REPORT # 2 - STATEMENT OF REVENUE, EXPENSES AND NET WORTH

	Current Year 1 Uncovered	Current Year 2 Total	Prior Year 3 Total
Member Months	XXX	117,992	74,608
Revenues:			
1. Premium (net of $.....0 reinsurance premiums ceded)	XXX	18,887,558	11,519,786
2. Fee-for-service (net of $.....0 medical expenses)	XXX		
3. Risk revenue	XXX		
4. Net investment income (including $.....0 net realized capital gains or (losses))	XXX	441,910	267,229
5. Aggregate write-ins for other health care related revenues	XXX	0	0
6. Aggregate write-ins for other revenues	XXX	0	0
7. Total revenues (Lines 1 to 6)	XXX	19,329,468	11,787,015
Expenses:			
Medical and Hospital:			
8. Physician services		5,954,175	3,606,141
9. Other professional services			
10. Outside referrals			
11. Emergency room and out-of-area			
12. Inpatient		3,968,142	2,278,788
13. Incentive pool and withhold adjustments		(1,022,584)	(243,961)
14. Occupancy, depreciation and amortization			
15. Aggregate write-ins for other medical and hospital expenses	0	7,595,429	3,652,433
16. Subtotal (lines 8 to 15)	0	16,495,162	9,293,401
Less:			
17. Net reinsurance recoveries incurred			
18. Copayments			
19. COB and subrogation			
20. Subtotal (lines 17 to 19)	0	0	0
21. Total medical and hospital (line 16 minus 20)	0	16,495,162	9,293,401
Administration:			
22. Administration expenses		3,571,821	2,378,861
23. Total expenses (lines 21 and 22)	0	20,066,983	11,672,262
24. Income (loss) (line 7 minus line 23)	XXX	(737,515)	114,753
25. Extraordinary item			
26. Provision for federal income taxes	XXX	(78,489)	26,683
27. Net income (loss) (line 24 minus lines 25 and 26)	XXX	(659,026)	88,070

DETAILS OF WRITE-INS

0501.	XXX		
0502.	XXX		
0503.	XXX		
0598. Summary of remaining write-ins for Line 5 from overflow page	XXX	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above)	XXX	0	0
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
1501. Outpatient and Prescription Drug Paid Claims		5,808,553	3,118,401
1502. Changes in Incurred But Not Reported		1,786,876	534,032
1503.			
1598. Summary of remaining write-ins for Line 15 from overflow page	0	0	0
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15 above)	0	7,595,429	3,652,433

REPORT # 2 - STATEMENT OF REVENUE, EXPENSES AND NET WORTH (Continued)

		1 Current Year	2 Prior Year
Net Worth:			
28.	Net worth beginning of year	3,630,984	3,558,106
29.	Increase (decrease) in common stock		
30.	Increase (decrease) in preferred stock		
31.	Increase (decrease) in paid in surplus		
32.	Increase (decrease) in contributed capital		
33.	Increase (decrease) in surplus notes		
34.	Increase (decrease) in contingency reserves		
35.	Increase (decrease) in retained earnings/fund balance:		
	a. Net income	(659,026)	88,070
	b. Dividends to stockholders		
	c. Interest on surplus notes		
	d. Change in nonadmitted assets (Exhibit 1)	(60,092)	(15,192)
	e. Change in unauthorized reinsurance		
	f. Unrealized capital gains and losses		
	g. Aggregate write-ins for changes in retained earnings	72,265	0
36.	Aggregate write-ins for changes in other net worth items	0	0
37.	Net worth end of year (lines 28 to 36)	2,984,131	3,630,984

DETAILS OF WRITE-INS

35g01.	Deferred Tax Assets	72,265	
35g02.			
35g03.			
35g98.	Summary of remaining write-ins for Line 35g from overflow page	0	0
35g99.	Totals (Lines 35g01 thru 35g03 plus 35g98) (Line 35g above)	72,265	0
3601.			
3602.			
3603.			
3698.	Summary of remaining write-ins for Line 36 from overflow page	0	0
3699.	Totals (Lines 3601 thru 3603 plus 3698) (Line 36 above)	0	0