

**TEXAS HMO SUPPLEMENT**

STATEMENT FOR THE PERIOD ENDING **SEPTEMBER 30, 2015**

OF THE **Healthspring Life & Health Ins. Co., Inc.**

(Name of Company)

REPORT FOR :1. CORPORATION / 2. DIVISION 'ION / 2. DIVISION **CONSOLIDATED**

(Location)

**EXHIBIT II (Filed Annually and Quarterly)**

**ACTUAL REVENUES AND EXPENSES BY MAJOR SPECIFIED LINES**

Indicate Reporting Period: **Current Quarter**

|   | 1.<br>Total  | 2.<br>COMMERCIAL RISK<br>(Omit Provider<br>HMO Business) | 3.<br>MEDICARE<br>(Omit Provider HMO Business) |           |             | 4.<br>MEDICAID<br>(Omit Provider<br>HMO Business)          | 5.<br>POINT OF<br>SERVICE RIDER<br>COVERAGE | 6.<br>ASSUMED RISK<br>(as Provider<br>HMO) | 7.<br>CHILDREN'S<br>HEALTH<br>INSURANCE<br>PLAN | 8.<br>OTHER |
|---|--------------|--|--|-----------|-------------|--|---|--|---|-------------|
|   |              |  | BASIC  | ADVANTAGE | PART D      |  |   |  |   |             |
| 1. ENROLLEES AT THE END OF REPT PERIOD.....                               | 164,402      | 0  | 111,262  | 0         | 0           | 53,140   | 0   | 0  | 0   | 0           |
| 2. MEMBER MONTHS.....   | 492,981      | 0  | 333,153  | 0         | 0           | 159,828  | 0   | 0  | 0   | 0           |
| 3. Direct Premium Income.....   | 561,917,867  | 0  | 341,360,525                                    | 0         | 151,341     | 220,406,001  | 0   | XXXXXXXX                                   | 0   | 0           |
| 4. Net Premium Income.....  | 561,917,867  | 0  | 341,360,525                                    | 0         | 151,341     | 220,406,001  | 0   | 0  | 0   | 0           |
| 5. Change in unearned premium reserve and reserve for rate credits.....   | 0            | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 6. Fee-for-Service (gross revenues).....                                  | 0            | XXXXXXXX   | 0  | 0         | 0           | 0  | XXXXXXXX                                    | XXXXXXXX                                   | XXXXXXXX  | 0           |
| 7. Risk Revenue.....  | 0            | XXXXXXXX   | 0  | 0         | 0           | XXXXXXXX   | XXXXXXXX                                    | 0  | XXXXXXXX  | 0           |
| 8. Agg write-in for Other Health Related Revenues.....                    | 1,054,376    | 0  | 0  | 0         | 0           | 1,054,376  | 0   | 0  | 0   | 0           |
| 9. Aggregate write-ins for other non-health revenues.....                 | 0            | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 10. TOTAL REVENUE (L4 to L9).....   | 562,972,243  | 0  | 341,360,525                                    | 0         | 151,341     | 221,460,377  | 0   | 0  | 0   | 0           |
| 11. Hospital & Medical Benefits.....                                      | 466,861,878  | 0  | 277,287,471                                    | 0         | (392,117)   | 189,966,524  | 0   | 0  | 0   | 0           |
| 12. Net Reins Recoveries Incurred.....                                    | 0            | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 13. TOTAL MEDICAL & HOSP (L11 less L12).....                              | 466,861,878  | 0  | 277,287,471                                    | 0         | (392,117)   | 189,966,524  | 0   | 0  | 0   | 0           |
| 14. Claims Adjustment Expenses.....                                       | 35,034,670   | 0  | 19,982,466                                     | 0         | 151,175     | 14,901,029   | 0   | 0  | 0   | 0           |
| 15. General Administrative Expenses.....                                  | 52,588,849   | 0  | 26,439,574                                     | 0         | 29,716      | 26,119,560   | 0   | 0  | 0   | 0           |
| 16. Increase in Reserves for A&H contracts.....                           | 27,841,295   | 0  | 0  | 0         | 0           | 27,841,295   | 0   | 0  | 0   | 0           |
| 17. TOTAL UNDERWRITING DEDUCTIONS (L13 to L16).....                       | 582,326,692  | 0  | 323,709,511                                    | 0         | (211,227)   | 258,828,408  | 0   | 0  | 0   | 0           |
| 18. NET UNDERWRITING GAIN/LOSS (L10 - L17).....                           | (19,354,449) | 0  | 17,651,014                                     | 0         | 362,568     | (37,368,031)   | 0   | 0  | 0   | 0           |
| 19. Net Investments Gains / (Losses).....                                 | 2,232,444    | 0  | 1,469,637                                      | 0         | 701,686     | 61,122   | 0   | 0  | 0   | 0           |
| 20. Aggregate write-ins for other expenses.....                           | (159,238)    | 0  | (158,007)                                      | 0         | (1,231)     | 0  | 0   | 0  | 0   | 0           |
| 21. INCOME/LOSSES after cap. gains tax before FIT Items (L18 to L20)..... | (17,281,243) | 0  | 18,962,644                                     | 0         | 1,063,023   | (37,306,910)   | 0   | 0  | 0   | 0           |
| 22. Federal and foreign income taxes incurred.....                        | (2,868,316)  | 0  | 3,582,360                                      | 0         | (2,143,723) | (4,306,953)  | 0   | 0  | 0   | 0           |
| 23. NET INCOME/(LOSS) (L21 less L22).....                                 | (14,412,927) | 0  | 15,380,284                                     | 0         | 3,206,746   | (32,999,957)   | 0   | 0  | 0   | 0           |
| 24 Medical Loss Ratio   | 83.1%        | 0.0%   | 81.2%  | 0.0%      | -259.1%     | 86.2%  | 0.0%  | 0.0%                                       | 0.0%  | 0.0%        |
| NON-TAXABLE COMMERCIAL RISK ENROLLEES.....                                |              | 0  | (Examples of non-taxable enrollees are State   |           |             | * Other (identify products(s); eg Non-Risk Business, PPO): |   |  |   |             |
| NON-TAXABLE COMMERCIAL RISK MEMBER MONTHS.....                            |              | 0  | of Texas enrollees and Federal employees.)     |           |             | 0  |   |  |   |             |

**TEXAS HMO SUPPLEMENT**

STATEMENT FOR THE PERIOD ENDING **SEPTEMBER 30, 2015**

OF THE **Healthspring Life & Health Ins. Co., Inc.**

(Name of Company)

REPORT FOR :1. CORPORATION / 2. DIVISION 'ION / 2. DIVISION **CONSOLIDATED**

(Location)

**EXHIBIT II (Filed Annually and Quarterly)**

**ACTUAL REVENUES AND EXPENSES BY MAJOR SPECIFIED LINES**

Indicate Reporting Period: Year-to-Date

|   | 1.<br>Total   | 2.<br>COMMERCIAL RISK<br>(Omit Provider<br>HMO Business) | 3.<br>MEDICARE<br>(Omit Provider HMO Business) |           |             | 4.<br>MEDICAID<br>(Omit Provider<br>HMO Business)          | 5.<br>POINT OF<br>SERVICE RIDER<br>COVERAGE | 6.<br>ASSUMED RISK<br>(as Provider<br>HMO) | 7.<br>CHILDREN'S<br>HEALTH<br>INSURANCE<br>PLAN | 8.<br>OTHER |
|---|---------------|--|--|-----------|-------------|--|---|--|---|-------------|
|   |               |  | BASIC  | ADVANTAGE | PART D      |  |   |  |   |             |
| 1. ENROLLEES AT THE END OF REPT PERIOD.....                               | 164,402       | 0  | 111,262  | 0         | 0           | 53,140   | 0   | 0  | 0   | 0           |
| 2. MEMBER MONTHS.....   | 1,461,794     | 0  | 997,039  | 0         | 0           | 464,755  | 0   | 0  | 0   | 0           |
| 3. Direct Premium Income.....   | 1,646,464,680 | 0  | 1,041,818,657                                  | 0         | 2,177,909   | 602,468,114  | 0   | XXXXXXXX                                   | 0   | 0           |
| 4. Net Premium Income.....  | 1,646,464,680 | 0  | 1,041,818,657                                  | 0         | 2,177,909   | 602,468,114  | 0   | 0  | 0   | 0           |
| 5. Change in unearned premium reserve and reserve for rate credits.....   | 0             | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 6. Fee-for-Service (gross revenues).....                                  | 0             | XXXXXXXX   | 0  | 0         | 0           | 0  | XXXXXXXX                                    | XXXXXXXX                                   | XXXXXXXX  | 0           |
| 7. Risk Revenue.....  | 0             | XXXXXXXX   | 0  | 0         | 0           | XXXXXXXX   | XXXXXXXX                                    | 0  | XXXXXXXX  | 0           |
| 8. Agg write-in for Other Health Related Revenues.....                    | 2,974,542     | 0  | 0  | 0         | 0           | 2,974,542  | 0   | 0  | 0   | 0           |
| 9. Aggregate write-ins for other non-health revenues.....                 | 0             | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 10. TOTAL REVENUE (L4 to L9).....   | 1,649,439,222 | 0  | 1,041,818,657                                  | 0         | 2,177,909   | 605,442,656  | 0   | 0  | 0   | 0           |
| 11. Hospital & Medical Benefits.....                                      | 1,359,500,454 | 0  | 860,318,895                                    | 0         | (9,278,410) | 508,459,968  | 0   | 0  | 0   | 0           |
| 12. Net Reins Recoveries Incurred.....                                    | 0             | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 13. TOTAL MEDICAL & HOSP (L11 less L12).....                              | 1,359,500,454 | 0  | 860,318,895                                    | 0         | (9,278,410) | 508,459,968  | 0   | 0  | 0   | 0           |
| 14. Claims Adjustment Expenses.....                                       | 102,944,163   | 0  | 63,312,591                                     | 0         | 151,175     | 39,480,397   | 0   | 0  | 0   | 0           |
| 15. General Administrative Expenses.....                                  | 179,160,698   | 0  | 99,670,033                                     | 0         | 374,209     | 79,116,456   | 0   | 0  | 0   | 0           |
| 16. Increase in Reserves for A&H contracts.....                           | (13,343,522)  | 0  | 0  | 0         | 0           | (13,343,522)   | 0   | 0  | 0   | 0           |
| 17. TOTAL UNDERWRITING DEDUCTIONS (L13 to L16).....                       | 1,628,261,792 | 0  | 1,023,301,519                                  | 0         | (8,753,026) | 613,713,299  | 0   | 0  | 0   | 0           |
| 18. NET UNDERWRITING GAIN/LOSS (L10 - L17).....                           | 21,177,430    | 0  | 18,517,138                                     | 0         | 10,930,935  | (8,270,643)  | 0   | 0  | 0   | 0           |
| 19. Net Investments Gains / (Losses).....                                 | 6,178,616     | 0  | 4,111,204                                      | 0         | 1,882,373   | 185,040  | 0   | 0  | 0   | 0           |
| 20. Aggregate write-ins for other expenses.....                           | (436,672)     | 0  | (535,422)                                      | 0         | 98,749      | 0  | 0   | 0  | 0   | 0           |
| 21. INCOME/LOSSES after cap. gains tax before FIT Items (L18 to L20)..... | 26,919,373    | 0  | 22,092,920                                     | 0         | 12,912,056  | (8,085,604)  | 0   | 0  | 0   | 0           |
| 22. Federal and foreign income taxes incurred.....                        | 11,878,778    | 0  | 14,497,930                                     | 0         | 7,599,021   | (10,218,173)   | 0   | 0  | 0   | 0           |
| 23. NET INCOME/(LOSS) (L21 less L22).....                                 | 15,040,595    | 0  | 7,594,991                                      | 0         | 5,313,035   | 2,132,569  | 0   | 0  | 0   | 0           |
| 24 Medical Loss Ratio   | 82.6%         | 0.0%   | 82.6%  | 0.0%      | -426.0%     | 84.4%  | 0.0%  | 0.0%                                       | 0.0%  | 0.0%        |
| NON-TAXABLE COMMERCIAL RISK ENROLLEES.....                                |               | 0  | (Examples of non-taxable enrollees are State   |           |             | * Other (identify products(s); eg Non-Risk Business, PPO): |   |  |   |             |
| NON-TAXABLE COMMERCIAL RISK MEMBER MONTHS.....                            |               | 0  | of Texas enrollees and Federal employees.)     |           |             | 0  |   |  |   |             |

## EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

STATEMENT AS OF **SEPTEMBER 30, 2015**

OF THE **Healthspring Life & Health Ins. Co., Inc.**

REPORT FOR DIVISION: **TX HMO**

(Location)

|   | 1<br>Total    | Comprehensive (Hospital & Medical) |            | 4<br>Medicare<br>Supplement | 5<br>Vision<br>Only | 6<br>Dental<br>Only | 7<br>Federal<br>Employees Health<br>Benefit Plan | 8<br>Title XVIII<br>Medicare | 9<br>Title XIX<br>Medicaid | 10<br>Other |
|---|---------------|------------------------------------|------------|-----------------------------|---------------------|---------------------|--|------------------------------|----------------------------|-------------|
|   |               | 2<br>Individual                    | 3<br>Group |                             |                     |                     |  |                              |                            |             |
| Total Members at end of:                                  |               |                                    |            |                             |                     |                     |  |                              |                            |             |
| 1. Prior Year   | 150,776       | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 104,351                      | 46,425                     | 0           |
| 2. First Quarter  | 0             |                                    |            |                             |                     |                     |  |                              |                            |             |
| 3. Second Quarter   | 0             |                                    |            |                             |                     |                     |  |                              |                            |             |
| 4. Third Quarter  | 158,912       | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 105,772                      | 53,140                     | 0           |
| 5. Current Year   | 0             |                                    |            |                             |                     |                     |  |                              |                            |             |
| 6. Current Year Member Months                             | 1,412,239     | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 947,484                      | 464,755                    | 0           |
| Total Member Ambulatory Encounters for Year:              |               |                                    |            |                             |                     |                     |  |                              |                            |             |
| 7. Physician  | 3,390,435     | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 2,213,136                    | 1,177,299                  | 0           |
| 8. Non-Physician  | 1,175,513     | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 848,983                      | 326,530                    | 0           |
| 9. Total  | 4,565,948     | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 3,062,119                    | 1,503,829                  | 0           |
| 10. Hospital Patient Days Incurred                        | 121,082       | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 98,722                       | 22,360                     | 0           |
| 11. Number of Inpatient Admissions                        | 19,803        | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 15,646                       | 4,157                      | 0           |
| 12. Health Premiums Written                               | 1,605,520,125 | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 1,003,052,011                | 602,468,114                | 0           |
| 13. Life Premiums Direct                                  | 0             | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 0                            | 0                          | 0           |
| 14. Property & Casualty Premiums Written                  | 0             | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 0                            | 0                          | 0           |
| 15. Health Premiums Earned                                | 1,619,592,345 | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 1,007,688,957                | 611,903,388                | 0           |
| 16. Property/Casualty Premiums Earned                     | 0             | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 0                            | 0                          | 0           |
| 17. Amount Paid for Provision of Health Care Services     | 1,310,559,952 | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 820,397,156                  | 490,162,796                | 0           |
| 18. Amount Incurred for Provision of Health Care Services | 1,335,324,444 | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 826,864,476                  | 508,459,968                | 0           |

**TEXAS HMO SUPPLEMENT**

STATEMENT FOR THE PERIOD ENDING **SEPTEMBER 30, 2015**

OF THE **Healthspring Life & Health Ins. Co., Inc.**

(Name of Company)

REPORT FOR :1. CORPORATION / 2. DIVISION

**TX HMO**

(Location)

**EXHIBIT II (Filed Annually and Quarterly)  
ACTUAL REVENUES AND EXPENSES BY MAJOR SPECIFIED LINES**

Indicate Reporting Period: Current Quarter **X**

|   | 1.<br>Total  | 2.<br>COMMERCIAL RISK<br>(Omit Provider<br>HMO Business) | 3.<br>MEDICARE<br>(Omit Provider HMO Business) |           |        | 4.<br>MEDICAID<br>(Omit Provider<br>HMO Business)          | 5.<br>POINT OF<br>SERVICE RIDER<br>COVERAGE | 6.<br>ASSUMED RISK<br>(as Provider<br>HMO) | 7.<br>CHILDREN'S<br>HEALTH<br>INSURANCE<br>PLAN | 8.<br>OTHER |
|---|--------------|--|--|-----------|--------|--|---|--|---|-------------|
|   |              |  | BASIC  | ADVANTAGE | PART D |  |   |  |   |             |
| 1. ENROLLEES AT THE END OF REPT PERIOD.....                               | 158,912      | 0  | 105,772  | 0         | 0      | 53,140   | 0   | 0  | 0   | 0           |
| 2. MEMBER MONTHS.....   | 476,456      | 0  | 316,628  | 0         | 0      | 159,828  | 0   | 0  | 0   | 0           |
| 3. Direct Premium Income.....   | 549,412,481  | 0  | 329,006,481                                    | 0         | 0      | 220,406,001  | 0   | XXXXXXXX                                   | 0   | 0           |
| 4. Net Premium Income.....  | 549,412,481  | 0  | 329,006,481                                    | 0         | 0      | 220,406,001  | 0   | 0  | 0   | 0           |
| 5. Change in unearned premium reserve and reserve for rate credits.....   | 0            | 0  | 0  | 0         | 0      | 0  | 0   | 0  | 0   | 0           |
| 6. Fee-for-Service (gross revenues).....                                  | 0            | XXXXXXXX   | 0  | 0         | 0      | 0  | XXXXXXXX                                    | XXXXXXXX                                   | XXXXXXXX  | 0           |
| 7. Risk Revenue.....  | 0            | XXXXXXXX   | 0  | 0         | 0      | XXXXXXXX   | XXXXXXXX                                    | 0  | XXXXXXXX  | 0           |
| 8. Agg write-in for Other Health Related Revenues.....                    | 1,054,376    | 0  | 0  | 0         | 0      | 1,054,376  | 0   | 0  | 0   | 0           |
| 9. Aggregate write-ins for other non-health revenues.....                 | 0            | 0  | 0  | 0         | 0      | 0  | 0   | 0  | 0   | 0           |
| 10. TOTAL REVENUE (L4 to L9).....   | 550,466,857  | 0  | 329,006,481                                    | 0         | 0      | 221,460,377  | 0   | 0  | 0   | 0           |
| 11. Hospital & Medical Benefits.....                                      | 457,225,055  | 0  | 267,258,531                                    | 0         | 0      | 189,966,524  | 0   | 0  | 0   | 0           |
| 12. Net Reins Recoveries Incurred.....                                    | 0            | 0  | 0  | 0         | 0      | 0  | 0   | 0  | 0   | 0           |
| 13. TOTAL MEDICAL & HOSP (L11 less L12).....                              | 457,225,055  | 0  | 267,258,531                                    | 0         | 0      | 189,966,524  | 0   | 0  | 0   | 0           |
| 14. Claims Adjustment Expenses.....                                       | 34,229,996   | 0  | 19,328,967                                     | 0         | 0      | 14,901,029   | 0   | 0  | 0   | 0           |
| 15. General Administrative Expenses.....                                  | 51,358,312   | 0  | 25,238,752                                     | 0         | 0      | 26,119,560   | 0   | 0  | 0   | 0           |
| 16. Increase in Reserves for A&H contracts.....                           | 27,841,295   | 0  | 0  | 0         | 0      | 27,841,295   | 0   | 0  | 0   | 0           |
| 17. TOTAL UNDERWRITING DEDUCTIONS (L13 to L16).....                       | 570,654,659  | 0  | 311,826,251                                    | 0         | 0      | 258,828,408  | 0   | 0  | 0   | 0           |
| 18. NET UNDERWRITING GAIN/LOSS (L10 - L17).....                           | (20,187,801) | 0  | 17,180,230                                     | 0         | 0      | (37,368,031)   | 0   | 0  | 0   | 0           |
| 19. Net Investments Gains / (Losses).....                                 | 1,520,864    | 0  | 1,459,742                                      | 0         | 0      | 61,122   | 0   | 0  | 0   | 0           |
| 20. Aggregate write-ins for other expenses.....                           | (138,781)    | 0  | (138,781)                                      | 0         | 0      | 0  | 0   | 0  | 0   | 0           |
| 21. INCOME/LOSSES after cap. gains tax before FIT Items (L18 to L20)..... | (18,805,719) | 0  | 18,501,191                                     | 0         | 0      | (37,306,910)   | 0   | 0  | 0   | 0           |
| 22. Federal and foreign income taxes incurred.....                        | (1,095,020)  | 0  | 3,211,933                                      | 0         | 0      | (4,306,953)  | 0   | 0  | 0   | 0           |
| 23. NET INCOME/(LOSS) (L21 less L22).....                                 | (17,710,699) | 0  | 15,289,258                                     | 0         | 0      | (32,999,957)   | 0   | 0  | 0   | 0           |
| 24 Medical Loss Ratio   | 83.2%        | 0.0%   | 81.2%  | 0.0%      | 0.0%   | 86.2%  | 0.0%  | 0.0%                                       | 0.0%  | 0.0%        |
| NON-TAXABLE COMMERCIAL RISK ENROLLEES.....                                |              | 0  | (Examples of non-taxable enrollees are State   |           |        | * Other (identify products(s); eg Non-Risk Business, PPO): |   |  |   |             |
| NON-TAXABLE COMMERCIAL RISK MEMBER MONTHS.....                            |              | 0  | of Texas enrollees and Federal employees.)     |           |        | 0  |   |  |   |             |

**TEXAS HMO SUPPLEMENT**

STATEMENT FOR THE PERIOD ENDING **SEPTEMBER 30, 2015**

OF THE **Healthspring Life & Health Ins. Co., Inc.**

(Name of Company)

REPORT FOR :1. CORPORATION / 2. DIVISION

**TX HMO**

(Location)

**EXHIBIT II (Filed Annually and Quarterly)  
ACTUAL REVENUES AND EXPENSES BY MAJOR SPECIFIED LINES**

Indicate Reporting Period: Year-to-Date X

|   | 1.<br>Total   | 2.<br>COMMERCIAL RISK<br>(Omit Provider<br>HMO Business) | 3.<br>MEDICARE<br>(Omit Provider HMO Business) |           |        | 4.<br>MEDICAID<br>(Omit Provider<br>HMO Business)          | 5.<br>POINT OF<br>SERVICE RIDER<br>COVERAGE | 6.<br>ASSUMED RISK<br>(as Provider<br>HMO) | 7.<br>CHILDREN'S<br>HEALTH<br>INSURANCE<br>PLAN | 8.<br>OTHER |
|---|---------------|--|--|-----------|--------|--|---|--|---|-------------|
|   |               |  | BASIC  | ADVANTAGE | PART D |  |   |  |   |             |
| 1. ENROLLEES AT THE END OF REPT PERIOD.....                               | 158,912       | 0  | 105,772  | 0         | 0      | 53,140   | 0   | 0  | 0   | 0           |
| 2. MEMBER MONTHS.....   | 1,412,239     | 0  | 947,484  | 0         | 0      | 464,755  | 0   | 0  | 0   | 0           |
| 3. Direct Premium Income.....   | 1,605,520,125 | 0  | 1,003,052,011                                  | 0         | 0      | 602,468,114  | 0   | XXXXXXXX                                   | 0   | 0           |
| 4. Net Premium Income.....  | 1,605,520,125 | 0  | 1,003,052,011                                  | 0         | 0      | 602,468,114  | 0   | 0  | 0   | 0           |
| 5. Change in unearned premium reserve and reserve for rate credits.....   | 0             | 0  | 0  | 0         | 0      | 0  | 0   | 0  | 0   | 0           |
| 6. Fee-for-Service (gross revenues).....                                  | 0             | XXXXXXXX   | 0  | 0         | 0      | 0  | XXXXXXXX                                    | XXXXXXXX                                   | XXXXXXXX  | 0           |
| 7. Risk Revenue.....  | 0             | XXXXXXXX   | 0  | 0         | 0      | XXXXXXXX   | XXXXXXXX                                    | 0  | XXXXXXXX  | 0           |
| 8. Agg write-in for Other Health Related Revenues.....                    | 2,974,542     | 0  | 0  | 0         | 0      | 2,974,542  | 0   | 0  | 0   | 0           |
| 9. Aggregate write-ins for other non-health revenues.....                 | 0             | 0  | 0  | 0         | 0      | 0  | 0   | 0  | 0   | 0           |
| 10. TOTAL REVENUE (L4 to L9).....   | 1,608,494,667 | 0  | 1,003,052,011                                  | 0         | 0      | 605,442,656  | 0   | 0  | 0   | 0           |
| 11. Hospital & Medical Benefits.....                                      | 1,335,324,444 | 0  | 826,864,476                                    | 0         | 0      | 508,459,968  | 0   | 0  | 0   | 0           |
| 12. Net Reins Recoveries Incurred.....                                    | 0             | 0  | 0  | 0         | 0      | 0  | 0   | 0  | 0   | 0           |
| 13. TOTAL MEDICAL & HOSP (L11 less L12).....                              | 1,335,324,444 | 0  | 826,864,476                                    | 0         | 0      | 508,459,968  | 0   | 0  | 0   | 0           |
| 14. Claims Adjustment Expenses.....                                       | 100,739,843   | 0  | 61,259,446                                     | 0         | 0      | 39,480,397   | 0   | 0  | 0   | 0           |
| 15. General Administrative Expenses.....                                  | 173,819,980   | 0  | 94,703,524                                     | 0         | 0      | 79,116,456   | 0   | 0  | 0   | 0           |
| 16. Increase in Reserves for A&H contracts.....                           | (13,343,522)  | 0  | 0  | 0         | 0      | (13,343,522)   | 0   | 0  | 0   | 0           |
| 17. TOTAL UNDERWRITING DEDUCTIONS (L13 to L16).....                       | 1,596,540,745 | 0  | 982,827,446                                    | 0         | 0      | 613,713,299  | 0   | 0  | 0   | 0           |
| 18. NET UNDERWRITING GAIN/LOSS (L10 - L17).....                           | 11,953,922    | 0  | 20,224,565                                     | 0         | 0      | (8,270,643)  | 0   | 0  | 0   | 0           |
| 19. Net Investments Gains / (Losses).....                                 | 4,245,174     | 0  | 4,060,134                                      | 0         | 0      | 185,040  | 0   | 0  | 0   | 0           |
| 20. Aggregate write-ins for other expenses.....                           | (543,335)     | 0  | (543,335)                                      | 0         | 0      | 0  | 0   | 0  | 0   | 0           |
| 21. INCOME/LOSSES after cap. gains tax before FIT Items (L18 to L20)..... | 15,655,760    | 0  | 23,741,364                                     | 0         | 0      | (8,085,604)  | 0   | 0  | 0   | 0           |
| 22. Federal and foreign income taxes incurred.....                        | 4,890,837     | 0  | 15,109,009                                     | 0         | 0      | (10,218,173)   | 0   | 0  | 0   | 0           |
| 23. NET INCOME/(LOSS) (L21 less L22).....                                 | 10,764,924    | 0  | 8,632,354                                      | 0         | 0      | 2,132,569  | 0   | 0  | 0   | 0           |
| 24 Medical Loss Ratio   | 83.2%         | 0.0%   | 82.4%  | 0.0%      | 0.0%   | 84.4%  | 0.0%  | 0.0%                                       | 0.0%  | 0.0%        |
| NON-TAXABLE COMMERCIAL RISK ENROLLEES.....                                |               | 0  | (Examples of non-taxable enrollees are State   |           |        | * Other (identify products(s); eg Non-Risk Business, PPO): |   |  |   |             |
| NON-TAXABLE COMMERCIAL RISK MEMBER MONTHS.....                            |               | 0  | of Texas enrollees and Federal employees.)     |           |        | 0  |   |  |   |             |

## EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

STATEMENT AS OF **SEPTEMBER 30, 2015**

OF THE **Healthspring Life & Health Ins. Co., Inc.**

REPORT FOR DIVISION: **TX Non-HMO**

(Location)

|  | 1<br>Total  | Comprehensive (Hospital & Medical) |            | 4<br>Medicare<br>Supplement | 5<br>Vision<br>Only | 6<br>Dental<br>Only | 7<br>Federal<br>Employees Health<br>Benefit Plan | 8<br>Title XVIII<br>Medicare | 9<br>Title XIX<br>Medicaid | 10<br>Other  |
|--|-------------|------------------------------------|------------|-----------------------------|---------------------|---------------------|--|------------------------------|----------------------------|--------------|
|  |             | 2<br>Individual                    | 3<br>Group |                             |                     |                     |  |                              |                            |              |
| Total Members at end of:                                     |             |                                    |            |                             |                     |                     |  |                              |                            |              |
| 1. Prior Year  | 61,884      | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 1,286                        | 0                          | 60,598       |
| 2. First Quarter   | 0           |                                    |            |                             |                     |                     |  |                              |                            |              |
| 3. Second Quarter  | 0           |                                    |            |                             |                     |                     |  |                              |                            |              |
| 4. Third Quarter   | 1,178       | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 1,178                        | 0                          | 0            |
| 5. Current Year  | 0           |                                    |            |                             |                     |                     |  |                              |                            |              |
| 6. Current Year Member Months                                | 10,680      | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 10,680                       | 0                          | 0            |
| Total Member Ambulatory Encounters<br>for Year:              |             |                                    |            |                             |                     |                     |  |                              |                            |              |
| 7. Physician   | 18,686      | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 18,686                       | 0                          | 0            |
| 8. Non-Physician   | 22,014      | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 22,014                       | 0                          | 0            |
| 9. Total   | 40,700      | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 40,700                       | 0                          | 0            |
| 10. Hospital Patient Days Incurred                           | 1,646       | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 1,646                        | 0                          | 0            |
| 11. Number of Inpatient Admissions                           | 285         | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 285                          | 0                          | 0            |
| 12. Health Premiums Written                                  | 8,898,299   | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 8,530,615                    | 0                          | 367,684      |
| 13. Life Premiums Direct                                     | 0           | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 0                            | 0                          | 0            |
| 14. Property & Casualty<br>Premiums Written                  | 0           | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 0                            | 0                          | 0            |
| 15. Health Premiums Earned                                   | 7,140,457   | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 8,721,686                    | 0                          | (1,581,229)  |
| Property/Casualty  |             |                                    |            |                             |                     |                     |  |                              |                            |              |
| 16. Premiums Earned  | 0           | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 0                            | 0                          | 0            |
| 17. Amount Paid for Provision<br>of Health Care Services     | (3,341,351) | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 7,512,389                    | 0                          | (10,853,739) |
| 18. Amount Incurred for Provision of<br>Health Care Services | 5,674,910   | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 7,241,332                    | 0                          | (1,566,422)  |

**TEXAS HMO SUPPLEMENT**

STATEMENT FOR THE PERIOD ENDING **SEPTEMBER 30, 2015**

OF THE Healthspring Life & Health Ins. Co., Inc.

(Name of Company)

REPORT FOR :1. CORPORATION / 2. DIVISION

**TX Non-HMO**

(Location)

**EXHIBIT II (Filed Annually and Quarterly)  
ACTUAL REVENUES AND EXPENSES BY MAJOR SPECIFIED LINES**

Indicate Reporting Period: Current Quarter X

|   | 1.<br>Total | 2.<br>COMMERCIAL RISK<br>(Omit Provider<br>HMO Business) | 3.<br>MEDICARE<br>(Omit Provider HMO Business) |           |           | 4.<br>MEDICAID<br>(Omit Provider<br>HMO Business)          | 5.<br>POINT OF<br>SERVICE RIDER<br>COVERAGE | 6.<br>ASSUMED RISK<br>(as Provider<br>HMO) | 7.<br>CHILDREN'S<br>HEALTH<br>INSURANCE<br>PLAN | 8.<br>OTHER |
|---|-------------|--|--|-----------|-----------|--|---|--|---|-------------|
|   |             |  | BASIC  | ADVANTAGE | PART D    |  |   |  |   |             |
| 1. ENROLLEES AT THE END OF REPT PERIOD.....                               | 1,178       | 0  | 1,178  | 0         | 0         | 0  | 0   | 0  | 0   | 0           |
| 2. MEMBER MONTHS.....   | 3,559       | 0  | 3,559  | 0         | 0         | 0  | 0   | 0  | 0   | 0           |
| 3. Direct Premium Income.....   | 2,666,661   | 0  | 2,641,111                                      | 0         | 25,550    | 0  | 0   | XXXXXXXX                                   | 0   | 0           |
| 4. Net Premium Income.....  | 2,666,661   | 0  | 2,641,111                                      | 0         | 25,550    | 0  | 0   | 0  | 0   | 0           |
| 5. Change in unearned premium reserve and reserve for rate credits.....   | 0           | 0  | 0  | 0         | 0         | 0  | 0   | 0  | 0   | 0           |
| 6. Fee-for-Service (gross revenues).....                                  | 0           | XXXXXXXX   | 0  | 0         | 0         | 0  | XXXXXXXX                                    | XXXXXXXX                                   | XXXXXXXX  | 0           |
| 7. Risk Revenue.....  | 0           | XXXXXXXX   | 0  | 0         | 0         | XXXXXXXX   | XXXXXXXX                                    | 0  | XXXXXXXX  | 0           |
| 8. Agg write-in for Other Health Related Revenues.....                    | 0           | 0  | 0  | 0         | 0         | 0  | 0   | 0  | 0   | 0           |
| 9. Aggregate write-ins for other non-health revenues.....                 | 0           | 0  | 0  | 0         | 0         | 0  | 0   | 0  | 0   | 0           |
| 10. TOTAL REVENUE (L4 to L9).....   | 2,666,661   | 0  | 2,641,111                                      | 0         | 25,550    | 0  | 0   | 0  | 0   | 0           |
| 11. Hospital & Medical Benefits.....                                      | 2,125,600   | 0  | 2,191,799                                      | 0         | (66,199)  | 0  | 0   | 0  | 0   | 0           |
| 12. Net Reins Recoveries Incurred.....                                    | 0           | 0  | 0  | 0         | 0         | 0  | 0   | 0  | 0   | 0           |
| 13. TOTAL MEDICAL & HOSP (L11 less L12).....                              | 2,125,600   | 0  | 2,191,799                                      | 0         | (66,199)  | 0  | 0   | 0  | 0   | 0           |
| 14. Claims Adjustment Expenses.....                                       | 200,578     | 0  | 175,056  | 0         | 25,522    | 0  | 0   | 0  | 0   | 0           |
| 15. General Administrative Expenses.....                                  | 241,172     | 0  | 236,155  | 0         | 5,017     | 0  | 0   | 0  | 0   | 0           |
| 16. Increase in Reserves for A&H contracts.....                           | 0           | 0  | 0  | 0         | 0         | 0  | 0   | 0  | 0   | 0           |
| 17. TOTAL UNDERWRITING DEDUCTIONS (L13 to L16).....                       | 2,567,350   | 0  | 2,603,010                                      | 0         | (35,660)  | 0  | 0   | 0  | 0   | 0           |
| 18. NET UNDERWRITING GAIN/LOSS (L10 - L17).....                           | 99,311      | 0  | 38,101   | 0         | 61,210    | 0  | 0   | 0  | 0   | 0           |
| 19. Net Investments Gains / (Losses).....                                 | 118,462     | 0  | 0  | 0         | 118,462   | 0  | 0   | 0  | 0   | 0           |
| 20. Aggregate write-ins for other expenses.....                           | (2,545)     | 0  | (2,338)  | 0         | (208)     | 0  | 0   | 0  | 0   | 0           |
| 21. INCOME/LOSSES after cap. gains tax before FIT Items (L18 to L20)..... | 215,227     | 0  | 35,763   | 0         | 179,464   | 0  | 0   | 0  | 0   | 0           |
| 22. Federal and foreign income taxes incurred.....                        | (353,727)   | 0  | 29,374   | 0         | (383,101) | 0  | 0   | 0  | 0   | 0           |
| 23. NET INCOME/(LOSS) (L21 less L22).....                                 | 568,955     | 0  | 6,389  | 0         | 562,565   | 0  | 0   | 0  | 0   | 0           |
| 24 Medical Loss Ratio   | 79.7%       | 0.0%   | 83.0%  | 0.0%      | -259.1%   | 0.0%   | 0.0%  | 0.0%                                       | 0.0%  | 0.0%        |
| NON-TAXABLE COMMERCIAL RISK ENROLLEES.....                                |             | 0  | (Examples of non-taxable enrollees are State   |           |           | * Other (identify products(s); eg Non-Risk Business, PPO): |   |  |   |             |
| NON-TAXABLE COMMERCIAL RISK MEMBER MONTHS.....                            |             | 0  | of Texas enrollees and Federal employees.)     |           |           | 0  |   |  |   |             |

**TEXAS HMO SUPPLEMENT**

STATEMENT FOR THE PERIOD ENDING **SEPTEMBER 30, 2015**

OF THE **Healthspring Life & Health Ins. Co., Inc.**

(Name of Company)

REPORT FOR :1. CORPORATION / 2. DIVISION

**TX Non-HMO**

(Location)

**EXHIBIT II (Filed Annually and Quarterly)  
ACTUAL REVENUES AND EXPENSES BY MAJOR SPECIFIED LINES**

Indicate Reporting Period: Year-to-Date  X

|   | 1.<br>Total | 2.<br>COMMERCIAL RISK<br>(Omit Provider<br>HMO Business) | 3.<br>MEDICARE<br>(Omit Provider HMO Business) |           |             | 4.<br>MEDICAID<br>(Omit Provider<br>HMO Business)          | 5.<br>POINT OF<br>SERVICE RIDER<br>COVERAGE | 6.<br>ASSUMED RISK<br>(as Provider<br>HMO) | 7.<br>CHILDREN'S<br>HEALTH<br>INSURANCE<br>PLAN | 8.<br>OTHER |
|---|-------------|--|--|-----------|-------------|--|---|--|---|-------------|
|   |             |  | BASIC  | ADVANTAGE | PART D      |  |   |  |   |             |
| 1. ENROLLEES AT THE END OF REPT PERIOD.....                               | 1,178       | 0  | 1,178  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 2. MEMBER MONTHS.....   | 10,680      | 0  | 10,680   | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 3. Direct Premium Income.....   | 8,898,299   | 0  | 8,530,615                                      | 0         | 367,684     | 0  | 0   | XXXXXXXX                                   | 0   | 0           |
| 4. Net Premium Income.....  | 8,898,299   | 0  | 8,530,615                                      | 0         | 367,684     | 0  | 0   | 0  | 0   | 0           |
| 5. Change in unearned premium reserve and reserve for rate credits.....   | 0           | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 6. Fee-for-Service (gross revenues).....                                  | 0           | XXXXXXXX   | 0  | 0         | 0           | 0  | XXXXXXXX                                    | XXXXXXXX                                   | XXXXXXXX  | 0           |
| 7. Risk Revenue.....  | 0           | XXXXXXXX   | 0  | 0         | 0           | XXXXXXXX   | XXXXXXXX                                    | 0  | XXXXXXXX  | 0           |
| 8. Agg write-in for Other Health Related Revenues.....                    | 0           | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 9. Aggregate write-ins for other non-health revenues.....                 | 0           | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 10. TOTAL REVENUE (L4 to L9).....   | 8,898,299   | 0  | 8,530,615                                      | 0         | 367,684     | 0  | 0   | 0  | 0   | 0           |
| 11. Hospital & Medical Benefits.....                                      | 5,674,910   | 0  | 7,241,332                                      | 0         | (1,566,422) | 0  | 0   | 0  | 0   | 0           |
| 12. Net Reins Recoveries Incurred.....                                    | 0           | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 13. TOTAL MEDICAL & HOSP (L11 less L12).....                              | 5,674,910   | 0  | 7,241,332                                      | 0         | (1,566,422) | 0  | 0   | 0  | 0   | 0           |
| 14. Claims Adjustment Expenses.....                                       | 579,937     | 0  | 554,415  | 0         | 25,522      | 0  | 0   | 0  | 0   | 0           |
| 15. General Administrative Expenses.....                                  | 1,098,905   | 0  | 1,035,729                                      | 0         | 63,176      | 0  | 0   | 0  | 0   | 0           |
| 16. Increase in Reserves for A&H contracts.....                           | 0           | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 17. TOTAL UNDERWRITING DEDUCTIONS (L13 to L16).....                       | 7,353,752   | 0  | 8,831,477                                      | 0         | (1,477,724) | 0  | 0   | 0  | 0   | 0           |
| 18. NET UNDERWRITING GAIN/LOSS (L10 - L17).....                           | 1,544,547   | 0  | (300,861)                                      | 0         | 1,845,408   | 0  | 0   | 0  | 0   | 0           |
| 19. Net Investments Gains / (Losses).....                                 | 317,790     | 0  | 0  | 0         | 317,790     | 0  | 0   | 0  | 0   | 0           |
| 20. Aggregate write-ins for other expenses.....                           | 11,188      | 0  | (5,484)  | 0         | 16,671      | 0  | 0   | 0  | 0   | 0           |
| 21. INCOME/LOSSES after cap. gains tax before FIT Items (L18 to L20)..... | 1,873,525   | 0  | (306,345)                                      | 0         | 2,179,870   | 0  | 0   | 0  | 0   | 0           |
| 22. Federal and foreign income taxes incurred.....                        | 1,175,931   | 0  | (115,384)                                      | 0         | 1,291,315   | 0  | 0   | 0  | 0   | 0           |
| 23. NET INCOME/(LOSS) (L21 less L22).....                                 | 697,594     | 0  | (190,961)                                      | 0         | 888,555     | 0  | 0   | 0  | 0   | 0           |
| 24 Medical Loss Ratio   | 63.8%       | 0.0%   | 84.9%  | 0.0%      | -426.0%     | 0.0%   | 0.0%  | 0.0%                                       | 0.0%  | 0.0%        |
| NON-TAXABLE COMMERCIAL RISK ENROLLEES.....                                |             | 0  | (Examples of non-taxable enrollees are State   |           |             | * Other (identify products(s); eg Non-Risk Business, PPO): |   |  |   |             |
| NON-TAXABLE COMMERCIAL RISK MEMBER MONTHS.....                            |             | 0  | of Texas enrollees and Federal employees.)     |           |             | 0  |   |  |   |             |

## EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

STATEMENT AS OF **SEPTEMBER 30, 2015**

OF THE **Healthspring Life & Health Ins. Co., Inc.**

REPORT FOR DIVISION: **National Part D**

(Location)

|  | 1<br>Total   | Comprehensive (Hospital & Medical) |            | 4<br>Medicare<br>Supplement | 5<br>Vision<br>Only | 6<br>Dental<br>Only | 7<br>Federal<br>Employees Health<br>Benefit Plan | 8<br>Title XVIII<br>Medicare | 9<br>Title XIX<br>Medicaid | 10<br>Other  |
|--|--------------|------------------------------------|------------|-----------------------------|---------------------|---------------------|--|------------------------------|----------------------------|--------------|
|  |              | 2<br>Individual                    | 3<br>Group |                             |                     |                     |  |                              |                            |              |
| Total Members at end of:                                     |              |                                    |            |                             |                     |                     |  |                              |                            |              |
| 1. Prior Year  | 299,071      | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 5,516                        | 0                          | 293,555      |
| 2. First Quarter   | 0            |                                    |            |                             |                     |                     |  |                              |                            |              |
| 3. Second Quarter  | 0            |                                    |            |                             |                     |                     |  |                              |                            |              |
| 4. Third Quarter   | 4,312        | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 4,312                        | 0                          | 0            |
| 5. Current Year  | 0            |                                    |            |                             |                     |                     |  |                              |                            |              |
| 6. Current Year Member Months                                | 38,875       | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 38,875                       | 0                          | 0            |
| Total Member Ambulatory Encounters<br>for Year:              |              |                                    |            |                             |                     |                     |  |                              |                            |              |
| 7. Physician   | 58,961       | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 58,961                       | 0                          | 0            |
| 8. Non-Physician   | 29,541       | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 29,541                       | 0                          | 0            |
| 9. Total   | 88,502       | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 88,502                       | 0                          | 0            |
| 10. Hospital Patient Days Incurred                           | 5,628        | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 5,628                        | 0                          | 0            |
| 11. Number of Inpatient Admissions                           | 857          | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 857                          | 0                          | 0            |
| 12. Health Premiums Written                                  | 32,046,256   | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 30,236,031                   | 0                          | 1,810,225    |
| 13. Life Premiums Direct                                     | 0            | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 0                            | 0                          | 0            |
| 14. Property & Casualty<br>Premiums Written                  | 0            | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 0                            | 0                          | 0            |
| 15. Health Premiums Earned                                   | 22,718,905   | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 30,503,792                   | 0                          | (7,784,888)  |
| Property/Casualty  |              |                                    |            |                             |                     |                     |  |                              |                            |              |
| 16. Premiums Earned  | 0            | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 0                            | 0                          | 0            |
| 17. Amount Paid for Provision<br>of Health Care Services     | (26,882,585) | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 26,553,786                   | 0                          | (53,436,371) |
| 18. Amount Incurred for Provision of<br>Health Care Services | 18,501,099   | 0                                  | 0          | 0                           | 0                   | 0                   | 0  | 26,213,087                   | 0                          | (7,711,988)  |

**TEXAS HMO SUPPLEMENT**

STATEMENT FOR THE PERIOD ENDING **SEPTEMBER 30, 2015**

OF THE **Healthspring Life & Health Ins. Co., Inc.**

(Name of Company)

REPORT FOR :1. CORPORATION / 2. DIVISION

**National Part D**

(Location)

**EXHIBIT II (Filed Annually and Quarterly)  
ACTUAL REVENUES AND EXPENSES BY MAJOR SPECIFIED LINES**

Indicate Reporting Period: Current Quarter  X

|   | 1.<br>Total | 2.<br>COMMERCIAL RISK<br>(Omit Provider<br>HMO Business) | 3.<br>MEDICARE<br>(Omit Provider HMO Business) |           |             | 4.<br>MEDICAID<br>(Omit Provider<br>HMO Business)          | 5.<br>POINT OF<br>SERVICE RIDER<br>COVERAGE | 6.<br>ASSUMED RISK<br>(as Provider<br>HMO) | 7.<br>CHILDREN'S<br>HEALTH<br>INSURANCE<br>PLAN | 8.<br>OTHER |
|---|-------------|--|--|-----------|-------------|--|---|--|---|-------------|
|   |             |  | BASIC  | ADVANTAGE | PART D      |  |   |  |   |             |
| 1. ENROLLEES AT THE END OF REPT PERIOD.....                               | 4,312       | 0  | 4,312  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 2. MEMBER MONTHS.....   | 12,966      | 0  | 12,966   | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 3. Direct Premium Income.....   | 9,838,725   | 0  | 9,712,933                                      | 0         | 125,791     | 0  | 0   | XXXXXXXX                                   | 0   | 0           |
| 4. Net Premium Income.....  | 9,838,725   | 0  | 9,712,933                                      | 0         | 125,791     | 0  | 0   | 0  | 0   | 0           |
| 5. Change in unearned premium reserve and reserve for rate credits.....   | 0           | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 6. Fee-for-Service (gross revenues).....                                  | 0           | XXXXXXXX   | 0  | 0         | 0           | 0  | XXXXXXXX                                    | XXXXXXXX                                   | XXXXXXXX  | 0           |
| 7. Risk Revenue.....  | 0           | XXXXXXXX   | 0  | 0         | 0           | XXXXXXXX   | XXXXXXXX                                    | 0  | XXXXXXXX  | 0           |
| 8. Agg write-in for Other Health Related Revenues.....                    | 0           | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 9. Aggregate write-ins for other non-health revenues.....                 | 0           | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 10. TOTAL REVENUE (L4 to L9).....   | 9,838,725   | 0  | 9,712,933                                      | 0         | 125,791     | 0  | 0   | 0  | 0   | 0           |
| 11. Hospital & Medical Benefits.....                                      | 7,511,222   | 0  | 7,837,141                                      | 0         | (325,918)   | 0  | 0   | 0  | 0   | 0           |
| 12. Net Reins Recoveries Incurred.....                                    | 0           | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 13. TOTAL MEDICAL & HOSP (L11 less L12).....                              | 7,511,222   | 0  | 7,837,141                                      | 0         | (325,918)   | 0  | 0   | 0  | 0   | 0           |
| 14. Claims Adjustment Expenses.....                                       | 604,096     | 0  | 478,443  | 0         | 125,653     | 0  | 0   | 0  | 0   | 0           |
| 15. General Administrative Expenses.....                                  | 989,365     | 0  | 964,666  | 0         | 24,699      | 0  | 0   | 0  | 0   | 0           |
| 16. Increase in Reserves for A&H contracts.....                           | 0           | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 17. TOTAL UNDERWRITING DEDUCTIONS (L13 to L16).....                       | 9,104,683   | 0  | 9,280,250                                      | 0         | (175,566)   | 0  | 0   | 0  | 0   | 0           |
| 18. NET UNDERWRITING GAIN/LOSS (L10 - L17).....                           | 734,041     | 0  | 432,684  | 0         | 301,358     | 0  | 0   | 0  | 0   | 0           |
| 19. Net Investments Gains / (Losses).....                                 | 593,119     | 0  | 9,894  | 0         | 583,224     | 0  | 0   | 0  | 0   | 0           |
| 20. Aggregate write-ins for other expenses.....                           | (17,911)    | 0  | (16,888)                                       | 0         | (1,023)     | 0  | 0   | 0  | 0   | 0           |
| 21. INCOME/LOSSES after cap. gains tax before FIT Items (L18 to L20)..... | 1,309,249   | 0  | 425,690  | 0         | 883,559     | 0  | 0   | 0  | 0   | 0           |
| 22. Federal and foreign income taxes incurred.....                        | (1,419,569) | 0  | 341,053  | 0         | (1,760,622) | 0  | 0   | 0  | 0   | 0           |
| 23. NET INCOME/(LOSS) (L21 less L22).....                                 | 2,728,818   | 0  | 84,637   | 0         | 2,644,181   | 0  | 0   | 0  | 0   | 0           |
| 24 Medical Loss Ratio   | 76.3%       | 0.0%   | 80.7%  | 0.0%      | -259.1%     | 0.0%   | 0.0%  | 0.0%                                       | 0.0%  | 0.0%        |
| NON-TAXABLE COMMERCIAL RISK ENROLLEES.....                                |             | 0  | (Examples of non-taxable enrollees are State   |           |             | * Other (identify products(s); eg Non-Risk Business, PPO): |   |  |   |             |
| NON-TAXABLE COMMERCIAL RISK MEMBER MONTHS.....                            |             | 0  | of Texas enrollees and Federal employees.)     |           |             | 0  |   |  |   |             |

**TEXAS HMO SUPPLEMENT**

STATEMENT FOR THE PERIOD ENDING **SEPTEMBER 30, 2015**

OF THE **Healthspring Life & Health Ins. Co., Inc.**

(Name of Company)

REPORT FOR :1. CORPORATION / 2. DIVISION

**National Part D**

(Location)

**EXHIBIT II (Filed Annually and Quarterly)  
ACTUAL REVENUES AND EXPENSES BY MAJOR SPECIFIED LINES**

Indicate Reporting Period: Year-to-Date  X

|   | 1.<br>Total | 2.<br>COMMERCIAL RISK<br>(Omit Provider<br>HMO Business) | 3.<br>MEDICARE<br>(Omit Provider HMO Business) |           |             | 4.<br>MEDICAID<br>(Omit Provider<br>HMO Business)          | 5.<br>POINT OF<br>SERVICE RIDER<br>COVERAGE | 6.<br>ASSUMED RISK<br>(as Provider<br>HMO) | 7.<br>CHILDREN'S<br>HEALTH<br>INSURANCE<br>PLAN | 8.<br>OTHER |
|---|-------------|--|--|-----------|-------------|--|---|--|---|-------------|
|   |             |  | BASIC  | ADVANTAGE | PART D      |  |   |  |   |             |
| 1. ENROLLEES AT THE END OF REPT PERIOD.....                               | 4,312       | 0  | 4,312  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 2. MEMBER MONTHS.....   | 38,875      | 0  | 38,875   | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 3. Direct Premium Income.....   | 32,046,256  | 0  | 30,236,031                                     | 0         | 1,810,225   | 0  | 0   | XXXXXXXX                                   | 0   | 0           |
| 4. Net Premium Income.....  | 32,046,256  | 0  | 30,236,031                                     | 0         | 1,810,225   | 0  | 0   | 0  | 0   | 0           |
| 5. Change in unearned premium reserve and reserve for rate credits.....   | 0           | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 6. Fee-for-Service (gross revenues).....                                  | 0           | XXXXXXXX   | 0  | 0         | 0           | 0  | XXXXXXXX                                    | XXXXXXXX                                   | XXXXXXXX  | 0           |
| 7. Risk Revenue.....  | 0           | XXXXXXXX   | 0  | 0         | 0           | XXXXXXXX   | XXXXXXXX                                    | 0  | XXXXXXXX  | 0           |
| 8. Agg write-in for Other Health Related Revenues.....                    | 0           | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 9. Aggregate write-ins for other non-health revenues.....                 | 0           | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 10. TOTAL REVENUE (L4 to L9).....   | 32,046,256  | 0  | 30,236,031                                     | 0         | 1,810,225   | 0  | 0   | 0  | 0   | 0           |
| 11. Hospital & Medical Benefits.....                                      | 18,501,099  | 0  | 26,213,087                                     | 0         | (7,711,988) | 0  | 0   | 0  | 0   | 0           |
| 12. Net Reins Recoveries Incurred.....                                    | 0           | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 13. TOTAL MEDICAL & HOSP (L11 less L12).....                              | 18,501,099  | 0  | 26,213,087                                     | 0         | (7,711,988) | 0  | 0   | 0  | 0   | 0           |
| 14. Claims Adjustment Expenses.....                                       | 1,624,383   | 0  | 1,498,730                                      | 0         | 125,653     | 0  | 0   | 0  | 0   | 0           |
| 15. General Administrative Expenses.....                                  | 4,241,813   | 0  | 3,930,779                                      | 0         | 311,033     | 0  | 0   | 0  | 0   | 0           |
| 16. Increase in Reserves for A&H contracts.....                           | 0           | 0  | 0  | 0         | 0           | 0  | 0   | 0  | 0   | 0           |
| 17. TOTAL UNDERWRITING DEDUCTIONS (L13 to L16).....                       | 24,367,295  | 0  | 31,642,596                                     | 0         | (7,275,301) | 0  | 0   | 0  | 0   | 0           |
| 18. NET UNDERWRITING GAIN/LOSS (L10 - L17).....                           | 7,678,961   | 0  | (1,406,565)                                    | 0         | 9,085,526   | 0  | 0   | 0  | 0   | 0           |
| 19. Net Investments Gains / (Losses).....                                 | 1,615,651   | 0  | 51,069   | 0         | 1,564,582   | 0  | 0   | 0  | 0   | 0           |
| 20. Aggregate write-ins for other expenses.....                           | 95,475      | 0  | 13,398   | 0         | 82,078      | 0  | 0   | 0  | 0   | 0           |
| 21. INCOME/LOSSES after cap. gains tax before FIT Items (L18 to L20)..... | 9,390,088   | 0  | (1,342,099)                                    | 0         | 10,732,186  | 0  | 0   | 0  | 0   | 0           |
| 22. Federal and foreign income taxes incurred.....                        | 5,812,011   | 0  | (495,695)                                      | 0         | 6,307,706   | 0  | 0   | 0  | 0   | 0           |
| 23. NET INCOME/(LOSS) (L21 less L22).....                                 | 3,578,077   | 0  | (846,403)                                      | 0         | 4,424,480   | 0  | 0   | 0  | 0   | 0           |
| 24 Medical Loss Ratio   | 57.7%       | 0.0%   | 86.7%  | 0.0%      | -426.0%     | 0.0%   | 0.0%  | 0.0%                                       | 0.0%  | 0.0%        |
| NON-TAXABLE COMMERCIAL RISK ENROLLEES.....                                |             | 0  | (Examples of non-taxable enrollees are State   |           |             | * Other (identify products(s); eg Non-Risk Business, PPO): |   |  |   |             |
| NON-TAXABLE COMMERCIAL RISK MEMBER MONTHS.....                            |             | 0  | of Texas enrollees and Federal employees.)     |           |             | 0  |   |  |   |             |