



**ANNUAL STATEMENT**  
**FOR THE YEAR ENDING DECEMBER 31, 2015**  
 OF THE CONDITION AND AFFAIRS OF THE

**Merit Health Insurance Company**

NAIC Group Code 01260 , 01260 NAIC Company Code 18750 Employer's ID Number 36-3856181  
(Current Period) (Prior Period)

Organized under the Laws of Illinois , State of Domicile or Port of Entry Illinois  
 Country of Domicile United States

Licensed as business type: Life, Accident & Health [  ] Property/Casualty [  ] Hospital, Medical & Dental Service or Indemnity [  ]  
 Dental Service Corporation [  ] Vision Service Corporation [  ] Health Maintenance Organization [  ]  
 Other [  ] Is HMO, Federally Qualified? Yes [  ] No [  ]

Incorporated/Organized 01/08/1993 Commenced Business 01/08/1993

Statutory Home Office 5215 Old Orchard Road, Suite 600 , Skokie, IL, US 60077  
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 5215 Old Orchard Road, Suite 600  
(Street and Number)  
Skokie, IL, US 60077 224-935-9809  
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address 5215 Old Orchard Road, Suite 600 , Skokie, IL, US 60077  
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 14100 Magellan Plaza  
(Street and Number)  
Maryland Heights, MO, US 63043 , 314-387-5006  
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number) (Extension)

Internet Web Site Address N/A

Statutory Statement Contact David P. Kunz , 314-387-5006  
(Name) (Area Code) (Telephone Number) (Extension)  
dpkunz@magellanhealth.com 314-387-5407  
(E-Mail Address) (Fax Number)

**OFFICERS**

<u>Mostafa Kamal #</u> , <u>President</u>	<u>Andrew Mark Cummings</u> , <u>Secretary</u>
<u>Jeffrey Nelson West</u> , <u>Treasurer</u>	

**OTHER OFFICERS**

<u>Linton Clarke Newlin</u> , <u>Vice-President</u>	<u>Michael Patrick McQuillen</u> , <u>Assistant Secretary</u>
<u>John DiBernardi</u> , <u>Assistant Secretary</u>	<u>Sanjeev Srivastava #</u> , <u>Vice-President</u>
<u>Anne McCabe</u> , <u>Vice-President</u>	

**DIRECTORS OR TRUSTEES**

<u>Mostafa Kamal #</u>	<u>Michael Vallino #</u>	<u>Julie Ann Billingsley</u>	<u>Jeffrey Nelson West</u>
<u>Barry Smith</u>	<u>Sanjeev Srivastava</u>	<u>Thomas Sak #</u>	<u>Daniel Gregoire</u>

State of .....  
 County of .....

**ss**

The officers of this reporting entity, being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC *Annual Statement Instructions* and *Accounting Practices and Procedures* manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Mostafa Kamal  
 President

Andrew Mark Cummings  
 Secretary

Jeffrey Nelson West  
 Treasurer

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

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

**ANNUAL STATEMENT FOR THE YEAR 2015 OF THE Merit Health Insurance Company**

**SUMMARY INVESTMENT SCHEDULE**

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement			
	1 Amount	2 Percentage	3 Amount	4 Securities Lending Reinvested Collateral Amount	5 Total (Col. 3+4) Amount	6 Percentage
1. Bonds:						
1.1 U.S. treasury securities .....	2,685,864	4.801	2,685,864		2,685,864	4.801
1.2 U.S. government agency obligations (excluding mortgage-backed securities):						
1.21 Issued by U.S. government agencies .....		0.000			0	0.000
1.22 Issued by U.S. government sponsored agencies .....	1,614,815	2.887	1,614,815		1,614,815	2.887
1.3 Non-U.S. government (including Canada, excluding mortgage-backed securities) .....		0.000			0	0.000
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:						
1.41 States, territories and possessions general obligations .....		0.000			0	0.000
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations .....		0.000			0	0.000
1.43 Revenue and assessment obligations .....		0.000			0	0.000
1.44 Industrial development and similar obligations .....		0.000			0	0.000
1.5 Mortgage-backed securities (includes residential and commercial MBS):						
1.51 Pass-through securities:						
1.511 Issued or guaranteed by GNMA .....		0.000			0	0.000
1.512 Issued or guaranteed by FNMA and FHLMC .....		0.000			0	0.000
1.513 All other .....		0.000			0	0.000
1.52 CMOs and REMICs:						
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA .....		0.000			0	0.000
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521 .....		0.000			0	0.000
1.523 All other .....		0.000			0	0.000
2. Other debt and other fixed income securities (excluding short term):						
2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities) .....	8,862,859	15.843	8,862,859		8,862,859	15.843
2.2 Unaffiliated non-U.S. securities (including Canada) .....		0.000			0	0.000
2.3 Affiliated securities .....		0.000			0	0.000
3. Equity interests:						
3.1 Investments in mutual funds .....		0.000			0	0.000
3.2 Preferred stocks:						
3.21 Affiliated .....		0.000			0	0.000
3.22 Unaffiliated .....		0.000			0	0.000
3.3 Publicly traded equity securities (excluding preferred stocks):						
3.31 Affiliated .....		0.000			0	0.000
3.32 Unaffiliated .....		0.000			0	0.000
3.4 Other equity securities:						
3.41 Affiliated .....		0.000			0	0.000
3.42 Unaffiliated .....	9,105,465	16.277	9,105,465		9,105,465	16.277
3.5 Other equity interests including tangible personal property under lease:						
3.51 Affiliated .....		0.000			0	0.000
3.52 Unaffiliated .....		0.000			0	0.000
4. Mortgage loans:						
4.1 Construction and land development .....		0.000			0	0.000
4.2 Agricultural .....		0.000			0	0.000
4.3 Single family residential properties .....		0.000			0	0.000
4.4 Multifamily residential properties .....		0.000			0	0.000
4.5 Commercial loans .....		0.000			0	0.000
4.6 Mezzanine real estate loans .....		0.000			0	0.000
5. Real estate investments:						
5.1 Property occupied by company .....		0.000	0		0	0.000
5.2 Property held for production of income (including \$ .....of property acquired in satisfaction of debt) .....		0.000	0		0	0.000
5.3 Property held for sale (including \$ ..... property acquired in satisfaction of debt) .....		0.000	0		0	0.000
6. Contract loans .....		0.000	0		0	0.000
7. Derivatives .....		0.000	0		0	0.000
8. Receivables for securities .....		0.000	0		0	0.000
9. Securities Lending (Line 10, Asset Page reinvested collateral) .....		0.000	0	XXX	XXX	XXX
10. Cash, cash equivalents and short-term investments .....	33,672,686	60.192	33,672,686		33,672,686	60.192
11. Other invested assets .....		0.000			0	0.000
12. Total invested assets	55,941,688	100.000	55,941,688	0	55,941,688	100.000

## SCHEDULE A – VERIFICATION BETWEEN YEARS

### Real Estate

1. Book/adjusted carrying value, December 31 of prior year.....		0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition (Part 2, Column 6).....	0	
2.2 Additional investment made after acquisition (Part 2, Column 9).....	0	0
3. Current year change in encumbrances:		
3.1 Totals, Part 1, Column 13.....	0	
3.2 Totals, Part 3, Column 11.....	0	0
4. Total gain (loss) on disposals, Part 3, Column 18.....		0
5. Deduct amounts received on disposals, Part 3, Column 15.....		0
6. Total foreign exchange change in book/adjusted carrying value:		
6.1 Totals, Part 1, Column 15.....	0	
6.2 Totals, Part 3, Column 13.....	0	0
7. Deduct current year's other-than-temporary impairment recognized:		
7.1 Totals, Part 1, Column 12.....	0	
7.2 Totals, Part 3, Column 10.....	0	0
8. Deduct current year's depreciation:		
8.1 Totals, Part 1, Column 11.....	0	
8.2 Totals, Part 3, Column 9.....	0	0
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8).....		0
10. Deduct total nonadmitted amounts.....		0
11. Statement value at end of current period (Line 9 minus Line 10).....		0

NONE

## SCHEDULE B – VERIFICATION BETWEEN YEARS

### Mortgage Loans

1. Book value/recorded investment excluding accrued interest, December 31 of prior year.....		0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition (Part 2, Column 7).....	0	
2.2 Additional investment made after acquisition (Part 2, Column 8).....	0	0
3. Capitalized deferred interest and other:		
3.1 Totals, Part 1, Column 12.....	0	
3.2 Totals, Part 3, Column 11.....	0	0
4. Accrual of discount.....		0
5. Unrealized valuation increase (decrease):		
5.1 Totals, Part 1, Column 9.....	0	
5.2 Totals, Part 3, Column 8.....	0	0
6. Total gain (loss) on disposals, Part 3, Column 18.....		0
7. Deduct amounts received on disposals, Part 3, Column 15.....		0
8. Deduct amortization of premium and mortgage interest points and commitment fees.....		0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest:		
9.1 Totals, Part 1, Column 13.....	0	
9.2 Totals, Part 3, Column 13.....	0	0
10. Deduct current year's other-than-temporary impairment recognized:		
10.1 Totals, Part 1, Column 11.....	0	
10.2 Totals, Part 3, Column 10.....	0	0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....		0
12. Total valuation allowance.....		0
13. Subtotal (Line 11 plus Line 12).....		0
14. Deduct total nonadmitted amounts.....		0
15. Statement value of mortgages owned at end of current period (Line 13 minus Line 14).....		0

NONE

## SCHEDULE BA – VERIFICATION BETWEEN YEARS

### Other Long-Term Invested Assets

1. Book/adjusted carrying value, December 31 of prior year.....		0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition (Part 2, Column 8).....	0	
2.2 Additional investment made after acquisition (Part 2, Column 9).....	0	0
3. Capitalized deferred interest and other:		
3.1 Totals, Part 1, Column 16.....	0	
3.2 Totals, Part 3, Column 12.....	0	0
4. Accrual of discount.....		
5. Unrealized valuation increase (decrease):		
5.1 Totals, Part 1, Column 13.....	0	
5.2 Totals, Part 3, Column 9.....	0	0
6. Total gain (loss) on disposals, Part 3, Column 19.....		0
7. Deduct amounts received on disposals, Part 3, Column 16.....		0
8. Deduct amortization of premium and depreciation.....		
9. Total foreign exchange change in book/adjusted carrying value:		
9.1 Totals, Part 1, Column 17.....	0	
9.2 Totals, Part 3, Column 14.....	0	0
10. Deduct current year's other-than-temporary impairment recognized:		
10.1 Totals, Part 1, Column 15.....	0	
10.2 Totals, Part 3, Column 11.....	0	0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....		0
12. Deduct total nonadmitted amounts.....		
13. Statement value at end of current period (Line 11 minus Line 12).....		0

NONE

## SCHEDULE D – VERIFICATION BETWEEN YEARS

### Bonds and Stocks

1. Book/adjusted carrying value, December 31 of prior year.....		30,548,125
2. Cost of bonds and stocks acquired, Part 3, Column 7.....		6,268,863
3. Accrual of discount.....		2,492
4. Unrealized valuation increase (decrease):		
4.1 Part 1, Column 12.....	0	
4.2 Part 2, Section 1, Column 15.....	0	
4.3 Part 2, Section 2, Column 13.....	5,223,013	
4.4 Part 4, Column 11.....	0	5,223,013
5. Total gain (loss) on disposals, Part 4, Column 19.....		5,624
6. Deduction consideration for bonds and stocks disposed of, Part 4, Column 7.....		19,457,451
7. Deduct amortization of premium.....		321,665
8. Total foreign exchange change in book/adjusted carrying value:		
8.1 Part 1, Column 15.....	0	
8.2 Part 2, Section 1, Column 19.....	0	
8.3 Part 2, Section 2, Column 16.....	0	
8.4 Part 4, Column 15.....	0	0
9. Deduct current year's other-than-temporary impairment recognized:		
9.1 Part 1, Column 14.....	0	
9.2 Part 2, Section 1, Column 17.....	0	
9.3 Part 2, Section 2, Column 14.....	0	
9.4 Part 4, Column 13.....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....		22,269,002
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....		22,269,002

**ANNUAL STATEMENT FOR THE YEAR 2015 OF THE Merit Health Insurance Company**

**SCHEDULE D - SUMMARY BY COUNTRY**

Long-Term Bonds and Stocks **OWNED** December 31 of Current Year

Description		1 Book/Adjusted Carrying Value	2 Fair Value	3 Actual Cost	4 Par Value of Bonds
<b>BONDS</b> Governments (Including all obligations guaranteed by governments)	1. United States .....	4,300,679	4,293,951	4,327,089	4,287,000
	2. Canada .....				
	3. Other Countries .....				
	4. Totals	4,300,679	4,293,951	4,327,089	4,287,000
U.S. States, Territories and Possessions (Direct and guaranteed)	5. Totals	0	0	0	0
U.S. Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	6. Totals	0	0	0	0
U.S. Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	7. Totals	0	0	0	0
Industrial and Miscellaneous and Hybrid Securities (unaffiliated)	8. United States .....	8,862,859	8,849,815	9,060,989	8,788,000
	9. Canada .....				
	10. Other Countries .....				
	11. Totals	8,862,859	8,849,815	9,060,989	8,788,000
Parent, Subsidiaries and Affiliates	12. Totals	0	0	0	0
	<b>13. Total Bonds</b>	13,163,538	13,143,766	13,388,078	13,075,000
<b>PREFERRED STOCKS</b> Industrial and Miscellaneous (unaffiliated)	14. United States .....				
	15. Canada .....				
	16. Other Countries .....				
	17. Totals	0	0	0	0
Parent, Subsidiaries and Affiliates	18. Totals	0	0	0	0
	<b>19. Total Preferred Stocks</b>	0	0	0	0
<b>COMMON STOCKS</b> Industrial and Miscellaneous (unaffiliated)	20. United States .....				
	21. Canada .....				
	22. Other Countries .....				
	23. Totals	0	0	0	0
Parent, Subsidiaries and Affiliates	24. Totals	9,105,465	9,105,465	3,672,640	
	<b>25. Total Common Stocks</b>	9,105,465	9,105,465	3,672,640	
	26. Total Stocks	9,105,465	9,105,465	3,672,640	
	<b>27. Total Bonds and Stocks</b>	22,269,002	22,249,230	17,060,718	

**ANNUAL STATEMENT FOR THE YEAR 2015 OF THE Merit Health Insurance Company**

**SCHEDULE D - PART 1A - SECTION 1**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 9.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>1. U.S. Governments</b>											
1.1 NAIC 1 .....	5,155,644	4,300,679				9,456,323	20.2	6,218,757	13.0	9,456,323	
1.2 NAIC 2 .....						0	0.0	0	0.0		
1.3 NAIC 3 .....						0	0.0	0	0.0		
1.4 NAIC 4 .....						0	0.0	0	0.0		
1.5 NAIC 5 .....						0	0.0	0	0.0		
1.6 NAIC 6 .....						0	0.0	0	0.0		
1.7 Totals	5,155,644	4,300,679	0	0	0	9,456,323	20.2	6,218,757	13.0	9,456,323	0
<b>2. All Other Governments</b>											
2.1 NAIC 1 .....						0	0.0	0	0.0		
2.2 NAIC 2 .....						0	0.0	0	0.0		
2.3 NAIC 3 .....						0	0.0	0	0.0		
2.4 NAIC 4 .....						0	0.0	0	0.0		
2.5 NAIC 5 .....						0	0.0	0	0.0		
2.6 NAIC 6 .....						0	0.0	0	0.0		
2.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>3. U.S. States, Territories and Possessions, etc., Guaranteed</b>											
3.1 NAIC 1 .....						0	0.0	0	0.0		
3.2 NAIC 2 .....						0	0.0	0	0.0		
3.3 NAIC 3 .....						0	0.0	0	0.0		
3.4 NAIC 4 .....						0	0.0	0	0.0		
3.5 NAIC 5 .....						0	0.0	0	0.0		
3.6 NAIC 6 .....						0	0.0	0	0.0		
3.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed</b>											
4.1 NAIC 1 .....						0	0.0	0	0.0		
4.2 NAIC 2 .....						0	0.0	0	0.0		
4.3 NAIC 3 .....						0	0.0	0	0.0		
4.4 NAIC 4 .....						0	0.0	0	0.0		
4.5 NAIC 5 .....						0	0.0	0	0.0		
4.6 NAIC 6 .....						0	0.0	0	0.0		
4.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>5. U.S. Special Revenue &amp; Special Assessment Obligations, etc., Non-Guaranteed</b>											
5.1 NAIC 1 .....						0	0.0	0	0.0		
5.2 NAIC 2 .....						0	0.0	0	0.0		
5.3 NAIC 3 .....						0	0.0	0	0.0		
5.4 NAIC 4 .....						0	0.0	0	0.0		
5.5 NAIC 5 .....						0	0.0	0	0.0		
5.6 NAIC 6 .....						0	0.0	0	0.0		
5.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0

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**ANNUAL STATEMENT FOR THE YEAR 2015 OF THE Merit Health Insurance Company**

**SCHEDULE D - PART 1A - SECTION 1 (Continued)**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 9.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>6. Industrial and Miscellaneous (unaffiliated)</b>											
6.1 NAIC 1 .....	28,478,609	8,862,859				37,341,468	79.8	41,777,299	87.0	37,341,468	
6.2 NAIC 2 .....						0	0.0	0	0.0		
6.3 NAIC 3 .....						0	0.0	0	0.0		
6.4 NAIC 4 .....						0	0.0	0	0.0		
6.5 NAIC 5 .....						0	0.0	0	0.0		
6.6 NAIC 6 .....						0	0.0	0	0.0		
<b>6.7 Totals</b>	<b>28,478,609</b>	<b>8,862,859</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>37,341,468</b>	<b>79.8</b>	<b>41,777,299</b>	<b>87.0</b>	<b>37,341,468</b>	<b>0</b>
<b>7. Hybrid Securities</b>											
7.1 NAIC 1 .....	0					0	0.0	0	0.0		
7.2 NAIC 2 .....						0	0.0	0	0.0		
7.3 NAIC 3 .....						0	0.0	0	0.0		
7.4 NAIC 4 .....						0	0.0	0	0.0		
7.5 NAIC 5 .....						0	0.0	0	0.0		
7.6 NAIC 6 .....						0	0.0	0	0.0		
<b>7.7 Totals</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>
<b>8. Parent, Subsidiaries and Affiliates</b>											
8.1 NAIC 1 .....						0	0.0	0	0.0		
8.2 NAIC 2 .....						0	0.0	0	0.0		
8.3 NAIC 3 .....						0	0.0	0	0.0		
8.4 NAIC 4 .....						0	0.0	0	0.0		
8.5 NAIC 5 .....						0	0.0	0	0.0		
8.6 NAIC 6 .....						0	0.0	0	0.0		
<b>8.7 Totals</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>

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**ANNUAL STATEMENT FOR THE YEAR 2015 OF THE Merit Health Insurance Company**

**SCHEDULE D - PART 1A - SECTION 1 (Continued)**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 9.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>9. Total Bonds Current Year</b>											
9.1 NAIC 1	(d) 33,634,253	13,163,538	0	0	0	46,797,791	100.0	XXX	XXX	46,797,791	0
9.2 NAIC 2	(d) 0	0	0	0	0	0	0.0	XXX	XXX	0	0
9.3 NAIC 3	(d) 0	0	0	0	0	0	0.0	XXX	XXX	0	0
9.4 NAIC 4	(d) 0	0	0	0	0	0	0.0	XXX	XXX	0	0
9.5 NAIC 5	(d) 0	0	0	0	0	0	0.0	XXX	XXX	0	0
9.6 NAIC 6	(d) 0	0	0	0	0	0	0.0	XXX	XXX	0	0
9.7 Totals	33,634,253	13,163,538	0	0	0	46,797,791	100.0	XXX	XXX	46,797,791	0
9.8 Line 9.7 as a % of Col. 6	71.9	28.1	0.0	0.0	0.0	100.0	XXX	XXX	XXX	100.0	0.0
<b>10. Total Bonds Prior Year</b>											
10.1 NAIC 1	34,290,975	13,705,081	0	0	0	XXX	XXX	47,996,056	100.0	47,996,056	0
10.2 NAIC 2	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.3 NAIC 3	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.4 NAIC 4	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.5 NAIC 5	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.6 NAIC 6	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.7 Totals	34,290,975	13,705,081	0	0	0	XXX	XXX	47,996,056	100.0	47,996,056	0
10.8 Line 10.7 as a % of Col. 8	71.4	28.6	0.0	0.0	0.0	XXX	XXX	100.0	XXX	100.0	0.0
<b>11. Total Publicly Traded Bonds</b>											
11.1 NAIC 1	33,634,253	13,163,538				46,797,791	100.0	47,996,056	100.0	46,797,791	XXX
11.2 NAIC 2						0	0.0	0	0.0	0	XXX
11.3 NAIC 3						0	0.0	0	0.0	0	XXX
11.4 NAIC 4						0	0.0	0	0.0	0	XXX
11.5 NAIC 5						0	0.0	0	0.0	0	XXX
11.6 NAIC 6						0	0.0	0	0.0	0	XXX
11.7 Totals	33,634,253	13,163,538	0	0	0	46,797,791	100.0	47,996,056	100.0	46,797,791	XXX
11.8 Line 11.7 as a % of Col. 6	71.9	28.1	0.0	0.0	0.0	100.0	XXX	XXX	XXX	100.0	XXX
11.9 Line 11.7 as a % of Line 9.7, Col. 6, Section 9	71.9	28.1	0.0	0.0	0.0	100.0	XXX	XXX	XXX	100.0	XXX
<b>12. Total Privately Placed Bonds</b>											
12.1 NAIC 1						0	0.0	0	0.0	XXX	0
12.2 NAIC 2						0	0.0	0	0.0	XXX	0
12.3 NAIC 3						0	0.0	0	0.0	XXX	0
12.4 NAIC 4						0	0.0	0	0.0	XXX	0
12.5 NAIC 5						0	0.0	0	0.0	XXX	0
12.6 NAIC 6						0	0.0	0	0.0	XXX	0
12.7 Totals	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.8 Line 12.7 as a % of Col. 6	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0
12.9 Line 12.7 as a % of Line 9.7, Col. 6, Section 9	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0

(a) Includes \$ ..... freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.  
 (b) Includes \$ ..... current year, \$ ..... prior year of bonds with Z designations and \$ ..... current year, \$ ..... prior year of bonds with Z\* designations. The letter "Z" means the NAIC designation was not assigned by the Securities Valuation Office (SVO) at the date of the statement. "Z\*" means the SVO could not evaluate the obligation because valuation procedures for the security class is under regulatory review.  
 (c) Includes \$ ..... current year, \$ ..... prior year of bonds with 5\* designations and \$ ..... current year, \$ ..... prior year of bonds with 6\* designations. "5\*" means the NAIC designation was assigned by the SVO in reliance on the insurer's certification that the issuer is current in all principal and interest payments. "6\*" means the NAIC designation was assigned by the SVO due to inadequate certification of principal and interest payments.  
 (d) Includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$ ..... ; NAIC 2 \$ ..... ; NAIC 3 \$ ..... ; NAIC 4 \$ ..... ; NAIC 5 \$ ..... ; NAIC 6 \$ .....

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**ANNUAL STATEMENT FOR THE YEAR 2015 OF THE Merit Health Insurance Company**

**SCHEDULE D - PART 1A - SECTION 2**

**Maturity Distribution of All Bonds Owned December 31, At Book/Adjusted Carrying Values by Major Type and Subtype of Issues**

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 9.5	8 Total from Col 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
<b>1. U.S. Governments</b>											
1.1 Issuer Obligations .....	5,155,644	4,300,679				9,456,323	20.2	6,218,757	13.0	9,456,323	
1.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		
1.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		
1.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		
1.5 Totals	5,155,644	4,300,679	0	0	0	9,456,323	20.2	6,218,757	13.0	9,456,323	0
<b>2. All Other Governments</b>											
2.1 Issuer Obligations .....						0	0.0	0	0.0		
2.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		
2.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		
2.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		
2.5 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>3. U.S. States, Territories and Possessions, Guaranteed</b>											
3.1 Issuer Obligations .....						0	0.0	0	0.0		
3.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		
3.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		
3.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		
3.5 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed</b>											
4.1 Issuer Obligations .....						0	0.0	0	0.0		
4.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		
4.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		
4.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		
4.5 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>5. U.S. Special Revenue &amp; Special Assessment Obligations, etc., Non-Guaranteed</b>											
5.1 Issuer Obligations .....						0	0.0	0	0.0		
5.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		
5.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		
5.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		
5.5 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>6. Industrial and Miscellaneous</b>											
6.1 Issuer Obligations .....	28,478,609	8,862,859				37,341,468	79.8	41,777,299	87.0	37,341,468	
6.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		
6.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		
6.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		
6.5 Totals	28,478,609	8,862,859	0	0	0	37,341,468	79.8	41,777,299	87.0	37,341,468	0
<b>7. Hybrid Securities</b>											
7.1 Issuer Obligations .....						0	0.0	0	0.0		
7.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		
7.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		
7.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		
7.5 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>8. Parent, Subsidiaries and Affiliates</b>											
8.1 Issuer Obligations .....						0	0.0	0	0.0		
8.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		
8.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		
8.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		
8.5 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0

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**ANNUAL STATEMENT FOR THE YEAR 2015 OF THE Merit Health Insurance Company**

**SCHEDULE D - PART 1A - SECTION 2 (Continued)**

<b>Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues</b>											
Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 9.5	8 Total From Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
<b>9. Total Bonds Current Year</b>											
9.1 Issuer Obligations .....	33,634,253	13,163,538	0	0	0	46,797,791	100.0	XXX	XXX	46,797,791	0
9.2 Residential Mortgage-Backed Securities .....	0	0	0	0	0	0	0.0	XXX	XXX	0	0
9.3 Commercial Mortgage-Backed Securities .....	0	0	0	0	0	0	0.0	XXX	XXX	0	0
9.4 Other Loan-Backed and Structured Securities .....	0	0	0	0	0	0	0.0	XXX	XXX	0	0
9.5 Totals .....	33,634,253	13,163,538	0	0	0	46,797,791	100.0	XXX	XXX	46,797,791	0
9.6 Lines 9.5 as a % Col. 6 .....	71.9	28.1	0.0	0.0	0.0	100.0	XXX	XXX	XXX	100.0	0.0
<b>10. Total Bonds Prior Year</b>											
10.1 Issuer Obligations .....	34,290,975	13,705,081	0	0	0	XXX	XXX	47,996,056	100.0	47,996,056	0
10.2 Residential Mortgage-Backed Securities .....	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.3 Commercial Mortgage-Backed Securities .....	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.4 Other Loan-Backed and Structured Securities .....	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.5 Totals .....	34,290,975	13,705,081	0	0	0	XXX	XXX	47,996,056	100.0	47,996,056	0
10.6 Line 10.5 as a % of Col. 8 .....	71.4	28.6	0.0	0.0	0.0	XXX	XXX	100.0	XXX	100.0	0.0
<b>11. Total Publicly Traded Bonds</b>											
11.1 Issuer Obligations .....	33,634,253	13,163,538				46,797,791	100.0	47,996,056	100.0	46,797,791	XXX
11.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0	0	XXX
11.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0	0	XXX
11.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0	0	XXX
11.5 Totals .....	33,634,253	13,163,538	0	0	0	46,797,791	100.0	47,996,056	100.0	46,797,791	XXX
11.6 Line 11.5 as a % of Col. 6 .....	71.9	28.1	0.0	0.0	0.0	100.0	XXX	XXX	XXX	100.0	XXX
11.7 Line 11.5 as a % of Line 9.5, Col. 6, Section 9 .....	71.9	28.1	0.0	0.0	0.0	100.0	XXX	XXX	XXX	100.0	XXX
<b>12. Total Privately Placed Bonds</b>											
12.1 Issuer Obligations .....						0	0.0	0	0.0	XXX	0
12.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0	XXX	0
12.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0	XXX	0
12.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0	XXX	0
12.5 Totals .....	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.6 Line 12.5 as a % of Col. 6 .....	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0
12.7 Line 12.5 as a % of Line 9.5, Col. 6, Section 9 .....	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0

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**ANNUAL STATEMENT FOR THE YEAR 2015 OF THE Merit Health Insurance Company**

**SCHEDULE DA - VERIFICATION BETWEEN YEARS**

Short-Term Investments

	1	2	3	4	5
	Total	Bonds	Mortgage Loans	Other Short-term Investment Assets(a)	Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, December 31 of prior year .....	21,330,383	21,330,383	0	0	0
2. Cost of short-term investments acquired .....	61,720,589	61,720,589			
3. Accrual of discount .....	0	0			
4. Unrealized valuation increase (decrease) .....	0				
5. Total gain (loss) on disposals .....	(1,705)	(1,705)			
6. Deduct consideration received on disposals .....	50,649,861	50,649,861			
7. Deduct amortization of premium .....	764,624	764,624			
8. Total foreign exchange change in book/adjusted carrying value .....	0				
9. Deduct current year's other-than-temporary impairment recognized .....	0				
10. Book adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	31,634,782	31,634,782	0	0	0
11. Deduct total nonadmitted amounts .....	0				
12. Statement value at end of current period (Line 10 minus Line 11)	31,634,782	31,634,782	0	0	0

(a) Indicate the category of such assets, for example, joint ventures, transportation equipment: .....

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Schedule DB - Part A - Verification

**NONE**

Schedule DB - Part B - Verification

**NONE**

Schedule DB - Part C - Section 1

**NONE**

Schedule DB - Part C - Section 2

**NONE**

Schedule DB - Verification

**NONE**

**SCHEDULE E - VERIFICATION BETWEEN YEARS**

(Cash Equivalents)

	1	2	3
	Total	Bonds	Other (a)
1. Book/adjusted carrying value, December 31 of prior year.....	.0	.0	.0
2. Cost of cash equivalents acquired.....	11,994,207	11,994,207	
3. Accrual of discount.....	5,263	5,263	
4. Unrealized valuation increase (decrease).....	.0		
5. Total gain (loss) on disposals.....	.0		
6. Deduct consideration received on disposals.....	10,000,000	10,000,000	
7. Deduct amortization of premium.....	.0		
8. Total foreign exchange change in book/adjusted carrying value.....	.0		
9. Deduct current year's other-than-temporary impairment recognized.....	.0		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	1,999,471	1,999,471	.0
11. Deduct total nonadmitted amounts.....	.0		
12. Statement value at end of current period (Line 10 minus Line 11)	1,999,471	1,999,471	0

(a) Indicate the category of such investments, for example, joint ventures, transportation equipment

Schedule A - Part 1

**NONE**

Schedule A - Part 2

**NONE**

Schedule A - Part 3

**NONE**

Schedule B - Part 1

**NONE**

Schedule B - Part 2

**NONE**

Schedule B - Part 3

**NONE**

Schedule BA - Part 1

**NONE**

Schedule BA - Part 2

**NONE**

Schedule BA - Part 3

**NONE**

**ANNUAL STATEMENT FOR THE YEAR 2015 OF THE Merit Health Insurance Company**

**SCHEDULE D - PART 1**

Showing All Long-Term **BONDS** Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book / Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	For Foreign	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change In B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Stated Contractual Maturity Date
Bonds - U.S. Governments - Issuer Obligations																					
912828-F8-8	US Treasury Note 0.375% due 10/31/16	SD			1	314,213	0.9975	314,213	315,000	314,666		401			0.375	0.503	A0	197	1,181	11/13/2014	10/31/2016
912828-G4-6	US Treasury Note 0.50% due 11/30/16	SD			1	1,598,000	0.9976	1,596,188	1,600,000	1,599,068		1,017			0.500	0.564	MN	664	8,000	12/12/2014	11/30/2016
912828-D6-4	US Treasury Note 0.50% due 8/31/16	SD			1	102,064	0.9989	101,888	102,000	102,021		(32)			0.500	0.468	FA	170	510	09/11/2014	08/31/2016
313370-TW-8	FHLB Note 2.000% due 9/9/16	SD			1	1,642,720	1.0085	1,613,568	1,600,000	1,614,815		(21,420)			2.000	0.650	MS	9,867	32,000	09/11/2014	09/09/2016
912828-C3-2	US Treasury Note 0.75% due 3/15/17	SD			1	225,844	0.9989	224,745	225,000	225,518		(325)			0.750	0.558	MS	1,335	0	03/27/2015	03/15/2017
912828-SY-7	US Treasury Note 0.625% due 5/31/17	SD			1	35,018	0.9958	34,854	35,000	35,012		(5)			0.625	0.599	MN	128	109	05/28/2015	05/31/2017
912828-H7-8	US Treasury Note 0.50% due 1/31/17	SD			1	409,231	0.9963	408,495	410,000	409,578		346			0.500	0.596	JJ	854	1,025	02/10/2015	01/31/2017
0199999	- Bonds - U.S. Governments - Issuer Obligations					4,327,089	XXX	4,293,951	4,287,000	4,300,679	0	(20,018)	0	0	XXX	XXX	XXX	13,213	42,826	XXX	XXX
0599999	- Bonds - U.S. Governments - Subtotals - U.S. Governments					4,327,089	XXX	4,293,951	4,287,000	4,300,679	0	(20,018)	0	0	XXX	XXX	XXX	13,213	42,826	XXX	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations																					
63946B-AC-4	Comcast Note 2.875% due 4/1/16				1	2,425,989	1.0049	2,354,434	2,343,000	2,356,462		(53,255)			2.875	0.588	A0	16,653	67,361	09/10/2014	04/01/2016
05531F-AF-0	BB&T Corporate 3.950% due 4/29/16				1	1,550,850	1.0100	1,515,165	1,500,000	1,516,716		(34,134)			3.950	0.564	A0	10,040	59,250	04/27/2015	04/29/2016
713448-BT-4	Pepsico Inc. 2.50% due 5/10/16				1	2,041,000	1.0064	2,012,720	2,000,000	2,014,328		(26,672)			2.500	0.508	MN	6,944	50,000	04/28/2015	05/10/2016
87612E-AN-6	Target Corp 5.875% due 7/15/16				1	1,036,230	1.0270	970,496	945,000	971,473		(48,873)			5.875	0.662	JJ	25,446	55,519	09/03/2014	07/15/2016
06050T-LR-1	Bank of America 1.125% due 11/14/16				1	2,006,920	0.9985	1,997,000	2,000,000	2,003,880		(3,040)			1.125	0.900	MN	2,875	22,500	04/24/2015	11/14/2016
3299999	- Bonds - Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations					9,060,989	XXX	8,849,815	8,788,000	8,862,859	0	(165,974)	0	0	XXX	XXX	XXX	61,958	254,630	XXX	XXX
3899999	- Bonds - Industrial and Miscellaneous (Unaffiliated) - Subtotals - Industrial and Miscellaneous (Unaffiliated)					9,060,989	XXX	8,849,815	8,788,000	8,862,859	0	(165,974)	0	0	XXX	XXX	XXX	61,958	254,630	XXX	XXX
7799999	- Bonds - Total Bonds - Subtotals - Issuer Obligations					13,388,078	XXX	13,143,766	13,075,000	13,163,538	0	(185,992)	0	0	XXX	XXX	XXX	75,171	297,456	XXX	XXX
8399999 Subtotals - Total Bonds																					
						13,388,078	XXX	13,143,766	13,075,000	13,163,538	0	(185,992)	0	0	XXX	XXX	XXX	75,171	297,456	XXX	XXX

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**ANNUAL STATEMENT FOR THE YEAR 2015 OF THE Merit Health Insurance Company**

**SCHEDULE D - PART 2 - SECTION 1**

Showing All **PREFERRED STOCKS** Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes		5 Number Of Shares	6 Par Value Per Share	7 Rate Per Share	8 Book/ Adjusted Carrying Value	Fair Value		11 Actual Cost	Dividends			Change in Book/Adjusted Carrying Value					20 NAIC Desig- nation	21 Date Acquired	
		3 Code	4 Foreign					9 Rate Per Share Used to Obtain Fair Value	10 Fair Value		12 Declared but Unpaid	13 Amount Received During Year	14 Nonadmitted Declared But Unpaid	15 Unrealized Valuation Increase/ (Decrease)	16 Current Year's (Amortization) Accretion	17 Current Year's Other-Than- Temporary Impairment Recognized	18 Total Change In B./A.C.V. (15+16-17)	19 Total Foreign Exchange Change In B./A.C.V.			
<b>NONE</b>																					
8999999 Total Preferred Stocks							0	XXX	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX

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**ANNUAL STATEMENT FOR THE YEAR 2015 OF THE Merit Health Insurance Company**

**SCHEDULE D - PART 4**

Showing all Long-Term Bonds and Stocks **SOLD, REDEEMED** or Otherwise **DISPOSED OF** During Current Year

1 CUSIP Identifi- cation	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/Stock Dividends Received During Year	21 Stated Contractual Maturity Date																		
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year (Amortization)/ Accretion	13 Current Year's Other-Than- Temporary Impairment Recognized	14 Total Change in B/A. C.V. (11+12-13)	15 Total Foreign Exchange Change in B/A. C.V.																								
Bonds - Industrial and Miscellaneous (Unaffiliated)																																						
46623E-JP-5	JP Morgan Chase Note 1.875%		03/20/2015	Matured		3,600,000	3,600,000	3,656,916	3,610,096		(10,096)		(10,096)		3,600,000					33,750	03/20/2015																	
808513-AH-8	Charles Schwab Note 0.850%		05/31/2015	Sold		3,457,700	3,450,000	3,467,285	3,460,811		(4,855)		(4,855)		3,455,956		1,745	1,745	14,337	12/04/2015																		
037833-AH-3	Apple Inc. Note 0.450%		05/31/2015	Sold		3,501,866	3,500,000	3,497,130	3,497,654		728		728		3,498,383		3,483	3,483	9,056	05/03/2016																		
369626-6M-1	General Electric 1.00%		05/31/2015	Sold		2,106,214	2,100,000	2,115,687	2,111,705		(5,149)		(5,149)		2,106,556		(342)	(342)	9,858	12/11/2015																		
949746-QU-8	Wells Fargo Note 3.676%		05/31/2015	Sold		3,091,670	3,000,000	3,155,250	3,126,759		(36,217)		(36,217)		3,090,542		1,128	1,128	78,115	06/15/2016																		
06406H-CD-9	Bank of New York Mellon 0.700%		09/23/2015	Called		1,700,000	1,700,000	1,705,219	1,703,794		(3,406)		(3,406)		1,700,389		(389)	(389)	10,908	10/23/2015																		
264399-EM-4	Duke Energy Note 5.300%		10/01/2015	Matured		2,000,000	2,000,000	2,105,940	2,074,185		(74,185)		(74,185)		2,000,000				106,000	10/01/2015																		
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						19,457,451	19,350,000	19,703,427	19,585,006	0	(133,180)	0	(133,180)	0	19,451,826	0	5,624	5,624	262,025	XXX																		
8399997 - Bonds - Subtotals - Bonds - Part 4						19,457,451	19,350,000	19,703,427	19,585,006	0	(133,180)	0	(133,180)	0	19,451,826	0	5,624	5,624	262,025	XXX																		
8399999 - Bonds - Subtotals - Bonds						19,457,451	19,350,000	19,703,427	19,585,006	0	(133,180)	0	(133,180)	0	19,451,826	0	5,624	5,624	262,025	XXX																		
9999999 Totals						19,457,451	XXX	19,703,427	19,585,006	0	(133,180)	0	(133,180)	0	19,451,826	0	5,624	5,624	262,025	XXX																		

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**ANNUAL STATEMENT FOR THE YEAR 2015 OF THE Merit Health Insurance Company**

**SCHEDULE D - PART 5**

Showing all Long-Term Bonds and Stocks **ACQUIRED** During Year and Fully **DISPOSED OF** During Current Year

1 CUSIP Identification	2 Description	3 F o r e i g n	4 Date Acquired	5 Name of Vendor	6 Disposal Date	7 Name of Purchaser	8 Par Value (Bonds) or Number of Shares (Stocks)	9 Actual Cost	10 Consideration	11 Book/ Adjusted Carrying Value at Disposal	Change in Book/Adjusted Carrying Value					17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Interest and Dividends Received During Year	21 Paid for Accrued Interest and Dividends								
											12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amortization)/ Accretion	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Change In B./A. C.V. (12 + 13 - 14)	16 Total Foreign Exchange Change in B./A. C.V.													
<b>NONE</b>																												
9999999 Totals								0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0

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**ANNUAL STATEMENT FOR THE YEAR 2015 OF THE Merit Health Insurance Company**

**SCHEDULE D - PART 6 - SECTION 1**

Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

1 CUSIP Identification	2 Description Name of Subsidiary, Controlled or Affiliated Company	3 Foreign	4 NAIC Company Code or Alien Insurer Identification Number	5 NAIC Valuation Method (See Purposes and Procedures Manual of the NAIC Investment Analysis Office)	6 Do Insurer's Assets Include Intangible Assets Connected with Holding of Such Company's Stock?	7 Total Amount of Such Intangible Assets	8 Book / Adjusted Carrying Value	Stock of Such Company Owned by Insurer on Statement Date	
								9 Number of Shares	10 % of Outstanding
Common Stocks - U.S. Life Insurer									
55908*-10-7	Magellan Life Insurance Company		97292	2ciB1	No	0	9,105,465	150,000.000	100.0
1299999 - Common Stocks - U.S. Life Insurer						0	9,105,465	XXX	XXX
1899999 - Common Stocks - Subtotals - Common Stocks						0	9,105,465	XXX	XXX
1999999 Totals - Preferred and Common Stocks						0	9,105,465	XXX	XXX

- Amount of insurer's capital and surplus from the prior period's statutory statement reduced by any admitted EDP, goodwill and net deferred tax assets included therein: \$ \_\_\_\_\_
- Total amount of intangible assets nonadmitted: \$ \_\_\_\_\_

**SCHEDULE D - PART 6 - SECTION 2**

1 CUSIP Identification	2 Name of Lower-Tier Company	3 Name of Company Listed in Section 1 Which Controls Lower-Tier Company	4 Total Amount of Intangible Assets Included in Amount Shown in Column 7, Section 1	Stock in Lower-Tier Company Owned Indirectly by Insurer on Statement Date	
				5 Number of Shares	6 % of Outstanding
Common Stocks					
55908*-10-7	Magellan Life Insurance Company	Merit Health Insurance Company		150,000.000	100.0
0399999 Totals - Preferred and Common			0	XXX	XXX



Schedule DB - Part A - Section 1

**NONE**

Schedule DB - Part A - Section 2

**NONE**

Schedule DB - Part B - Section 1

**NONE**

Schedule DB - Part B - Section 2

**NONE**

Schedule DB - Part D - Section 1

**NONE**

Schedule DB - Part D - Section 2

**NONE**

Schedule DL - Part 1

**NONE**

Schedule DL - Part 2

**NONE**





**ANNUAL STATEMENT FOR THE YEAR 2015 OF THE Merit Health Insurance Company**

**SCHEDULE E - PART 3 - SPECIAL DEPOSITS**

States, etc.	1 Type of Deposits	2 Purpose of Deposits	Deposits For the Benefit of All Policyholders		All Other Special Deposits	
			3 Book/Adjusted Carrying Value	4 Fair Value	5 Book/Adjusted Carrying Value	6 Fair Value
1. Alabama ..... AL						
2. Alaska ..... AK						
3. Arizona ..... AZ						
4. Arkansas ..... AR						
5. California ..... CA						
6. Colorado ..... CO						
7. Connecticut ..... CT						
8. Delaware ..... DE						
9. District of Columbia ..... DC						
10. Florida ..... FL						
11. Georgia ..... GA	B	Statutory deposit required by State of Georgia Department of Insurance, U.S. T-Note \$0.035 million par value, 0.625% due 05/31/17.			35,012	34,854
12. Hawaii ..... HI						
13. Idaho ..... ID						
14. Illinois ..... IL	B	Statutory deposit required by State of Illinois Department of Insurance, U.S. T-Note \$1.6 million par value, 0.5% due 11/30/16.	1,599,068	1,596,188		
15. Indiana ..... IN						
16. Iowa ..... IA						
17. Kansas ..... KS						
18. Kentucky ..... KY						
19. Louisiana ..... LA						
20. Maine ..... ME						
21. Maryland ..... MD						
22. Massachusetts ..... MA						
23. Michigan ..... MI	B	Statutory deposit required by State of Michigan Insurance Department, U.S. T-Note \$0.315 million par value, 0.375% due 10/31/16.	0		314,666	314,213
24. Minnesota ..... MN						
25. Mississippi ..... MS						
26. Missouri ..... MO						
27. Montana ..... MT						
28. Nebraska ..... NE						
29. Nevada ..... NV						
30. New Hampshire ..... NH						
31. New Jersey ..... NJ						
32. New Mexico ..... NM	B	Statutory deposit required by State of New Mexico Insurance Department, U.S. T-Note \$0.102 million par value, 0.5% due 8/31/16.			102,021	101,888
33. New York ..... NY						
34. North Carolina ..... NC	B	Statutory deposit required by State of North Carolina Insurance Department, U.S. T-Note \$0.410 million par value, 0.5% due 1/31/17.			409,578	408,495
35. North Dakota ..... ND						
36. Ohio ..... OH						
37. Oklahoma ..... OK						
38. Oregon ..... OR						
39. Pennsylvania ..... PA						
40. Rhode Island ..... RI						
41. South Carolina ..... SC						
42. South Dakota ..... SD						
43. Tennessee ..... TN						
44. Texas ..... TX						
45. Utah ..... UT						
46. Vermont ..... VT						
47. Virginia ..... VA	B	Statutory deposit required by State of Virginia Insurance Department, U.S. T-Note \$0.225 million par value, 0.75% due 3/15/17.			225,518	224,745
48. Washington ..... WA						
49. West Virginia ..... WV						
50. Wisconsin ..... WI						
51. Wyoming ..... WY						
52. American Samoa ..... AS						
53. Guam ..... GU						
54. Puerto Rico ..... PR						
55. US Virgin Islands ..... VI						
56. Northern Mariana Islands ..... MP						
57. Canada ..... CAN						
58. Aggregate Other Alien ..... OT	XXX	XXX	0	0	0	0
59. Total	XXX	XXX	1,599,068	1,596,188	1,086,796	1,084,195
<b>DETAILS OF WRITE-INS</b>						
5801. ....						
5802. ....						
5803. ....						
5898. Sum of remaining write-ins for Line 58 from overflow page	XXX	XXX	0	0	0	0
5899. Totals (Lines 5801 - 5803 + 5898) (Line 58 above)	XXX	XXX	0	0	0	0

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