

**BEFORE THE INSURANCE COMMISSIONER
OF THE STATE OF ARKANSAS**

**IN THE MATTER OF EXAMINATION OF
QCA HEALTH PLAN, INC.**

AID NO. 2006- 048

ORDER

Now on this day the matter of the Report of Examination of QCA HEALTH PLAN, INC., #95448, (hereafter, the "Company") is taken under consideration by Julie Benafield Bowman, Insurance Commissioner for the State of Arkansas, (the "Commissioner"), with the Arkansas Insurance Department (the "Department") appearing by and through Booth Rand, Associate Counsel. From the facts before her, the Commissioner finds as follows:

1. The Company is licensed by the Department to operate in this state as a health maintenance organization as defined in Ark. Code Ann. §23-76-102(7).

2. Pursuant to Ark. Code Ann. §23-76-122, the Commissioner directed the Department to conduct a regular examination of the affairs, transactions, accounts, and assets of the company as of December 31, 2005.

3. The examination began on March 20, 2006 and was completed on or about June 12, 2006. A verified report of examination (the "Report") was filed at the Department on August 29, 2006 and was mailed to the company on September 1, 2006. The company received the Report on September 5, 2006, and the company did not submit a written reply or rebuttal in response to the Report.

4. The Report stated that as of December 31, 2005, the Company's assets were \$25,565,873, the Company's liabilities were \$11,944,102, and the total capital and surplus were \$13,621,771. The Report contained no discrepancies concerning the company's operations.

THEREFORE, pursuant to the provisions of Ark. Code Ann. §23-61-205, et. seq., the Commissioner hereby orders;

1. That the Report filed with the Department is hereby adopted;
2. That the Department shall forward a copy of this Order and the Adopted Examination Report to the company via certified mail;
3. That within twenty (20) days of receipt of this Order and the adopted Examination Report, the company shall file with the Department affidavits executed by each of its directors stating under oath that they have received a copy of this Order and the Adopted Examination Report.
4. That the Adopted Examination Report will be open for public inspection upon the expiration of thirty (30) days from the date of this Order.

IT IS SO ORDERED this 7th day of November, 2006.


JULIE BENAFIELD BOWMAN
INSURANCE COMMISSIONER
STATE OF ARKANSAS