | 78,929,128  | 75,211,635         |
| 19. Non-health claims (net) .....   |                      |             |                    |
| 20. Claims adjustment expenses, including \$..... cost containment expenses .....   |                      | 2,065,401   | 1,927,214          |
| 21. General administrative expenses .....   |                      | 6,327,518   | 5,697,997          |
| 22. Increase in reserves for life and accident and health contracts (including \$..... increase in reserves for life only) .....    |                      |             |                    |
| 23. Total underwriting deductions (Lines 18 through 22) .....   |                      | 87,322,047  | 82,836,846         |
| 24. Net underwriting gain or (loss) (Lines 8 minus 23) .....  | X X X                | 2,982,583   | 4,998,730          |
| 25. Net investment income earned .....  |                      | 1,580,310   | 841,117            |
| 26. Net realized capital gains (losses) less capital gains tax of \$.....   |                      |             |                    |
| 27. Net investment gains or (losses) (Lines 25 plus 26) .....   |                      | 1,580,310   | 841,117            |
| 28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$.....) (amount charged off \$.....)] ..... |                      |             |                    |
| 29. Aggregate write-ins for other income or expenses .....  |                      |             | 1,498,459          |
| 30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29) ..... | X X X                | 4,562,893   | 7,338,306          |
| 31. Federal and foreign income taxes incurred .....   | X X X                | 1,540,810   | 2,491,273          |
| 32. Net income (loss) (Lines 30 minus 31) .....   | X X X                | 3,022,083   | 4,847,033          |
| <b>DETAILS OF WRITE-INS</b>   |                      |             |                    |
| 0601. Revenue - Other .....   | X X X                | 110,666     | 134,119            |
| 0602. MDCH AQ Assessment Fee .....  | X X X                | (5,671,278) | (5,554,152)        |
| 0603. Management Income - Related Party .....   | X X X                | 598,460     | 526,260            |
| 0698. Summary of remaining write-ins for Line 6 from overflow page .....  | X X X                | (516,640)   | (502,769)          |
| 0699. TOTALS (Lines 0601 through 0603 plus 0698) (Line 6 above) .....   | X X X                | (5,478,792) | (5,396,542)        |
| 0701. ....  | X X X                |             |                    |
| 0702. ....  | X X X                |             |                    |
| 0703. ....  | X X X                |             |                    |
| 0798. Summary of remaining write-ins for Line 7 from overflow page .....  | X X X                |             |                    |
| 0799. TOTALS (Lines 0701 through 0703 plus 0798) (Line 7 above) .....   | X X X                |             |                    |
| 1401. ....  |                      |             |                    |
| 1402. ....  |                      |             |                    |
| 1403. ....  |                      |             |                    |
| 1498. Summary of remaining write-ins for Line 14 from overflow page .....   |                      |             |                    |
| 1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above) .....  |                      |             |                    |
| 2901. Extraordinary Item - Claim Settlement .....   |                      |             | 1,498,459          |
| 2902. ....  |                      |             |                    |
| 2903. ....  |                      |             |                    |
| 2998. Summary of remaining write-ins for Line 29 from overflow page .....   |                      |             |                    |
| 2999. TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above) .....  |                      |             | 1,498,459          |

**STATEMENT OF REVENUE AND EXPENSES (Continued)**

|   | 1<br>Current Year<br>To Date | 2<br>Prior Year<br>To Date | 3<br>Prior Year |
|---|------------------------------|----------------------------|-----------------|
| <b>CAPITAL &amp; SURPLUS ACCOUNT</b>  |                              |                            |                 |
| 33. Capital and surplus prior reporting year .....                                    | 23,580,185                   | 17,949,670                 | 17,949,669      |
| 34. Net income or (loss) from Line 32 .....   | 3,022,083                    | 4,847,033                  | 5,704,094       |
| 35. Change in valuation basis of aggregate policy and claim reserves .....            |                              |                            |                 |
| 36. Change in net unrealized capital gains (losses) less capital gains tax of \$..... |                              |                            |                 |
| 37. Change in net unrealized foreign exchange capital gain or (loss) .....            |                              |                            |                 |
| 38. Change in net deferred income tax .....   |                              |                            |                 |
| 39. Change in nonadmitted assets .....  | (39,102)                     | 3,789                      | (85,585)        |
| 40. Change in unauthorized reinsurance .....  |                              |                            |                 |
| 41. Change in treasury stock .....  |                              |                            |                 |
| 42. Change in surplus notes .....   |                              |                            |                 |
| 43. Cumulative effect of changes in accounting principles .....                       |                              |                            |                 |
| 44. Capital Changes:  |                              |                            |                 |
| 44.1 Paid in .....  | 33,770                       |                            |                 |
| 44.2 Transferred from surplus (Stock Dividend) .....                                  |                              |                            |                 |
| 44.3 Transferred to surplus .....   |                              |                            |                 |
| 45. Surplus adjustments:  |                              |                            |                 |
| 45.1 Paid in .....  |                              |                            | 12,007          |
| 45.2 Transferred to capital (Stock Dividend) .....                                    |                              |                            |                 |
| 45.3 Transferred from capital .....   | (33,770)                     |                            |                 |
| 46. Dividends to stockholders .....   |                              |                            |                 |
| 47. Aggregate write-ins for gains or (losses) in surplus .....                        |                              |                            |                 |
| 48. Net change in capital and surplus (Lines 34 to 47) .....                          | 2,982,981                    | 4,850,822                  | 5,630,516       |
| 49. Capital and surplus end of reporting period (Line 33 plus 48) .....               | 26,563,166                   | 22,800,492                 | 23,580,185      |
| <b>DETAILS OF WRITE-INS</b>   |                              |                            |                 |
| 4701. ....  |                              |                            |                 |
| 4702. ....  |                              |                            |                 |
| 4703. ....  |                              |                            |                 |
| 4798. Summary of remaining write-ins for Line 47 from overflow page .....             |                              |                            |                 |
| 4799. TOTALS (Lines 4701 through 4703 plus 4798) (Line 47 above) .....                |                              |                            |                 |

**CASH FLOW**

|  |   | 1<br>Current<br>Year<br>To Date | 2<br>Prior<br>Year Ended<br>December 31 |
|--|---|---------------------------------|---|
| <b>Cash from Operations</b>  |   |                                 |   |
| 1.   | Premiums collected net of reinsurance .....   | 95,783,421                      | 124,927,354                             |
| 2.   | Net investment income .....   | 1,332,331                       | 1,296,492                               |
| 3.   | Miscellaneous income .....  | (5,478,792)                     | (7,150,135)                             |
| 4.   | Total (Lines 1 through 3) .....   | 91,636,960                      | 119,073,712                             |
| 5.   | Benefit and loss related payments .....   | 78,099,362                      | 103,374,997                             |
| 6.   | Net transfers to Separate, Segregated Accounts and Protected Cell Accounts .....                            |                                 |   |
| 7.   | Commissions, expenses paid and aggregate write-ins for deductions .....                                     | 8,631,469                       | 8,875,362                               |
| 8.   | Dividends paid to policyholders .....   |                                 |   |
| 9.   | Federal and foreign income taxes paid (recovered) \$..... net of tax on capital gains (losses) .....        | 1,525,000                       | 3,200,000                               |
| 10.  | Total (Lines 5 through 9) .....   | 88,255,831                      | 115,450,359                             |
| 11.  | Net cash from operations (Line 4 minus Line 10) .....   | 3,381,129                       | 3,623,353                               |
| <b>Cash from Investments</b>   |   |                                 |   |
| 12.  | Proceeds from investments sold, matured or repaid:  |                                 |   |
| 12.1   | Bonds .....   |                                 | 1,010,000                               |
| 12.2   | Stocks .....  |                                 |   |
| 12.3   | Mortgage loans .....  |                                 |   |
| 12.4   | Real estate .....   |                                 |   |
| 12.5   | Other invested assets .....   |                                 |   |
| 12.6   | Net gains or (losses) on cash, cash equivalents and short-term investments .....                            |                                 |   |
| 12.7   | Miscellaneous proceeds .....  |                                 |   |
| 12.8   | Total investment proceeds (Lines 12.1 to 12.7) .....  |                                 | 1,010,000                               |
| 13.  | Cost of investments acquired (long-term only):  |                                 |   |
| 13.1   | Bonds .....   |                                 | 1,000,522                               |
| 13.2   | Stocks .....  |                                 |   |
| 13.3   | Mortgage loans .....  |                                 |   |
| 13.4   | Real estate .....   |                                 |   |
| 13.5   | Other invested assets .....   |                                 |   |
| 13.6   | Miscellaneous applications .....  |                                 |   |
| 13.7   | Total investments acquired (Lines 13.1 to 13.6) .....   |                                 | 1,000,522                               |
| 14.  | Net increase (or decrease) in contract loans and premium notes .....  |                                 |   |
| 15.  | Net cash from investments (Line 12.8 minus Lines 13.7 and 14) .....   |                                 | 9,478                                   |
| <b>Cash from Financing and Miscellaneous Sources</b>                       |   |                                 |   |
| 16.  | Cash provided (applied):  |                                 |   |
| 16.1   | Surplus notes, capital notes .....  |                                 |   |
| 16.2   | Capital and paid in surplus, less treasury stock .....  |                                 |   |
| 16.3   | Borrowed funds .....  |                                 |   |
| 16.4   | Net deposits on deposit-type contracts and other insurance liabilities .....                                |                                 |   |
| 16.5   | Dividends to stockholders .....   |                                 |   |
| 16.6   | Other cash provided (applied) .....   | (56,767)                        | 2,138,715                               |
| 17.  | Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) ..... | (56,767)                        | 2,138,715                               |
| <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) .....       | 3,324,361                       | 5,771,546                               |
| 19.  | Cash, cash equivalents and short-term investments:  |                                 |   |
| 19.1   | Beginning of year .....   | 38,868,084                      | 33,096,538                              |
| 19.2   | End of period (Line 18 plus Line 19.1) .....  | 42,192,446                      | 38,868,084                              |

**Supplemental Disclosures of Cash Flow Information for Non-Cash Transactions:**

| Description |       | Amount<br>1 | Amount<br>2 |
|-------------|-------|-------------|-------------|
| 20.0001     | ..... |             |             |

## EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

|   | 1<br>Total | Comprehensive (Hospital & Medical) |            | 4<br>Medicare Supplement | 5<br>Vision Only | 6<br>Dental Only | 7<br>Federal Employees Health Benefit Plan | 8<br>Title XVIII Medicare | 9<br>Title XIX Medicaid | 10<br>Stop Loss | 11<br>Disability Income | 12<br>Long-Term Care | 13<br>Other |
|---|------------|------------------------------------|------------|--------------------------|------------------|------------------|--|---------------------------|-------------------------|-----------------|-------------------------|----------------------|-------------|
|   |            | 2<br>Individual                    | 3<br>Group |                          |                  |                  |  |                           |                         |                 |                         |                      |             |
| Total Members at end of:  |            |                                    |            |                          |                  |                  |  |                           |                         |                 |                         |                      |             |
| 1. Prior Year .....   | 55,700     |                                    |            |                          |                  |                  |  |                           | 55,700                  |                 |                         |                      |             |
| 2. First Quarter .....  | 56,358     |                                    |            |                          |                  |                  |  | 47                        | 56,311                  |                 |                         |                      |             |
| 3. Second Quarter .....   | 56,536     |                                    |            |                          |                  |                  |  | 153                       | 56,383                  |                 |                         |                      |             |
| 4. Third Quarter .....  | 57,575     |                                    |            |                          |                  |                  |  | 151                       | 57,424                  |                 |                         |                      |             |
| 5. Current Year .....   |            |                                    |            |                          |                  |                  |  |                           |                         |                 |                         |                      |             |
| 6. Current Year Member Months .....                             | 511,923    |                                    |            |                          |                  |                  |  | 864                       | 511,059                 |                 |                         |                      |             |
| Total Member Ambulatory Encounters for Period:                  |            |                                    |            |                          |                  |                  |  |                           |                         |                 |                         |                      |             |
| 7. Physician .....  | 163,228    |                                    |            |                          |                  |                  |  | 660                       | 162,568                 |                 |                         |                      |             |
| 8. Non-Physician .....  | 130,420    |                                    |            |                          |                  |                  |  | 158                       | 130,262                 |                 |                         |                      |             |
| 9. Total .....  | 293,648    |                                    |            |                          |                  |                  |  | 818                       | 292,830                 |                 |                         |                      |             |
| 10. Hospital Patient Days Incurred .....                        | 25,668     |                                    |            |                          |                  |                  |  | 142                       | 25,526                  |                 |                         |                      |             |
| 11. Number of Inpatient Admissions .....                        | 3,966      |                                    |            |                          |                  |                  |  | 21                        | 3,945                   |                 |                         |                      |             |
| 12. Health Premiums Written .....                               | 96,205,070 |                                    |            |                          |                  |                  |  | 1,041,606                 | 95,163,464              |                 |                         |                      |             |
| 13. Life Premiums Direct .....                                  |            |                                    |            |                          |                  |                  |  |                           |                         |                 |                         |                      |             |
| 14. Property/Casualty Premiums Written .....                    |            |                                    |            |                          |                  |                  |  |                           |                         |                 |                         |                      |             |
| 15. Health Premiums Earned .....                                | 96,205,070 |                                    |            |                          |                  |                  |  | 1,041,606                 | 95,163,464              |                 |                         |                      |             |
| 16. Property/Casualty Premiums Earned .....                     |            |                                    |            |                          |                  |                  |  |                           |                         |                 |                         |                      |             |
| 17. Amount Paid for Provision of Health Care Services .....     | 79,141,371 |                                    |            |                          |                  |                  |  | 342,900                   | 78,798,471              |                 |                         |                      |             |
| 18. Amount Incurred for Provision of Health Care Services ..... | 78,929,128 |                                    |            |                          |                  |                  |  | 863,296                   | 78,065,832              |                 |                         |                      |             |

**CLAIMS UNPAID AND INCENTIVE POOL, WITHHOLD AND BONUS (Reported and Unreported)**

**Aging Analysis of Unpaid Claims**

| 1<br>Account   | 2<br>1 - 30 Days | 3<br>31 - 60 Days | 4<br>61 - 90 Days | 5<br>91 - 120 days | 6<br>Over 120 Days | 7<br>Total |
|--|------------------|-------------------|-------------------|--------------------|--------------------|------------|
| 0199999 Individually Listed Claims Unpaid .....                      |                  |                   |                   |                    |                    |            |
| 0299999 Aggregate Accounts Not Individually Listed - Uncovered ..... |                  |                   |                   |                    |                    |            |
| 0399999 Aggregate Accounts Not Individually Listed - Covered .....   |                  |                   |                   |                    |                    |            |
| 0499999 Subtotals .....  |                  |                   |                   |                    |                    |            |
| 0599999 Unreported claims and other claim reserves .....             |                  |                   |                   |                    |                    | 14,482,475 |
| 0699999 Total Amounts Withheld .....                                 |                  |                   |                   |                    |                    |            |
| 0799999 Total Claims Unpaid .....                                    |                  |                   |                   |                    |                    | 14,482,475 |
| 0899999 Accrued Medical Incentive Pool And Bonus Amounts .....       |                  |                   |                   |                    |                    | 444,727    |

## UNDERWRITING AND INVESTMENT EXHIBIT

### ANALYSIS OF CLAIMS UNPAID-PRIOR YEAR-NET OF REINSURANCE

|   | Claims Paid Year to Date                              |                                    | Liability End of Current Quarter      |                                    | 5  | 6  |
|---|---|------------------------------------|---------------------------------------|------------------------------------|--|--|
|   | 1   | 2                                  | 3                                     | 4                                  | Claims Incurred in Prior Years (Columns 1+3) | Estimated Claim Reserve and Claim Liability Dec.31 of Prior Year |
|   | 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 & medical) .....         |   |                                    |                                       |                                    |  |  |
| 2. Medicare Supplement .....                        |   |                                    |                                       |                                    |  |  |
| 3. Dental only .....                                |   |                                    |                                       |                                    |  |  |
| 4. Vision only .....                                |   |                                    |                                       |                                    |  |  |
| 5. Federal Employees Health Benefits Plan .....     |   |                                    |                                       |                                    |  |  |
| 6. Title XVIII - Medicare .....                     |   | 342,900                            |                                       | 520,396                            |  |  |
| 7. Title XIX - Medicaid .....                       | 9,296,278   | 67,415,563                         | 2,270,642                             | 11,691,437                         | 11,566,920                                   | 13,559,698   |
| 8. Other health .....                               |   |                                    |                                       |                                    |  |  |
| 9. Health subtotal (Lines 1 to 8) .....             | 9,296,278   | 67,758,463                         | 2,270,642                             | 12,211,833                         | 11,566,920                                   | 13,559,698   |
| 10. Healthcare receivables (a) .....                | 242,778   |                                    |                                       | 264,496                            | 242,778                                      | 242,778  |
| 11. Other non-health .....                          |   |                                    |                                       |                                    |  |  |
| 12. Medical incentive pools and bonus amounts ..... | 1,596,931   | 732,477                            |                                       | 444,727                            | 1,596,931                                    | 1,558,029  |
| 13. TOTALS .....                                    | 10,650,431  | 68,490,940                         | 2,270,642                             | 12,392,064                         | 12,921,073                                   | 14,874,949   |

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

## Notes to Financial Statement

### 1. Summary of Significant Accounting Policies

No Change

### 2. Accounting Change and Correction of Errors

No Change

### 3. Business Combination and Goodwill

On March 9, 2005, Midwest – HC, Inc, the parent corporation of Midwest Health Plan, Inc agreed to merge together. Midwest Health Plan, Inc then transferred approximately 87% of its common stock to a limited liability company that is owned and controlled by transferring shareholders. Each stockholder has an indirect ownership, via the limited liability company, in Midwest Health Plan, Inc in the same percentage. As a result of this merger, the Plan retired 10,000 shares of its common stock and issued 8,465 of new shares of common stock. Thus Midwest Health Plan, Inc. reported in the 1<sup>st</sup> Quarter 2006, the common stock value change to \$186,230, with \$33,770 transferred to Additional paid-in-capital.

### 4. Discontinued Operations

No Change

### 5. Investments

None

### 6. Joint Ventures, Partnerships and Limited Liability Companies

No Change.

### 7. Investment Income

For the nine months ended September 30, 2006, interest income was from:

|  |             |
|--|-------------|
| Cash   | \$243,273   |
| Cash Equivalents, Short-term investments and bonds | 1,337,036   |
| Total  | \$1,580,309 |

### 8. Derivative Instruments

No Change

### 9. Income Taxes

No Change in the Non-Admitted Deferred Tax Asset.

\$1,540,810 is the estimated Federal Income Tax for the nine months ended September 30, 2006

### 10. Information Concerning Parent, Subsidiaries and Affiliates

No Change

### 11. Debt

No Change

### 12. Employee Benefit Plan

No Change

### 13. Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations

As a result of the merger with the former parent company, Midwest HC, Inc on March 9, 2005, the Plan retired 10,000 shares of its common stock and issued 8,465 of new shares of common stock. Thus, the common stock value changed to \$186,230, with \$33,770 transferred to Additional paid-in-capital.

### 14. Contingencies

None

### 15. Leases

No Change

## Notes to Financial Statement

**16. Information About Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk.**

None

**17. Sales, Transfer and Servicing of Financial Assets and Extinguishment of Liabilities**

None

**18. Gain or Loss to the Reporting Entity from Uninsured A&H Plans and the Uninsured Portion of Partially Insured Plans.**

None

**19. Direct Premium Written/Produced by Managing General Third Agents/Third Party Administrators**

No Change

**20. September 11 Events**

No Change

**21. Other Items**

None

**22. Events Subsequent**

None.

**23. Reinsurance**

No Change

**24. Retrospectively Rated Contracts and Contracts Subject to Redetermination.**

No Change

**25. Change in Incurred Claims and Claims Adjustment Expenses**

No Change in methodology

**26. Intercompany Pooling Arrangements**

No Change

**27. Structured Settlements**

No Change

**28. Health Care Receivables - Admitted**

No Change in methodology - All receivables received within 90 days

**29. Participating Policies**

None

**30. Premium Deficiency Reserves**

None

**31. Anticipated Salvage and Subrogation**

None

# GENERAL INTERROGATORIES

(Responses to these interrogatories should be based on changes that have occurred since the prior year end unless otherwise noted)

## 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[ ] N/A[X]
  
- 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. Have there been any substantial changes in the organizational chart since the prior quarter end? Yes[ ] No[X]  
If yes, complete the Schedule Y - Part 1 - organizational chart.
  
- 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<br>Name of Entity | 2<br>NAIC Company Code | 3<br>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[X]  
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. .....12/31/2003.....
- 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. .....12/31/2003.....
- 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). .....06/16/2005.....
- 6.4 By what department or departments?  
Department of Consumer & Industry Services (CIS), Office of Financial & Insurance Services
  
- 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 Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

| 1<br>Affiliate Name | 2<br>Location (City, State) | 3<br>FRB     | 4<br>OCC     | 5<br>OTS     | 6<br>FDIC    | 7<br>SEC     |
|---------------------|-----------------------------|--------------|--------------|--------------|--------------|--------------|
| .....               | .....                       | Yes[ ] No[X] |

### FINANCIAL

- 9.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes[ ] No[X]
- 9.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$.....

### INVESTMENT

- 10.1 Has there been any change in the reporting entity's own preferred or common stock? Yes[X] No[ ]
- 10.2 If yes, explain:  
As a result of the merger with the former parent company, Midwest HC, Inc on March 9, 2005, the Plan retired 10,000 shares of its common stock and issued 8,465 of new shares of common stock. Thus Midwest Health Plan, Inc reported in the 1st quarter 2006, the common stock value changed to \$186,230, with \$33,770 transferred to Additional paid-in-capital.
  
- 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[ ] No[X]
- 14.2 If yes, please complete the following:

## GENERAL INTERROGATORIES (Continued)

|  | 1<br>Prior Year-End<br>Book/Adjusted<br>Carrying Value | 2<br>Current Quarter<br>Statement Value |
|--|--|---|
| 14.21 Bonds .....  |  |   |
| 14.22 Preferred Stock .....  |  |   |
| 14.23 Common Stock .....   |  |   |
| 14.24 Short-Term Investments .....   |  |   |
| 14.25 Mortgages Loans on Real Estate .....   |  |   |
| 14.26 All Other .....  |  |   |
| 14.27 Total Investment in Parent, Subsidiaries and Affiliates<br>(Subtotal Lines 14.21 to 14.26) ..... |  |   |
| 14.28 Total Investment in Parent included in Lines 14.21 to 14.26<br>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? Yes[ ] No[ ] N/A[X]  
 If no, attach a description with this statement.

16. Excluding items in Schedule E, 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 Part 1 - General, Section IV. H-Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes[X] No[ ]  
 16.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

| 1<br>Name of Custodian(s)                         | 2<br>Custodian Address                          |
|---|---|
| LaSalle Bank N.A. - Wealth Management Group ..... | 2600 West Big Beaver Road, Troy, MI 48084 ..... |

16.2 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<br>Name(s) | 2<br>Location(s) | 3<br>Complete Explanation(s) |
|--------------|------------------|------------------------------|
| .....        | .....            | .....                        |

16.3 Have there been any changes, including name changes, in the custodian(s) identified in 16.1 during the current quarter? Yes[ ] No[X]  
 16.4 If yes, give full and complete information relating thereto:

| 1<br>Old Custodian | 2<br>New Custodian | 3<br>Date<br>of Change | 4<br>Reason |
|--------------------|--------------------|------------------------|-------------|
| .....              | .....              | .....                  | .....       |

16.5 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

| 1<br>Central Registration<br>Depository | 2<br>Name(s) | 3<br>Address |
|---|--------------|--------------|
| .....                                   | .....        | .....        |

17.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes[X] No[ ]  
 17.2 If no, list exceptions:

**SCHEDULE A - VERIFICATION****Real Estate**

|     |   | 1            | 2                               |
|-----|---|--------------|---------------------------------|
|     |   | Year To Date | Prior Year Ended<br>December 31 |
| 1.  | Book/adjusted carrying value, December 31 of prior year .....                                 |              |                                 |
| 2.  | Increase (decrease) by adjustment .....   |              |                                 |
| 3.  | Cost of acquired .....  |              |                                 |
| 4.  | Cost of additions to and permanent improvements .....   |              |                                 |
| 5.  | Total profit (loss) on sales .....  |              |                                 |
| 6.  | Increase (decrease) by foreign exchange adjustment .....                                      |              |                                 |
| 7.  | Amount received on sales .....  |              |                                 |
| 8.  | Book/adjusted carrying value at end of current period .....                                   |              |                                 |
| 9.  | Total valuation allowance .....   |              |                                 |
| 10. | Subtotal (Lines 8 plus 9) .....   |              |                                 |
| 11. | Total nonadmitted amounts .....   |              |                                 |
| 12. | Statement value, current period (Page 2, real estate lines, Net Admitted Assets column) ..... |              |                                 |

**NONE****SCHEDULE B - VERIFICATION****Mortgage Loans**

|     |  | 1            | 2                               |
|-----|--|--------------|---------------------------------|
|     |  | Year To Date | Prior Year Ended<br>December 31 |
| 1.  | Book value/recorded investment excluding accrued interest on mortgages owned, December 31 of prior year .....          |              |                                 |
| 2.  | Amount loaned during period:   |              |                                 |
| 2.1 | Actual cost at time of acquisitions .....  |              |                                 |
| 2.2 | Additional investment made after acquisitions .....  |              |                                 |
| 3.  | Accrual of discount and mortgage interest points and commitment fees .....   |              |                                 |
| 4.  | Increase (decrease) by adjustment .....  |              |                                 |
| 5.  | Total profit (loss) on sale .....  |              |                                 |
| 6.  | Amounts paid on account or in full during the period .....   |              |                                 |
| 7.  | Amortization of premium .....  |              |                                 |
| 8.  | Increase (decrease) by foreign exchange adjustment .....   |              |                                 |
| 9.  | Book value/recorded investment excluding accrued interest on mortgages owned at end of current period .....            |              |                                 |
| 10. | Total valuation allowance .....  |              |                                 |
| 11. | Subtotal (Lines 9 plus 10) .....   |              |                                 |
| 12. | Total nonadmitted amounts .....  |              |                                 |
| 13. | Statement value of mortgages owned at end of current period (Page 2, mortgage lines, Net Admitted Assets column) ..... |              |                                 |

**NONE****SCHEDULE BA - VERIFICATION****Other Invested Assets**

| Description |  | 1            | 2                               |
|-------------|--|--------------|---------------------------------|
|             |  | Year To Date | Prior Year Ended<br>December 31 |
| 1.          | Book/adjusted carrying value of long-term invested assets owned, December 31 of prior year .....       |              |                                 |
| 2.          | Cost of acquisitions during period:  |              |                                 |
| 2.1         | Actual cost at time of acquisitions .....  |              |                                 |
| 2.2         | Additional investment made after acquisitions .....  |              |                                 |
| 3.          | Accrual of discount .....  |              |                                 |
| 4.          | Increase (decrease) by adjustment .....  |              |                                 |
| 5.          | Total profit (loss) on sale .....  |              |                                 |
| 6.          | Amounts paid on account or in full during the period .....   |              |                                 |
| 7.          | Amortization of premium .....  |              |                                 |
| 8.          | Increase (decrease) by foreign exchange adjustment .....   |              |                                 |
| 9.          | Book/adjusted carrying value of long-term invested assets at end of current period .....               |              |                                 |
| 10.         | Total valuation allowance .....  |              |                                 |
| 11.         | Subtotal (Lines 9 plus 10) .....   |              |                                 |
| 12.         | Total nonadmitted amounts .....  |              |                                 |
| 13.         | Statement value of long-term invested assets at end of current period (Page 2, Line 7, Column 3) ..... |              |                                 |

**NONE****SCHEDULE D - VERIFICATION****Bonds and Stocks**

|     |   | 1            | 2                               |
|-----|---|--------------|---------------------------------|
|     |   | Year To Date | Prior Year Ended<br>December 31 |
| 1.  | Book/adjusted carrying value of bonds and stocks, December 31 of prior year ..... | 1,003,102    | 1,006,458                       |
| 2.  | Cost of bonds and stocks acquired .....   |              | 1,000,522                       |
| 3.  | Accrual of discount .....   | 11,609       | 6,122                           |
| 4.  | Increase (decrease) by adjustment .....   |              |                                 |
| 5.  | Increase (decrease) by foreign exchange adjustment .....                          |              |                                 |
| 6.  | Total profit (loss) on disposal .....   |              |                                 |
| 7.  | Consideration for bonds and stocks disposed of .....                              |              | 1,010,000                       |
| 8.  | Amortization of premium .....   |              |                                 |
| 9.  | Book/adjusted carrying value, current period .....                                | 1,014,710    | 1,003,102                       |
| 10. | Total valuation allowance .....   |              |                                 |
| 11. | Subtotal (Lines 9 plus 10) .....  | 1,014,710    | 1,003,102                       |
| 12. | Total nonadmitted amounts .....   |              |                                 |
| 13. | Statement value .....   | 1,014,710    | 1,003,102                       |

**SCHEDULE D - PART 1B**  
**Showing the Acquisitions, Dispositions and Non-Trading Activity**  
**During the Current Quarter for all Bonds and Preferred Stock by Rating Class**

|   | 1  | 2   | 3   | 4   | 5  | 6   | 7  | 8  |
|---|--|---|---|---|--|---|--|--|
|   | Book/Adjusted<br>Carrying Value<br>Beginning of<br>Current Quarter | Acquisitions<br>During Current<br>Quarter | Dispositions<br>During Current<br>Quarter | Non-Trading<br>Activity During<br>Current Quarter | Book/Adjusted<br>Carrying Value<br>End of<br>First Quarter | Book/Adjusted<br>Carrying Value<br>End of<br>Second Quarter | Book/Adjusted<br>Carrying Value<br>End of<br>Third Quarter | Book/Adjusted<br>Carrying Value<br>December 31<br>Prior Year |
| <b>BONDS</b>                            |  |   |   |   |  |   |  |  |
| 1. Class 1 .....                        | 36,963,752   | 9,157,407                                 | 18,411,708                                | 3,870   | 38,269,458   | 36,963,752  | 27,713,320   | 35,411,193   |
| 2. Class 2 .....                        |  |   |   |   |  |   |  |  |
| 3. Class 3 .....                        |  |   |   |   |  |   |  |  |
| 4. Class 4 .....                        |  |   |   |   |  |   |  |  |
| 5. Class 5 .....                        |  |   |   |   |  |   |  |  |
| 6. Class 6 .....                        |  |   |   |   |  |   |  |  |
| 7. TOTAL Bonds .....                    | 36,963,752   | 9,157,407                                 | 18,411,708                                | 3,870   | 38,269,458   | 36,963,752  | 27,713,320   | 35,411,193   |
| <b>PREFERRED STOCK</b>                  |  |   |   |   |  |   |  |  |
| 8. Class 1 .....                        |  |   |   |   |  |   |  |  |
| 9. Class 2 .....                        |  |   |   |   |  |   |  |  |
| 10. Class 3 .....                       |  |   |   |   |  |   |  |  |
| 11. Class 4 .....                       |  |   |   |   |  |   |  |  |
| 12. Class 5 .....                       |  |   |   |   |  |   |  |  |
| 13. Class 6 .....                       |  |   |   |   |  |   |  |  |
| 14. TOTAL Preferred Stock .....         |  |   |   |   |  |   |  |  |
| 15. TOTAL Bonds & Preferred Stock ..... | 36,963,752   | 9,157,407                                 | 18,411,708                                | 3,870   | 38,269,458   | 36,963,752  | 27,713,320   | 35,411,193   |

**SCHEDULE DA - PART 1****Short - Term Investments Owned End of Current Quarter**

|                       | 1<br>Book/Adjusted<br>Carrying<br>Value | 2<br>Par Value | 3<br>Actual<br>Cost | 4<br>Interest Collected<br>Year To Date | 5<br>Paid for Accrued<br>Interest<br>Year To Date |
|-----------------------|---|----------------|---------------------|---|---|
| 8299999. TOTALS ..... | 26,698,609                              | X X X          | 26,698,609          | 1,477,704                               |   |

**SCHEDULE DA - PART 2 - Verification****Short-Term Investments Owned**

|   | 1<br>Year To Date | 2<br>Prior Year Ended<br>December 31 |
|---|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value, December 31 of prior year .....      | 34,408,091        | 21,394,419                           |
| 2. Cost of short-term investments acquired .....                      | 51,017,697        | 94,765,350                           |
| 3. Increase (decrease) by adjustment .....                            |                   |                                      |
| 4. Increase (decrease) by foreign exchange adjustment .....           |                   |                                      |
| 5. Total profit (loss) on disposal of short-term investments .....    |                   |                                      |
| 6. Consideration received on disposal of short-term investments ..... | 58,727,179        | 81,751,679                           |
| 7. Book/adjusted carrying value, current period .....                 | 26,698,609        | 34,408,091                           |
| 8. Total valuation allowance .....                                    |                   |                                      |
| 9. Subtotals (Lines 7 plus 8) .....                                   | 26,698,609        | 34,408,091                           |
| 10. Total nonadmitted amounts .....                                   |                   |                                      |
| 11. Statement value (Lines 9 minus 10) .....                          | 26,698,609        | 34,408,091                           |
| 12. Income collected during period .....                              | 773,566           | 842,619                              |
| 13. Income earned during period .....                                 | 1,238,273         | 1,061,059                            |

**15 Schedule DB Part F Section 1 ..... NONE**

**16 Schedule DB Part F Section 2 ..... NONE**

**17 Schedule S Ceded Reinsurance ..... NONE**

# SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS

## Allocated by States and Territories

|                             |   | Direct Business Only Year-to-Date       |   |                                      |                              |                            |   |   |
|-----------------------------|---|---|---|--------------------------------------|------------------------------|----------------------------|---|---|
|                             |   | 1<br>Guaranty<br>Fund<br>(Yes or<br>No) | 2<br>Is Insurer<br>Licensed<br>(Yes or<br>No) | 3<br>Accident and<br>Health Premiums | 4<br>Medicare<br>Title XVIII | 5<br>Medicaid<br>Title XIX | 6<br>Federal Employees<br>Health Benefits<br>Program Premiums | 7<br>Life and Annuity<br>Premiums and<br>Deposit-Type<br>Contract Funds |
| State, Etc.                 |   |   |   |                                      |                              |                            |   |   |
| 1.                          | Alabama (AL)  | No                                      | No  |                                      |                              |                            |   |   |
| 2.                          | Alaska (AK)   | No                                      | No  |                                      |                              |                            |   |   |
| 3.                          | Arizona (AZ)  | No                                      | No  |                                      |                              |                            |   |   |
| 4.                          | Arkansas (AR)   | No                                      | No  |                                      |                              |                            |   |   |
| 5.                          | California (CA)   | No                                      | No  |                                      |                              |                            |   |   |
| 6.                          | Colorado (CO)   | No                                      | No  |                                      |                              |                            |   |   |
| 7.                          | Connecticut (CT)  | No                                      | No  |                                      |                              |                            |   |   |
| 8.                          | Delaware (DE)   | No                                      | No  |                                      |                              |                            |   |   |
| 9.                          | District of Columbia (DC)   | No                                      | No  |                                      |                              |                            |   |   |
| 10.                         | Florida (FL)  | No                                      | No  |                                      |                              |                            |   |   |
| 11.                         | Georgia (GA)  | No                                      | No  |                                      |                              |                            |   |   |
| 12.                         | Hawaii (HI)   | No                                      | No  |                                      |                              |                            |   |   |
| 13.                         | Idaho (ID)  | No                                      | No  |                                      |                              |                            |   |   |
| 14.                         | Illinois (IL)   | No                                      | No  |                                      |                              |                            |   |   |
| 15.                         | Indiana (IN)  | No                                      | No  |                                      |                              |                            |   |   |
| 16.                         | Iowa (IA)   | No                                      | No  |                                      |                              |                            |   |   |
| 17.                         | Kansas (KS)   | No                                      | No  |                                      |                              |                            |   |   |
| 18.                         | Kentucky (KY)   | No                                      | No  |                                      |                              |                            |   |   |
| 19.                         | Louisiana (LA)  | No                                      | No  |                                      |                              |                            |   |   |
| 20.                         | Maine (ME)  | No                                      | No  |                                      |                              |                            |   |   |
| 21.                         | Maryland (MD)   | No                                      | No  |                                      |                              |                            |   |   |
| 22.                         | Massachusetts (MA)  | No                                      | No  |                                      |                              |                            |   |   |
| 23.                         | Michigan (MI)   | Yes                                     | Yes   |                                      | 1,041,606                    | 95,163,464                 |   |   |
| 24.                         | Minnesota (MN)  | No                                      | No  |                                      |                              |                            |   |   |
| 25.                         | Mississippi (MS)  | No                                      | No  |                                      |                              |                            |   |   |
| 26.                         | Missouri (MO)   | No                                      | No  |                                      |                              |                            |   |   |
| 27.                         | Montana (MT)  | No                                      | No  |                                      |                              |                            |   |   |
| 28.                         | Nebraska (NE)   | No                                      | No  |                                      |                              |                            |   |   |
| 29.                         | Nevada (NV)   | No                                      | No  |                                      |                              |                            |   |   |
| 30.                         | New Hampshire (NH)  | No                                      | No  |                                      |                              |                            |   |   |
| 31.                         | New Jersey (NJ)   | No                                      | No  |                                      |                              |                            |   |   |
| 32.                         | New Mexico (NM)   | No                                      | No  |                                      |                              |                            |   |   |
| 33.                         | New York (NY)   | No                                      | No  |                                      |                              |                            |   |   |
| 34.                         | North Carolina (NC)   | No                                      | No  |                                      |                              |                            |   |   |
| 35.                         | North Dakota (ND)   | No                                      | No  |                                      |                              |                            |   |   |
| 36.                         | Ohio (OH)   | No                                      | No  |                                      |                              |                            |   |   |
| 37.                         | Oklahoma (OK)   | No                                      | No  |                                      |                              |                            |   |   |
| 38.                         | Oregon (OR)   | No                                      | No  |                                      |                              |                            |   |   |
| 39.                         | Pennsylvania (PA)   | No                                      | No  |                                      |                              |                            |   |   |
| 40.                         | Rhode Island (RI)   | No                                      | No  |                                      |                              |                            |   |   |
| 41.                         | South Carolina (SC)   | No                                      | No  |                                      |                              |                            |   |   |
| 42.                         | South Dakota (SD)   | No                                      | No  |                                      |                              |                            |   |   |
| 43.                         | Tennessee (TN)  | No                                      | No  |                                      |                              |                            |   |   |
| 44.                         | Texas (TX)  | No                                      | No  |                                      |                              |                            |   |   |
| 45.                         | Utah (UT)   | No                                      | No  |                                      |                              |                            |   |   |
| 46.                         | Vermont (VT)  | No                                      | No  |                                      |                              |                            |   |   |
| 47.                         | Virginia (VA)   | No                                      | No  |                                      |                              |                            |   |   |
| 48.                         | Washington (WA)   | No                                      | No  |                                      |                              |                            |   |   |
| 49.                         | West Virginia (WV)  | No                                      | No  |                                      |                              |                            |   |   |
| 50.                         | Wisconsin (WI)  | No                                      | No  |                                      |                              |                            |   |   |
| 51.                         | Wyoming (WY)  | No                                      | No  |                                      |                              |                            |   |   |
| 52.                         | American Samoa (AS)   | No                                      | No  |                                      |                              |                            |   |   |
| 53.                         | Guam (GU)   | No                                      | No  |                                      |                              |                            |   |   |
| 54.                         | Puerto Rico (PR)  | No                                      | No  |                                      |                              |                            |   |   |
| 55.                         | U.S. Virgin Islands (VI)  | No                                      | No  |                                      |                              |                            |   |   |
| 56.                         | Northern Mariana Islands (MP)                                     | No                                      | No  |                                      |                              |                            |   |   |
| 57.                         | Canada (CN)   | No                                      | No  |                                      |                              |                            |   |   |
| 58.                         | Aggregate other alien (OT)  | X X X                                   | X X X   |                                      |                              |                            |   |   |
| 59.                         | Subtotal  | X X X                                   | X X X   |                                      | 1,041,606                    | 95,163,464                 |   |   |
| 60.                         | Reporting entity contributions for Employee Benefit Plans         | X X X                                   | X X X   |                                      |                              |                            |   |   |
| 61.                         | <b>Total (Direct Business)</b>                                    | <b>X X X</b>                            | <b>(a) 1</b>                                  |                                      | <b>1,041,606</b>             | <b>95,163,464</b>          |   |   |
| <b>DETAILS OF WRITE-INS</b> |   |   |   |                                      |                              |                            |   |   |
| 5801.                       |   | X X X                                   | X X X   |                                      |                              |                            |   |   |
| 5802.                       |   | X X X                                   | X X X   |                                      |                              |                            |   |   |
| 5803.                       |   | X X X                                   | X X X   |                                      |                              |                            |   |   |
| 5898.                       | Summary of remaining write-ins for Line 58 from overflow page     | X X X                                   | X X X   |                                      |                              |                            |   |   |
| 5899.                       | <b>TOTALS (Lines 5801 through 5803 plus 5898) (Line 58 above)</b> | <b>X X X</b>                            | <b>X X X</b>                                  |                                      |                              |                            |   |   |

(a) Insert the number of yes responses except for Canada and Other Alien.

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

**N O N E**

**OVERFLOW PAGE FOR WRITE-INS****STATEMENT OF REVENUE AND EXPENSES**

|   | Current Year To Date |            | Prior Year<br>To Date |
|---|----------------------|------------|-----------------------|
|   | 1<br>Uncovered       | 2<br>Total | 3<br>Total            |
| 0604. Child & Adolescent Program Fee .....                                      | X X X .....          | (516,640)  | (502,769)             |
| 0697. Summary of remaining write-ins for Line 6 (Lines 0604 through 0696) ..... | X X X .....          | (516,640)  | (502,769)             |

|            |   |             |
|------------|---|-------------|
| <b>E01</b> | <b>Schedule A Part 2</b> .....            | <b>NONE</b> |
| <b>E01</b> | <b>Schedule A Part 3</b> .....            | <b>NONE</b> |
| <b>E02</b> | <b>Schedule B Part 1</b> .....            | <b>NONE</b> |
| <b>E02</b> | <b>Schedule B Part 2</b> .....            | <b>NONE</b> |
| <b>E03</b> | <b>Schedule BA Part 1</b> .....           | <b>NONE</b> |
| <b>E03</b> | <b>Schedule BA Part 2</b> .....           | <b>NONE</b> |
| <b>E04</b> | <b>Schedule D Part 3</b> .....            | <b>NONE</b> |
| <b>E05</b> | <b>Schedule D Part 4</b> .....            | <b>NONE</b> |
| <b>E06</b> | <b>Schedule DB Part A Section 1</b> ..... | <b>NONE</b> |
| <b>E06</b> | <b>Schedule DB Part B Section 1</b> ..... | <b>NONE</b> |
| <b>E07</b> | <b>Schedule DB Part C Section 1</b> ..... | <b>NONE</b> |
| <b>E07</b> | <b>Schedule DB Part D Section 1</b> ..... | <b>NONE</b> |

**SCHEDULE E - PART 1 - CASH****Month End Depository Balances**

| 1<br>Depository   |                       | 2<br>Code | 3<br>Rate of Interest | 4<br>Amount of Interest Received During Current Quarter | 5<br>Amount of Interest Accrued at Current Statement Date | Book Balance at End of Each Month During Current Quarter |                   |                  | 9<br>* |
|---|-----------------------|-----------|-----------------------|---|---|--|-------------------|------------------|--------|
|   |                       |           |                       |   |   | 6<br>First Month   | 7<br>Second Month | 8<br>Third Month |        |
| <b>open depositories</b>  |                       |           |                       |   |   |  |                   |                  |        |
| LaSalle Bank Midwest, N.A. ...  | Checking .....        |           | 4.450                 | 92,203  |   | 4,538,791  | 4,372,545         | 4,193,267        | X X X  |
| LaSalle Bank Midwest, N.A. ...  | Payroll Account ..... |           |                       |   |   | 161,638  | 280,935           | 149,731          | X X X  |
| 0199998 Deposits in ..... depositories that do not exceed the allowable limit in any one depository (See Instructions) - open depositories            |                       | X X X     | X X X                 |   |   |  |                   |                  | X X X  |
| 0199999 Totals - Open Depositories .....  |                       | X X X     | X X X                 | 92,203  |   | 4,700,429  | 4,653,480         | 4,342,998        | X X X  |
| 0299998 Deposits in ..... depositories that do not exceed the allowable limit in any one depository (See Instructions) - suspended depositories ..... |                       | X X X     | X X X                 |   |   |  |                   |                  | X X X  |
| 0299999 Totals - Suspended Depositories .....   |                       | X X X     | X X X                 |   |   |  |                   |                  | X X X  |
| 0399999 Total Cash On Deposit .....   |                       | X X X     | X X X                 | 92,203  |   | 4,700,429  | 4,653,480         | 4,342,998        | X X X  |
| 0499999 Cash in Company's Office .....  |                       | X X X     | X X X                 | X X X   | X X X   |  |                   |                  | X X X  |
| 0599999 Total Cash .....  |                       | X X X     | X X X                 | 92,203  |   | 4,700,429  | 4,653,480         | 4,342,998        | X X X  |

## SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

| 1                             | 2                            | 3    | 4                | 5                   | 6                | 7                               | 8                                      | 9                             |
|-------------------------------|------------------------------|------|------------------|---------------------|------------------|---------------------------------|--|-------------------------------|
| CUSIP<br>Identification       | Description                  | Code | Date<br>Acquired | Rate<br>of Interest | Maturity<br>Date | Book/Adjusted<br>Carrying Value | Amount of<br>Interest Due<br>& Accrued | Gross<br>Investment<br>Income |
| <b>Total Cash Equivalents</b> |                              |      |                  |                     |                  |                                 |  |                               |
| 74433HKB9 .....               | Prudential Fund LLC .....    |      | 07/13/2006 ..... | 0.000 .....         | 10/11/2006 ..... | 1,480,013 .....                 | 17,767 .....                           | 17,767 .....                  |
| 5180A1L17 .....               | LaSalle Bank Corp .....      |      | 08/03/2006 ..... | 0.000 .....         | 11/01/2006 ..... | 1,677,518 .....                 | 14,739 .....                           | 14,739 .....                  |
| 64351VLL4 .....               | New Center Asset Trust ..... |      | 08/22/2006 ..... | 0.000 .....         | 11/20/2006 ..... | 1,973,750 .....                 | 11,667 .....                           | 11,667 .....                  |
| 17307SLM2 .....               | Citigroup Funding Inc .....  |      | 08/23/2006 ..... | 0.000 .....         | 11/21/2006 ..... | 986,875 .....                   | 5,688 .....                            | 5,688 .....                   |
| 4042F1LM9 .....               | HSBC Finance Corp .....      |      | 08/23/2006 ..... | 0.000 .....         | 11/21/2006 ..... | 1,875,110 .....                 | 10,786 .....                           | 10,786 .....                  |
| 90262DMF9 .....               | UBS Finance Delaware .....   |      | 09/15/2006 ..... | 0.000 .....         | 12/15/2006 ..... | 3,157,574 .....                 | 7,460 .....                            | 7,460 .....                   |
| 0199999                       | Total Cash Equivalents ..... |      |                  |                     |                  | 11,150,839 .....                | 68,105 .....                           | 68,105 .....                  |

## INDEX TO HEALTH QUARTERLY STATEMENT

Accounting Changes and Corrections of Errors; Q10, Note 2; Q11  
Accounting Practices and Policies; Q5; Q10, Note 1  
Admitted Assets; Q2  
Bonds; Q2; Q6; Q11.1; QE04; QE05  
Bonuses; Q3; Q4; Q8; Q9  
Borrowed Funds; Q3; Q6  
Business Combinations and Goodwill; Q10, Note 3  
Capital Gains (Losses)  
    Realized; Q4  
    Unrealized; Q4; Q5  
Capital Stock; Q2; Q10, Note 13  
Capital Notes; Q6; Q10, Note 11  
Caps; QE06  
Cash; Q2; Q6; QE08  
Cash Equivalents; Q2; Q6  
Claims; Q3; Q8  
Collars; QE07  
Commissions; Q6  
Common Stock; Q2; Q3; Q6; Q11.1  
Cost Containment Expenses; Q4  
Contingencies; Q10, Note 14  
Counterparty Exposure; Q10, Note 8  
Debt; Q10, Note 11  
Deferred Compensation; Q10, Note 2  
Derivative Instruments; Q10, Note 8; Q14; Q15; QE06; QE07  
Discontinued Operations; Q10, Note 4  
Electronic Data Processing Equipment; Q2  
Encumbrances; Q2; QE01  
Emergency Room; Q4  
Expenses; Q3; Q4; Q6  
Extinguishment of Liabilities; Q10, Note 17  
Extraordinary Item; Q10, Note 21  
Fee for Service; Q4  
Foreign Exchange; Q2; Q3; Q5; Q12; QE01; QE02; QE04; QE05  
Forwards; QE07  
Furniture, Equipment and Supplies; Q2  
Guaranty Fund; Q2; Q18  
Health Care Receivables; Q2; Q9; Q10, Note 28  
Hospital/Medical Benefits; Q4  
Incentive Pools; Q3; Q4; Q9  
Income; Q4; Q5  
Income Taxes; Q2; Q3; Q4; Q5; Q10, Note 9  
Incurred Claims and Claim Adjustment Expenses; Q10, Note 25  
Intercompany Pooling; Q10, Note 26  
Investment Income; Q10, Note 7  
    Accrued; Q2  
    Earned; Q2; Q14  
    Received; Q6  
Investments; Q10, Note 5; Q11.1  
Joint Ventures; Q10, Note 6  
Leases; Q10, Note 15  
Limited Liability Company (LLC); Q10, Note 6  
Limited Partnership; Q10, Note 6  
Long-Term Invested Assets; QE03  
Managing General Agents; Q10, Note 19  
Member Months; Q4; Q7  
Mortgage Loans; Q2; Q6; Q11.1; QE02  
Non Admitted Assets; Q2; Q5; Q12  
Off-Balance Sheet Risk; Q10, Note 16  
Options; QE06  
Organizational Chart; Q11; Q19  
Out-of-Area; Q4  
Outside Referrals; Q4  
Parents, Subsidiaries and Affiliates; Q2; Q3; Q10, Note 10; Q11.1  
Participating Policies; Q10, Note 29  
Pharmaceutical Rebates; Q10, Note 28  
Policyholder Dividends; Q6  
Postemployment Benefits; Q10, Note 12  
Postretirement Benefits; Q10, Note 12  
Preferred Stock; Q2; Q3; Q6; Q11.1  
Premium Deficiency Reserves; Q10, Note 30  
Premiums and Considerations

## INDEX TO HEALTH QUARTERLY STATEMENT

Advance; Q3  
Collected; Q6  
Deferred; Q2  
Direct; Q7; Q18  
Earned; Q7  
Retrospective; Q2  
Uncollected; Q2  
Unearned; Q4; Q7  
Written; Q4; Q7  
Prescription Drugs; Q4  
Quasi Reorganizations; Q10, Note 13  
Real Estate; Q2; QE01  
Redetermination, Contracts Subject to; Q10, Note 24  
Reinsurance; Q10, Note 23  
    Ceded; Q3; Q17  
    Funds Held; Q2  
    Payable; Q3  
    Premiums; Q3  
    Receivable; Q2; Q4  
    Unauthorized; Q3; Q5  
Reserves  
    Accident and Health; Q3; Q4  
    Claim; Q3; Q5; Q8  
    Life; Q3  
Retirement Plans; Q10, Note 12  
Retrospectively Rated Policies; Q10, Note 24  
Risk Revenue; Q4  
Salvage and Subrogation; Q10, Note 31  
September 11 Events; Q10, Note 20  
Servicing of Financial Assets; Q10, Note 17  
Short-Term Investments; Q2; Q6; Q11.1; Q14  
Stockholder Dividends; Q5  
Subsequent Events; Q10, Note 22  
Surplus; Q3; Q5; Q10, Note 13  
Surplus Notes; Q3; Q5; Q6  
Swaps; QE07  
Synthetic Assets; Q15; Q16  
Third Party Administrator; Q10, Note 19  
Treasury Stock; Q3; Q5  
Uninsured Accident and Health; Q2; Q3; Q10, Note 18  
Valuation Allowance; Q12; Q14  
Wash Sales; Q10, Note 17  
Withholds; Q4; Q8