

**ASSETS**

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D) .....			0	.0
2. Stocks (Schedule D):				
2.1 Preferred stocks .....			0	.0
2.2 Common stocks .....			0	.0
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens .....			0	.0
3.2 Other than first liens.....			0	.0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ ..... encumbrances) .....			0	.0
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....			0	.0
4.3 Properties held for sale (less \$ ..... encumbrances) .....			0	.0
5. Cash (\$ ..... 304,098 , Schedule E - Part 1), cash equivalents (\$ ..... , Schedule E - Part 2) and short-term investments (\$ ..... , Schedule DA) .....	304,098		304,098	260,026
6. Contract loans, (including \$ ..... premium notes) .....			0	.0
7. Derivatives (Schedule DB) .....			0	.0
8. Other invested assets (Schedule BA) .....			0	.0
9. Receivables for securities .....			0	.0
10. Securities lending reinvested collateral assets (Schedule DL) .....			0	.0
11. Aggregate write-ins for invested assets .....	0	0	0	.1
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	304,098	0	304,098	260,027
13. Title plants less \$ ..... charged off (for Title insurers only) .....			0	.0
14. Investment income due and accrued .....			0	.0
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	200,581	2,590	197,991	20,129
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ ..... earned but unbilled premiums) .....			0	.0
15.3 Accrued retrospective premiums (\$ ..... ) and contracts subject to redetermination (\$ ..... ) .....			0	.0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....			0	.0
16.2 Funds held by or deposited with reinsured companies .....			0	.0
16.3 Other amounts receivable under reinsurance contracts .....			0	.0
17. Amounts receivable relating to uninsured plans .....			0	.0
18.1 Current federal and foreign income tax recoverable and interest thereon ....			0	.0
18.2 Net deferred tax asset .....			0	.0
19. Guaranty funds receivable or on deposit .....			0	.0
20. Electronic data processing equipment and software .....	144,078	144,078	0	.0
21. Furniture and equipment, including health care delivery assets (\$ ..... ) .....			0	.0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....			0	.0
23. Receivables from parent, subsidiaries and affiliates .....			0	.0
24. Health care (\$ ..... ) and other amounts receivable .....			0	.0
25. Aggregate write-ins for other than invested assets .....	11,123	0	11,123	(371)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	659,880	146,668	513,212	279,785
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			0	.0
28. Total (Lines 26 and 27) .....	659,880	146,668	513,212	279,785
<b>DETAILS OF WRITE-INS</b>				
1101. Reconcile .....			0	.1
1102. ....				
1103. ....				
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0	.0
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above) .....	0	0	0	.1
2501. Undeposited Funds .....	0		0	(371)
2502. Prepaid Rent .....	0		0	3,400
2503. Prepaid Expense .....			0	(3,400)
2598. Summary of remaining write-ins for Line 25 from overflow page .....	11,123	0	11,123	.0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....	11,123	0	11,123	(371)

**LIABILITIES, CAPITAL AND SURPLUS**

	Current Year			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$ .....0 reinsurance ceded) .....			0	0
2. Accrued medical incentive pool and bonus amounts .....			0	0
3. Unpaid claims adjustment expenses.....			0	0
4. Aggregate health policy reserves, including the liability of \$ .....0 for medical loss ratio rebate per the Public Health Service Act .....			0	0
5. Aggregate life policy reserves.....			0	0
6. Property/casualty unearned premium reserves.....			0	0
7. Aggregate health claim reserves.....			0	0
8. Premiums received in advance.....	163,167		163,167	69,392
9. General expenses due or accrued.....	19,112		19,112	87,776
10.1 Current federal and foreign income tax payable and interest thereon (including \$ ..... on realized capital gains (losses)) ...			0	0
10.2 Net deferred tax liability.....			0	0
11. Ceded reinsurance premiums payable.....			0	0
12. Amounts withheld or retained for the account of others.....			0	0
13. Remittances and items not allocated.....			0	0
14. Borrowed money (including \$ ..... current) and interest thereon \$ ..... (including \$ ..... current).....			0	0
15. Amounts due to parent, subsidiaries and affiliates.....0			0	836
16. Derivatives.....			0	0
17. Payable for securities.....			0	0
18. Payable for securities lending .....			0	0
19. Funds held under reinsurance treaties (with \$ ..... authorized reinsurers, \$ .....0 unauthorized reinsurers and \$ .....0 certified reinsurers).....			0	0
20. Reinsurance in unauthorized and certified (\$ ..... ) companies .....			0	0
21. Net adjustments in assets and liabilities due to foreign exchange rates .....			0	0
22. Liability for amounts held under uninsured plans.....			0	0
23. Aggregate write-ins for other liabilities (including \$ ..... current).....0		0	0	2,324
24. Total liabilities (Lines 1 to 23).....	182,280	0	182,280	160,328
25. Aggregate write-ins for special surplus funds.....	XXX	XXX	0	0
26. Common capital stock.....	XXX	XXX		
27. Preferred capital stock.....	XXX	XXX		
28. Gross paid in and contributed surplus.....	XXX	XXX	805,000	625,000
29. Surplus notes.....	XXX	XXX		
30. Aggregate write-ins for other than special surplus funds.....	XXX	XXX	0	0
31. Unassigned funds (surplus).....	XXX	XXX	(474,068)	(505,543)
32. Less treasury stock, at cost:				
32.1 ..... shares common (value included in Line 26 \$ ..... ).....	XXX	XXX		
32.2 ..... shares preferred (value included in Line 27 \$ ..... ).....	XXX	XXX		
33. Total capital and surplus (Lines 25 to 31 minus Line 32).....	XXX	XXX	330,932	119,457
34. Total liabilities, capital and surplus (Lines 24 and 33)	XXX	XXX	513,212	279,785
<b>DETAILS OF WRITE-INS</b>				
2301. Premiums, Unearned .....			0	0
2302. Reconcile .....			0	1
2303. Lease Liability .....	0		0	2,323
2398. Summary of remaining write-ins for Line 23 from overflow page .....	0	0	0	0
2399. Totals (Lines 2301 thru 2303 plus 2398)(Line 23 above)	0	0	0	2,324
2501. ....	XXX	XXX		
2502. ....	XXX	XXX		
2503. ....	XXX	XXX		
2598. Summary of remaining write-ins for Line 25 from overflow page .....	XXX	XXX	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	XXX	XXX	0	0
3001. ....	XXX	XXX		
3002. ....	XXX	XXX		
3003. ....	XXX	XXX		
3098. Summary of remaining write-ins for Line 30 from overflow page .....	XXX	XXX	0	0
3099. Totals (Lines 3001 thru 3003 plus 3098)(Line 30 above)	XXX	XXX	0	0

**STATEMENT OF REVENUE AND EXPENSES**

	Current Year		Prior Year
	1 Uncovered	2 Total	3 Total
1. Member Months.....	XXX	45,363	33,975
2. Net premium income ( including \$ ..... non-health premium income) .....	XXX	1,564,565	1,131,893
3. Change in unearned premium reserves and reserve for rate credits .....	XXX	0	
4. Fee-for-service (net of \$ ..... medical expenses) .....	XXX	0	
5. Risk revenue .....	XXX	0	
6. Aggregate write-ins for other health care related revenues .....	XXX	0	0
7. Aggregate write-ins for other non-health revenues .....	XXX	0	0
8. Total revenues (Lines 2 to 7) .....	XXX	1,564,565	1,131,893
<b>Hospital and Medical:</b>			
9. Hospital/medical benefits .....		1,172,002	848,920
10. Other professional services .....		0	0
11. Outside referrals .....		0	
12. Emergency room and out-of-area .....		0	
13. Prescription drugs .....		0	
14. Aggregate write-ins for other hospital and medical.....	0	0	0
15. Incentive pool, withhold adjustments and bonus amounts .....		0	
16. Subtotal (Lines 9 to 15) .....	0	1,172,002	848,920
<b>Less:</b>			
17. Net reinsurance recoveries .....		0	
18. Total hospital and medical (Lines 16 minus 17) .....	0	1,172,002	848,920
19. Non-health claims (net) .....			
20. Claims adjustment expenses, including \$ ..... 0 cost containment expenses .....		0	0
21. General administrative expenses .....		473,020	403,573
22. Increase in reserves for life and accident and health contracts (including \$ ..... increase in reserves for life only) .....		0	0
23. Total underwriting deductions (Lines 18 through 22).....	0	1,645,022	1,252,493
24. Net underwriting gain or (loss) (Lines 8 minus 23) .....	XXX	(80,456)	(120,600)
25. Net investment income earned (Exhibit of Net Investment Income, Line 17) .....			0
26. Net realized capital gains (losses) less capital gains tax of \$ .....			
27. Net investment gains (losses) (Lines 25 plus 26) .....	0	0	0
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 .....	0	0	(179)
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	(80,456)	(120,779)
31. Federal and foreign income taxes incurred .....	XXX		
32. Net income (loss) (Lines 30 minus 31) .....	XXX	(80,456)	(120,779)
<b>DETAILS OF WRITE-INS</b>			
0601. ....	XXX		
0602. ....	XXX		
0603. ....	XXX		
0698. Summary of remaining write-ins for Line 6 from overflow page .....	XXX	0	0
0699. Totals (Lines 0601 thru 0603 plus 0698)(Line 6 above) .....	XXX	0	0
0701. ....	XXX		
0702. ....	XXX		
0703. ....	XXX		
0798. Summary of remaining write-ins for Line 7 from overflow page .....	XXX	0	0
0799. Totals (Lines 0701 thru 0703 plus 0798)(Line 7 above) .....	XXX	0	0
1401. ....			
1402. ....			
1403. ....			
1498. Summary of remaining write-ins for Line 14 from overflow page .....	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498)(Line 14 above) .....	0	0	0
2901. Reconcile .....			(179)
2902. ....			
2903. ....			
2998. Summary of remaining write-ins for Line 29 from overflow page .....	0	0	0
2999. Totals (Lines 2901 thru 2903 plus 2998)(Line 29 above) .....	0	0	(179)

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

	1 Current Year	2 Prior Year
<b>CAPITAL AND SURPLUS ACCOUNT</b>		
33. Capital and surplus prior reporting year.....	119,457	224,837
34. Net income or (loss) from Line 32 .....	(80,456)	(120,779)
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 .....	8,932	(155,600)
40. Change in unauthorized and certified reinsurance .....	0	0
41. Change in treasury stock .....	0	0
42. Change in surplus notes .....	0	0
43. Cumulative effect of changes in accounting principles.....		
44. Capital Changes:		
44.1 Paid in .....	0	0
44.2 Transferred from surplus (Stock Dividend).....	0	0
44.3 Transferred to surplus.....	105,000	
45. Surplus adjustments:		
45.1 Paid in .....	180,000	180,000
45.2 Transferred to capital (Stock Dividend) .....		
45.3 Transferred from capital .....		
46. Dividends to stockholders .....	(2,000)	(9,000)
47. Aggregate write-ins for gains or (losses) in surplus .....	0	(1)
48. Net change in capital and surplus (Lines 34 to 47) .....	211,476	(105,380)
49. Capital and surplus end of reporting period (Line 33 plus 48)	330,932	119,457
<b>DETAILS OF WRITE-INS</b>		
4701. Reconcile .....		(1)
4702. ....		
4703. ....		
4798. Summary of remaining write-ins for Line 47 from overflow page .....	0	0
4799. Totals (Lines 4701 thru 4703 plus 4798)(Line 47 above)	0	(1)

**CASH FLOW**

	1	2
	Current Year	Prior Year
<b>Cash from Operations</b>		
1. Premiums collected net of reinsurance .....	1,478,360	1,180,403
2. Net investment income .....	0	0
3. Miscellaneous income .....	0	0
4. Total (Lines 1 through 3) .....	1,478,360	1,180,403
5. Benefit and loss related payments .....	1,172,002	848,920
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....		(87,776)
7. Commissions, expenses paid and aggregate write-ins for deductions .....	541,684	319,102
8. Dividends paid to policyholders .....		
9. Federal and foreign income taxes paid (recovered) net of \$ ..... tax on capital gains (losses) .....	0	0
10. Total (Lines 5 through 9) .....	1,713,686	1,080,245
11. Net cash from operations (Line 4 minus Line 10) .....	(235,326)	100,159
<b>Cash from Investments</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds .....	0	0
12.2 Stocks .....	0	0
12.3 Mortgage loans .....	0	0
12.4 Real estate .....	0	0
12.5 Other invested assets .....	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....	0	0
12.7 Miscellaneous proceeds .....	1	0
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	1	0
13. Cost of investments acquired (long-term only):		
13.1 Bonds .....	0	0
13.2 Stocks .....	0	0
13.3 Mortgage loans .....	0	0
13.4 Real estate .....	0	0
13.5 Other invested assets .....	0	0
13.6 Miscellaneous applications .....	0	1
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	0	1
14. Net increase (decrease) in contract loans and premium notes .....	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14) .....	1	(1)
<b>Cash from Financing and Miscellaneous Sources</b>		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes .....	0	0
16.2 Capital and paid in surplus, less treasury stock .....	285,000	180,000
16.3 Borrowed funds .....	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....	0	0
16.5 Dividends to stockholders .....	2,000	9,000
16.6 Other cash provided (applied) .....	(3,602)	(236,251)
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) .....	279,398	(65,251)
<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) .....	44,073	34,907
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year .....	260,026	225,119
19.2 End of year (Line 18 plus Line 19.1) .....	304,098	260,026

Note: Supplemental disclosures of cash flow information for non-cash transactions:

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