



**QUARTERLY STATEMENT  
AS OF MARCH 31, 2016  
OF THE CONDITION AND AFFAIRS OF THE  
PACIFCSOURCE HEALTH PLANS**

NAIC Group Code 4704 , 4704 NAIC Company Code 54976 Employer's ID Number 93-0245545  
(Current Period) (Prior Period)

Organized under the Laws of Oregon , State of Domicile or Port of Entry Oregon

Country of Domicile United States of America

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[  N/A[X]

Incorporated/Organized 03/31/1933 Commenced Business 07/01/1939

Statutory Home Office 110 INTERNATIONAL WAY , SPRINGFIELD, OR, US 97477  
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 110 INTERNATIONAL WAY  
(Street and Number)

SPRINGFIELD, OR, US 97477 (541)686-1242  
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address 110 INTERNATIONAL WAY , SPRINGFIELD, OR, US 97477  
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 110 INTERNATIONAL WAY  
(Street and Number)

SPRINGFIELD, OR, US 97477 (541)686-1242  
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Web Site Address www.pacificsource.com

Statutory Statement Contact PETER F DAVIDSON (541)684-5212  
(Name) (Area Code)(Telephone Number)(Extension)  
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(E-Mail Address) (Fax Number)

**OFFICERS**

Name	Title
KENNETH P PROVENCHER	President/CEO
KRISTIN E KERNUTT	Secretary
PETER F DAVIDSON	EVP/Chief Financial Officer
ERICK DOOLEN	EVP/Chief Operating Officer
DAN ROTH	EVP/Chief Medical Officer
DAN STEVENS	Executive Vice President
SHARON THOMSON	Executive Vice President

**OTHERS**

**DIRECTORS OR TRUSTEES**

VERN KATZ MD	CHARLES ZACHEM III DO
GRETCHEN PIERCE	DAVID SHUTE MD
PATRICIA BUCHANAN MD	JEFFREY HOUCK MD
ROGER SAYDACK	PRISCILLA GOULD
EDWIN DAHLBERG	RICHARD WRIGHT
HAL BROWN	DIVYA SHARMA MD
PATRICIA SCHMITT	

State of Oregon  
 County of Lane 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.

\_\_\_\_\_  
(Signature)  
 PETER F. DAVIDSON  
(Printed Name)  
 1.  
 Chief Financial Officer  
(Title)

\_\_\_\_\_  
(Signature)  
 KENNETH P. PROVENCHER  
(Printed Name)  
 2.  
 President/CEO  
(Title)

\_\_\_\_\_  
(Signature)  
(Printed Name)  
 3.  
(Title)

Subscribed and sworn to before me this \_\_\_\_\_ day of \_\_\_\_\_, 2016

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

Yes[X] No[ ]

\_\_\_\_\_  
(Notary Public Signature)

**ASSETS**

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds .....	74,705,249		74,705,249	74,904,843
2. Stocks:				
2.1 Preferred stocks .....	418,245		418,245	416,317
2.2 Common stocks .....	94,853,323		94,853,323	94,506,472
3. Mortgage loans on real estate:				
3.1 First liens .....				
3.2 Other than first liens .....				
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances) .....				
4.2 Properties held for the production of income (less \$.....0 encumbrances) .....				
4.3 Properties held for sale (less \$.....0 encumbrances) .....				
5. Cash (\$.....17,527,641), cash equivalents (\$.....0) and short-term investments (\$.....610,494) .....	18,138,135		18,138,135	13,034,589
6. Contract loans (including \$.....0 premium notes) .....				
7. Derivatives .....				
8. Other invested assets .....	689,598		689,598	724,012
9. Receivables for securities .....	35,041		35,041	378
10. Securities lending reinvested collateral assets .....				
11. Aggregate write-ins for invested assets .....				
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	188,839,591		188,839,591	183,586,610
13. Title plants less \$.....0 charged off (for Title insurers only) .....				
14. Investment income due and accrued .....	469,424		469,424	455,352
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	8,596,811	68,410	8,528,401	14,264,802
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums) .....				
15.3 Accrued retrospective premiums (\$.....206,441) and contracts subject to redetermination (\$.....6,962,415) .....	8,993,527	1,824,671	7,168,856	6,157,292
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	13,084,855		13,084,855	16,416,558
16.2 Funds held by or deposited with reinsured companies .....				
16.3 Other amounts receivable under reinsurance contracts .....				
17. Amounts receivable relating to uninsured plans .....	2,997,099		2,997,099	3,040,824
18.1 Current federal and foreign income tax recoverable and interest thereon .....				36,550
18.2 Net deferred tax asset .....	2,700,000		2,700,000	2,200,000
19. Guaranty funds receivable or on deposit .....				
20. Electronic data processing equipment and software .....				
21. Furniture and equipment, including health care delivery assets (\$.....0) .....				
22. Net adjustments in assets and liabilities due to foreign exchange rates .....				
23. Receivables from parent, subsidiaries and affiliates .....	10,468		10,468	14,920
24. Health care (\$.....2,116,521) and other amounts receivable .....	4,196,794	2,080,274	2,116,521	2,413,135
25. Aggregate write-ins for other-than-invested assets .....	2,132,813	1,835,252	297,561	279,153
26. TOTAL assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	232,021,383	5,808,607	226,212,776	228,865,196
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....				
28. TOTAL (Lines 26 and 27) .....	232,021,383	5,808,607	226,212,776	228,865,196
<b>DETAILS OF WRITE-INS</b>				
1101. ....				
1102. ....				
1103. ....				
1198. Summary of remaining write-ins for Line 11 from overflow page .....				
1199. TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above) .....				
2501. INTANGIBLE ASSETS .....	1,769,113	1,769,113		
2502. PREPAID EXPENSES .....	66,138	66,138		
2503. PREPAID REINSURANCE & GOVERNMENT RECEIVABLE .....	297,561		297,561	279,153
2598. Summary of remaining write-ins for Line 25 from overflow page .....				
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above) .....	2,132,813	1,835,252	297,561	279,153



## LIABILITIES, CAPITAL AND SURPLUS

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$.....1,456,748 reinsurance ceded) .....	54,938,266	137,690	55,075,956	60,785,731
2. Accrued medical incentive pool and bonus amounts .....	67,841		67,841	65,714
3. Unpaid claims adjustment expenses .....	1,518,950		1,518,950	1,795,182
4. Aggregate health policy reserves, including the liability of \$.....0 for medical loss ratio rebate per the Public Health Service Act .....	1,555,391		1,555,391	2,374,341
5. Aggregate life policy reserves .....				
6. Property/casualty unearned premium reserve .....				
7. Aggregate health claim reserves .....				
8. Premiums received in advance .....	6,622,456		6,622,456	5,711,362
9. General expenses due or accrued .....	15,147,340		15,147,340	8,931,546
10.1 Current federal and foreign income tax payable and interest thereon (including \$.....0 on realized gains (losses)) .....	2,492,960		2,492,960	
10.2 Net deferred tax liability .....				
11. Ceded reinsurance premiums payable .....	327,918		327,918	1,061,366
12. Amounts withheld or retained for the account of others .....	4,320,666		4,320,666	3,081,992
13. Remittances and items not allocated .....				
14. Borrowed money (including \$.....0 current) and interest thereon \$.....0 (including \$.....0 current) .....				
15. Amounts due to parent, subsidiaries and affiliates .....	511,378		511,378	652,277
16. Derivatives .....				
17. Payable for securities .....				
18. Payable for securities lending .....				
19. Funds held under reinsurance treaties with (\$.....0 authorized reinsurers, \$.....0 unauthorized reinsurers and \$.....0 certified reinsurers) .....				
20. Reinsurance in unauthorized and certified (\$.....0) companies .....				
21. Net adjustments in assets and liabilities due to foreign exchange rates .....				
22. Liability for amounts held under uninsured plans .....				
23. Aggregate write-ins for other liabilities (including \$.....0 current) .....	8,870		8,870	9,320
24. Total liabilities (Lines 1 to 23) .....	87,512,036	137,690	87,649,726	84,468,833
25. Aggregate write-ins for special surplus funds .....	X X X	X X X		10,616,323
26. Common capital stock .....	X X X	X X X		
27. Preferred capital stock .....	X X X	X X X		
28. Gross paid in and contributed surplus .....	X X X	X X X	(2,833,784)	(2,833,784)
29. Surplus notes .....	X X X	X X X		
30. Aggregate write-ins for other-than-special surplus funds .....	X X X	X X X		
31. Unassigned funds (surplus) .....	X X X	X X X	141,396,835	136,613,823
32. Less treasury stock, at cost:				
32.1 .....0 shares common (value included in Line 26 \$.....0) .....	X X X	X X X		
32.2 .....0 shares preferred (value included in Line 27 \$.....0) .....	X X X	X X X		
33. Total capital and surplus (Lines 25 to 31 minus Line 32) .....	X X X	X X X	138,563,051	144,396,362
34. Total Liabilities, capital and surplus (Lines 24 and 33) .....	X X X	X X X	226,212,776	228,865,195
<b>DETAILS OF WRITE-INS</b>				
2301. POST RETIREMENT BENEFITS .....	8,870		8,870	9,320
2302. ....				
2303. ....				
2398. Summary of remaining write-ins for Line 23 from overflow page .....				
2399. TOTALS (Lines 2301 through 2303 plus 2398) (Line 23 above) .....	8,870		8,870	9,320
2501. ACA 9010 Assessment .....	X X X	X X X		10,616,323
2502. ....	X X X	X X X		
2503. ....	X X X	X X X		
2598. Summary of remaining write-ins for Line 25 from overflow page .....	X X X	X X X		
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above) .....	X X X	X X X		10,616,323
3001. ....	X X X	X X X		
3002. ....	X X X	X X X		
3003. ....	X X X	X X X		
3098. Summary of remaining write-ins for Line 30 from overflow page .....	X X X	X X X		
3099. TOTALS (Lines 3001 through 3003 plus 3098) (Line 30 above) .....	X X X	X X X		

## STATEMENT OF REVENUE AND EXPENSES

	Current Year To Date		Prior Year	Prior Year
	1	2	To Date	Ended
	Uncovered	Total	Total	December 31
1. Member Months .....	X X X	483,011	481,841	1,946,137
2. Net premium income (including \$.....0 non-health premium income) .....	X X X	138,329,146	140,983,632	562,246,723
3. Change in unearned premium reserves and reserves for rate credits .....	X X X	818,950	(701,388)	2,590,913
4. Fee-for-service (net of \$.....0 medical expenses) .....	X X X			
5. Risk revenue .....	X X X			
6. Aggregate write-ins for other health care related revenues .....	X X X			
7. Aggregate write-ins for other non-health revenues .....	X X X			
8. Total revenues (Lines 2 to 7) .....	X X X	139,148,096	140,282,244	564,837,636
<b>Hospital and Medical:</b>				
9. Hospital/medical benefits .....	185,162	74,064,753	77,058,420	334,307,804
10. Other professional services .....	28,509	11,403,462	9,982,876	38,682,147
11. Outside referrals .....	15,043	6,017,247	6,180,444	35,094,617
12. Emergency room and out-of-area .....	16,053	6,421,044	4,991,479	24,052,868
13. Prescription drugs .....	39,539	15,815,546	16,214,991	77,451,314
14. Aggregate write-ins for other hospital and medical .....				
15. Incentive pool, withhold adjustments and bonus amounts .....		2,127	168,028	30,183
16. Subtotal (Lines 9 to 15) .....	284,305	113,724,179	114,596,238	509,618,933
<b>Less:</b>				
17. Net reinsurance recoveries .....		583,884	1,709,383	22,365,351
18. Total hospital and medical (Lines 16 minus 17) .....	284,305	113,140,295	112,886,855	487,253,582
19. Non-health claims (net) .....				
20. Claims adjustment expenses, including \$.....3,687,894 cost containment expenses .....		7,475,272	3,287,857	23,026,307
21. General administrative expenses .....		22,567,365	28,570,198	69,514,934
22. Increase in reserves for life and accident and health contracts (including \$.....0 increase in reserves for life only) .....			(1,240,000)	(4,960,000)
23. Total underwriting deductions (Lines 18 through 22) .....	284,305	143,182,932	143,504,910	574,834,823
24. Net underwriting gain or (loss) (Lines 8 minus 23) .....	X X X	(4,034,836)	(3,222,666)	(9,997,187)
25. Net investment income earned .....		546,892	565,901	2,557,044
26. Net realized capital gains (losses) less capital gains tax of \$.....39,493 .....		76,662	589,754	544,620
27. Net investment gains or (losses) (Lines 25 plus 26) .....		623,554	1,155,655	3,101,665
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$.....0) (amount charged off \$.....35,229)] .....		(35,229)	(89,009)	(268,599)
29. Aggregate write-ins for other income or expenses .....		(34,987)	(31,308)	(63,129)
30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29) .....	X X X	(3,481,497)	(2,187,328)	(7,227,250)
31. Federal and foreign income taxes incurred .....	X X X	2,490,017	4,904,993	2,981,824
32. Net income (loss) (Lines 30 minus 31) .....	X X X	(5,971,515)	(7,092,321)	(10,209,074)
<b>DETAILS OF WRITE-INS</b>				
0601. ....	X X X			
0602. ....	X X X			
0603. ....	X X X			
0698. Summary of remaining write-ins for Line 6 from overflow page .....	X X X			
0699. TOTALS (Lines 0601 through 0603 plus 0698) (Line 6 above) .....	X X X			
0701. ....	X X X			
0702. ....	X X X			
0703. ....	X X X			
0798. Summary of remaining write-ins for Line 7 from overflow page .....	X X X			
0799. TOTALS (Lines 0701 through 0703 plus 0798) (Line 7 above) .....	X X X			
1401. ....				
1402. ....				
1403. ....				
1498. Summary of remaining write-ins for Line 14 from overflow page .....				
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above) .....				
2901. MISCELLANEOUS .....		1,179	941	5,287
2902. CHARITABLE CONTRIBUTIONS .....		(36,166)	(32,249)	(68,416)
2903. ....				
2998. Summary of remaining write-ins for Line 29 from overflow page .....				
2999. TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above) .....		(34,987)	(31,308)	(63,129)



## STATEMENT OF REVENUE AND EXPENSES (Continued)

	1	2	3
	Current Year To Date	Prior Year To Date	Prior Year Ended December 31
<b>CAPITAL &amp; SURPLUS ACCOUNT</b>			
33. Capital and surplus prior reporting year .....	144,396,362	148,158,001	148,158,001
34. Net income or (loss) from Line 32 .....	(5,971,515)	(7,092,321)	(10,209,074)
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 .....	361,607	3,813,670	4,473,212
37. Change in net unrealized foreign exchange capital gain or (loss) .....			
38. Change in net deferred income tax .....	500,000	1,500,000	3,100,000
39. Change in nonadmitted assets .....	(723,404)	(131,305)	(1,125,777)
40. Change in unauthorized and certified 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 .....			
47. Aggregate write-ins for gains or (losses) in surplus .....			
48. Net change in capital and surplus (Lines 34 to 47) .....	(5,833,311)	(1,909,956)	(3,761,639)
49. Capital and surplus end of reporting period (Line 33 plus 48) .....	138,563,051	146,248,045	144,396,362
<b>DETAILS OF WRITE-INS</b>			
4701. ADDITIONAL MIN LIABILITY FOR PENSION COSTS .....			
4702. Portion of disposal that cannot be booked to income statement .....			
4703. ....			
4798. Summary of remaining write-ins for Line 47 from overflow page .....			
4799. TOTALS (Lines 4701 through 4703 plus 4798) (Line 47 above) .....			

**CASH FLOW**

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>Cash from Operations</b>			
1. Premiums collected net of reinsurance .....	143,214,564	142,141,673	545,034,069
2. Net investment income .....	555,329	721,275	2,792,469
3. Miscellaneous income .....			
4. TOTAL (Lines 1 to 3) .....	143,769,892	142,862,948	547,826,538
5. Benefit and loss related payments .....	115,728,464	117,647,566	474,335,669
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			
7. Commissions, expenses paid and aggregate write-ins for deductions .....	24,129,566	28,558,484	96,120,995
8. Dividends paid to policyholders .....			
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses) .....		(1,549,787)	(4,775,654)
10. TOTAL (Lines 5 through 9) .....	139,858,030	144,656,263	565,681,010
11. Net cash from operations (Line 4 minus Line 10) .....	3,911,862	(1,793,315)	(17,854,472)
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds .....	20,429,056	26,972,936	67,667,904
12.2 Stocks .....		4,165,489	4,165,489
12.3 Mortgage loans .....			
12.4 Real estate .....			
12.5 Other invested assets .....	34,414		55,644
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....			
12.7 Miscellaneous proceeds .....	18,828	5,051	4,896
12.8 TOTAL investment proceeds (Lines 12.1 to 12.7) .....	20,482,298	31,143,476	71,893,932
13. Cost of investments acquired (long-term only):			
13.1 Bonds .....	20,122,988	18,347,044	61,400,680
13.2 Stocks .....		1,397,821	647,821
13.3 Mortgage loans .....			
13.4 Real estate .....			
13.5 Other invested assets .....			
13.6 Miscellaneous applications .....	53,491		0
13.7 TOTAL investments acquired (Lines 13.1 to 13.6) .....	20,176,479	19,744,865	62,048,502
14. Net increase (or decrease) in contract loans and premium notes .....			
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) .....	305,819	11,398,611	9,845,430
<b>Cash from Financing and Miscellaneous Sources</b>			
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 .....			
16.6 Other cash provided (applied) .....	885,868	21,922,942	11,970,686
17. Net cash from financing and miscellaneous sources (Line 16.1 through 16.4 minus Line 16.5 plus Line 16.6) .....	885,868	21,922,942	11,970,686
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....	5,103,548	31,528,238	3,961,644
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year .....	13,034,587	9,072,943	9,072,943
19.2 End of period (Line 18 plus Line 19.1) .....	18,138,135	40,601,181	13,034,587
<b>Note: Supplemental Disclosures of Cash Flow Information for Non-Cash Transactions:</b>			
20.0001 .....			
20.0002 .....			
20.0003 .....			
20.0004 .....			

**EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION**

	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefit Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
Total Members at end of:										
1. Prior Year .....	168,480	19,739	105,097	28		16,594				27,022
2. First Quarter .....	161,023	15,061	99,301	28		17,752				28,881
3. Second Quarter .....										
4. Third Quarter .....										
5. Current Year .....										
6. Current Year Member Months .....	483,011	45,461	298,681	84		52,949				85,836
Total Member Ambulatory Encounters for Period:										
7. Physician .....	82,984	11,345	71,639							
8. Non-Physician .....	67,452	6,011	48,014			13,427				
9. Total .....	150,436	17,356	119,653			13,427				
10. Hospital Patient Days Incurred .....	2,882	638	2,242	2						
11. Number of Inpatient Admissions .....	823	136	686	1						
12. Health Premiums Written (a) .....	139,822,475	18,313,276	114,444,477	12,483		4,965,070				2,087,169
13. Life Premiums Direct .....										
14. Property/Casualty Premiums Written .....										
15. Health Premiums Earned .....	140,641,425	18,420,538	115,127,011	12,556		4,994,151				2,087,169
16. Property/Casualty Premiums Earned .....										
17. Amount Paid for Provision of Health Care Services .....	118,187,301	22,547,999	91,227,435	8,585		4,010,647				392,635
18. Amount Incurred for Provision of Health Care Services .....	113,724,179	21,726,074	87,768,645	7,971		3,723,611				497,878

(a) For health premiums written: amount of Medicare Title XVIII exempt from state taxes or fees \$.....0.



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

**Aging Analysis of Unpaid Claims**

1 Account	2 1 - 30 Days	3 31 - 60 Days	4 61 - 90 Days	5 91 - 120 days	6 Over 120 Days	7 Total
0199999 Individually Listed Claims Unpaid .....						
0299999 Aggregate Accounts Not Individually Listed - Uncovered .....						
0399999 Aggregate Accounts Not Individually Listed - Covered .....	20,270,808	1,179,454	330,544	302,653	443,814	22,527,273
0499999 Subtotals .....	20,270,808	1,179,454	330,544	302,653	443,814	22,527,273
0599999 Unreported claims and other claim reserves .....						32,353,777
0699999 Total Amounts Withheld .....						1,651,654
0799999 Total Claims Unpaid .....						56,532,704
0899999 Accrued Medical Incentive Pool And Bonus Amounts .....						67,841



**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	2	3	4	Claims Incurred in Prior Years (Columns 1+3)	Estimated Claim Reserve and Claim Liability Dec 31 of Prior Year
	On Claims Incurred Prior to January 1 of Current Year	On Claims Incurred During the Year	On Claims Unpaid Dec 31 of Prior Year	On Claims Incurred During the Year		
1. Comprehensive (hospital & medical) .....	46,458,196	68,342,940	10,092,132	43,996,376	56,550,328	60,027,890
2. Medicare Supplement .....	5,046	3,539		14,099	5,046	16,611
3. Dental only .....	852,375	3,158,272	48,660	694,929	901,035	691,230
4. Vision only .....						
5. Federal Employees Health Benefits Plan .....						
6. Title XVIII - Medicare .....						
7. Title XIX - Medicaid .....						
8. Other health .....	150,200	89,598	74,516	155,243	224,716	50,000
9. Health subtotal (Lines 1 to 8) .....	47,465,817	71,594,349	10,215,308	44,860,647	57,681,125	60,785,731
10. Healthcare receivables (a) .....	1,902,537	2,294,257			1,902,537	3,984,572
11. Other non-health .....						
12. Medical incentive pools and bonus amounts .....			67,841		67,841	65,714
13. Totals (Lines 9 - 10 + 11 + 12) .....	45,563,280	69,300,092	10,283,149	44,860,647	55,846,429	56,866,873

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

## Notes to Financial Statement

### 1. Summary of Significant Accounting Policies and Going Concern

#### A. Accounting Practices

The accompanying financial statements of PacificSource Health Plans (the "Company" or "PacificSource") have been prepared in conformity with accounting practices prescribed or permitted by the state of Oregon for determining and reporting the financial conditions and results of operations of an insurance company for determining its solvency under Oregon Insurance law. The National Association of Insurance Commissioners ("NAIC") Accounting Practices and Procedures Manual, ("NAIC SAP") has been adopted as a component of prescribed or permitted practices by the state of Oregon.

A reconciliation of the Company's net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the state of Oregon is shown below:

		State of Domicile	2016	2015
<b>NET INCOME</b>				
(1)	State basis (Page 4, Line 32, Columns 2 & 3)	OR	(5,971,515)	(10,209,074)
(2)	State Prescribed Practices that increase/(decrease) NAIC SAP:			
(201)				
(299)	Total		0	0
(3)	State Permitted Practices that increase/(decrease) NAIC SAP:			
(301)				
(399)	Total		0	0
(4)	NAIC SAP (1-2-3=4)		(5,971,515)	(10,209,074)
<b>SURPLUS</b>				
(5)	State basis (Page 3, Line 33, Columns 3 & 4)	OR	138,563,050	144,396,362
(6)	State Prescribed Practices that increase/(decrease) NAIC SAP:			
(601)				
(699)	Total		0	0
(7)	State Permitted Practices that increase/(decrease) NAIC SAP:			
(701)				
(799)	Total		0	0
(8)	NAIC SAP (5-6-7=8)		138,563,050	144,396,362

#### B. Use of Estimates in the Preparation of the Financial Statements.

No Material Change

#### C. Accounting Policy

(1) – (5) – No Material Change

(6) The Company had no loan-backed securities.

(7) – (13) - No Material Change

#### D. Going Concern

None



## Notes to Financial Statement

### 2. Accounting Changes and Corrections of Errors

No Material Change

### 3. Business Combinations and Goodwill

No Material Change

### 4. Discontinued Operations

No Material Change

### 5. Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans – No Material Change

B. Debt Restructuring – No Material Change

C. Reverse Mortgages – No Material Change

D. Loan-Backed Securities

(1) Prepayment assumptions for single class and multi-class mortgage-backed/asset-backed securities were obtained from broker dealer survey values or internal estimates.

(2) There are no other-than-temporary impairments on any Loan-Backed Securities.

(3) There are no other-than-temporary impairments on any Loan-Backed Securities.

(4) All impaired securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment has not been recognized in earnings as a realized loss (including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains):

a. The aggregate amount of unrealized losses:

1. Less than 12 months	\$0
2. 12 Months or Longer	\$850

b. The aggregate related fair value of securities with unrealized losses:

1. Less than 12 months	\$0
2. 12 Months or Longer	\$31,294

(5) The amount disclosed in item (4) above consists of 1 security that have NAIC designations of 2FM. The securities are valued at the lesser of fair value or amortized cost. In this case, the lesser amount is fair value. The Company believes that it has the ability to hold the security to maturity and it will collect the amount due per the terms of the security. Currently, interest and principal payments are received as scheduled.

E. Repurchase Agreements

(1) Policy for requiring collateral or other security – No Material Change

(2) Carrying amount and classification of both those assets and associated liabilities – No Material Change

## **Notes to Financial Statement**

- (3) Collateral accepted that it is permitted by contract or custom to sell or repledge:
  - a. Aggregate amount of contractually obligated open collateral positions – No Material Change
  - b. Fair value of that collateral and of the portion of that collateral that it has sold or repledged – None
  - c. Information about the sources and uses of that collateral – No Material Change
- (4) Aggregate value of the reinvested collateral which is “one-line” reported and the aggregate reinvested collateral which is reported in the investment schedules – No Material Change
- (5) Reinvestment of the cash collateral and any securities which it or its agent receives as collateral that can be sold or repledged – No Material Change
- (6) Collateral accepted that it is not permitted by contract or custom to sell or repledge – No Material Change
- (7) Collateral for transactions that extend beyond one year from the reporting date – No Material Change

F. Real Estate – No Material Change

G. Low-income housing tax credits (LIHTC) – No Material Change

H. Restricted Assets – No Material Change

I. Working Capital Finance Investments

- (2) Aggregate Book/Adjusted Carrying Value – None

- (3) Events of Default – None

J. Offsetting and Netting of Assets and Liabilities – None

K. Structured Notes – No Material Change

### **6. Joint Ventures, Partnerships and Limited Liability Companies**

No Material Change

### **7. Investment Income**

No Material Change

### **8. Derivative Instruments**

No Material Change

### **9. Income Taxes**

No Material Change



## Notes to Financial Statement

### 10. Information Concerning Parent, Subsidiaries and Affiliates

- A, B, & C - No Material Change
- D. Amounts Due from or to Related Parties - No Material Change
- E. Guarantees - No Material Change
- F. Material management contracts – No Material Change
- G. Common Control - No Material Change
- H. Deductions in Value - No Material Change
- I. SCA that exceed 10% of Admitted Assets - No Material Change
- J. Impaired SCAs - No Material Change
- K. Foreign Subsidiary - No Material Change
- L. Downstream Noninsurance Holding Company - No Material Change
- M. Non-Insurance SCA Investments - No Material Change
- N. Investment in Insurance SCA – No Material Change

### 11. Debt

- A. Debt - No Material Change
- B. FHLB (Federal Home Loan Bank) Agreements - None

### 12. Retirement Plans, Deferred Compensation, Post-Employment Benefits, Compensated Absences and other Postretirement Benefit Plans.

- A. Defined Benefit Plan
  - (1) Change in benefit obligation – No Material Change
  - (2) Change in plan assets- No Material Change
  - (3) Funded status - No Material Change
  - (4) Components of net periodic benefit cost - None
  - (5) The amount included in unassigned funds (surplus) for the period arising from a change in the additional minimum pension liability recognized - No Material Change
  - (6) Amounts in unassigned funds (surplus expected to be recognized in the next fiscal year as components of net periodic benefit cost - No Material Change
  - (7) Amounts in unassigned funds (surplus) that have not been recognized as components of net periodic benefit cost - No Material Change
  - (8) Weighted-average assumptions used to determine net period benefit cost - No Material Change
  - (9) The amount of accumulated benefit obligation for defined benefit pension plans - No Material Change

## **Notes to Financial Statement**

(10) – (11) The defined benefit pension plan asset allocation as of the measurement date, and the target asset allocation, presented as a percentage of total plan assets - No Material Change

(12) Estimated future payments, which reflect expected future service, as appropriate, are expected to be paid in the years- No Material Change

(13) Regulatory contribution requirements - No Material Change

(14) – (21) No Material Change.

B. Investment Policies and Strategies – No Material Change

C. Plan Assets – No Material Change

D. Long-term Rate-of-return-on-assets Assumption - No Material Change

E. Defined Contribution Plans – No Material Change

F. Multi-Employer Plan – No Material Change

G. Consolidated/Holding Company Plans – No Material Change

H. Post-Employment Benefits and Compensated Absences – No Material Change

I. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17) – No Material Change



## Notes to Financial Statement

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

No Material Change

### **14. Contingencies**

No Material Change

### **15. Leases**

A. Lessee Operating Leases - No Material Change

B. (1) Lessor Leases – No Material Change

(2) Leveraged Leases - No Material Change

### **16. Information about Financial Instruments with off-balance sheet risk and financial instruments with concentrations of credit risk.**

No Material Change

### **17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities.**

A. Transfers of Receivables reported as Sales – No Material Change

B. Transfer and Servicing of Financial Assets

(1) Description of loaned securities – No Material Change

(2) Servicing Assets and Liabilities

a. Risks inherent in servicing assets and servicing liabilities – None

b. Amount of contractually specified servicing fees, late fees and ancillary fees earned for each period – None

c. Assumptions used to estimate the fair value – None

(3) Servicing assets and servicing liabilities are subsequently measured at fair value – No Material Change

(4) For securitizations, asset-backed financing arrangements, and similar transfers accounted for as sales when the transferor has continuing involvement (as defined in the glossary of the Accounting Practices & Procedures Manual) with the transferred financial assets:

a. Each income statement presented – None

b. Each statement of financial position presented, regardless of when the transfer occurred – None

(5) Transfers of financial assets accounted for as secured borrowing value – No Material Change

(6) Transfers of receivables with recourse – No Material Change

(7) Securities underlying repurchase and reverse repurchase agreements – No Material Change

## **Notes to Financial Statement**

C. Wash Sales – None

**18. Gain or Loss to the Reporting Entity from Uninsured A & H Plans and the Uninsured Portion of Partially Insured Plans.**

No Material Change

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

No Material Change

## Notes to Financial Statement

### 20. Fair Value Measurements

#### A. Fair Market Value at Reporting Date

(1)

	Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Total
a.	Assets at fair value				
01	Bonds				
02	Industrial and Misc	\$2,278,386			\$2,278,386
03	Total Bonds	\$2,278,386			\$2,278,386
04	Preferred Stock				
05	Industrial and Misc	\$418,245			\$418,245
06	Total Preferred Stock	\$418,245			\$418,245
07	Common stock				
08	Mutual Funds	\$24,095,185			\$24,095,185
09	Total Common Stock	\$24,095,185			\$24,095,185
99	Subtotal – Assets at fair value	\$26,791,817			\$26,791,817
b.	Liabilities at fair value				
01					
99	Subtotal – Liabilities at fair value				

(2) Fair Value Measurements in (Level 3) of the Fair Value - None

(3) The Company's policy for determining when transfers between levels are recognized is determined at the end of the reporting period.

(4) The Company has not valued any securities at a Level 2 or 3.

(5) Derivative assets and liabilities- None

#### B. Fair Value Information under SSAP No. 100 combined with Fair Value information Under Other Account Pronouncements – None

#### C. Aggregate Fair Value of All Financial Instruments

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Bonds	\$75,344,565	\$74,705,249	\$75,344,565			
Preferred Stock	\$418,245	\$418,245	\$418,245			
Common Stock	\$94,853,323	\$94,853,323	\$24,095,185		\$70,758,138	
Short-term Investments	\$610,494	\$610,494	\$610,494			
Other Invested Assets	\$689,597	\$689,597		\$689,597		

#### D. Not Practicable to Estimate Fair Value - None

### 21. Other Items

A. Unusual or Infrequent – No Material Change

B. Troubled Debt Restructuring – No Material Change

C. Other Disclosures– No Material Change.

D. Business Interruption Insurance Recoveries - No Material Change

E. State Transferable and Nontransferable Tax Credits - No Material Change

F. Subprime Related Risk Exposure – No Material Change



## Notes to Financial Statement

G. Retained Assets - No Material Change

H. Insurance-Linked Securities - No Material Change

### 22. Events Subsequent

Type I. – Recognized Subsequent Events

No Material Change

Type II. – Nonrecognized Subsequent Events

No Material Change

### 23. Reinsurance

No Material Change

### 24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

A. Estimates accrued retrospective premium adjustments – No Material Change

B. Accrued retrospective premium – No Material Change.

C. Net premiums written subject to retrospective rating features – No Material Change.

D. Medical loss ratio rebates required pursuant to the Public Health Service Act – No Material Change

E. Risk-Sharing Provisions of the Affordable Care Act (ACA)

(1) Did the reporting entity write accident and health insurance premium that is subject to the Affordable Care Act risk-sharing provisions (YES/NO)? Yes

(2) Impact of Risk-Sharing Provisions of the Affordable Care Act on Admitted Assets, Liabilities and Revenue for the Current Year

	<u>AMOUNT</u>
a. Permanent ACA Risk Adjustment Program	
Assets	
1. Premium adjustments receivable due to ACA Risk Adjustment	6,962,415
Liabilities	
2. Risk adjustment user fees payable for ACA Risk Adjustment	39,381
3. Premium adjustments payable due to ACA Risk Adjustment	
Operations (Revenue & Expense)	
4. Reported as revenue in premium for accident and health contracts (written/collected) due to ACA Risk Adjustment	934,000
5. Reported in expenses as ACA risk adjustment user fees (incurred/paid)	8,089
b. Transitional ACA Reinsurance Program	
Assets	
1. Amounts recoverable for claims paid due to ACA Reinsurance	10,728,497
2. Amounts recoverable for claims unpaid due to ACA Reinsurance (Contra Liability)	88,584
3. Amounts receivable relating to uninsured plans for contributions for ACA Reinsurance	
Liabilities	
4. Liabilities for contributions payable due to ACA Reinsurance – not reported as ceded premium	2,242,673
5. Ceded reinsurance premiums payable due to ACA Reinsurance	107,786
6. Liabilities for amounts held under uninsured plans contributions for ACA Reinsurance	
Operations (Revenue & Expense)	

**Notes to Financial Statement**

7.Ceded reinsurance premiums due to ACA Reinsurance	107,784
8.Reinsurance recoveries (income statement) due to ACA Reinsurance payments or expected payments	134,270
9.ACA Reinsurance contributions – not reported as ceded premium	816,323
c. Temporary ACA Risk Corridors Program	
Assets	
1.Accrued retrospective premium due to ACA Risk Corridors	25,673
Liabilities	
2.Reserve for rate credits or policy experience rating refunds due to ACA Risk Corridors	
Operations (Revenue & Expense)	
3.Effect of ACA Risk Corridors on net premium income (paid/received)	
4.Effect of ACA Risk Corridors on change in reserves for rate credits	

## Notes to Financial Statement

(3) Roll-forward of prior year ACA risk-sharing provisions for the following asset (gross of any nonadmission) and liability balances, along with the reasons for adjustments to prior year balance.

	Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments		Ref	Unsettled Balances as of the Reporting Date	
					Prior Year Accrued Less Payments (Col 1 - 3)	Prior Year Accrued Less Payments (Col 2 - 4)	To Prior Year Balances	To Prior Year Balances		Cumulative Balance from Prior Years (Col 1 - 3 +7)	Cumulative Balance from Prior Years (Col 2 - 4 +8)
	1	2	3	4	5	6	7	8	9	10	
	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)		Receivable	(Payable)
<b>a. Permanent ACA Risk Adjustment Program</b>											
1. Premium adjustments receivable	\$6,028,854	\$0	440	\$0	\$6,028,415	\$0	\$0	\$0	A	\$6,028,415	\$0
2. Premium adjustments (payable)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	B	\$0	\$0
3. Subtotal ACA Permanent Risk Adjustment Program	\$6,028,854	\$0	\$440	\$0	\$6,028,415	\$0	\$0	\$0		\$6,028,415	\$0
<b>b. Transitional ACA Reinsurance Program</b>											
1. Amounts recoverable for claims paid	\$15,320,595	\$0	6,447,126	\$0	\$8,873,469	\$0	\$355,028	\$0	C	\$9,228,497	\$0
2. Amounts recoverable for claims unpaid (contra liability)	\$1,809,342	\$0	\$0	\$0	\$1,809,342	\$0	\$(1,720,758)	\$0	D	\$88,584	\$0
3. Amounts receivable relating to uninsured plans	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	E	\$0	\$0
4. Liabilities for contributions payable due to ACA Reinsurance - not reported as ceded premium	\$0	4,824,873	-	3,398,523	\$0	\$1,426,350	\$0	\$0	F	\$0	\$1,426,350
5. Ceded reinsurance premiums payable	\$0	880,527	-	880,527	\$0	(\$0)	\$0	\$0	G	\$0	(\$0)
6. Liability for amounts held under uninsured plans	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	H	\$0	\$0
7. Subtotal ACA Transitional Reinsurance Program	\$17,129,937	\$5,705,400	\$6,447,126	\$4,279,050	\$10,682,811	\$1,426,350	\$(1,365,730)	\$0		\$9,317,081	\$1,426,350
<b>c. Temporary ACA Risk Corridors Program</b>											
1. Accrued retrospective premium	\$1,953,109	\$0	102,764	\$0	\$1,850,344	\$0	-	\$0	I	\$1,850,344	\$0
2. Reserve for rate credits or policy experience rating refunds	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	J	\$0	\$0
3. Subtotal ACA Risk Corridors Program	\$1,953,109	\$0	\$102,764	\$0	\$1,850,344	\$0	\$0	\$0		\$1,850,344	\$0
d. Total for ACA Risk Sharing Provisions	\$25,111,900	\$5,705,400	\$6,550,330	\$4,279,050	\$18,561,570	\$1,426,350	\$(1,365,730)	\$0		\$17,195,839	\$1,426,350

## Explanations of Adjustments

A
B
C Adjusted amount based on further claim development.
D Unpaid Reinsurance Recoveries have become Paid Reinsurance Recoveries as claims have developed.
E
F
G
H
I
J

## Roll Forward of ACA Risk Corridor Asset and Liability Balances

	Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments		Ref	Unsettled Balances as of the Reporting Date	
					Prior Year Accrued Less Payments (Col 1 - 3)	Prior Year Accrued Less Payments (Col 2 - 4)	To Prior Year Balances	To Prior Year Balances		Cumulative Balance from Prior Years (Col 1 - 3 +7)	Cumulative Balance from Prior Years (Col 2 - 4 +8)
	1	2	3	4	5	6	7	8	9	10	
	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)		Receivable	(Payable)
2014 Program Benefit Year Risk Corridor	1,953,109		102,765							1,850,344	0
2015 Program Benefit Year Risk Corridor	-									-	0

ACA Risk Corridor Receivable:

Program Benefit Year	2014	2015	2016
Estimated amount to be filed or final amounts filed with federal agency	7,188,726	25,300,000	0



**Notes to Financial Statement**

Amounts impaired or amounts not accrued for other reasons (not withstanding collectability concerns)	4,457,010	25,300,000	0
Amounts received from federal agency	881,372	0	0
Asset balance gross of nonadmission	1,850,344	0	0
Nonadmitted amounts	1,824,671	0	0
Net admitted assets	25,673	0	0

**25. Change in Incurred Claims and Claims Adjustment Expenses**

Reserves as of December 31, 2015 were \$62,646,627. As of March 31 2016, \$49,260,999 has been paid for incurred claims and claims adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$10,215,308 as a result of re-estimation of unpaid claims and claim adjustment expenses. Therefore, there has been a \$3,170,320 favorable prior-year development since December 31, 2015 to March 31, 2016. The decrease is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims.

**26. Intercompany Pooling Arrangements**

No Material Change

**27. Structured Settlements**

No Material Change

**28. Health Care Receivables**

No Material Change

**29. Participating Policies**

No Material Change

**30. Premium Deficiency Reserves**

No Material Change

**31. Anticipated Salvage and Subrogation**

No Material Change

# GENERAL INTERROGATORIES

## 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
- 1.2 If yes, has the report been filed with the domiciliary state? Yes  No  N/A
  
- 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
- 2.2 If yes, date of change: .....
  
- 3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes  No   
If yes, complete Schedule Y, Parts 1 and 1A.
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes  No
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes: .....
  
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes  No
- 4.2 If yes, provide the 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 Name of Entity	2 NAIC Company Code	3 State of 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  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. ..... 12/31/2013
- 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. ..... 12/31/2013
- 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). ..... 05/05/2015
- 6.4 By what department or departments?  
State of Oregon Insurance Division
- 6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes  No  N/A
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes  No  N/A
  
- 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
- 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
- 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  No
- 8.4 If 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 Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator. .....

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC
.....	.....	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>

- 9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?  
(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships; Yes  No   
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;  
(c) Compliance with applicable governmental laws, rules and regulations;  
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and  
(e) Accountability for adherence to the code.
- 9.11 If the response to 9.1 is No, please explain: .....
- 9.2 Has the code of ethics for senior managers been amended? Yes  No
- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s). .....
- 9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes  No
- 9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s). .....

### FINANCIAL

- 10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes  No
- 10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount. \$ ..... 0

### INVESTMENT

- 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
- 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



**GENERAL INTERROGATORIES (Continued)****INVESTMENT**

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates?

Yes[X] No[]

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds .....		
14.22 Preferred Stock .....		
14.23 Common Stock .....	70,451,177	70,758,138
14.24 Short-Term Investments .....		
14.25 Mortgages Loans on Real Estate .....		
14.26 All Other .....		
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26) .....	70,451,177	70,758,138
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above .....		

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[] N/A[X]

If no, attach a description with this statement.

16. For the reporting entity's security lending program, state the amount of the following as of the current statement date:

16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2

\$ ..... 0

16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2

\$ ..... 0

16.3 Total payable for securities lending reported on the liability page

\$ ..... 0

17. Excluding items in Schedule E - Part 3 - Special Deposits, 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 Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?

Yes[X] No[]

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

1 Name of Custodian(s)	2 Custodian Address
US BANK .....	PO BOX 10948, EUGENE OR 97440 .....
WELLS FARGO BANK .....	525 MARKET ST., SAN FRANCISCO, CA 94105 .....

17.2 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 Name(s)	2 Location(s)	3 Complete Explanation(s)

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter?

Yes[] No[X]

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

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

17.5 Identify all investment advisors, brokers/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 Central Registration Depository	2 Name(s)	3 Address
104973 .....	WELLS CAPITAL MANAGEMENT .....	525 MARKET STREET, 10TH FLOOR, SAN FRANCISCO, CA 94105 .....

18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed?

Yes[X] No[]

18.2 If no, list exceptions:



## GENERAL INTERROGATORIES

### PART 2 - HEALTH

1. Operating Percentages:	
1.1 A&H loss percent	..... 83.960%
1.2 A&H cost containment percent	..... 2.650%
1.3 A&H expense percent excluding cost containment expenses	..... 18.940%
2.1 Do you act as a custodian for health savings accounts?	Yes[ ] No[X]
2.2 If yes, please provide the amount of custodial funds held as of the reporting date.	\$ ..... 0
2.3 Do you act as an administrator for health savings accounts?	Yes[ ] No[X]
2.4 If yes, please provide the balance of the funds administered as of the reporting date.	\$ ..... 0

**SCHEDULE S - CEDED REINSURANCE**  
**Showing All New Reinsurance Treaties - Current Year to Date**

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Reinsurer	5 Domiciliary Jurisdiction	6 Type of Reinsurance Ceded	7 Type of Reinsurer	8 Certified Reinsurer Rating (1 through 6)	9 Effective Date of Certified Reinsurer Rating
<b>Accident and Health - Non-affiliates</b>								
00000 .....	AA-9990032 .....	01/01/2016 .....	US Dept of Hlth & Human Serv .....	DC .....	OTH/A/I .....	Authorized .....		

**SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS**

Current Year to Date - Allocated by States and Territories

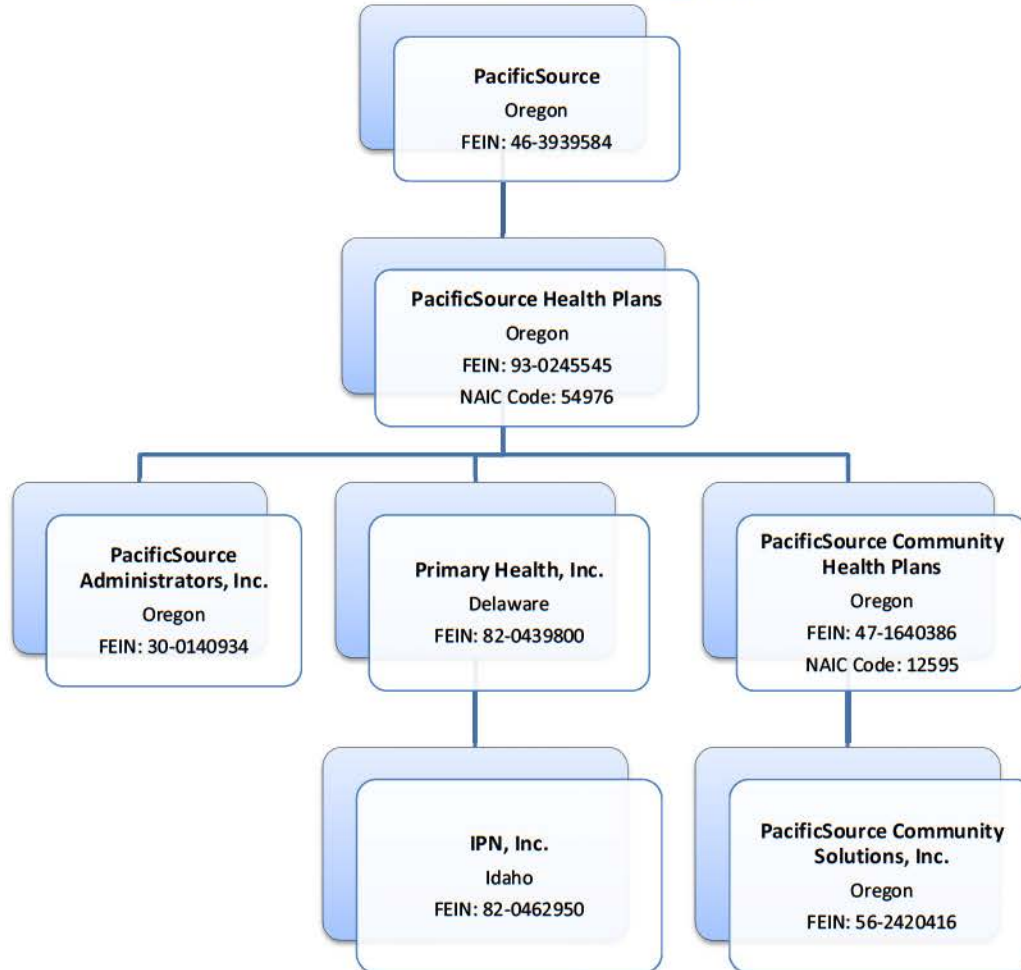
	1	Direct Business Only							
		2	3	4	5	6	7	8	9
State, Etc.	Active Status	Accident and Health Premiums	Medicare Title XVIII	Medicaid Title XIX	Federal Employees Health Benefits Program Premiums	Life and Annuity Premiums and Other Considerations	Property/Casualty Premiums	Total Columns 2 Through 7	Deposit-Type Contracts
1. Alabama (AL)	N								
2. Alaska (AK)	N								
3. Arizona (AZ)	N								
4. Arkansas (AR)	N								
5. California (CA)	N								
6. Colorado (CO)	N								
7. Connecticut (CT)	N								
8. Delaware (DE)	N								
9. District of Columbia (DC)	N								
10. Florida (FL)	N								
11. Georgia (GA)	N								
12. Hawaii (HI)	N								
13. Idaho (ID)	L	10,643,199						10,643,199	
14. Illinois (IL)	N								
15. Indiana (IN)	N								
16. Iowa (IA)	N								
17. Kansas (KS)	N								
18. Kentucky (KY)	N								
19. Louisiana (LA)	N								
20. Maine (ME)	N								
21. Maryland (MD)	N								
22. Massachusetts (MA)	N								
23. Michigan (MI)	N								
24. Minnesota (MN)	N								
25. Mississippi (MS)	N								
26. Missouri (MO)	N								
27. Montana (MT)	L	26,424,036						26,424,036	
28. Nebraska (NE)	N								
29. Nevada (NV)	N								
30. New Hampshire (NH)	N								
31. New Jersey (NJ)	N								
32. New Mexico (NM)	N								
33. New York (NY)	N								
34. North Carolina (NC)	N								
35. North Dakota (ND)	N								
36. Ohio (OH)	N								
37. Oklahoma (OK)	N								
38. Oregon (OR)	L	102,755,240						102,755,240	
39. Pennsylvania (PA)	N								
40. Rhode Island (RI)	N								
41. South Carolina (SC)	N								
42. South Dakota (SD)	N								
43. Tennessee (TN)	N								
44. Texas (TX)	N								
45. Utah (UT)	N								
46. Vermont (VT)	N								
47. Virginia (VA)	N								
48. Washington (WA)	L								
49. West Virginia (WV)	N								
50. Wisconsin (WI)	N								
51. Wyoming (WY)	N								
52. American Samoa (AS)	N								
53. Guam (GU)	N								
54. Puerto Rico (PR)	N								
55. U.S. Virgin Islands (VI)	N								
56. Northern Mariana Islands (MP)	N								
57. Canada (CAN)	N								
58. Aggregate other alien (OT)	X X X								
59. Subtotal	X X X	139,822,475						139,822,475	
60. Reporting entity contributions for Employee Benefit Plans	X X X								
61. Total (Direct Business)	(a) 4	139,822,475						139,822,475	
<b>DETAILS OF WRITE-INS</b>									
58001.	X X X								
58002.	X X X								
58003.	X X X								
58998. Summary of remaining write-ins for Line 58 from overflow page	X X X								
58999. TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	X X X								

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

(a) Insert the number of L 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**

**PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	ID Number	FEDERAL RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries Or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity / Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies) / Person(s)	*
4704	PacificSource	00000	46-3939584				PacificSource	OR	UDP			100.0	PacificSource	
4704	PacificSource	00000	30-0140934				PacificSource Administrators, Inc.	OR	DS	PacificSource Health Plans	Ownership	100.0	PacificSource	
4704	PacificSource	00000	82-0439800				Primary Health Inc.	DE	DS	PacificSource Health Plans	Ownership	100.0	PacificSource	
4704	PacificSource	00000	82-0462950				IPN, Inc.	ID	DS	Primary Health Inc.	Ownership	60.0	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Charles P. Schneider, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Darrell J. Ludders, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Frank J. Fazzio, M.D.	Ownership	4.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	George A. Wade, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Graham Wetherley	Ownership	1.3	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Graham Wetherley M.D.	Ownership	0.1	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Gregory J. Kent, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	James Johnston, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Jeffrey B. Symmonds, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Jeffrey G. Hessing, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	John Hine, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Jon R. Kattenhom, M.D.	Ownership	4.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Kirk Lewis, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Mark C. Clawson, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Michael J. Adcox, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Michael J. Coughlin, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Nagraj Narasimhan, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Robert E. Lindsay, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Robert H. Friedman, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Aaron D. Moothouse, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Barry F. Bennett, M.D.	Ownership	0.3	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Daniel C. Reed, M.D.	Ownership	0.3	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	G. Robert Klomp, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	G. Robert W. Klomp, M.D.	Ownership	0.3	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Gary W. Wallace M.D.	Ownership	0.3	PacificSource	
4704	PacificSource	00000					IPN, Inc.	CA	DS	Gary W. Wallace, M.D.	Ownership	0.5	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Gene Hodges, M.D.	Ownership	0.3	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Graham Wetherley, M.D.	Ownership	1.0	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Gregory J. Kent, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Jason D. Ludwig, M.D.	Ownership	0.3	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Jason S. Ludwig, M.D.	Ownership	0.5	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Jeffrey Stieglitz M.D.	Ownership	0.3	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Johanna M. Jensen, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	John Kaiser, M.D.	Ownership	7.9	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Joseph H. Williams, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Robert F. Smith, M.D.	Ownership	0.3	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Sarah L. Bolender, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Wilfred E. Watkins, M.D.	Ownership	0.3	PacificSource	
4704	PacificSource	54976	93-0245545				PacificSource Health Plans	OR	RE	PacificSource	Ownership	100.0	PacificSource	
4704	PacificSource	12595	47-1640386				PacificSource Community Health Plans	OR	DS	PacificSource Health Plans	Ownership	100.0	PacificSource	
4704	PacificSource	00000	56-2420416				PacificSource Community Solutions, Inc.	OR	DS	PacificSource Community Health Plans	Ownership	100.0	PacificSource	

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STATEMENT AS OF **March 31, 2016** OF THE **PACIFCSOURCE HEALTH PLANS**

Asterisk	Explanation
0000001	Footnote .....



## SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

1. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?

RESPONSE

No

Explanations:

Bar Codes:

Medicare Part D Coverage Supplement



54976201638500001

2016

Document Code: 365



STATEMENT AS OF **March 31, 2016** OF THE **PACIFICSOURCE HEALTH PLANS**  
**SCHEDULE A - VERIFICATION**

**Real Estate**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Current year change in encumbrances		
4. Total gain (loss) on disposals		
5. Deduct amounts received on disposals		
6. Total foreign exchange change in book/adjusted carrying value		
7. Deduct current year's other than temporary impairment recognized		
8. Deduct current year's depreciation		
9. Book/adjusted carrying value at the end of current period (Lines 1 + 2 + 3 + 4 - 5 + 6 - 7 - 8)		
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)		

**NONE**

**SCHEDULE B - VERIFICATION**

**Mortgage Loans**

	1 Year To Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)		
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		
8. Deduct amortization of premium and mortgage interest point		
9. Total foreign exchange change in book value/recorded investment		
10. Deduct current year's other than temporary impairment recognized		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)		
12. Total valuation allowance		
13. Subtotal (Line 11 plus Line 12)		
14. Deduct total nonadmitted amounts		
15. Statement value at end of current period (Line 13 minus Line 14)		

**NONE**

**SCHEDULE BA - VERIFICATION**

**Other Long-Term Invested Assets**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	724,012	877,424
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)		(97,768)
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals	34,414	55,644
8. Deduct amortization of premium and depreciation		
9. Total foreign exchange change in book/adjusted carrying value		
10. Deduct current year's other than temporary impairment recognized		
11. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)	689,598	724,012
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)	689,598	724,012

**SCHEDULE D - VERIFICATION**

**Bonds and Stocks**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	169,827,631	173,953,605
2. Cost of bonds and stocks acquired	20,122,988	62,048,502
3. Accrual of discount	57,013	125,340
4. Unrealized valuation increase (decrease)	361,608	4,970,980
5. Total gain (loss) on disposals	134,984	1,128,539
6. Deduct consideration for bonds and stocks disposed of	20,429,056	71,833,392
7. Deduct amortization of premium	79,522	262,586
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized	18,829	303,357
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	169,976,817	169,827,631
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	169,976,817	169,827,631



**SCHEDULE D - PART 1B**

**Showing the Acquisitions, Dispositions and Non-Trading Activity  
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation**

NAIC Designation		1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
<b>BONDS</b>									
1.	NAIC 1 (a) .....	52,047,726	12,655,100	12,652,816	948,498	52,998,507			52,047,726
2.	NAIC 2 (a) .....	20,806,729	5,738,050	5,040,527	(1,784,108)	19,720,144			20,806,729
3.	NAIC 3 (a) .....	2,621,579	1,769,141	2,600,729	807,100	2,597,092			2,621,579
4.	NAIC 4 (a) .....								
5.	NAIC 5 (a) .....								
6.	NAIC 6 (a) .....								
7.	Total Bonds .....	75,476,034	20,162,291	20,294,072	(28,510)	75,315,742			75,476,034
<b>PREFERRED STOCK</b>									
8.	NAIC 1 .....								
9.	NAIC 2 .....								
10.	NAIC 3 .....	416,317			1,929	418,245			416,317
11.	NAIC 4 .....								
12.	NAIC 5 .....								
13.	NAIC 6 .....								
14.	Total Preferred Stock .....	416,317			1,929	418,245			416,317
15.	Total Bonds & Preferred Stock .....	75,892,351	20,162,291	20,294,072	(26,581)	75,733,988			75,892,351

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$.....610,493; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0

**SCHEDULE DA - PART 1****Short - Term Investments**

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999. Totals .....	610,494	X X X	610,494	27	

**SCHEDULE DA - Verification****Short-Term Investments**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	571,191	339,139
2. Cost of short-term investments acquired .....	39,302	232,052
3. Accrual of discount .....		
4. Unrealized valuation increase (decrease) .....		
5. Total gain (loss) on disposals .....		
6. Deduct consideration received on disposals .....		
7. Deduct amortization of premium .....		
8. Total foreign exchange change in book/adjusted carrying value .....		
9. Deduct current year's other than temporary impairment recognized .....		
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9) .....	610,494	571,191
11. Deduct total nonadmitted amounts .....		
12. Statement value at end of current period (Line 10 minus Line 11) .....	610,494	571,191

**SI04 Schedule DB - Part A Verification ..... NONE**

**SI04 Schedule DB - Part B Verification ..... NONE**

**SI05 Schedule DB Part C Section 1 ..... NONE**

**SI06 Schedule DB Part C Section 2 ..... NONE**

**SI07 Schedule DB - Verification ..... NONE**

**SI08 Schedule E - Verification (Cash Equivalents) ..... NONE**



**E01 Schedule A Part 2** ..... **NONE**

**E01 Schedule A Part 3** ..... **NONE**

**E02 Schedule B Part 2** ..... **NONE**

**E02 Schedule B Part 3** ..... **NONE**

**SCHEDULE BA - PART 2**

**Showing Other Long-Term Invested Assets ACQUIRED AND ADDITIONS MADE During the Current Quarter**

1 CUSIP Identification	2 Name or Description	Location		5 Name of Vendor or General Partner	6 NAIC Designation	7 Date Originally Acquired	8 Type and Strategy	9 Actual Cost at Time of Acquisition	10 Additional Investment Made After Acquisition	11 Amount of Encumbrances	12 Commitment for Additional Investment	13 Percentage of Ownership
		3 City	4 State									
<b>NONE</b>												
4699999 TOTALS .....												XXX .....

**SCHEDULE BA - PART 3**

**Showing Other Long-Term Invested Assets DISPOSED, Transferred or Repaid During the Current Quarter**

1 CUSIP Identification	2 Name or Description	Location		5 Name of Purchaser or Nature of Disposal	6 Date Originally Acquired	7 Disposal Date	8 Book/Adjusted Carrying Value Less Encumbrances, Prior Year	Change in Book/Adjusted Carrying Value						15 Book/Adjusted Carrying Value Less Encumbrances on Disposal	16 Consideration	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Investment Income
		3 City	4 State					9 Unrealized Valuation Increase (Decrease)	10 Current Year's (Depreciation) or (Amortization)/ Accretion	11 Current Year's Other Than Temporary Impairment Recognized	12 Capitalized Deferred Interest and Other	13 Total Change in B./A.C.V. (9 + 10 - 11 + 12)	14 Total Foreign Exchange Change in B./A.C.V.						
<b>Any Other Class of Assets - Unaffiliated</b>																			
4299999	PHOENIX FIXED INCOME FUND	HAMILTON	BMU	Redemption	01/01/2009	03/31/2016	34,414							34,414	34,414				
4299999 Subtotal - Any Other Class of Assets - Unaffiliated							34,414							34,414	34,414				
4699999 Total - Unaffiliated							34,414							34,414	34,414				
4699999 Total - Affiliated																			
4699999 TOTALS .....							34,414							34,414	34,414				

QE03

### SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
<b>Bonds - U.S. Governments</b>									
912828M56	UNITED STATES TREASURY		01/29/2016	VARIOUS	XXX	713,383	700,000	3,085	1
912828P46	UNITED STATES TREASURY		03/16/2016	VARIOUS	XXX	3,654,649	3,725,000	2,767	1
912828P87	UNITED STATES TREASURY		03/24/2016	VARIOUS	XXX	1,527,860	1,545,000	1,417	1
0599999	Subtotal - Bonds - U.S. Governments				XXX	5,895,892	5,970,000	7,269	XXX
<b>Bonds - U.S. Special Revenue, Special Assessment</b>									
3140EWT6	RMBS - FN BC2521		03/10/2016	DAIWA SECURITIES AMERICA INC	XXX	832,006	797,489	1,008	1
3199999	Subtotal - Bonds - U.S. Special Revenue, Special Assessment				XXX	832,006	797,489	1,008	XXX
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>									
026874DG9	AMERICAN INTERNATIONAL GROUP INC		02/23/2016	Piper Jaffray Inc	XXX	749,310	750,000		2FE
035242AP1	ANHEUSER-BUSCH INBEV FINANCE INC	R	01/13/2016	BARCLAYS CAPITAL INC.	XXX	1,447,579	1,450,000		1FE
053807AS2	AVNET INC		03/21/2016	Bank of America	XXX	397,104	400,000		2FE
05565AAQ6	BNP PARIBAS SA	R	03/23/2016	APX Asset	XXX	750,000	750,000		2FE
060505EU4	BANK OF AMERICA CORP		03/07/2016	Bank of America	XXX	350,000	350,000		3FE
084670BR8	BERKSHIRE HATHAWAY FINANCE CORP		03/08/2016	Bank of America	XXX	1,495,920	1,500,000		1FE
17275RBD3	CISCO SYSTEMS INC		02/22/2016	Bank of America	XXX	648,752	650,000		1FE
24703BAD7	ABS - DEFT-151-B		02/18/2016	Bank of America	XXX	747,246	750,000	38	1FE
25470DAL3	DISCOVERY COMMUNICATIONS LLC		03/08/2016	Bank of America	XXX	747,248	750,000		2FE
30219GAL2	EXPRESS SCRIPTS HOLDING CO		02/22/2016	CS First Boston (BR)	XXX	498,950	500,000		2FE
404260AV1	HSBC HOLDINGS PLC	R	03/01/2016	Hong Kong Shanghai Bank Corp	XXX	698,404	700,000		1FE
574599BK1	MASCO CORP	R	03/10/2016	Dain Rauscher	XXX	697,592	700,000		3FE
574599BL9	MASCO CORP		03/10/2016	Dain Rauscher	XXX	721,549	725,000		3FE
651229AW6	NEWELL RUBBERMAID INC		03/18/2016	Goldman Sachs & Co. (AU)	XXX	997,980	1,000,000		2FE
71429MAA3	PERRIGO FINANCE UNLIMITED CO	R	03/07/2016	MORGAN STANLEY CO	XXX	599,448	600,000		2FE
86562MAB6	SUMITOMO MITSUI FINANCIAL GROUP INC	R	03/02/2016	Goldman Sachs & Co. (AU)	XXX	850,000	850,000		1FE
891906AC3	TOTAL SYSTEM SERVICES INC		03/14/2016	J.P. Morgan Securities Inc. (AU)	XXX	498,650	500,000		2FE
89641UAD3	TRINITY ACQUISITION PLC	R	03/17/2016	J.P. Morgan Securities Inc. (AU)	XXX	499,360	500,000		2FE
3899999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)				XXX	13,395,091	13,425,000	38	XXX
8399997	Subtotal - Bonds - Part 3				XXX	20,122,988	20,192,489	8,315	XXX
8399998	Summary Item from Part 5 for Bonds (N/A to Quarterly)				XXX	XXX	XXX	XXX	XXX
8399999	Subtotal - Bonds				XXX	20,122,988	20,192,489	8,315	XXX
8999998	Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)				XXX	XXX	XXX	XXX	XXX
9799998	Summary Item from Part 5 for Common Stocks (N/A to Quarterly)				XXX	XXX	XXX	XXX	XXX
9899999	Subtotal - Preferred and Common Stocks				XXX	XXX	XXX		XXX
9999999	Total - Bonds, Preferred and Common Stocks				XXX	20,122,988	XX X	8,315	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 Stocks Sold, Redeemed or Otherwise Disposed of**  
**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	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 Temporary Impairment Recognized	Total Change in B./A.C.V.	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	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)	
<b>Bonds - U.S. Governments</b>																					
36208UGZ4	RMBS - GN 461116	03/15/2016	Direct	X X X	0	0	0	0						0					12/15/2027	1	
36225AWL0	RMBS - GN 780651	03/15/2016	Direct	X X X	0	0	0	0						0		0	0		10/15/2027	1	
912828C65	UNITED STATES TREASURY	03/08/2016	Goldman Sachs & Co. (AU)	X X X	225,171	215,000	215,000	215,541				(13)		215,628		9,542	9,542	2,904	08/15/2024	1	
912828P38	UNITED STATES TREASURY	03/17/2016	Goldman Sachs & Co. (AU)	X X X	224,495	220,000	221,547	221,194				(68)		221,125		3,369	3,369	1,830	09/30/2019	1	
912828G38	UNITED STATES TREASURY	03/17/2016	Goldman Sachs & Co. (AU)	X X X	206,430	200,000	204,125	203,757				(86)		203,671		2,759	2,759	1,582	11/15/2024	1	
912828Q61	UNITED STATES TREASURY	03/02/2016	BARCLAY'S CAPITAL INC.	X X X	632,153	625,000	622,070	622,671				96		622,769		9385	9385	2,408	11/02/2019	1	
912828G95	UNITED STATES TREASURY	03/08/2016	Goldman Sachs & Co. (AU)	X X X	233,477	230,000	231,402	231,137				(53)		231,084		2,393	2,393	729	12/31/2019	1	
912828K74	UNITED STATES TREASURY	03/08/2016	VARIOUS	X X X	2,508,898	2,500,000	2,488,395	2,488,608				161		2,488,769		20,129	20,129	25,084	08/15/2025	1	
912828L65	UNITED STATES TREASURY	02/22/2016	MORGAN STANLEY CO	X X X	332,415	350,000	351,367	351,313				(40)		351,274		1,141	1,141	1,937	08/30/2020	1	
912828L99	UNITED STATES TREASURY	02/22/2016	Goldman Sachs & Co. (AU)	X X X	286,770	285,000	281,096	281,155				115		281,271		5,489	5,489	1,171	10/31/2020	1	
912828M56	UNITED STATES TREASURY	01/13/2016	BARCLAY'S CAPITAL INC.	X X X	354,156	350,000	352,381	359,870				0		352,362		1,795	1,795	1,298	11/15/2025	1	
912828P46	UNITED STATES TREASURY	03/18/2016	Bank of America	X X X	928,328	950,000	939,137				82			938,218		(10,890)	(10,890)	1,589	02/15/2026	1	
912828W65	UNITED STATES TREASURY	03/08/2016	Goldman Sachs & Co. (AU)	X X X	242,323	225,000	224,754	224,801				4		224,805		17,518	17,518	1,955	11/15/2023	1	
912828XH8	UNITED STATES TREASURY	03/01/2016	VARIOUS	X X X	1,016,514	1,000,000	993,633	994,248				196		994,444		22,070	22,070	2,625	06/30/2020	1	
059999 Subtotal - Bonds - U.S. Governments				X X X	7,191,131	7,130,000	7,105,571	5,874,394			396		396		7,106,419		84,711	84,711	45,093	X X X	X X X
<b>Bonds - U.S. Special Revenue, Special Assessment</b>																					
3128LXB90	RMBS - FH G01864	03/15/2016	Direct	X X X	5,596	5,596	5,428	5,415			181			5,596		0	0	46	01/01/2034	1	
3128LXBF6	RMBS - FH G01838	03/15/2016	Direct	X X X	10,141	10,141	11,006	11,496			(1,345)			(1,345)		0	0	80	07/01/2035	1	
3128MOC17	RMBS - FH G13475	03/15/2016	Direct	X X X	6,102	6,102	6,426	6,358			(267)			(267)		0	0	63	01/01/2034	1	
3128MVCN6	RMBS - FH H03161	01/15/2016	Direct	X X X	2,518	2,518	2,545	2,559			(41)			(41)		0	0	14	08/01/2037	1	
3128S4G03	RMBS - FH I00196	03/15/2016	Direct	X X X	728	728	755	748			(20)			(20)		0	0	5	02/01/2037	1	
3129LWA99	RMBS - FH C04241	03/15/2016	Direct	X X X	54,077	54,077	57,491	57,104			(3,027)			(3,027)		0	0	229	09/01/2042	1	
312933ZK3	RMBS - FH A87081	03/15/2016	Direct	X X X	21,876	21,876	21,774	21,761			115			115		0	0	196	07/01/2039	1	
312933PU2	RMBS - FH A86735	03/15/2016	Direct	X X X	1,722	1,722	1,715	1,713			9			9		0	0	13	06/01/2039	1	
312933RLO	RMBS - FH A88791	03/15/2016	Direct	X X X	2,953	2,953	2,939	2,937			16			16		0	0	22	06/01/2039	1	
31323MJK3	RMBS - FH Q05969	03/15/2016	Direct	X X X	17,234	17,234	18,206	18,157			(92)			(92)		0	0	165	01/01/2042	1	
3132H4E6	RMBS - FH Q12621	03/15/2016	Direct	X X X	7,012	7,012	7,508	7,467			(456)			(456)		0	0	41	11/01/2042	1	
3133T5AX1	CMQRMBS - FH 1710-GF	03/15/2016	Direct	X X X	1,378	1,378	1,380	1,380			(2)			(2)		0	0	26	04/15/2032	1	
31385JEL8	RMBS - FN 545639	03/25/2016	Direct	X X X	4,898	4,898	4,977	4,933			(35)			(35)		0	0	47	04/01/2032	1	
31385WXE4	RMBS - FN 555177	03/25/2016	Direct	X X X	230	230	225	227			3			3		0	0	1	01/01/2033	1	
3138A96C1	RMBS - FN A11766	03/25/2016	Direct	X X X	4,623	4,623	4,826	4,806			(183)			(183)		0	0	40	06/01/2041	1	
3138E1B19	RMBS - FN AL3949	03/25/2016	Direct	X X X	20,535	20,535	21,914	21,820			(1,285)			(1,285)		0	0	116	12/01/2042	1	
3138E1K51	RMBS - FN AL3915	03/25/2016	Direct	X X X	7,752	7,752	8,110	8,108			(356)			(356)		0	0	50	02/01/2042	1	
3138WCR07	RMBS - FN AS3183	03/25/2016	Direct	X X X	56,348	56,348	61,402	61,671			(5,323)			(5,323)		0	0	459	08/01/2044	1	
3138WFKJ4	RMBS - FN AS5696	03/25/2016	Direct	X X X	31,500	31,500	32,696	32,668			(1,167)			(1,167)		0	0	202	08/01/2045	1	
3139NGU5	CMQRMBS - FN 0653A-PD	03/25/2016	Direct	X X X	126,893	126,893	137,877	127,437			(544)			(544)		0	0	1,132	12/25/2034	1	
3139LDB2	CMQRMBS - FN 0824F-NA	03/25/2016	Direct	X X X	1,773	1,773	1,813	1,883			(110)			(110)		0	0	20	06/25/2037	1	
31402QY09	RMBS - FN 735207	03/25/2016	Direct	X X X	1,313	1,313	1,378	1,394			(71)			(71)		0	0	15	04/01/2034	1	
31402RH0	RMBS - FN 735446	03/25/2016	Direct	X X X	6,362	6,362	6,329	6,326			35			35		0	0	47	07/01/2030	1	
314105AF4	RMBS - FN 895606	01/25/2016	Direct	X X X	48	48	48	48			0			0		0	0	0	06/01/2036	1	
31412NZY5	RMBS - FN 930559	03/25/2016	Direct	X X X	8,874	8,874	9,182	9,174			(300)			(300)		0	0	99	02/01/2039	1	
31413ADY6	RMBS - FN 939419	03/25/2016	Direct	X X X	12,112	12,112	12,070	12,082			30			30		0	0	57	05/01/2037	1	
31416BWH7	RMBS - FN 995348	03/25/2016	Direct	X X X	10,222	10,222	10,676	10,576			(353)			(353)		0	0	23	03/01/2038	1	
31416XW96	RMBS - FN AB2452	03/25/2016	Direct	X X X	7,173	7,173	7,398	7,330			(157)			(157)		0	0	54	03/01/2026	1	
5758PE77	MASSACHUSETTS ST HSG FIN AGY HSGREV	03/01/2016	Redemption	X X X	40,000	40,000	40,000	40,000						40,000		0	0	478	12/01/2020	1FE	
319999 Subtotal - Bonds - U.S. Special Revenue, Special Assessment				X X X	471,995	471,995	498,221	487,558			(15,564)			(15,564)		0	0	3,735	X X X	X X X	
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>																					
023761AC2	AMERICAN AIRLINES INC	01/15/2016	Direct	X X X	34,420	34,420	35,453	35,000			(580)			(580)		0	0	964	01/15/2022	3FE	
026874DG9	AMERICAN INTERNATIONAL GROUP INC	03/24/2016	J.P. Morgan Securities Inc. (AU)	X X X	762,120	750,000	749,310				12			749,322		12,798	12,798	2,338	03/01/2021	2FE	
036242AP1	ANHEUSER-BUSCH INBEV FINANCE INC	02/17/2016	Deutsche Bank	X X X	1,474,227	1,450,000	1,447,579				13			1,447,591		26,636	26,636	2,960	02/01/2026	1FE	
053807AS2	AVNET INC	03/21/2016	JEFFERIES & COMPANY, INC	X X X	399,320	400,000	397,104				13			397,104		2,216	2,216		04/15/2026	2FE	
05655AA06	BNP PARIBAS SA	03/23/2016	The Seaport Group	X X X	735,625	750,000	750,000							730,000		5,625	5,625		03/22/2019	2FE	
06051GE15	BANK OF AMERICA CORPORATION	03/07/2016	Deutsche Bank	X X X	546,776	550,000	550,000							550,000		(224)	(224)	1,998	03/22/2018	2FE	
12633AC08	ABS - CLI-142-NTS	03/18/2016	Adjustment	X X X	13,866	13,866	13,890	13,921			(56)			(56)		0	0	78	10/18/2029	1FE	
17290HAB1	ABS - CHAI-15PM8-B	02/01/2016	Adjustment	X X X	0	0	0	0						0		0	0		06/16/2022	2FE	
20173QAE1	CMBS - GCCFC-07G9-G4	03/10/2016	Direct	X X X	222	222	227	227			(5)			(5)		0	0	2	03/01/2039	1FM	
22541QU00	CMQRMBS - CSFB-03A24A-2A4	03/25/2016	Direct	X X X	1,337	1,337	1,331	1,334			3			3		0	0	6	10/25/2033	1FM	
245069AR0	CMBS - DELCT-13DEL-D	01/15/2016	Direct	X X X	800,000	800,000	800,000	800,000						800,000		0	0	1,571	03/16/2026	1FM	



## SCHEDULE D - PART 4

Show All Long-Term Bonds and Stocks Sold, Redeemed or Otherwise Disposed of  
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	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.	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	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)	
25470DAL3	DISCOVERY COMMUNICATIONS LLC	03/15/2016	Citigroup Global Markets (AU)	X XX	781,460	750,000	747,248				4			747,252		14,208	14,208	715	03/11/2026	2FE	
294751QH3	RMBS - EQABS 2003-2 M1	02/25/2016	Direct	X XX	2,256	2,256	2,271							2,256				12	09/25/2033	1FM	
32051DB3	CMQRMBS - FHALT-04AA3-A1	03/25/2016	Direct	X XX	182	182	183							182				2	09/25/2033	1FM	
381427AA1	GOLDMAN SACHS CAPITAL TRUST II	03/25/2016	Direct	X XX	7,205	7,205	7,303				(63)	(63)		7,205				31	09/25/2034	1FM	
45660NY25	CMQRMBS - INDYMB-04AR6-6A1	03/14/2016	Not Provided	X XX	333,000	444,000	335,220	313,020	27,911		623	28,534		341,554		(8,554)	(8,554)	5,229	06/01/2043	3FE	
466247QY2	CMQRMBS - JPMT-06A3-112	03/25/2016	Direct	X XX	5,528	5,528	5,622				(2)	(2)		5,528		0	0	14	10/25/2034	1FM	
481165AJ7	JOY GLOBAL INC	03/25/2016	Direct	X XX	29,932	29,932	28,409				960	950		29,932				80	06/25/2035	1FM	
52265WCK7	CMQRMBS - MSST-051-4A1	03/09/2016	VARIOUS	X XX	688,125	750,000	833,486				(1,697)	(1,697)		805,614		(117,469)	(117,469)	15,552	10/15/2021	3FE	
57499BK1	MASCO CORP	03/25/2016	Direct	X XX	640	640	651				(7)	(7)		640		0	0	3	10/25/2032	1FM	
57499BL3	MASCO CORP	03/10/2016	APX Asset	X XX	702,317	700,000	697,592							697,592		4,725	4,725		04/01/2021	3FE	
576433GH3	CMQRMBS - MAST-03ARM6-4A2	03/10/2016	APX Asset	X XX	730,358	725,000	721,549							721,549		8,809	8,809		04/01/2026	3FE	
58013MEY6	MCDONALD'S CORP	03/25/2016	Direct	X XX	903	903	894				6	6		903		0	0	5	01/25/2034	1FM	
61756JAE1	CMBS - MSC07Q16-M	02/19/2016	Goldman Sachs & Co. (AU)	X XX	775,845	750,000	747,570				40	40		747,626		28,219	28,219	5,781	01/30/2026	2FE	
66389J9C8	ORACLE CORP	03/12/2016	Direct	X XX	4,040	4,040	3,865				159	159		4,040				52	12/13/2049	1FM	
71429MAA3	PERRIGO FINANCE UNLIMITED CO	03/16/2016	Bank of America	X XX	760,383	750,000	723,892				384	384		731,327		29,255	29,255	7,744	05/15/2025	1FE	
76110WQ0	RMBS - RASC-03KS2-A16	03/25/2016	Direct	X XX	604,146	600,000	599,448							599,448		4,698	4,698		03/15/2021	2FE	
78403DAB6	ABS - SBATT-10-2C	03/25/2016	Direct	X XX	12,129	12,129	11,492				(67)	(67)		12,129				75	04/25/2033	1FM	
86662MAB6	SUMITOMO MITSUI FINANCIAL GROUP INC	03/01/2016	Adjustment	X XX							(5,194)	(5,194)							04/15/2042	1FE	
88314RAA4	ABS - TMCL-131-NTS	03/24/2016	INC	X XX	857,608	850,000	850,000							850,000		7,608	7,608	1,456	03/09/2021	1FE	
891906AC3	TOTAL SYSTEMSERVICES INC	03/20/2016	Direct	X XX	12,500	12,500	12,788							12,500		0	0	81	09/20/2038	1FE	
89383QB2	TRANSOCEAN INC	03/14/2016	Sitel Nodus & Co.	X XX	503,595	500,000	496,650							496,650		4,935	4,935		04/01/2026	2FE	
92826CAD4	VISA INC	02/01/2016	Adjustment	X XX							18,829	18,829							10/15/2022	3FE	
929227AD5	CMQRMBS - WAMJ-03AR6-A1	02/18/2016	VARIOUS	X XX	1,172,659	1,150,000	1,145,791	1,145,809			42	42		1,145,850		26,808	26,808	5,893	12/14/2025	1FE	
92922FJ3	CMQRMBS - WAMJ-04AR3-A2	03/25/2016	Direct	X XX	1,682	1,682	1,679				2	2		1,682				7	06/25/2034	1FM	
95098AB4	ABS - WENDY-151-A22	03/25/2016	Direct	X XX	7,214	7,214	7,159				28	28		7,214		0	0	31	06/25/2034	1FM	
95098AB4	ABS - WENDY-151-A22	03/15/2016	Direct	X XX	1,125	1,125	1,125							1,125				11	06/15/2045	2FE	
999999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)			X XX	12,765,931	12,804,179	12,734,281	5,229,480	27,911		13,422	18,829	22,505	12,715,658		50,273	50,273	62,680	X XX	X XX	
999999	Subtotal - Bonds - Part 4			X XX	20,429,056	20,406,174	20,338,073	11,591,433	27,911		(1,746)	18,829	7,337	20,294,072		134,984	134,984	101,508	X XX	X XX	
999999	Summary Item from Part 5 for Bonds (N/A to Quarterly)			X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX
999999	Subtotal - Bonds			X XX	20,429,056	20,406,174	20,338,073	11,591,433	27,911		(1,746)	18,829	7,337	20,294,072		134,984	134,984	101,508	X XX	X XX	
999999	Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)			X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX
999999	Summary Item from Part 5 for Common Stocks (N/A to Quarterly)			X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX
999999	Subtotal - Preferred and Common Stocks			X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX
999999	Total - Bonds, Preferred and Common Stocks			X XX	20,429,056	X XX	20,338,073	11,591,433	27,911		(1,746)	18,829	7,337	20,294,072		134,984	134,984	101,508	X XX	X XX	

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

**E06 Schedule DB Part A Section 1 ..... NONE**

**E07 Schedule DB Part B Section 1 ..... NONE**

**E08 Schedule DB Part D Section 1 ..... NONE**

**E09 Schedule DB Part D Section 2 - Collateral Pledged By Reporting Entity ..... NONE**

**E09 Schedule DB Part D Section 2 - Collateral Pledged To Reporting Entity ..... NONE**

**E10 Schedule DL - Part 1 - Securities Lending Collateral Assets ..... NONE**

**E11 Schedule DL - Part 2 - Securities Lending Collateral Assets ..... NONE**



**SCHEDULE E - PART 1 - CASH**

## Month End Depository Balances

1			2	3	4	5	Book Balance at End of Each Month			9
							During Current Quarter			
Depository			Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	6	7	8	*
							First Month	Second Month	Third Month	
<b>open depositories</b>										
US BANK NA	CINCINNATI, OH	08/08/2016		0.609		978		1,089,000	1,089,000	X X X
WELLS FARGO	SAN FRANCISCO, CA						2,873,566	968,351	1,497,091	X X X
US BANK NA	CINCINNATI, OH	02/08/2016		0.340	1,872		1,089,000			X X X
WELLS FARGO	EUGENE, OR						12,177,705	16,778,705	19,795,857	X X X
WELLS FARGO	EUGENE, OR						(14,404,049)	(13,583,036)	(5,360,339)	X X X
SUMMIT BANK	EUGENE, OR			0.200	125		252,820	252,863	252,906	X X X
FIRST INTERSTATE BANK	HELENA, MT		0	0.250	63		252,458	252,479	252,501	X X X
0199998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - open depositories			X X X	X X X						X X X
0199999 Totals - Open Depositories			X X X	X X X	2,060	978	2,241,500	5,758,363	17,527,016	X X X
0299998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - suspended depositories			X X X	X X X						X X X
0299999 Totals - Suspended Depositories			X X X	X X X						X X X
0399999 Total Cash On Deposit			X X X	X X X	2,060	978	2,241,500	5,758,363	17,527,016	X X X
0499999 Cash in Company's Office			X X X	X X X	X X X	X X X	625	625	625	X X X
0599999 Total Cash			X X X	X X X	2,060	978	2,242,125	5,758,988	17,527,641	X X X

**SCHEDULE E - PART 2 - CASH EQUIVALENTS**

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
<b>NONE</b>							
8699999 Total - Cash Equivalents .....							

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