To amend asset and liability pages to reflect reclass for intercompany reinsurance (with HIC) and pharmacy rebates, amend revenue pages to reflect increase in investment in subsidiary.

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ANNUAL STATEMENT

FOR THE YEAR ENDING DECEMBER 31, 2025

OF THE CONDITION AND AFFAIRS OF THE

Horizon Healthcare Services, Inc.

(Name)

NAIC Group Code 1202 (Current Period), 1202 (Prior Period) NAIC Company Code 55069 Employer's ID Number 22-0999690

Organized under the Laws of New Jersey, State of Domicile or Port of Entry New Jersey

Country of Domicile United States

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

Incorporated/Organized 12/07/1932 Commenced Business 12/07/1932

Statutory Home Office 3 Penn Plaza East Ste PP-15D (Street and Number), Newark, NJ, US 07105-2248 (City or Town, State, Country and Zip Code)

Main Administrative Office 3 Penn Plaza East Ste PP-15D (Street and Number)
Newark, NJ, US 07105-2248 (City or Town, State, Country and Zip Code) 973-803-0441 (Area Code) (Telephone Number)

Mail Address 3 Penn Plaza East Ste PP-15D (Street and Number or P.O. Box), Newark, NJ, US 07105-2248 (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 3 Penn Plaza East Ste PP-15D (Street and Number)
Newark, NJ, US 07105-2248 (City or Town, State, Country and Zip Code), 973-803-0441 (Area Code) (Telephone Number) (Extension)

Internet Web Site Address www.horizonblue.com

Statutory Statement Contact Jordan Greenberg (Name), 973-803-0441 (Area Code) (Telephone Number) (Extension)
jordan_greenberg@horizonblue.com (E-Mail Address) 973-466-7110 (Fax Number)

OFFICERS

Name	Title	Name	Title
Gary Dean St. Hilaire	CEO & President	Nicholas Herbert Peterson	EVP, General Counsel and Secretary
David Jeffrey Rosenberg	EVP and CFO	Jennifer Gail Velez	EVP, Health and Network Solutions

OTHER OFFICERS

Patrick Shawn Aylward	SVP, Strategy, Marketing & Communications	Debra Ann Rittenour	SVP, Government Programs
Heather Marie Staples	EVP, EBTS & Operations	Ulises Esteban Diaz	SVP Government and Community Affairs
Timothy Scott Susanin	SVP, Audit, Risk and Compliance	Aisha Nicole Thomas-Petit	SVP & Chief Human Resources Officer
Christopher Michael Lepre	EVP, Commercial		

DIRECTORS OR TRUSTEES

Gary Dean St. Hilaire	Jennifer Gail Velez	Christopher Michael Lepre	

State of .....New Jersey.....
County of .....Essex..... 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.

	Nicholas Herbert Peterson EVP, General Counsel and Secretary	David Jeffrey Rosenberg EVP and CFO

Subscribed and sworn to before me this
_____ day of _____, _____

a. Is this an original filing? Yes [ ] No [X]
b. If no:
1. State the amendment number 3
2. Date filed 05/14/2026
3. Number of pages attached 11

ASSETS

		Current Year 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	Prior Year 4 Net Admitted Assets
1.	Bonds (Schedule D)	2,521,209,976		2,521,209,976	3,046,596,701
2.	Stocks (Schedule D):				
	2.1 Preferred stocks	2,558,956		2,558,956	1,277,375
	2.2 Common stocks	136,054,253		136,054,253	389,005,773
3.	Mortgage loans on real estate (Schedule B):				
	3.1 First liens			0	0
	3.2 Other than first liens			0	0
4.	Real estate (Schedule A):				
	4.1 Properties occupied by the company (less $ 0 encumbrances)			0	0
	4.2 Properties held for the production of income (less $ 0 encumbrances)			0	0
	4.3 Properties held for sale (less $ 0 encumbrances)			0	0
5.	Cash ($ (338,773,809) , Schedule E-Part 1), cash equivalents ($ 70,475,868 , Schedule E-Part 2) and short-term investments ($ 56,910,195 , Schedule DA)	(211,387,746)		(211,387,746)	(182,936,146)
6.	Contract loans (including $ premium notes)			0	0
7.	Derivatives (Schedule DB)	593		593	0
8.	Other invested assets (Schedule BA)	525,949,706	0	525,949,706	183,889,904
9.	Receivables for securities	37,440,916		37,440,916	0
10.	Securities lending reinvested collateral assets (Schedule DL)			0	0
11.	Aggregate write-ins for invested assets	0	0	0	0
12.	Subtotals, cash and invested assets (Lines 1 to 11)	3,011,826,654	0	3,011,826,654	3,437,833,607
13.	Title plants less $ charged off (for Title insurers only)			0	0
14.	Investment income due and accrued	21,426,387		21,426,387	23,988,948
15.	Premiums and considerations:				
	15.1 Uncollected premiums and agents' balances in the course of collection	434,987,267	5,767,160	429,220,107	360,803,362
	15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $ earned but unbilled premiums)			0	0
	15.3 Accrued retrospective premiums ($) and contracts subject to redetermination ($)			0	0
16.	Reinsurance:				
	16.1 Amounts recoverable from reinsurers	469,380,673		469,380,673	357,121,866
	16.2 Funds held by or deposited with reinsured companies	316,042		316,042	316,042
	16.3 Other amounts receivable under reinsurance contracts	14,965,450		14,965,450	0
17.	Amounts receivable relating to uninsured plans	392,067,127	10,186,752	381,880,375	355,504,937
18.1	Current federal and foreign income tax recoverable and interest thereon	145,706,182		145,706,182	133,958,830
18.2	Net deferred tax asset			0	0
19.	Guaranty funds receivable or on deposit	0		0	7,932,655
20.	Electronic data processing equipment and software	20,904,256		20,904,256	25,433,827
21.	Furniture and equipment, including health care delivery assets ($)	207,611,919	207,611,919	0	0
22.	Net adjustment in assets and liabilities due to foreign exchange rates			0	0
23.	Receivables from parent, subsidiaries and affiliates	512,107,198		512,107,198	128,558,387
24.	Health care ($ 231,920,320) and other amounts receivable	373,416,264	135,300	373,280,964	402,699,826
25.	Aggregate write-ins for other-than-invested assets	367,673,354	117,668,908	250,004,446	228,384,823
26.	Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	5,972,388,774	341,370,039	5,631,018,734	5,462,537,110
27.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
28.	Total (Lines 26 and 27)	5,972,388,774	341,370,039	5,631,018,734	5,462,537,110
DETAILS OF WRITE-INS					
1101.				0	0
1102.				0	0
1103.				0	0
1198.	Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199.	Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0	0
2501.	Prepaid Expenses	44,042,291	44,042,291	0	0
2502.	Non-Bankable checks	2,440,747	2,440,747	0	0
2503.	Prepaid premium tax	20,365,180	20,365,180	0	0
2598.	Summary of remaining write-ins for Line 25 from overflow page	300,825,136	50,820,690	250,004,446	228,384,823
2599.	Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	367,673,354	117,668,908	250,004,446	228,384,823

LIABILITIES, CAPITAL AND SURPLUS

	Current Year 1 Covered	2 Uncovered	3 Total	Prior Year 4 Total
1. Claims unpaid (less $ 0 reinsurance ceded)	2,056,386,025		2,056,386,025	2,144,097,737
2. Accrued medical incentive pool and bonus amounts	3,341,099		3,341,099	2,015,483
3. Unpaid claims adjustment expenses	14,751,757		14,751,757	12,298,586
4. Aggregate health policy reserves, including the liability of $ for medical loss ratio rebate per the Public Health Service Act	147,297,748		147,297,748	64,522,472
5. Aggregate life policy reserves			0	0
6. Property/casualty unearned premium reserves			0	0
7. Aggregate health claim reserves			0	0
8. Premiums received in advance	117,418,280		117,418,280	89,215,244
9. General expenses due or accrued	964,338,477		964,338,477	1,026,053,206
10.1 Current federal and foreign income tax payable and interest thereon (including $ on realized capital gains (losses))			0	0
10.2 Net deferred tax liability			0	0
11. Ceded reinsurance premiums payable			0	0
12. Amounts withheld or retained for the account of others	2,445,975		2,445,975	2,969,476
13. Remittances and items not allocated			0	0
14. Borrowed money (including $ current) and interest thereon $ (including $ current)	18,808,988		18,808,988	31,863,307
15. Amounts due to parent, subsidiaries and affiliates	297,065,645		297,065,645	1,176
16. Derivatives		0	0	0
17. Payable for securities	24,928,471		24,928,471	20,526,921
18. Payable for securities lending			0	0
19. Funds held under reinsurance treaties (with $ 20,250,123 authorized reinsurers, $ unauthorized reinsurers and $ certified reinsurers)	20,250,123		20,250,123	67,357,344
20. Reinsurance in unauthorized and certified ($) companies			0	0
21. Net adjustments in assets and liabilities due to foreign exchange rates			0	0
22. Liability for amounts held under uninsured plans	10,471,101		10,471,101	10,169,368
23. Aggregate write-ins for other liabilities (including $ current)	285,304,757	0	285,304,757	295,728,448
24. Total liabilities (Lines 1 to 23)	3,962,808,446	0	3,962,808,446	3,766,818,768
25. Aggregate write-ins for special surplus funds	XXX	XXX	0	0
26. Common capital stock	XXX	XXX		0
27. Preferred capital stock	XXX	XXX		0
28. Gross paid in and contributed surplus	XXX	XXX		0
29. Surplus notes	XXX	XXX		0
30. Aggregate write-ins for other-than-special surplus funds	XXX	XXX	1,668,210,288	1,695,718,340
31. Unassigned funds (surplus)	XXX	XXX		0
32. Less treasury stock, at cost:				
32.1 shares common (value included in Line 26 $)	XXX	XXX		0
32.2 shares preferred (value included in Line 27 $)	XXX	XXX		0
33. Total capital and surplus (Lines 25 to 31 minus Line 32)	XXX	XXX	1,668,210,288	1,695,718,340
34. Total liabilities, capital and surplus (Lines 24 and 33)	XXX	XXX	5,631,018,734	5,462,537,108
DETAILS OF WRITE-INS				
2301. Deposits from other organizations	203,250,481		203,250,481	189,687,781
2302. Liability for post-retirement benefits	65,863,095		65,863,095	69,571,313
2303. Risk Adjustment Payable	16,191,181		16,191,181	36,469,354
2398. Summary of remaining write-ins for Line 23 from overflow page	0	0	0	0
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)	285,304,757	0	285,304,757	295,728,448
2501.	XXX	XXX		0
2502.	XXX	XXX		0
2503.	XXX	XXX		0
2598. Summary of remaining write-ins for Line 25 from overflow page	XXX	XXX	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	XXX	XXX	0	0
3001. Special contingent surplus-Individual contracts	XXX	XXX	874,212,317	866,033,821
3002. Special contingent surplus-other	XXX	XXX	793,997,971	829,684,519
3003.	XXX	XXX		0
3098. Summary of remaining write-ins for Line 30 from overflow page	XXX	XXX	0	0
3099. Totals (Lines 3001 through 3003 plus 3098) (Line 30 above)	XXX	XXX	1,668,210,288	1,695,718,340

STATEMENT OF REVENUE AND EXPENSES

	Current Year 1 Uncovered	Current Year 2 Total	Prior Year 3 Total
1. Member months	XXX	13,320,556	13,331,992
2. Net premium income (including $ 0 non-health premium income)	XXX	11,001,823,723	12,680,028,454
3. Change in unearned premium reserves and reserve for rate credits	XXX	14,974,686	(24,590,037)
4. Fee-for-service (net of $ medical expenses)	XXX		0
5. Risk revenue	XXX		0
6. Aggregate write-ins for other health care related revenues	XXX	0	0
7. Aggregate write-ins for other non-health revenues	XXX	0	0
8. Total revenues (Lines 2 to 7)	XXX	11,016,798,409	12,655,438,417
Hospital and Medical:			
9. Hospital/medical benefits		5,830,961,912	5,232,348,182
10. Other professional services		468,342,456	403,568,267
11. Outside referrals		231,134,198	171,062,224
12. Emergency room and out-of-area		43,793,608	38,045,891
13. Prescription drugs		888,240,074	753,177,094
14. Aggregate write-ins for other hospital and medical	0	0	0
15. Incentive pool, withhold adjustments and bonus amounts			0
16. Subtotal (Lines 9 to 15)	0	7,462,472,248	6,598,201,658
Less:			
17. Net reinsurance recoveries		(2,457,444,379)	(4,734,156,604)
18. Total hospital and medical (Lines 16 minus 17)	0	9,919,916,627	11,332,358,262
19. Non-health claims (net)			0
20. Claims adjustment expenses, including $ 259,310,816 cost containment expenses		505,576,408	461,721,122
21. General administrative expenses		1,379,114,724	1,382,356,901
22. Increase in reserves for life and accident and health contracts (including $ increase in reserves for life only)		0	0
23. Total underwriting deductions (Lines 18 through 22)	0	11,804,607,759	13,176,436,285
24. Net underwriting gain or (loss) (Lines 8 minus 23)	XXX	(787,809,350)	(520,997,868)
25. Net investment income earned (Exhibit of Net Investment Income, Line 17)		121,551,386	151,525,879
26. Net realized capital gains (losses) less capital gains tax of $ 26,697,247		102,548,510	(3,431,257)
27. Net investment gains (losses) (Lines 25 plus 26)	0	224,099,896	148,094,622
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered $ 1,491,490) (amount charged off $)]		1,491,490	1,350,409
29. Aggregate write-ins for other income or expenses	0	0	0
30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29)	XXX	(562,217,964)	(371,552,837)
31. Federal and foreign income taxes incurred	XXX	(134,696,694)	(68,885,813)
32. Net income (loss) (Lines 30 minus 31)	XXX	(427,521,270)	(302,667,024)
DETAILS OF WRITE-INS			
0601.	XXX		0
0602.	XXX		0
0603.	XXX		0
0698. Summary of remaining write-ins for Line 6 from overflow page	XXX	0	0
0699. Totals (Lines 0601 through 0603 plus 0698) (Line 6 above)	XXX	0	0
0701.	XXX		0
0702.	XXX		0
0703.	XXX		0
0798. Summary of remaining write-ins for Line 7 from overflow page	XXX	0	0
0799. Totals (Lines 0701 through 0703 plus 0798) (Line 7 above)	XXX	0	0
1401.			0
1402.			0
1403.			0
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above)	0	0	0
2901.			0
2902.			0
2903.			0
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	0	0	0

STATEMENT OF REVENUE AND EXPENSES (Continued)

		1 Current Year	2 Prior Year
	CAPITAL & SURPLUS ACCOUNT		
33.	Capital and surplus prior reporting year	1,695,718,341	1,814,998,441
34.	Net income or (loss) from Line 32	(427,521,270)	(302,667,024)
35.	Change in valuation basis of aggregate policy and claim reserves		0
36.	Change in net unrealized capital gains (losses) less capital gains tax of $ (14,939,218)	(36,876,737)	34,682,456
37.	Change in net unrealized foreign exchange capital gain or (loss)	0	0
38.	Change in net deferred income tax	(15,868,107)	9,710,090
39.	Change in nonadmitted assets	106,252,453	141,664,699
40.	Change in unauthorized and certified reinsurance	0	0
41.	Change in treasury stock	0	0
42.	Change in surplus notes	0	0
43.	Cumulative effect of changes in accounting principles		0
44.	Capital Changes:		
	44.1 Paid in	0	(1)
	44.2 Transferred from surplus (stock dividend)		0
	44.3 Transferred to surplus		0
45.	Surplus adjustments:		
	45.1 Paid in	0	0
	45.2 Transferred to capital (stock dividend)	0	0
	45.3 Transferred from capital		0
46.	Dividends to stockholders	0	0
47.	Aggregate write-ins for gains or (losses) in surplus	346,505,609	(2,670,320)
48.	Net change in capital and surplus (Lines 34 to 47)	(27,508,052)	(119,280,100)
49.	Capital and surplus end of reporting year (Line 33 plus 48)	1,668,210,288	1,695,718,341
DETAILS OF WRITE-INS			
4701.	HHSI dividend from HHNJ	350,000,000	0
4702.	Prior period F/S adjustment in the change of surplus		0
4703.	Change in Pension\OPEB	(3,494,391)	(2,670,320)
4798.	Summary of remaining write-ins for Line 47 from overflow page	0	0
4799.	Totals (Lines 4701 through 4703 plus 4798) (Line 47 above)	346,505,609	(2,670,320)

CASH FLOW

	1 Current Year	2 Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	11,058,088,740	12,608,765,445
2. Net investment income	115,110,728	139,891,219
3. Miscellaneous income	(14,965,450)	147,536,948
4. Total (Lines 1 through 3)	11,158,234,018	12,896,193,612
5. Benefit and loss related payments	10,118,561,530	11,303,014,974
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		0
7. Commissions, expenses paid and aggregate write-ins for deductions	1,925,065,410	1,911,783,970
8. Dividends paid to policyholders		0
9. Federal and foreign income taxes paid (recovered) net of $ tax on capital gains (losses)	(95,323,206)	30,332,297
10. Total (Lines 5 through 9)	11,948,303,734	13,245,131,241
11. Net cash from operations (Line 4 minus Line 10)	(790,069,716)	(348,937,629)
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	1,851,286,163	1,279,260,893
12.2 Stocks	580,922,512	156,645,120
12.3 Mortgage loans	0	0
12.4 Real estate	0	0
12.5 Other invested assets	15,835,082	15,574,364
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	3,425	4,365
12.7 Miscellaneous proceeds	50,713,829	24,587,130
12.8 Total investment proceeds (Lines 12.1 to 12.7)	2,498,761,010	1,476,071,872
13. Cost of investments acquired (long-term only exclude cash equivalents and short-term investments):		
13.1 Bonds	1,314,886,079	1,480,458,571
13.2 Stocks	281,760,659	192,594,384
13.3 Mortgage loans	0	0
13.4 Real estate	0	0
13.5 Other invested assets	380,681,949	4,127,815
13.6 Miscellaneous applications	33,039,366	9,590,445
13.7 Total investments acquired (Lines 13.1 to 13.6)	2,010,368,053	1,686,771,216
14. Net increase/(decrease) in contract loans and premium notes	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	488,392,957	(210,699,344)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes	0	0
16.2 Capital and paid in surplus, less treasury stock	0	(1)
16.3 Borrowed funds	(13,054,319)	(9,224,182)
16.4 Net deposits on deposit-type contracts and other insurance liabilities		0
16.5 Dividends to stockholders	0	0
16.6 Other cash provided (applied)	286,279,479	285,239,099
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	273,225,160	276,014,916
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(28,451,599)	(283,622,057)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	(182,936,146)	100,685,911
19.2 End of year (Line 18 plus Line 19.1)	(211,387,745)	(182,936,146)

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - ANALYSIS OF EXPENSES

	Claim Adjustment Expenses		3	4	5
	1 Cost Containment Expenses	2 Other Claim Adjustment Expenses	General Administrative Expenses	Investment Expenses	Total
1. Rent ($ ..... for occupancy of own building)		5,745,874	32,177,532		37,923,406
2. Salaries, wages and other benefits	140,007,321	102,095,958	571,748,731		813,852,010
3. Commissions (less $ ..... ceded plus $ ..... assumed)		28,447,473	159,309,014		187,756,487
4. Legal fees and expenses		0			0
5. Certifications and accreditation fees		0			0
6. Auditing, actuarial and other consulting services		41,301,132	231,290,935		272,592,067
7. Traveling expenses		1,054,751	5,906,723		6,961,474
8. Marketing and advertising		2,419,427	13,549,060		15,968,487
9. Postage, express and telephone		3,659,033	20,490,993		24,150,026
10. Printing and office supplies		1,373,821	7,693,551		9,067,372
11. Occupancy, depreciation and amortization		10,177,679	56,996,134		67,173,813
12. Equipment		1,082	6,060		7,142
13. Cost or depreciation of EDP equipment and software		16,850,696	94,365,773		111,216,469
14. Outsourced services including EDP, claims, and other services	119,303,495	38,213,701	214,000,981		371,518,177
15. Boards, bureaus and association fees		8,890,847	49,789,735		58,680,582
16. Insurance, except on real estate		1,162,860	6,512,143		7,675,003
17. Collection and bank service charges		0			0
18. Group service and administration fees		0			0
19. Reimbursements by uninsured plans		(105,513,678)	(590,888,344)		(696,402,022)
20. Reimbursements from fiscal intermediaries		49,840,086	279,110,028		328,950,114
21. Real estate expenses		0			0
22. Real estate taxes		797,259	4,464,741		5,262,000
23. Taxes, licenses and fees:					
23.1 State and local insurance taxes		0			0
23.2 State premium taxes		3,490,435	19,546,822		23,037,257
23.3 Regulatory authority licenses and fees		18,395,431	103,016,464		121,411,895
23.4 Payroll taxes		6,052,706	33,895,828		39,948,534
23.5 Other (excluding federal income and real estate taxes)		11,809,019	66,131,820		77,940,839
24. Investment expenses not included elsewhere				(11,416)	(11,416)
25. Aggregate write-ins for expenses	0	0	0	0	0
26. Total expenses incurred (Lines 1 to 25)	259,310,816	246,265,592	1,379,114,724	(11,416)	(a) 1,884,679,716
27. Less expenses unpaid December 31, current year		14,751,757	964,338,477		979,090,234
28. Add expenses unpaid December 31, prior year	0	12,298,586	1,021,131,048	0	1,033,429,634
29. Amounts receivable relating to uninsured plans, prior year	0	0	0	0	0
30. Amounts receivable relating to uninsured plans, current year					0
31. Total expenses paid (Lines 26 minus 27 plus 28 minus 29 plus 30)	259,310,816	243,812,421	1,435,907,295	(11,416)	1,939,019,116
DETAILS OF WRITE-INS					
2501.					0
2502.					0
2503.					0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0	0
2599. Totals (Line 2501 through 2503 plus 2598) (Line 25 above)	0	0	0	0	0

(a) Includes management fees of $ ..... to affiliates and $ ..... to non-affiliates.

NOTES TO FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices

	SSAP #	F/S Page	F/S Line #	2025	2024
NET INCOME					
(1) Company state basis (Page 4, Line 32, Columns 2 & 3)	XXX	XXX	XXX	$ (427,521,270)	$ (302,667,024)
(2) State Prescribed Practices that are an increase/(decrease) from NAIC SAP:					
(3) State Permitted Practices that are an increase/(decrease) from NAIC SAP:					
(4) NAIC SAP (1-2-3=4)	XXX	XXX	XXX	$ (427,521,270)	$ (302,667,024)
SURPLUS					
(5) Company state basis (Page 3, Line 33, Columns 3 & 4)	XXX	XXX	XXX	$ 1,668,210,288	$ 1,695,718,340
(6) State Prescribed Practices that are an increase/(decrease) from NAIC SAP:					
(7) State Permitted Practices that are an increase/(decrease) from NAIC SAP:				$	$
(8) NAIC SAP (5-6-7=8)	XXX	XXX	XXX	$ 1,668,210,288	$ 1,695,718,340

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

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

C. Accounting Policy

(1) Short-term investments are carried at market value.

(2) Long-term bond investments that are NAIC designated as 1 and 2 are carried at amortized cost. Bond investmentsthat are NAIC designated as 3 or higher are carried at the lower of cost or market value.

(3) Common stocks are stated at market value.

(4) Preferred stocks are stated at either amortized cost or market value.

(5) Mortgage loans – None

(6) Loan-backed securities are carried at either amortized cost or market value.

(7) Investments in subsidiaries and affiliates are valued using the statutory equity method.

(8) The Company has an ownership interest in limited liability companies, which are carried at the underlying generally accepted accounting principles (GAAP) equity of the investees.

(9) Derivatives – None

(10) Premium deficiency –Yes, the Company does utilize investment income as a factor in its premium deficiency calculation starting in 2024.

(11) The liability for claims incurred but unpaid for current and prior years is estimated based upon certain actuarial assumptions which consider such factors as average enrollment, utilization, and claims paid in the current and preceding years. In addition, a provision is made for claim processing costs. Adjustments to these estimates are reflected in the year the actual results are known.

(12) Capitalization policy and resultant predefined threshold have not changed from the prior period.

(13) Pharmacy rebate estimates are accrued for in accordance with Statement of Statutory Accounting Principles (SSAP) No. 84, Certain Healthcare Receivables and Receivables under Government Insured Plans.

D. Going Concern

(1)

a. The Management has assessed the company's ability as a going concern and noted no such risk exists. There are no conditions or events that raise any concerns.

b. There are no conditions or events that raise any concerns.

c. There are no conditions or events that raise any concerns.

(2) There are no conditions or events that raise any concerns.

(3) There are no conditions or events that raise any concerns.

(4) There are no conditions or events that raise any concerns.

Note 2 - Accounting Changes and Corrections of Errors

No accounting changes/correction of errors.

Note 3 - Business Combinations and Goodwill

A. Statutory Purchase Method

The transaction was accounted for as a statutory purchase, and reflects the following:

B. Statutory Merger

(1)
(2)
(3)
(4)
(5)

C. Assumption Reinsurance

(1)
(2)
(3)
(4)

D. Impairment Loss

(1)
(2)

E. Subcomponents and Calculation of Adjusted Surplus and Total Admitted Goodwill

		Calculation of Limitation Using Prior Quarter Numbers	Current Reporting Period
(1)	Capital & Surplus		XXX
Less:			
	(2) Admitted Positive Goodwill		XXX
	(3) Admitted EDP Equipment & Operating System Software		XXX
	(4) Admitted Net Deferred Taxes		XXX
(5)	Adjusted Capital and Surplus (Line 1-2-3-4)	0	XXX
(6)	Limitation on amount of goodwill (adjusted capital and surplus times 10% goodwill limitation [Line 5*10%])	0	XXX
(7)	Current period reported Admitted Goodwill	XXX	
(8)	Current Period Admitted Goodwill as a % of prior period Adjusted Capital and Surplus (Line 7/Line 5)	XXX	0.000 %

Note 4 - Discontinued Operations

Not Applicable.

A. Discontinued Operation Disposed of or Classified as Held for Sale

(2)
(4) Carrying Amount and Fair Value of Discontinued Operations and the Effect on Assets, Liabilities, Surplus and Income

B. Change in Plan of Sale of Discontinued Operation

C. Nature of Any Significant Continuing Involvement with Discontinued Operations After Disposal

D. Equity Interest Retained in the Discontinued Operation After Disposal

Note 5 - Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

(1)
(2)

	Current Year	Prior Year
(3) Taxes, assessments and any amounts advanced and not included in the mortgage loan total:	$	$ 0

(4) Age Analysis of Mortgage Loans and Identification of Mortgage Loans in Which the Insurer is a Participant or Co-lender in a Mortgage Loan Agreement:

		Residential		Commercial			
	Farm	Insured	All Other	Insured	All Other	Mezzanine	Total
a. Current Year							
1. Recorded Investment (All)							
(a) Current	$	$	$	$	$	$	$ 0
(b) 30-59 Days Past Due							0
(c) 60-89 Days Past Due							0
(d) 90-179 Days Past Due							0
(e) 180+ Days Past Due							0
2. Accruing Interest 90-179 Days Past Due							
(a) Recorded Investment	$	$	$	$	$	$	$ 0
(b) Interest Accrued							0
3. Accruing Interest 180+ Days Past Due							
(a) Recorded Investment	$	$	$	$	$	$	$ 0
(b) Interest Accrued							0
4. Interest Reduced							
(a) Recorded Investment	$	$	$	$	$	$	$ 0
(b) Number of Loans							0
(c) Percent Reduced	%	%	%	%	%	%	%
5. Participant or Co-lender in a Mortgage Loan Agreement							
(a) Recorded Investment	$	$	$	$	$	$	$ 0
b. Prior Year							
1. Recorded Investment							
(a) Current	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
(b) 30-59 Days Past Due	0	0	0	0	0	0	0
(c) 60-89 Days Past Due	0	0	0	0	0	0	0
(d) 90-179 Days Past Due	0	0	0	0	0	0	0
(e) 180+ Days Past Due	0	0	0	0	0	0	0
2. Accruing Interest 90-179 Days Past Due							
(a) Recorded Investment	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
(b) Interest Accrued	0	0	0	0	0	0	0
3. Accruing Interest 180+ Days Past Due							
(a) Recorded Investment	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
(b) Interest Accrued	0	0	0	0	0	0	0
4. Interest Reduced							
(a) Recorded Investment	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
(b) Number of Loans	0	0	0	0	0	0	0
(c) Percent Reduced	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %
5. Participant or Co-lender in a Mortgage Loan Agreement							
(a) Recorded Investment	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0

(5) Investment in Impaired Loans With or Without Allowance for Credit Losses and Impaired Loans Subject to a Participant or Co-lender Mortgage Loan Agreement for Which the Reporting Entity is Restricted from Unilaterally Foreclosing on the Mortgage Loan:

		Residential		Commercial			
	Farm	Insured	All Other	Insured	All Other	Mezzanine	Total
a. Current Year							
1. With Allowance for Credit Losses	$	$	$	$	$	$	$ 0
2. No Allowance for Credit Losses							0
3. Total (1+2)	0	0	0	0	0	0	0
4. Subject to a participant or co-lender mortgage loan agreement for which the reporting entity is restricted from unilaterally foreclosing on the mortgage loan							0
b. Prior Year							
1. With Allowance for Credit Losses	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
2. No Allowance for Credit Losses	0	0	0	0	0	0	0

		Residential		Commercial			
	Farm	Insured	All Other	Insured	All Other	Mezzanine	Total
3. Total (1+2)	0	0	0	0	0	0	0
4. Subject to a participant or co-lender mortgage loan agreement for which the reporting entity is restricted from unilaterally foreclosing on the mortgage loan	0	0	0	0	0	0	0

(6) Investment in Impaired Loans – Average Recorded Investment, Interest Income Recognized, Recorded Investment on Nonaccrual Status and Amount of Interest Income Recognized Using a Cash-Basis Method of Accounting:

		Residential		Commercial			
	Farm	Insured	All Other	Insured	All Other	Mezzanine	Total
a. Current Year							
1. Average Recorded Investment	$	$	$	$	$	$	$ 0
2. Interest Income Recognized							0
3. Recorded Investments on Nonaccrual Status							0
4. Amount of Interest Income Recognized Using a Cash-Basis Method of Accounting							0
b. Prior Year							
1. Average Recorded Investment	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
2. Interest Income Recognized	0	0	0	0	0	0	0
3. Recorded Investments on Nonaccrual Status	0	0	0	0	0	0	0
4. Amount of Interest Income Recognized Using a Cash-Basis Method of Accounting	0	0	0	0	0	0	0

(7) Allowance for Credit Losses:

		Current Year	Prior Year
a.	Balance at beginning of period	$ 0	$ 0
b.	Additions charged to operations	$	$ 0
c.	Direct write-downs charged against the allowances	$	$ 0
d.	Recoveries of amounts previously charged off	$	$ 0
e.	Balance at end of period (a+b-c-d)	$ 0	$ 0

(8) Mortgage Loans Derecognized as a Result of Foreclosure:

		Current Year
a.	Aggregate amount of mortgage loans derecognized	$
b.	Real estate collateral recognized	$
c.	Other collateral recognized	$
d.	Receivables recognized from a government guarantee of the foreclosed mortgage loan	$

(9)

B. Debt Restructuring

		Current Year	Prior Year
(1)	The total recorded investment in restructured loans, as of year-end	$	$ 0
(2)	The realized capital losses related to these loans	$	$ 0
(3)	Total contractual commitments to extend credit to debtors owing receivables whose terms have been modified in troubled debt restructurings	$	$ 0

(4)

C. Reverse Mortgages

(1)

(2)

(3)

At December 31, 2025 , the actuarial reserve of $_ reduced the asset value of the group of reverse mortgages.

(4) The Company recorded an unrealized loss of $_ as a result of the re-estimate of the cash flows.

D. Asset-Backed Securities

(1)

(2)

		(1) Amortized Cost Basis Before Other-than-Temporary Impairment	(2) Other-than-Temporary Impairment Recognized in Loss	(3) Fair Value 1 - 2
OTTI recognized 1st Quarter				
a.	Intent to sell	$ 0	$ 0	$ 0
b.	Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis	$ 0	$ 0	$ 0
c.	Total 1st Quarter (a+b)	$ 0	$ 0	$ 0
OTTI recognized 2nd Quarter				
d.	Intent to sell	$ 0	$ 0	$ 0
e.	Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis	$ 0	$ 0	$ 0
f.	Total 2nd Quarter (d+e)	$ 0	$ 0	$ 0
OTTI recognized 3rd Quarter				
g.	Intent to sell	$ 2,009,147	$ 630,095	$ 1,379,052
h.	Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis	$ 0	$ 0	$ 0
i.	Total 3rd Quarter (g+h)	$ 2,009,147	$ 630,095	$ 1,379,052
OTTI recognized 4th Quarter				
j.	Intent to sell	$ 1,705,341	$ 454,716	$ 1,250,625
k.	Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis	$	$	$ 0
l.	Total 4th Quarter (j+k)	$ 1,705,341	$ 454,716	$ 1,250,625
m.	Annual Aggregate Total (c+f+i+l)		$ 1,084,811	

(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 $ 1,168,235
2. 12 Months or Longer $ 26,928,605

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

1. Less than 12 Months $ 131,824,695
2. 12 Months or Longer $ 287,609,156

(5)

E. Dollar Repurchase Agreements and/or Securities Lending Transactions

(1)-(2)

(3) Collateral Received

a. Aggregate Amount Collateral Received

		Fair Value
1.	Securities Lending	
(a)	Open	$
(b)	30 Days or Less	
(c)	31 to 60 Days	
(d)	61 to 90 Days	
(e)	Greater Than 90 Days	
(f)	Sub-Total (a+b+c+d+e)	$ 0
(g)	Securities Received	
(h)	Total Collateral Received (f+g)	$ 0
2.	Dollar Repurchase Agreement	
(a)	Open	$
(b)	30 Days or Less	
(c)	31 to 60 Days	
(d)	61 to 90 Days	
(e)	Greater Than 90 Days	
(f)	Sub-Total (a+b+c+d+e)	$ 0
(g)	Securities Received	

(h) Total Collateral Received (f+g) $ 0

b. The fair value of that collateral and of the portion of that collateral that it has sold or repledged $

c.

(4)

(5) Collateral Reinvestment

a. Aggregate Amount Cash Collateral Reinvested

	Amortized Cost	Fair Value
1. Securities Lending		
(a) Open	$	$
(b) 30 Days or Less		
(c) 31 to 60 Days		
(d) 61 to 90 Days		
(e) 91 to 120 Days		
(f) 121 to 180 Days		
(g) 181 to 365 Days		
(h) 1 to 2 Years		
(i) 2 to 3 Years		
(j) Greater Than 3 Years		
(k) Sub-Total (Sum of a through j)	$ 0	$ 0
(l) Securities Received		
(m) Total Collateral Reinvested (k+l)	$ 0	$ 0
2. Dollar Repurchase Agreement		
(a) Open	$	$
(b) 30 Days or Less		
(c) 31 to 60 Days		
(d) 61 to 90 Days		
(e) 91 to 120 Days		
(f) 121 to 180 Days		
(g) 181 to 365 Days		
(h) 1 to 2 Years		
(i) 2 to 3 Years		
(j) Greater Than 3 Years		
(k) Sub-Total (Sum of a through j)	$ 0	$ 0
(l) Securities Received		
(m) Total Collateral Reinvested (k+l)	$ 0	$ 0

b.

(6)

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing

(1)

REPURCHASE TRANSACTION – CASH TAKER – OVERVIEW OF SECURED BORROWING TRANSACTIONS

(2) Type of Repo Trades Used

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Bilateral (YES/NO)				
b. Tri-Party (YES/NO)				

(3) Original (Flow) & Residual Maturity

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Maximum Amount				
1. Open – No Maturity				
2. Overnight				
3. 2 Days to 1 Week				
4. > 1 Week to 1 Month				
5. > 1 Month to 3 Months				
6. > 3 Months to 1 Year				
7. > 1 Year				
b. Ending Balance				
1. Open – No Maturity				
2. Overnight				
3. 2 Days to 1 Week				
4. > 1 Week to 1 Month				
5. > 1 Month to 3 Months				
6. > 3 Months to 1 Year				
7. > 1 Year				

(4)

(5) Securities "Sold" Under Repo – Secured Borrowing

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Maximum Amount				
1. BACV	XXX	XXX	XXX	
2. Nonadmitted – Subset of BACV	XXX	XXX	XXX	
3. Fair Value				
b. Ending Balance				
1. BACV	XXX	XXX	XXX	
2. Nonadmitted – Subset of BACV	XXX	XXX	XXX	
3. Fair Value				

(6) Securities Sold Under Repo – Secured Borrowing by NAIC Designation

ENDING BALANCE

	1 NONE	2 NAIC 1	3 NAIC 2	4 NAIC 3
a. ICO – BACV				
b. ICO – FV				
c. ABS – BACV				
d. ABS – FV				
e. Preferred Stock – BACV				
f. Preferred Stock – FV				
g. Common Stock				
h. Mortgage Loans – BACV				
i. Mortgage Loans – FV				
j. Real Estate – BACV				
k. Real Estate – FV				
l. Derivatives – BACV				
m. Derivatives – FV				
n. Other Invested Assets – BACV				
o. Other Invested Assets – FV				
p Total Assets – BACV	0	0	0	0
q. Total Assets – FV	0	0	0	0

ENDING BALANCE

	5 NAIC 4	6 NAIC 5	7 NAIC 6	8 NONADMITTED
a. ICO – BACV				
b. ICO – FV				
c. ABS – BACV				
d. ABS – FV				
e. Preferred Stock – BACV				
f. Preferred Stock – FV				
g. Common Stock				
h. Mortgage Loans – BACV				
i. Mortgage Loans – FV				
j. Real Estate – BACV				
k. Real Estate – FV				
l. Derivatives – BACV				
m. Derivatives – FV				
n. Other Invested Assets – BACV				
o. Other Invested Assets – FV				
p Total Assets – BACV	0	0	0	0
q. Total Assets – FV	0	0	0	0

p=a+c+e+g+h+j+l+n q=b+d+f+g+i+k+m+o

(7) Collateral Received – Secured Borrowing

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Maximum Amount				
1. Cash				
2. Securities (FV)				
b. Ending Balance				
1. Cash				
2. Securities (FV)				

(8) Cash & Non-Cash Collateral Received – Secured Borrowing by NAIC Designation
ENDING BALANCE

	1 NONE	2 NAIC 1	3 NAIC 2	4 NAIC 3
a. Cash				
b. ICO – FV				
c. ABS – FV				
d. Preferred Stock – FV				
e. Common Stock				
f. Mortgage Loans – FV				
g. Real Estate – FV				
h. Derivatives – FV				
i. Other Invested Assets – FV				
j. Total Collateral Assets – FV (Sum of a through i)	0	0	0	0

ENDING BALANCE

	5 NAIC 4	6 NAIC 5	7 NAIC 6	8 DOES NOT QUALIFY AS ADMITTED
a. Cash				
b. ICO – FV				
c. ABS – FV				
d. Preferred Stock – FV				
e. Common Stock				
f. Mortgage Loans – FV				
g. Real Estate – FV				
h. Derivatives – FV				
i. Other Invested Assets – FV				
j. Total Collateral Assets – FV (Sum of a through i)	0	0	0	0

(9) Allocation of Aggregate Collateral by Remaining Contractual Maturity

	FAIR VALUE
a. Overnight and Continuous	
b. 30 Days or Less	
c. 31 to 90 Days	
d. > 90 Days	

(10) Allocation of Aggregate Collateral Reinvested by Remaining Contractual Maturity

	AMORTIZED COST	FAIR VALUE
a. 30 Days or Less		
b. 31 to 60 Days		
c. 61 to 90 Days		
d. 91 to 120 Days		
e. 121 to 180 Days		
f. 181 to 365 Days		
g. 1 to 2 Years		
h. 2 to 3 Years		
i. > 3 Years		

(11) Liability to Return Collateral – Secured Borrowing (Total)

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Maximum Amount				
1. Cash (Collateral – All)				
2. Securities Collateral (FV)				
b. Ending Balance				
1. Cash (Collateral – All)				
2. Securities Collateral (FV)				

G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing

(1)
REPURCHASE TRANSACTION – CASH PROVIDER – OVERVIEW OF SECURED BORROWING TRANSACTIONS

(2) Type of Repo Trades Used

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Bilateral (YES/NO)				
b. Tri-Party (YES/NO)				

(3) Original (Flow) & Residual Maturity

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Maximum Amount				
1. Open – No Maturity				
2. Overnight				
3. 2 Days to 1 Week				
4. > 1 Week to 1 Month				
5. > 1 Month to 3 Months				
6. > 3 Months to 1 Year				
7. > 1 Year				
b. Ending Balance				
1. Open – No Maturity				
2. Overnight				
3. 2 Days to 1 Week				
4. > 1 Week to 1 Month				
5. > 1 Month to 3 Months				
6. > 3 Months to 1 Year				
7. > 1 Year				

(4)

(5) Fair Value of Securities Acquired Under Repo - Secured Borrowing

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Maximum Amount				
b. Ending Balance				

(6) Securities Acquired Under Repo – Secured Borrowing by NAIC Designation
ENDING BALANCE

	1 NONE	2 NAIC 1	3 NAIC 2	4 NAIC 3
a. ICO – FV				
b. ABS – FV				
c. Preferred Stock – FV				
d. Common Stock				
e. Mortgage Loans – FV				
f. Real Estate – FV				
g. Derivatives – FV				
h. Other Invested Assets – FV				
i. Total Assets – FV (Sum of a through h)	0	0	0	0

ENDING BALANCE

	5 NAIC 4	6 NAIC 5	7 NAIC 6	8 DOES NOT QUALIFY AS ADMITTED
a. ICO – FV				
b. ABS – FV				
c. Preferred Stock – FV				
d. Common Stock				
e. Mortgage Loans – FV				

f. Real Estate – FV				
g. Derivatives – FV				
h. Other Invested Assets – FV				
i. Total Assets – FV (Sum of a through h)	0	0	0	0

(7) Collateral Provided – Secured Borrowing

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Maximum Amount				
1. Cash				
2. Securities (FV)				
3. Securities (BACV)	XXX	XXX	XXX	XXX
4. Nonadmitted Subset (BACV)	XXX	XXX	XXX	XXX
b. Ending Balance				
1. Cash				
2. Securities (FV)				
3. Securities (BACV)				
4. Nonadmitted Subset (BACV)				

(8) Allocation of Aggregate Collateral Pledged by Remaining Contractual Maturity

	AMORTIZED COST	FAIR VALUE
a. Overnight and Continuous		
b. 30 Days or Less		
c. 31 to 90 Days		
d. > 90 Days		

(9) Recognized Receivable for Return of Collateral – Secured Borrowing

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Maximum Amount				
1. Cash				
2. Securities (FV)				
b. Ending Balance				
1. Cash				
2. Securities (FV)				

(10) Recognized Liability to Return Collateral – Secured Borrowing (Total)

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Maximum Amount				
1. Repo Securities Sold/Acquired with Cash Collateral				
2. Repo Securities Sold/Acquired with Securities Collateral (FV)				
b. Ending Balance				
1. Repo Securities Sold/Acquired with Cash Collateral				
2. Repo Securities Sold/Acquired with Securities Collateral (FV)				

H. Repurchase Agreements Transactions Accounted for as a Sale

(1)
REPURCHASE TRANSACTION – CASH TAKER – OVERVIEW OF SALE TRANSACTIONS

(2) Type of Repo Trades Used

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Bilateral (YES/NO)				
b. Tri-Party (YES/NO)				

(3) Original (Flow) & Residual Maturity

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Maximum Amount				
1. Open – No Maturity				
2. Overnight				
3. 2 Days to 1 Week				
4. > 1 Week to 1 Month				
5. > 1 Month to 3 Months				
6. > 3 Months to 1 Year				
7. > 1 Year				
b. Ending Balance				
1. Open – No Maturity				
2. Overnight				
3. 2 Days to 1 Week				
4. > 1 Week to 1 Month				
5. > 1 Month to 3 Months				
6. > 3 Months to 1 Year				
7. > 1 Year				

(4)

(5) Securities "Sold" Under Repo - Sale

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Maximum Amount				
1. BACV	XXX	XXX	XXX	
2. Nonadmitted – Subset of BACV	XXX	XXX	XXX	
3. Fair Value				
b. Ending Balance				
1. BACV	XXX	XXX	XXX	
2. Nonadmitted – Subset of BACV	XXX	XXX	XXX	
3. Fair Value				

(6) Securities Sold Under Repo – Sale by NAIC Designation
ENDING BALANCE

	1 NONE	2 NAIC 1	3 NAIC 2	4 NAIC 3
a. ICO – BACV				
b. ICO – FV				
c. ABS – BACV				
d. ABS – FV				
e. Preferred Stock – BACV				
f. Preferred Stock – FV				
g. Common Stock				
h. Mortgage Loans – BACV				
i. Mortgage Loans – FV				
j. Real Estate – BACV				
k. Real Estate – FV				
l. Derivatives – BACV				
m. Derivatives – FV				
n. Other Invested Assets – BACV				
o. Other Invested Assets – FV				
p. Total Assets – BACV	0	0	0	0
q. Total Assets – FV	0	0	0	0

ENDING BALANCE

	5 NAIC 4	6 NAIC 5	7 NAIC 6	8 NONADMITTED
a. ICO – BACV				
b. ICO – FV				
c. ABS – BACV				
d. ABS – FV				
e. Preferred Stock – BACV				
f. Preferred Stock – FV				
g. Common Stock				
h. Mortgage Loans – BACV				
i. Mortgage Loans – FV				
j. Real Estate – BACV				
k. Real Estate – FV				
l. Derivatives – BACV				
m. Derivatives – FV				
n. Other Invested Assets – BACV				

o. Other Invested Assets – FV				
p. Total Assets – BACV	0	0	0	0
q. Total Assets – FV	0	0	0	0

p=a+c+e+g+h+j+l+n q=b+d+f+g+i+k+m+o

(7) Proceeds Received - Sale

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Maximum Amount				
1. Cash				
2. Securities (FV)				
3. Nonadmitted				
b. Ending Balance				
1. Cash				
2. Securities (FV)				
3. Nonadmitted				

(8) Cash & Non-Cash Collateral Received – Sale by NAIC Designation
ENDING BALANCE

	1 NONE	2 NAIC 1	3 NAIC 2	4 NAIC 3
a. ICO – FV				
b. ABS – FV				
c. Preferred Stock – FV				
d. Common Stock				
e. Mortgage Loans – FV				
f. Real Estate – FV				
g. Derivatives – FV				
h. Other Invested Assets – FV				
i. Total Assets – FV (Sum of a through h)	0	0	0	0

ENDING BALANCE

	5 NAIC 4	6 NAIC 5	7 NAIC 6	8 NONADMITTED
a. ICO – FV				
b. ABS – FV				
c. Preferred Stock – FV				
d. Common Stock				
e. Mortgage Loans – FV				
f. Real Estate – FV				
g. Derivatives – FV				
h. Other Invested Assets – FV				
i. Total Assets – FV (Sum of a through h)	0	0	0	0

(9) Recognized Forward Resale Commitment

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Maximum Amount				
b. Ending Balance				

I. Reverse Repurchase Agreements Transactions Accounted for as a Sale

(1)
REPURCHASE TRANSACTION – CASH PROVIDER – OVERVIEW OF SALE TRANSACTIONS

(2) Type of Repo Trades Used

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Bilateral (YES/NO)				
b. Tri-Party (YES/NO)				

(3) Original (Flow) & Residual Maturity

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Maximum Amount				
1. Open – No Maturity				
2. Overnight				
3. 2 Days to 1 Week				
4. > 1 Week to 1 Month				
5. > 1 Month to 3 Months				
6. > 3 Months to 1 Year				
7. > 1 Year				
b. Ending Balance				
1. Open – No Maturity				
2. Overnight				
3. 2 Days to 1 Week				
4. > 1 Week to 1 Month				
5. > 1 Month to 3 Months				
6. > 3 Months to 1 Year				
7. > 1 Year				

(4)

(5) Securities Acquired Under Repo - Sale

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Maximum Amount				
1. BACV	XXX	XXX	XXX	
2. Nonadmitted – Subset of BACV	XXX	XXX	XXX	
3. Fair Value				
b. Ending Balance				
1. BACV	XXX	XXX	XXX	
2. Nonadmitted – Subset of BACV	XXX	XXX	XXX	
3. Fair Value				

(6) Securities Acquired Under Repo – Sale by NAIC Designation
ENDING BALANCE

	1 NONE	2 NAIC 1	3 NAIC 2	4 NAIC 3
a. ICO – BACV				
b. ICO – FV				
c. ABS – BACV				
d. ABS – FV				
e. Preferred Stock – BACV				
f. Preferred Stock – FV				
g. Common Stock				
h. Mortgage Loans – BACV				
i. Mortgage Loans – FV				
j. Real Estate – BACV				
k. Real Estate – FV				
l. Derivatives – BACV				
m. Derivatives – FV				
n. Other Invested Assets – BACV				
o. Other Invested Assets – FV				
p. Total Assets – BACV	0	0	0	0
q. Total Assets – FV	0	0	0	0

ENDING BALANCE

	5 NAIC 4	6 NAIC 5	7 NAIC 6	8 NONADMITTED
a. ICO – BACV				
b. ICO – FV				
c. ABS – BACV				
d. ABS – FV				
e. Preferred Stock – BACV				
f. Preferred Stock – FV				
g. Common Stock				
h. Mortgage Loans – BACV				
i. Mortgage Loans – FV				
j. Real Estate – BACV				
k. Real Estate – FV				

l. Derivatives – BACV				
m. Derivatives – FV				
n. Other Invested Assets – BACV				
o. Other Invested Assets – FV				
p. Total Assets – BACV	0	0	0	0
q. Total Assets – FV	0	0	0	0

p=a+c+e+g+h+j+l+n q=b+d+f+g+i+k+m+o

(7) Proceeds Provided - Sale

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Maximum Amount				
1. Cash				
2. Securities (FV)				
3. Securities (BACV)	XXX	XXX	XXX	XXX
4. Nonadmitted Subset (BACV)	XXX	XXX	XXX	XXX
b. Ending Balance				
1. Cash				
2. Securities (FV)				
3. Securities (BACV)				
4. Nonadmitted Subset (BACV)				

(8) Recognized Forward Resale Commitment

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
a. Maximum Amount				
b. Ending Balance				

J. Real Estate

(1)
a.
b.
c.
(2)
a.
b.
(3)
(4)
a.
b.
c.
d.
e.
(5)
a.
b.

K. Investments in Tax Credit Structures (tax credit investments)

(1) Not Applicable

(2) Not Applicable

(3) Not Applicable

(4) Not Applicable

(5) Not Applicable

(6) Not Applicable

(7) Not Applicable

a.
b.

(8) Not Applicable

a.
b.

L. Restricted Assets

(1) Restricted Assets (Including Pledged)

Restricted Asset Category	1 Total Gross (Admitted & Nonadmitted) Restricted from Current Year	2 Total Gross (Admitted & Nonadmitted) Restricted from Prior Year	3 Increase/ (Decrease) (1 minus 2)	4 Total Current Year Nonadmitted Restricted	5 Total Current Year Admitted Restricted (1 minus 4)	6 Gross (Admitted & Nonadmitted) Restricted to Total Assets (a)	7 Admitted Restricted to Total Admitted Assets (b)	8 Amount Reported in General Interrogatories	9 Difference from Note and GI	10 GI Ref
a. Subject to contractual obligation for which liability is not shown	$	$ 0	$ 0	$	$ 0	0.0 %	0.0 %	XXX	XXX	XXX
b. Collateral held under security lending agreements		0	0		0	0.0	0.0	0	0	25.04 + 25.05
c. Subject to repurchase agreements		0	0		0	0.0	0.0	0	0	26.21
d. Subject to reverse repurchase agreements		0	0		0	0.0	0.0	0	0	26.22
e. Subject to dollar repurchase agreements		0	0		0	0.0	0.0	0	0	26.23
f. Subject to dollar reverse repurchase agreements		0	0		0	0.0	0.0	0	0	26.24
g. Placed under option contracts		0	0		0	0.0	0.0	0	0	26.25
h. Letter stock or securities restricted as to sale – excluding FHLB capital stock		0	0		0	0.0	0.0	0	0	26.26
i. FHLB capital stock	1,054,500	635,400	419,100		1,054,500	0.0	0.0	1,054,500	0	26.27
j. On deposit with states		0	0		0	0.0	0.0	0	0	26.28
k. On deposit with other regulatory bodies		0	0		0	0.0	0.0	0	0	26.29
l. Pledged as collateral to FHLB (including assets backing funding agreements)	467,800,771	470,098,886	(2,298,115)		467,800,771	7.8	8.3	0	467,800,771	26.31
m. Pledged as collateral not captured in other										

Restricted Asset Category	1 Total Gross (Admitted & Nonadmitted) Restricted from Current Year	2 Total Gross (Admitted & Nonadmitted) Restricted from Prior Year	3 Increase/ (Decrease) (1 minus 2)	4 Total Current Year Nonadmitted Restricted	5 Total Current Year Admitted Restricted (1 minus 4)	6 Gross (Admitted & Nonadmitted) Restricted to Total Assets (a)	7 Admitted Restricted to Total Admitted Assets (b)	8 Amount Reported in General Interrogatories	9 Difference from Note and GI	10 GI Ref
categories	0	0	0		0	0.0	0.0	0	0	26.30
n. Other restricted assets	0	0	0		0	0.0	0.0	467,800,771	(467,800,771)	26.32
o. Collateral assets received and on balance sheet			0		0	0.0	0.0	XXX	XXX	XXX
p. Assets held under modco reinsurance agreements			0		0	0.0	0.0	XXX	XXX	XXX
q. Assets held under funds withheld reinsurance agreements			0		0	0.0	0.0	XXX	XXX	XXX
r. Total restricted assets (Sum of a through q)	$ 468,855,271	$ 470,734,286	$ (1,879,015)	$ 0	$ 468,855,271	7.9 %	8.3 %	XXX	XXX	XXX

(a) Column 1 divided by Asset Page, Column 1, Line 28
(b) Column 5 divided by Asset Page, Column 3, Line 28
Reporting entities shall explain the differences between amounts reported in Note 5L(1) and the general interrogatories. This shall include all instances in which an amount is reported in column 9 above.

GI Reference	Difference between Note and GI (Per Column 9 above)	Explanation
25.04 + 25.05	0	
26.21	0	
26.22	0	
26.23	0	
26.24	0	
26.25	0	
26.26	0	
26.27	0	
26.28	0	
26.29	0	
26.31	467,800,771	
26.30	0	
26.32	(467,800,771)	

(4) Collateral Received and Assets Held under Modco/Funds Withheld (FWH) Reinsurance Agreements Reflected as Assets Within the Reporting Entity's Financial Statements

Assets	1 BACV Collateral ***	2 BACV Modco ****	3 BACV FWH *****	4 Fair Value Collateral	5 Fair Value Modco	6 Fair Value FWH	7 % of BACV to Total Assets (Admitted and Nonadmitted) *	8 % of BACV to Total Admitted Assets **
a. Cash, Cash Equivalents and Short-Term Investments	$	$	$	$	$	$	0.0 %	0.0 %
b. Schedule D, Part 1, Section 1							0.0 %	0.0 %
c. Schedule D, Part 1, Section 2							0.0 %	0.0 %
d. Schedule D, Part 2, Section 1							0.0 %	0.0 %
e. Schedule D, Part 2, Section 2							0.0 %	0.0 %
f. Schedule B							0.0 %	0.0 %
g. Schedule A							0.0 %	0.0 %
h. Schedule BA, Part 1							0.0 %	0.0 %
i. Schedule DL, Part 1							0.0 %	0.0 %
j. Other							0.0 %	0.0 %
k. Total Assets (a+b+c+d+e+f+g+h+i+j)	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	0.0 %	0.0 %
l. Percentage to Total FWH Assets (including Modco)	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX

* Sum of Column 1, 2 and 3 (Total of Collateral, Modco, FWH) divided by Asset Page, Line 26 (Column 1)
** Sum of Column 1, 2 and 3 (Total of Collateral, Modco, FWH) divided by Asset Page, Line 26 (Column 3)
*** k (Collateral BACV) should equal Note 5L(1) Column 1, Line o.
**** k (Modco BACV) should equal Note 5L(1) Column 1, Line p.
***** k (FWH BACV) should equal Note 5L(1) Column 1, Line q.

Assets	9 Book/Adjusted Carrying Value (BACV)	10	11	12	13	14	15
		Related Party Code					
	FWH Including Modco	1	2	3	4	5	6
a. Cash, Cash Equivalents and Short-Term Investments	$	$	$	$	$	$	$
b. Schedule D, Part 1, Section 1							
c. Schedule D, Part 1, Section 2							
d. Schedule D, Part 2, Section 1							
e. Schedule D, Part 2, Section 2							
f. Schedule B							
g. Schedule A							
h. Schedule BA, Part 1							
i. Schedule DL, Part 1							
j. Other	$	$	$	$	$	$	$
k. Total Assets (a+b+c+d+e+f+g+h+i+j)	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
l. Percentage to Total FWH Assets (including Modco)	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %

	1 Amount	2 % of Liability to Total Liabilities #
m. Recognized Obligation to Return Collateral Asset	$	0.0 %
n. Recognized Obligation for Modco assets	$	0.0 %
o. Recognized Obligation for FWH (excluding Modco) assets	$	0.0 %

m + n + o = Column 1 divided by Liability Page, Line 24 (Column 3)

(5) Disclose whether any of the asset held a collateral or under modified coinsurance (Modco) or funds withheld reinsurance (FWH) agreements have been pledged for another purpose specific to the insurance reporting entity (not for the benefit of the reinsurer). For example, if the insurance reporting entity has used these assets as the collateral in a securities lending agreement, a repo transaction, pledged as collateral to the FHLB, etc. (For Modco/FWH assets, items pledged on behalf of the reinsurer shall not be captured.)

	Collateral Held	Modco	FWH
a. Securities Lending			
b. Repo / repurchase Agreements			
c. Placed under option contracts			
d. On deposit with states			
e. On deposit with other regulatory bodies			
f. Pledged as collateral to FHLB (including assets backing funding agreements)			
g. Pledged as collateral not captured in other categories			
h. Total (a+b+c+d+e+f+g)	0	0	0

M. Working Capital Finance Investments

(1) Aggregate Working Capital Finance Investments (WCFI) Book/Adjusted Carrying Value by NAIC Designation:

	Gross Asset CY	Non-admitted Asset CY	Net Admitted Asset CY
a. WCFI Designation 1	$	$	$ 0

b.	WCFI Designation 2			0
c.	WCFI Designation 3			0
d.	WCFI Designation 4			0
e.	WCFI Designation 5			0
f.	WCFI Designation 6			0
g.	Total (a+b+c+d+e+f)	$ 0	$ 0	$ 0

(2) Aggregate Maturity Distribution on the Underlying Working Capital Finance Programs:

		Book/Adjusted Carrying Value
a.	Up to 180 Days	
b.	181 Days to 365 Days	
c.	Total (a+b)	$ 0

(3)

N. Offsetting and Netting of Assets and Liabilities

O. 5GI Securities

Investment	Number of 5GI Securities		Aggregate BACV		Aggregate Fair Value	
	Current Year	Prior Year	Current Year	Prior Year	Current Year	Prior Year
(1) ICO – AC	1	8	$ 571,175	$ 12,049,816	$ 571,175	$ 14,874,194
(2) ICO – FV		0		0		0
(3) ABS – AC		0		0		0
(4) ABS – FV		0		0		0
(5) Preferred Stock – AC		0		0		0
(6) Preferred Stock – FV		0		0		0
(7) Total (1+2+3+4+5+6)	1	8	$ 571,175	$ 12,049,816	$ 571,175	$ 14,874,194

AC – Amortized Cost FV – Fair Value

P. Short Sales

(1) Unsettled Short Sale Transactions (Outstanding as of Reporting Date)

	Proceeds Received	Current Fair Value of Securities Sold Short	Unrealized Gain or (Loss)	Expected Settlement (# of Days)	Fair Value of Short Sales Exceeding (or expected to exceed) 3 Settlement Days	Fair Value of Short Sales Expected to be Settled by Secured Borrowing
a. ICO	$					
b. ABS						
c. Preferred Stock						
d. Common Stock						
d. Totals (a+b+c+d)	$ 0	$ 0	$ 0	XXX	$ 0	$ 0

(2) Settled Short Sale Transactions

	Proceeds Received	Current Fair Value of Securities Sold Short	Realized Gain or (Loss) on Transaction	Fair Value of Short Sales that Exceeded 3 Settlement Days	Fair Value of Short Sales Settled by Secured Borrowing
a. ICO	$	$	$	$	$
b. ABS					
c. Preferred Stock					
d. Common Stock					
e. Totals (a+b+c+d)	$ 0	$ 0	$ 0	$ 0	$ 0

Q. Prepayment Penalty and Acceleration Fees

		General Account
(1)	Number of CUSIPs	1
(2)	Aggregate Amount of Investment Income	2,440

R. Reporting Entity's Share of Cash Pool by Asset type.

Asset Type	Percent Share	
(1) Cash		%
(2) Cash Equivalents		%
(3) Short-Term Investments		%
(4) Total (Must equal 100%)	0.000	%

S. Aggregate Collateral Loans by Qualifying Investment Collateral

Collateral Type	Aggregate Collateral Loan*	Admitted	Nonadmitted
(1) Cash, Cash Equivalent & ST Investments			
a. Affiliated		0	
b. Unaffiliated		0	
(2) Issuer Credit Obligations			
a. Affiliated		0	
b. Unaffiliated		0	
(3) Asset-Backed Securities			
a. Affiliated		0	
b. Unaffiliated		0	
(4) Preferred Stocks			
a. Affiliated		0	
b. Unaffiliated		0	
(5) Common Stocks			
a. Affiliated		0	
b. Unaffiliated		0	
(6) Real Estate			
a. Affiliated		0	
b. Unaffiliated		0	
(7) Mortgage Loans			
a. Affiliated		0	
b. Unaffiliated		0	
(8) Joint Ventures, Partnerships, LLC			
a. Affiliated		0	
b. Unaffiliated		0	
(9) Other Qualifying Investments			
a. Affiliated		0	
b. Unaffiliated		0	
(10) Collateral Does not Qualify as an Investment			
a. Affiliated		0	
b. Unaffiliated		0	
(11) Total	0	0	0

* Aggregate Collateral Loan Total Line should equal Schedule BA, Part 1, Column 12, Book Adjusted Carrying Value

Note 6 - Joint Ventures, Partnerships and Limited Liability Companies

A. Investments in Joint Ventures, Partnerships and Limited Liability Companies that Exceed 10% of its admitted assets

The Company has no investments in joint ventures, partnerships, or limited liability companies that exceed 10% of admitted assets.

B. Investments in Impaired Joint Ventures, Partnerships and Limited Liability Companies in the year of the Impairment Write-Down

Not Applicable. The Company has no investments in joint ventures, partnerships, or limited liability companies that exceed 10% of admitted assets.

Note 7 - Investment Income

A. Due and Accrued Income that was Excluded from Surplus on the following basis

The Company has no non-admitted investment income due and accrued.

B. Total Amount Excluded

The Company has no non-admitted investment income due and accrued.

C. Gross, nonadmitted and admitted amounts for interest income due and accrued.

Interest Income Due and Accrued	Amount
1. Gross	$ 21,426,387
2. Nonadmitted	$
3. Admitted	$ 21,426,387

D. Aggregate deferred interest.

	Amount
Aggregate Deferred Interest	$

E. Cumulative amounts of paid-in-kind (PIK) interest included in the current principal balance.

	Amount
Cumulative amounts of PIK interest included in the current principal balance	$

Note 8 - Derivative Instruments

Not Applicable.

A. Derivatives under *SSAP No. 86 – Derivatives*

Not Applicable

(1) Not Applicable

(2) Not Applicable

(3) Not Applicable

(4) Not Applicable

(5) Not Applicable

(6) Not Applicable

(7) Not Applicable

(8) Not Applicable

a.
b.
(9)
a.

Fiscal Year	Derivative Premium Payments Due
1. 2026	$
2. 2027	
3. 2028	
4. 2029	
5. Thereafter	
6. Total Financing Premiums (Sum of 1 through 5)	$ 0

b.

	Undiscounted Future Premium Commitments	Derivative Fair Value With Premium Commitments (Reported on DB)	Derivative Fair Value Excluding Impact of Financing Premiums
1. Prior Year	$ 0	$ 0	$ 0
2. Current Year	$	$	$

(10) Information on the aggregate excluded components by category

Type of Excluded Component	Current Fair Value	Recognized Unrealized Gain (Loss)	Fair Value Reflected in BACV	Aggregate Amount Owed at Maturity	Current Year Amortization	Remaining Amortization
a. Time Value	$	$	$	XXX	XXX	XXX
b. Volatility Value	$	$	$	XXX	XXX	XXX
c. Cross Current Basis Spread	$	$	XXX	XXX	XXX	XXX
d. Forward Points	$	$	XXX	$	$	$

B. Derivatives under *SSAP No. 108 – Derivatives Hedging Variable Annuity Guarantees*

Not Applicable

(1) Not Applicable

(2) Recognition of gains/losses and deferred assets and liabilities

a. Scheduled Amortization

Amortization Year	Deferred Assets	Deferred Liabilities
1. 2026		
2. 2027		
3. 2028		
4. 2029		
5. 2030		
6. 2031		
7. 2032		
8. 2033		
9. 2034		
10. 2035		
11. Total (Sum of 1 through 10)	0	0

b. Total Deferred Balance* 0
* Should agree to Column 19 of Schedule DB, Part E

c. Reconciliation of Amortization:
1. Prior Year Total Deferred Balance $ 0
2. Current Year Amortization $
3. Current Year Deferred Recognition $
4. Ending Deferred Balance [1-(2+3)] $ 0

d. Open Derivative Removed from SSAP No. 108 and Captured in Scope of SSAP No. 86
1. Total Derivative Fair Value Change $
2. Change in Fair Value Reflected as a Natural Offset to VM21 Liability Under SSAP No. 108 $
3. Change in Fair Value Reflected as a Deferred Asset / Liability Under SSAP No. 108 $
4. Other Changes $
5. Unrealized Gain / Loss Recognized for Derivative Under SSAP No. 86 [1-(sum of 2 through 4)] $ 0

e. Open Derivative Removed from SSAP No. 86 and Captured in Scope of SSAP No. 108

1.	Total Derivative Fair Value Change	$
2.	Unrealized Gain / Loss Recognized Prior to the Reclassification to SSAP No. 108	$
3.	Other Changes	$
4.	Fair Value Change Available for Application under SSAP No. 108 [1-(2+3)]	$ 0

(3) Not Applicable

a.

c. Amortization

	Amortization Year	Recognized Deferred Assets	Recognized Deferred Liabilities	Accelerated Amortization	Original Amortization
1.	2026				
2.	2027				
3.	2028				
4.	2029				
5.	2030				
6.	Total Adjusted Amortization				

d.

(4) Not Applicable

a.

c. Amortization

	Amortization Year	Recognized Deferred Assets	Recognized Deferred Liabilities	Accelerated Amortization	Original Amortization
1.	2026				
2.	2027				
3.	2028				
4.	2029				
5.	2030				
6.	Total Adjusted Amortization				

d.

Note 9 - Income Taxes

A. The components of the net deferred tax asset/(liability) at December 31 are as follows:

1.

		12/31/2025		
		(1) Ordinary	(2) Capital	(3) (Col 1+2) Total
(a)	Gross Deferred Tax Assets	$ 213,276,955	$ 4,226,363	$ 217,503,318
(b)	Statutory Valuation Allowance Adjustments	$ 176,028,841	$ (4,368,822)	$ 171,660,019
(c)	Adjusted Gross Deferred Tax Assets (1a - 1b)	$ 37,248,114	$ 8,595,185	$ 45,843,299
(d)	Deferred Tax Assets Nonadmitted	$	$	$ 0
(e)	Subtotal Net Admitted Deferred Tax Asset (1c -1d)	$ 37,248,114	$ 8,595,185	$ 45,843,299
(f)	Deferred Tax Liabilities	$ 37,248,114	$ 8,595,185	$ 45,843,299
(g)	Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	$ 0	$ 0	$ 0

		12/31/2024		
		(4) Ordinary	(5) Capital	(6) (Col 4+5) Total
(a)	Gross Deferred Tax Assets	$ 232,144,394	$ 6,148,527	$ 238,292,921
(b)	Statutory Valuation Allowance Adjustments	$ 189,327,014	$ (18,362,065)	$ 170,964,949
(c)	Adjusted Gross Deferred Tax Assets (1a - 1b)	$ 42,817,380	$ 24,510,592	$ 67,327,972
(d)	Deferred Tax Assets Nonadmitted	$ 0	$ 0	$ 0
(e)	Subtotal Net Admitted Deferred Tax Asset (1c -1d)	$ 42,817,380	$ 24,510,592	$ 67,327,972
(f)	Deferred Tax Liabilities	$ 42,817,380	$ 24,510,592	$ 67,327,972
(g)	Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	$ 0	$ 0	$ 0

		Change		
		(7) (Col 1-4) Ordinary	(8) (Col 2-5) Capital	(9) (Col 7+8) Total
(a)	Gross Deferred Tax Assets	$ (18,867,439)	$ (1,922,164)	$ (20,789,603)
(b)	Statutory Valuation Allowance Adjustments	$ (13,298,173)	$ 13,993,243	$ 695,070
(c)	Adjusted Gross Deferred Tax Assets (1a - 1b)	$ (5,569,266)	$ (15,915,407)	$ (21,484,673)
(d)	Deferred Tax Assets Nonadmitted	$ 0	$ 0	$ 0
(e)	Subtotal Net Admitted Deferred Tax Asset (1c -1d)	$ (5,569,266)	$ (15,915,407)	$ (21,484,673)
(f)	Deferred Tax Liabilities	$ (5,569,266)	$ (15,915,407)	$ (21,484,673)
(g)	Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	$ 0	$ 0	$ 0

2.

		12/31/2025		
		(1) Ordinary	(2) Capital	(3) (Col 1+2) Total
	Admission Calculation Components SSAP No. 101			
(a)	Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks.	$	$	$ 0
(b)	Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation. (The Lesser of 2(b)1 and 2(b)2 Below)	$	$	$ 0
	1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date.	$	$	$ 0
	2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX	$
(c)	Adjusted Gross Deferred Tax Assets (Excluding The Amount Of Deferred Tax Assets From 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities.	$ 37,247,113	$ 8,595,185	$ 45,842,298
(d)	Deferred Tax Assets Admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	$ 37,247,113	$ 8,595,185	$ 45,842,298

		12/31/2024		
		(4) Ordinary	(5) Capital	(6) (Col 4+5) Total
(a)	Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks.	$ 0	$ 0	$ 0
(b)	Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation. (The Lesser of 2(b)1 and 2(b)2 Below)	$ 0	$ 0	$ 0
	1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date.	$ 0	$ 0	$ 0
	2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX	$ 0
(c)	Adjusted Gross Deferred Tax Assets (Excluding The Amount Of Deferred Tax Assets From 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities.	$ 42,817,381	$ 24,510,592	$ 67,327,973
(d)	Deferred Tax Assets Admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	$ 42,817,381	$ 24,510,592	$ 67,327,973

	Change		
	(7) (Col 1-4) Ordinary	(8) (Col 2-5) Capital	(9) (Col 7+8) Total
(a) Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks.	$ 0	$ 0	$ 0
(b) Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation. (The Lesser of 2(b)1 and 2(b)2 Below)	$ 0	$ 0	$ 0
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date.	$ 0	$ 0	$ 0
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX	$ 0
(c) Adjusted Gross Deferred Tax Assets (Excluding The Amount Of Deferred Tax Assets From 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities.	$ (5,570,268)	$ (15,915,407)	$ (21,485,675)
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	$ (5,570,268)	$ (15,915,407)	$ (21,485,675)

3.

	2025	2024
(a) Ratio Percentage Used To Determine Recovery Period And Threshold Limitation Amount.	493.000	450.000
(b) Amount Of Adjusted Capital And Surplus Used To Determine Recovery Period And Threshold Limitation In 2(b)2 Above.	$ 1,664,915,591.000	$ 1,695,718,340.000

4.

	12/31/2025	
	(1) Ordinary	(2) Capital
Impact of Tax-Planning Strategies		
(a) Determination Of Adjusted Gross Deferred Tax Assets And Net Admitted Deferred Tax Assets, By Tax Character As A Percentage.		
1. Adjusted Gross DTAs Amount From Note 9A1(c)	37,248,114	8,595,185
2. Percentage Of Adjusted Gross DTAs By Tax Character Attributable To The Impact Of Tax Planning Strategies		
3. Net Admitted Adjusted Gross DTAs Amount From Note 9A1(e)	37,248,114	8,595,185
4. Percentage Of Net Admitted Adjusted Gross DTAs By Tax Character Admitted Because Of The Impact Of Tax Planning Strategies		

	12/31/2024	
	(3) Ordinary	(4) Capital
(a) Determination Of Adjusted Gross Deferred Tax Assets And Net Admitted Deferred Tax Assets, By Tax Character As A Percentage.		
1. Adjusted Gross DTAs Amount From Note 9A1(c)	42,817,380	24,510,592
2. Percentage Of Adjusted Gross DTAs By Tax Character Attributable To The Impact Of Tax Planning Strategies	0.0	0.0
3. Net Admitted Adjusted Gross DTAs Amount From Note 9A1(e)	42,817,380	24,510,592
4. Percentage Of Net Admitted Adjusted Gross DTAs By Tax Character Admitted Because Of The Impact Of Tax Planning Strategies	0.0	0.0

	Change	
	(5) (Col 1-3) Ordinary	(6) (Col 2-4) Capital
(a) Determination Of Adjusted Gross Deferred Tax Assets And Net Admitted Deferred Tax Assets, By Tax Character As A Percentage.		
1. Adjusted Gross DTAs Amount From Note 9A1(c)	(5,569,266)	(15,915,407)
2. Percentage Of Adjusted Gross DTAs By Tax Character Attributable To The Impact Of Tax Planning Strategies	0.0	0.0
3. Net Admitted Adjusted Gross DTAs Amount From Note 9A1(e)	(5,569,266)	(15,915,407)
4. Percentage Of Net Admitted Adjusted Gross DTAs By Tax Character Admitted Because Of The Impact Of Tax Planning Strategies	0.0	0.0
(b) Does the Company's tax-planning strategies include the use of reinsurance?	Yes	No X

B. Deferred Tax Liabilities Not Recognized

(1) The company has no unrecognized DTLs for amounts described in SSAP 101, paragraph 23.

(2) None.

(3) None.

C. Current income taxes incurred consist of the following major components

	(1) 12/31/2025	(2) 12/31/2024	(3) (Col 1-2) Change
1. Current Income Tax			
(a) Federal	$ (128,319,648)	$ (57,456,438)	$ (70,863,210)
(b) Foreign	$	$ (28,822)	$ 28,822
(c) Subtotal (1a+1b)	$ (128,319,648)	$ (57,485,260)	$ (70,834,388)
(d) Federal income tax on net capital gains	$ 27,359,730	$ (912,106)	$ 28,271,836
(e) Utilization of capital loss carry-forwards	$	$ 0	$ 0
(f) Other	$ (6,377,046)	$ (11,400,553)	$ 5,023,507
(g) Federal and foreign income taxes incurred (1c+1d+1e+1f)	$ (107,336,964)	$ (69,797,919)	$ (37,539,045)
2. Deferred Tax Assets:			
(a) Ordinary			
(1) Discounting of unpaid losses	$ 30,903,165	$ 24,367,792	$ 6,535,373
(2) Unearned premium reserve	$	$ 0	$ 0
(3) Policyholder reserves	$	$ 0	$ 0
(4) Investments	$	$ 0	$ 0
(5) Deferred acquisition costs	$	$ 0	$ 0
(6) Policyholder dividends accrual	$	$ 0	$ 0
(7) Fixed assets	$	$ 0	$ 0
(8) Compensation and benefits accrual	$ 40,706,182	$ 41,732,802	$ (1,026,620)
(9) Pension accrual	$	$ 0	$ 0
(10) Receivables - nonadmitted	$ 71,687,708	$ 0	$ 71,687,708
(11) Net operating loss carry-forward	$	$ 0	$ 0
(12) Tax credit carry-forward	$	$ 0	$ 0
(13) Other	$ 69,978,900	$ 166,043,800	$ (96,064,900)
(99) Subtotal (sum of 2a1 through 2a13)	$ 213,275,955	$ 232,144,394	$ (18,868,439)
(b) Statutory valuation allowance adjustment	$ 176,028,841	$ 189,327,014	$ (13,298,173)
(c) Nonadmitted	$	$ 0	$ 0
(d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c)	$ 37,247,114	$ 42,817,380	$ (5,570,266)
(e) Capital:			
(1) Investments	$ 3,751,971	$ 5,256,984	$ (1,505,013)
(2) Net capital loss carry-forward	$ 474,392	$ 891,543	$ (417,151)
(3) Real estate	$	$ 0	$ 0
(4) Other	$	$ 0	$ 0
(99) Subtotal (2e1+2e2+2e3+2e4)	$ 4,226,363	$ 6,148,527	$ (1,922,164)
(f) Statutory valuation allowance adjustment	$ (4,368,822)	$ (18,362,065)	$ 13,993,243
(g) Nonadmitted	$	$ 0	$ 0
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g)	$ 8,595,185	$ 24,510,592	$ (15,915,407)
(i) Admitted deferred tax assets (2d + 2h)	$ 45,842,299	$ 67,327,972	$ (21,485,673)
3. Deferred Tax Liabilities:			
(a) Ordinary			
(1) Investments	$ 3,941,166	$ 4,699,523	$ (758,357)
(2) Fixed assets	$ 21,035,813	$ 24,163,178	$ (3,127,365)
(3) Deferred and uncollected premium	$	$ 0	$ 0
(4) Policyholder reserves	$	$ 0	$ 0
(5) Other	$ 12,270,135	$ 13,954,679	$ (1,684,544)
(99) Subtotal (3a1+3a2+3a3+3a4+3a5)	$ 37,247,114	$ 42,817,380	$ (5,570,266)

(b) Capital:			
(1) Investments	$ 8,595,185	$ 24,463,291	$ (15,868,106)
(2) Real estate	$	$ 0	$ 0
(3) Other	$ 0	$ 47,301	$ (47,301)
(99) Subtotal (3b1+3b2+3b3)	$ 8,595,185	$ 24,510,592	$ (15,915,407)
(c) Deferred tax liabilities (3a99 + 3b99)	$ 45,842,299	$ 67,327,972	$ (21,485,673)
4. Net deferred tax assets/liabilities (2i - 3c)	$ 0	$ 0	$ 0

D. Among the more significant book to tax adjustments were the following:

D. Reconciliation of total statutory income taxes reported to tax at statutory rate:

The provision for federal income taxes incurred is different from that which would be obtained by applying the statutory federal income tax rate to income before taxes including realized capital gains/losses.

The significant items causing this difference are as follows:

Description	Amount	Tax Effect	Effective Tax Rate
Income before taxes	(534,958)	(112,341)	21.00%
Change in deferred taxes on non-admitted assets	106,252	22,313	-4.17%
ACA insurer fee	-	-	0.00%
162(m) compensation adjustment	22,950	4,820	-0.90%
Change in statutory valuation adjustment	3,310	695	-0.13%
Income from disregarded entities	10,758	2,259	-0.42%
Federal tax credits	-	-	0.00%
Foreign tax expense	-	-	0.00%
Other misc	(17,841)	(3,747)	0.70%
Transfer pricing adjustments	6,080	1,277	-0.24%
Section 833(b) deduction	-	-	0.00%
Other non-deductible expenses	2,645	555	-0.10%
Dividends received deduction	(2,485)	(522)	0.10%
Prior period true-ups	(20,114)	(4,224)	0.79%
Return to provision adjustments	(12,640)	(2,654)	0.50%
Total	(436,044)	(91,569)	17.13%
Federal income taxes incurred [expense/(benefit)]		(128,320)	23.99%
Tax on realized capital gains/(losses)		27,260	-5.10%
Prior year under/(over) accrual		(6,377)	1.19%
Change in net deferred income tax [charge/(benefit)]		15,868	-2.97%
Total statutory income taxes		(91,569)	17.11%

E. Operating Loss and Tax Credit Carryforwards

(1) At December 31, 2025, the Company did not have any net operating loss carryforward. At December 31, 2025, the Company did not have capital loss carryforwards.

(2) At December 31, 2025, the Company did not have any AMT credit carryforwards. At December 31, 2025, the Company did not have any foreign tax credit carryforwards

Available from tax year	Ordinary	Capital	Total
2023		-	-
2024	-	-	-
2025	-	-	-
Total	-	-	-

(3) At December 31, 2025, the Company had no tax amounts deposited in accordance with Section 6603 of the Internal Revenue Code.

F. Consolidated Federal Income Tax Return

(1) At December 31, 2025, the Company did not have any income tax loss contingencies as described under SSAP 101, paragraph 27.

(2) Not Applicable. At December 31, 2025, the Company did not have any income tax loss contingencies as described under SSAP 101, paragraph 27.

G. Federal or Foreign Income Tax Loss Contingencies

110 Horizon Mutual Holdings, Inc.
185 Horizon Healthcare Dental, Inc.
200 Horizon Operating Holdings, Inc.
210 Greenwood Insurance Company, Inc.
300 Horizon Healthcare of New Jersey, Inc.
380 Horizon Casualty Services, Inc.
390 NovaOne, Inc.
400 Horizon Diversified Holdings, Inc.
450 Multistate Investment Services, Inc.
460 Multistate Professional Services, Inc.
475 Horizon Insurance Company, Inc.

The Company files its U.S. Federal Corporate Income Tax Return as a member of the Horizon Mutual Holdings, Inc and Subsidiaries consolidated group and participates in the Horizon Mutual Holdings, Inc. and Subsidiaries tax sharing agreement. The agreement provides that the Company's tax liability/benefit is computed on a separate company basis using the Consolidated group's applicable tax rate. In addition, the agreement provides that the Company will be reimbursed by the Parent for tax benefits relating to any net losses or any tax credits generated by the Company and utilized in filing the consolidated return. The federal income tax recoverable/payable in the accompanying statement of admitted assets, liabilities, capital and surplus are due to/from the Parent.
As of December 31, 2025, the company has a federal intercompany tax receivable of $101,316,101.

H. Repatriation Transition Tax (RTT)

None

I. Alternative Minimum Tax Credit

	Amount
(1) Gross AMT Credit Recognized as:	
a. Current year recoverable	$
b. Deferred tax asset (DTA)	$
(2) Beginning Balance of AMT Credit Carryforward	$ 0
(3) Amounts Recovered	$
(4) Adjustments	$
(5) Ending Balance of AMT Credit Carryforward (5=2-3-4)	$ 0
(6) Reduction for Sequestration	$
(7) Nonadmitted by Reporting Entity	$
(8) Reporting Entity Ending Balance (8=5-6-7)	$ 0

Note 10 - Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

A. Nature of the Relationship Involved

The Company owns a number of for-profit subsidiaries involved in services ancillary to the Company's health insurance operations. The largest of the Company's wholly owned subsidiaries is Horizon Healthcare Plan Holding Company, Inc. (HHPHC). HHPHC is a holding company for several managed health care subsidiaries. These include:

Horizon Healthcare of New Jersey (HHNJ): a health maintenance organization (HMO) operating in New Jersey; Horizon Healthcare Dental, Inc. (HHD): a New Jersey dental plan organization offering dental products; Horizon Casualty Services, Inc. (HCS): a managed care workers' compensation company which offers integrated care and administrative services to insurers, employers and third-party administrators Horizon Insurance Company, (HIC): a health insurer operating in New Jersey; and Greenwood Insurance Company, (Greenwood): a captive insurance company

HHPHC, through its subsidiaries, provides cost effective managed health care benefits to subscribers through a select network of efficient providers, cost-effective provider reimbursement policies, and effective utilization management.

The Company also owns 100% of Enterprise Property Holdings, LLC (EPH). EPH owns properties located in Monmouth County, New Jersey, which includes a building leased by the Company.

The Company also owns 100% of Three Penn Plaza Property Holdings Urban Renewal, LLC (3PPPHUR). 3PPPHUR owns the Company's headquarters land and building located in Essex County, New Jersey. This property is leased by the Company.

The Company also owns 100% of Multistate Investments Services, Inc. (MISI). MISI owns investments in various private equity funds whose investment focus is on healthcare innovation and technology in its underlying holdings.

The Company owns 55% of New Jersey Collaborative Care, LLC (NJCC) which in turn owns 100% of Healthier Insurance Company of NJ a/k/a Braven Health. In 2019, the Company and Hackensack Meridian Health, Inc. (HMH) (together, the Founding Members) entered into an operating agreement, as amended (the Operating Agreement) through which New Jersey Collaborative Care, LLC (NJCC) was formed. The Founding Members each hold the only voting interests in NJCC. No potential future partners in NJCC may own any units with voting interests. The purpose of NJCC is limited to developing, licensing, owning, financing, and operating either directly or through the formation of a joint venture insurance company to offer Medicare Advantage (MA) products in the following counties of New Jersey; Bergen, Essex, Hudson, Middlesex, Monmouth, Ocean, Passaic and Union. In order to provide MA products in the counties noted above Healthier New Jersey Insurance Company d/b/a/ Braven Health (Braven) was created by the Founding Members.

B. Detail of Transactions

None.

C. Transactions with related party who are not reported on Schedule Y

The Company reported $172,041 in net receivables from subsidiaries and affiliates at December 31, 2025 and $128,557 at December 31, 2024.

(3) Detail of Material Related Party Transactions Involving Exchange of Assets and Liabilities

D. Amounts Due From or To Related Parties

HHSI and HIC entered into a 90% quota share reinsurance agreement effective October 1, 2015 whereby HHSI reinsured 90% of all Medicare Advantage and PDP and Medicare Supplement (Medigap) business, all on a prospective basis, (collectively, the "Senior" business). The amount of premiums, claims, general and administrative costs, assumed were $339,965, $334,447, and $18,199 at December 31, 2025 and $232,325, $205,779, and $14,051 at December 31, 2024, respectively. Receivables assumed were $0 as of December 31, 2025 as compared to $0 as of December 31, 2024. Liabilities and payables assumed were $149,614 as of December 31, 2025 as compared to $87,255 as of December 31, 2024.

Effective January 1, 2017, HHSI and HHNJ entered into a 90% quota share reinsurance agreement whereby HHSI reinsured 90% of all Medicare DSNP, Medicaid, as well as 90% of Commercial Health insured business, all on a prospective basis.

The amount of premiums, claims, general and administrative costs, assumed were $9,534,547, $8,561,485, and $865,843 at December 31, 2025 and $8,419,443, $7,749,078, and $919,318 at December 31, 2024, respectively. Receivables assumed were $0 as of December 31, 2025 as compared to $0 as of December 31, 2024. Liabilities and payables assumed were $761,663 as of December 31, 2025 as compared to $1,011,263 as of December 31, 2024.

The Company entered into a rental agreement with EPH (sold in July 2025) and 3PPPH. Under the terms of the agreement the Company paid $1,091 of rent in 2025 and $3,213 of rent in 2024 to EPH. Under the terms of the agreement the Company paid $23,323 of rent in 2025 and $24,095 of rent in 2024 to 3PPPH.

In 2025, the Company received $350,000 dividend payments from affiliated subsidiary HHNJ, and $18,000 in 2024.

E. Material Management or Service Contracts and Cost-Sharing Arrangements

The Company has entered into several service agreements whereby the Company provides certain marketing, data

processing, clerical, financial and administrative support functions, at cost. The Company was a party to the following transactions:

The Company sales representatives market HHNJ's and HIC's products. In 2025 and 2024, the Company charged HHNJ $736 and $1,261, respectively, for these sales support services. In 2025, the Company charged HIC $121 for these services and $124 in 2024.

The Company purchases dental coverage from HHD for certain of its employees. HHD recorded revenues of $582 in 2025 and $550 in 2024 for dental coverage provided to the Company's employees.

The Company provides HHNJ and HIC with certain administrative services, including executive, financial, legal and human resource support. The Company also provides the computer systems and programming support needed by HHNJ for claims processing and customer service. These services are allocated according to a defined formula. Additionally, the Company provides various direct support services related to hospital contract negotiations, enrollment and billing services, front-end clerical functions, mail services, provider network services and medical management functions. HHNJ paid $377,353 in 2025 and $355,852 in 2024 to the Company for these services. In 2025 and 2024, the Company charged HIC $6,762 and $8,591 for these services.

The Company entered into a Specialty Dental Services Arrangement with HHD, under which the risk associated with fee-for-service claims incurred by HHD was transferred to the Company. HHD paid $0 for both 2025 and 2024, respectively, in capitation payments to the Company for these claims. The Company pays the related claims and carries the associated risk.

The Company provides the computer systems and programming support needed by the affiliates for claims processing and customer services. The Company also provides the administrative services, including executive oversight, financial, legal, and human resources support. These expenses are allocated according to a defined formula. Amounts incurred by the affiliates are as follows:

- HHD incurred $249 and $529 for these services in 2025 and 2024, respectively.
- EPH incurred $0 and $0 for these services in 2025 and 2024.
- 3PPPHUR incurred $0 and $0 for these services in 2025 and 2024.
- HCS incurred $14, 365 and $13,860 for these services in 2025 and 2024 respectively.

In 2017, 3PPPHUR entered into a ten year $100.0 million promissory note payable (Promissory Note) with HHSI to provide for repayment of 3PPPHUR's then existing mortgage which matured in October 2017. The Promissory Note carries an annual interest rate of 4.0% and matures on September 30, 2027. The balance of the Promissory Note was $19,563 and $30,651 as of December 31, 2025 and 2024, respectively.

F. Guarantees or Undertakings

G. Nature of the Control Relationship

H. Amount Deducted for Investment in Upstream Intermediate Entity or Ultimate Parent Owned

I. Investments in SCA that Exceed 10% of Admitted Assets

J. Investments in Impaired SCAs

K. Investment in Foreign Insurance Subsidiary

L. Investment in Downstream Noninsurance Holding Company

M. All SCA Investments

(1) Balance Sheet Value (Admitted and Nonadmitted) All SCAs (Except 8bi Entities)

SCA Entity	Percentage of SCA Ownership	Gross Amount	Admitted Amount	Nonadmitted Amount
a. SSAP No. 97 8a Entities				
3 Penn Plaza Property Holdings Urban Renewal LLC	100.0	$ 131,536	$ 131,536	$
HMH Administrators	100.0	$ 373,033	$ 373,033	$
Total SSAP No. 97 8a Entities	XXX	$ 504,569	$ 504,569	$ 0

(2) NAIC Filing Response Information

SCA Entity (Should be same entities as shown in M(1) above.)	Type of NAIC Filing*	Date of Filing to the NAIC	NAIC Valuation Amount	NAIC Response Received Yes/No	NAIC Disallowed Entities Valuation Method, Resubmission Required Yes/No	Code**
e. Total SSAP No. 97 8b Entities (except 8bi entities) (b+c+d)	XXX	XXX	$ 0	XXX	XXX	XXX
f. Aggregate Total (a+e)	XXX	XXX	$ 0	XXX	XXX	XXX

*S1 – Sub-1, S2 – Sub-2 or RDF – Resubmission of Disallowed Filing
** I – Immaterial or M - Material

N. Investment in Insurance SCAs

(1)
(3)

Note 11 - Debt

A. All Other Debt

Long-Term Debt

The Company is a member of the Federal Home Loan Bank of New York ("**FHLBNY**"). As a member of the FHLBNY, the Company established a credit facility with a maximum principal amount not to exceed $500 million (FHLBNY Credit Facility). The FHLBNY Credit Facility is secured by a pledge of Treasury securities in the Company's held-to-maturity investment portfolio. The pledged Treasury securities must equal or exceed one hundred and ten percent of any amount outstanding under the FHLBNY Credit Facility. Approximately $480 million of the FHLBNY Credit Facility is available to be utilized to provide additional short-term working capital capacity (Working Capital Facility).

The Company drew down $100 million from the FHLBNY Credit Facility to repay the existing mortgage. Of the $100

million borrowed, the Company received proceeds of $95.5 million with the balance of $4.5 million being held by the FHLBNY as activity-based stock. As the Company makes the monthly term loan payments the activity-based stock noted above is proportionately returned by the FHLBNY.

Line of Credit

The Company maintains revolving credit and advance facilities totaling $908 million as of December 31, 2025 and $969 million as of December 31, 2024 provided by a consortium of four financial institutions and the FHLBNY to support its short-term funding needs. The current borrowing terms bear interest, as defined in the agreements.

On August 28, 2023 the Company entered into the First Amendment to Second Amended and Restated Credit Agreement (hereinafter referred to as this "Amendment"). This Amendment retained the total borrowing capacity available to the Company of $400 million and modified the maturity date of the Credit Agreement to August 26, 2024. On August 26, 2024 the Company entered into the Second Amendment to Second Amended and Restated Credit Agreement (hereinafter referred to as this "Amendment"). This Amendment updated the total borrowing capacity available to $500 million and modified the maturity date of the Credit Agreement to August 25, 2025. This amendment also replaced the borrowing rate of (“**BSBY**”) (Bloomberg Short-Term Bank Yield Index) with (“**SOFR**”) (Secured Overnight Financing Rate). The purpose of the Credit Agreement is to provide for the Company’s short-term funding needs. The terms required a fee of 0.175% on undrawn funds and a borrowing rate of “SOFR” plus 90 basis points. In 2025, the Company entered into the Third and Fourth Amendment to the Second Amended and Restated Credit Agreement. The maturity date of the Credit Agreement remains August 26, 2026, consistent with the terms established under the Third Amendment. The purpose of the Credit Agreement is to provide for the Company’s short-term funding needs. Current terms require a fee of 0.175% on undrawn funds and a borrowing rate of “SOFR” plus 100 basis points. The Company YTD paid $0.7 million in commitment fees and $4.3 million in interest in 2025 on the Amended Credit Facility.

The Company’s Credit Facility contains certain financial covenants and restrictions including a consolidated capitalization ratio and consolidated leverage requirement. As of December 31, 2025, the Company was in compliance with all covenants and other requirements set forth in its Credit Facility. As of December 31, 2025, the Company’s Credit Facility had $428 million available and the Company maintains significant cash balances and short-term US Treasury securities along with access to the Federal Home Loan Bank of New York.

The maximum borrowing capacity of the Working Capital Facility is $908 million as of December 31, 2025 (FHLB Advance Facility).

The Company paid $16 million in interest for the Working Capital Facility for the year ended December 31, 2025.

2025	Borrowing Capacity	Amount Outstanding at December 31,	Average Interest Rate
Amended Credit Facility	$ 500,000	$ 72,000	4.93%
Working Capital Facility	500,000	-	-
Working Capital Advances	-	-	-
Mortgage	-	20,055	2.25%

B. FHLB (Federal Home Loan Bank) Agreements

(1)
(2) FHLB Capital Stock

FHLB Capital Stock

a. Aggregate Totals

	Total
1. Current Year	
(a) Membership Stock - Class A	-
(b) Membership Stock - Class B	1,055
(c) Activity Stock	902
(d) Excess Stock	-
(e) Aggregate Total (a+b+c+d)	1,957
(f) Actual or Estimated Borrowing Capacity as Determined by the Insurer	$ 500,000

Horizon BCBSNJ's borrowing capacity is based on the aggregate value of the securities pledged to the FHLBNY

	Total
2. Prior Year-end	
(a) Membership Stock - Class A	-
(b) Membership Stock - Class B	822
(c) Activity Stock	1,413
(d) Excess Stock	-
(e) Aggregate Total (a+b+c+d)	2,235
(f) Actual or Estimated Borrowing Capacity as Determined by the Insurer	$ 500,000

b. Membership Stock (Class A and B) Eligible and Not Eligible for Redemption

Membership Stock	1 Current Year Total (2+3+4+5+6)	2 Not Eligible for Redemption	Eligible for Redemption 3 Less Than 6 Months	4 6 Months to Less Than 1 Year	5 1 to Less Than 3 Years	6 3 to 5 Years
Class A	-	-	-	-	-	-
Class B	1,055	1,055	-	-	-	-

a. Aggregate Totals

	Total
1. Current Year	
(a) Membership Stock – Class A	0
(b) Membership Stock – Class B	0
(c) Activity Stock	
(d) Excess Stock	

		Total
(e)	Aggregate Total (a+b+c+d)	0
(f)	Actual or estimated Borrowing Capacity as Determined by the Insurer	

2. Prior Year-end

(a)	Membership Stock – Class A	0
(b)	Membership Stock – Class B	0
(c)	Activity Stock	0
(d)	Excess Stock	0
(e)	Aggregate Total (a+b+c+d)	0
(f)	Actual or estimated Borrowing Capacity as Determined by the Insurer	0

11B(2)a1(f) should be equal to or greater than 11B(4)a1(d)
11B(2)a2(f) should be equal to or greater than 11B(4)a2(d)

b. Membership Stock (Class A and B) Eligible and Not Eligible for Redemption

Membership Stock	1 Current Year Total (2+3+4+5+6)	2 Not Eligible for Redemption	Eligible for Redemption 3 Less Than 6 Months	4 6 months to Less Than 1 year	5 1 to Less Than 3 Years	6 3 to 5 Years
1. Class A	0					
2. Class B	0					

11B(2)b1 Current Year Total (Column 1) should equal 11B(2)a1(a) Total (Column 1)
11B(2)b2 Current Year Total (Column 1) should equal 11B(2)a1(b) Total (Column 1)

(3) Collateral Pledged to FHLB

a. Amount Pledged as of Reporting Date

	1 Fair Value	2 Carrying Value	3 Aggregate Total Borrowing
1. Current Year Total Collateral Pledged	450,301	467,801	
2. Prior Year-end Total Collateral Pledged	435,901	470,099	377,852

11B(3)a1 (Column 2) should be equal to or less than 11B(3)b1 (Column 2 respectively)
11B(3)a2 (Column 2) should be equal to or less than 11B(3)b2 (Column 2 respectively)

b. Maximum Amount Pledged During Reporting Period

	1 Fair Value	2 Carrying Value	3 Amount Borrowed at Time of Maximum Collateral
1. Current Year Total Maximum Collateral Pledged	450,301	467,801	
2. Prior Year-end Total Maximum Collateral Pledged	435,901	470,099	377,852

(4) Borrowing from FHLB

Borrowing from FHLB

a. Amount as of the Reporting Date

	Total	Funding Agreements Reserves Established
1. Current Year		
(a) Debt	$ -	$ 450,301
(b) Funding Agreements	-	-
(c) Other	-	-
(d) Aggregate Total (a+b+c)	$ -	$ 450,301
2. Prior Year-end		
(a) Debt	$ 405,849	$ 435,901
(b) Funding Agreements	-	-
(c) Other	-	-
(d) Aggregate Total (a+b+c)	$ 405,849	$ 435,901

b. Maximum Amount during Reporting Period (Current Year)

	Total
1. Debt	$ 450,301
2. Funding Agreements	-
3. Other	-
4. Aggregate Total (1+2+3)	$ 450,301

a. Amount as of the Reporting Date

1. Current Year

	Total	Funding Agreements Reserves Established
(a) Debt		XXX
(b) Funding Agreements		
(c) Other		XXX
(d) Aggregate Total (a+b+c)	0	0

2. Prior Year-end

	Total	Funding Agreements Reserves Established
(a) Debt	0	XXX
(b) Funding Agreements	0	0
(c) Other	0	XXX
(d) Aggregate Total (a+b+c)	0	0

b. Maximum Amount during Reporting Period (Current Year)

	Total
1. Debt	
2. Funding Agreements	
3. Other	
4. Aggregate Total (Lines 1+2+3)	0

11B(4)b4 should be equal to or greater than 11B(4)a1(d)

c. FHLB – Prepayment Obligations

	Does the company have prepayment obligations under the following arrangements (YES/NO)?	
1. Debt		
2. Funding Agreements		
3. Other		

C. Unused commitments and lines of credit for financing arrangements:

	Current Year		Prior Year	
	Unused Commitments	Unused Lines Of Credit	Unused Commitments	Unused Lines Of Credit
Short-Term (contracts terminating in 12 months or less)	$	$	$	$
Long-Term (contracts terminating in more than 12 months)	$	$	$	$
Total	$ 0	$ 0	$ 0	$ 0

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

A. Defined Benefit Plan

Pension Plans

The Company maintains frozen non-contributory defined benefit pension plans for its employees.

As a result of these plans being frozen all plan participants receive the Horizon Retirement Contribution ("HRC") in place of any pension plan contributions. For the year ended December 31, 2025 and 2024, the Company contributed $25,071 and $23,300, respectively, to participants' defined contribution plans under the HRC.

Post-retirement Plan

The Company provides certain health and life insurance benefits for retired employees. Employees become eligible for these benefits if they meet minimum age and service requirements and may contribute towards the cost of these benefits. The Company has the right to modify or terminate certain of these benefits.

The Company uses a measurement date of December 31 for its pension and other post-retirement plans.

(1) Change in benefit obligation

a. Pension Benefits

	Overfunded		Underfunded	
	2025	2024	2025	2024
1. Benefit obligation at beginning of year	$ 166,272,000	$ 173,198,000	$ 0	$ 0
2. Service cost	$	$ 0	$	$ 0
3. Interest cost	$ 8,273,700	$ 8,001,000	$	$ 0
4. Contribution by plan participants	$	$ 0	$	$ 0
5. Actuarial gain/loss	$ 5,522,000	$ (1,441,000)	$	$ 0
6. Foreign currency exchange rate changes	$	$ 0	$	$ 0
7. Benefits paid	$ (12,760,000)	$ (13,486,000)	$	$ 0
8. Plan amendments	$	$ 0	$	$ 0
9. Business combinations, divestitures, curtailments, settlements and special termination benefits	$	$ 0	$	$ 0
10. Benefit obligation at end of year	$ 167,307,700	$ 166,272,000	$ 0	$ 0

b. Postretirement Benefits

	Overfunded		Underfunded	
	2025	2024	2025	2024
1. Benefit obligation at beginning of year	$ 69,570,807	$ 73,690,987	$ 0	$ 0
2. Service cost	$ 358,633	$ 408,789	$	$ 0
3. Interest cost	$ 3,562,192	$ 3,617,726	$	$ 0
4. Contribution by plan participants	$ 761,152	$ 1,267,040	$	$ 0
5. Actuarial gain/loss	$ 1,579,654	$ 278,265	$	$ 0
6. Foreign currency exchange rate changes	$	$ 0	$	$ 0
7. Benefits paid	$ (10,119,355)	$ (9,837,000)	$	$ 0
8. Plan amendments	$	$ 0	$	$ 0
9. Business combinations, divestitures, curtailments, settlements and special termination benefits	$ 148,506	$ 145,000	$	$ 0
10. Benefit obligation at end of year	$ 65,861,589	$ 69,570,807	$ 0	$ 0

c. Special or Contractual Benefits Per SSAP No. 11

	Overfunded		Underfunded	
	2025	2024	2025	2024
1. Benefit obligation at beginning of year	$ 0	$ 0	$ 0	$ 0
2. Service cost	$	$ 0	$	$ 0
3. Interest cost	$	$ 0	$	$ 0
4. Contribution by plan participants	$	$ 0	$	$ 0
5. Actuarial gain/loss	$	$ 0	$	$ 0
6. Foreign currency exchange rate changes	$	$ 0	$	$ 0
7. Benefits paid	$	$ 0	$	$ 0
8. Plan amendments	$	$ 0	$	$ 0
9. Business combinations, divestitures, curtailments, settlements and special termination benefits	$	$ 0	$	$ 0
10. Benefit obligation at end of year	$ 0	$ 0	$ 0	$ 0

(2) Change in plan assets

	Pension Benefits		Postretirement Benefits		Special or Contractual Benefits Per SSAP No. 11	
	2025	2024	2025	2024	2025	2024
a. Fair value of plan assets at beginning of year	$ 216,597,762	$ 224,102,126	$ 0	$ 0	$ 0	$ 0
b. Actual return on plan assets	$ 12,869,123	$ 5,736,263	$	$	$	$ 0
c. Foreign currency exchange rate changes	$	$	$	$	$	$ 0
d. Reporting entity contribution	$ 321,575	$ 245,189	$ 9,357,203	$ 8,569,513	$	$ 0
e. Plan participants' contributions	$	$	$ 761,152	$ 1,267,040	$	$ 0
f. Benefits paid	$ (12,760,367)	$ (13,485,816)	$ (10,118,355)	$ (9,836,553)	$	$ 0
g. Business combinations, divestitures and settlements	$	$	$	$	$	$ 0
h. Fair value of plan assets at end of year	$ 217,028,093	$ 216,597,762	$ 0	$ 0	$ 0	$ 0

(3) Funded status

	Pension Benefits		Postretirement Benefits	
	2025	2024	2025	2024
a. Components				
1. Prepaid benefit costs	$	$ 0	$	$ 0
2. Overfunded plan assets	$	$ 0	$	$ 0
3. Accrued benefit costs	$	$ 0	$	$ 0
4. Liability for pension benefits	$	$ 0	$	$ 0
b. Assets and liabilities recognized				
1. Assets (nonadmitted)	$ 50,820,690	$ 51,646,084	$	$ 0
2. Liabilities recognized	$ (1,099,933)	$ (1,320,563)	$ (65,863,095)	$ (69,571,313)
c. Unrecognized liabilities	$	$ 0	$	$ 0

(4) Components of net periodic benefit cost

	Pension Benefits		Postretirement Benefits		Special or Contractual Benefits Per SSAP No. 11	
	2025	2024	2025	2024	2025	2024
a. Service cost	$	$ 0	$ 358,633	$ 408,789	$	$ 0
b. Interest cost	$ 8,273,658	$ 8,001,413	$ 3,563,192	$ 3,617,726	$	$ 0
c. Expected return on plan assets	$ (8,205,843)	$ (7,928,983)	$	$ 0	$	$ 0
d. Transition asset or obligation	$	$ 0	$	$ 0	$	$ 0
e. Gains and losses	$ 858,524	$ 751,680	$ (3,529,795)	$ (3,745,156)	$	$ 0
f. Prior service cost or credit	$ 467,237	$ 555,760	$	$ 0	$	$ 0
g. Gain or loss recognized due to a settlement or curtailment	$	$ 0	$	$ 0	$	$ 0
h. Total net periodic benefit cost	$ 1,393,576	$ 1,379,870	$ 392,030	$ 281,359	$ 0	$ 0

(5) Amounts in unassigned funds (surplus) recognized as components of net periodic benefit cost

	Pension Benefits 2025	Pension Benefits 2024	Postretirement Benefits 2025	Postretirement Benefits 2024
a. Items not yet recognized as a component of net periodic cost - prior year	$ 0	$ 0	$ 0	$ 0
b. Net transition asset or obligation recognized	$	$ 0	$	$ 0
c. Net prior service cost or credit arising during the period	$	$ 0	$	$ 0
d. Net prior service cost or credit recognized	$	$ 0	$	$ 0
e. Net gain and loss arising during the period	$	$ 0	$	$ 0
f. Net gain and loss recognized	$	$ 0	$	$ 0
g. Items not yet recognized as a component of net periodic cost - current year	$	$ 0	$	$ 0

(6) Amounts in unassigned funds (surplus) that have not yet been recognized as components of net periodic benefit cost

	Pension Benefits 2025	Pension Benefits 2024	Postretirement Benefits 2025	Postretirement Benefits 2024
a. Net transition asset or obligation	$	$ 0	$	$ 0
b. Net prior service cost or credit	$	$ 0	$	$ 0
c. Net recognized gains and losses	$	$ 0	$	$ 0

(7) Weighted-average assumptions used to determine net periodic benefit cost as of Dec. 31:

	2025	2024
a. Weighted-average discount rate		0.000
b. Expected long-term rate of return on plan assets		0.000
c. Rate of compensation increase		0.000
d. Interest crediting rates (for cash balance plans and other plans with promised interest crediting rates)		0.000

Weighted-average assumptions used to determine projected benefit obligations as of Dec. 31 :

	2025	2024
e. Weighted-average discount rate		0.000
f. Rate of compensation increase		0.000
g. Interest crediting rates (for cash balance plans and other plans with promised interest crediting rates)		0.000

(8)
(9)
(10) The following estimated future payments, which reflect expected future service, as appropriate, are expected to be paid in the years indicated:

	Year(s)	Amount
a.	2026	$ 29,298,891
b.	2027	$ 13,529,231
c.	2028	$ 14,741,276
d.	2029	$ 13,401,057
e.	2030	$ 13,561,942
f.	Thereafter Total	$ 61,505,150

(11)
(12)
(13)
(14)
(15)
(16)
(17)

B. Investment Policies and Strategies

Employer contributions and benefits paid in the table above include only those amounts contributed directly to or paid directly from plan assets.

In 2017, the Company increased the interest crediting rate on the pension plan to 6.0% from 5.77%. As a result of this plan amendment the Company recognized $4,200 of prior service cost in other comprehensive income/(loss). Such amount will be amortized using a straight-line basis over the average remaining years of service to full eligibility for benefits of the plan participants.

In 2021, the Company surveyed the participants in the existing pension plan to determine if there was any interest in receiving a lump-sum distribution of their pension benefits. Effective August 2021, the Company terminated and spun-off its pension plan. Those participants who did not elect a lump-sum distribution had their cash balance spun-off to a new plan that mirrored all the benefits of the existing plan. Those participants that opted for a lump-sum distribution remained in the terminating plan until the distribution was made. Annuities will be purchased for those participants in the terminating plan that ultimately opted not to take a lump-sum distribution. As a result of this transaction the Company recorded a settlement gain of approximately $12,000.

C. Fair Value of Plan Assets

	Pension 2025	Pension 2024	Other Postretirement 2025	Other Postretirement 2024
Balance sheet components of net amount recognized				
Other assets	$ 50,821	$ 51,646	$ -	-
Current benefit liability (accounts payable and accrued expenses)	(172)	(120)	(6,969)	(7,799)
Noncurrent benefit liability (obligations for employee benefits)	(928)	(1,200)	(58,894)	(61,772)
Net amount recognized	49,721	50,326	(65,863)	(69,571)

	Pension 2025	Pension 2024	Other Postretirement 2025	Other Postretirement 2024
Amounts recognized in accumulated other comprehensive income				
Net actuarial gain	-	-	(10,327)	(15,243)
Prior service cost	628	1,095	-	-
Net amount recognized (pre-tax)	$ 628	$ 1,095	$ (10,327)	$ (15,243)

(2)

D. Basis Used to Determine Expected Long-Term Rate-of-Return

The following table provides the components of net periodic cost for the plans for the year ended December 31:

	Pension 2025
Interest cost	$ 8,274
Actual return on plan assets	(8,206)
Amortization of prior service cost	467
Recognized net actuarial (gain)/loss	859
Net periodic benefit cost	$ 1,394

	Other Postretirement
	$ 2,025
Service cost	359
Interest cost	3,563
Recognized net actuarial gain	(3,530)
Net periodic benefit cost	$ 392

The prior service cost of the other post-retirement benefit plan is amortized on a straight-line basis over the average remaining years of service to full eligibility for benefits of the active plan participants. Actuarial gains and losses are amortized on a straight-line basis over five years.

The weighted average assumptions used to determine the Company's net benefit cost as of December 31, were as follows:

	Pension 2025
Discount rate	5.40% / 5.10%

	Other Postretirement 2025
Discount rate	5.22%
Rate of compensation increases	3.00% + merit

The asset allocation for the Company's pension plans as of December 31, 2025 and the target allocation for 2026, by asset category, is 100% in fixed income debt securities for all periods.

The Company's investment policy for the pension plans is designed to anticipate the financial needs of the plans, consider risk tolerance, and document and communicate objectives, guidelines, and standards to the investment managers. The asset allocation contains guideline percentages, at market value, of the total plan investments which can be invested in various asset classes. The target allocation is an assumption and may vary from period to period as actual asset allocations at any point will be dictated by current and anticipated market conditions, the independent actions of the committee and/or the investment managers which oversee the investment policy, and required cash flows to and from the plans.

Information about the expected cash flows for the plans is as follows:

Expected Employer Contributions	Pension	Other Postretirement
2026	$ 172	$ 6,969

	Pension	Other Postretirement	
Expected Benefit Payments		Before Subsidy	Expected Subsidy
2026	$ 29,299	$ 7,135	$ 166
2027	13,529	7,512	203
2028	14,741	7,600	241
2029	13,401	7,518	280
2030	13,562	7,329	317
2031-2035	61,505	30,695	1,788
	$ 146,037	$ 67,789	$ 2,994

The table above reflects the total benefits expected to be paid from the plan or from the Company's assets, including both the Company's share of the benefit cost and the participants' share of the cost, which is funded by participant contributions to the plan. The Company believes that benefits provided to certain of the Company's retirees will be at least actuarially equivalent to the Medicare Part D subsidy, and, accordingly, the Company will be entitled to a subsidy for those retirees.

The following table represents the Plans' fair value hierarchy for its financial assets (cash equivalents and investments) measured at fair value on a recurring basis as of December 31, 2025:

2025	Level 1	Level 2	Level 3	Total
Money market and cash equivalents	$ 10,789	$ -	$ -	$ 10,789
Fixed income debt securities	-	206,238	-	206,238
Net unsettled trades	-	-	-	-
	$ 10,789	$ 206,238	$ -	$ 217,027

E. Defined Contribution Plans

The Company also sponsors the Horizon Blue Cross Blue Shield of New Jersey Employees' Savings and Investment Plan (the "Plan") under which substantially all employees who have completed one month of service may elect to save 2% - 20% of their annual earnings on a pretax basis, subject to certain statutory limits. Participants have the option of investing in several international and domestic investment funds. The Company contributes an amount equal to 50% of the participant's contributions to the Plan, limited to a total of 3% of the employee's annual earnings. For the years ended December 31, 2025 and 2024, the Company's matching contributions to this plan was $15,466 and $13,800, respectfully.

F. Multiemployer Plans

Not Applicable.

G. Consolidated/Holding Company Plans

Not Applicable.

H. Postemployment Benefits and Compensated Absences

Not Applicable.

I. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17)

Not Applicable.

(1)
(2)
(3)

Note 13 - Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations

A. Number of Shares of Each Class of Capital Stock, Authorized, Issued and Outstanding and the Par or Stated Value of Each Class

The Company has no common stock authorized, issued, or outstanding.

B. Dividend Rate, Liquidation Value and Redemption Schedule of Preferred Stock Issues

The Company has no preferred stock outstanding.

C. Dividend Restrictions

The Company is required to maintain minimum amounts of paid-in capital and paid-in surplus, as specified under New Jersey Insurance Law. The Company's capital and surplus currently exceed those requirements. The Company may not distribute any dividend unless notice of its intention to declare the dividend has been filed with the DOBI and the DOBI has not disapproved the distribution within 30 days of the notice.

D. Dates and Amounts of Dividends Paid

The Company did not pay any dividends in 2025 or 2024.

E. Profits that may be Paid as Ordinary Dividends to Stockholders

Within the limitations of (3) above, there are no restrictions placed on the portion of Company's profits that may be paid as ordinary dividends to stockholders.

F. Restrictions on Unassigned Funds (Surplus)

In accordance with the enabling legislation under which the Company operates, the Company's reserves must be allocated between individual and group business and are subject to the uniform risk-based capital ("RBC") and surplus requirements for life and health insurance companies, as set forth in N.J.A.C 11:2-39.1. The Company's reserves exceed that threshold in 2025 and in 2024.
At December 31, 2025 the reserves were allocated as follows:

Individual	874,212,317
Group	793,997,971
	1,668,210,288

G. Mutual Reciprocal Amounts of Advances to Surplus not Repaid

There were no unpaid advances to surplus.

H. Amount of Stock Held for Special Purposes

There was no stock held by the Company for special purposes.

I. Reasons for Changes in Balance of Special Surplus Funds from Prior Period

There were no special surplus funds.

J. The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and losses is $ . . . . . .
K. The Company issued the following surplus debentures or similar obligations:
L. The impact of any restatement due to prior quasi-reorganizations is as follows:
M. Effective Date of Quasi-Reorganization for a Period of Ten Years Following Reorganization

There has been no quasi-reorganization.

Note 14 - Liabilities, Contingencies and Assessments

A. Contingent Commitments

None.

(1) Total *SSAP No. 97 - Investments in Subsidiary, Controlled, and Affiliated Entities*, and *SSAP No. 48 – Joint Ventures, Partnerships and Limited Liability Companies* contingent liabilities: $ .....

(3)

a. Aggregate Maximum Potential of Future Payments of All Guarantees (undiscounted) the guarantor could be required to make under guarantees. (Should equal total of Column 4 for (2) above.) $ 0

b. Current Liability Recognized in F/S:

1. Noncontingent Liabilities $ .....
2. Contingent Liabilities $ .....

c. Ultimate Financial Statement Impact if action under the guarantee is required.

1. Investments in SCA $ .....
2. Joint Venture $ .....
3. Dividends to Stockholders (capital contribution) $ .....
4. Expense $ .....
5. Other $ .....
6. Total (1+2+3+4+5) (Should equal (3)a.) $ 0

B. Assessments

(1) Assessments - In May 2017 the Company paid a Guaranty Fund Assessment of $57,030. In accordance with New Jersey regulations the Company also recorded a discounted 50% receivable of $28,515, for premium tax credits. The premium tax credits will be realized starting in 2020 at no more than 20% of the total credit per year. In 2016 the Company paid a Guaranty Fund Assessment of $11,550. In accordance with New Jersey regulations the Company also recorded a $5,775 receivable, 50% of the total invoiced amount, for premium tax credits. The premium tax credits will be realized starting in 2020 at no more than 20% of the total credit per year.

(2)

a. Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year-end $ 7,932,655

d. Assets recognized from paid and accrued premium tax offsets and policy surcharges current year-end $ 7,932,655

(3)

a. Discount Rate Applied ..... %

C. Gain Contingencies

None.

D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits

The company paid the following amounts in the reporting period to settle claims related extra contractual obligations or bad faith claims stemming from lawsuits.

	Direct
Claims related ECO and bad faith losses paid during the reporting period	$

Number of claims where amounts were paid to settle claims related extra contractual obligations or bad faith claims resulting from lawsuits during the reporting period.

(a) 0-25 Claims	(b) 26-50 Claims	(c) 51-100 Claims	(d) 101-500 Claims	(e) More than 500 Claims

Indicate whether claim count information is disclosed per claim or per claimant.

(f) Per Claim [ ] (g) Per Claimant [ ]

E. Joint and Several Liabilities

None.

F. All Other Contingencies

None.

Note 15 - Leases

A. Lessee Operating Lease

(1) The Company has adopted ASC 842, the new leasing standard using the expedient method, requiring recognition of assets and liabilities for the rights and obligations created by leases on the balance sheet using a risk free interest rate. As of December 31, 2025 the recorded ROU asset is $29,633 for an operating lease asset with a corresponding ROU liability of $37,539 for an operating lease liability. As of December 31, 2024 the Company
recorded a right of use ("ROU") asset of $35,045, including finance lease asset of $1,926 and operating lease asset of $33,119 and a corresponding ROU liability of $43,119, including finance lease liability of $2,006 and operating lease liability of $41,113.

The Company has non-cancellable leases for real estate and equipment that expire over the next 12 years, many of which provide for purchase or renewal options. Certain leases contain escalation clauses, which have been reflected on a straight-line basis over the life of the lease.

a.
b.
c.
d.
e.

(2) a. At December 31, the minimum aggregate rental commitments are as follows:

	Year Ending December 31	Operating Leases
1.	2026	$ 3,737,000
2.	2027	$ 3,905,000
3.	2028	$ 4,080,000
4.	2029	$ 4,259,000
5.	2030	$ .....
6.	Thereafter	$ 21,557,000
7.	Total (sum of 1 through 6)	$ 37,538,000

b.

(3)

a.
b.

B. Lessor Leases

(1)

a.
b.

c. Future minimum lease payment receivables under noncancelable leasing arrangements as of December 31, are as follows:

	Year Ending December 31	Operating Leases
1.	2026	$
2.	2027	$
3.	2028	$
4.	2029	$
5.	2030	$
6.	Thereafter	$
7.	Total (sum of 1 through 6)	$ 0

d.

(2)

a.

b. The Company's investment in leveraged leases relates to equipment used primarily in the transportation industries. The component of net income from leveraged leases at December 31, current year and prior year were as shown below:

		2025	2024
1.	Income from leveraged leases before income tax including investment tax credit	$	$ 0
2.	Less current income tax	$	$ 0
3.	Net income from leveraged leases (1-2)	$ 0	$ 0

c. The components of the investment in leveraged leases at December 31, current year and prior year were as shown below:

		2025	2024
1.	Lease contracts receivable (net of principal and interest on non-recourse financing)	$	$ 0
2.	Estimated residual value of leased assets	$	$ 0
3.	Unearned and deferred income	$	$ 0
4.	Investment in leveraged leases	$	$ 0
5.	Deferred income taxes related to leveraged leases	$	$ 0
6.	Net investment in leveraged leases	$	$ 0

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

Not applicable.

(1) The table below summarizes the face amount of the Company's financial instruments with off-balance-sheet risk.

		Assets		Liabilities	
		2025	2024	2025	2024
a.	Swaps	$	$ 0	$	$ 0
b.	Futures	$	$ 0	$	$ 0
c.	Options	$	$ 0	$	$ 0
d.	Total (a+b+c)	$ 0	$ 0	$ 0	$ 0

(2)

(3)

(4)

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

Not applicable.

A. Transfers of Receivables Reported as Sales

(1)

(2)

B. Transfer and Servicing of Financial Assets

(1)

(2)

a.

b.

c.

(3)

(4)

a.

1.

(a)

(b)

2.

b.

1.

(b)

(c)

(d)

2.

3.

4.

5.

(5)

(6)

(7)

C. Wash Sales

(1)

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

Cost-Plus contracts represent funding arrangements with certain larger group customers, whereby they agree to fully fund claims and administrative expenses as incurred by the Company. These contracts have been classified as uninsured health plans for financial statement purposes, leaving only the reimbursement for administrative expenses from these groups shown as a reduction in operating expenses.

A. ASO Plans

The gain from operations from Administrative Services Only (ASO) uninsured plans and the uninsured portion of partially insured plans was as follows during 2025 :

		ASO Uninsured Plans	Uninsured Portion of Partially Insured Plans	Total ASO
a.	Net reimbursement for administrative expenses (including administrative fees) in excess of actual expenses	$	$	$ 0
b.	Total net other income or expenses (including interest paid to or received from plans)	$	$	$ 0
c.	Net gain or (loss) from operations (a+b)	$ 0	$ 0	$ 0
d.	Total claim payment volume	$	$	$ 0

B. ASC Plans

The gain from operations from Administrative Services Contract (ASC) uninsured plans and the uninsured portion of partially insured plans was as follows during 2025 :

		ASC Uninsured Plans	Uninsured Portion of Partially Insured Plans	Total ASC
a.	Gross reimbursement for medical cost incurred	$ 14,105,421,784	$	$ 14,105,421,784
b.	Gross administrative fees accrued	$ 446,441,592	$	$ 446,441,592
c.	Other income or expenses (including interest paid to or received from plans)	$	$	$ 0
d.	Gross expenses incurred (claims and administrative) (a+b+c)	$ 14,551,863,376	$ 0	$ 14,551,863,376
e.	Total net gain or loss from operations	$	$	$ 0

C. Medicare or Other Similarly Structured Cost Based Reimbursement Contract:

None.

(1)
(2)
(3)
(4)

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

Note 20 - Fair Value Measurements

A. Assets and Liabilities Measured at Fair Value

(1) Fair Value Measurements at Reporting Date

Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Total
a. Assets at fair value					
Other MM Mutual Fund	$ 65,716,000	$	$	$	$ 65,716,000
Short Term (DA-1)	$	$ 114,000	$	$	$ 114,000
Long Term (D-1)	$ 87,394,000	$ 67,388,000	$	$	$ 154,782,000
Preferred Stock (D-2.1)	$ 2,559,000	$	$	$	$ 2,559,000
Common Stock (D-2.2)	$ 106,653,000	$ 29,401,000	$	$	$ 136,054,000
Other Long Term Assets (BA)	$	$ 21,638,000	$	$	$ 21,638,000
Total assets at fair value/NAV	$ 262,322,000	$ 118,541,000	$ 0	$ 0	$ 380,863,000

(3)
(4)
(5)

B. Other Fair Value Disclosures

C. Fair Value of Financial Instruments

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Bond	$ 1,587,526,000	$ 1,613,582,000	$ 87,394,000	$ 1,500,131,000	$	$	$
Collateralized Mortgage Obligation	$ 21,638,000	$ 21,638,000	$	$ 21,638,000	$	$	$
Mortgage Back Securities	$ 951,680,000	$ 969,299,000	$ 106,653,000	$ 29,401,000	$	$	$
Perpetual Preferred Stock	$ 2,559,000	$ 2,559,000	$ 2,559,000	$	$	$	$
Common Stock	$ 136,054,000	$ 136,054,000	$ 106,653,000	$ 29,401,000	$	$	$
Mutual Fund	$ 1,000	$ 1,000	$	$	$	$	$
Money Market Fund	$ 65,716,000	$ 65,716,000	$ 65,716,000	$	$	$	$
Redeemable Preferred Stocks	$	$	$	$	$	$	$

E. Investments Measured using the NAV as Practical Expedient

Note 21 - Other Items

A. Unusual or Infrequent Items

None.

B. Troubled Debt Restructuring: Debtors

None.

(1)
(2)
(3)
(4)

C. Other Disclosures

None.

D. Business Interruption Insurance Recoveries

None.

E. State and Federal Tax Credits

None.

(3)
(4)
(5) State and Federal Tax Credits Admitted and Nonadmitted disaggregated by Transferable/Certificated and Non-transferable

	Total Admitted	Total Nonadmitted
a. State		
1. Transferable		
2. Non-transferable		
b. Federal		
1. Transferable		
2. Non-transferable		

(6)

F. Subprime-Mortgage-Related Risk Exposure

None.

(1)
(2) Direct exposure through investments in subprime mortgage loans.

	Book/Adjusted Carrying Value (excluding interest)	Fair Value	Value of Land and Buildings	Other-Than-Temporary Impairment Losses Recognized	Default Rate
a. Mortgages in the process of foreclosure					
b. Mortgages in good standing					
c. Mortgages with restructured terms					
d. Total (a+b+c)	0	0	0	0	XXX

(3) Direct exposure through other investments.

	Actual Cost	Book/Adjusted Carrying Value (excluding interest)	Fair Value	Other-Than-Temporary Impairment Losses Recognized
a. Asset-backed securities				
b. Collateralized loan obligations				
c. Equity investment in SCAs *	0	0	0	0
d. Other assets				
e. Total (a+b+c+d)	0	0	0	0

* Company's subsidiary Company has investments in subprime mortgages. These investments comprise _ % of the companies invested assets.

(4) Underwriting exposure to subprime mortgage risk through Mortgage Guaranty or Financial Guaranty insurance coverage.

	Losses Paid in the Current Year	Losses Incurred in the Current Year	Case Reserves at End of Current Period	IBNR Reserves at End of Current Period
a. Mortgage guaranty coverage				
b. Financial guaranty coverage				

G. Retained Assets

None.

(1)
(2)

	In Force			
	As of End of Current Year		As of End of Prior Year	
	Number	Balance	Number	Balance
a. Up to and including 12 months		$	0	$ 0
b. 13 to 24 months		$	0	$ 0
c. 25 to 36 months		$	0	$ 0
d. 37 to 48 months		$	0	$ 0
e. 49 to 60 months		$	0	$ 0
f. Over 60 months		$	0	$ 0
g. Total (a+b+c+d+e+f)	0	$ 0	0	$ 0

(3)

	Individual		Group	
	Number	Balance/Amount	Number	Balance/Amount
a. Number/balance of retained asset accounts at the beginning of the year	0	$ 0	0	$ 0
b. Number/amount of retained asset accounts issued/added during the year		$		$
c. Investment earnings credited to retained asset accounts during the year	N/A	$	N/A	$
d. Fees and other charges assessed to retained asset accounts during the year	NA	$	NA	$
e. Number/amount of retained asset accounts transferred to state unclaimed property funds during the year		$		$
f. Number/amount of retained asset accounts closed/withdrawn during the year		$		$
g. Number/balance of retained asset accounts at the end of the year g=a+b+c-d-e-f	0	$ 0	0	$ 0

H. Insurance–Linked Securities (ILS) Contracts

	Number of Outstanding ILS Contracts	Aggregate Maximum Proceeds
Management of Risk Related To:		
(1) Directly-Written Insurance Risks		
a. ILS Contracts as Issuer	.....	$ .....
b. ILS Contracts as Ceding Insurer	.....	$ .....
c. ILS Contracts as Counterparty	.....	$ .....
(2) Assumed Insurance Risks		
a. ILS Contracts as Issuer	.....	$ .....
b. ILS Contracts as Ceding Insurer	.....	$ .....
c. ILS Contracts as Counterparty	.....	$ .....

I. The Amount That Could Be Realized on Life Insurance Where the Reporting Entity is Owner and Beneficiary or Has Otherwise Obtained Rights to Control the Policy

(1) Amount of admitted balance that could be realized from an investment vehicle	$	
(2) Percentage Bonds	.....	%
(3) Percentage Stocks	.....	%
(4) Percentage Mortgage Loans	.....	%
(5) Percentage Real Estate	.....	%
(6) Percentage Cash and Short-Term Investments	.....	%
(7) Percentage Derivatives	.....	%
(8) Percentage Other Invested Assets	.....	%

Note 22 - Events Subsequent

The Company follows established guidelines for accounting and disclosure of events that occur after the balance sheet date but before financial statements are issued. The Company has evaluated subsequent events for recognition or disclosure in these financial statements through the date of their issuance on February 27, 2026.

Note 23 - Reinsurance

A. Ceded Reinsurance Report

Section 1 - General Interrogatories

(1) No

(2) No

Section 2 - Ceded Reinsurance Report - Part A

(1) No

a. No

b.

(2) No

Section 3 - Ceded Reinsurance Report - Part B

(1)

(2) Yes, BCS Reinsurance company effective 1/1/24.

B. Uncollectible Reinsurance

(1) The Company has written off in the current year reinsurance balances due from the companies listed below, the amount of: $_
That is reflected as:

a. Losses incurred $ .....
b. Loss adjustment expenses incurred $ .....
c. Premiums earned $ .....
d. Other $ .....

C. Commutation of Reinsurance Reflected in Income and Expenses

The company has reported in its operations in the current year as a result of commutation of reinsurance with the companies listed below, amounts that are reflected as:

(1) Losses incurred $ .....
(2) Loss adjustment expenses incurred $ .....
(3) Premiums earned $ .....
(4) Other $ .....

D. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

Not applicable.

b.
b.

E. Reinsurance Credit

Not applicable.

(1)
(2)
(3)
(4)
(5)
(6)

Note 24 - Retrospectively Rated Contracts & Contracts Subject to Redetermination

A. Method Used to Estimate Accrued Retrospective Premium Adjustments

B. Accrued Retrospective Premiums Recorded Through Written Premium or as an Adjustment to Earned Premium

C. Amount of Net Premiums Written Subject to Retrospective Rating Features

D. Medical loss ratio rebates required pursuant to the Public Health Service Act.

	1 Individual	2 Small Group Employer	3 Large Group Employer	4 Other Categories with Rebates	5 Total
Prior Reporting Year					
(1) Medical loss ratio rebates incurred	0	0	0	0	0
(2) Medical loss ratio rebates paid	0	0	0	0	0
(3) Medical loss ratio rebates unpaid	0	0	0	0	0
(4) Plus reinsurance assumed amounts	XXX	XXX	XXX	XXX	0
(5) Less reinsurance ceded amounts	XXX	XXX	XXX	XXX	0
(6) Rebates unpaid net of reinsurance	XXX	XXX	XXX	XXX	0
Current Reporting Year-to-Date					
(7) Medical loss ratio rebates incurred	0	0	0	0	0
(8) Medical loss ratio rebates paid					0
(9) Medical loss ratio rebates unpaid					0
(10) Plus reinsurance assumed amounts	XXX	XXX	XXX	XXX	
(11) Less reinsurance ceded amounts	XXX	XXX	XXX	XXX	
(12) Rebates unpaid net of reinsurance	XXX	XXX	XXX	XXX	0

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 [X] No [ ]

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

AMOUNT

a. Permanent ACA Risk Adjustment Program
Assets
1. Premium adjustments receivable due to ACA Risk Adjustment (including high-risk pool payments) $ 249,385,128
Liabilities
2. Risk adjustment user fees payable for ACA Risk Adjustment $ .....
3. Premium adjustments payable due to ACA Risk Adjustment (including high-risk pool premium) $ 16,191,181
Operations (Revenue & Expense)
4. Reported as revenue in premium for accident and health contracts (written/collected) due to ACA Risk Adjustment $ .....
5. Reported in expenses as ACA risk adjustment user fees (incurred/paid) $ .....

(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 Dec 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before Dec 31 of the Prior Year		Differences		Adjustments			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 Balance	To Prior Year Balances		Cumulative Balance from Prior Years (Col 1 – 3 + 7)	Cumulative Balances 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)	Ref	Receivable	(Payable)
a. Permanent ACA Risk Adjustment Program											
1. Premiums adjustments receivable (including high-risk pool payments)	$ 228,342	$	$ 254,765	$	$ (26,423)	$ 0	$ 26,423	$	A	$ 0	$ 0
2. Premium adjustments (payable) (including high-risk pool premium)	$	$ (36,469)	$	$ (36,469)	$ 0	$ 0	$	$	B	$ 0	$ 0
3. Subtotal ACA Permanent Risk Adjustment Program	$ 228,342	$ (36,469)	$ 254,765	$ (36,469)	$ (26,423)	$ 0	$ 26,423	$ 0		$ 0	$ 0

Explanations of Adjustments

A

B

Note 25 - Changes in Incurred Claims and Claim Adjustment Expenses

A. Reasons for changes in the Provision for Incurred Loss and Loss Adjustment Expenses

Reserves for incurred claims attributable to insured events of prior years of $46,073 and $28,574 impacted our results of operations in 2025 and 2024, respectively, as a result of re-estimation of unpaid claims. The unfavorable impact is the result of ongoing analysis of recent loss development trends. Original estimates are revised as additional information becomes available.

B. Information about Significant Changes in Methodologies and Assumptions

Note 26 - Intercompany Pooling Arrangements

A. Lead Entity and Affiliated Entities Participating in the Intercompany Pool

B. Lines and Types of Business Subject to the Pooling Agreement

C. Cessions to Non-Affiliated Reinsurance Business Subject to the Pooling Agreement

D. Identification of all Pool Members that are Parties to the Reinsurance Agreements with Non-Affiliated Reinsurers

E. Discrepancies Between Entries Regarding Pooled Business

F. Intercompany Sharing of the Provision for Reinsurance

G. Amounts due to/from the Lead Entity and Affiliated Entities Participating in the Intercompany Pool

Note 27 - Structured Settlements

Health Entities should not complete this Note.

Note 28 - Health Care Receivables

C. Medicare Prescription Payment Plan Receivables

(1) Amounts included in other health care receivables which are recoverable from participants in Medicare Part D Prescription Payment Plan for the current reporting period $ . . . . . .

(2) Aging of other health care receivables which are due from participant in Medicare Part D Prescription Payment Plan.

1 Name of Plan	2 Current Period Gross*	3 1-30 Days	4 31-60 Days	5 61-90 Days	6 Over 90 Days	7 Nonadmitted	8 Admitted
Medicare Prescription Payment Plan Recoverables	$	$	$	$	$	$	$

* represents the Assets Page Column, included within Line 24 before nonadmission.

(3) Incurred claims expense includes write-offs of impaired Medicare Prescription Payment Plan receivables of $ . . . . . for [current year] and $ . . . . . for [prior year].

Note 29 - Participating Policies

Note 30 - Premium Deficiency Reserves

1. Liability carried for premium deficiency reserves $ . . . . . .
2. Date of the most recent evaluation of this liability . . . . . .
3. Was anticipated investment income utilized in the calculation? Yes [ ] No [ ]

Note 31 - Anticipated Salvage and Subrogation