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# HEALTH QUARTERLY STATEMENT

**As of June 30, 2006**

of the Condition and Affairs of the

# United HealthCare of Arkansas, Inc.

NAIC Group Code.....0707, 0707 (Current Period) (Prior Period) NAIC Company Code..... 95446 Employer's ID Number..... 63-1036819

Organized under the Laws of Arkansas State of Domicile or Port of Entry Arkansas Country of Domicile US

Licensed as Business Type Health Maintenance Organization Is HMO Federally Qualified? Yes [ ] No [ X ]

Incorporated/Organized..... September 27, 1990 Commenced Business..... April 1, 1992

| | | |
|---|---|---|
| Statutory Home Office | 415 North McKinley Street, Suite 300….. Little Rock ..... AR ..... 72205<br>*(Street and Number) (City or Town, State and Zip Code)* | |
| Main Administrative Office | 415 North McKinley Street, Suite 300….. Little Rock ..... AR ..... 72205<br>*(Street and Number) (City or Town, State and Zip Code)* | 501-664-7700<br>*(Area Code) (Telephone Number)* |
| Mail Address | 10 Cadillac Drive, Suite 200….. Brentwood ..... TN ..... 37027<br>*(Street and Number or P. O. Box) (City or Town, State and Zip Code)* | |
| Primary Location of Books and Records | 10 Cadillac Drive, Suite 200….. Brentwood ..... TN ..... 37027<br>*(Street and Number) (City or Town, State and Zip Code)* | 615-372-3622<br>*(Area Code) (Telephone Number)* |
| Internet Website Address | www.uhc.com | |
| Statutory Statement Contact | James Wesley Waters<br>*(Name)* | 615-372-3597<br>*(Area Code) (Telephone Number) (Extension)* |
| | james_w_waters@uhc.com<br>*(E-Mail Address)* | 615-372-3640<br>*(Fax Number)* |
| Policyowner Relations Contact | 6601 Centerville Business Parkway….. Dayton ..... OH ..... 45459<br>*(Street and Number) (City or Town, State and Zip Code)* | 800-357-1371<br>*(Area Code) (Telephone Number) (Extension)* |

## OFFICERS

| Name | Title | Name | Title |
|---|---|---|---|
| 1. Garland Greeven Scott III | Chairman/President/CEO | 2. Juanita Valarae Bolland Luis | Assistant Secretary |
| 3. Donald Alan Powers # | VP-Finance/Assistant Treasurer | | |

## OTHER

| | | | |
|---|---|---|---|
| Robert Worth Oberrender | Treasurer | David Scott Wichmann | VP/Assistant Treasurer |
| David James Lubben | Assistant Secretary | Timothy Gilbert Caron | Assistant Secretary |
| Mary Lynn Stanislav | Assistant Secretary | Forrest Gregory Burke # | Secretary |

## DIRECTORS OR TRUSTEES

| | | |
|---|---|---|
| Garland Greeven Scott III # | Robert John Sheehy # | Amy Kathryn Knapp # |

| | | |
|---|---|---|
| State of Tennessee<br>County of Williamson | State of Minnesota<br>County of Hennepin | State of Minnesota<br>County of Hennepin |

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) |
| Garland Greeven Scott III | Juanita Valarae Bolland Luis | Donald Alan Powers |
| 1. (Printed Name) | 2. (Printed Name) | 3. (Printed Name) |
| Chairman/President/CEO | Assistant Secretary | VP-Finance/Assistant Treasurer |
| (Title) | (Title) | (Title) |

| | | |
|---|---|---|
| Subscribed and sworn to before me | Subscribed and sworn to before me | Subscribed and sworn to before me |
| This _____ day of _____ | This _____ day of _____ | This _____ day of _____ |
| (Signature) | (Signature) | (Signature) |

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

# 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 | 11,082,542 | | 11,082,542 | 6,356,024 |
| 2. Stocks: | | | | |
| 2.1 Preferred stocks | | | 0 | |
| 2.2 Common stocks | | | 0 | |
| 3. Mortgage loans on real estate: | | | | |
| 3.1 First liens | | | 0 | |
| 3.2 Other than first liens | | | 0 | |
| 4. Real estate: | | | | |
| 4.1 Properties occupied by the company (less $.....0 encumbrances) | | | 0 | |
| 4.2 Properties held for the production of income (less $.....0 encumbrances) | | | 0 | |
| 4.3 Properties held for sale (less $.....0 encumbrances) | | | 0 | |
| 5. Cash ($.....(21,646)), cash equivalents ($.....0) and short-term investments ($.....6,755,334) | 6,733,688 | | 6,733,688 | 10,125,682 |
| 6. Contract loans (including $.....0 premium notes) | | | 0 | |
| 7. Other invested assets | | | 0 | |
| 8. Receivables for securities | | | 0 | |
| 9. Aggregate write-ins for invested assets | 0 | 0 | 0 | 0 |
| 10. Subtotals, cash and invested assets (Lines 1 to 9) | 17,816,230 | 0 | 17,816,230 | 16,481,706 |
| 11. Title Plants less $.....0 charged off (for Title insurers only) | | | 0 | |
| 12. Investment income due and accrued | 144,359 | | 144,359 | 81,987 |
| 13. Premiums and considerations: | | | | |
| 13.1 Uncollected premiums and agents' balances in the course of collection | 63,830 | 11,865 | 51,965 | 27,875 |
| 13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $.....0 earned but unbilled premiums) | | | 0 | |
| 13.3 Accrued retrospective premiums | 2,460 | | 2,460 | |
| 14. Reinsurance: | | | | |
| 14.1 Amounts recoverable from reinsurers | | | 0 | |
| 14.2 Funds held by or deposited with reinsured companies | | | 0 | |
| 14.3 Other amounts receivable under reinsurance contracts | | | 0 | |
| 15. Amounts receivable relating to uninsured plans | | | 0 | |
| 16.1 Current federal and foreign income tax recoverable and interest thereon | | | 0 | |
| 16.2 Net deferred tax asset | 104,887 | | 104,887 | 80,351 |
| 17. Guaranty funds receivable or on deposit | | | 0 | |
| 18. Electronic data processing equipment and software | | | 0 | |
| 19. Furniture and equipment, including health care delivery assets ($.....0) | | | 0 | |
| 20. Net adjustment in assets and liabilities due to foreign exchange rates | | | 0 | |
| 21. Receivables from parent, subsidiaries and affiliates | 369,975 | | 369,975 | 626,833 |
| 22. Health care ($.....53,069) and other amounts receivable | 53,069 | 53,069 | 0 | 51,817 |
| 23. Aggregate write-ins for other than invested assets | 5,169 | 5,169 | 0 | 0 |
| 24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 through 23) | 18,559,979 | 70,103 | 18,489,876 | 17,350,569 |
| 25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts | | | 0 | |
| 26. TOTALS (Lines 24 and 25) | 18,559,979 | 70,103 | 18,489,876 | 17,350,569 |

**DETAILS OF WRITE-INS**

| | | | | |
|---|---|---|---|---|
| 0901. | | | 0 | |
| 0902. | | | 0 | |
| 0903. | | | 0 | |
| 0998. Summary of remaining write-ins for Line 9 from overflow page | 0 | 0 | 0 | 0 |
| 0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above) | 0 | 0 | 0 | 0 |
| 2301. Prepaid Expense | 5,169 | 5,169 | 0 | |
| 2302. | | | 0 | |
| 2303. | | | 0 | |
| 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) | 5,169 | 5,169 | 0 | 0 |

# LIABILITIES, CAPITAL AND SURPLUS

| | Current Period | | | Prior Year |
|---|---|---|---|---|
| | 1<br>Covered | 2<br>Uncovered | 3<br>Total | 4<br>Total |
| 1. Claims unpaid (less $.....0 reinsurance ceded) | 3,556,675 | | 3,556,675 | 4,341,270 |
| 2. Accrued medical incentive pool and bonus amounts | | | 0 | |
| 3. Unpaid claims adjustment expenses | | | 0 | |
| 4. Aggregate health policy reserves | 116,150 | | 116,150 | 59,000 |
| 5. Aggregate life policy reserves | | | 0 | |
| 6. Property/casualty unearned premium reserve | | | 0 | |
| 7. Aggregate health claim reserves | 132,050 | | 132,050 | 184,162 |
| 8. Premiums received in advance | 685,164 | | 685,164 | 540,262 |
| 9. General expenses due or accrued | 178,214 | | 178,214 | 173,483 |
| 10.1 Current federal and foreign income tax payable and interest thereon (including $.....0 on realized gains (losses)) | 264,157 | | 264,157 | 24,540 |
| 10.2 Net deferred tax liability | | | 0 | |
| 11. Ceded reinsurance premiums payable | | | 0 | |
| 12. Amounts withheld or retained for the account of others | 19,157 | | 19,157 | 3,063 |
| 13. Remittances and items not allocated | | | 0 | |
| 14. Borrowed money (including $.....0 current) and interest thereon $.....0 (including $.....0 current) | | | 0 | |
| 15. Amounts due to parent, subsidiaries and affiliates | | | 0 | |
| 16. Payable for securities | | | 0 | |
| 17. Funds held under reinsurance treaties with ($.....0 authorized reinsurers and $.....0 unauthorized reinsurers) | | | 0 | |
| 18. Reinsurance in unauthorized companies | | | 0 | |
| 19. Net adjustments in assets and liabilities due to foreign exchange rates | | | 0 | |
| 20. Liability for amounts held under uninsured plans | 202,124 | | 202,124 | |
| 21. Aggregate write-ins for other liabilities (including $.....0 current) | 0 | 0 | 0 | 0 |
| 22. Total liabilities (Lines 1 to 21) | 5,153,691 | 0 | 5,153,691 | 5,325,780 |
| 23. Aggregate write-ins for special surplus funds | XXX | XXX | 0 | 0 |
| 24. Common capital stock | XXX | XXX | 100,000 | 100,000 |
| 25. Preferred capital stock | XXX | XXX | | |
| 26. Gross paid in and contributed surplus | XXX | XXX | 5,470,954 | 5,470,954 |
| 27. Surplus notes | XXX | XXX | | |
| 28. Aggregate write-ins for other than special surplus funds | XXX | XXX | 0 | 0 |
| 29. Unassigned funds (surplus) | XXX | XXX | 7,765,231 | 6,453,835 |
| 30. Less treasury stock, at cost: | | | | |
| 30.1 .....0.000 shares common (value included in Line 24 $.....0) | XXX | XXX | | |
| 30.2 .....0.000 shares preferred (value included in Line 25 $.....0) | XXX | XXX | | |
| 31. Total capital and surplus (Lines 23 to 29 minus Line 30) | XXX | XXX | 13,336,185 | 12,024,789 |
| 32. Total liabilities, capital and surplus (Lines 22 and 31) | XXX | XXX | 18,489,876 | 17,350,569 |

**DETAILS OF WRITE-INS**

| | | | | |
|---|---|---|---|---|
| 2101. | | | 0 | |
| 2102. | | | 0 | |
| 2103. | | | 0 | |
| 2198. Summary of remaining write-ins for Line 21 from overflow page | 0 | 0 | 0 | 0 |
| 2199. Totals (Lines 2101 thru 2103 plus 2198) (Line 21 above) | 0 | 0 | 0 | 0 |
| 2301. | | | | |
| 2302. | | | | |
| 2303. | | | | |
| 2398. Summary of remaining write-ins for Line 23 from overflow page | XXX | XXX | 0 | 0 |
| 2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above) | XXX | XXX | 0 | 0 |
| 2801. | | | | |
| 2802. | | | | |
| 2803. | | | | |
| 2898. Summary of remaining write-ins for Line 28 from overflow page | XXX | XXX | 0 | 0 |
| 2899. Totals (Lines 2801 thru 2803 plus 2898) (Line 28 above) | XXX | XXX | 0 | 0 |

# STATEMENT OF REVENUE AND EXPENSES

| | Current Year to Date | | Prior Year to Date |
|---|---|---|---|
| | 1<br>Uncovered | 2<br>Total | 3<br>Total |
| 1. Member months | XXX | 50,835 | 97,935 |
| 2. Net premium income (including $.....0 non-health premium income) | XXX | 16,201,000 | 25,594,611 |
| 3. Change in unearned premium reserves and reserve for rate credits | XXX | | (10,191) |
| 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 | 0 | 0 |
| 7. Aggregate write-ins for other non-health revenues | XXX | 0 | 0 |
| 8. Total revenues (Lines 2 to 7) | XXX | 16,201,000 | 25,584,420 |
| **Hospital and Medical:** | | | |
| 9. Hospital/medical benefits | | 9,803,531 | 15,703,478 |
| 10. Other professional services | | 20,305 | 37,989 |
| 11. Outside referrals | | | |
| 12. Emergency room and out-of-area | | | |
| 13. Prescription drugs | | 1,835,813 | 2,891,709 |
| 14. Aggregate write-ins for other hospital and medical | 0 | 0 | 0 |
| 15. Incentive pool, withhold adjustments and bonus amounts | | | |
| 16. Subtotal (Lines 9 to 15) | 0 | 11,659,649 | 18,633,176 |
| **Less:** | | | |
| 17. Net reinsurance recoveries | | | 222,994 |
| 18. Total hospital and medical (Lines 16 minus 17) | 0 | 11,659,649 | 18,410,182 |
| 19. Non-health claims (net) | | | |
| 20. Claims adjustment expenses, including $.....35,742 cost containment expenses | | 397,290 | 660,032 |
| 21. General administrative expenses | | 2,504,168 | 3,682,285 |
| 22. Increase in reserves for life and accident and health contracts (including $.....0 increase in reserves for life only) | | 57,150 | |
| 23. Total underwriting deductions (Lines 18 through 22) | 0 | 14,618,257 | 22,752,499 |
| 24. Net underwriting gain or (loss) (Lines 8 minus 23) | XXX | 1,582,743 | 2,831,921 |
| 25. Net investment income earned | | 389,499 | 461,352 |
| 26. Net realized capital gains (losses) less capital gains tax of $.....0 | | 722 | |
| 27. Net investment gains or (losses) (Lines 25 plus 26) | 0 | 390,221 | 461,352 |
| 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 | 0 | 0 | 0 |
| 30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29) | XXX | 1,972,964 | 3,293,273 |
| 31. Federal and foreign income taxes incurred | XXX | 661,000 | 1,110,820 |
| 32. Net income (loss) (Lines 30 minus 31) | XXX | 1,311,964 | 2,182,453 |

**DETAILS OF WRITE-INS**

| | | | |
|---|---|---|---|
| 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. | | | |
| 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 | 0 |

# STATEMENT OF REVENUE AND EXPENSES (Continued)

| CAPITAL AND SURPLUS ACCOUNT | 1<br>Current Year<br>to Date | 2<br>Prior Year<br>To Date | 3<br>Prior Year |
|---|---|---|---|
| 33. Capital and surplus prior reporting year | 12,024,789 | 13,991,260 | 13,991,260 |
| 34. Net income or (loss) from Line 32 | 1,311,964 | 2,182,453 | 4,068,046 |
| 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 | | | |
| 37. Change in net unrealized foreign exchange capital gain or (loss) | | | |
| 38. Change in net deferred income tax | 24,536 | (1,003) | 18,033 |
| 39. Change in nonadmitted assets | (25,104) | 3,508,474 | 3,547,450 |
| 40. Change in unauthorized reinsurance | | | |
| 41. Change in treasury stock | | | |
| 42. Change in surplus notes | | | |
| 43. Cumulative effect of changes in accounting principles | | | |
| 44. Capital changes: | | | |
| 44.1 Paid in | | | |
| 44.2 Transferred from surplus (Stock Dividend) | | | |
| 44.3 Transferred to surplus | | | |
| 45. Surplus adjustments: | | | |
| 45.1 Paid in | | | |
| 45.2 Transferred to capital (Stock Dividend) | | | |
| 45.3 Transferred from capital | | | |
| 46. Dividends to stockholders | | | (9,600,000) |
| 47. Aggregate write-ins for gains or (losses) in surplus | 0 | 0 | 0 |
| 48. Net change in capital and surplus (Lines 34 to 47) | 1,311,396 | 5,689,924 | (1,966,471) |
| 49. Capital and surplus end of reporting period (Line 33 plus 48) | 13,336,185 | 19,681,184 | 12,024,789 |

**DETAILS OF WRITE-INS**

| | | | |
|---|---|---|---|
| 4701. | | | |
| 4702. | | | |
| 4703. | | | |
| 4798. Summary of remaining write-ins for Line 47 from overflow page | 0 | 0 | 0 |
| 4799. Totals (Lines 4701 thru 4703 plus 4798) (Line 47 above) | 0 | 0 | 0 |

# CASH FLOW

| | 1<br>Current Year<br>to Date | 2<br>Prior Year Ended<br>December 31 |
|---|---|---|
| **CASH FROM OPERATIONS** | | |
| 1. Premiums collected net of reinsurance | 16,934,320 | 49,336,290 |
| 2. Net investment income | 339,905 | 1,015,906 |
| 3. Miscellaneous income | | |
| 4. Total (Lines 1 through 3) | 17,274,225 | 50,352,196 |
| 5. Benefit and loss related payments | 12,901,716 | 36,641,588 |
| 6. Net transfers to Separate, Segregated Accounts and Protected Cell Accounts | | |
| 7. Commissions, expenses paid and aggregate write-ins for deductions | 2,250,665 | 8,809,404 |
| 8. Dividends paid to policyholders | | |
| 9. Federal and foreign income taxes paid (recovered) $.....0 net tax on capital gains (losses) | 421,382 | 1,849,474 |
| 10. Total (Lines 5 through 9) | 15,573,763 | 47,300,466 |
| 11. Net cash from operations (Line 4 minus Line 10) | 1,700,462 | 3,051,730 |
| **CASH FROM INVESTMENTS** | | |
| 12. Proceeds from investments sold, matured or repaid: | | |
| 12.1 Bonds | 551,899 | 13,332,839 |
| 12.2 Stocks | | |
| 12.3 Mortgage loans | | |
| 12.4 Real estate | | |
| 12.5 Other invested assets | | |
| 12.6 Net gains or (losses) on cash, cash equivalents and short-term investments | | |
| 12.7 Miscellaneous proceeds | | |
| 12.8 Total investment proceeds (Lines 12.1 to 12.7) | 551,899 | 13,332,839 |
| 13. Cost of investments acquired (long-term only): | | |
| 13.1 Bonds | 5,290,474 | 8,320,043 |
| 13.2 Stocks | | |
| 13.3 Mortgage loans | | |
| 13.4 Real estate | | |
| 13.5 Other invested assets | | |
| 13.6 Miscellaneous applications | | |
| 13.7 Total investments acquired (Lines 13.1 to 13.6) | 5,290,474 | 8,320,043 |
| 14. Net increase (decrease) in contract loans and premium notes | | |
| 15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) | (4,738,575) | 5,012,796 |
| **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 | | |
| 16.3 Borrowed funds | | |
| 16.4 Net deposits on deposit-type contracts and other insurance liabilities | | |
| 16.5 Dividends to stockholders | | 9,600,000 |
| 16.6 Other cash provided (applied) | (353,881) | 3,069,737 |
| 17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) | (353,881) | (6,530,263) |
| **RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS** | | |
| 18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17) | (3,391,994) | 1,534,263 |
| 19. Cash, cash equivalents and short-term investments: | | |
| 19.1 Beginning of year | 10,125,682 | 8,591,419 |
| 19.2 End of period (Line 18 plus Line 19.1) | 6,733,688 | 10,125,682 |

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 | 11 | 12 | 13 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Total | 2 Individual | 3 Group | Medicare Supplement | Vision Only | Dental Only | Federal Employees Health Benefit Plan | Title XVIII Medicare | Title XIX Medicaid | Stop Loss | Disability Income | Long-Term Care | Other |
| **Total Members at End of:** | | | | | | | | | | | | | |
| 1. Prior Year | 13,944 | | 13,704 | | | | | 240 | | | | | |
| 2. First Quarter | 8,655 | | 8,293 | | | | | 362 | | | | | |
| 3. Second Quarter | 7,934 | | 7,501 | | | | | 433 | | | | | |
| 4. Third Quarter | 0 | | | | | | | | | | | | |
| 5. Current Year | 0 | | | | | | | | | | | | |
| 6. Current Year Member Months | 50,835 | | 48,653 | | | | | 2,182 | | | | | |
| **Total Member Ambulatory Encounters for Period:** | | | | | | | | | | | | | |
| 7. Physician | 44,738 | | 41,241 | | | | | 3,497 | | | | | |
| 8. Non-Physician | 4,306 | | 2,845 | | | | | 1,461 | | | | | |
| 9. Total | 49,044 | 0 | 44,086 | 0 | 0 | 0 | 0 | 4,958 | 0 | 0 | 0 | 0 | 0 |
| 10. Hospital Patient Days Incurred | 1,069 | | 1,069 | | | | | | | | | | |
| 11. Number of Inpatient Admissions | 239 | | 239 | | | | | | | | | | |
| 12. Health Premiums Written | 16,217,222 | | 14,808,152 | | | | | 1,409,070 | | | | | |
| 13. Life Premiums Direct | 0 | | | | | | | | | | | | |
| 14. Property/Casualty Premiums Written | 0 | | | | | | | | | | | | |
| 15. Health Premiums Earned | 16,217,222 | | 14,808,152 | | | | | 1,409,070 | | | | | |
| 16. Property/Casualty Premiums Earned | 0 | | | | | | | | | | | | |
| 17. Amount Paid for Provision of Health Care Services | 12,504,426 | | 12,063,273 | | | | | 441,153 | | | | | |
| 18. Amount Incurred for Provision of Health Care Services | 11,659,648 | | 10,856,318 | | | | | 803,330 | | | | | |

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

## Aging Analysis of Unpaid Claims

| 1<br>Account | 2<br>1 - 30 Days | 3<br>31 - 60 Days | 4<br>61 - 90 Days | 5<br>91 - 120 Days | 6<br>Over 120 Days | 7<br>Total |
|---|---|---|---|---|---|---|
| **Claims Unpaid (Reported)** | | | | | | |
| 0299999. Aggregate Accounts Not Individually Listed-Uncovered | 133,409 | 27,481 | 4,710 | 2 | 790 | 166,392 |
| 0399999. Aggregate Accounts Not Individually Listed-Covered | 1,052,444 | 216,792 | 37,156 | 18 | 6,229 | 1,312,639 |
| 0499999. Subtotals | 1,185,853 | 244,273 | 41,866 | 20 | 7,019 | 1,479,031 |
| 0599999. Unreported Claims and Other Claim Reserves | | | | | | 2,077,644 |
| 0799999. Total Claims Unpaid | | | | | | 3,556,675 |

# 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<br>On Claims Incurred Prior to January 1 of Current Year | 2<br>On Claims Incurred During the Year | 3<br>On Claims Unpaid December 31 of Prior Year | 4<br>On Claims Incurred During the Year | Claims Incurred in Prior Years (Columns 1 + 3) | Estimated Claim Reserve and Claim Liability December 31 of Prior Year |
| 1. Comprehensive (hospital and medical) | 3,314,304 | 8,748,969 | 201,821 | 2,763,955 | 3,516,125 | 4,181,817 |
| 2. Medicare Supplement | | | | | 0 | |
| 3. Dental only | | | | | 0 | |
| 4. Vision only | | | | | 0 | |
| 5. Federal Employees Health Benefits Plan Premiums | | | | | 0 | |
| 6. Title XVIII - Medicare | 66,270 | 374,882 | 81,640 | 641,309 | 147,910 | 343,614 |
| 7. Title XIX - Medicaid | | | | | 0 | |
| 8. Other health | | | | | 0 | |
| 9. Health subtotal (Lines 1 to 8) | 3,380,574 | 9,123,851 | 283,461 | 3,405,264 | 3,664,035 | 4,525,431 |
| 10. Healthcare receivables (a) | 16,496 | 27,339 | | 9,235 | 16,496 | 44,998 |
| 11. Other non-health | | | | | 0 | |
| 12. Medical incentive pools and bonus amounts | | | | | 0 | |
| 13. Totals | 3,364,078 | 9,096,512 | 283,461 | 3,396,029 | 3,647,539 | 4,480,433 |

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

# NOTES TO FINANCIAL STATEMENTS

**Note 1 - Summary of Significant Accounting Policies**

No significant change.

**Note 2 - Accounting Changes and Corrections of Errors**

No significant change.

**Note 3 - Business Combinations and Goodwill**

No significant change.

**Note 4 - Discontinued Operations**

No significant change.

**Note 5 - Investments**

No significant change.

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

No significant change.

**Note 7 - Investment Income**

No significant change.

**Note 8 - Derivative Instruments**

No significant change.

**Note 9 - Income Taxes**

No significant change.

**Note 10 - Information Concerning Parent, Subsidiaries and Affiliates**

No significant change.

**Note 11 - Debt**

No significant change.

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

No significant change.

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

No significant change.

**Note 14 - Contingencies**

No significant change.

**Note 15 - Leases**

No significant change.

# NOTES TO FINANCIAL STATEMENTS

**Note 16 - Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk**

No significant change.

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

The Company did not participate in any transfer of receivables, financial assets, or wash sales.

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

No significant change.

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

No significant change.

**Note 20 - September 11 Events**

No significant change.

**Note 21 - Other Items**

No significant change.

**Note 22 - Events Subsequent**

No significant change.

**Note 23 - Reinsurance**

No significant change.

**Note 24 - Retrospectively Rated Contracts & Contracts Subject to Redetermination**

United HealthCare of Arkansas, Inc. (the "Company") has Medicare business which is subject to a retrospective rating feature related to Part D premiums. The Company has estimated accrued retrospective premiums related to Part D premiums based on guidelines determined by the Centers for Medicare and Medicaid Services (CMS). The formula is tiered and based on bid medical loss ratio. As of June 30, 2006, the amount of Part D premium subject to retrospective rating was $181,000 representing 1.12% of total net premiums written.

**Note 25 - Change in Incurred Losses and Loss Adjustment Expenses**

No significant change.

**Note 26 - Intercompany Pooling Arrangements**

No significant change.

**Note 27 - Structured Settlements**

No significant change.

**Note 28 - Health Care Receivables**

No significant change.

**Note 29 - Participating Policies**

# NOTES TO FINANCIAL STATEMENTS

No significant change.

**Note 30 - Premium Deficiency Reserves**

No significant change.

**Note 31 - Anticipated Salvage and Subrogation**

No significant change.

# GENERAL INTERROGATORIES

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

## PART 1 - COMMON INTERROGATORIES

### GENERAL

1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [ ] No [ X ]

1.2 If yes, has the report been filed with the domiciliary state? Yes [ ] No [ ]

2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [ ] No [ X ]

2.2 If yes, date of change: .....

3. Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [ X ] No [ ]
If yes, complete the Schedule Y-Part 1 - Organizational chart.

4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [ ] No [ X ]

4.2 If yes, provide name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

| 1<br>Name of Entity | 2<br>NAIC<br>Company Code | 3<br>State of<br>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. 12/31/2005.....

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. 12/31/2002.....

6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 06/11/2004.....

6.4 By what department or departments?

Arkansas Insurance Department

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 [ X ] No [ ]

8.4 If the response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator].

| 1<br>Affiliate Name | 2<br>Location (City, State) | 3<br>FRB | 4<br>OCC | 5<br>OTS | 6<br>FDIC | 7<br>SEC |
|---|---|---|---|---|---|---|
| Exante Bank | Salt Lake City, Utah | NO | NO | NO | YES | NO |

### FINANCIAL

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

9.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount. $.....369,975

### INVESTMENT

10.1 Has there been any change in the reporting entity's own preferred or common stock? Yes [ ] No [ X ]

10.2 If yes, explain:.....

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

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

# GENERAL INTERROGATORIES

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

## PART 1 - COMMON INTERROGATORIES

14.2 If yes, please complete the following:

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

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 [ ]
If no, attach a description with this statement.

16. Excluding items in Schedule E, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Part 1-General, Section IV. H-Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [ X ] No [ ]

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

| 1<br>Name of Custodian(s) | 2<br>Custodian Address |
|---|---|
| State Street Bank | 801 Pennsylvania, Kansas City, Mo 64105 |

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

| 1<br>Name(s) | 2<br>Location(s) | 3<br>Complete Explanation(s) |
|---|---|---|
| | | |

16.3 Have there been any changes, including name changes, in the custodian(s) identified in 16.1 during the current quarter? Yes [ ] No [ X ]

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

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

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

| 1<br>Central Registration Depository | 2<br>Name(s) | 3<br>Address |
|---|---|---|
| 104518 | Deutsche Investment Management Americas Inc. | 345 Park Avenue, New York, NY 10154 |

17.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes [ X ] No [ ]

17.2 If no, list exceptions: _____

# SCHEDULE A - VERIFICATION

Real Estate

NONE

| | 1<br>Year to Date | 2<br>Prior Year Ended December 31 |
|---|---|---|
| 1. Book/adjusted carrying value, December 31 of prior year | 0 | |
| 2. Increase (decrease) by adjustment | | |
| 3. Cost of acquired | | |
| 4. Cost of additions to and permanent improvements | | |
| 5. Total profit (loss) on sales | | |
| 6. Increase (decrease) by foreign exchange adjustment | | |
| 7. Amount received on sales | | |
| 8. Book/adjusted carrying value at end of current period | 0 | 0 |
| 9. Total valuation allowance | | |
| 10. Subtotal (Lines 8 plus 9) | 0 | 0 |
| 11. Total nonadmitted amounts | | |
| 12. Statement value, current period (Page 2, real estate lines, net admitted assets column) | 0 | 0 |

# SCHEDULE B - VERIFICATION

Mortgage Loans

NONE

| | 1<br>Year to Date | 2<br>Prior Year Ended December 31 |
|---|---|---|
| 1. Book value/recorded investment excluding accrued interest on mortgages owned, December 31 of prior year | 0 | |
| 2. Amount loaned during period: | | |
| 2.1 Actual cost at time of acquisitions | | |
| 2.2 Additional investment made after acquisitions | | |
| 3. Accrual of discount and mortgage interest points and commitment fees | | |
| 4. Increase (decrease) by adjustment | | |
| 5. Total profit (loss) on sale | | |
| 6. Amounts paid on account or in full during the period | | |
| 7. Amortization of premium | | |
| 8. Increase (decrease) by foreign exchange adjustment | | |
| 9. Book value/recorded investment excluding accrued interest on mortgages owned at end of current period | 0 | 0 |
| 10. Total valuation allowance | | |
| 11. Subtotal (Lines 9 plus 10) | 0 | 0 |
| 12. Total nonadmitted amounts | | |
| 13. Statement value of mortgages owned at end of current period (Page 2, mortgage lines, net admitted assets column) | 0 | 0 |

# SCHEDULE BA - VERIFICATION

Other Invested Assets

NONE

| | 1<br>Year to Date | 2<br>Prior Year Ended December 31 |
|---|---|---|
| 1. Book/adjusted carrying value of long-term invested assets owned, December 31 of prior year | 0 | |
| 2. Cost of acquisitions during period: | | |
| 2.1 Actual cost at time of acquisitions | | |
| 2.2 Additional investment made after acquisitions | | |
| 3. Accrual of discount | | |
| 4. Increase (decrease) by adjustment | | |
| 5. Total profit (loss) on sale | | |
| 6. Amounts paid on account or in full during the period | | |
| 7. Amortization of premium | | |
| 8. Increase (decrease) by foreign exchange adjustment | | |
| 9. Book adjusted/carrying value of long-term invested assets at end of current period | 0 | 0 |
| 10. Total valuation allowance | | |
| 11. Subtotal (Lines 9 plus 10) | 0 | 0 |
| 12. Total nonadmitted amounts | | |
| 13. Statement value of long-term invested assets at end of current period (Page 2, Line 7, Column 3) | 0 | 0 |

# SCHEDULE D - VERIFICATION

Bonds and Stocks

| | 1<br>Year to Date | 2<br>Prior Year Ended December 31 |
|---|---|---|
| 1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year | 6,356,023 | 11,390,930 |
| 2. Cost of bonds and stocks acquired | 5,290,474 | 8,320,043 |
| 3. Accrual of discount | 13,905 | 8,318 |
| 4. Increase (decrease) by adjustment | | |
| 5. Increase (decrease) by foreign exchange adjustment | | |
| 6. Total profit (loss) on disposal | 722 | 69,612 |
| 7. Consideration for bonds and stocks disposed of | 551,899 | 13,332,839 |
| 8. Amortization of premium | 26,683 | 100,041 |
| 9. Book/adjusted carrying value, current period | 11,082,542 | 6,356,023 |
| 10. Total valuation allowance | | |
| 11. Subtotal (Lines 9 plus 10) | 11,082,542 | 6,356,023 |
| 12. Total nonadmitted amounts | | |
| 13. Statement value | 11,082,542 | 6,356,023 |

# SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity

During the Current Quarter for all Bonds and Preferred Stock by Rating Class

| | 1<br>Book/Adjusted Carrying Value Beginning of Current Quarter | 2<br>Acquisitions During Current Quarter | 3<br>Dispositions During Current Quarter | 4<br>Non-Trading Activity During Current Quarter | 5<br>Book/Adjusted Carrying Value End of First Quarter | 6<br>Book/Adjusted Carrying Value End of Second Quarter | 7<br>Book/Adjusted Carrying Value End of Third Quarter | 8<br>Book/Adjusted Carrying Value December 31 Prior Year |
|---|---|---|---|---|---|---|---|---|
| BONDS | | | | | | | | |
| 1. Class 1 | 16,598,891 | 10,691,689 | 9,951,075 | 5,335 | 16,598,891 | 17,344,840 | | 16,143,183 |
| 2. Class 2 | 492,423 | | | 614 | 492,423 | 493,037 | | 391,017 |
| 3. Class 3 | | | | | | | | |
| 4. Class 4 | | | | | | | | |
| 5. Class 5 | | | | | | | | |
| 6. Class 6 | | | | | | | | |
| 7. Total Bonds | 17,091,314 | 10,691,689 | 9,951,075 | 5,949 | 17,091,314 | 17,837,877 | 0 | 16,534,200 |
| PREFERRED STOCK | | | | | | | | |
| 8. Class 1 | | | | | | | | |
| 9. Class 2 | | | | | | | | |
| 10. Class 3 | | | | | | | | |
| 11. Class 4 | | | | | | | | |
| 12. Class 5 | | | | | | | | |
| 13. Class 6 | | | | | | | | |
| 14. Total Preferred Stock | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 15. Total Bonds and Preferred Stock | 17,091,314 | 10,691,689 | 9,951,075 | 5,949 | 17,091,314 | 17,837,877 | 0 | 16,534,200 |

# SCHEDULE DA - PART 1

Short-Term Investments Owned End of Current Quarter

| | 1<br>Book/Adjusted<br>Carrying Value | 2<br>Par Value | 3<br>Actual<br>Cost | 4<br>Interest Collected<br>Year To Date | 5<br>Paid for Accrued Interest<br>Year To Date |
|---|---|---|---|---|---|
| 8299999. Totals | 6,755,334 | XXX | 6,748,606 | 102,256 | 6,604 |

# SCHEDULE DA - PART 2 - Verification

Short-Term Investments Owned

| | 1<br>Year to Date | 2<br>Prior Year Ended<br>December 31 |
|---|---|---|
| 1. Book/adjusted carrying value, December 31 of prior year | 4,284,513 | 1,156,151 |
| 2. Cost of short-term investments acquired | 15,554,088 | 41,033,980 |
| 3. Increase (decrease) by adjustment | 6,727 | 3,500,525 |
| 4. Increase (decrease) by foreign exchange adjustment | | |
| 5. Total profit (loss) on disposal of short-term investments | | |
| 6. Consideration received on disposal of short-term investments | 13,089,994 | 41,406,143 |
| 7. Book/adjusted carrying value, current period | 6,755,334 | 4,284,513 |
| 8. Total valuation allowance | | |
| 9. Subtotal (Lines 7 plus 8) | 6,755,334 | 4,284,513 |
| 10. Total nonadmitted amounts | | |
| 11. Statement value (Lines 9 minus 10) | 6,755,334 | 4,284,513 |
| 12. Income collected during period | 102,256 | 185,246 |
| 13. Income earned during period | 121,809 | 185,246 |

# SCHEDULE DB - PART F - SECTION 1

Replicated (Synthetic) Assets Open

| Replicated (Synthetic) Asset | | | | | Components of the Replicated (Synthetic) Asset | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | Derivative Instruments Open | | Cash Instrument(s) Held | | | | |
| 1<br>Replication RSAT Number | 2<br>Description | 3<br>NAIC Designation or Other Description | 4<br>Statement Value | 5<br>Fair Value | 6<br>Description | 7<br>Fair Value | 8<br>CUSIP | 9<br>Description | 10<br>Statement Value | 11<br>Fair Value | 12<br>NAIC Designation or Other Description |

# NONE

# SCHEDULE DB - PART F - SECTION 2

## Reconciliation of Replicated (Synthetic) Assets Open

| | First Quarter | | Second Quarter | | Third Quarter | | Fourth Quarter | | Year-To-Date | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 1<br>Number of Positions | 2<br>Total Replicated (Synthetic) Assets Statement Value | 3<br>Number of Positions | 4<br>Total Replicated (Synthetic) Assets Statement Value | 5<br>Number of Positions | 6<br>Total Replicated (Synthetic) Assets Statement Value | 7<br>Number of Positions | 8<br>Total Replicated (Synthetic) Assets Statement Value | 9<br>Number of Positions | 10<br>Total Replicated (Synthetic) Assets Statement Value |
| 1. Beginning Inventory | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2. Add: Opened or Acquired Transactions | | | | | | | | | 0 | 0 |
| 3. Add: Increases in Replicated Asset Statement Value | XXX | | XXX | | XXX | | XXX | | XXX | 0 |
| 4. Less: Closed or Disposed of Transactions | | | | | | | | | 0 | 0 |
| 5. Less: Positions Disposed of for Failing Effectiveness Criteria | | | | | | | | | 0 | 0 |
| 6. Less: Decreases in Replicated (Synthetic) Asset Statement Value | XXX | | XXX | | XXX | | XXX | | XXX | 0 |
| 7. Ending inventory | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

NONE

# SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

| 1<br>NAIC<br>Company<br>Code | 2<br>Federal<br>ID<br>Number | 3<br>Name of Reinsurer | 4<br>Location | 5<br>Is Insurer<br>Authorized?<br>(YES or NO) |
|---|---|---|---|---|

NONE

# SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS

Current Year to Date - Allocated by States and Territories

| | 1 | 2 | Direct Business Only Year to Date | | | | | |
|---|---|---|---|---|---|---|---|---|
| | | | 3 | 4 | 5 | 6 | 7 | 8 |
| State, Etc. | Guaranty Fund (Yes or No) | Is Insurer Licensed? (Yes or No) | Accident and Health Premiums | Medicare Title XVIII | Medicaid Title XIX | Federal Employees Health Benefits Program Premiums | Life and Annuity Premiums and Deposit-Type Contract Funds | Property/Casualty Premiums |
| 1. Alabama AL | NO | NO | | | | | | |
| 2. Alaska AK | NO | NO | | | | | | |
| 3. Arizona AZ | NO | NO | | | | | | |
| 4. Arkansas AR | NO | YES | 14,808,152 | 1,409,070 | | | | |
| 5. California CA | NO | NO | | | | | | |
| 6. Colorado CO | NO | NO | | | | | | |
| 7. Connecticut CT | NO | NO | | | | | | |
| 8. Delaware DE | NO | NO | | | | | | |
| 9. District of Columbia DC | NO | NO | | | | | | |
| 10. Florida FL | NO | NO | | | | | | |
| 11. Georgia GA | NO | NO | | | | | | |
| 12. Hawaii HI | NO | NO | | | | | | |
| 13. Idaho ID | NO | NO | | | | | | |
| 14. Illinois IL | NO | NO | | | | | | |
| 15. Indiana IN | NO | NO | | | | | | |
| 16. Iowa IA | NO | NO | | | | | | |
| 17. Kansas KS | NO | NO | | | | | | |
| 18. Kentucky KY | NO | NO | | | | | | |
| 19. Louisiana LA | NO | NO | | | | | | |
| 20. Maine ME | NO | NO | | | | | | |
| 21. Maryland MD | NO | NO | | | | | | |
| 22. Massachusetts MA | NO | NO | | | | | | |
| 23. Michigan MI | NO | NO | | | | | | |
| 24. Minnesota MN | NO | NO | | | | | | |
| 25. Mississippi MS | NO | NO | | | | | | |
| 26. Missouri MO | NO | NO | | | | | | |
| 27. Montana MT | NO | NO | | | | | | |
| 28. Nebraska NE | NO | NO | | | | | | |
| 29. Nevada NV | NO | NO | | | | | | |
| 30. New Hampshire NH | NO | NO | | | | | | |
| 31. New Jersey NJ | NO | NO | | | | | | |
| 32. New Mexico NM | NO | NO | | | | | | |
| 33. New York NY | NO | NO | | | | | | |
| 34. North Carolina NC | NO | NO | | | | | | |
| 35. North Dakota ND | NO | NO | | | | | | |
| 36. Ohio OH | NO | NO | | | | | | |
| 37. Oklahoma OK | NO | NO | | | | | | |
| 38. Oregon OR | NO | NO | | | | | | |
| 39. Pennsylvania PA | NO | NO | | | | | | |
| 40. Rhode Island RI | NO | NO | | | | | | |
| 41. South Carolina SC | NO | NO | | | | | | |
| 42. South Dakota SD | NO | NO | | | | | | |
| 43. Tennessee TN | NO | NO | | | | | | |
| 44. Texas TX | NO | NO | | | | | | |
| 45. Utah UT | NO | NO | | | | | | |
| 46. Vermont VT | NO | NO | | | | | | |
| 47. Virginia VA | NO | NO | | | | | | |
| 48. Washington WA | NO | NO | | | | | | |
| 49. West Virginia WV | NO | NO | | | | | | |
| 50. Wisconsin WI | NO | NO | | | | | | |
| 51. Wyoming WY | NO | NO | | | | | | |
| 52. American Samoa AS | NO | NO | | | | | | |
| 53. Guam GU | NO | NO | | | | | | |
| 54. Puerto Rico PR | NO | NO | | | | | | |
| 55. U.S. Virgin Islands VI | NO | NO | | | | | | |
| 56. Northern Mariana Islands MP | NO | NO | | | | | | |
| 57. Canada CN | NO | NO | | | | | | |
| 58. Aggregate Other alien OT | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 |
| 59. Subtotal | XXX | XXX | 14,808,152 | 1,409,070 | 0 | 0 | 0 | 0 |
| 60. Reporting entity contributions for Employee Benefit Plans | XXX | XXX | | | | | | |
| 61. Total (Direct Business) | XXX | (a) 1 | 14,808,152 | 1,409,070 | 0 | 0 | 0 | 0 |

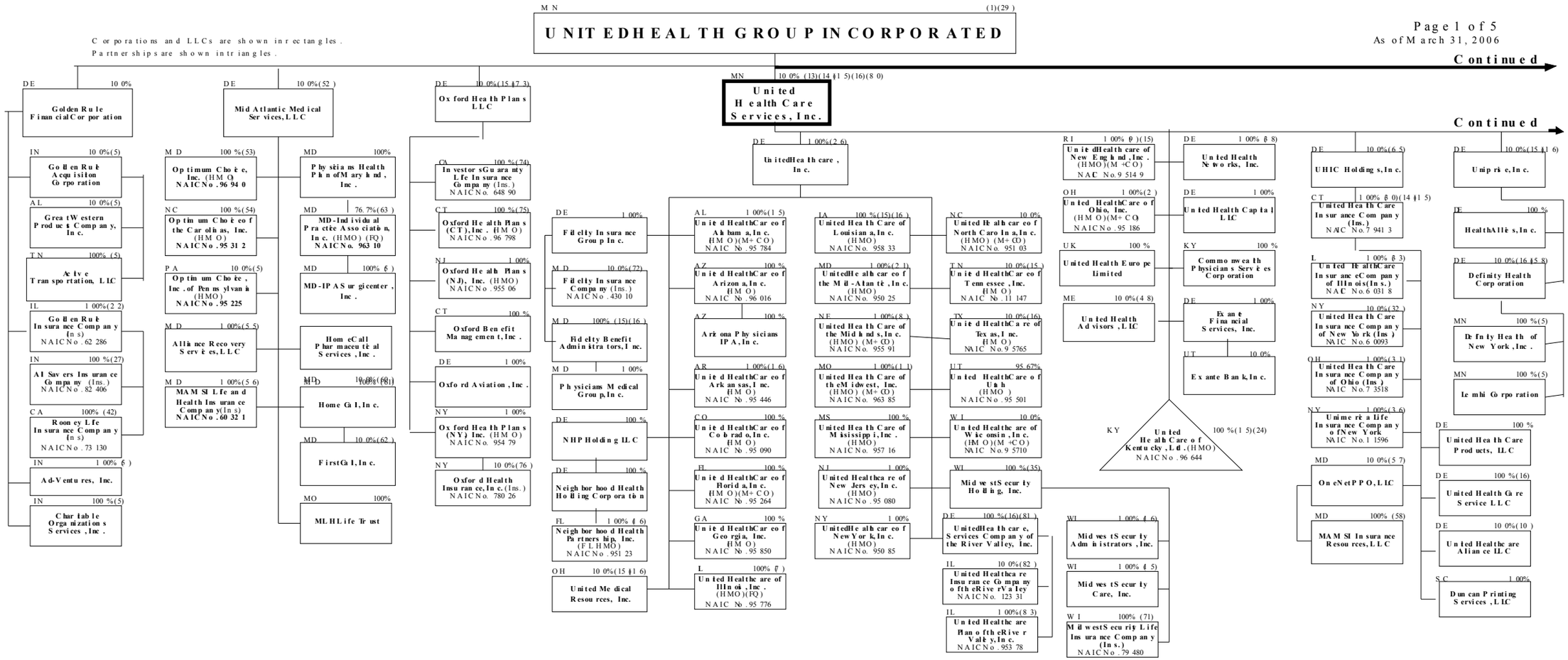
**DETAILS OF WRITE-INS**

| | | | | | | | |
|---|---|---|---|---|---|---|---|
| 5801. | | | | | | | |
| 5802. | | | | | | | |
| 5803. | | | | | | | |
| 5898. Summary of remaining write-ins for line 58 from overflow page | | 0 | 0 | 0 | 0 | 0 | 0 |
| 5899. Total (Lines 5801 thru 5803 plus 5898) (Line 58 above) | | 0 | 0 | 0 | 0 | 0 | 0 |

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

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

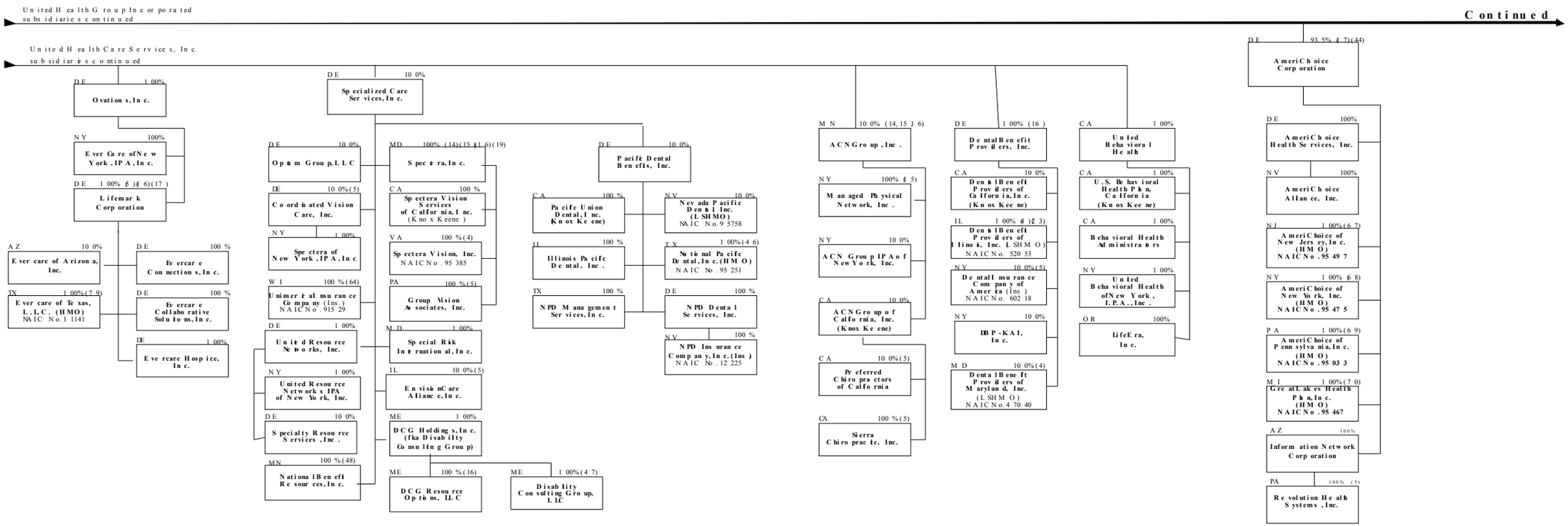
## PART 1 – ORGANIZATIONAL CHART



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

## PART 1 – ORGANIZATIONAL CHART

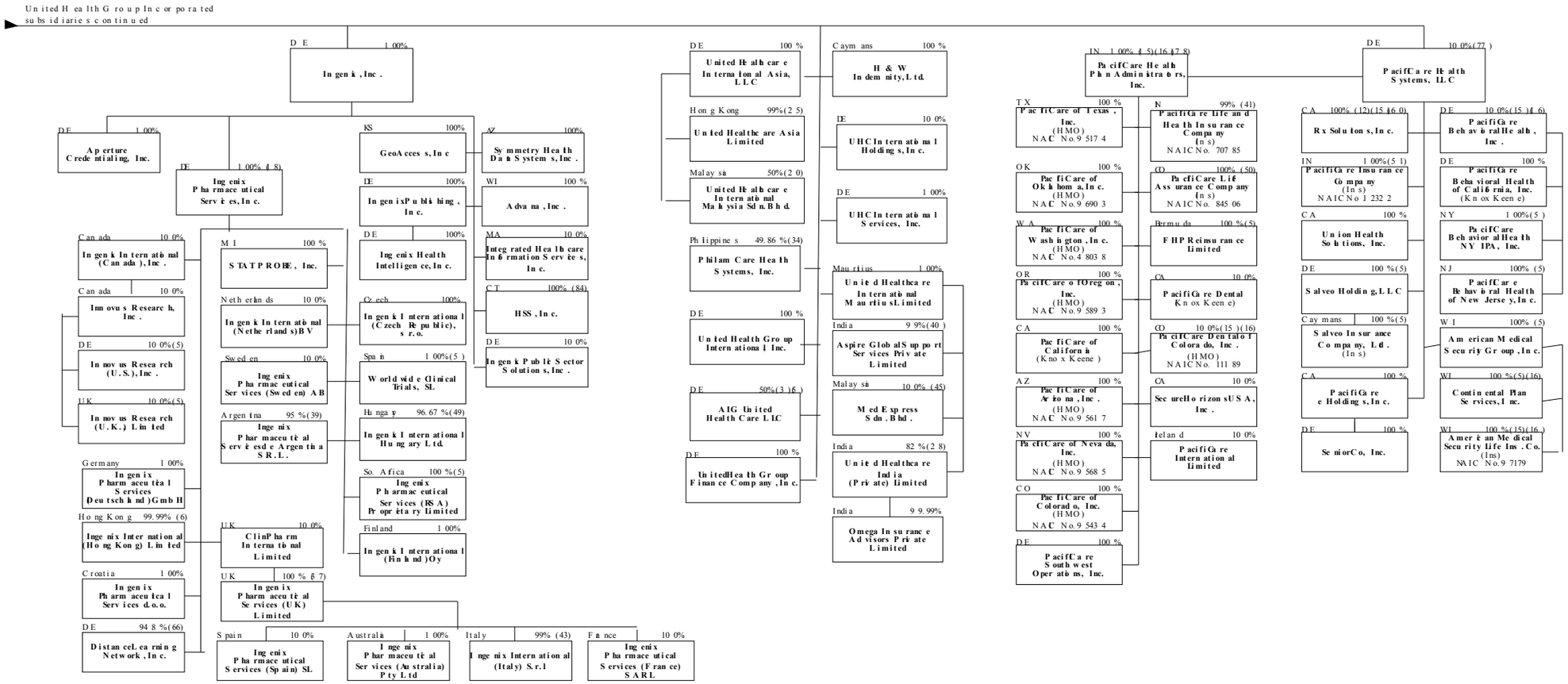




# SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

## PART 1 – ORGANIZATIONAL CHART






19.2

(1) **UnitedHealth Group Incorporated** ("UHG") (d/b/a UnitedHealth Group) is a Minnesota corporation whose shares of common stock are listed on the NYSE (i.e., it is publicly held). Name was changed from United HealthCare

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Corporation on March 6, 2000. It only does business in MN. It is the ultimate parent company of all the other UnitedHealth Group entities. It is not licensed as anything, i.e., it is not an HMO, insurance company, TPA, PPO, etc. It is a holding company. It should not be the party to any contract except for certain limited situations. This is not the entity that (i) manages or directly owns the HMOs (that is, for the most part, United HealthCare Services, Inc. ("UHS") for management and UHS or UnitedHealthcare, Inc. for ownership), or (ii) offers the ASO, PPO, or other products (that is usually United HealthCare Insurance Company).

(2) d/b/a: Western Ohio Health Care Corporation; also licensed in Kentucky.

(3) Licensed as a life, accident and health insurance company in AL, AR, AZ, CA, CO, DC, DE, FL, GA, IA, ID, IL, IN, KS, KY, LA, MD, MI, MN, MO, MS, MT, NC, ND, NE, NM, NV, OH, OK, OR, PA, SC, SD, TN, TX, UT, VA, WA, WI, WV, & WY.

(4) Limited or single service health Plan ("LSHMO"). Spectera Vision, Inc. is licensed as LSHMO in VA and IN.

(5) This entity will dissolve or merge with another UHG legal entity, subject to any required regulatory approval.

(6) Ingenix, Inc. owns .01%. Established a representative office in Beijing, China.

(7) United HealthCare of Illinois, Inc. (DE domicile) merged into UnitedHealthcare (Newco), Inc. (IL domicile) in order to redomesticate to IL and changed its name to UnitedHealthcare of Illinois, Inc. effective 5/31/02. Also licensed in Indiana.

(8) Licensed in Iowa and Nebraska.

(9) Licensed in Rhode Island and Massachusetts.

(10) UnitedHealthcare of Minnesota, Inc. merged into UnitedHealthcare Alliance LLC effective 12/31/02. This LLC holds the intangible assets of UnitedHealthcare and is the employer of its top management.

(11) Licensed in Missouri, Illinois and Kansas.

(12) Dba Prescription Solutions. Licensed as Pharmacy and TPA in many states.

19.3

**(13) United HealthCare Services, Inc.** ("UHS") (formerly UHC Management Company, Inc. and before that Charter Med, Inc.) is a Minnesota corporation and wholly owned subsidiary of UnitedHealth Group. It is the technical employing entity (i.e., it files the payroll taxes in the 50 states) for substantially all UnitedHealth Group personnel. It is qualified to do business in all 50 states and the District of Columbia. It is not licensed as an HMO or an insurance company but is licensed in numerous states as a TPA or UR agent. It is the management company for almost all the health plans and the insurance companies. It owns most of the assets (i.e., desks, computers etc.) used by all employees. It rents most of the space used by all UnitedHealth Group entities and people. Many of the specialty businesses, i.e., Evercare, URN, Optum, Uniprise, Healthmarc, etc., operate as divisions/dbas of UHS, rather than separate legal entities (though there may be a shell bearing a similar name). UHS is the entity that should be the party to the facilities, supply or other contracts that are for UnitedHealth Group generally. See p. 5 for UHS' assumed/fictitious names.

(14) Licensed as a PPO or MCO in one or more states.

(15) Licensed as a UR Agent in one or more states.

(16) Licensed as a TPA in one or more states. (Called "independent adjuster" in New York.)

(17) "AmeriChoice" is being filed as an assumed name for Lifemark Corporation in California, Indiana, and Michigan. See next page for its UHS filings.

(18) registered either a DBA, TradeName or Trade Mark of "i3 Research","i3 Magnifi", and/or "i3 Drug Safety" in several states

(19) Also has dba of: Care Programs

(20) Other 50% is owned by UnitedHealthcare Asia Limited currently, but UnitedHealthcare International Asia, LLC will own 99% and UnitedHealthcare Asia Limited will own 1% after additional shares are issued.

(21) Also licensed in Virginia and the District of Columbia. United HealthCare of Virginia, Inc. merged into it effective 12/31/01 on approval of VA BOI, MIA, & MD DAT (later filing by VA Corp.Comm.).

(22) Licensed as a life and health insurance company in AL, AK, AZ, AR, CA, CO, CT, DE, DC, FL, GA, GU, HI, ID, IL, IN, IA, KS, KY, LA, ME, MD, MA, MI, MN, MS, MO, MT, NE, NV, NH, NJ, NM, NC, ND, OH, OK, OR, PA, RI, SC, SD, TN, TX, UT, VT, VA, WA, WV, WI, & WY.

(23) Licensed as HMO or LSHMO in FL, IN, IL, MO, & VA.

(24) General partnership interests are held by UHS (89.77%) and its wholly owned subsidiary, Commonwealth Physician Services Corporation (10.23%). UHS also holds 100% of the limited partnership interests. When combining general partner and limited partner interests, UHS owns 94.18%, Commonwealth Physician Services Corporation owns 5.83% (for a combined 100% ownership). (All numbers are rounded to two decimal points.) Licensed as an HMO in Kentucky and Indiana. Has to use the name United HealthCare of Kentucky, L.P. in Indiana.

(25) A Hong Kong "private" limited liability company owned 99% by UnitedHealthcare International Asia, LLC and 1% by UnitedHealth Group International, Inc.

(26) d/b/a: UnitedHealthcare, Inc., a Corporation of Delaware (obtained for use in Oklahoma).

(27) Licensed as a life and health insurance company in AK, AR, CO, DE, DC, FL, GA, ID, IL, IN, IA, KS, KY, LA, MD, MI, MS, MT, NE, ND, OH, OK, OR, PA, SC, SD, TN, TX, WV, WI & WY.

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## PART 1 – ORGANIZATIONAL CHART

(28) 1% owned by United Healthcare International Malaysia Sdn. Bhd.
(29) UHG is the sole member of the United Health Foundation, a MN non-profit organization.
(30) **United HealthCare Insurance Company** ("UHI") is a Connecticut domestic life & health insurance company that is licensed as an insurance company in 49 states (not New York), District of Columbia , Puerto Rico, Guam the U.S. Virgin Islands, the Commonwealth of the Northern Mariana Islands, and American Samoa. This entity offers a variety of products including EPO, PPO, ASO/self-funded, and indemnity.
(31) Licensed in Ohio only.
(32) Licensed in New York and the District of Columbia.
(33) Licensed in Illinois only. Voluntarily surrendered COA in Florida.
(34) PhilamCare Health Systems, Inc. is 49.86% owned by PhilamLife and .28% owned by various individuals.
(35) Formerly known as R.W. Houser, Inc.
(36) Licensed in NY for life, annuities, and accident & health. Formerly named United HealthCare Life Insurance Company of New York.
(37) Branches in Republic of South Africa, Croatia, and Germany. Withdrew from Sweden on April 19, 2002, Hungary on Jan. 2, 2001, and the Netherlands on December 31, 2003.
(38) Assumed names for UnitedHealth Networks, Inc. that must be used in the states listed below: NH (UHN UnitedHealth Networks), TX (UHN UnitedHealth Networks, Inc.), NY (United Networks), OH & OR (UnitedHealth Network, Inc., a Corporation of Delaware)
(39) Ingenix, Inc. owns 5%.
(40) UnitedHealth Group International, Inc. owns remaining 1%.
(41) Remaining 1% is owned by PacifiCare Health Systems, LLC. Licensed in DC, GU, VI, and all States, except NY. "Commercially domiciled" in CA.
(42) Licensed as a life and health insurance company in CA & IL.
(43) One percent owned by ClinPharm International Ltd.
(44) Around 6.5% of the shares are owned by AmeriChoice management, which United will acquire after five years from Sept. 2002 acquisition, subject to certain acceleration events. UnitedHealth Cares, Inc. fka AmeriChoice Associates Assistance Fund, Inc. is a GA nonprofit qualified in other states. AmeriChoice Behavioral Healthcare, Inc. (inactive affiliate) will be merged/dissolved as soon as practicable:
(45) 70% owned directly and 30% controlled through individual nominee shareholders from whom we have powers of attorney.
(46) Licensed as a DPO. in MD and HMO in TX
(47) Licensed as a reinsurance intermediary in some states
(48) Licensed as a producer in most states. Formerly named DCG OnLine, LLC.
(49) 3.33% held by Ingenix, Inc.
(50) Licensed as life & health insurer in AZ, CA, CO, GU, IL, IN, KY, NV, NJ, NM, OH, OK, OR, TX, UT, WA
(51) Licensed as a health insurer in IN.
(52) Mid Atlantic Medical Services, Inc. merged into Mid Atlantic Medical Services, LLC (formerly MU Acquisition LLC) upon acquisition by UnitedHealth Group, with Mid Atlantic Medical Services, LLC as the survivor. It also has the UnitedHealthcare Children's Foundation fka MAMSI Children's Foundation and HomeCall Hospice Services Foundation, Inc. It is the sole member of several real estate LLCs: Hillcrest, LLC; Frederick Associates, LLC; 3 Taft Court Associates, LLC; 3-1/2 Taft Court Associates, LLC; Hillcrest Plaza II, LLC; 1&2 Taft, LLC; and 6 Taft LLC. The Jochum Trust for compensation of former CEO is administered by UHG Human Capital.
(53) Licensed as an HMO in DC, DE, MD, VA, & WV
(54) Licensed as an HMO in NC & SC
(55) Licensed as a Collection Agency in MD
(56) Licensed as a Life, Accident & Health Insurance Company in AL, AR, AZ, CO, DC, DE, GA, HI, ID, IL, IN, KS, KY, LA, MD, MS, MO, NE, NV, NM, NC, ND, OK, PA, SC, SD, TN, TX, UT, VA, & WV
(57) Formerly named Alliance PPO, LLC when it was a subsidiary of MAMSI Life and Health Ins. Co.
(58) Licensed as a Producer in several states
(59) Licensed as a Hospice in MD & VA
(60) Licensed as a Pharmacy in many states. Assumed name of Prescription Solutions.
(61) JCAHCO; Medicare certification; licensed in MD for nursing, home health aides, physical, occupational & speech therapy, medical social work, home health, & laboratory
(62) JCAHCO, licensed in MD for residential service, agency skilled nursing & aides, and home health services

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

## PART 1 – ORGANIZATIONAL CHART

(63) 23.3% owned by Mid Atlantic Medical Services, LLC. Licensed as an HMO in DC, MD, & VA
(64) Licensed as a Life, Accident & Health Insurance Company countrywide, except in NY(Unimerica Life Insurance Company of New York is licensed in NY).
(65) Former name was Unimerica, Inc.
(66) 5.2% owned collectively by Eric Porterfield, and Anthony Cepullio
(67) Licensed as an HMO in NJ
(68) Licensed as an HMO in NY
(69) Licensed as an HMO in PA
(70) Licensed as an HMO in MI
(71) Licensed as a life, accident & health insurance company in AK, AR, AZ, CO, DE, IA, ID, IL, IN, KS, KY, LA, MI, MN, MO, MS, ND, NE, NM, NV, OH, OK, OR, SC, SD, TX, UT, WA, & WI
(72) Licensed as an accident & health insurance company in DC, MD (health only), & PA
(73) Survivor of merger with Oxford Health Plans, Inc. Former name was Ruby Acquisition, LLC. NAIC Group Code of regulated subsidiaries was 1182 prior to acquisition. Two non-stock Political Action Committees: Oxford Health Plans, Inc. (CT) Committee for Quality Health Care, Inc. and Oxford Health Plans, Inc. (NY) Committee for Quality Health Care, Inc., DE corps. Licensed as ins. agency in NY dba The Oxford Agency.
(74) Licensed in 47 states and the District of Columbia. Not licensed in CT, NY, or VT.
(75) Licensed as a Health Care Center (HMO) in CT with a Limited License for less than 5,000 members in RI.
(76) Licensed as an insurance company in CT, NJ, NY, & PA.
(77) Formerly named Point Acquisition, LLC, the survivor of the merger with PacifiCare Health Systems, Inc., which enabled the acquisition of PacifiCare. Also owns 21.1% of Alere Medical Incorporated, a CA corporation, including 16,068,245 shares of non-voting preferred stock and warrants to purchase an additional 1 million shares of non-voting preferred stock.
(78) Sole member of PacifiCare Health Systems Foundation, a CA nonprofit corporation.
(79) TX DOI has accepted a dba of "United HealthCare – Texas" for this company's use by AmeriChoice
(80) United HealthCare Services, Inc.'s filed assumed names/dbas include (continuation of footnote 13):
- AmeriChoice (FL, IL, IN, MD, NE, RI)
- Center for Health Care Policy and Evaluation (MN)
- Charter HealthCare, Inc. (NM, RI)
- Employee Performance Design (IL, KY, MN, NE, OR)
- EverCare (numerous states)
- GenCare PPO (IL, MO)
- Health Professionals Review (ME)
- HealthCare Evaluation Services (MN)
- Healthmarc (numerous states)
- HealthPro (AK, CT, IL, KY, MA, OH, VT)
- Institute for Human Resources (FL, OR, WA)
- Managed Care for the Aged (MN)
- Optum (MN, CA)
- Personal Decision Services (MN)
- SeniorCare Select & Design (MN)
- UHC Management & Administrators (CA)
- UHC Management (VT)
- UHC Management Company (AK, MA, NH, UT, WV)
- UHC Management Company, Inc. (AL, AZ, AR, CA, CO, CT, DE, FL, GA, ID, IL, IN, IA, KY, LA, ME, MD, MA, MI, MN, MO, MT, NE, NJ, ND, OH, OR, PA, RI, SD, TN, TX, VA, WA)
- UHC of Illinois Inc. and United HealthCare of Illinois, Inc. (IL)
- UHC of Missouri and United HealthCare of Missouri (MO)
- UMC Management Company, Inc. (OH)

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PART 1 – ORGANIZATIONAL CHART

- United HealthCare (MA, UT)
- United HealthCare Corporation (AZ, AR, CA, CO, CT, DE, FL, GA, ID, IN, IA, KY, LA, ME, MD, MO, MT, NC, ND, NE, NJ, OH, OR, RI, SD, TX, WA)
- United HealthCare, Inc. (LA, SD, WV)
- United HealthCare Management (VT)
- United HealthCare Management Company, Inc. (IL, MI, OK, PA, TN, VA)
- United HealthCare Management Services (PA, NY)
- United HealthCare Services of Minnesota (NH)
- United HealthCare Services of Minnesota, Inc. (AR, FL, IL, OK, RI, SD, VT, WV)
- United Resource Networks (CA, GA, IL, IN, IA, MD, MI, MN, MO, NE, NY, NC, RI, UT)
- United Resource Networks, Inc. (CO, TN)
- UnitedHealth Group Incorporated (CA)

(81) fka as John Deere Health Care, Inc.
(82) fka as John Deere Health Insurance, Inc. Licensed as an insurance company in IA, IL, TN, & VA.
(83) fka as John Deere Health Plan, Inc. Licensed as an HMO in IA, IL, TN, & VA, withdrew from KY & SC.
(84) Known as HealthCare Software Synergies, Incorporated in MD

# Overflow Page for Write-Ins

NONE

# SCHEDULE A - PART 2

Showing all Real Estate ACQUIRED During the Current Quarter

| 1 | Location | | 4 | 5 | 6 | 7 | 8 | 9 |
|---|---|---|---|---|---|---|---|---|
| | 2 | 3 | | | | | | |
| Description of Property | City | State | Date Acquired | Name of Vendor | Actual Cost | Amount of Encumbrances | Book/Adjusted Carrying Value Less Encumbrances | Expended for Additions and Permanent Improvements |

# NONE

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# SCHEDULE A - PART 3

Showing all Real Estate SOLD During the Quarter, Including Payments During the Final Year on "Sales Under Contract"

| 1 | Location | | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 | 16 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | 2 | 3 | | | | | | | | | | | | | |
| Description of Property | City | State | Disposal Date | Name of Purchaser | Actual Cost | Increase (Decrease) by Adjustment | Increase (Decrease) by Foreign Exchange Adjustment | Expended for Additions, Permanent Improvements and Changes in Encumbrances | Book/Adjusted Carrying Value Less Encumbrances | Amounts Received | Foreign Exchange Profit (Loss) on Sale | Realized Profit (Loss) on Sale | Total Profit (Loss) on Sale | Gross Income Earned Less Interest Incurred on Encumbrances | Taxes, Repairs, and Expenses Incurred |

# NONE

# SCHEDULE B - PART 1

Showing all Mortgage Loans ACQUIRED During the Current Quarter

| 1 | Location | | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | 2 | 3 | | | | | | | | | |
| Loan Number | City | State | Loan Type | Actual Cost | Date Acquired | Rate of Interest | Book Value/Recorded Investment Excluding Accrued Interest | Increase (Decrease) by Adjustment | Increase (Decrease) by Foreign Exchange Adjustment | Value of Land and Buildings | Date of Last Appraisal or Valuation |

# NONE



# SCHEDULE B - PART 2

Showing all Mortgage Loans SOLD, Transferred or Paid in Full During the Current Quarter

| 1 | Location | | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | 2 | 3 | | | | | | | | | | |
| Loan Number | City | State | Loan Type | Date Acquired | Book Value/ Recorded Investment Excluding Accrued Interest Prior Year | Increase (Decrease) by Adjustment | Increase (Decrease) by Foreign Exchange Adjustment | Book Value/ Recorded Investment Excluding Accrued Interest at Disposition | Consideration Received | Foreign Exchange Profit (Loss) on Sale | Realized Profit (Loss) on Sale | Total Profit (Loss) on Sale |

# NONE

# SCHEDULE BA - PART 1

Showing Other Long-Term Invested Assets ACQUIRED During the Current Quarter

| 1 | 2 | Location | | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 | 16 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | 3 | 4 | | | | | | | | | | | | |
| CUSIP Identification | Name or Description | City | State | Name of Vendor or General Partner | NAIC Desig-nation | Date Originally Acquired | Type and Strategy | Actual Cost | Amount of Encumbrances | Book/Adjusted Carrying Value Less Encumbrances | Fair Value | Increase (Decrease) by Adjustment | Increase (Decrease) by Foreign Exchange Adjustment | Commitment for Additional Investment | Percentage of Ownership |

**NONE**

# SCHEDULE BA - PART 2

Showing Other Long-Term Invested Assets SOLD, Transferred or Paid in Full During the Current Quarter

| 1 | 2 | Location | | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | 3 | 4 | | | | | | | | | | | |
| CUSIP Identification | Name or Description | City | State | Name of Purchaser or Nature of Disposal | Date Originally Acquired | Book/Adjusted Carrying Value Less Encumbrances, Prior Year | Increase (Decrease) by Adjustment | Increase (Decrease) by Foreign Exchange Adjustment | Book/Adjusted Carrying Value Less Encumbrances on Disposal | Consideration Received | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Investment Income |

**NONE**

# SCHEDULE D - PART 3

## Show all Long-Term Bonds and Stock Acquired by the Company During the Current Quarter

| 1<br>CUSIP Identification | 2<br>Description | 3<br>Foreign | 4<br>Date Acquired | 5<br>Name of Vendor | 6<br>Number of Shares of Stock | 7<br>Actual Cost | 8<br>Par Value | 9<br>Paid for Accrued Interest and Dividends | 10<br>NAIC Designation or Market Indicator (a) |
|---|---|---|---|---|---|---|---|---|---|
| **Bonds - U.S. Government** | | | | | | | | | |
| 31359M ZT 3 | FNMA Note Non Callable 4.625% 01/15/08 | | 04/19/2006 | Merrill Lynch | | 496,016 | 500,000 | 6,102 | 1FE |
| 912828 AN 0 | US Treasury Note 3.000% 11/15/07 | | 04/19/2006 | JP Morgan Chase | | 971,641 | 1,000,000 | 12,928 | 1 |
| 0399999. | Total - Bonds - U.S. Government | | | | | 1,467,657 | 1,500,000 | 19,030 | XXX |
| **Bonds - Industrial and Miscellaneous** | | | | | | | | | |
| 07387J AA 4 | Bear Stearns 2006-PW12 5.546% 09/11/38 | | 06/08/2006 | Bear Stearns Sec | | 200,499 | 200,000 | 616 | 1FE |
| 416515 AH 7 | Hartford Financial Serv 5.550% 08/16/08 | | 05/11/2006 | Merrill Lynch | | 200,008 | 200,000 | | 1FE |
| 76113F BB 5 | Residential Asset Sec 6.000% 07/25/36 | | 06/08/2006 | JP Morgan Chase | | 99,010 | 98,809 | 198 | 1FE |
| 4599999. | Total - Bonds - Industrial & Miscellaneous | | | | | 499,517 | 498,809 | 814 | XXX |
| 6099997. | Total - Bonds - Part 3 | | | | | 1,967,174 | 1,998,809 | 19,844 | XXX |
| 6099999. | Total - Bonds | | | | | 1,967,174 | 1,998,809 | 19,844 | XXX |
| 7499999. | Total - Bonds, Preferred and Common Stocks | | | | | 1,967,174 | XXX | 19,844 | 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 Stock Sold, Redeemed or Otherwise Disposed of by the Company 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 | Maturity Date | NAIC Designation or Market Indicator (a) |
| **Bonds - U.S. Government** | | | | | | | | | | | | | | | | | | | | | |
| 36207K XA 3 | GNMA Pool 434573 (MBS) 7.500% 10/15/ | | 04/01/2006 | Paydown | | 8,979 | 8,979 | 9,061 | 9,026 | | (47) | | (47) | | 8,979 | | | 0 | 224 | 10/15/2014 | 1 |
| 36207K XA 3 | GNMA Pool 434573 (MBS) 7.500% 10/15/ | | 05/01/2006 | Paydown | | 293 | 293 | 296 | 295 | | (2) | | (2) | | 293 | | | 0 | 9 | 10/15/2014 | 1 |
| 36207K XA 3 | GNMA Pool 434573 (MBS) 7.500% 10/15/ | | 06/01/2006 | Paydown | | 277 | 277 | 280 | 279 | | (1) | | (1) | | 277 | | | 0 | 10 | 10/15/2014 | 1 |
| 36210Q U9 1 | GNMA Pool 499308 (MBS) 7.500% 08/15/ | | 04/01/2006 | Paydown | | 512 | 512 | 515 | 515 | | (3) | | (3) | | 512 | | | 0 | 13 | 08/15/2014 | 1 |
| 36210Q U9 1 | GNMA Pool 499308 (MBS) 7.500% 08/15/ | | 05/01/2006 | Paydown | | 488 | 488 | 491 | 490 | | (3) | | (3) | | 488 | | | 0 | 15 | 08/15/2014 | 1 |
| 36210Q U9 1 | GNMA Pool 499308 (MBS) 7.500% 08/15/ | | 06/01/2006 | Paydown | | 504 | 504 | 507 | 506 | | (3) | | (3) | | 504 | | | 0 | 19 | 08/15/2014 | 1 |
| 36211A W9 3 | GNMA Pool 507472 (MBS) 7.000% 09/15/ | | 04/01/2006 | Paydown | | 585 | 585 | 582 | 583 | | 2 | | 2 | | 585 | | | 0 | 14 | 09/15/2014 | 1 |
| 36211A W9 3 | GNMA Pool 507472 (MBS) 7.000% 09/15/ | | 05/01/2006 | Paydown | | 588 | 588 | 586 | 586 | | 2 | | 2 | | 588 | | | 0 | 17 | 09/15/2014 | 1 |
| 36211A W9 3 | GNMA Pool 507472 (MBS) 7.000% 09/15/ | | 06/01/2006 | Paydown | | 626 | 626 | 623 | 624 | | 2 | | 2 | | 626 | | | 0 | 22 | 09/15/2014 | 1 |
| 36211C F9 8 | GNMA Pool 508792 (MBS) 8.000% 04/15/ | | 04/01/2006 | Paydown | | 29 | 29 | 29 | 29 | | | | 0 | | 29 | | | 0 | 1 | 04/15/2015 | 1 |
| 36211C F9 8 | GNMA Pool 508792 (MBS) 8.000% 04/15/ | | 05/01/2006 | Paydown | | 29 | 29 | 29 | 29 | | | | 0 | | 29 | | | 0 | 1 | 04/15/2015 | 1 |
| 36211C F9 8 | GNMA Pool 508792 (MBS) 8.000% 04/15/ | | 06/01/2006 | Paydown | | 29 | 29 | 29 | 29 | | | | 0 | | 29 | | | 0 | 1 | 04/15/2015 | 1 |
| 0399999. | Total - Bonds - U.S. Government | | | | | 12,939 | 12,939 | 13,028 | 12,991 | 0 | (53) | 0 | (53) | 0 | 12,939 | 0 | 0 | 0 | 346 | XXX | XXX |
| **Bonds - Special Revenue and Special Assessment** | | | | | | | | | | | | | | | | | | | | | |
| 047870 DG 2 | Atlanta Ga Water and Wa 5.000% 05/01/09 | | 06/15/2006 | RBC Dain Rauchser Inc. | | 414,040 | 400,000 | 430,720 | 415,360 | | (2,042) | | (2,042) | | 413,318 | | 722 | 722 | 12,722 | 05/01/2009 | 1FE |
| 3128GD UB 4 | FHLMC Pool E78678 (MBS) 8.000% 08/01 | | 04/01/2006 | Paydown | | 106 | 106 | 106 | 106 | | | | 0 | | 106 | | | 0 | 3 | 08/01/2014 | 1 |
| 3128GD UB 4 | FHLMC Pool E78678 (MBS) 8.000% 08/01 | | 05/01/2006 | Paydown | | 118 | 118 | 117 | 117 | | | | 0 | | 118 | | | 0 | 4 | 08/01/2014 | 1 |
| 3128GD UB 4 | FHLMC Pool E78678 (MBS) 8.000% 08/01 | | 06/01/2006 | Paydown | | 113 | 113 | 113 | 113 | | | | 0 | | 113 | | | 0 | 5 | 08/01/2014 | 1 |
| 3128GE 3V 8 | FHLMC Pool E79812 (MBS) 8.000% 11/01 | | 04/01/2006 | Paydown | | 270 | 270 | 273 | 272 | | (2) | | (2) | | 270 | | | 0 | 7 | 11/01/2014 | 1 |
| 3128GE 3V 8 | FHLMC Pool E79812 (MBS) 8.000% 11/01 | | 05/01/2006 | Paydown | | 291 | 291 | 294 | 293 | | (3) | | (3) | | 291 | | | 0 | 10 | 11/01/2014 | 1 |
| 3128GE 3V 8 | FHLMC Pool E79812 (MBS) 8.000% 11/01 | | 06/01/2006 | Paydown | | 213 | 213 | 215 | 215 | | (2) | | (2) | | 213 | | | 0 | 9 | 11/01/2014 | 1 |
| 3128GG U4 3 | FHLMC Pool E80603 (MBS) 7.500% 06/01 | | 04/01/2006 | Paydown | | 87 | 87 | 87 | 87 | | | | 0 | | 87 | | | 0 | 2 | 06/01/2015 | 1 |
| 3128GG U4 3 | FHLMC Pool E80603 (MBS) 7.500% 06/01 | | 05/01/2006 | Paydown | | 46 | 46 | 46 | 46 | | | | 0 | | 46 | | | 0 | 1 | 06/01/2015 | 1 |
| 3128GG U4 3 | FHLMC Pool E80603 (MBS) 7.500% 06/01 | | 06/01/2006 | Paydown | | 47 | 47 | 47 | 47 | | | | 0 | | 47 | | | 0 | 2 | 06/01/2015 | 1 |
| 3128GG VH 3 | FHLMC Pool E80616 (MBS) 8.000% 05/15 | | 04/01/2006 | Paydown | | 259 | 259 | 262 | 261 | | (2) | | (2) | | 259 | | | 0 | 7 | 05/15/2015 | 1 |
| 3128GG VH 3 | FHLMC Pool E80616 (MBS) 8.000% 05/15 | | 05/01/2006 | Paydown | | 260 | 260 | 263 | 262 | | (2) | | (2) | | 260 | | | 0 | 9 | 05/15/2015 | 1 |
| 3128GG VH 3 | FHLMC Pool E80616 (MBS) 8.000% 05/15 | | 06/01/2006 | Paydown | | 703 | 703 | 711 | 708 | | (5) | | (5) | | 703 | | | 0 | 28 | 05/15/2015 | 1 |
| 31294J 3L 0 | FHLMC Pool E00803 (MBS) 8.000% 12/01 | | 04/01/2006 | Paydown | | 299 | 299 | 300 | 300 | | (1) | | (1) | | 299 | | | 0 | 8 | 12/01/2014 | 1 |
| 31294J 3L 0 | FHLMC Pool E00803 (MBS) 8.000% 12/01 | | 05/01/2006 | Paydown | | 553 | 553 | 555 | 554 | | (1) | | (1) | | 553 | | | 0 | 18 | 12/01/2014 | 1 |
| 31294J 3L 0 | FHLMC Pool E00803 (MBS) 8.000% 12/01 | | 06/01/2006 | Paydown | | 104 | 104 | 104 | 104 | | | | 0 | | 104 | | | 0 | 4 | 12/01/2014 | 1 |
| 31294J 4Q 8 | FHLMC Pool E00831 (MBS) 7.000% 04/15 | | 04/01/2006 | Paydown | | 107 | 107 | 103 | 104 | | 3 | | 3 | | 107 | | | 0 | 2 | 04/15/2015 | 1 |
| 31294J 4Q 8 | FHLMC Pool E00831 (MBS) 7.000% 04/15 | | 05/01/2006 | Paydown | | 105 | 105 | 101 | 101 | | 3 | | 3 | | 105 | | | 0 | 3 | 04/15/2015 | 1 |
| 31294J 4Q 8 | FHLMC Pool E00831 (MBS) 7.000% 04/15 | | 06/01/2006 | Paydown | | 973 | 973 | 941 | 944 | | 29 | | 29 | | 973 | | | 0 | 34 | 04/15/2015 | 1 |
| 31294K CC 7 | FHLMC Pool E00967 (MBS) 6.500% 04/01 | | 04/01/2006 | Paydown | | 584 | 584 | 589 | 588 | | (4) | | (4) | | 584 | | | 0 | 13 | 04/01/2016 | 1 |
| 31294K CC 7 | FHLMC Pool E00967 (MBS) 6.500% 04/01 | | 05/01/2006 | Paydown | | 626 | 626 | 631 | 630 | | (4) | | (4) | | 626 | | | 0 | 17 | 04/01/2016 | 1 |
| 31294K CC 7 | FHLMC Pool E00967 (MBS) 6.500% 04/01 | | 06/01/2006 | Paydown | | 456 | 456 | 460 | 460 | | (3) | | (3) | | 456 | | | 0 | 15 | 04/01/2016 | 1 |
| 31294K CM 5 | FHLMC Pool E00976 (MBS) 6.500% 05/01 | | 04/01/2006 | Paydown | | 1,596 | 1,596 | 1,609 | 1,608 | | (12) | | (12) | | 1,596 | | | 0 | 35 | 05/01/2016 | 1 |
| 31294K CM 5 | FHLMC Pool E00976 (MBS) 6.500% 05/01 | | 05/01/2006 | Paydown | | 1,056 | 1,056 | 1,065 | 1,064 | | (8) | | (8) | | 1,056 | | | 0 | 29 | 05/01/2016 | 1 |
| 31294K CM 5 | FHLMC Pool E00976 (MBS) 6.500% 05/01 | | 06/01/2006 | Paydown | | 352 | 352 | 355 | 354 | | (3) | | (3) | | 352 | | | 0 | 11 | 05/01/2016 | 1 |
| 31371J N4 2 | FNMA Pool 253411 (MBS) 6.500% 07/01/1 | | 04/01/2006 | Paydown | | 37 | 37 | 35 | 35 | | 2 | | 2 | | 37 | | | 0 | 1 | 07/01/2015 | 1 |
| 31371J N4 2 | FNMA Pool 253411 (MBS) 6.500% 07/01/1 | | 05/01/2006 | Paydown | | 37 | 37 | 35 | 35 | | 2 | | 2 | | 37 | | | 0 | 1 | 07/01/2015 | 1 |
| 31371J N4 2 | FNMA Pool 253411 (MBS) 6.500% 07/01/1 | | 06/01/2006 | Paydown | | 37 | 37 | 36 | 36 | | 2 | | 2 | | 37 | | | 0 | 1 | 07/01/2015 | 1 |
| 31371K HR 5 | FNMA Pool 254140 (MBS) 5.500% 01/01/1 | | 04/01/2006 | Paydown | | 1,408 | 1,408 | 1,382 | 1,384 | | 24 | | 24 | | 1,408 | | | 0 | 26 | 01/01/2017 | 1 |
| 31371K HR 5 | FNMA Pool 254140 (MBS) 5.500% 01/01/1 | | 05/01/2006 | Paydown | | 1,355 | 1,355 | 1,330 | 1,332 | | 23 | | 23 | | 1,355 | | | 0 | 31 | 01/01/2017 | 1 |
| 31371K HR 5 | FNMA Pool 254140 (MBS) 5.500% 01/01/1 | | 06/01/2006 | Paydown | | 1,099 | 1,099 | 1,078 | 1,080 | | 19 | | 19 | | 1,099 | | | 0 | 30 | 01/01/2017 | 1 |
| 31384Q 3B 7 | FNMA Pool 530994 (MBS) 7.000% 04/01/1 | | 04/01/2006 | Paydown | | 81 | 81 | 79 | 80 | | 2 | | 2 | | 81 | | | 0 | 2 | 04/01/2015 | 1 |
| 31384Q 3B 7 | FNMA Pool 530994 (MBS) 7.000% 04/01/1 | | 05/01/2006 | Paydown | | 82 | 82 | 80 | 80 | | 2 | | 2 | | 82 | | | 0 | 2 | 04/01/2015 | 1 |
| 31384Q 3B 7 | FNMA Pool 530994 (MBS) 7.000% 04/01/1 | | 06/01/2006 | Paydown | | 82 | 82 | 80 | 81 | | 2 | | 2 | | 82 | | | 0 | 3 | 04/01/2015 | 1 |

# SCHEDULE D - PART 4

## Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of by the Company 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 | Maturity Date | NAIC Designation or Market Indicator (a) |
| 31384S 5P 0 | FNMA Pool 532854 (MBS) 7.500% 04/01/1 | | 04/01/2006 | Paydown | | 119 | 119 | 118 | 118 | | 1 | | 1 | | 119 | | | 0 | 3 | 04/01/2015 | 1 |
| 31384S 5P 0 | FNMA Pool 532854 (MBS) 7.500% 04/01/1 | | 05/01/2006 | Paydown | | 119 | 119 | 119 | 119 | | 1 | | 1 | | 119 | | | 0 | 4 | 04/01/2015 | 1 |
| 31384S 5P 0 | FNMA Pool 532854 (MBS) 7.500% 04/01/1 | | 06/01/2006 | Paydown | | 120 | 120 | 119 | 119 | | 1 | | 1 | | 120 | | | 0 | 5 | 04/01/2015 | 1 |
| 31384X 4C 9 | FNMA Pool 537319 (MBS) 7.500% 06/01/1 | | 04/01/2006 | Paydown | | 40 | 40 | 39 | 39 | | | | 0 | | 40 | | | 0 | 1 | 06/01/2015 | 1 |
| 31384X 4C 9 | FNMA Pool 537319 (MBS) 7.500% 06/01/1 | | 05/01/2006 | Paydown | | 41 | 41 | 41 | 41 | | | | 0 | | 41 | | | 0 | 1 | 06/01/2015 | 1 |
| 31384X 4C 9 | FNMA Pool 537319 (MBS) 7.500% 06/01/1 | | 06/01/2006 | Paydown | | 43 | 43 | 43 | 43 | | | | 0 | | 43 | | | 0 | 2 | 06/01/2015 | 1 |
| 31385C DV 2 | FNMA Pool 540216 (MBS) 8.000% 06/01/1 | | 04/01/2006 | Paydown | | 30 | 30 | 30 | 30 | | | | 0 | | 30 | | | 0 | 1 | 06/01/2015 | 1 |
| 31385C DV 2 | FNMA Pool 540216 (MBS) 8.000% 06/01/1 | | 05/01/2006 | Paydown | | 31 | 31 | 31 | 31 | | | | 0 | | 31 | | | 0 | 1 | 06/01/2015 | 1 |
| 31385C DV 2 | FNMA Pool 540216 (MBS) 8.000% 06/01/1 | | 06/01/2006 | Paydown | | 31 | 31 | 31 | 31 | | | | 0 | | 31 | | | 0 | 1 | 06/01/2015 | 1 |
| 31385N SN 0 | FNMA Pool 547825 (MBS) 7.000% 07/01/1 | | 04/01/2006 | Paydown | | 20 | 20 | 20 | 20 | | | | 0 | | 20 | | | 0 | | 07/01/2015 | 1 |
| 31385N SN 0 | FNMA Pool 547825 (MBS) 7.000% 07/01/1 | | 05/01/2006 | Paydown | | 48 | 48 | 48 | 48 | | 1 | | 1 | | 48 | | | 0 | 1 | 07/01/2015 | 1 |
| 31385N SN 0 | FNMA Pool 547825 (MBS) 7.000% 07/01/1 | | 06/01/2006 | Paydown | | 20 | 20 | 20 | 20 | | | | 0 | | 20 | | | 0 | 1 | 07/01/2015 | 1 |
| 31385R GA 2 | FNMA Pool 550193 (MBS) 7.000% 08/01/1 | | 04/01/2006 | Paydown | | 125 | 125 | 123 | 123 | | 1 | | 1 | | 125 | | | 0 | 3 | 08/01/2015 | 1 |
| 31385R GA 2 | FNMA Pool 550193 (MBS) 7.000% 08/01/1 | | 05/01/2006 | Paydown | | 123 | 123 | 122 | 122 | | 1 | | 1 | | 123 | | | 0 | 4 | 08/01/2015 | 1 |
| 31385R GA 2 | FNMA Pool 550193 (MBS) 7.000% 08/01/1 | | 06/01/2006 | Paydown | | 127 | 127 | 125 | 126 | | 1 | | 1 | | 127 | | | 0 | 4 | 08/01/2015 | 1 |
| 31385R TW 0 | FNMA Pool 550565 (MBS) 7.000% 09/01/1 | | 04/01/2006 | Paydown | | 266 | 266 | 263 | 264 | | 2 | | 2 | | 266 | | | 0 | 6 | 09/01/2015 | 1 |
| 31385R TW 0 | FNMA Pool 550565 (MBS) 7.000% 09/01/1 | | 05/01/2006 | Paydown | | 269 | 269 | 266 | 266 | | 2 | | 2 | | 269 | | | 0 | 8 | 09/01/2015 | 1 |
| 31385R TW 0 | FNMA Pool 550565 (MBS) 7.000% 09/01/1 | | 06/01/2006 | Paydown | | 263 | 263 | 260 | 261 | | 2 | | 2 | | 263 | | | 0 | 9 | 09/01/2015 | 1 |
| 31388R ZG 5 | FNMA Pool 612843 (MBS) 5.500% 01/01/1 | | 04/01/2006 | Paydown | | 1,608 | 1,608 | 1,581 | 1,583 | | 25 | | 25 | | 1,608 | | | 0 | 29 | 01/01/2017 | 1 |
| 31388R ZG 5 | FNMA Pool 612843 (MBS) 5.500% 01/01/1 | | 05/01/2006 | Paydown | | 588 | 588 | 578 | 579 | | 9 | | 9 | | 588 | | | 0 | 14 | 01/01/2017 | 1 |
| 31388R ZG 5 | FNMA Pool 612843 (MBS) 5.500% 01/01/1 | | 06/01/2006 | Paydown | | 3,453 | 3,453 | 3,395 | 3,401 | | 53 | | 53 | | 3,453 | | | 0 | 95 | 01/01/2017 | 1 |
| 3199999. | Total - Bonds - Special Revenue & Assessment | | | | | 435,066 | 421,026 | 451,574 | 436,225 | 0 | (1,881) | 0 | (1,881) | 0 | 434,344 | 0 | 722 | 722 | 13,288 | XXX | XXX |
| **Bonds - Industrial and Miscellaneous** | | | | | | | | | | | | | | | | | | | | | |
| 097014 AE 4 | Boeing Cap Corp Corpora 5.650% 05/15/06 | | 05/15/2006 | Maturity | | 62,000 | 62,000 | 65,555 | 62,374 | | (374) | | (374) | | 62,000 | | | 0 | 1,752 | 05/15/2006 | 1FE |
| 23322B AD 0 | DLJ Comm Mtg Corp 1998- 6.410% 02/18/ | | 04/01/2006 | Paydown | | 1,497 | 1,497 | 1,525 | | | (28) | | (28) | | 1,497 | | | 0 | 16 | 02/15/2008 | 1FE |
| 23322B AD 0 | DLJ Comm Mtg Corp 1998- 6.410% 02/18/ | | 05/01/2006 | Paydown | | 323 | 323 | 329 | | | (6) | | (6) | | 323 | | | 0 | 5 | 02/15/2008 | 1FE |
| 23322B AD 0 | DLJ Comm Mtg Corp 1998- 6.410% 02/18/ | | 06/01/2006 | Paydown | | 1,528 | 1,528 | 1,557 | | | (29) | | (29) | | 1,528 | | | 0 | 33 | 02/15/2008 | 1FE |
| 61746W CG 3 | Morgan Stan Dean Wit 20 6.494% 08/15/30 | | 04/01/2006 | Paydown | | 105 | 105 | 105 | 104 | | | | 0 | | 105 | | | 0 | 2 | 08/15/2030 | 1FE |
| 61746W CG 3 | Morgan Stan Dean Wit 20 6.494% 08/15/30 | | 05/01/2006 | Paydown | | 16 | 16 | 16 | 16 | | | | 0 | | 16 | | | 0 | | 08/15/2030 | 1FE |
| 61746W CG 3 | Morgan Stan Dean Wit 20 6.494% 08/15/30 | | 06/01/2006 | Paydown | | 368 | 368 | 367 | 367 | | 1 | | 1 | | 368 | | | 0 | 11 | 08/15/2030 | 1FE |
| 94983B AH 2 | Wells Fargo 2006-4 IA8 5.750% 04/25/36. | | 04/01/2006 | Paydown | | 1,667 | 1,667 | 1,671 | | | (4) | | (4) | | 1,667 | | | 0 | 8 | 05/25/2014 | 1FE |
| 94983B AH 2 | Wells Fargo 2006-4 IA8 5.750% 04/25/36. | | 05/01/2006 | Paydown | | 1,667 | 1,667 | 1,671 | | | (4) | | (4) | | 1,667 | | | 0 | 16 | 05/25/2014 | 1FE |
| 94983B AH 2 | Wells Fargo 2006-4 IA8 5.750% 04/25/36. | | 06/01/2006 | Paydown | | 1,667 | 1,667 | 1,671 | | | (4) | | (4) | | 1,667 | | | 0 | 24 | 05/25/2014 | 1FE |
| 4599999. | Total - Bonds - Industrial & Miscellaneous | | | | | 70,838 | 70,838 | 74,467 | 62,861 | 0 | (448) | 0 | (448) | 0 | 70,838 | 0 | 0 | 0 | 1,867 | XXX | XXX |
| 6099997. | Total - Bonds - Part 4 | | | | | 518,843 | 504,803 | 539,069 | 512,077 | 0 | (2,382) | 0 | (2,382) | 0 | 518,121 | 0 | 722 | 722 | 15,501 | XXX | XXX |
| 6099999. | Total - Bonds | | | | | 518,843 | 504,803 | 539,069 | 512,077 | 0 | (2,382) | 0 | (2,382) | 0 | 518,121 | 0 | 722 | 722 | 15,501 | XXX | XXX |
| 7499999. | Total - Bonds, Preferred and Common Stocks | | | | | 518,843 | XXX | 539,069 | 512,077 | 0 | (2,382) | 0 | (2,382) | 0 | 518,121 | 0 | 722 | 722 | 15,501 | XXX | XXX |

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

# SCHEDULE DB - PART A - SECTION 1

Showing All Options, Caps, Floors and Insurance Futures Options Owned at Current Statement Date

| 1<br>Description | 2<br>Number of Contracts or Notional Amount | 3<br>Date of Maturity, Expiry, or Settlement | 4<br>Strike Price, Rate or Index | 5<br>Date of Acquisition | 6<br>Exchange or Counterparty | 7<br>Cost/ Option Premium | 8<br>Book Value | 9<br>* | 10<br>Statement Value | 11<br>Fair Value | 12<br>Year to Date Increase/ (Decrease) by Adjustment | 13<br>Used to Adjust Basis of Hedged Item | 14<br>Other Investment/ Miscellaneous Income |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|

**NONE**



# SCHEDULE DB - PART B - SECTION 1

Showing All Options, Caps, Floors and Insurance Futures Options Written and In-Force at Current Statement Date

| 1<br>Description | 2<br>Number of Contracts or Notional Amount | 3<br>Date of Maturity, Expiry, or Settlement | 4<br>Strike Price, Rate or Index | 5<br>Date of Issuance/ Purchase | 6<br>Exchange or Counterparty | 7<br>Consideration Received | 8<br>Book Value | 9<br>* | 10<br>Statement Value | 11<br>Fair Value | 12<br>Year to Date Increase/ (Decrease) by Adjustment | 13<br>Used to Adjust Basis | 14<br>Other Investment/ Miscellaneous Income |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|

**NONE**

# SCHEDULE DB - PART C - SECTION 1

Showing All Collar, Swap and Forwards Open at Current Statement Date

| 1<br>Description | 2<br>Notional Amount | 3<br>Date of Maturity, Expiry, or Settlement | 4<br>Strike Price, Rate or Index Rec (Pay) | 5<br>Date of Opening Position or Agreement | 6<br>Exchange or Counterparty | 7<br>Cost or (Consideration Received) | 8<br>Book Value | 9<br>* | 10<br>Statement Value | 11<br>Fair Value | 12<br>Year to Date Increase/ (Decrease) by Adjustment | 13<br>Used to Adjust Basis of Hedged Item | 14<br>Other Investment/ Miscellaneous Income | 15<br>Potential Exposure |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|

# NONE



# SCHEDULE DB - PART D - SECTION 1

Showing All Futures Contracts and Insurance Futures Contracts at Current Statement Date

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | Variation Margin Information | | | 13 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | | | | | 10 | 11 | 12 | |
| Description | Number of Contracts | Maturity Date | Original Value | Current Value | Variation Margin | Date of Opening Position | Exchange or Counterparty | Cash Deposit | Recognized | Used to Adjust Basis of Hedged Item | Deferred | Potential Exposure |

# 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** | | | | | | | | | |
| JPMorgan Chase | New York, NY | | | | | (40,682) | (46,011) | (38,657) | XXX |
| Bank of America | Scranton, Pa | | | | | 15,343 | 15,324 | 17,010 | XXX |
| 0199999. Total Open Depositories | | XXX | XXX | 0 | 0 | (25,339) | (30,687) | (21,646) | XXX |
| 0399999. Total Cash on Deposit | | XXX | XXX | 0 | 0 | (25,339) | (30,687) | (21,646) | XXX |
| 0599999. Total Cash | | XXX | XXX | 0 | 0 | (25,339) | (30,687) | (21,646) | XXX |

# SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned at End of Current Quarter

| 1<br>CUSIP Identification | 2<br>Description | 3<br>Code | 4<br>Date Acquired | 5<br>Rate of Interest | 6<br>Maturity Date | 7<br>Book/Adjusted Carrying Value | 8<br>Amount of Interest Due & Accrued | 9<br>Gross Investment Income |
|---|---|---|---|---|---|---|---|---|

# NONE