



QUARTERLY STATEMENT
AS OF JUNE 30, 2017
OF THE CONDITION AND AFFAIRS OF THE
QCA Health Plan, Inc.

NAIC Group Code 4807 , 4807 NAIC Company Code 95448 Employer's ID Number 71-0794605
(Current Period) (Prior Period)

Organized under the Laws of Arkansas , State of Domicile or Port of Entry AR

Country of Domicile United States of America

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

Incorporated/Organized 04/08/1996 Commenced Business 07/31/1996

Statutory Home Office 12615 Chenal Parkway, Suite 300 , Little Rock, AR, 72211
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 12615 Chenal Parkway, Suite 300
(Street and Number)

Little Rock, AR, 72211 (501)228-7111
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address 12615 Chenal Parkway, Suite 300 , Little Rock, AR, 72211
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 12615 Chenal Parkway, Suite 300
(Street and Number)

Little Rock, AR, 72211 (501)228-7111
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Web Site Address www.qualchoice.com

Statutory Statement Contact Randall Crow (501)219-5109
(Name) (Area Code)(Telephone Number)(Extension)
randall.crow@qualchoice.com (501)228-0135
(E-Mail Address) (Fax Number)

OFFICERS

<u>Name</u>	<u>Title</u>
Michael Edward Stock	President
Randall Alvin Crow	Treasurer
Charles Hanson	Secretary

OTHERS

Joni Self Daniels, Vice President-Operations
 Betty Jo Tatum-Himes, Vice President - Sales & Marketing
 Win Hammerly M.D., Vice President - Medical Affairs

DIRECTORS OR TRUSTEES

Mark Fred Bjornson	Steven Charles Schramm
Philip Linwood Foster	Charles Hanson
David Allen Sorenson	

State of Arkansas
 County of Pulaski ss

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

_____ (Signature) Michael Edward Stock _____ (Printed Name) 1. President _____ (Title)	_____ (Signature) Randall Alvin Crow _____ (Printed Name) 2. Treasurer _____ (Title)	_____ (Signature) Charles Hanson _____ (Printed Name) 3. Secretary _____ (Title)
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Subscribed and sworn to before me this _____ day of _____, 2017

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

Yes[X] No[]

 (Notary Public Signature)

DIRECTORS OR TRUSTEES (continued)

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	41,780,547		41,780,547	40,229,453
2. Stocks:				
2.1 Preferred stocks	1,500,000		1,500,000	1,500,000
2.2 Common stocks				
3. Mortgage loans on real estate:				
3.1 First liens				
3.2 Other than first liens				
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances)				
4.2 Properties held for the production of income (less \$.....0 encumbrances)				
4.3 Properties held for sale (less \$.....0 encumbrances)				
5. Cash (\$.....14,686,305), cash equivalents (\$.....0) and short-term investments (\$.....9,119)	14,695,424		14,695,424	17,124,175
6. Contract loans (including \$.....0 premium notes)				
7. Derivatives				
8. Other invested assets	5,404		5,404	5,404
9. Receivables for securities				
10. Securities lending reinvested collateral assets				
11. Aggregate write-ins for invested assets	2		2	4
12. Subtotals, cash and invested assets (Lines 1 to 11)	57,981,377		57,981,377	58,859,036
13. Title plants less \$.....0 charged off (for Title insurers only)				
14. Investment income due and accrued	184,008		184,008	156,402
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	532,384		532,384	227,270
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums)				
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0)	2,205,968		2,205,968	152,453
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	5,354,579		5,354,579	6,194,584
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts				
17. Amounts receivable relating to uninsured plans	624,269		624,269	1,996,156
18.1 Current federal and foreign income tax recoverable and interest thereon	1,813,593		1,813,593	1,813,593
18.2 Net deferred tax asset				
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software				
21. Furniture and equipment, including health care delivery assets (\$.....0)	150,508	150,508		
22. Net adjustments in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates	258,279		258,279	298,540
24. Health care (\$.....0) and other amounts receivable	1,693,037	912,889	780,148	1,074,362
25. Aggregate write-ins for other-than-invested assets	2,677,755		2,677,755	4,443,384
26. TOTAL assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	73,475,757	1,063,397	72,412,360	75,215,780
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. TOTAL (Lines 26 and 27)	73,475,757	1,063,397	72,412,360	75,215,780
DETAILS OF WRITE-INS				
1101. rounding	2		2	4
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above)	2		2	4
2501. CSR Cost Sharing Receivable	2,677,755		2,677,755	4,443,384
2502.				
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	2,677,755		2,677,755	4,443,384

LIABILITIES, CAPITAL AND SURPLUS

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$.....0 reinsurance ceded)	19,651,463	1,226,963	20,878,426	28,937,631
2. Accrued medical incentive pool and bonus amounts	247,273		247,273	247,273
3. Unpaid claims adjustment expenses	451,090		451,090	585,595
4. Aggregate health policy reserves, including the liability of \$.....0 for medical loss ratio rebate per the Public Health Service Act	86,504		86,504	2,361,287
5. Aggregate life policy reserves				
6. Property/casualty unearned premium reserve				
7. Aggregate health claim reserves				
8. Premiums received in advance	3,028,486		3,028,486	3,057,462
9. General expenses due or accrued	2,918,651		2,918,651	2,491,967
10.1 Current federal and foreign income tax payable and interest thereon (including \$.....0 on realized gains (losses))				
10.2 Net deferred tax liability				
11. Ceded reinsurance premiums payable				
12. Amounts withheld or retained for the account of others				
13. Remittances and items not allocated				
14. Borrowed money (including \$.....0 current) and interest thereon \$.....0 (including \$.....0 current)				
15. Amounts due to parent, subsidiaries and affiliates	380,346		380,346	1,122,171
16. Derivatives				
17. Payable for securities				
18. Payable for securities lending				
19. Funds held under reinsurance treaties with (\$.....0 authorized reinsurers, \$.....0 unauthorized reinsurers and \$.....0 certified reinsurers)				
20. Reinsurance in unauthorized and certified (\$.....0) companies				
21. Net adjustments in assets and liabilities due to foreign exchange rates				
22. Liability for amounts held under uninsured plans	5,824,711		5,824,711	4,532,691
23. Aggregate write-ins for other liabilities (including \$.....0 current)				2
24. Total liabilities (Lines 1 to 23)	32,588,524	1,226,963	33,815,487	43,336,079
25. Aggregate write-ins for special surplus funds	X X X	X X X		
26. Common capital stock	X X X	X X X	2,454	2,454
27. Preferred capital stock	X X X	X X X	25,500,046	25,500,046
28. Gross paid in and contributed surplus	X X X	X X X	29,750,000	29,750,000
29. Surplus notes	X X X	X X X	5,000,000	5,000,000
30. Aggregate write-ins for other-than-special surplus funds	X X X	X X X		
31. Unassigned funds (surplus)	X X X	X X X	(21,655,267)	(28,372,439)
32. Less treasury stock, at cost:				
32.1 .....0 shares common (value included in Line 26 \$.....0)	X X X	X X X	360	360
32.2 .....0 shares preferred (value included in Line 27 \$.....0)	X X X	X X X		
33. Total capital and surplus (Lines 25 to 31 minus Line 32)	X X X	X X X	38,596,873	31,879,701
34. Total Liabilities, capital and surplus (Lines 24 and 33)	X X X	X X X	72,412,360	75,215,780
DETAILS OF WRITE-INS				
2301. rounding				2
2302.				
2303.				
2398. Summary of remaining write-ins for Line 23 from overflow page				
2399. TOTALS (Lines 2301 through 2303 plus 2398) (Line 23 above)				2
2501. ACA Section 9010 Assessment	X X X	X X X		
2502.	X X X	X X X		
2503.	X X X	X X X		
2598. Summary of remaining write-ins for Line 25 from overflow page	X X X	X X X		
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	X X X	X X X		
3001.	X X X	X X X		
3002.	X X X	X X X		
3003.	X X X	X X X		
3098. Summary of remaining write-ins for Line 30 from overflow page	X X X	X X X		
3099. TOTALS (Lines 3001 through 3003 plus 3098) (Line 30 above)	X X X	X X X		

STATEMENT OF REVENUE AND EXPENSES

	Current Year To Date		Prior Year To Date	Prior Year Ended December 31
	1 Uncovered	2 Total	3 Total	4 Total
1. Member Months	X X X	271,320	308,317	646,778
2. Net premium income (including \$.....0 non-health premium income)	X X X	99,848,935	106,765,870	214,833,104
3. Change in unearned premium reserves and reserves for rate credits	X X X			
4. Fee-for-service (net of \$.....0 medical expenses)	X X X			
5. Risk revenue	X X X			
6. Aggregate write-ins for other health care related revenues	X X X			
7. Aggregate write-ins for other non-health revenues	X X X			
8. Total revenues (Lines 2 to 7)	X X X	99,848,935	106,765,870	214,833,104
Hospital and Medical:				
9. Hospital/medical benefits	4,037,847	59,380,104	72,251,596	154,233,357
10. Other professional services				
11. Outside referrals				
12. Emergency room and out-of-area	480,277	7,062,890	8,593,873	18,345,089
13. Prescription drugs		15,553,094	17,228,639	36,142,871
14. Aggregate write-ins for other hospital and medical				
15. Incentive pool, withhold adjustments and bonus amounts				
16. Subtotal (Lines 9 to 15)	4,518,124	81,996,088	98,074,108	208,721,317
Less:				
17. Net reinsurance recoveries		759,798	(1,864,491)	1,542,094
18. Total hospital and medical (Lines 16 minus 17)	4,518,124	81,236,290	99,938,599	207,179,223
19. Non-health claims (net)				
20. Claims adjustment expenses, including \$.....1,899,004 cost containment expenses		3,150,083	1,873,440	7,833,895
21. General administrative expenses		9,286,093	15,501,368	23,091,492
22. Increase in reserves for life and accident and health contracts (including \$.....0 increase in reserves for life only)			(249,998)	(500,000)
23. Total underwriting deductions (Lines 18 through 22)	4,518,124	93,672,466	117,063,409	237,604,610
24. Net underwriting gain or (loss) (Lines 8 minus 23)	X X X	6,176,469	(10,297,539)	(22,771,506)
25. Net investment income earned		511,964	340,016	647,179
26. Net realized capital gains (losses) less capital gains tax of \$.....0		(14,796)		(2,593)
27. Net investment gains or (losses) (Lines 25 plus 26)		497,168	340,016	644,586
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$.....0) (amount charged off \$.....0)]				
29. Aggregate write-ins for other income or expenses				
30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29)	X X X	6,673,637	(9,957,523)	(22,126,920)
31. Federal and foreign income taxes incurred	X X X			(3,874,088)
32. Net income (loss) (Lines 30 minus 31)	X X X	6,673,637	(9,957,523)	(18,252,832)
DETAILS OF WRITE-INS				
0601.	X X X			
0602.	X X X			
0603.	X X X			
0698. Summary of remaining write-ins for Line 6 from overflow page	X X X			
0699. TOTALS (Lines 0601 through 0603 plus 0698) (Line 6 above)	X X X			
0701.	X X X			
0702.	X X X			
0703.	X X X			
0798. Summary of remaining write-ins for Line 7 from overflow page	X X X			
0799. TOTALS (Lines 0701 through 0703 plus 0798) (Line 7 above)	X X X			
1401.				
1402.				
1403.				
1498. Summary of remaining write-ins for Line 14 from overflow page				
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)				
2901. rounding				
2902. Miscellaneous Income/Expense				
2903. rounding				
2998. Summary of remaining write-ins for Line 29 from overflow page				
2999. TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above)				

STATEMENT OF REVENUE AND EXPENSES (Continued)

	1	2	3
	Current Year To Date	Prior Year To Date	Prior Year Ended December 31
CAPITAL & SURPLUS ACCOUNT			
33. Capital and surplus prior reporting year	31,879,701	39,550,811	39,550,811
34. Net income or (loss) from Line 32	6,673,637	(9,957,523)	(18,252,832)
35. Change in valuation basis of aggregate policy and claim reserves			
36. Change in net unrealized capital gains (losses) less capital gains tax of \$.....0	(143,619)	66,480	40,839
37. Change in net unrealized foreign exchange capital gain or (loss)			
38. Change in net deferred income tax		(1,061,240)	(1,702,936)
39. Change in nonadmitted assets	187,154	(1,883,561)	577,281
40. Change in unauthorized and certified reinsurance			
41. Change in treasury stock			
42. Change in surplus notes			
43. Cumulative effect of changes in accounting principles			
44. Capital Changes:			
44.1 Paid in			
44.2 Transferred from surplus (Stock Dividend)			
44.3 Transferred to surplus			
45. Surplus adjustments:			
45.1 Paid in			10,750,000
45.2 Transferred to capital (Stock Dividend)			
45.3 Transferred from capital			
46. Dividends to stockholders			
47. Aggregate write-ins for gains or (losses) in surplus			916,538
48. Net change in capital and surplus (Lines 34 to 47)	6,717,172	(12,835,844)	(7,671,110)
49. Capital and surplus end of reporting period (Line 33 plus 48)	38,596,873	26,714,967	31,879,701
DETAILS OF WRITE-INS			
4701. Rounding			2
4702. SSAP 3 Error Correction - Return to Provision			916,536
4703. PPE contribution			
4798. Summary of remaining write-ins for Line 47 from overflow page			
4799. TOTALS (Lines 4701 through 4703 plus 4798) (Line 47 above)			916,538

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
Cash from Operations			
1. Premiums collected net of reinsurance	95,188,269	103,752,430	224,961,347
2. Net investment income	484,358	371,384	711,813
3. Miscellaneous income	434,025	(22,037)	(1,840,783)
4. TOTAL (Lines 1 to 3)	96,106,652	104,101,777	223,832,377
5. Benefit and loss related payments	88,455,490	91,755,796	196,590,296
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7. Commissions, expenses paid and aggregate write-ins for deductions	9,456,939	9,873,708	30,776,463
8. Dividends paid to policyholders			
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses)	143,619	5,986,124	2,864,389
10. TOTAL (Lines 5 through 9)	98,056,048	107,615,628	230,231,148
11. Net cash from operations (Line 4 minus Line 10)	(1,949,396)	(3,513,851)	(6,398,771)
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	14,845,051	81,435,000	26,802,966
12.2 Stocks		5,538,859	5,595,450
12.3 Mortgage loans			
12.4 Real estate			
12.5 Other invested assets			
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments			
12.7 Miscellaneous proceeds	14,796	19	
12.8 TOTAL investment proceeds (Lines 12.1 to 12.7)	14,859,847	86,973,878	32,398,416
13. Cost of investments acquired (long-term only):			
13.1 Bonds	16,441,376	79,917,067	34,778,631
13.2 Stocks			
13.3 Mortgage loans			
13.4 Real estate			
13.5 Other invested assets			
13.6 Miscellaneous applications	148,075		155,772
13.7 TOTAL investments acquired (Lines 13.1 to 13.6)	16,589,451	79,917,067	34,934,403
14. Net increase (or decrease) in contract loans and premium notes			
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(1,729,604)	7,056,811	(2,535,987)
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes			
16.2 Capital and paid in surplus, less treasury stock			10,750,000
16.3 Borrowed funds			
16.4 Net deposits on deposit-type contracts and other insurance liabilities			
16.5 Dividends to stockholders			
16.6 Other cash provided (applied)	1,250,249	(6,620,359)	(281,713)
17. Net cash from financing and miscellaneous sources (Line 16.1 through 16.4 minus Line 16.5 plus Line 16.6)	1,250,249	(6,620,359)	10,468,287
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)	(2,428,751)	(3,077,399)	1,533,529
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year	17,124,175	15,590,646	15,590,646
19.2 End of period (Line 18 plus Line 19.1)	14,695,424	12,513,247	17,124,175

Note: Supplemental Disclosures of Cash Flow Information for Non-Cash Transactions:

20.0001				
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EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefit Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
Total Members at end of:										
1. Prior Year	57,408	37,899	18,941				568			
2. First Quarter	45,050	24,826	19,695				529			
3. Second Quarter	44,677	24,249	19,892				536			
4. Third Quarter										
5. Current Year										
6. Current Year Member Months	271,320	148,709	119,420				3,191			
Total Member Ambulatory Encounters for Period:										
7. Physician	198,664	120,181	76,094				2,389			
8. Non-Physician	185,109	79,448	101,382				4,279			
9. Total	383,773	199,629	177,476				6,668			
10. Hospital Patient Days Incurred	10,169	7,809	2,194				166			
11. Number of Inpatient Admissions	2,479	1,891	564				24			
12. Health Premiums Written (a)	99,848,935	57,395,417	41,088,496				1,365,022			
13. Life Premiums Direct										
14. Property/Casualty Premiums Written										
15. Health Premiums Earned	99,848,935	57,395,417	41,088,496				1,365,022			
16. Property/Casualty Premiums Earned										
17. Amount Paid for Provision of Health Care Services	88,861,470	61,583,269	26,415,262				862,939			
18. Amount Incurred for Provision of Health Care Services	81,996,088	56,825,384	24,374,435				796,269			

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

CLAIMS UNPAID AND INCENTIVE POOL, WITHHOLD AND BONUS (Reported and Unreported)**Aging Analysis of Unpaid Claims**

1 Account	2 1 - 30 Days	3 31 - 60 Days	4 61 - 90 Days	5 91 - 120 days	6 Over 120 Days	7 Total
0199999 Individually Listed Claims Unpaid						
0299999 Aggregate Accounts Not Individually Listed - Uncovered	65,647	21,294	9,529	6,756	16,389	119,615
0399999 Aggregate Accounts Not Individually Listed - Covered	899,750	291,854	130,605	92,596	224,621	1,639,426
0499999 Subtotals	965,397	313,148	140,134	99,352	241,010	1,759,041
0599999 Unreported claims and other claim reserves						19,119,385
0699999 Total Amounts Withheld						
0799999 Total Claims Unpaid						20,878,426
0899999 Accrued Medical Incentive Pool And Bonus Amounts						247,273

UNDERWRITING AND INVESTMENT EXHIBIT**ANALYSIS OF CLAIMS UNPAID-PRIOR YEAR-NET OF REINSURANCE**

Line of Business	Claims Paid Year to Date		Liability End of Current Quarter		5	6
	1	2	3	4	Claims Incurred in Prior Years (Columns 1+3)	Estimated Claim Reserve and Claim Liability Dec 31 of Prior Year
	On Claims Incurred Prior to January 1 of Current Year	On Claims Incurred During the Year	On Claims Unpaid Dec 31 of Prior Year	On Claims Incurred During the Year		
1. Comprehensive (hospital & medical)	27,731,595	64,004,449	1,693,406	18,984,161	29,425,001	28,788,025
2. Medicare Supplement						
3. Dental only						
4. Vision only						
5. Federal Employees Health Benefits Plan	233,903	629,036	14,283	186,576	248,186	149,606
6. Title XVIII - Medicare						
7. Title XIX - Medicaid						
8. Other health						
9. Health subtotal (Lines 1 to 8)	27,965,498	64,633,485	1,707,689	19,170,737	29,673,187	28,937,631
10. Healthcare receivables (a)	3,736,300	1,213		1,693,037	3,736,300	2,127,062
11. Other non-health						
12. Medical incentive pools and bonus amounts			247,273		247,273	247,273
13. Totals (Lines 9 - 10 + 11 + 12)	24,229,198	64,632,272	1,954,962	17,477,700	26,184,160	27,057,842

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

Notes to Financial Statement

QCA HEALTH PLAN, INC.

Notes to Financial Statements - Statutory Basis

(1) Summary of Significant Accounting Policies

The following is a summary of the significant accounting policies used in the preparation of the accompanying financial statements. Such policies are in conformity with the Annual Statement Instructions and the Accounting Practices and Procedures Manual of the National Association of Insurance Commissioners ("NAIC") and the accounting practices as prescribed or permitted by the Arkansas Insurance Department and are not intended to be a presentation in conformity with accounting principles generally accepted in the United States of America.

	State of Domicile	6/30/2017	12/31/2016
Net Income (Loss)			
Company state basis	Arkansas	6,673,637	(18,252,832)
State prescribed practices that increase/(decrease) NAIC SAP: None	Arkansas		
State permitted practices that increase/(decrease) NAIC SAP: None	Arkansas		
NAIC SAP (1 - 2 - 3 = 4)	Arkansas	6,673,637	(18,252,832)
Capital and Surplus			
Company State basis	Arkansas	38,596,873	31,879,701
State prescribed practices that increase/(decrease) NAIC SAP: None	Arkansas		
State permitted practices that increase/(decrease) NAIC SAP: None	Arkansas		
NAIC SAP (5 - 6 - 7 = 8)	Arkansas	38,596,873	31,879,701

Cash and Cash Equivalents and Short Term Investments: The Company considers all cash accounts and all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Premiums Receivable: The Company uses the allowance method of accounting for uncollectible receivables. Premiums receivable represent medical premium revenue that has been billed and recognized as revenue, but has not been collected.

Investment Securities: Bonds and other debt instruments for which the Company intends to resell in the near future are classified as trading and are stated at cost adjusted for amortization of premiums and accretion of discounts computed by the interest method.

- a) Short-term investments are stated at amortized cost;
- b) Bonds not backed by other loans are stated at amortized cost using the interest method.
- c) The Company does not have common stock;
- d) The Company has invested in the preferred stock of the affiliated entity, QualChoice Life and Health Preferred Stock.
- e) The Company has a minor investment in the affiliated entity, QCA Insurance Agency, LLC.
- f) The commercial mortgage-backed and other loan-backed securities are stated at amortized cost using the effective interest method.
- g) The Company does not have derivatives.
- h) The Company does not anticipate investment income as a factor in the premium deficiency calculation.

Notes to Financial Statement

Medical Claims Payable: Reported claims expected to be paid after the balance sheet date for services provided to members prior to the balance sheet date are recorded as liabilities. Claims for services provided to members during the financial reporting period which are unreported at the balance sheet date are estimated based on the Company's claims experience and recorded as liabilities. The amounts recorded are based upon estimates of the ultimate net cost of such services provided. These reserves are subject to continuous review by management and changes in estimates are reflected in earnings currently.

Income Taxes: Income taxes are provided for the tax effects of transactions reported in the financial statements and consist of taxes currently due.

Revenue: Medical premium revenue is recognized in the month in which members are entitled to receive health care services. Medical premiums collected in advance are recorded as unearned premium revenue.

Cost of Benefits Provided: Cost of benefits provided includes the costs of all medical services delivered to enrolled members of the Company and for whom the Company has recorded medical premium revenue during the reporting period. These costs include payments for specific medical services paid to physicians, hospitals, and other health care providers on a fee-for-service basis. Costs of benefits include claims paid, claims in process and pending, estimates of unreported claims and charges, and processing costs of those estimates at the end of the fiscal year for which the Company will be responsible.

Premium Tax: The state in which the Company does business requires the remittance of premium taxes based upon a percentage of billed premiums.

Advertising Costs: Advertising and promotions related expenses are charged to operations when incurred.

Non-Admitted Assets: Certain assets (principally pharmaceutical rebate receivables, property plant and equipment, goodwill and deferred tax assets not expected to be realized within a 12 month period) designated as "non-admitted" are not included in the financial statements.

Accounting Estimates: The preparation of financial statements in conformity with the accounting practices described above requires management to make estimates and assumptions that affect the reported amounts in the financial statements and accompanying notes. The accounting practices also require 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.

Going Concern: There are no conditions or events that raise substantial doubt about the entity's ability to continue as a going concern.

(2) **Accounting Changes and Corrections of Errors**

None.

(3) **Business Combinations and Goodwill**

None.

(4) **Discontinued Operations**

None.

(5) **Investments**

A) The Company has no real estate loans, restructured debt, or reverse mortgages.

D) The Company is relying on Bank of New York Mellon as a source used to determine the currently estimated cash flows, including new prepayment assumptions. The

Notes to Financial Statement

Company has no mortgage-backed or other loan-backed securities with a recognized other-than-temporary impairment.

E) The Company has no repurchase agreements and/or securities lending transactions.

I) The Company has no working capital finance investments

J) The Company has no investments in requiring offsetting and netting of assets and liabilities.

(6) Joint Ventures, Partnerships and Limited Liability Companies

None.

(7) Investment Income

The Company's investment income was earned on cash and cash equivalents, bonds, and stocks. Unrealized losses and gains are recorded on page 5.

(8) Derivative Instruments

None

(9) Income Taxes

No significant changes.

(10) Information Concerning Parent, Subsidiaries and Affiliates

None.

(11) Debt

As of June 30, 2017, the Company has no outstanding Federal Home Loan Bank agreements.

(12) Retirement Plans, Deferred Compensation and Other Postretirement Benefit and Compensated Absences and Other Postretirement Benefit Plans

The Company has an employee 401(k) plan covering all full-time employees of the Company who have completed three months of employment and choose to participate. The benefit plan has not changed since the year ended 12/31/16.

(13) Capital and Surplus, Shareholders' Dividend Restrictions and Quasi- Reorganizations

No significant changes.

(14) Contingencies

No significant changes.

(15) Leases

None.

(16) Information About Financial Instruments With Off Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk

None.

(17) Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

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

Notes to Financial Statement

(18) Gain or Loss To The Reporting Entity From Uninsured A&H Plans and The Uninsured Portion of Partially Insured Plans

No significant changes.

(19) Direct Premium Written/Produced By Managing General Agents/Third Party Administrators

None

(20) Fair Value Measurements

- a) The Company does not have any financial assets that are measured and reported at fair value on the statutory basis statements or admitted assets, and capital and surplus at June 30, 2017. All investments are recorded at amortized cost.

(21) Other Items List

- a) The Company did not encounter any unusual or infrequent items for the quarter ended June 30, 2017.
 b) The Company has no troubled debt restructuring as of June 30, 2017.
 c) The Company does not have any other disclosures items.
 d) The Company has no business interruption insurance recoveries.
 e) The Company has no state transferrable or non-transferrable tax credits.

(22) Events Subsequent

None

(23) Reinsurance

No significant changes.

(24) Retrospectively Rated Contracts & Contracts Subject To Redetermination

E. Risk-Sharing Provisions of the Affordable Care Act

The Company has accident and health insurance premiums in 2016 subject to the risk-sharing provisions of the ACA. For 2017, only the risk adjustment provision remains. The ACA imposes fees and premium stabilization provisions on health insurance issuers offering comprehensive commercial health insurance.

The following table presents the current year impact of risk-sharing provisions of the ACA on assets, liabilities and operations.

1. Permanent ACA Risk Adjustment Program

Assets	Amount
a. Premium Adjustment Receivable due to ACA Risk Adj.	\$0
 Liabilities	
b. Risk Adjustment User Fees Payable for ACA Risk Adj.	\$0
c. Premium Adjustments Payable due to ACA Risk Adj.	\$678,038
 Operations (Revenue & Expense)	
d. Reported as revenue in premium for accident and health contracts (written/collected) due to ACA Risk Adjustment	\$69,516

Notes to Financial Statement

e. Reported in expenses as ACA Risk Adjustment user fees (incurred/paid) \$0

2. Transitional ACA Reinsurance Program

Assets

a. Amounts recoverable for claims paid due to ACA Reinsurance \$0

b. Amounts recoverable for claims unpaid due to ACA Reins. \$0

c. Amounts receivable relating to uninsured plans for contributions for ACA Reinsurance \$0

Liabilities

d. Liabilities for contributions payable due to ACA Reinsurance (not ceded premium) \$0

e. Ceded reinsurance premiums payable due to ACA Reins. \$0

f. Liability for amounts held under uninsured plans contributions for ACA Reinsurance \$0

Operations (Revenue & Expense)

g. Ceded reinsurance premiums due to ACA Reinsurance \$0

h. Reinsurance recoveries (income statement) due to ACA Reinsurance Payments \$0

i. ACA Contributions-not reported as ceded premiums \$0

3. Temporary ACA Risk Corridors Program

Assets

a. Accrued retrospective premium due to ACA Risk Corridors \$0

Liabilities

b. Reserve for rate credits/policy experience rating refunds \$0

Operations (Revenue & Expense)

c. Effect of ACA Risk Corridors on net premium income (paid/received) \$0

d. Effect of ACA Risk Corridors on change in reserves for rate credits \$0

4. Have there been any material re-estimations and/or impairments for the reporting period? **NO**

(3) The following table is a rollforward of the prior year ACA risk-sharing provisions for asset and liability balances, along with reasons for adjustments to prior year balances.

Notes to Financial Statement

Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments		Unsettled Balances as of the Reporting Date	
				Prior Year Accrued Less Payments (Col 1 - 3)	Prior Year Accrued Less Payments (Col 2 - 4)	To Prior Year Balances	To Prior Year Balances	Cumulative Balance from Prior Years (Col 1-3+7)	Cumulative Balance from Prior Years (Col 2-4+8)
1	2	3	4	5	6	7	8	9	10
Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)

a. Permanent ACA Risk Adjustment Program									
1. Premium adjustments receivable									
\$		\$	\$	\$	\$	\$2,856,866	\$	A	\$2,856,866
2. Premium adjustments (payable)									
\$	\$(1,848,874)	\$	\$	\$	\$(1,848,874)	\$	\$1,789,510	B	\$(59,364)
3. Subtotal ACA Permanent Risk Adjustment Program									
\$	\$(1,848,874)	\$	\$	\$	\$(1,848,874)	\$2,856,866	\$1,789,510	\$2,856,866	\$(59,364)
b. Transitional ACA Reinsurance Program									
1. Amounts recoverable for claims paid									
\$6,194,584	\$	\$1,072,046	\$	\$5,122,538	\$	\$232,041	\$	C	\$5,354,579
2. Amounts recoverable for claims unpaid (contra liability)									
\$	\$	\$	\$	\$	\$	\$	\$	D	\$
3. Amounts receivable relating to uninsured plans									
\$	\$	\$	\$	\$	\$	\$	\$	E	\$
4. Liabilities for contributions payable due to ACA Reinsurance – not reported as ceded premium									
\$	\$	\$	\$	\$	\$	\$	\$	F	\$
5. Ceded reinsurance premiums payable									
\$	\$	\$	\$	\$	\$	\$	\$	G	\$
6. Liability for amounts held under uninsured plans									
\$	\$	\$	\$	\$	\$	\$	\$	H	\$
7. Subtotal ACA Transitional Reinsurance Program									
\$6,194,584	\$	\$1,072,046	\$	\$5,122,538	\$	\$232,041	\$	\$5,354,579	\$
c. Temporary ACA Risk Corridors Program									
1. Accrued retrospective premium									
\$38,300	\$	\$15,055	\$	\$23,245	\$	\$(23,245)	\$	I	\$
2. Reserve for rate credits or policy experience rating refunds									
\$	\$	\$	\$	\$	\$	\$	\$	J	\$
3. Subtotal ACA Risk Corridors Program									
\$38,300	\$	\$15,055	\$	\$23,245	\$	\$(23,245)	\$	\$	\$
d. Total for ACA Risk-Sharing Provisions									
\$6,232,884	\$(1,848,874)	\$1,083,381	\$	\$5,145,783	\$(1,848,874)	\$3,065,662	\$1,789,510	\$8,211,445	\$(59,364)

(4) Roll Forward of ACA Risk Corridor Asset and Liability Balances

Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments		Unsettled Balances as of the Reporting Date	
				Prior Year Accrued Less Payments (Col 1 - 3)	Prior Year Accrued Less Payments (Col 2 - 4)	To Prior Year Balances	To Prior Year Balances	Cumulative Balance from Prior Years (Col 1-3+7)	Cumulative Balance from Prior Years (Col 2-4+8)
1	2	3	4	5	6	7	8	9	10
Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)

a. 2014									
1. Accrued Retrospective Premium									
\$38,300	\$	\$15,055	\$	\$23,245	\$	\$(23,245)	\$	A	\$
2. Reserve for rate credits policy experience rating refunds									
\$	\$	\$	\$	\$	\$	\$	\$	B	\$
b. 2015									
1. Accrued Retrospective Premium									
\$	\$	\$	\$	\$	\$	\$	\$	C	\$
2. Reserve for rate credits policy experience rating refunds									
\$	\$	\$	\$	\$	\$	\$	\$	D	\$
c. 2016									

Notes to Financial Statement

1. Accrued Retrospective Premium	\$	\$	\$	\$	\$	\$	\$	\$	I	\$	\$
2. Reserve for rate credits or policy experience rating refunds	\$	\$	\$	\$	\$	\$	\$	\$	J	\$	\$
d. Total for Risk Corridor	\$38,300	\$	\$ 15,055	\$	\$ 23,245	\$	\$ (23,245)	\$		\$	\$

(5) ACA Risk Corridor Receivable:

Risk Corridors Program Year	1 Estimated amount to be filed or final amounts filed with CMS	2 Non-Accrued Amounts for Impairment or Other Reasons	3 Amounts received from CMS	4 Asset balance (gross of nonadmission) (1-2-3)	5 Nonadmitted amounts	6 Net admitted assets
a. 2014	\$4,181,163	\$3,689,994	\$467,924	\$23,245	\$23,245	\$0
b. 2015	\$0	\$0	\$0	\$0	\$0	\$0
c. 2016	\$14,343,919	\$14,343,919	\$0	\$0	\$0	\$0
d. Total	\$18,525,082	\$18,033,913	\$467,924	\$23,245	\$23,245	\$0

(25) Change In Incurred Claims and Claim Adjustment Expenses

Reserves as of June 30, 2017 were \$20,878,426. As of June 30, 2017, \$27,965,498 has been paid for incurred claims and claim adjustment expenses attributable to insured events incurred prior of January 1, 2017. Reserves remaining for prior years are now \$1,707,689 as a result of re-estimation of unpaid claims and claim adjustment expenses. The decrease is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims.

(26) Intercompany Pooling Arrangements

None.

(27) Structured Settlements

None.

(28) Health Care Receivables

No significant changes.

(29) Participating Policies

None.

(30) Premium Deficiency Reserves

No significant changes.

(31) Anticipated Salvage and Subrogation

None.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES GENERAL

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes[] No[X]
- 1.2 If yes, has the report been filed with the domiciliary state? Yes[] No[] N/A[X]

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

- 3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes[X] No[]
If yes, complete Schedule Y, Parts 1 and 1A.
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes[] No[X]
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes:

- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes[] No[X]
- 4.2 If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile
.....		

- 5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes[] No[] N/A[X]
If yes, attach an explanation.

- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2014
- 6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 04/16/2016
- 6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 04/16/2016
- 6.4 By what department or departments?
- 6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes[] No[] N/A[X]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes[] No[] N/A[X]

- 7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes[] No[X]
- 7.2 If yes, give full information

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes[] No[X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes[] No[X]
- 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.].

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC
.....	Yes[] No[X]	Yes[] No[X]	Yes[] No[X]	Yes[] No[X]

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

FINANCIAL

- 10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes[X] No[]
- 10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ 169,252

INVESTMENT

- 11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes[] No[X]
- 11.2 If yes, give full and complete information relating thereto:

- 12. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$ 0
- 13. Amount of real estate and mortgages held in short-term investments: \$ 0

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

GENERAL INTERROGATORIES (Continued)

INVESTMENT

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds		
14.22 Preferred Stock	1,500,000	1,500,000
14.23 Common Stock		
14.24 Short-Term Investments		
14.25 Mortgages Loans on Real Estate		
14.26 All Other	5,404	5,404
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)	1,505,404	1,505,404
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above		

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB?

Yes[] No[X]
Yes[] No[] N/A[X]

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?
If no, attach a description with this statement.

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

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

\$ 0

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

\$ 0

16.3 Total payable for securities lending reported on the liability page

\$ 0

17. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?

Yes[X] No[]

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

1 Name of Custodian(s)	2 Custodian Address
Arvest Asset Management	200 Commerce Dr. Ste. 100, Little Rock, AR
BNY Mellon	200 Park Avenue, New York, NY

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

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

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

Yes[] No[X]

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

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

17.5 Investment management - Identify all investment advisors, investment managers, broker/dealers, including individuals that have the authority to make investment decisions on behalf of the reporting entity. For assets that are managed internally by employees of the reporting entity, note as such. [" that have access to the investment accounts"; " handle securities"]

1 Name of Firm or Individual	2 Affiliation
Arvest Trust	U
BNY Mellon	U

17.5097 For those firms/individuals listed in the table for Question 17.5, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's assets?

Yes[X] No[]

17.5098 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 17.5, does the total assets under management aggregate to more than 50% of the reporting entity's assets?

Yes[X] No[]

17.6 For those firms or individuals listed in the table for 17.5 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed

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

Yes[X] No[]

GENERAL INTERROGATORIES (Continued)

18.2 If no, list exceptions:

GENERAL INTERROGATORIES

PART 2 - HEALTH

1. Operating Percentages:	
1.1 A&H loss percent	..... 83.670%
1.2 A&H cost containment percent	..... 1.910%
1.3 A&H expense percent excluding cost containment expenses	..... 10.605%
2.1 Do you act as a custodian for health savings accounts?	Yes[] No[X]
2.2 If yes, please provide the amount of custodial funds held as of the reporting date.	\$..... 0
2.3 Do you act as an administrator for health savings accounts?	Yes[] No[X]
2.4 If yes, please provide the balance of the funds administered as of the reporting date.	\$..... 0

SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Reinsurer	5 Domiciliary Jurisdiction	6 Type of Reinsurance Ceded	7 Type of Reinsurer	8 Certified Reinsurer Rating (1 through 6)	9 Effective Date of Certified Reinsurer Rating
Life and Annuity - Affiliates								
38636	13-3031176	01/01/2017	PARTNER REINS CO OF THE US	NY	OTH/L/G	Authorized		
38636	13-3031176	01/01/2017	PARTNER REINS CO OF THE US	NY	OTH/L/I	Authorized		

SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS

Current Year to Date - Allocated by States and Territories

State, Etc.	1 Active Status	Direct Business Only							
		2 Accident and Health Premiums	3 Medicare Title XVIII	4 Medicaid Title XIX	5 Federal Employees Health Benefits Program Premiums	6 Life and Annuity Premiums and Other Considerations	7 Property/Casualty Premiums	8 Total Columns 2 Through 7	9 Deposit-Type Contracts
1. Alabama (AL)	N								
2. Alaska (AK)	N								
3. Arizona (AZ)	N								
4. Arkansas (AR)	L	99,363,011			1,375,577		100,738,588		
5. California (CA)	N								
6. Colorado (CO)	N								
7. Connecticut (CT)	N								
8. Delaware (DE)	N								
9. District of Columbia (DC)	N								
10. Florida (FL)	N								
11. Georgia (GA)	N								
12. Hawaii (HI)	N								
13. Idaho (ID)	N								
14. Illinois (IL)	N								
15. Indiana (IN)	N								
16. Iowa (IA)	N								
17. Kansas (KS)	N								
18. Kentucky (KY)	N								
19. Louisiana (LA)	N								
20. Maine (ME)	N								
21. Maryland (MD)	N								
22. Massachusetts (MA)	N								
23. Michigan (MI)	N								
24. Minnesota (MN)	N								
25. Mississippi (MS)	N								
26. Missouri (MO)	N								
27. Montana (MT)	N								
28. Nebraska (NE)	N								
29. Nevada (NV)	N								
30. New Hampshire (NH)	N								
31. New Jersey (NJ)	N								
32. New Mexico (NM)	N								
33. New York (NY)	N								
34. North Carolina (NC)	N								
35. North Dakota (ND)	N								
36. Ohio (OH)	N								
37. Oklahoma (OK)	N								
38. Oregon (OR)	N								
39. Pennsylvania (PA)	N								
40. Rhode Island (RI)	N								
41. South Carolina (SC)	N								
42. South Dakota (SD)	N								
43. Tennessee (TN)	N								
44. Texas (TX)	N								
45. Utah (UT)	N								
46. Vermont (VT)	N								
47. Virginia (VA)	N								
48. Washington (WA)	N								
49. West Virginia (WV)	N								
50. Wisconsin (WI)	N								
51. Wyoming (WY)	N								
52. American Samoa (AS)	N								
53. Guam (GU)	N								
54. Puerto Rico (PR)	N								
55. U.S. Virgin Islands (VI)	N								
56. Northern Mariana Islands (MP)	N								
57. Canada (CAN)	N								
58. Aggregate other alien (OT)	XXX								
59. Subtotal	XXX	99,363,011			1,375,577		100,738,588		
60. Reporting entity contributions for Employee Benefit Plans	XXX								
61. Total (Direct Business)	(a) 1	99,363,011			1,375,577		100,738,588		
DETAILS OF WRITE-INS									
58001.	XXX								
58002.	XXX								
58003.	XXX								
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX								
58999. TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	XXX								

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

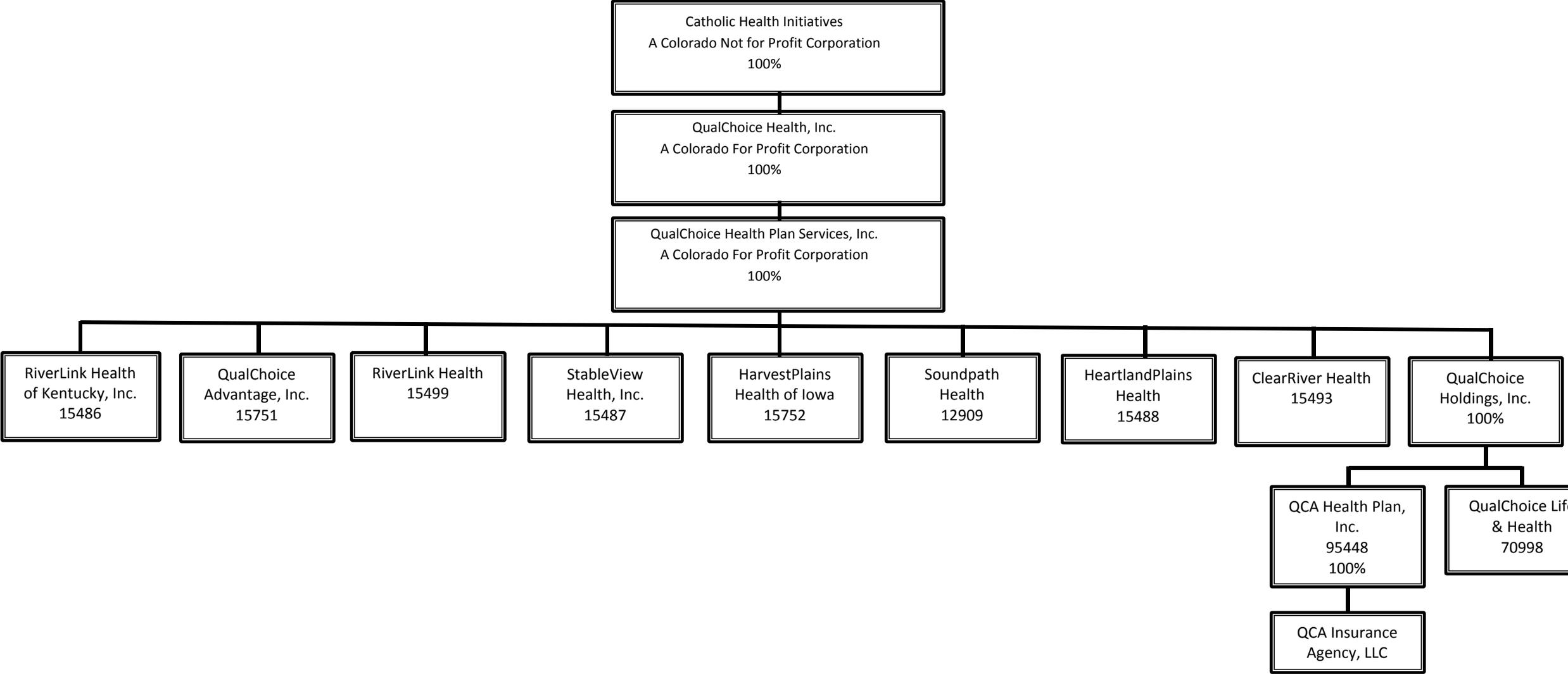
(a) Insert the number of L responses except for Canada and Other Alien.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER

MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART

Q15



SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Group Code	Group Name	NAIC Company Code	ID Number	FEDERAL RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity / Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies) / Person(s)	Is an SCA Filing Required? (Y/N)	*
4807 ..	Catholic Health Initiatives	95448	71-0794605 ..	.....	.....	.....	QCA Health Plan, Inc. ....	.. AR ..	.. RE ..	QualChoice Health Plan Services	Ownership .....	..... 100.0	Catholic Health Initiatives .....	.... N .....	.....
4807 ..	Catholic Health Initiatives	70998	71-0386640 ..	.....	.....	.....	QualChoice Life and Health Insurance Company, Inc. ....	.. AR ..	.. RE ..	QualChoice Health Plan Services	Ownership .....	..... 100.0	Catholic Health Initiatives .....	.... N .....	.....
4807 ..	Catholic Health Initiatives	12909	42-1720801 ..	.....	.....	.....	Soundpath Health, Inc. ....	.. WA ..	.. IA ..	QualChoice Health Plan Services	Ownership .....	..... 100.0	Catholic Health Initiatives .....	.... N .....	.....
4807 ..	Catholic Health Initiatives	15493	46-4495960 ..	.....	.....	.....	ClearRiver Health .....	.. TN ..	.. IA ..	QualChoice Health Plan Services	Ownership .....	..... 100.0	Catholic Health Initiatives .....	.... N .....	.....
4807 ..	Catholic Health Initiatives	15488	46-4368223 ..	.....	.....	.....	Heartland Plains Health .....	.. NE ..	.. IA ..	QualChoice Health Plan Services	Ownership .....	..... 100.0	Catholic Health Initiatives .....	.... N .....	.....
4807 ..	Catholic Health Initiatives	15499	46-4380824 ..	.....	.....	.....	RiverLink Health .....	.. OH ..	.. IA ..	QualChoice Health Plan Services	Ownership .....	..... 100.0	Catholic Health Initiatives .....	.... N .....	.....
4807 ..	Catholic Health Initiatives	15486	46-4828332 ..	.....	.....	.....	RiverLink Health of Kentucky, Inc. ....	.. KY ..	.. IA ..	QualChoice Health Plan Services	Ownership .....	..... 100.0	Catholic Health Initiatives .....	.... N .....	.....
4807 ..	Catholic Health Initiatives	15487	46-4373713 ..	.....	.....	.....	StableView Health .....	.. KY ..	.. IA ..	QualChoice Health Plan Services	Ownership .....	..... 100.0	Catholic Health Initiatives .....	.... N .....	.....
4807 ..	Catholic Health Initiatives	15751	47-3433912 ..	.....	.....	.....	QualChoice Advantage, Inc. ....	.. AR ..	.. IA ..	QualChoice Health Plan Services	Ownership .....	..... 100.0	Catholic Health Initiatives .....	.... N .....	.....
4807 ..	Catholic Health Initiatives	15752	47-3451750 ..	.....	.....	.....	Harvest Plains Health of Iowa .....	.. IA ..	.. IA ..	QualChoice Health Plan Services	Ownership .....	..... 100.0	Catholic Health Initiatives .....	.... N .....	.....

Asterisk	Explanation
0000001	.....

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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

RESPONSE

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

No

Explanations:

Bar Codes:

Medicare Part D Coverage Supplement



95448201736500002

2017

Document Code: 365

OVERFLOW PAGE FOR WRITE-INS

STATEMENT OF REVENUE AND EXPENSES

	Current Year To Date		Prior Year To Date	Prior Year Ended December 31
	1	2	3	4
	Uncovered	Total	Total	Total
0697. Summary of remaining write-ins for Line 6 (Lines 0604 through 0696)	X X X			
0797. Summary of remaining write-ins for Line 7 (Lines 0704 through 0796)	X X X			
1497. Summary of remaining write-ins for Line 14 (Lines 1404 through 1496)				
2904. 0				
2997. Summary of remaining write-ins for Line 29 (Lines 2904 through 2996)				

STATEMENT OF REVENUE AND EXPENSES (Continued)

	1	2	3
	Current Year To Date	Prior Year To Date	Prior Year Ended December 31
4704. 0			
4797. Summary of remaining write-ins for Line 47 (Lines 4704 through 4796)			

SCHEDULE A - VERIFICATION**Real Estate**

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

NONE**SCHEDULE B - VERIFICATION****Mortgage Loans**

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

NONE**SCHEDULE BA - VERIFICATION****Other Long-Term Invested Assets**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	5,404	5,423
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)		(19)
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		
8. Deduct amortization of premium and depreciation		
9. Total foreign exchange change in book/adjusted carrying value		
10. Deduct current year's other-than-temporary impairment recognized		
11. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)	5,404	5,404
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)	5,404	5,404

SCHEDULE D - VERIFICATION**Bonds and Stocks**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	41,729,453	28,549,701
2. Cost of bonds and stocks acquired	16,441,376	34,778,631
3. Accrual of discount	17,104	16,206
4. Unrealized valuation increase (decrease)	4,456	42,620
5. Total gain (loss) on disposals	(14,796)	151,415
6. Deduct consideration for bonds and stocks disposed of	14,845,051	21,704,360
7. Deduct amortization of premium	51,995	104,760
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other-than-temporary impairment recognized		
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	43,280,547	41,729,453
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	43,280,547	41,729,453

SCHEDULE D - PART 1B
Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a)	36,024,061	6,059,228	6,614,987	(4,610)	36,024,061	35,463,692		35,422,336
2. NAIC 2 (a)	5,752,602	1,608,402	1,025,778	(9,252)	5,752,602	6,325,974		4,889,868
3. NAIC 3 (a)								
4. NAIC 4 (a)								
5. NAIC 5 (a)								
6. NAIC 6 (a)								
7. Total Bonds	41,776,663	7,667,630	7,640,765	(13,862)	41,776,663	41,789,666		40,312,204
PREFERRED STOCK								
8. NAIC 1	1,500,000				1,500,000	1,500,000		1,500,000
9. NAIC 2								
10. NAIC 3								
11. NAIC 4								
12. NAIC 5								
13. NAIC 6								
14. Total Preferred Stock	1,500,000				1,500,000	1,500,000		1,500,000
15. Total Bonds & Preferred Stock	43,276,663	7,667,630	7,640,765	(13,862)	43,276,663	43,289,666		41,812,204

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$.....9,119; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0

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

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999. Totals	9,119	X X X	9,119	22	

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

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	82,751	
2. Cost of short-term investments acquired	83,009	2,692,161
3. Accrual of discount	43	533
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals	55	176
6. Deduct consideration received on disposals	156,739	2,609,373
7. Deduct amortization of premium		746
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other-than-temporary impairment recognized		
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	9,119	82,751
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	9,119	82,751

SI04 Schedule DB - Part A Verification NONE

SI04 Schedule DB - Part B Verification NONE

SI05 Schedule DB Part C Section 1 NONE

SI06 Schedule DB Part C Section 2 NONE

SI07 Schedule DB - Verification NONE

SCHEDULE E - Verification
(Cash Equivalents)

		1	2
		Year To Date	Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year		8,999,923
2.	Cost of cash equivalents acquired		63,997,667
3.	Accrual of discount		2,410
4.	Unrealized valuation increase (decrease)		
5.	Total gain (loss) on disposals		
6.	Deduct consideration received on disposals		73,000,000
7.	Deduct amortization of premium		
8.	Total foreign exchange change in book/adjusted carrying value		
9.	Deduct current year's other-than-temporary impairment recognized		
10.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)		
11.	Deduct total nonadmitted amounts		
12.	Statement value at end of current period (Line 10 minus Line 11)		

E01 Schedule A Part 2 NONE

E01 Schedule A Part 3 NONE

E02 Schedule B Part 2 NONE

E02 Schedule B Part 3 NONE

E03 Schedule BA Part 2 NONE

E03 Schedule BA Part 3 NONE

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
Bonds - U.S. Governments									
912828Q60	UNITED STATES TREASURY INFLATION INDEXED		04/21/2017	JPM SECURITIES-FIXED	X X X	207,478	205,416	6	1
912828ST8	UNITED STATES TREASURY NOTE/BOND		05/25/2017	MORGAN STANLEY & CO	X X X	414,741	415,000	367	1
912828W89	UNITED STATES TREASURY NOTE/BOND		04/06/2017	CITIGROUP GLOBAL MKT	X X X	205,160	205,000	74	1
912828W97	UNITED STATES TREASURY NOTE/BOND		04/04/2017	JPM SECURITIES-FIXED	X X X	829,935	830,000	142	1
912828X21	UNITED STATES TREASURY NOTE/BOND		04/28/2017	GOLDMAN SACHS & CO	X X X	310,339	310,000	165	1
912828XR6	UNITED STATES TREASURY NOTE/BOND		06/30/2017	GOLDMAN SACHS & CO	X X X	628,409	630,000	663	1
912828XS4	UNITED STATES TREASURY NOTE/BOND		06/20/2017	VARIOUS	X X X	1,882,099	1,885,000	814	1
0599999	Subtotal - Bonds - U.S. Governments				X X X	4,478,161	4,480,416	2,231	X X X
Bonds - U.S. Special Revenue, Special Assessment									
88213AJW6	TEXAS A&M UNIVERSITY		06/07/2017	BANC/AMERICA SECUR.L	X X X	206,096	200,000		1FE
3199999	Subtotal - Bonds - U.S. Special Revenue, Special Assessment				X X X	206,096	200,000		X X X
Bonds - Industrial and Miscellaneous (Unaffiliated)									
015271AK5	ALEXANDRIA REAL ESTATE EQUITIES INC		06/14/2017	BNY/SUNTRUST CAPITAL	X X X	61,929	60,000	698	2FE
03027XAK6	AMERICAN TOWER CORP		05/23/2017	JEFFERIES & CO. - BO	X X X	63,781	65,000	250	2FE
03073EAM7	AMERISOURCEBERGEN CORP		05/10/2017	JPM SECURITIES-FIXED	X X X	60,371	60,000	401	1FE
037833AR1	APPLE INC		05/01/2017	PERSHING & COMPANY	X X X	82,374	80,000	1,127	1FE
053332AV4	AUTOZONE INC		04/06/2017	JPM SECURITIES-FIXED	X X X	64,997	65,000		2FE
084670BR8	BERKSHIRE HATHAWAY INC		05/05/2017	US BANKCORP INVESTME	X X X	80,875	80,000	336	1FE
171798AD3	CIMAREX ENERGY CO		06/28/2017	JPM SECURITIES-FIXED	X X X	45,361	45,000	390	2FE
174610AK1	CITIZENS FINANCIAL GROUP INC		05/08/2017	BARCLAYS CAPITAL FIX	X X X	62,391	60,000	1,132	2FE
20030NBA8	COMCAST CORP		04/24/2017	MORGAN STANLEY & CO	X X X	59,994	55,000	441	1FE
22160KAK1	COSTCO WHOLESALE CORP		05/09/2017	CITIGROUP GLOBAL MKT	X X X	59,775	60,000		1FE
24422ETS8	JOHN DEERE CAPITAL CORP		06/19/2017	DEUTSCHE BANC/ALEX B	X X X	164,899	165,000		1FE
256677AE5	DOLLAR GENERAL CORP		05/04/2017	MILLENNIUM ADVISORS	X X X	60,780	60,000	181	2FE
30161MAL7	EXELON GENERATION CO LLC		06/16/2017	DEUTSCHE BANC/ALEX B	X X X	106,100	100,000	71	2FE
313747AY3	FEDERAL REALTY INVESTMENT TRUST		06/20/2017	DEUTSCHE BANC/ALEX B	X X X	59,450	60,000		1FE
37045XBV7	GENERAL MOTORS FINANCIAL CO INC		04/10/2017	JPM SECURITIES-FIXED	X X X	99,860	100,000		2FE
38013MAE6	GM FINANCIAL AUTOMOBILE LEASING TRUST 20		06/07/2017	CITIGROUP GLOBAL MKT	X X X	209,957	210,000		1FE
38141GVR2	GOLDMAN SACHS GROUP INC/THE		04/21/2017	BANC/AMERICA SECUR.L	X X X	61,925	60,000	35	2FE
46625HNJ5	JPMORGAN CHASE & CO		04/21/2017	WELLS FARGO SECS LLC	X X X	62,321	60,000	177	2FE
532457BP2	ELI LILLY & CO		05/04/2017	BANC/AMERICA SECUR.L	X X X	84,970	85,000		1FE
56585AAG7	MARATHON PETROLEUM CORP		05/05/2017	BARCLAYS CAPITAL FIX	X X X	59,638	60,000	332	2FE
585055BS4	MEDTRONIC INC		05/18/2017	BANC/AMERICA SECUR.L	X X X	62,558	60,000	397	1FE
594918BH6	MICROSOFT CORP		05/05/2017	WELLS FARGO SECS LLC	X X X	101,482	100,000	52	1FE
61744YAH1	MORGAN STANLEY		05/16/2017	MORGAN STANLEY & CO	X X X	124,739	125,000		1FE
61747YDU6	MORGAN STANLEY		06/20/2017	JPM SECURITIES-FIXED	X X X	62,897	60,000	212	2FE
651229AW6	NEWELL BRANDS INC		04/06/2017	JPM SECURITIES-FIXED	X X X	62,809	60,000	70	2FE
67103HAE7	O'REILLY AUTOMOTIVE INC		04/21/2017	US BANKCORP INVESTME	X X X	40,410	40,000	162	2FE
68389XAU9	ORACLE CORP		05/03/2017	US BANKCORP INVESTME	X X X	103,953	100,000	1,133	1FE
747525AT0	QUALCOMM INC		05/19/2017	GOLDMAN SACHS & CO	X X X	59,827	60,000		1FE
760759AP5	REPUBLIC SERVICES INC		04/26/2017	WELLS FARGO SECS LLC	X X X	83,491	80,000	1,183	2FE
883556BR2	THERMO FISHER SCIENTIFIC INC		05/04/2017	US BANKCORP INVESTME	X X X	43,198	45,000	184	2FE
887317AZ8	TIME WARNER INC		05/03/2017	WELLS FARGO SECS LLC	X X X	60,554	60,000	730	2FE
913017CR8	UNITED TECHNOLOGIES CORP		05/10/2017	BARCLAYS CAPITAL FIX	X X X	59,729	60,000	57	1FE
92343VBC7	VERIZON COMMUNICATIONS INC		04/07/2017	RBC CAPITAL MARKETS	X X X	61,832	60,000	939	2FE
970648AF8	WILLIS NORTH AMERICA INC		05/11/2017	BANC/AMERICA SECUR.L	X X X	44,961	45,000		2FE
98956PAK8	ZIMMER BIOMET HOLDINGS INC		04/24/2017	PERSHING & COMPANY	X X X	111,327	110,000	215	2FE
008916AP3	AGRIUM INC	A	04/26/2017	BANC/AMERICA SECUR.L	X X X	84,666	85,000	367	2FE
06738EAS4	BARCLAYS PLC	D	04/21/2017	PERSHING & COMPANY	X X X	203,174	200,000	2,169	2FE

QE04

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
3899999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)				X X X	2,983,355	2,940,000	13,441	X X X
8399997	Subtotal - Bonds - Part 3				X X X	7,667,612	7,620,416	15,672	X X X
8399998	Summary Item from Part 5 for Bonds (N/A to Quarterly)				X X X	X X X	X X X	X X X	X X X
8399999	Subtotal - Bonds				X X X	7,667,612	7,620,416	15,672	X X X
8999998	Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)				X X X	X X X	X X X	X X X	X X X
9799998	Summary Item from Part 5 for Common Stocks (N/A to Quarterly)				X X X	X X X	X X X	X X X	X X X
9899999	Subtotal - Preferred and Common Stocks				X X X	X X X	X X X	X X X	X X X
9999999	Total - Bonds, Preferred and Common Stocks				X X X	7,667,612	X X X	15,672	X X X

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues0.

SCHEDULE D - PART 4

**Show All Long-Term Bonds and Stocks Sold, Redeemed or Otherwise Disposed of
During the Current Quarter**

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	For e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Governments																					
9128282C3	UNITED STATES TREASURY																				
	NOTE/BOND		06/20/2017	JPM SECURITIES-FIXED	X X X	919,110	925,000	924,241	924,364		178		178		924,542		(5,432)	(5,432)	5,599	08/31/2018	1
912828L24	UNITED STATES TREASURY																				
	NOTE/BOND		05/25/2017	BARCLAYS CAPITAL FIX	X X X	205,296	205,000	203,358	203,652		90		90		203,741		1,555	1,555	2,831	08/31/2022	1
912828L40	UNITED STATES TREASURY																				
	NOTE/BOND		06/21/2017	VARIOUS	X X X	1,460,577	1,465,000	1,469,416	1,467,019		(515)		(515)		1,466,504		(5,927)	(5,927)	10,721	09/15/2018	1
912828Q94	UNITED STATES TREASURY																				
	NOTE/BOND		04/04/2017	MORGAN STANLEY & CO	X X X	1,106,098	1,110,000	1,109,350	1,109,557		86		86		1,109,643		(3,546)	(3,546)	3,588	04/30/2018	1
912828U24	UNITED STATES TREASURY																				
	NOTE/BOND		06/23/2017	GOLDMAN SACHS & CO	X X X	312,389	320,000	305,163	305,181		545		545		305,726		6,663	6,663	3,440	11/15/2026	1
912828U40	UNITED STATES TREASURY																				
	NOTE/BOND		06/30/2017	BANC/AMERICA SECUR.L	X X X	418,146	420,000	418,441	418,452		397		397		418,850		(704)	(704)	2,444	11/30/2018	1
912828W55	UNITED STATES TREASURY																				
	NOTE/BOND		04/21/2017	GOLDMAN SACHS & CO	X X X	206,345	205,000	203,751	203,751		31		31		203,782		2,563	2,563	574	02/28/2022	1
0599999	Subtotal - Bonds - U.S. Governments				X X X	4,627,961	4,650,000	4,633,720	4,428,225		812		812		4,632,788		(4,828)	(4,828)	29,197	X X X	X X X
Bonds - U.S. Special Revenue, Special Assessment																					
68428LDP6	COUNTY OF ORANGE CA		05/01/2017	MATURITY	X X X	190,000	190,000	190,000	190,000						190,000				1,693	05/01/2017	1FE
3199999	Subtotal - Bonds - U.S. Special Revenue, Special Assessment				X X X	190,000	190,000	190,000	190,000						190,000				1,693	X X X	X X X
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
037833AJ9	APPLE INC		05/01/2017	JP MORGAN CHASE BANK	X X X	74,780	75,000	74,603	74,766		59		59		74,825		(46)	(46)	377	05/03/2018	1FE
053332AU6	AUTOZONE INC		04/06/2017	MILLENNIUM ADVISORS	X X X	138,824	140,000	139,728	139,728		21		21		139,697		(873)	(873)	1,074	04/21/2019	2FE
05348EAQ2	AVALONBAY COMMUNITIES INC		04/05/2017	US BANKCORP INVESTME	X X X	55,161	55,000	54,098	54,252		33		33		54,285		876	876	924	09/15/2022	1FE
084664CK5	BERKSHIRE HATHAWAY FINANCE CORP		05/05/2017	BANC/AMERICA SECUR.L	X X X	119,086	120,000	118,458	118,458		194		194		118,652		434	434	1,148	08/15/2019	1FE
17291EAT8	CITIGROUP COMMERCIAL MORTGAGE TRUST 2016		04/27/2017	DEUTSCHE BANC/ALEX B	X X X	153,879	150,000	154,498	154,423		(71)		(71)		154,351		(472)	(472)	1,861	12/01/2049	1FE
17325GAB2	CITIGROUP COMMERCIAL MORTGAGE TRUST 2016		04/27/2017	DEUTSCHE BANC/ALEX B	X X X	155,503	155,000	159,646	159,425		35		35		159,460		(3,957)	(3,957)	1,585	11/01/2049	1FM
198280AF6	COLUMBIA PIPELINE GROUP INC		04/04/2017	WELLS FARGO SECS LLC	X X X	21,045	20,000	21,519	21,475		(42)		(42)		21,434		(388)	(388)	315	06/01/2025	2FE
20030NAW1	COMCAST CORP		04/24/2017	TORONTO DOMINION SEC	X X X	57,374	55,000	60,092	58,490		(812)		(812)		57,678		(304)	(304)	1,411	05/15/2018	1FE
24422ETM1	JOHN DEERE CAPITAL CORP		06/19/2017	UBS SECURITIES LLC	X X X	180,149	180,000	179,883	179,883		29		29		179,912		237	237	1,370	10/15/2018	1FE
29273RAS8	ENERGY TRANSFER LP		04/04/2017	BANC/AMERICA SECUR.L	X X X	49,772	50,000	44,335	45,101		181		181		45,281		4,491	4,491	1,230	02/01/2023	2FE
29429EAB7	CITIGROUP COMMERCIAL MORTGAGE TRUST 2016		04/27/2017	DEUTSCHE BANC/ALEX B	X X X	125,635	125,000	128,750	128,250		259		259		128,509		(2,874)	(2,874)	1,251	07/01/2049	1FM
30161MAH6	EXELON GENERATION CO LLC		06/16/2017	DEUTSCHE BANC/ALEX B	X X X	74,257	71,000	74,285	73,457		(315)		(315)		73,143		1,114	1,114	2,051	10/01/2020	2FE
38013GAD1	GM FINANCIAL AUTOMOBILE LEASING TRUST 20		06/07/2017	CITIGROUP GLOBAL MKT	X X X	225,466	225,000	226,318	225,823		(232)		(232)		225,591		(126)	(126)	1,989	07/22/2019	1FE
38141GWC4	GOLDMAN SACHS GROUP INC/THE		04/21/2017	BANC/AMERICA SECUR.L	X X X	105,885	105,000	104,664	104,664		12		12		104,676		1,209	1,209	788	04/26/2022	1FE
437076BN1	HOME DEPOT INC/THE		05/01/2017	WELLS FARGO SECS LLC	X X X	51,470	55,000	51,051	51,051		84		84		51,135		334	334	743	09/15/2026	1FE
46625HRL6	JPMORGAN CHASE & CO		04/21/2017	BANC/AMERICA SECUR.L	X X X	74,101	75,000	73,961	74,042		44		44		74,085		15	15	889	05/18/2023	1FE
46645UAQ0	JP MORGAN CHASE COMMERCIAL MORTGAGE SECU		06/01/2017	PAYDOWN	X X X	5,595	5,595	5,595	5,595						5,595				44	12/01/2049	1FE
56585AAG7	MARATHON PETROLEUM CORP		06/29/2017	BNY/SUNTRUST CAPITAL	X X X	60,748	60,000	59,638	59,638		7		7		59,645		1,103	1,103	634	09/15/2024	2FE
585055BG0	MEDTRONIC INC		05/18/2017	MILLENNIUM ADVISORS	X X X	50,918	50,000	50,661	45,470		(62)		(62)		50,469		448	448	861	03/15/2020	1FE
594918AH7	MICROSOFT CORP		05/05/2017	SUMRIDGE PARTNERS LL	X X X	67,491	65,000	68,732	67,840		(260)		(260)		67,580		(89)	(89)	1,186	10/01/2020	1FE
61746BDX1	MORGAN STANLEY		05/16/2017	MORGAN STANLEY & CO	X X X	186,373	185,000	184,876	184,913		15		15		184,929		1,444	1,444	3,626	02/01/2019	1FE
65473QAR4	NISOURCE FINANCE CORP		05/22/2017	NON-BROKER/ "TRADE"	X X X	60,738	55,000	61,928	60,265		(540)		(540)		59,725		1,013	1,013	2,090	09/15/2020	2FE
75884RAS2	REGENCY CENTERS LP		04/04/2017	WELLS FARGO SECS LLC	X X X	123,532	115,000	124,286	124,286		(423)		(423)		123,863		(331)	(331)	2,637	04/15/2021	2FE
842587CQ8	SOUTHERN CO/THE		04/10/2017	JPM SECURITIES-FIXED	X X X	89,433	90,000	89,983	89,987		1		1		89,988		(555)	(555)	1,475	07/01/2019	2FE
86765BAR0	SUNOCO LOGISTICS PARTNERS OPERATIONS LP		04/04/2017	GOLDMAN SACHS & CO	X X X	47,466	45,000	45,855	29,977		(42)		(42)		45,819		1,647	1,647	1,023	04/01/2021	2FE
86765BAT6	SUNOCO LOGISTICS PARTNERS OPERATIONS LP		05/01/2017	CITIGROUP GLOBAL MKT	X X X	29,645	30,000	30,109	30,105		(3)		(3)		30,102		(457)	(457)	949	07/15/2026	2FE
87165BAB9	SYNCHRONY FINANCIAL		05/02/2017	CREDIT SUISSE FIRST	X X X	157,254	155,000	157,245	156,979		(257)		(257)		156,722		531	531	3,358	08/15/2019	2FE
887317AT2	TIME WARNER INC		05/03/2017	WELLS FARGO SECS LLC	X X X	45,087	45,000	45,050	45,033		(5)		(5)		45,029		59	59	412	06/01/2019	2FE
92277GAD9	VENTAS REALTY LP		06/14/2017	JANNEY MONTGOMERY SC	X X X	56,569	55,000	53,992	54,117		49		49		54,166		2,403	2,403	1,306	05/01/2024	2FE
95000GAW4	WELLS FARGO COMMERCIAL MORTGAGE TRUST 20		06/01/2017	PAYDOWN	X X X	3,037	3,037	3,037	3,037						3,037				17	08/01/2049	1FM
98956PAE2	ZIMMER BIOMET HOLDINGS INC		04/24/2017	BANC/AMERICA SECUR.L	X X X	45,098	45,000	45,408	45,271		(69)		(69)		45,203		(105)	(105)	515	04/01/2018	2FE

QE05

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stocks Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1 CUSIP Identification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Designation or Market Indicator (a)	
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11 + 12 - 13)	15 Total Foreign Exchange Change in B./A.C.V.								
05565QBP2	BP CAPITAL MARKETS PLC	D	04/04/2017	BAIRD ROBERT W & CO	XXX	96,770	90,000	99,213	96,978		(470)		(470)		96,508		262	262	2,093	10/01/2020	1FE	
89641UAA9	TRINITY ACQUISITION PLC	D	05/16/2017	BAIRD ROBERT W & CO	XXX	37,437	35,000	36,182	36,013		(51)		(51)		35,962		1,475	1,475	1,232	08/15/2023	2FE	
3899999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)				XXX	2,825,578	2,784,632	2,827,679	2,096,255		(2,631)		(2,631)		2,817,056		8,518	8,518	42,464	XXX	XXX	
8399997	Subtotal - Bonds - Part 4				XXX	7,643,539	7,624,632	7,651,399	6,714,480		(1,819)		(1,819)		7,639,844		3,690	3,690	73,354	XXX	XXX	
8399998	Summary Item from Part 5 for Bonds (N/A to Quarterly)				XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8399999	Subtotal - Bonds				XXX	7,643,539	7,624,632	7,651,399	6,714,480		(1,819)		(1,819)		7,639,844		3,690	3,690	73,354	XXX	XXX	
8999998	Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)				XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
9799998	Summary Item from Part 5 for Common Stocks (N/A to Quarterly)				XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
9899999	Subtotal - Preferred and Common Stocks				XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
9999999	Total - Bonds, Preferred and Common Stocks				XXX	7,643,539	7,624,632	7,651,399	6,714,480		(1,819)		(1,819)		7,639,844		3,690	3,690	73,354	XXX	XXX	

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues0.

E06 Schedule DB Part A Section 1 NONE

E07 Schedule DB Part B Section 1 NONE

E08 Schedule DB Part D Section 1 NONE

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

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

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

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

SCHEDULE E - PART 1 - CASH**Month End Depository Balances**

1 Depository		2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			9 *
						6 First Month	7 Second Month	8 Third Month	
open depositories									
BANK OF NEW YORK	200 Park Avenue, New York, NY 10166					444,494	150,370	277,602	X X X
Arvest Bank	P.O. Box 1583, Little Rock, AR 72203		0.000	681		8,591,681	4,357,878	7,300,529	X X X
Bank of the Ozarks	P.O. Box 8811, Little Rock, AR 72231					206,347	206,622	206,635	X X X
Bank of America	100 North Tryon St, Charlotte, NC 28255		0.001	4,681		3,545,012	6,784,270	6,204,734	X X X
PNC Bank	249 Fifth Avenue, Pittsburg, PA 15222					691,703	769,058	696,805	X X X
0199998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - open depositories		X X X	X X X						X X X
0199999 Totals - Open Depositories		X X X	X X X	5,362		13,479,237	12,268,198	14,686,305	X X X
0299998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - suspended depositories		X X X	X X X						X X X
0299999 Totals - Suspended Depositories		X X X	X X X						X X X
0399999 Total Cash On Deposit		X X X	X X X	5,362		13,479,237	12,268,198	14,686,305	X X X
0499999 Cash in Company's Office		X X X	X X X	X X X	X X X				X X X
0599999 Total Cash		X X X	X X X	5,362		13,479,237	12,268,198	14,686,305	X X X

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
N O N E							
8699999 Total - Cash Equivalents							

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