QUARTERLY STATEMENT

AS OF SEPTEMBER 30, 2016

OF THE CONDITION AND AFFAIRS OF THE

Meridian Health Plan of Michigan, Inc.

NAIC Group Code 4640 (Current Period), 4640 (Prior Period) NAIC Company Code 52563 Employer's ID Number 38-3253977

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[X] No[ ] N/A[ ]

Incorporated/Organized 12/31/1995 Commenced Business 12/31/1995

Statutory Home Office 1 Campus Martius, Suite 700 (Street and Number), Detroit, MI, US 48226 (City or Town, State, Country and Zip Code)

Main Administrative Office 1 Campus Martius, Suite 700 (Street and Number)
Detroit, MI, US 48226 (City or Town, State, Country and Zip Code) (313)324-3700 (Area Code) (Telephone Number)

Mail Address 1 Campus Martius, Suite 700 (Street and Number or P.O. Box), Detroit, MI, US 48226 (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 1 Campus Martius, Suite 700 (Street and Number)
Detroit, MI, US 48226 (City or Town, State, Country and Zip Code) (313)324-3700 (Area Code) (Telephone Number)

Internet Web Site Address www.mhplan.com

Statutory Statement Contact Matthew Agnone (Name) (313)324-3700 (Area Code)(Telephone Number)(Extension)
matthew.agnone@mhplan.com (E-Mail Address) (313)324-1822 (Fax Number)

OFFICERS

Name	Title
Jon B. Cotton	President
Sean P. Cotton	Secretary
Janice Torosian	Treasurer

OTHERS

DIRECTORS OR TRUSTEES

George Ellis
David B. Cotton M.D.
Karie Pasternak

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 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.

(Signature)	(Signature)	(Signature)
Jon B. Cotton	Sean P. Cotton	Janice Torosian
(Printed Name)	(Printed Name)	(Printed Name)
1.	2.	3.
President	Secretary	Treasurer
(Title)	(Title)	(Title)

Subscribed and sworn to before me this
_____ day of _____, 2016

a. Is this an original filing? Yes[X] No[ ]
b. If no, 1. State the amendment number
2. Date filed
3. Number of pages attached

(Notary Public Signature)

ASSETS

	Current Statement Date 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 December 31 Prior Year Net Admitted Assets
1. Bonds	104,534,916		104,534,916	88,015,107
2. Stocks:				
2.1 Preferred stocks				
2.2 Common stocks	11,339,241		11,339,241	10,724,541
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 $.....0 encumbrances)				
4.2 Properties held for the production of income (less $.....0 encumbrances)				
4.3 Properties held for sale (less $.....0 encumbrances)				
5. Cash ($.....176,817,495), cash equivalents ($.....0) and short-term investments ($.....56,162,191)	232,979,686		232,979,686	298,151,735
6. Contract loans (including $.....0 premium notes)				
7. Derivatives				
8. Other invested assets	1,480,040	1,248,375	231,665	231,664
9. Receivables for securities				
10. Securities lending reinvested collateral assets				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	350,333,883	1,248,375	349,085,508	397,123,047
13. Title plants less $.....0 charged off (for Title insurers only)				
14. Investment income due and accrued	1,533,069	29,129	1,503,940	1,007,828
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	38,748,241		38,748,241	24,965,178
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $.....0 earned but unbilled premiums)				
15.3 Accrued retrospective premiums ($.....4,619,952) and contracts subject to redetermination ($.....0)	4,619,952		4,619,952	3,728,924
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	4,885,682		4,885,682	2,888,920
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts				
17. Amounts receivable relating to uninsured plans	16,192,214		16,192,214	11,815,159
18.1 Current federal and foreign income tax recoverable and interest thereon				
18.2 Net deferred tax asset	1,075,214		1,075,214	1,075,214
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software				
21. Furniture and equipment, including health care delivery assets ($.....0)				
22. Net adjustments in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates				
24. Health care ($.....74,841,717) and other amounts receivable	75,710,496	868,779	74,841,717	35,042,808
25. Aggregate write-ins for other-than-invested assets	3,027	3,027		
26. TOTAL assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	493,101,778	2,149,310	490,952,468	477,647,078
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. TOTAL (Lines 26 and 27)	493,101,778	2,149,310	490,952,468	477,647,078
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501. Deposits	3,027	3,027		
2502.				
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	3,027	3,027		

LIABILITIES, CAPITAL AND SURPLUS

		Current Period			Prior Year
		1 Covered	2 Uncovered	3 Total	4 Total
1.	Claims unpaid (less $.....0 reinsurance ceded)	296,236,917		296,236,917	293,679,311
2.	Accrued medical incentive pool and bonus amounts	3,036,439		3,036,439	2,656,594
3.	Unpaid claims adjustment expenses	1,402,693		1,402,693	1,470,548
4.	Aggregate health policy reserves, including the liability of $.....0 for medical loss ratio rebate per the Public Health Service Act	1,821,065		1,821,065	404,601
5.	Aggregate life policy reserves				
6.	Property/casualty unearned premium reserve				
7.	Aggregate health claim reserves				
8.	Premiums received in advance	8,696,208		8,696,208	134,924
9.	General expenses due or accrued	11,547,791		11,547,791	11,150,771
10.1	Current federal and foreign income tax payable and interest thereon (including $.....0 on realized gains (losses))	2,840,717		2,840,717	1,028,019
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 $.....0 current) and interest thereon $.....0 (including $.....0 current)				
15.	Amounts due to parent, subsidiaries and affiliates	3,393,353		3,393,353	13,529,300
16.	Derivatives				
17.	Payable for securities				
18.	Payable for securities lending				
19.	Funds held under reinsurance treaties with ($.....0 authorized reinsurers, $.....0 unauthorized reinsurers and $.....0 certified reinsurers)				
20.	Reinsurance in unauthorized and certified ($.....0) companies				
21.	Net adjustments in assets and liabilities due to foreign exchange rates				
22.	Liability for amounts held under uninsured plans	24,592		24,592	157,070
23.	Aggregate write-ins for other liabilities (including $.....0 current)				
24.	Total liabilities (Lines 1 to 23)	328,999,775		328,999,775	324,211,138
25.	Aggregate write-ins for special surplus funds	XXX	XXX		36,414,297
26.	Common capital stock	XXX	XXX	44,700	44,700
27.	Preferred capital stock	XXX	XXX		
28.	Gross paid in and contributed surplus	XXX	XXX	63,451,363	56,451,363
29.	Surplus notes	XXX	XXX		
30.	Aggregate write-ins for other-than-special surplus funds	XXX	XXX		
31.	Unassigned funds (surplus)	XXX	XXX	98,456,630	60,525,580
32.	Less treasury stock, at cost:				
	32.1 .....0 shares common (value included in Line 26 $.....0)	XXX	XXX		
	32.2 .....0 shares preferred (value included in Line 27 $.....0)	XXX	XXX		
33.	Total capital and surplus (Lines 25 to 31 minus Line 32)	XXX	XXX	161,952,693	153,435,940
34.	Total Liabilities, capital and surplus (Lines 24 and 33)	XXX	XXX	490,952,468	477,647,078
DETAILS OF WRITE-INS					
2301.					
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)				
2501.	Estimate of ACA Health Insurer Fee Surplus	XXX	XXX		36,414,297
2502.		XXX	XXX		
2503.		XXX	XXX		
2598.	Summary of remaining write-ins for Line 25 from overflow page	XXX	XXX		
2599.	TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	XXX	XXX		36,414,297
3001.		XXX	XXX		
3002.		XXX	XXX		
3003.		XXX	XXX		
3098.	Summary of remaining write-ins for Line 30 from overflow page	XXX	XXX		
3099.	TOTALS (Lines 3001 through 3003 plus 3098) (Line 30 above)	XXX	XXX		

STATEMENT OF REVENUE AND EXPENSES

		Current Year To Date		Prior Year To Date	Prior Year Ended December 31
		1 Uncovered	2 Total	3 Total	4 Total
1.	Member Months	XXX	4,363,187	3,818,866	5,153,310
2.	Net premium income (including $.....0 non-health premium income)	XXX	1,752,504,275	1,498,483,270	2,069,742,591
3.	Change in unearned premium reserves and reserves for rate credits	XXX			
4.	Fee-for-service (net of $.....0 medical expenses)	XXX			
5.	Risk revenue	XXX			
6.	Aggregate write-ins for other health care related revenues	XXX	58,252,367	43,853,544	43,496,139
7.	Aggregate write-ins for other non-health revenues	XXX			
8.	Total revenues (Lines 2 to 7)	XXX	1,810,756,642	1,542,336,814	2,113,238,730
Hospital and Medical:					
9.	Hospital/medical benefits		1,175,382,699	997,421,920	1,381,819,692
10.	Other professional services		9,687,295	8,145,811	11,877,880
11.	Outside referrals		84,571,306	73,731,473	103,151,335
12.	Emergency room and out-of-area		22,027,831	17,114,182	23,759,488
13.	Prescription drugs		206,298,526	163,937,198	224,944,047
14.	Aggregate write-ins for other hospital and medical		231,272	264,891	327,567
15.	Incentive pool, withhold adjustments and bonus amounts		9,294,181	8,917,349	11,630,363
16.	Subtotal (Lines 9 to 15)		1,507,493,110	1,269,532,824	1,757,510,372
Less:					
17.	Net reinsurance recoveries		3,141,318	3,663,205	4,188,094
18.	Total hospital and medical (Lines 16 minus 17)		1,504,351,792	1,265,869,619	1,753,322,278
19.	Non-health claims (net)				
20.	Claims adjustment expenses, including $.....0 cost containment expenses		3,768,401	6,135,926	8,438,081
21.	General administrative expenses		283,745,792	244,268,037	328,865,346
22.	Increase in reserves for life and accident and health contracts (including $.....0 increase in reserves for life only)				
23.	Total underwriting deductions (Lines 18 through 22)		1,791,865,985	1,516,273,582	2,090,625,705
24.	Net underwriting gain or (loss) (Lines 8 minus 23)	XXX	18,890,657	26,063,232	22,613,025
25.	Net investment income earned		1,425,172	773,871	1,175,085
26.	Net realized capital gains (losses) less capital gains tax of $.....60,393		(117,233)	80,113	243,750
27.	Net investment gains or (losses) (Lines 25 plus 26)		1,307,939	853,984	1,418,835
28.	Net gain or (loss) from agents' or premium balances charged off [(amount recovered $.....0) (amount charged off $.....0)]				
29.	Aggregate write-ins for other income or expenses		38,527	148,117	184,201
30.	Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29)	XXX	20,237,123	27,065,333	24,216,061
31.	Federal and foreign income taxes incurred	XXX	19,452,090	20,571,494	17,387,893
32.	Net income (loss) (Lines 30 minus 31)	XXX	785,033	6,493,839	6,828,168
DETAILS OF WRITE-INS					
0601.	ACA Insurer Fee	XXX	58,252,367	43,853,544	43,496,139
0602.		XXX			
0603.		XXX			
0698.	Summary of remaining write-ins for Line 6 from overflow page	XXX			
0699.	TOTALS (Lines 0601 through 0603 plus 0698) (Line 6 above)	XXX	58,252,367	43,853,544	43,496,139
0701.		XXX			
0702.		XXX			
0703.		XXX			
0798.	Summary of remaining write-ins for Line 7 from overflow page	XXX			
0799.	TOTALS (Lines 0701 through 0703 plus 0798) (Line 7 above)	XXX			
1401.	Hearing/Speech devices		231,272	264,891	327,567
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)		231,272	264,891	327,567
2901.	Miscellaneous revenue		38,527	148,117	184,201
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)		38,527	148,117	184,201

STATEMENT OF REVENUE AND EXPENSES (Continued)

		1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
	CAPITAL & SURPLUS ACCOUNT			
33.	Capital and surplus prior reporting year	153,435,940	107,399,484	107,399,484
34.	Net income or (loss) from Line 32	785,033	6,493,839	6,828,168
35.	Change in valuation basis of aggregate policy and claim reserves			
36.	Change in net unrealized capital gains (losses) less capital gains tax of $.....0	945,822	(663,982)	(411,634)
37.	Change in net unrealized foreign exchange capital gain or (loss)			
38.	Change in net deferred income tax			(465,073)
39.	Change in nonadmitted assets	(214,102)	(86,765)	84,995
40.	Change in unauthorized and certified 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			
	44.2 Transferred from surplus (Stock Dividend)			
	44.3 Transferred to surplus			
45.	Surplus adjustments:			
	45.1 Paid in	7,000,000	20,000,000	40,000,000
	45.2 Transferred to capital (Stock Dividend)			
	45.3 Transferred from capital			
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)	8,516,753	25,743,092	46,036,456
49.	Capital and surplus end of reporting period (Line 33 plus 48)	161,952,693	133,142,576	153,435,940
DETAILS OF WRITE-INS				
4701.	0			
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 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
	Cash from Operations			
1.	Premiums collected net of reinsurance	1,749,214,540	1,485,079,591	2,043,488,514
2.	Net investment income	2,318,596	1,515,481	1,987,619
3.	Miscellaneous income	16,919,998	13,333,424	39,909,565
4.	TOTAL (Lines 1 to 3)	1,768,453,134	1,499,928,496	2,085,385,698
5.	Benefit and loss related payments	1,503,563,743	1,206,258,822	1,657,880,415
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7.	Commissions, expenses paid and aggregate write-ins for deductions	291,656,036	263,603,649	342,036,905
8.	Dividends paid to policyholders			
9.	Federal and foreign income taxes paid (recovered) net of $.....0 tax on capital gains (losses)	17,578,999	13,445,003	18,489,207
10.	TOTAL (Lines 5 through 9)	1,812,798,778	1,483,307,474	2,018,406,527
11.	Net cash from operations (Line 4 minus Line 10)	(44,345,644)	16,621,022	66,979,171
	Cash from Investments			
12.	Proceeds from investments sold, matured or repaid:			
	12.1 Bonds	54,599,727	23,095,742	34,443,952
	12.2 Stocks	2,546,049		7,257,011
	12.3 Mortgage loans			
	12.4 Real estate			
	12.5 Other invested assets	41,835	39,098	39,099
	12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	2,687		
	12.7 Miscellaneous proceeds		7,495	217,254
	12.8 TOTAL investment proceeds (Lines 12.1 to 12.7)	57,190,298	23,142,335	41,957,316
13.	Cost of investments acquired (long-term only):			
	13.1 Bonds	72,307,696	49,209,862	69,882,255
	13.2 Stocks	2,573,060	13,202	7,253,645
	13.3 Mortgage loans			
	13.4 Real estate			
	13.5 Other invested assets			
	13.6 Miscellaneous applications			117,245
	13.7 TOTAL investments acquired (Lines 13.1 to 13.6)	74,880,756	49,223,064	77,253,145
14.	Net increase (or decrease) in contract loans and premium notes			
15.	Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(17,690,458)	(26,080,729)	(35,295,829)
	Cash from Financing and Miscellaneous Sources			
16.	Cash provided (applied):			
	16.1 Surplus notes, capital notes			
	16.2 Capital and paid in surplus, less treasury stock	7,000,000	20,000,000	40,000,000
	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)	(10,135,947)	(490,966)	10,866,865
17.	Net cash from financing and miscellaneous sources (Line 16.1 through 16.4 minus Line 16.5 plus Line 16.6)	(3,135,947)	19,509,034	50,866,865
	RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18.	Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(65,172,049)	10,049,327	82,550,207
19.	Cash, cash equivalents and short-term investments:			
	19.1 Beginning of year	298,151,735	215,601,528	215,601,528
	19.2 End of period (Line 18 plus Line 19.1)	232,979,686	225,650,855	298,151,735

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

20.0001				

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

	1	Comprehensive (Hospital & Medical)		4	5	6	7	8	9	10
		2	3							
	Total	Individual	Group	Medicare Supplement	Vision Only	Dental Only	Federal Employees Health Benefit Plan	Title XVIII Medicare	Title XIX Medicaid	Other
Total Members at end of:										
1. Prior Year	455,299	28						7,575	444,528	3,168
2. First Quarter	481,222	3,096						8,283	467,956	1,887
3. Second Quarter	490,825	2,950						9,078	477,011	1,786
4. Third Quarter	491,604	2,792						9,327	477,746	1,739
5. Current Year										
6. Current Year Member Months	4,363,187	25,097						77,829	4,243,701	16,560
Total Member Ambulatory Encounters for Period:										
7. Physician	4,602,103	8,995						152,808	4,440,300	
8. Non-Physician	3,871,616	5,128						265,089	3,601,399	
9. Total	8,473,719	14,123						417,897	8,041,699	
10. Hospital Patient Days Incurred	168,910	198						11,696	157,016	
11. Number of Inpatient Admissions	43,611	50						2,437	41,124	
12. Health Premiums Written (a)	1,754,315,393	7,217,770						97,893,509	1,646,264,529	2,939,585
13. Life Premiums Direct										
14. Property/Casualty Premiums Written										
15. Health Premiums Earned	1,752,504,275	7,217,770						97,821,631	1,644,525,289	2,939,585
16. Property/Casualty Premiums Earned										
17. Amount Paid for Provision of Health Care Services	1,503,563,743	1,238,416						94,845,942	1,404,238,990	3,240,395
18. Amount Incurred for Provision of Health Care Services	1,507,493,110	6,112,229						91,335,146	1,407,413,387	2,632,348

(a) For health premiums written: amount of Medicare Title XVIII exempt from state taxes or fees $.....97,893,509.

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

Aging Analysis of Unpaid Claims

1 Account	2 1 - 30 Days	3 31 - 60 Days	4 61 - 90 Days	5 91 - 120 days	6 Over 120 Days	7 Total
0199999 Individually Listed Claims Unpaid						
0299999 Aggregate Accounts Not Individually Listed - Uncovered						
0399999 Aggregate Accounts Not Individually Listed - Covered	48,948,944	1,395,892	1,395,892	534,041	4,428,391	56,703,160
0499999 Subtotals	48,948,944	1,395,892	1,395,892	534,041	4,428,391	56,703,160
0599999 Unreported claims and other claim reserves						239,533,757
0699999 Total Amounts Withheld						
0799999 Total Claims Unpaid						296,236,917
0899999 Accrued Medical Incentive Pool And Bonus Amounts						3,036,439

UNDERWRITING AND INVESTMENT EXHIBIT

ANALYSIS OF CLAIMS UNPAID-PRIOR YEAR-NET OF REINSURANCE

Line of Business	Claims Paid Year to Date		Liability End of Current Quarter		5	6
	1 On Claims Incurred Prior to January 1 of Current Year	2 On Claims Incurred During the Year	3 On Claims Unpaid Dec 31 of Prior Year	4 On Claims Incurred During the Year	Claims Incurred in Prior Years (Columns 1+3)	Estimated Claim Reserve and Claim Liability Dec 31 of Prior Year
1. Comprehensive (hospital & medical)	21,692	1,233,653	5,077	4,976,935	26,769	108,199
2. Medicare Supplement						
3. Dental only						
4. Vision only						
5. Federal Employees Health Benefits Plan						
6. Title XVIII - Medicare	22,513,831	72,983,806	446,091	17,461,067	22,959,922	21,405,246
7. Title XIX - Medicaid	229,969,008	1,164,971,354	41,445,361	231,637,245	271,414,369	271,292,679
8. Other health	919,908	2,530,581	3,768	261,372	923,676	873,187
9. Health subtotal (Lines 1 to 8)	253,424,439	1,241,719,394	41,900,297	254,336,619	295,324,736	293,679,311
10. Healthcare receivables (a)	194,569	2,449,258			194,569	
11. Other non-health						
12. Medical incentive pools and bonus amounts	2,217,056	6,697,280		3,036,439	2,217,056	2,656,594
13. Totals (Lines 9 - 10 + 11 + 12)	255,446,926	1,245,967,416	41,900,297	257,373,058	297,347,223	296,335,905

(a) Excludes $.....0 loans or advances to providers not yet expensed.

Notes to Financial Statement

Meridian Health Plan of Michigan, Inc.
Notes to the Financial Statements September 30, 2016

Note 1 –Summary of Significant Accounting Policies

Meridian Health Plan of Michigan, Inc. (the "Company") operates as a state-licensed health maintenance organization (HMO). The Company provides medical services to persons in sixty-eight Michigan counties who subscribe as recipients of state health benefits (Medicaid benefits). In addition, the Company operates a Medicare Advantage Dual-Eligible Special Needs Plan, a Medicare Advantage Prescription Drug Plan, and a Medicare Stand – alone Prescription Drug Plan and offers individual and catastrophic plans on the Federal Health Insurance Market. On March 1, 2015, the Company commenced operation of a Medicare – Medicaid Alignment Initiative Plan.

The Company contracts directly with physician/physician groups and hospitals for the provision of medical care, and compensates the providers on either a capitation or fee for service basis. The Company has a risk sharing arrangement with some primary care physicians, and a portion of the capitation payments may be retained for settlement of risk-sharing arrangements.

A. Accounting Practices

The financial statements of Meridian Health Plan of Michigan (the "Company") are presented on the basis of accounting practices prescribed or permitted by the Michigan Department of Insurance and Financial Services ("DIFS").

The DIFS recognizes only statutory accounting practices prescribed or permitted by the State of Michigan for determining and reporting the financial condition and results of operations of an insurance company and for determining its solvency under the Michigan Insurance Code. The DIFS has adopted the National Association of Insurance Commissioners' (NAIC) *Accounting Practices and Procedures Manual* as a component of prescribed and permitted practices for the state. The DIFS has the right to permit specific practices that deviate from prescribed practices. There is no deviation from the NAIC *Accounting Practices and Procedures Manual* that is applicable to the Company.

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

		State of Domicile	2016	2015
NET INCOME				
(1)	Meridian Health Plan of Michigan state basis	Michigan	$ 785,033	$ 6,828,168
(2)	State Prescribed Practices that increase/(decrease) NAIC SAP: None	Michigan	-	-
(3)	State Permitted Practices that increase/(decrease) NAIC SAP: None	Michigan	-	-
(4)	NAIC SAP (1-2-3=4)	Michigan	$ 785,033	$ 6,828,168
SURPLUS				
(5)	Meridian Health Plan of Michigan state basis	Michigan	$ 161,952,693	$ 153,435,940
(6)	State Prescribed Practices that increase/(descrease) NAIC SAP: None	Michigan	-	-
(7)	State Permitted Practices that increase/(descrease) NAIC SAP: None	Michigan	-	-
(8)	NAIC SAP (5-6-7=8)	Michigan	$ 161,952,693	$ 153,435,940

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

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of

Notes to Financial Statement

assets and liabilities, primarily claims unpaid. It also requires disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

C. Accounting Policy

Health capitation premiums are recognized in the period members are entitled to related health care services. Health care service costs and the related liabilities for claims payable are recorded when medical services are provided to eligible members. Expenses are charged to operations as incurred.

1. Short-term investments are stated at amortized cost.
2. Bonds are stated at amortized cost using the scientific interest method.
3. Common stocks are stated at fair market value.
4. The Company had no preferred stock.
5. The Company had no mortgage loans on real estate.
6. The Company had no loan-backed securities.
7. The Company had no investments in subsidiaries, controlled or affiliated entities.
8. The Company has a minor ownership interests in a joint venture. The Company carries this interest based on the underlying audited GAAP equity of the investee.
9. The Company had no derivatives.
10. The Company does not utilize anticipated investment income as a factor in the premium deficiency calculation.
11. Claims payable includes an actuarially determined estimate of the ultimate cost of settling claims.
12. The Company has no property and equipment and related capitalization policy.
13. Pharmaceutical rebates receivable are estimated based on actual prescriptions filled.

Note 2 - Accounting Changes and Corrections of Errors

This Note is not applicable to the Company.

Note 3 - Business Combinations and Goodwill

This Note is not applicable to the Company.

Note 4 - Discontinued Operations

The Company has made the decision to discontinue Medicare Stand - alone Prescription Drug Plan at the end of calendar year 2016. The Company does not anticipate this having a significant impact on the operations, profit or surplus requirements going forward.

Note 5 - Investments

No change

Note 6 - Joint Ventures, Partnerships, and Limited Liability Companies

No change

Note 7 - Investment Income

This Note is not applicable to the Company.

Note 8 - Derivative Instruments

This Note is not applicable to the Company.

Note 9 - Income Taxes

No change

Notes to Financial Statement

Note 10 - Information Concerning Parent, Subsidiaries, and Affiliates

No change

Note 11 - Debt

This Note is not applicable to the Company.

Note 12 - Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences, and Other Postretirement Benefit Plans

This Note is not applicable to the Company.

Note 13 - Capital and Surplus, Stockholders' Dividend Restrictions, and Quasi-Reorganizations

No change

Note 14 - Contingencies

This Note is not applicable to the Company.

Note 15 - Leases

This Note is not applicable to the Company.

Note 16 - Information about Financial Instruments with Off-balance-sheet Risk and Financial Instruments with Concentrations of Credit Risk

This Note is not applicable to the Company.

Note 17 - Sale, Transfer, and Servicing of Financial Assets and Extinguishments of Liabilities

A. Transfer of Receivables reported as Sales – None
B. Transfer and Servicing of Financial Assets – None
C. Wash Sales - None

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

No change

Note 19 - Direct Premium Written/Produced by Managing General Agents/Third Party Administrators

This Note is not applicable to the Company.

Note 20 – Fair Value Measurements

A. Fair Market Value at Reporting Date

1. Fair Value Measurements at Reporting Date

Description	(Level 1)	(Level 2)	(Level 3)	Total
a. Assets at fair Value				
Common Stock	$ 11,339,241	$ -	$ -	$ 11,339,241
Total Common Stock	**$ 11,339,241**	**$ -**	**$ -**	**$ 11,339,241**
Total Assets at Fair Value	$ 11,339,241	$ -	-	11,339,241
b. Total Liabilities at Fair Value				
Total Liabilities at Fair Value	$ -	$ -	$ -	$ -

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

Notes to Financial Statement

3. The Company does not have any securities valued at fair value.

4. The Company has not valued any securities at a Level 2 or 3.

5. Derivative assets and liabilities – None

B. Fair Value information under SSAP No. 100 combined with Fair Value information Under Other Accounting Pronouncements – None

C. Aggregate Fair Value of All Financial Instruments

Aggregate fair values of the financials instruments and applicable levels within the fair value hierarchy.

Type of Financial Instruments	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Bonds	106,185,827	104,534,916	-	106,185,827	-	-
Common Stock	11,339,241	11,339,241	11,339,241	-	-	-
Short-term investments	56,162,191	56,162,191	2,945,873	53,216,318	-	-
	173,687,259	172,036,348	14,285,114	159,402,145	-	-

D. Not Practicable to Estimate Fair Value – None

Note 21 - Other Items

No change

Note 22 - Events Subsequent

No change

Note 23 - Reinsurance

No change

Note 24 - Retrospectively Rated Contracts and Contracts Subject to Redetermination

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

1. Did the reporting entity write accident and health insurance premiums that is subject to the Affordable Care Act risk-sharing provisions (Yes/No)? Yes

The Company had zero balances for the risk corridor and risk adjustment programs due to a lack of sufficient data to estimate amounts recoverable or payable.

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

The Company did not accrue for the Risk Adjustment user fees or the Reinsurance contributions as they were deemed to be immaterial at September 30, 2016. The Company has determined that there are no reinsurance receivables within the Transitional Reinsurance Program at this time. The Company does not have any self – insured business that would require disclosure of any uninsured plan contributions within the Transitional Reinsurance Program.

Notes to Financial Statement

		AMOUNT
a.	Permanent ACA Risk Adjustment Program	
	Assets	
	1. Premium adjustments receivable due to ACA Risk Adjustment	$ -
	Liabilities	
	2. Risk adjustment user fees payable for ACA Risk Adjustment	$ -
	3. Premium adjustments payable due to ACA Risk Adjustment	$ -
	Operations (Revenue & Expense)	
	4. Reported as revenue in premium for accident and health contracts (written/collected) due to ACA Risk Adjustment	$ 33,489
	5. Reported in expenses as ACA Risk Adjustment user fees (incurred/paid)	$ 259,258
b.	Transitional ACA Reinsurance Program	
	Assets	
	1. Amounts recoverable for claims paid due to ACA Reinsurance	$ -
	2. Amounts recoverable for claims unpaid due to ACA Reinsurance (Contra Liability)	$ -
	3. Amounts receivable relating to uninsured plans for contributions for ACA Reinsurance	$ -
	Liabilities	
	4. Liabilities for contributions payable due to ACA Reinsurance - not reported as ceded premiums	$ -
	5. Ceded reinsurance premiums payable due to ACA Reinsurance	$ -
	6. Liabilities for amounts held under uninsured plans contributions for ACA Reinsurance	$ -
	Operations (Revenue & Expense)	
	7. Ceded reinsurance premiums due to ACA Reinsurance	$ -
	8. Reinsurance recoveries (income statement) due to ACA Reinsurance payments or expected payments	$ -
	9. ACA Reinsurance contributions - not reported as ceded premium	$ -
c.	Temporary ACA Risk Corridors Program	
	Assets	
	1. Accrued retrospective premium due to ACA Risk Corridors Liability	$ -
	Liabilities	
	2. Reserve for rate credits or policy experience rating refunds due to ACA Risk Corridors	$ 60,818
	Operations (Revenue & Expense)	
	3. Effect of ACA Risk Corridors on net premium income (paid/received)	$ -
	4. Effect of ACA Risk Corridors on change in reserves for rate credits	$ 60,818

Notes to Financial Statement

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

	Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments			Unsettled Balances as of the Reporting Date	
					Prior Year Accrued Less Payments (Col 1 - 3)	Prior Year Accrued Less Payments (Col 2 - 4)	To Prior Year Balances	To Prior Year Balances		Cummulative Balance from Prior Years (Col 1-3+7)	Cummulative Balance from Prior Years (Col 2-4+8)
	1	2	3	4	5	6	7	8		9	10
	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Ref	Receivable	(Payable)
a. Premium ACA Risk Adjustment Program											
1. Premium adjustments receivable	$ -	$ -	$ 33,489	$ -	$ (33,489)	$ -	$ 33,489	$ -		$ -	$ -
2. Premium adjustments (payable)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -		$ -	$ -
3. Subtotal ACA Premanent Risk Adjustment Program	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -		$ -	$ -
b. Transitional ACA Reinsurance Program											
1. Amounts recoverable for claims paid	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -		$ -	$ -
2. Amounts recoverable for claims unpaid (contra liability)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -		$ -	$ -
3. Amounts receivable relating to uninsured plans	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -		$ -	$ -
4. Liabilities for contributions payable due to ACA Reinsurance - not reported as ceded premium	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -		$ -	$ -
5. Ceded reinsurance premiums payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -		$ -	$ -
6. Liability for amounts held under uninsured plans	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -		$ -	$ -
7. Subtotal ACA Transitional Reinsurance Program	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -		$ -	$ -
c. Temporary ACA Risk Corridors Program											
1. Accrued retrospective premium	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -		$ -	$ -
2. Reserve for rate credits or policy experience rating refunds	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (60,818)		$ -	$ (60,818)
3. Subtotal ACA Risk Corridor Program	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -		$ -	$ -
d. Total for ACA Risk-Sharing Provisions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -		$ -	$ -

Note 25 - Change in Incurred Claims and Claim Adjustment Expenses

Reserves as of December 31, 2015 were $296,335,905 for unpaid claims and incentives and $1,470,548 for unpaid claims adjustment expenses. As of September 30, 2016, $255,446,926 has been paid for incurred claims and claims adjustment expenses attributable to insured events of prior years. There are $41,900,297 reserves remaining for prior years. Therefore there has been a $1,011,318 unfavorable prior year development since December 31, 2015 to September 30, 2016. The increase is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased as additional information becomes know regarding individual claims.

Note 26 - Intercompany Pooling Arrangements

This Note is not applicable to the Company.

Note 27 - Structured Settlements

This Note is not applicable to the Company.

Note 28 - Health Care Receivables

No change

Note 29 - Participating Policies

This Note is not applicable to the Company.

Note 30 - Premium Deficiency Reserves

No change

Note 31 - Anticipated Salvage and Subrogation

This Note is not applicable to the Company.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes[ ] No[X]
1.2 If yes, has the report been filed with the domiciliary state? Yes[ ] No[ ] 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:

3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes[X] No[ ]
If yes, complete Schedule Y, Parts 1 and 1A.
3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes[ ] No[X]
3.3 If the response to 3.2 is yes, provide a brief description of those changes:

4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes[ ] No[X]
4.2 If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes[ ] No[X] N/A[ ]
If yes, attach an explanation.

6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2014
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. 12/31/2014
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). 03/31/2016
6.4 By what department or departments?
DIFS
6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes[ ] No[ ] N/A[X]
6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes[X] No[ ] N/A[ ]

7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes[ ] No[X]
7.2 If yes, give full information

8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes[ ] No[X]
8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes[ ] No[X]
8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.]

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC
		Yes[ ] No[X]	Yes[ ] No[X]	Yes[ ] No[X]	Yes[ ] No[X]

9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes[X] No[ ]
(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
(c) Compliance with applicable governmental laws, rules and regulations;
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
(e) Accountability for adherence to the code.
9.11 If the response to 9.1 is No, please explain:
9.2 Has the code of ethics for senior managers been amended? Yes[ ] No[X]
9.21 If the response to 9.2 is Yes, provide information related to amendment(s).
9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes[ ] No[X]
9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

FINANCIAL

10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes[ ] No[X]
10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: $ 0

INVESTMENT

11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes[ ] No[X]
11.2 If yes, give full and complete information relating thereto:

12. Amount of real estate and mortgages held in other invested assets in Schedule BA: $ 0

13. Amount of real estate and mortgages held in short-term investments: $ 0

GENERAL INTERROGATORIES (Continued)

INVESTMENT

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:

		1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying 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 (Subtotal Lines 14.21 to 14.26)		
14.28	Total Investment in Parent included in Lines 14.21 to 14.26 above		

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes[ ] No[X]
15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes[ ] No[ ] N/A[X]
If no, attach a description with this statement.

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

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

1 Name of Custodian(s)	2 Custodian Address
Comerica Bank	411 W. Lafayette, Detroit, 48226
Illinois National Bank	322 E. Capital, Springfield, IL 62701

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

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

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? Yes[ ] No[X]
17.4 If yes, give full and complete information relating thereto:

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

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

1 Central Registration Depository	2 Name(s)	3 Address
134261	RSW Investments	47 Maple St., Suite 304, Summit, NJ, 07901
110297	Madison Scottsdale	8777 N. Gainey Center Dr, Ste 200, Scottsdale, AZ 85258
19616	Wells Fargo Advisors	718 Notre Dame, Suite 200, Grosse Pointe, MI 48230

18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed? Yes[X] No[ ]
18.2 If no, list exceptions:

GENERAL INTERROGATORIES

PART 2 - HEALTH

1. Operating Percentages:
   1.1 A&H loss percent 86.055%
   1.2 A&H cost containment percent 0.215%
   1.3 A&H expense percent excluding cost containment expenses 11.967%

2.1 Do you act as a custodian for health savings accounts? Yes[ ] No[X]
2.2 If yes, please provide the amount of custodial funds held as of the reporting date. $..... 0
2.3 Do you act as an administrator for health savings accounts? Yes[ ] No[X]
2.4 If yes, please provide the balance of the funds administered as of the reporting date. $..... 0

SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Reinsurer	5 Domiciliary Jurisdiction	6 Type of Reinsurance Ceded	7 Type of Reinsurer	8 Certified Reinsurer Rating (1 through 6)	9 Effective Date of Certified Reinsurer Rating
Accident and Health - Non-affiliates								
13989	98-0636926	01/01/2016	SAXON RE LTD	MI	SSL/A/I	Authorized		
11835	04-1590940	07/01/2015	PARTNERRE AMER INS CO	DE	SSL/A/I	Authorized		
		01/01/2016	HHS	DC	OTH/A/I	Authorized		
11835	04-1590940	07/01/2016	PARTNERRE AMER INS CO	DE	SSL/A/I	Authorized		

SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS

Current Year to Date - Allocated by States and Territories

		Direct Business Only							
	1	2	3	4	5	6	7	8	9
State, Etc.	Active Status	Accident and Health Premiums	Medicare Title XVIII	Medicaid Title XIX	Federal Employees Health Benefits Program Premiums	Life and Annuity Premiums and Other Considerations	Property/ Casualty Premiums	Total Columns 2 Through 7	Deposit-Type Contracts
1. Alabama (AL)	N								
2. Alaska (AK)	N								
3. Arizona (AZ)	N								
4. Arkansas (AR)	N								
5. California (CA)	N								
6. Colorado (CO)	N								
7. Connecticut (CT)	N								
8. Delaware (DE)	L								
9. District of Columbia (DC)	L								
10. Florida (FL)	N								
11. Georgia (GA)	N								
12. Hawaii (HI)	N								
13. Idaho (ID)	N								
14. Illinois (IL)	L								
15. Indiana (IN)	L	620,649						620,649	
16. Iowa (IA)	N								
17. Kansas (KS)	N								
18. Kentucky (KY)	L	447,198						447,198	
19. Louisiana (LA)	N								
20. Maine (ME)	L								
21. Maryland (MD)	N								
22. Massachusetts (MA)	N								
23. Michigan (MI)	L	8,104,920	97,893,509	1,646,264,529				1,752,262,958	
24. Minnesota (MN)	N								
25. Mississippi (MS)	N								
26. Missouri (MO)	N								
27. Montana (MT)	N								
28. Nebraska (NE)	N								
29. Nevada (NV)	N								
30. New Hampshire (NH)	N								
31. New Jersey (NJ)	N								
32. New Mexico (NM)	N								
33. New York (NY)	N								
34. North Carolina (NC)	N								
35. North Dakota (ND)	N								
36. Ohio (OH)	L	984,588						984,588	
37. Oklahoma (OK)	N								
38. Oregon (OR)	N								
39. Pennsylvania (PA)	N								
40. Rhode Island (RI)	N								
41. South Carolina (SC)	N								
42. South Dakota (SD)	N								
43. Tennessee (TN)	N								
44. Texas (TX)	N								
45. Utah (UT)	N								
46. Vermont (VT)	N								
47. Virginia (VA)	N								
48. Washington (WA)	N								
49. West Virginia (WV)	N								
50. Wisconsin (WI)	N								
51. Wyoming (WY)	N								
52. American Samoa (AS)	N								
53. Guam (GU)	N								
54. Puerto Rico (PR)	N								
55. U.S. Virgin Islands (VI)	N								
56. Northern Mariana Islands (MP)	N								
57. Canada (CAN)	N								
58. Aggregate other alien (OT)	XXX								
59. Subtotal	XXX	10,157,355	97,893,509	1,646,264,529				1,754,315,393	
60. Reporting entity contributions for Employee Benefit Plans	XXX								
61. Total (Direct Business)	(a) 8	10,157,355	97,893,509	1,646,264,529				1,754,315,393	
DETAILS OF WRITE-INS									
58001.	XXX								
58002.	XXX								
58003.	XXX								
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX								
58999. TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	XXX								

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

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

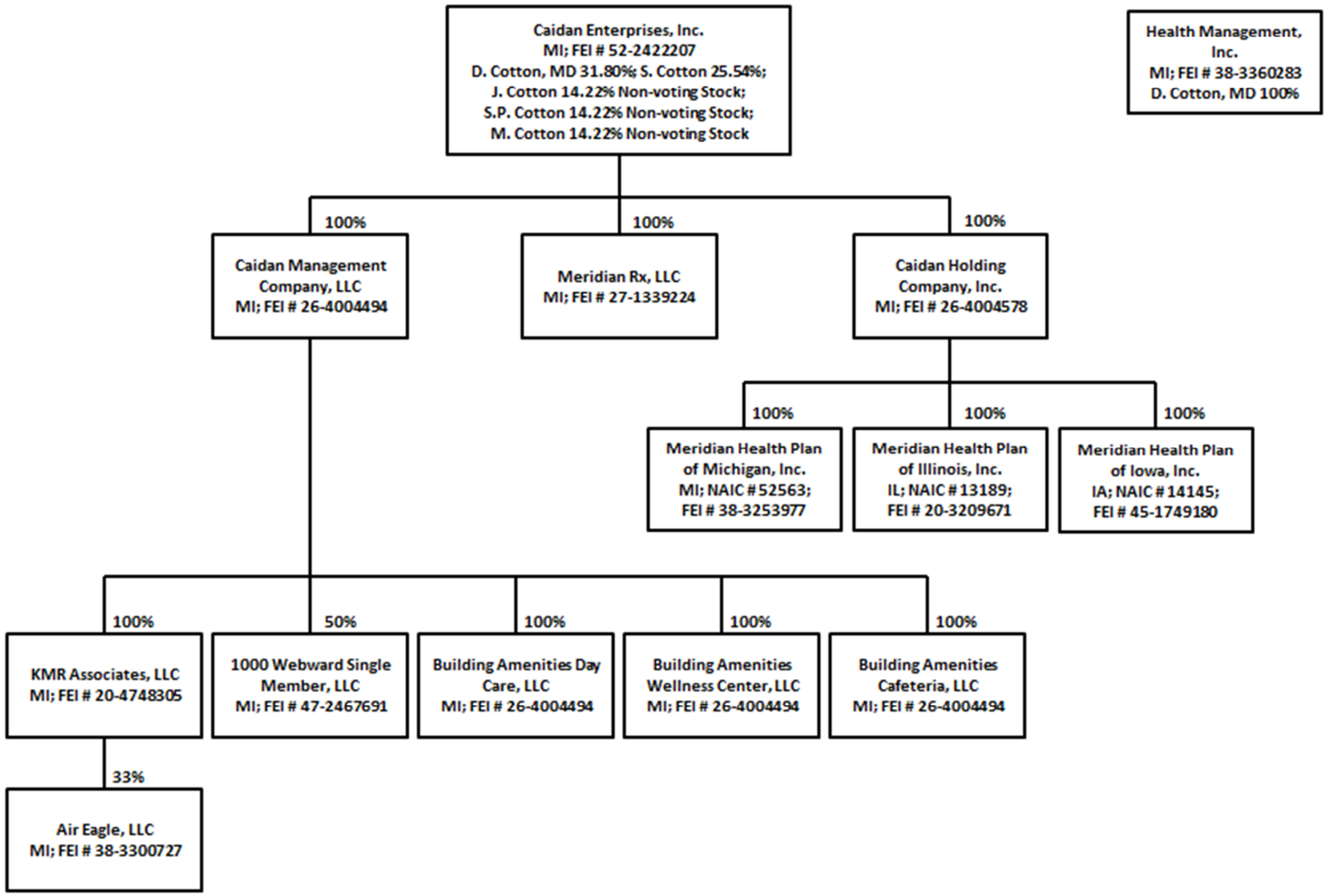
SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER

MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 – ORGANIZATIONAL CHART



SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1 Group Code	2 Group Name	3 NAIC Company Code	4 ID Number	5 FEDERAL RSSD	6 CIK	7 Name of Securities Exchange if Publicly Traded (U.S. or International)	8 Names of Parent, Subsidiaries Or Affiliates	9 Domiciliary Location	10 Relationship to Reporting Entity	11 Directly Controlled by (Name of Entity / Person)	12 Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	13 If Control is Ownership Provide Percentage	14 Ultimate Controlling Entity(ies) / Person(s)	15 *
		00000	52-2422207				Caidan Enterprises, Inc.	MI	UIP	David B. Cotton	Ownership, Board of Directors	31.8	David B. Cotton	
		00000	52-2422207				Caidan Enterprises, Inc.	MI	UIP	Shery Cotton	Ownership	25.5	David B. Cotton	
		00000	26-4004578				Caidan Holding Company, Inc.	MI	UDP	Caidan Enterprises, Inc	Ownership	100.0	David B. Cotton	
		00000	26-4004494				Caidan Management Company, LLC	MI	NIA	Caidan Enterprises, Inc.	Ownership	100.0	David B. Cotton	
		00000	38-3360283				Health Management, Inc.	MI	NIA	David B. Cotton	Ownership	100.0	David B. Cotton	
		00000	27-1339224				MeridianRx, LLC	MI	NIA	Caidan Enterprises, Inc.	Ownership	100.0	David B. Cotton	
4640	Caidan Enterprises Inc Grp	13189	20-3209671				Meridian Health Plan of Illinois, Inc.	IL	IA	Caidan Holding Company, Inc.	Ownership	100.0	David B. Cotton	
4640	Caidan Enterprises Inc Grp	14145	45-1749180				Meridian Health Plan of Iowa, Inc.	IA	IA	Caidan Holding Company, Inc.	Ownership	100.0	David B. Cotton	
4640	Caidan Enterprises Inc Grp	52563	38-3253977				Meridian Health Plan of Michigan, Inc.	MI	RE	Caidan Holding Company, Inc.	Ownership	100.0	David B. Cotton	
		00000	47-2467691				1000 Webward Single Member, LLC	MI	NIA	Caidan Management Company, LLC	Ownership	50.0	David B. Cotton	0000001
		00000	26-4004494				Building Amenities Day Care, LLC	MI	NIA	Caidan Management Company, LLC	Ownership	100.0	David B. Cotton	
		00000	26-4004494				Building Amenities Wellness Center, LLC	MI	NIA	Caidan Management Company, LLC	Ownership	100.0	David B. Cotton	
		00000	26-4004494				Building Amenities Cafeteria, LLC	MI	NIA	Caidan Management Company, LLC	Ownership	100.0	David B. Cotton	
		00000	20-4748305				KMR Associates, LLC	MI	NIA	Caidan Management Company, LLC	Ownership	100.0	David B. Cotton	
		00000	38-3300727				Air Eagle, LLC	MI	NIA	KMR Associates, LLC	Ownership	33.0	David B. Cotton	0000001

Asterisk	Explanation
0000001	The remaining percent is owned by one or more unaffiliate companies.

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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

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

Explanations:

Bar Codes:

OVERFLOW PAGE FOR WRITE-INS

ASSETS

	Current Statement Date 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 December 31 Prior Year Net Admitted Assets
1197. Summary of remaining write-ins for Line 11 (Lines 1104 through 1196)				
2504.				
2597. Summary of remaining write-ins for Line 25 (Lines 2504 through 2596)				

STATEMENT OF REVENUE AND EXPENSES

	Current Year To Date 1 Uncovered	2 Total	Prior Year To Date 3 Total	Prior Year Ended December 31 4 Total
0604.	XXX			
0605.	XXX			
0697. Summary of remaining write-ins for Line 6 (Lines 0604 through 0696)	XXX			
0797. Summary of remaining write-ins for Line 7 (Lines 0704 through 0796)	XXX			
1497. Summary of remaining write-ins for Line 14 (Lines 1404 through 1496)				
2997. Summary of remaining write-ins for Line 29 (Lines 2904 through 2996)				

STATEMENT OF REVENUE AND EXPENSES (Continued)

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
4704.			
4705. 0			
4797. Summary of remaining write-ins for Line 47 (Lines 4704 through 4796)			

SCHEDULE A - VERIFICATION

Real Estate

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

NONE

SCHEDULE B - VERIFICATION

Mortgage Loans

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

NONE

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

		1 Year To Date	2 Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year	1,521,875	1,555,575
2.	Cost of acquired:		
	2.1 Actual cost at time of acquisition		
	2.2 Additional investment made after acquisition		
3.	Capitalized deferred interest and other		
4.	Accrual of discount		
5.	Unrealized valuation increase (decrease)		5,399
6.	Total gain (loss) on disposals		
7.	Deduct amounts received on disposals	41,835	39,099
8.	Deduct amortization of premium and depreciation		
9.	Total foreign exchange change in book/adjusted carrying value		
10.	Deduct current year's other than temporary impairment recognized		
11.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)	1,480,040	1,521,875
12.	Deduct total nonadmitted amounts	1,248,375	1,290,211
13.	Statement value at end of current period (Line 11 minus Line 12)	231,665	231,664

SCHEDULE D - VERIFICATION

Bonds and Stocks

		1 Year To Date	2 Prior Year Ended December 31
1.	Book/adjusted carrying value of bonds and stocks, December 31 of prior year	98,739,648	64,655,839
2.	Cost of bonds and stocks acquired	74,880,756	77,135,900
3.	Accrual of discount	24,789	15,129
4.	Unrealized valuation increase (decrease)	945,822	(634,287)
5.	Total gain (loss) on disposals	(180,312)	360,995
6.	Deduct consideration for bonds and stocks disposed of	57,145,776	41,700,963
7.	Deduct amortization of premium	1,390,770	1,092,965
8.	Total foreign exchange change in book/adjusted carrying value		
9.	Deduct current year's other than temporary impairment recognized		
10.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	115,874,157	98,739,648
11.	Deduct total nonadmitted amounts		
12.	Statement value at end of current period (Line 10 minus Line 11)	115,874,157	98,739,648

SCHEDULE D - PART 1B

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

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a)	137,748,412	44,072,540	53,826,926	(567,120)	149,159,615	137,748,412	127,426,906	124,292,222
2. NAIC 2 (a)	24,330,037	10,211,924	1,125,000	(146,760)	16,355,094	24,330,037	33,270,201	14,754,351
3. NAIC 3 (a)								
4. NAIC 4 (a)								
5. NAIC 5 (a)								
6. NAIC 6 (a)								
7. Total Bonds	162,078,449	54,284,464	54,951,926	(713,880)	165,514,709	162,078,449	160,697,107	139,046,573
PREFERRED STOCK								
8. NAIC 1								
9. NAIC 2								
10. NAIC 3								
11. NAIC 4								
12. NAIC 5								
13. NAIC 6								
14. Total Preferred Stock								
15. Total Bonds & Preferred Stock	162,078,449	54,284,464	54,951,926	(713,880)	165,514,709	162,078,449	160,697,107	139,046,573

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 $.....27,005,509; NAIC 2 $.....26,351,601; NAIC 3 $.....0; NAIC 4 $.....0; NAIC 5 $.....0; NAIC 6 $.....0

SCHEDULE DA - PART 1

Short - Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999. Totals	56,162,191	X X X	56,595,939	251,800	194,097

SCHEDULE DA - Verification

Short-Term Investments

		1 Year To Date	2 Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year	38,032,646	24,591,344
2.	Cost of short-term investments acquired	152,161,394	163,427,975
3.	Accrual of discount	74	126
4.	Unrealized valuation increase (decrease)		
5.	Total gain (loss) on disposals	2,687	8,324
6.	Deduct consideration received on disposals	133,537,995	149,452,528
7.	Deduct amortization of premium	496,615	542,595
8.	Total foreign exchange change in book/adjusted carrying value		
9.	Deduct current year's other than temporary impairment recognized		
10.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	56,162,191	38,032,646
11.	Deduct total nonadmitted amounts		
12.	Statement value at end of current period (Line 10 minus Line 11)	56,162,191	38,032,646

SI04 Schedule DB - Part A Verification . . . . . NONE

SI04 Schedule DB - Part B Verification . . . . . NONE

SI05 Schedule DB Part C Section 1 . . . . . NONE

SI06 Schedule DB Part C Section 2 . . . . . NONE

SI07 Schedule DB - Verification . . . . . NONE

SCHEDULE E - Verification

(Cash Equivalents)

		1 Year To Date	2 Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year	12,998,814	
2.	Cost of cash equivalents acquired	9,998,087	12,998,814
3.	Accrual of discount	2	
4.	Unrealized valuation increase (decrease)		
5.	Total gain (loss) on disposals		
6.	Deduct consideration received on disposals	22,996,903	
7.	Deduct amortization of premium		
8.	Total foreign exchange change in book/adjusted carrying value		
9.	Deduct current year's other than temporary impairment recognized		
10.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)		12,998,814
11.	Deduct total nonadmitted amounts		
12.	Statement value at end of current period (Line 10 minus Line 11)		12,998,814

E01 Schedule A Part 2 . . . . . NONE

E01 Schedule A Part 3 . . . . . NONE

E02 Schedule B Part 2 . . . . . NONE

E02 Schedule B Part 3 . . . . . NONE

E03 Schedule BA Part 2 . . . . . NONE

E03 Schedule BA Part 3 . . . . . NONE

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
Bonds - U.S. Political Subdivisions of States, Territories and Possessions									
697511BZ5	PALOMAR CALIF CMNTY COLLEGE DI		07/29/2016	UBS	XXX	1,444,788	1,200,000	480	1FE
2499999 Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions					XXX	1,444,788	1,200,000	480	XXX
Bonds - U.S. Special Revenue, Special Assessment									
23542JCD5	DALLAS TEX WTRWKS & SWR SYS RE		08/18/2016	UBS	XXX	294,115	255,000		1FE
23542JCZ6	DALLAS TEX WTRWKS & SWR SYS RE		08/18/2016	UBS	XXX	138,407	120,000		1FE
442435YS6	HOUSTON TEX UTIL SYS REV		08/12/2016	UBS	XXX	323,444	275,000	3,690	1FE
3199999 Subtotal - Bonds - U.S. Special Revenue, Special Assessment					XXX	755,966	650,000	3,690	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)									
02006LJ38	ALLY BK MIDVALE UTAH		08/02/2016	UBS	XXX	248,000	248,000		1
03784JRF3	APPLE BK FOR SVGS N Y		08/02/2016	UBS	XXX	248,000	248,000		1
063248FT0	BANK LEUMI USA NEW YORK NY		08/02/2016	UBS	XXX	248,000	248,000		1
066519CC1	BANKUNITED NATL ASSN		08/09/2016	UBS	XXX	248,000	248,000		1
05581WJU0	BMO HARRIS BK NATL ASSN CHICAG		08/11/2016	UBS	XXX	248,000	248,000		1
05580AEY6	BMW BK NORTH AMER SALT LAKE		08/11/2016	UBS	XXX	248,000	248,000		1
12556LAJ5	CIT BANK NA		08/09/2016	UBS	XXX	248,000	248,000		1
20033ARN8	COMENITY CAP BK UTAH		08/11/2016	UBS	XXX	248,000	248,000		1
20350ABQ3	COMMUNITY BK CHESAPEAKE		08/02/2016	UBS	XXX	248,000	248,000		1
254672E53	DISCOVER BK		08/02/2016	UBS	XXX	248,000	248,000		1
29266N3J4	ENERBANK USA UT		08/09/2016	UBS	XXX	248,000	248,000		1
29976DR28	EVERBANK JACKSONVILLE FLA		08/02/2016	UBS	XXX	248,000	248,000		1
32026UCD6	FIRST FNDTN BK IRVINE CA		08/02/2016	UBS	XXX	248,000	248,000		1
332135GL0	FIRST NATL BK OMAHA NEB		08/09/2016	UBS	XXX	248,000	248,000		1
43785QJH7	HOMESTREET BK WASHINGTON		08/02/2016	UBS	XXX	248,000	248,000		1
59013JSH3	MERRICK BK SOUTH JORDAN UTAH		08/11/2016	UBS	XXX	248,000	248,000		1
72663QB24	PLAINSCAPITAL BK LUBBOCK TX		08/02/2016	UBS	XXX	248,000	248,000		1
78658QXZ1	SAFRA NATL BK NEW YORK INSTL		08/02/2016	UBS	XXX	248,000	248,000		1
80280JPQ8	SANTANDER BK NATL ASSN		08/02/2016	UBS	XXX	248,000	248,000		1
872278VL7	TCF NATL BK		08/02/2016	UBS	XXX	248,000	248,000		1
91527PAX5	UNIVEST NATL BK TR PA		08/09/2016	UBS	XXX	248,000	248,000		1
940637HQ7	WASHINGTON TR CO WESTERLY R I		08/11/2016	UBS	XXX	248,000	248,000		1
3899999 Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					XXX	5,456,000	5,456,000		XXX
8399997 Subtotal - Bonds - Part 3					XXX	7,656,754	7,306,000	4,170	XXX
8399998 Summary Item from Part 5 for Bonds (N/A to Quarterly)					XXX	XXX	XXX	XXX	XXX
8399999 Subtotal - Bonds					XXX	7,656,754	7,306,000	4,170	XXX
8999998 Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)					XXX	XXX	XXX	XXX	XXX
Common Stocks - Mutual Funds									
24610C857	DELAWARE GROUP EQUITY FDS II		09/23/2016	UBS	219.559	4,216	XXX		L
30254T759	FPA FDS TR		07/05/2016	UBS	237.552	7,347	XXX		L
9299999 Subtotal - Common Stocks - Mutual Funds					XXX	11,563	XXX		XXX
9799997 Subtotal - Common Stocks - Part 3					XXX	11,563	XXX		XXX
9799998 Summary Item from Part 5 for Common Stocks (N/A to Quarterly)					XXX	XXX	XXX	XXX	XXX
9799999 Subtotal - Common Stocks					XXX	11,563	XXX		XXX
9899999 Subtotal - Preferred and Common Stocks					XXX	11,563	XXX		XXX
9999999 Total - Bonds, Preferred and Common Stocks					XXX	7,668,317	XXX	4,170	XXX

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

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Governments																					
36296DJ82	GNMA PASS-THRU X SINGLE FAMILY		09/15/2016	PRINCIPAL RECEIPT	XXX	746	746	782	777		(31)		(31)		746				27	10/15/2023	1
36296JCV5	GNMA PASS-THRU X SINGLE FAMILY		09/15/2016	PRINCIPAL RECEIPT	XXX	5,649	5,649	5,837	5,831		(182)		(182)		5,649				177	08/15/2039	1
36297FSV5	GNMA PASS-THRU X SINGLE FAMILY		09/15/2016	PRINCIPAL RECEIPT	XXX	2,991	2,991	3,111	3,071		(79)		(79)		2,991				82	08/15/2024	1
38378ND91	GNMA REMIC TRUST		09/16/2016	PRINCIPAL RECEIPT	XXX	64,171	64,171	64,793	64,818		(647)		(647)		64,171				803	08/16/2039	1
38373SW78	GNMA REMIC TRUST 2003-35		09/16/2016	PRINCIPAL RECEIPT	XXX	2,063	2,063	2,084	2,078		(15)		(15)		2,063				55	03/16/2033	1
38373MR51	GNMA REMIC TRUST 2008-14		09/16/2016	PRINCIPAL RECEIPT	XXX	1,226	1,226	1,284	1,270		(44)		(44)		1,226				43	12/16/2042	1
38377JDZ3	GNMA REMIC TRUST 2010-109		09/20/2016	PRINCIPAL RECEIPT	XXX	35,524	35,524	36,668	36,282		(758)		(758)		35,524				628	12/20/2037	1
38377KCH1	GNMA REMIC TRUST 2010-114		09/20/2016	PRINCIPAL RECEIPT	XXX	67,975	67,975	70,248			(2,273)		(2,273)		67,975				935	03/20/2039	1
38377JZM8	GNMA REMIC TRUST 2010-125		09/20/2016	PRINCIPAL RECEIPT	XXX	6,984	6,984	7,208	7,061		(77)		(77)		6,984				154	04/20/2039	1
38377MH82	GNMA REMIC TRUST 2010-147		09/20/2016	PRINCIPAL RECEIPT	XXX	36,787	36,787	37,741	37,703		(916)		(916)		36,787				631	05/20/2040	1
38376YXA4	GNMA REMIC TRUST 2010-43		09/20/2016	PRINCIPAL RECEIPT	XXX	92,812	92,812	95,480	95,423		(2,611)		(2,611)		92,812				1,766	02/20/2039	1
38377FY54	GNMA REMIC TRUST 2010-73		09/20/2016	PRINCIPAL RECEIPT	XXX	78,839	78,839	81,943			(3,104)		(3,104)		78,839				1,350	08/20/2035	1
38377JPQ0	GNMA REMIC TRUST 2010-98		09/20/2016	PRINCIPAL RECEIPT	XXX	6,856	6,856	7,717	7,223		(367)		(367)		6,856				191	09/20/2021	1
38378BEF2	GNMA REMIC TRUST 2012-28		09/16/2016	PRINCIPAL RECEIPT	XXX	80,351	80,350	80,401	80,404		(53)		(53)		80,351				980	10/16/2038	1
38375CWQ9	GNMA REMIC TRUST 2012-43		09/20/2016	PRINCIPAL RECEIPT	XXX	13,348	13,348	14,051	13,875		(527)		(527)		13,348				251	07/20/2039	1
38378EP23	GNMA REMIC TRUST 2012-61		09/20/2016	PRINCIPAL RECEIPT	XXX	94,581	94,581	95,290			(709)		(709)		94,581				864	04/20/2039	1
38378NMN0	GNMA REMIC TRUST 2013-193		09/15/2016	PRINCIPAL RECEIPT	XXX	157,913	157,913	158,703			(790)		(790)		157,913				845	09/16/2051	1
38378J2R2	GNMA REMIC TRUST 2013-41		09/20/2016	PRINCIPAL RECEIPT	XXX	58,976	58,976	58,386	58,422		554		554		58,976				548	01/20/2041	1
38379KEU8	GNMA REMIC TRUST 2015-33		09/16/2016	PRINCIPAL RECEIPT	XXX	17,708	17,708	18,018	18,083		(375)		(375)		17,708				322	02/16/2045	1
38379JH61	GNMA REMIC TRUST 2015-36		09/16/2016	PRINCIPAL RECEIPT	XXX	148,497	148,497	151,653	151,645		(3,148)		(3,148)		148,497				2,307	01/16/2040	1
831641EZ4	SMALL BUSINESS ADMIN GTD PTNCT		09/01/2016	CALLED @ 100.0000000	XXX	48,652	48,652	51,259	48,652						48,652				884	09/10/2023	1
0599999 Subtotal - Bonds - U.S. Governments					XXX	1,022,649	1,022,648	1,042,657	632,618		(16,152)		(16,152)		1,022,649				13,843	XXX	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions																					
1994916C0	COLUMBUS OHIO		07/01/2016	MATURITY	XXX	65,000	65,000	74,788	66,631		(1,631)		(1,631)		65,000				3,250	07/01/2016	1FE
2499999 Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions					XXX	65,000	65,000	74,788	66,631		(1,631)		(1,631)		65,000				3,250	XXX	XXX
Bonds - U.S. Special Revenue, Special Assessment																					
120525CS7	BUNCOMBE CNTY N C LTD OBLIG		07/12/2016	UBS	XXX	466,697	390,000	455,599			(4,812)		(4,812)		450,787		15,911	15,911	12,133	06/01/2032	1FE
2354163B8	DALLAS TEX WTRWKS & SWR SYS RE		08/18/2016	UBS	XXX	432,522	375,000	440,093	439,241		(6,719)		(6,719)		432,522				9,375	10/01/2029	1FE
3134G8LN7	FEDERAL HOME LN MTG CORP		08/26/2016	CALLED @ 100.0000000	XXX	2,000,000	2,000,000	2,000,000							2,000,000				6,250	02/26/2019	1
3136G0XE6	FEDERAL NATL MTG ASSN		08/29/2016	CALLED @ 100.0000000	XXX	1,000,000	1,000,000	997,000	1,000,000						1,000,000				25,000	08/27/2027	1
3128PES33	FHLMC PC GOLD 15 YR		08/15/2016	PRINCIPAL RECEIPT	XXX	161	161	172	161						161				8	08/01/2016	1
3128PNCH9	FHLMC PC GOLD 15 YR		09/15/2016	PRINCIPAL RECEIPT	XXX	449	449	461	461		(12)		(12)		449				13	06/01/2024	1
31335HVE0	FHLMC PC GOLD CASH 20		09/15/2016	PRINCIPAL RECEIPT	XXX	627	627	669	610		18		18		627				19	01/01/2023	1
31283KWN4	FHLMC PC GOLD COMB 15		09/15/2016	PRINCIPAL RECEIPT	XXX	2,327	2,327	2,354	2,338		(11)		(11)		2,327				74	04/01/2019	1
3128MCGH2	FHLMC PC GOLD COMB 15		09/15/2016	PRINCIPAL RECEIPT	XXX	1,395	1,395	1,429	1,427		(32)		(32)		1,395				39	06/01/2024	1
3128MMKX0	FHLMC PC GOLD COMB 15		09/15/2016	PRINCIPAL RECEIPT	XXX	1,352	1,352	1,387	1,386		(34)		(34)		1,352				38	05/01/2024	1
3128KQD78	FHLMC PC GOLD COMB 30		09/15/2016	PRINCIPAL RECEIPT	XXX	1,335	1,335	1,399	1,406		(72)		(72)		1,335				48	05/01/2037	1
31297H4M8	FHLMC PC GOLD COMB 30		09/15/2016	PRINCIPAL RECEIPT	XXX	4,659	4,659	4,755	4,756		(98)		(98)		4,659				140	02/01/2035	1
31297VY69	FHLMC PC GOLD COMB 30		09/15/2016	PRINCIPAL RECEIPT	XXX	715	715	730	736		(21)		(21)		715				21	11/01/2035	1
31394GU92	FHLMC REMIC SERIES 2666		09/15/2016	PRINCIPAL RECEIPT	XXX	3,980	3,980	4,239	4,172		(192)		(192)		3,980				112	08/15/2023	1
31395AX83	FHLMC REMIC SERIES 2829		09/15/2016	PRINCIPAL RECEIPT	XXX	8,897	8,897	9,428	9,034		(136)		(136)		8,897				257	07/15/2019	1
31398QPP6	FHLMC REMIC SERIES 3679		09/15/2016	PRINCIPAL RECEIPT	XXX	45,280	45,280	46,638	46,491		(1,211)		(1,211)		45,280				726	05/15/2020	1
3137A5ZA5	FHLMC REMIC SERIES 3796		09/15/2016	PRINCIPAL RECEIPT	XXX	107,426	107,426	107,359			67		67		107,426				1,152	06/15/2039	1
3137A8L89	FHLMC REMIC SERIES 3819		09/15/2016	PRINCIPAL RECEIPT	XXX	4,217	4,217	4,298	4,257		(40)		(40)		4,217				68	11/15/2018	1
3137AAGA5	FHLMC REMIC SERIES 3857		09/15/2016	PRINCIPAL RECEIPT	XXX	99,115	99,115	102,398	102,455		(3,340)		(3,340)		99,115				1,866	05/15/2040	1
3137AEGA7	FHLMC REMIC SERIES 3903		09/15/2016	PRINCIPAL RECEIPT	XXX	57,729	57,729	58,812	58,806		(1,077)		(1,077)		57,729				1,011	03/15/2041	1
3137AH4V7	FHLMC REMIC SERIES 3936		09/15/2016	PRINCIPAL RECEIPT	XXX	12,259	12,259	12,229	12,239		21		21		12,259				114	03/15/2026	1
3137AFWS7	FHLMC REMIC SERIES 3944		09/15/2016	PRINCIPAL RECEIPT	XXX	63,731	63,731	64,558	63,899		(168)		(168)		63,731				962	07/15/2022	1
3137AKAW1	FHLMC REMIC SERIES 3982		09/15/2016	PRINCIPAL RECEIPT	XXX	58,543	58,543	59,220	59,166		(623)		(623)		58,543				752	10/15/2038	1
3137ALTS8	FHLMC REMIC SERIES 3996		09/15/2016	PRINCIPAL RECEIPT	XXX	74,273	74,273	77,476	77,288		(3,015)		(3,015)		74,273				1,381	11/15/2038	1
3137APKC3	FHLMC REMIC SERIES 4030		09/15/2016	PRINCIPAL RECEIPT	XXX	15,908	15,908	15,988	15,957		(49)		(49)		15,908				197	02/15/2041	1
3137AQXM5	FHLMC REMIC SERIES 4058		09/15/2016	PRINCIPAL RECEIPT	XXX	43,209	43,209	45,235	45,131		(1,922)		(1,922)		43,209				948	08/15/2030	1
3137AWB95	FHLMC REMIC SERIES 4135		09/15/2016	PRINCIPAL RECEIPT	XXX	10,140	10,140	10,173	10,166		(26)		(26)		10,140				86	11/15/2027	1
3137AYEW7	FHLMC REMIC SERIES 4171		09/15/2016	PRINCIPAL RECEIPT	XXX	61,767	61,767	61,844			(77)		(77)		61,767				347	06/15/2042	1
3137B2ZH6	FHLMC REMIC SERIES 4221		09/15/2016	PRINCIPAL RECEIPT	XXX	41,699	41,699	41,895	41,854		(154)		(154)		41,699				392	07/15/2023	1
3137BCA40	FHLMC REMIC SERIES 4371		09/15/2016	PRINCIPAL RECEIPT	XXX	57,143	57,143	59,152			(2,009)		(2,009)		57,143				489	07/15/2037	1
34074MKC4	FLORIDA HSG FIN CORP		09/02/2016	UBS	XXX	39,061	39,061	40,175			(69)		(69)		40,105		(1,044)	(1,044)	700	01/01/2036	1FE
31402BXE9	FNMA PASS-THRU INT 15 YEAR		09/26/2016	PRINCIPAL RECEIPT	XXX	1,432	1,432	1,473	1,446		(14)		(14)		1,432				48	08/01/2018	1
31402RA41	FNMA PASS-THRU INT 15 YEAR		09/26/2016	PRINCIPAL RECEIPT	XXX	1,882	1,882	1,874	1,879		3		3		1,882				56	12/01/2018	1
31410FWM3	FNMA PASS-THRU INT 15 YEAR		09/26/2016	PRINCIPAL RECEIPT	XXX	1,947	1,947	2,025	1,987		(40)		(40)		1,947				64	05/01/2021	1

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
31414R7J8	FNMA PASS-THRU INT 15 YEAR		09/26/2016	PRINCIPAL RECEIPT	XXX	730	730	748	758		(28)		(28)		730				21	04/01/2023	1
31416RTG8	FNMA PASS-THRU INT 15 YEAR		09/26/2016	PRINCIPAL RECEIPT	XXX	1,703	1,703	1,705	1,704		(1)		(1)		1,703				44	06/01/2024	1
31417KQ59	FNMA PASS-THRU INT 15 YEAR		09/26/2016	PRINCIPAL RECEIPT	XXX	1,389	1,389	1,394	1,393		(4)		(4)		1,389				36	08/01/2024	1
31371KSH5	FNMA PASS-THRU INT 20 YEAR		09/26/2016	PRINCIPAL RECEIPT	XXX	1,936	1,936	1,994	1,979		(43)		(43)		1,936				77	07/01/2022	1
31371LHE2	FNMA PASS-THRU INT 20 YEAR		09/26/2016	PRINCIPAL RECEIPT	XXX	2,268	2,268	2,275	2,273		(5)		(5)		2,268				74	12/01/2023	1
31371MBN6	FNMA PASS-THRU INT 20 YEAR		09/26/2016	PRINCIPAL RECEIPT	XXX	801	801	895	790		11		11		801				29	05/01/2025	1
31371NU45	FNMA PASS-THRU INT 20 YEAR		09/26/2016	PRINCIPAL RECEIPT	XXX	746	746	742	742		4		4		746				24	05/01/2028	1
31371LCD9	FNMA PASS-THRU LNG 30 YEAR		09/26/2016	PRINCIPAL RECEIPT	XXX	1,157	1,157	1,186	1,189		(32)		(32)		1,157				38	09/01/2033	1
31402CVZ2	FNMA PASS-THRU LNG 30 YEAR		09/26/2016	PRINCIPAL RECEIPT	XXX	3,597	3,597	3,679	3,687		(91)		(91)		3,597				117	03/01/2034	1
31402DMP2	FNMA PASS-THRU LNG 30 YEAR		09/26/2016	PRINCIPAL RECEIPT	XXX	1,780	1,780	1,808	1,813		(33)		(33)		1,780				52	09/01/2034	1
31403C6L0	FNMA PASS-THRU LNG 30 YEAR		09/26/2016	PRINCIPAL RECEIPT	XXX	1,628	1,628	1,667	1,672		(45)		(45)		1,628				53	02/01/2036	1
31403DDX4	FNMA PASS-THRU LNG 30 YEAR		09/26/2016	PRINCIPAL RECEIPT	XXX	1,543	1,543	1,616	1,626		(83)		(83)		1,543				55	04/01/2036	1
31414PZM4	FNMA PASS-THRU LNG 30 YEAR		09/26/2016	PRINCIPAL RECEIPT	XXX	40	40	42	43		(3)		(3)		40				2	03/01/2038	1
31416RFA6	FNMA PASS-THRU LNG 30 YEAR		09/26/2016	PRINCIPAL RECEIPT	XXX	938	938	943	944		(6)		(6)		938				28	01/01/2034	1
31412QWA3	FNMA PASS-THRU SHRT 10 YEAR		09/26/2016	PRINCIPAL RECEIPT	XXX	2,026	2,026	2,092	2,060		(34)		(34)		2,026				53	12/01/2019	1
31396QZS1	FNMA REMIC TRUST 2009-70		09/26/2016	PRINCIPAL RECEIPT	XXX	2,469	2,469	2,492	2,478		(9)		(9)		2,469				48	08/25/2019	1
3136A1BN4	FNMA REMIC TRUST 2011-103		09/26/2016	PRINCIPAL RECEIPT	XXX	30,879	30,879	31,728	31,514		(635)		(635)		30,879				484	11/25/2029	1
31397SZ80	FNMA REMIC TRUST 2011-37		08/25/2016	PRINCIPAL RECEIPT	XXX	32,264	32,264	33,636	32,767		(502)		(502)		32,264				1,137	01/25/2028	1
31397QKB3	FNMA REMIC TRUST 2011-8		09/26/2016	PRINCIPAL RECEIPT	XXX	4,656	4,656	5,063	4,763		(107)		(107)		4,656				115	12/25/2023	1
3136A9AZ1	FNMA REMIC TRUST 2012-106		09/26/2016	PRINCIPAL RECEIPT	XXX	22,950	22,950	23,183	23,233		(283)		(283)		22,950				293	06/25/2042	1
3136A4E88	FNMA REMIC TRUST 2012-17		09/26/2016	PRINCIPAL RECEIPT	XXX	11,846	11,846	11,898	11,872		(26)		(26)		11,846				148	07/25/2039	1
3136AEJA6	FNMA REMIC TRUST 2013-58		09/26/2016	PRINCIPAL RECEIPT	XXX	134,353	134,353	135,234			(882)		(882)		134,353				786	12/25/2039	1
3136AFDX9	FNMA REMIC TRUST 2013-72		09/26/2016	PRINCIPAL RECEIPT	XXX	122,870	122,870	124,809			(1,939)		(1,939)		122,870				1,243	11/25/2042	1
3136AH7E4	FNMA REMIC TRUST 2014-21		09/26/2016	PRINCIPAL RECEIPT	XXX	37,792	37,792	38,040	38,002		(210)		(210)		37,792				413	04/25/2029	1
3136AH2M1	FNMA REMIC TRUST 2014-3		09/26/2016	PRINCIPAL RECEIPT	XXX	16,040	16,040	16,323			(283)		(283)		16,040				214	06/25/2043	1
3136APH39	FNMA REMIC TRUST 2015-55		09/26/2016	PRINCIPAL RECEIPT	XXX	342,374	342,374	351,522			(9,148)		(9,148)		342,374				3,947	10/25/2042	1
438701HQ0	HONOLULU HAWAII CITY & CNTY WA		07/01/2016	CALLED @ 100.0000000	XXX	250,000	250,000	271,705	252,332		(2,332)		(2,332)		250,000				12,500	07/01/2022	1FE
64971QTP8	NEW YORK N Y CITY TRANSITIONAL		07/12/2016	UBS	XXX	598,705	500,000	584,030			(5,985)		(5,985)		578,045		20,660	20,660	11,389	02/01/2032	1FE
662903EG4	NORTH TEX MUN WTR DIST TEX WTR		09/01/2016	CALLED @ 100.0000000	XXX	500,000	500,000	521,705	504,878		(4,878)		(4,878)		500,000				25,000	09/01/2035	1FE
3199999 Subtotal - Bonds - U.S. Special Revenue, Special Assessment					XXX	6,851,357	6,618,433	6,906,691	2,933,261		(53,476)		(53,476)		6,815,831		35,527	35,527	123,306	XXX	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
60688MPP3	MIZUHO BK USA INSTL CTF DEP		08/19/2016	MATURITY	XXX	249,000	249,000	249,000	249,000						249,000				1,498	08/19/2016	1
025816AW9	AMERICAN EXPRESS CO		09/12/2016	MATURITY	XXX	250,000	250,000	284,870	255,963		(5,963)		(5,963)		250,000				13,750	09/12/2016	1FE
03784JLP7	APPLE BK FOR SVGS N Y		08/26/2016	MATURITY	XXX	249,000	249,000	249,000	249,000						249,000				1,623	08/26/2016	1
06051GEA3	BANK AMER FDG CORP		08/01/2016	MATURITY	XXX	125,000	125,000	127,730	125,275		(275)		(275)		125,000				8,125	08/01/2016	2FE
084670BB3	BERKSHIRE HATHAWAY INC DEL		08/15/2016	MATURITY	XXX	210,000	210,000	218,915	211,322		(1,322)		(1,322)		210,000				4,620	08/15/2016	1FE
15200MAA5	CENTERPOINT ENERGY COMP 2008-3		08/01/2016	PRINCIPAL RECEIPT	XXX	14,690	14,690	15,362	14,784		(94)		(94)		14,690				963	02/01/2020	1FE
254672UA4	DISCOVER BK		08/19/2016	MATURITY	XXX	249,000	249,000	249,000	249,000						249,000				1,623	08/19/2016	1
78658QPU1	SAFRA NATL BK NEW YORK INSTL		08/16/2016	MATURITY	XXX	249,000	249,000	249,000	249,000						249,000				1,494	08/16/2016	1
3899999 Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					XXX	1,595,690	1,595,690	1,642,877	1,603,344		(7,654)		(7,654)		1,595,690				33,696	XXX	XXX
8399997 Subtotal - Bonds - Part 4					XXX	9,534,696	9,301,771	9,667,013	5,235,854		(78,913)		(78,913)		9,499,170		35,527	35,527	174,095	XXX	XXX
8399998 Summary Item from Part 5 for Bonds (N/A to Quarterly)					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8399999 Subtotal - Bonds					XXX	9,534,696	9,301,771	9,667,013	5,235,854		(78,913)		(78,913)		9,499,170		35,527	35,527	174,095	XXX	XXX
8999998 Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
Common Stocks - Mutual Funds																					
30254T759	FPA FDS TR		07/05/2016	CAPITAL GAIN		7,347	XXX										7,347	7,347		XXX	L
9299999 Subtotal - Common Stocks - Mutual Funds					XXX	7,347	XXX										7,347	7,347		XXX	XXX
9799997 Subtotal - Common Stocks - Part 4					XXX	7,347	XXX										7,347	7,347		XXX	XXX
9799998 Summary Item from Part 5 for Common Stocks (N/A to Quarterly)					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
9799999 Subtotal - Common Stocks					XXX	7,347	XXX										7,347	7,347		XXX	XXX
9899999 Subtotal - Preferred and Common Stocks					XXX	7,347	XXX										7,347	7,347		XXX	XXX
9999999 Total - Bonds, Preferred and Common Stocks					XXX	9,542,043	XXX	9,667,013	5,235,854		(78,913)		(78,913)		9,499,170		42,874	42,874	174,095	XXX	XXX

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

E06 Schedule DB Part A Section 1 . . . . . NONE

E07 Schedule DB Part B Section 1 . . . . . NONE

E08 Schedule DB Part D Section 1 . . . . . NONE

E09 Schedule DB Part D Section 2 - Collateral Pledged By Reporting Entity . . . . . NONE

E09 Schedule DB Part D Section 2 - Collateral Pledged To Reporting Entity . . . . . NONE

E10 Schedule DL - Part 1 - Securities Lending Collateral Assets . . . . . NONE

E11 Schedule DL - Part 2 - Securities Lending Collateral Assets . . . . . NONE

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1			2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
							6	7	8	
Depository			Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	First Month	Second Month	Third Month	*
open depositories										
JP Morgan Chase, Detroit, MI	Concentration Account						14,811,534	27,813,512	20,425,922	X X X
Comerica Bank, Detroit, MI	General Account						195,170,653	164,517,263	154,371,573	X X X
Comerica Bank, Detroit, MI	Investments Account								2,020,000	X X X
0199998 Deposits in .....0 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			209,982,187	192,330,775	176,817,495	X X X
0299998 Deposits in .....0 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			209,982,187	192,330,775	176,817,495	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			209,982,187	192,330,775	176,817,495	X X X

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
NONE							
8699999 Total - Cash Equivalents							

52563201636500103 2016 Document Code: 365

MEDICARE PART D COVERAGE SUPPLEMENT
(Net of Reinsurance)

NAIC Group Code: 4640 **NAIC Company Code: 52563**

	Individual Coverage		Group Coverage		5
	1 Insured	2 Uninsured	3 Insured	4 Uninsured	Total Cash
1. Premiums Collected	2,939,585	XXX		XXX	2,939,585
2. Earned Premiums	2,939,585	XXX		XXX	XXX
3. Claims Paid	3,240,395	XXX		XXX	3,240,395
4. Claims Incurred	2,632,348	XXX		XXX	XXX
5. Reinsurance Coverage and Low Income Cost Sharing - Claims Paid Net of Reimbursements Applied (a)	XXX	3,956,546	XXX		3,956,546
6. Aggregate Policy Reserves - change		XXX		XXX	XXX
7. Expenses Paid	532,054	XXX		XXX	532,054
8. Expenses Incurred		XXX		XXX	XXX
9. Underwriting Gain or Loss	307,237	XXX		XXX	XXX
10. Cash Flow Results	XXX	XXX	XXX	XXX	(4,789,410)

(a) Uninsured Receivable/Payable with CMS at End of Quarter: $.....11,311,971 due from CMS or $.....0 due to CMS

INDEX TO HEALTH QUARTERLY STATEMENT

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