



# HEALTH QUARTERLY STATEMENT

AS OF SEPTEMBER 30, 2023  
OF THE CONDITION AND AFFAIRS OF THE  
**HMO Partners, Inc**

NAIC Group Code 0876 0876 NAIC Company Code 95442 Employer's ID Number 71-0747497  
(Current) (Prior)

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: Health Maintenance Organization

Is HMO Federally Qualified? Yes [ X ] No [ ]

Incorporated/Organized 11/08/1993 Commenced Business 01/01/1994

Statutory Home Office 601 S. Gaines, Little Rock, AR, US 72201  
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 601 S. Gaines  
(Street and Number)  
Little Rock, AR, US 72201, 501-378-2000  
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address 601 S. Gaines, Little Rock, AR, US 72201  
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 601 S. Gaines  
(Street and Number)  
Little Rock, AR, US 72201, 501-378-2000  
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Website Address healthadvantage-hmo.com

Statutory Statement Contact Samuel Patterson Wenger, 501-399-3953  
(Name) (Area Code) (Telephone Number)  
SPWenger@arkbluecross.com, 501-378-3258  
(E-mail Address) (FAX Number)

### OFFICERS

Chairman of the Board Gray Donald Dillard Secretary Timothy Gerard Gauger  
Treasurer Scott Bradley Winter President / CEO Matthew Dennis Vannatta

### OTHER

Brent William Beaulieu

### DIRECTORS OR TRUSTEES

<u>Curtis Edwin Barnett</u>	<u>Brent William Beaulieu</u>	<u>Alicia Marie Berkemeyer</u>
<u>Gray Donald Dillard</u>	<u>Lavanda Moore Gangluff APN</u>	<u>Richard Loyd Gore DDS</u>
<u>Christina Powell Hockaday</u>	<u>Matthew Ridgway Jones</u>	<u>Calvin Eugene Kellogg</u>
<u>Charles Edgar Phillips MD</u>	<u>Tonya Renee Robertson</u>	<u>Sherman Ellis Tate</u>
<u>Matthew Dennis Vannatta</u>	<u>Troy Russell Wells</u>	

State of Arkansas SS:  
County of Pulaski

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.

Gray Donald Dillard  
Chairman of the Board

Scott Bradley Winter  
Treasurer

Timothy Gerard Gauger  
Secretary

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

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

STATEMENT AS OF SEPTEMBER 30, 2023 OF THE HMO Partners, Inc

**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 .....	52,697,949		52,697,949	51,027,882
2. Stocks:				
2.1 Preferred stocks .....	0		0	0
2.2 Common stocks .....	8,998,741	2,278,228	6,720,513	8,190,445
3. Mortgage loans on real estate:				
3.1 First liens .....			0	0
3.2 Other than first liens.....			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances) .....			0	0
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....			0	0
4.3 Properties held for sale (less \$ encumbrances) .....			0	0
5. Cash (\$ ..... 30,615,248 ), cash equivalents (\$ ..... 1,840,441 ) and short-term investments (\$ ..... 497,141 ) .....	32,952,830		32,952,830	48,301,789
6. Contract loans (including \$ ..... premium notes) .....			0	0
7. Derivatives .....			0	0
8. Other invested assets .....	12,067,151	2,108,462	9,958,689	11,349,832
9. Receivables for securities .....			0	0
10. Securities lending reinvested collateral assets .....			0	0
11. Aggregate write-ins for invested assets .....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	106,716,670	4,386,690	102,329,980	118,869,948
13. Title plants less \$ ..... charged off (for Title insurers only) .....			0	0
14. Investment income due and accrued .....	410,093	112,500	297,593	388,492
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....			0	0
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ ..... earned but unbilled premiums) .....			0	0
15.3 Accrued retrospective premiums (\$ ..... 1,910,713 ) and contracts subject to redetermination (\$ ..... 351,879 ) .....	2,262,592		2,262,592	5,046,553
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	9,425,024		9,425,024	9,300,980
16.2 Funds held by or deposited with reinsured companies .....			0	0
16.3 Other amounts receivable under reinsurance contracts .....			0	0
17. Amounts receivable relating to uninsured plans .....	1,140,422	218,213	922,209	12,970,180
18.1 Current federal and foreign income tax recoverable and interest thereon ....	5,813,018		5,813,018	5,813,018
18.2 Net deferred tax asset .....	4,198,612		4,198,612	3,035,047
19. Guaranty funds receivable or on deposit .....			0	0
20. Electronic data processing equipment and software .....			0	0
21. Furniture and equipment, including health care delivery assets (\$ ..... ) .....			0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....			0	0
23. Receivables from parent, subsidiaries and affiliates .....	11,843		11,843	949,196
24. Health care (\$ ..... 7,732,469 ) and other amounts receivable .....	17,571,109	9,838,640	7,732,469	7,659,232
25. Aggregate write-ins for other than invested assets .....	510,493	350,000	160,493	177,152
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	148,059,877	14,906,043	133,153,834	164,209,798
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			0	0
28. Total (Lines 26 and 27)	148,059,877	14,906,043	133,153,834	164,209,798
<b>DETAILS OF WRITE-INS</b>				
1101. ....			0	0
1102. ....				
1103. ....				
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above)	0	0	0	0
2501. Supplemental Savings Plan .....	85,811		85,811	82,560
2502. Other Assets .....	424,682	350,000	74,682	94,592
2503. ....				
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	510,493	350,000	160,493	177,152

STATEMENT AS OF SEPTEMBER 30, 2023 OF THE HMO Partners, Inc

**LIABILITIES, CAPITAL AND SURPLUS**

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$ 31,219,281 reinsurance ceded) .....	13,017,885		13,017,885	27,779,761
2. Accrued medical incentive pool and bonus amounts .....	535,165		535,165	2,091,877
3. Unpaid claims adjustment expenses .....	215,692		215,692	926,063
4. Aggregate health policy reserves, including the liability of \$ 0 for medical loss ratio rebate per the Public Health Service Act .....	11,651,892		11,651,892	20,162,848
5. Aggregate life policy reserves .....			0	0
6. Property/casualty unearned premium reserve .....			0	0
7. Aggregate health claim reserves .....			0	0
8. Premiums received in advance .....	3,261,132		3,261,132	1,931,097
9. General expenses due or accrued .....	4,118,736		4,118,736	4,648,273
10.1 Current federal and foreign income tax payable and interest thereon (including \$ on realized gains (losses)) .....	2,982,062		2,982,062	0
10.2 Net deferred tax liability .....	(1)		(1)	0
11. Ceded reinsurance premiums payable .....	8,584,662		8,584,662	7,972,426
12. Amounts withheld or retained for the account of others .....	482,405		482,405	504,074
13. Remittances and items not allocated .....	8,064,014		8,064,014	686,523
14. Borrowed money (including \$ current) and interest thereon \$ (including \$ current) .....			0	0
15. Amounts due to parent, subsidiaries and affiliates .....	7,044,881		7,044,881	11,288,080
16. Derivatives .....			0	0
17. Payable for securities .....	200,000		200,000	0
18. Payable for securities lending .....			0	0
19. Funds held under reinsurance treaties (with \$ authorized reinsurers, \$ unauthorized reinsurers and \$ certified reinsurers) .....			0	0
20. Reinsurance in unauthorized and certified (\$ companies) .....			0	0
21. Net adjustments in assets and liabilities due to foreign exchange rates .....			0	0
22. Liability for amounts held under uninsured plans .....	9,940,478		9,940,478	27,026,737
23. Aggregate write-ins for other liabilities (including \$ 6,000,000 current) .....	6,000,000	0	6,000,000	0
24. Total liabilities (Lines 1 to 23) .....	76,099,003	0	76,099,003	105,017,759
25. Aggregate write-ins for special surplus funds .....	XXX	XXX	0	0
26. Common capital stock .....	XXX	XXX	10,000	10,000
27. Preferred capital stock .....	XXX	XXX		
28. Gross paid in and contributed surplus .....	XXX	XXX	1,919,153	1,919,153
29. Surplus notes .....	XXX	XXX		
30. Aggregate write-ins for other than special surplus funds .....	XXX	XXX	0	0
31. Unassigned funds (surplus) .....	XXX	XXX	55,125,678	57,262,894
32. Less treasury stock, at cost:				
32.1 shares common (value included in Line 26 \$ ) .....	XXX	XXX		
32.2 shares preferred (value included in Line 27 \$ ) .....	XXX	XXX		
33. Total capital and surplus (Lines 25 to 31 minus Line 32) .....	XXX	XXX	57,054,831	59,192,047
34. Total liabilities, capital and surplus (Lines 24 and 33)	XXX	XXX	133,153,835	164,209,806
<b>DETAILS OF WRITE-INS</b>				
2301. Dividends Payable .....	6,000,000		6,000,000	
2302. ....				
2303. ....				
2398. Summary of remaining write-ins for Line 23 from overflow page .....	0	0	0	0
2399. Totals (Lines 2301 through 2303 plus 2398)(Line 23 above)	6,000,000	0	6,000,000	0
2501. ....	XXX	XXX		0
2502. ....	XXX	XXX		
2503. ....	XXX	XXX		
2598. Summary of remaining write-ins for Line 25 from overflow page .....	XXX	XXX	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	XXX	XXX	0	0
3001. ....	XXX	XXX		
3002. ....	XXX	XXX		
3003. ....	XXX	XXX		
3098. Summary of remaining write-ins for Line 30 from overflow page .....	XXX	XXX	0	0
3099. Totals (Lines 3001 through 3003 plus 3098)(Line 30 above)	XXX	XXX	0	0

**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 .....	XXX	77,783	332,235	437,570
2. Net premium income ( including \$ ..... non-health premium income).....	XXX	28,836,157	143,009,504	190,883,745
3. Change in unearned premium reserves and reserve for rate credits.....	XXX	8,590,944		
4. Fee-for-service (net of \$ ..... medical expenses).....	XXX			
5. Risk revenue .....	XXX			
6. Aggregate write-ins for other health care related revenues .....	XXX	0	0	0
7. Aggregate write-ins for other non-health revenues .....	XXX	0	0	0
8. Total revenues (Lines 2 to 7) .....	XXX	37,427,101	143,009,504	190,883,745
<b>Hospital and Medical:</b>				
9. Hospital/medical benefits .....		81,772,494	101,171,438	138,802,519
10. Other professional services .....		2,861	63,241	85,776
11. Outside referrals .....		5,760,098	5,694,347	7,520,679
12. Emergency room and out-of-area .....		20,521,978	34,816,932	47,151,860
13. Prescription drugs .....		33,154,407	48,928,129	68,070,128
14. Aggregate write-ins for other hospital and medical .....	0	0	0	0
15. Incentive pool, withhold adjustments and bonus amounts .....		1,995,685	1,936,714	1,695,787
16. Subtotal (Lines 9 to 15) .....	0	143,207,523	192,610,801	263,326,749
<b>Less:</b>				
17. Net reinsurance recoveries .....		122,718,041	81,330,643	109,081,584
18. Total hospital and medical (Lines 16 minus 17) .....	0	20,489,483	111,280,158	154,245,165
19. Non-health claims (net) .....				
20. Claims adjustment expenses, including \$ ..... 1,488,012 cost containment expenses .....		1,478,659	5,739,419	10,050,113
21. General administrative expenses .....		3,174,036	16,346,109	21,573,217
22. Increase in reserves for life and accident and health contracts (including \$ ..... increase in reserves for life only) .....				0
23. Total underwriting deductions (Lines 18 through 22).....	0	25,142,178	133,365,686	185,868,495
24. Net underwriting gain or (loss) (Lines 8 minus 23) .....	XXX	12,284,923	9,643,818	5,015,250
25. Net investment income earned .....		2,733,873	1,306,012	1,954,294
26. Net realized capital gains (losses) less capital gains tax of \$ .....		(234,845)	(134,501)	(143,362)
27. Net investment gains (losses) (Lines 25 plus 26) .....	0	2,499,028	1,171,511	1,810,932
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$ ..... ) (amount charged off \$ ..... )].....				
29. Aggregate write-ins for other income or expenses .....	0	7,759	184,184	184,769
30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29) .....	XXX	14,791,710	10,999,513	7,010,951
31. Federal and foreign income taxes incurred .....	XXX	2,982,062	2,111,001	
32. Net income (loss) (Lines 30 minus 31) .....	XXX	11,809,648	8,888,512	7,010,951
<b>DETAILS OF WRITE-INS</b>				
0601. ....	XXX			
0602. ....	XXX			
0603. ....	XXX			
0698. Summary of remaining write-ins for Line 6 from overflow page .....	XXX	0	0	0
0699. Totals (Lines 0601 through 0603 plus 0698)(Line 6 above) .....	XXX	0	0	0
0701. ....	XXX			
0702. ....	XXX			
0703. ....	XXX			
0798. Summary of remaining write-ins for Line 7 from overflow page .....	XXX	0	0	0
0799. Totals (Lines 0701 through 0703 plus 0798)(Line 7 above) .....	XXX	0	0	0
1401. ....				
1402. ....				
1403. ....				
1498. Summary of remaining write-ins for Line 14 from overflow page .....	0	0	0	0
1499. Totals (Lines 1401 through 1403 plus 1498)(Line 14 above) .....	0	0	0	0
2901. Licensing fee income .....			160,000	160,000
2902. Miscellaneous Income/Loss .....			0	24,769
2903. Miscellaneous Income .....		7,759	24,184	
2998. Summary of remaining write-ins for Line 29 from overflow page .....	0	0	0	0
2999. Totals (Lines 2901 through 2903 plus 2998)(Line 29 above) .....	0	7,759	184,184	184,769

**STATEMENT OF REVENUE AND EXPENSES (Continued)**

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
33. Capital and surplus prior reporting year.....	59,192,049	44,972,088	44,972,088
34. Net income or (loss) from Line 32 .....	11,809,648	8,888,512	7,010,951
35. Change in valuation basis of aggregate policy and claim reserves .....			
36. Change in net unrealized capital gains (losses) less capital gains tax of \$ .....	(28,758)	(3,347,651)	(1,703,909)
37. Change in net unrealized foreign exchange capital gain or (loss) .....			
38. Change in net deferred income tax .....	1,167,842	(8,375)	3,027,388
39. Change in nonadmitted assets .....	(9,085,949)	5,165,770	5,885,466
40. Change in unauthorized and certified reinsurance .....	0	0	0
41. Change in treasury stock .....	0	0	0
42. Change in surplus notes .....	0	0	0
43. Cumulative effect of changes in accounting principles.....			
44. Capital Changes:			
44.1 Paid in .....			0
44.2 Transferred from surplus (Stock Dividend).....	0	0	0
44.3 Transferred to surplus.....			
45. Surplus adjustments:			
45.1 Paid in .....	0	0	0
45.2 Transferred to capital (Stock Dividend) .....			
45.3 Transferred from capital .....			
46. Dividends to stockholders .....	(6,000,000)		
47. Aggregate write-ins for gains or (losses) in surplus .....	0	65	65
48. Net change in capital & surplus (Lines 34 to 47) .....	(2,137,218)	10,698,321	14,219,961
49. Capital and surplus end of reporting period (Line 33 plus 48)	57,054,831	55,670,409	59,192,049
<b>DETAILS OF WRITE-INS</b>			
4701. Miscellaneous .....		65	65
4702. ....			
4703. ....			
4798. Summary of remaining write-ins for Line 47 from overflow page .....	0	0	0
4799. Totals (Lines 4701 through 4703 plus 4798)(Line 47 above)	0	65	65

STATEMENT AS OF SEPTEMBER 30, 2023 OF THE HMO Partners, Inc

**CASH FLOW**

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>Cash from Operations</b>			
1. Premiums collected net of reinsurance .....	33,642,377	159,867,239	209,975,955
2. Net investment income .....	2,725,193	1,269,301	1,885,619
3. Miscellaneous income .....	0	0	0
4. Total (Lines 1 to 3) .....	36,367,570	161,136,541	211,861,574
5. Benefit and loss related payments .....	43,032,720	121,485,212	162,603,285
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			
7. Commissions, expenses paid and aggregate write-ins for deductions .....	10,937,429	29,005,138	32,217,415
8. Dividends paid to policyholders .....			
9. Federal and foreign income taxes paid (recovered) net of \$ .....0 tax on capital gains (losses) .....	(4,275)	3,708,375	3,707,659
10. Total (Lines 5 through 9) .....	53,965,873	154,198,725	198,528,360
11. Net cash from operations (Line 4 minus Line 10) .....	(17,598,303)	6,937,816	13,333,214
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds .....	7,867,518	7,992,898	9,839,996
12.2 Stocks .....	0	0	156,811
12.3 Mortgage loans .....	0	0	0
12.4 Real estate .....	0	0	0
12.5 Other invested assets .....	161,761	81,348	68,763
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....	0	0	(568)
12.7 Miscellaneous proceeds .....	200,000	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	8,229,279	8,074,246	10,065,003
13. Cost of investments acquired (long-term only):			
13.1 Bonds .....	9,735,204	9,923,494	11,073,647
13.2 Stocks .....	161,897	144,170	356,601
13.3 Mortgage loans .....	0	0	0
13.4 Real estate .....	0	0	0
13.5 Other invested assets .....	148,509	82,785	95,589
13.6 Miscellaneous applications .....	0	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	10,045,610	10,150,449	11,525,837
14. Net increase (or decrease) in contract loans and premium notes .....	0	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) .....	(1,816,331)	(2,076,203)	(1,460,835)
<b>Cash from Financing and Miscellaneous Sources</b>			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes .....	0	0	0
16.2 Capital and paid in surplus, less treasury stock .....	0	0	0
16.3 Borrowed funds .....	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....	0	0	0
16.5 Dividends to stockholders .....	0	0	0
16.6 Other cash provided (applied) .....	4,065,676	(897,049)	463,776
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6) .....	4,065,676	(897,049)	463,776
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....	(15,348,959)	3,964,564	12,336,155
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year .....	48,301,789	35,965,634	35,965,634
19.2 End of period (Line 18 plus Line 19.1) .....	32,952,831	39,930,198	48,301,789

Note: Supplemental disclosures of cash flow information for non-cash transactions:

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STATEMENT AS OF SEPTEMBER 30, 2023 OF THE HMO Partners, Inc

**EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION**

	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefits Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Credit A&H	11 Disability Income	12 Long-Term Care	13 Other Health	14 Other Non-Health
		2 Individual	3 Group											
<b>Total Members at end of:</b>														
1. Prior Year .....	65,371	32,151	30,594	0	0	0	0	2,626	0	0	0	0	0	0
2. First Quarter .....	53,192	31,118	22,074	0	0	0	0	0	0	0	0	0	0	0
3. Second Quarter .....	44,863	23,838	21,025	0	0	0	0	0	0	0	0	0	0	0
4. Third Quarter .....	41,470	21,761	19,709											
5. Current Year	0	0	0											
6. Current Year Member Months	431,558	240,468	191,090											
<b>Total Member Ambulatory Encounters for Period:</b>														
7. Physician .....	49,236	35,184	14,052											
8. Non-Physician .....	53,506	38,076	15,430											
9. Total	102,742	73,260	29,482	0	0	0	0	0	0	0	0	0	0	0
10. Hospital Patient Days Incurred	13,163	11,064	2,099											
11. Number of Inpatient Admissions	2,730	2,203	527											
12. Health Premiums Written (a) .....	194,226,505	108,211,478	86,015,027											
13. Life Premiums Direct .....	0													
14. Property/Casualty Premiums Written .....	0													
15. Health Premiums Earned.....	202,817,449	115,947,405	86,870,044											
16. Property/Casualty Premiums Earned	0													
17. Amount Paid for Provision of Health Care Services.....	138,607,471	86,648,773	51,958,698											
18. Amount Incurred for Provision of Health Care Services	143,207,523	80,114,167	63,093,356											

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



**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 Claims Incurred in Prior Years (Columns 1 + 3)	6 Estimated Claim Reserve and Claim Liability December 31 of Prior Year
	1 On Claims Incurred Prior to January 1 of Current Year	2 On Claims Incurred During the Year	3 On Claims Unpaid Dec. 31 of Prior Year	4 On Claims Incurred During the Year		
1. Comprehensive (hospital and medical) individual .....	17,178,266	18,115,005	9,486,338	7,234,805	26,664,604	14,581,538
2. Comprehensive (hospital and medical) group .....	(1,379,733)			(3,703,258)	(1,379,733)	9,361,279
3. Medicare Supplement .....					0	0
4. Dental Only .....					0	0
5. Vision Only .....					0	0
6. Federal Employees Health Benefits Plan .....					0	0
7. Title XVIII - Medicare .....					0	3,836,938
8. Title XIX - Medicaid .....					0	0
9. Credit A&H .....					0	0
10. Disability Income .....					0	0
11. Long-term care .....					0	0
12. Other health .....					0	0
13. Health subtotal (Lines 1 to 12) .....	15,798,533	18,115,005	9,486,338	3,531,547	25,284,871	27,779,755
14. Health care receivables (a) .....		15,235,821			0	0
15. Other non-health .....					0	0
16. Medical incentive pools and bonus amounts .....	1,554,698	1,665,194		535,165	1,554,698	2,091,876
17. Totals (Lines 13 - 14 + 15 + 16)	17,353,231	4,544,378	9,486,338	4,066,712	26,839,569	29,871,631

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

## NOTES TO FINANCIAL STATEMENTS

**NOTE 1 Summary of Significant Accounting Policies and Going Concern**
**A. Accounting Practices**

The financial statements of HMO Partners, Inc. are presented on the basis of accounting practices prescribed or permitted by the Arkansas Insurance Department.

The Arkansas Insurance Department recognizes only statutory accounting practices prescribed or permitted by the State of Arkansas for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under Arkansas Law. The National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures Manual, version effective January 1, 2001, (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the Arkansas Insurance Department.

	SSAP #	F/S Page	F/S Line #	2023	2022
NET INCOME					
(1) State basis (Page 4, Line 32, Columns 2 & 4)	XXX	XXX	XXX	\$ 11,809,648	\$ 7,010,951
(2) State Prescribed Practices that are an increase/ (decrease) from NAIC SAP:					
(3) State Permitted Practices that are an increase/(decrease) from NAIC SAP:					
(4) NAIC SAP (1-2-3=4)	XXX	XXX	XXX	\$ 11,809,648	\$ 7,010,951
SURPLUS					
(5) State basis (Page 3, Line 33, Columns 3 & 4)	XXX	XXX	XXX	\$ 57,054,831	\$ 59,192,047
(6) State Prescribed Practices that are an increase/(decrease) from NAIC SAP:					
(7) State Permitted Practices that are an increase/(decrease) from NAIC SAP:					
(8) NAIC SAP (5-6-7=8)	XXX	XXX	XXX	\$ 57,054,831	\$ 59,192,047

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

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

**C. Accounting Policy**

Health premiums are earned ratably over the terms of the related insurance and reinsurance contracts or policies. Expenses incurred in connection with acquiring new insurance business are charged to operations as incurred.

In addition, the Company uses the following accounting policies:

- (1) **Basis for Short-Term Investments**  
Short-term investments are stated at amortized cost.
- (2) **Basis for Bonds, Mandatory Convertible Securities, SVO-Identified Investments and Amortization Method**  
Bonds not backed by other loans are stated at amortized cost using the interest method.
- (3) **Basis for Common Stocks**  
Common Stock is stated at market. The Company does not have investments in stocks of uncombined subsidiaries or affiliates.
- (4) **Basis for Preferred Stocks**  
The Company does not have preferred stock.
- (5) **Basis for Mortgage Loans**  
The Company is not directly invested in mortgage loans. The Company does own mortgage-backed securities.
- (6) **Basis for Loan-Backed Securities and Adjustment Methodology**  
Loan-backed securities are stated at either amortized cost or the lower of amortized cost or fair value. The prospective adjustment method is used to value all securities.
- (7) **Accounting Policies for Investments in Subsidiaries, Controlled and Affiliated Entities**  
The Company does not have any investments in subsidiaries, controlled or affiliated entities.
- (8) **Accounting Policies for Investments in Joint Ventures, Partnerships and Limited Liability Entities**  
The Company does not have any investments in joint ventures, partnerships or limited liability entities.
- (9) **Accounting Policies for Derivatives**  
The Company does not have any derivatives.
- (10) **Anticipated Investment Income Used in Premium Deficiency Calculation**  
The Company includes anticipated investment income as a factor in the premium deficiency calculation.
- (11) **Management's Policies and Methodologies for Estimating Liabilities for Losses and Loss/Claim Adjustment Expenses**

When setting reserves, the Company employs the 5 methods that are described below. Based on the estimates of these methods and also retrospective considerations, the Company sets a best estimate and then an explicit margin is added to ensure that the estimate is sufficient. The average of the methods, as well as the spread of the estimates, is also considered when setting the respective liabilities. Aggregate liabilities are tested against other aggregate estimation methods to check for reasonableness, and any additional margin or adjustments are made.

- (a) **Aggregate Method:** 12 months of paid claims are subtracted from 12 months of estimated incurred claims to get the liability estimate.
- (b) **3 Month Average Method:** For the base liability estimate, the average liability of the third, fourth, and fifth month prior to the current month is used. Adjustments are made for trend, membership change, and backlog to determine the current month's estimate of liability.



## NOTES TO FINANCIAL STATEMENTS

## (3) Recognized OTTI Securities

Not Applicable - No OTTI recognized during 2022 or through the third quarter of 2023.

1	2	3	4	5	6	7
CUSIP	Book/Adjusted Carrying Value Amortized Cost Before Current Period OTTI	Present Value of Projected Cash Flows	Recognized Other-Than-Temporary Impairment	Amortized Cost After Other-Than-Temporary Impairment	Fair Value at time of OTTI	Date of Financial Statement Where Reported
Total	XXX	XXX	\$ -	XXX	XXX	XXX

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

a) The aggregate amount of unrealized losses:

1. Less than 12 Months	\$ 158,113
2. 12 Months or Longer	\$ 3,163,664

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

1. Less than 12 Months	\$ 2,563,536
2. 12 Months or Longer	\$ 15,910,683

## (5) Information Investor Considered in Reaching Conclusion that Impairments are Not Other-Than-Temporary

Several factors are considered when evaluating holdings for other-than-temporary impairment. These factors include, but are not limited to, external credit ratings, length of time of impairment, net present value of future cash flows and percentage of unrealized loss. Each individual holding is evaluated on its own merits. Based on analysis of the fixed income securities that are represented in 4a. and 4b. using the factors identified above it is the Investor's determination that these impairments are temporary. The Investor maintains a watch list of holdings to evaluate for other-than-temporary impairments and will continue to evaluate underperforming holdings as required on a routine basis.

## E. Dollar Repurchase Agreements and/or Securities Lending Transactions

Not Applicable -The Company has no dollar repurchase agreements or security lending transactions at this time. No change from prior year-end 2022.

## F. Repurchase Agreements Transactions Accounted for as Secured Borrowing

Not Applicable -The Company has no repurchase agreements at this time. No change from prior year-end 2022.

## G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing

Not Applicable -The Company has no reverse repurchase agreements at this time. No change from prior year-end 2022.

## H. Repurchase Agreements Transactions Accounted for as a Sale

Not Applicable -The Company has no repurchase agreements at this time. No change from prior year-end 2022.

## I. Reverse Repurchase Agreements Transactions Accounted for as a Sale

Not Applicable -The Company has no repurchase agreements or reverse repurchase agreements at this time. No change from prior year-end 2022.

## J. Real Estate

Not Applicable -The Company has no investment in real estate at this time. No change from prior year-end 2022.

## K. Low Income Housing tax Credits (LIHTC)

Not Applicable -The Company has no investments in low-income housing tax credits (LIHTC) at this time. No change from prior year-end 2022.

## L. Restricted Assets

## 1. Restricted Assets (Including Pledged)

Restricted Asset Category	1 Total Gross (Admitted & Non-admitted) Restricted from Current Year	2 Total Gross (Admitted & Non-admitted) Restricted from Prior Year	3 Increase/ (Decrease) (1 minus 2)	4 Total Current Year Non-admitted Restricted	5 Total Current Year Admitted Restricted (1 minus 4)	6 Gross (Admitted & Non-admitted) Restricted to Total Assets (a)	7 Admitted Restricted to Total Admitted Assets (b)
a. Subject to contractual obligation for which liability is not shown			\$ -		\$ -	0.000%	0.000%
b. Collateral held under security lending agreements			\$ -		\$ -	0.000%	0.000%
c. Subject to repurchase agreements			\$ -		\$ -	0.000%	0.000%
d. Subject to reverse repurchase agreements			\$ -		\$ -	0.000%	0.000%
e. Subject to dollar repurchase agreements			\$ -		\$ -	0.000%	0.000%
f. Subject to dollar reverse repurchase agreements			\$ -		\$ -	0.000%	0.000%
g. Placed under option contracts			\$ -		\$ -	0.000%	0.000%
h. Letter stock or securities restricted as to sale - excluding FHLB capital stock			\$ -		\$ -	0.000%	0.000%
i. FHLB capital stock			\$ -		\$ -	0.000%	0.000%
j. On deposit with states	\$ 345,393	\$ 344,155	\$ 1,238		\$ 345,393	0.233%	0.259%
k. On deposit with other regulatory bodies			\$ -		\$ -	0.000%	0.000%
l. Pledged collateral to FHLB (including assets backing funding agreements)			\$ -		\$ -	0.000%	0.000%
m. Pledged as collateral not captured in other categories			\$ -		\$ -	0.000%	0.000%
n. Other restricted assets			\$ -		\$ -	0.000%	0.000%
<b>o. Total Restricted Assets (Sum of a through n)</b>	<b>\$ 345,393</b>	<b>\$ 344,155</b>	<b>\$ 1,238</b>	<b>\$ -</b>	<b>\$ 345,393</b>	<b>0.233%</b>	<b>0.259%</b>

(a) Column 1 divided by Asset Page, Column 1, Line 28

(b) Column 5 divided by Asset Page, Column 3, Line 28

## NOTES TO FINANCIAL STATEMENTS

2. Detail of Assets Pledged as Collateral Not Captured in Other Categories (Contracts That Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate)

Description of Assets	1 Total Gross (Admitted & Non- admitted) Restricted from Current Year	2 Total Gross (Admitted & Non- admitted) Restricted from Prior Year	3 Increase/ (Decrease) (1 minus 2)	4 Total Current Year Admitted Restricted	5 Gross (Admitted & Non- admitted) Restricted to Total Assets	6 Admitted Restricted to Total Admitted Assets
Total (a)	\$ -	\$ -	\$ -	\$ -	0.000%	0.000%

(a) Total Line for Columns 1 through 3 should equal 5L(1)m Columns 1 through 3 respectively and Total Line for Column 4 should equal 5L(1)m Column 5.

3. Detail of Other Restricted Assets (Contracts That Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate)

Description of Assets	1 Total Gross (Admitted & Non- admitted) Restricted from Current Year	2 Total Gross (Admitted & Non- admitted) Restricted from Prior Year	3 Increase/ (Decrease) (1 minus 2)	4 Total Current Year Admitted Restricted	5 Gross (Admitted & Non- admitted) Restricted to Total Assets	6 Admitted Restricted to Total Admitted Assets
Total (a)	\$ -	\$ -	\$ -	\$ -	0.000%	0.000%

(a) Total Line for Columns 1 through 3 should equal 5L(1)n Columns 1 through 3 respectively and Total Line for Column 4 should equal 5L(1)n Column 5.

4. Collateral Received and Reflected as Assets Within the Reporting Entity's Financial Statements

Collateral Assets	1 Book/Adjusted Carrying Value (BACV)	2 Fair Value	3 % of BACV to Total Assets (Admitted and Nonadmitted)*	4 % of BACV to Total Admitted Assets **
a. Cash, Cash Equivalents and Short-Term Investments			0.000%	0.000%
b. Schedule D, Part 1			0.000%	0.000%
c. Schedule D, Part 2, Section 1			0.000%	0.000%
d. Schedule D, Part 2, Section 2			0.000%	0.000%
e. Schedule B			0.000%	0.000%
f. Schedule A			0.000%	0.000%
g. Schedule BA, Part 1			0.000%	0.000%
h. Schedule DL, Part 1			0.000%	0.000%
i. Other			0.000%	0.000%
<b>j. Total Collateral Assets (a+b+c+d+e+f+g+h+i)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.000%</b>	<b>0.000%</b>

\* Column 1 divided by Asset Page, Line 26 (Column 1)

\*\* Column 1 divided by Asset Page, Line 26 (Column 3)

1 Amount	2 % of Liability to Total Liabilities *
k. Recognized Obligation to Return Collateral Asset	0.000%

\* Column 1 divided by Liability Page, Line 24 (Column 3)

- M. Working Capital Finance Investments

Not Applicable -The Company has no Working Capital Finance Investments (WCFI) at this time. No change from prior year-end 2022.

- N. Offsetting and Netting of Assets and Liabilities

Not Applicable -The Company does not have assets or liabilities with a valid right to offset subject to SSAP No. 64. No change from prior year-end 2022.

- O. 5GI Securities

Not Applicable -The Company does not hold any 5GI securities at this time. No change from prior year-end 2022.

- P. Short Sales

Not Applicable -The Company did not have any short sales during the reporting periods.

- Q. Prepayment Penalty and Acceleration Fees

	<u>General Account</u>
1. Number of CUSIPs	0
2. Aggregate Amount of Investment Income	\$ -

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

Not Applicable -The Company does not participate in a cash pool. No change from prior year-end 2022.

**NOTE 6 Joint Ventures, Partnerships and Limited Liability Companies**

No significant changes.

**NOTE 7 Investment Income**

No significant changes.

**NOTE 8 Derivative Instruments**

Not Applicable - The Company did not have any derivative instruments. No change from prior year-end 2022.

## NOTES TO FINANCIAL STATEMENTS

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**NOTE 9 Income Taxes**

No significant changes.

**NOTE 10 Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties**

No significant changes except as indicated below.

## B. Transactions

The Company d/b/a Heath Advantage will no longer serve as the Third Party Administrator for the Baptist Health self-insured employee group as of January 1, 2023. The Company paid common stock dividends to its shareholders, USABLE Mutual Insurance Company and Baptist Medical System HMO, Inc., on October 10, 2023, totaling \$6,000,000.

**NOTE 11 Debt**

## A. Debt Including Capital Notes

As of the year ended December 31, 2022 and quarter ended September 30, 2023, the Company has no capital notes and the Company's liability for borrowed money was zero.

## B. FHLB (Federal Home Loan Bank) Agreements

Not Applicable - As of the year ended December 31, 2022 and the quarter ended September 30, 2023, the Company has no FHLB agreements.

**NOTE 12 Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans**

## A. Defined Benefit Plan

Not applicable - The Company does not have a defined benefit plan.

## B. Investment Policies and Strategies

Not applicable - The Company does not have a defined benefit plan.

## C. The fair value of each class of plan assets

Not applicable - The Company does not have a defined benefit plan.

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

Not applicable - The Company does not have a defined benefit plan.

## E. Defined Contribution Plan

No significant changes.

## F. Multiemployer Plans

Not Applicable - The Company does not participate in multiemployer plans.

## G. Consolidated/Holding Company Plans

Not Applicable.

## H. Postemployment Benefits and Compensated Absences

Not Applicable - The Company does not offer a postretirement benefit plan.

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

Not Applicable.

**NOTE 13 Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations**

No significant changes, except as noted below.

## D. Dates and Amounts of Dividends Paid

An ordinary dividend in the amount of \$6,000,000 was paid by the Company on October 10, 2023.

**NOTE 14 Liabilities, Contingencies and Assessments**

No significant changes.

**NOTE 15 Leases**

No significant changes.

**NOTE 16 Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk**

No significant changes.

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

Not Applicable

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

## A. ASO Plans:

During 2022, the Company retained the central region ASO business. Effective January 1, 2023, all ASO business is ceded to USABLE Mutual Insurance Company.

## B. ASC Plans:

Not Applicable - The Company does not have any Administrative Services Contract (ASC) uninsured plans.

## C. Medicare or Similarly Structured Cost Based Reimbursement Contract

Not Applicable

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

Not Applicable - The Company does not currently have any direct premium written/produced by managing general agents or third party administrators.

## NOTES TO FINANCIAL STATEMENTS

**NOTE 20 Fair Value Measurements**

A.

## (1) Fair Value Measurements at Reporting Date

Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Total
a. Assets at fair value					
Cash Equivalent Exempt MMMF		\$ 1,640,760			\$ 1,640,760
Common Stock Mutual Fund		\$ 8,998,741			\$ 8,998,741
Other Invested Assets				\$ 12,067,151	\$ 12,067,151
<b>Total assets at fair value/NAV</b>	\$ -	\$ 10,639,501	\$ -	\$ 12,067,151	\$ 22,706,652

Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Total
b. Liabilities at fair value					
Supplemental Savings Plan	\$ 85,811				\$ 85,811
<b>Total liabilities at fair value</b>	\$ 85,811	\$ -	\$ -	\$ -	\$ 85,811

## (2) Fair Value Measurements in (Level 3) of the Fair Value hierarchy

Description	Ending Balance as of Prior Quarter End	Transfers into Level 3	Transfers out of Level 3	Total gains and (losses) included in Net Income	Total gains and (losses) included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance for Current Quarter End
a. Assets										
<b>Total Assets</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Description	Ending Balance as of Prior Quarter End	Transfers into Level 3	Transfers out of Level 3	Total gains and (losses) included in Net Income	Total gains and (losses) included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance for Current Quarter End
b. Liabilities										
<b>Total Liabilities</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

## (3) Policies when Transfers Between Levels are Recognized

The Company does not have any transfers between levels of fair value measurement.

## (4) Description of Valuation Techniques and Inputs Used in Fair Value Measurement

As of September 30, 2023, the reported fair value of the reporting entity's investments in Level 2 includes both money market mutual funds and equity mutual funds with a value of \$10,639,501. Fair value measurements for these securities are provided by the fund and indicate the closing net asset value at September 30, 2023. All fair value measurements are provided in US Dollars. There has been no change in these valuation techniques.

## (5) Fair Value Disclosures

Not Applicable - The Company does not have any derivative assets or liabilities.

## NOTES TO FINANCIAL STATEMENTS

- B. Fair Value Reporting under SSAP 100 and Other Accounting Pronouncements  
Not Applicable

- C. Aggregate fair value for all financial instruments and the level within the fair value hierarchy in which the fair value measurements in their entirety fall.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Exempt MMMF	\$ 1,640,760	\$ 1,640,760		\$ 1,640,760			
Common Stock Mutual Fd	\$ 8,998,741	\$ 6,720,513		\$ 8,998,741			
Other Invested Assets	\$ 12,067,151	\$ 9,958,689				\$ 12,067,151	

- D. Not Practicable to Estimate Fair Value

Type or Class of Financial Instrument	Carrying Value	Effective Interest Rate	Maturity Date	Explanation

- E. NAV Practical Expedient Investments

1. Martingale Investment Trust – Series 1 Low Volatility Large Cap+

This strategy seeks to meet or exceed equity market returns while realizing significantly less volatility. This investment focuses on identifying and investing in low risk companies with sound fundamental properties. The portfolio is considered to be a low risk portfolio with broad, stable sector diversification. The fund contains 172 individual holdings as of 9/30/2023 with the top 10% of all holdings representing 14.7% of all fund holdings. Overall, the risk target of this portfolio is to perform with 70%-80% of the overall market volatility of the Russell 1000 Index.

The fund is able to be liquidated on a monthly basis. Because the underlying portfolio contains assets that are part of the Russell 1000 Index, it is very probable that the fund would not liquidate at the NAV of a prior month. It is possible the fund could be liquidated at a higher or lower price depending on overall market actions.

Barings U.S. Loan Fund Series – Tranche A

The Barings investment process is a focused and detailed fundamental bottom-up due diligence. The firm's investment philosophy is based on the belief that long-term, risk-adjusted returns can best be achieved through active portfolio management coupled with strong fundamental credit underwriting with the goal of minimizing principal losses. The firm takes a credit-intensive approach when selecting assets that seeks to determine where favorable value exists within companies on a relative basis to other investment alternatives.

The average number of loans in the portfolio is 316 at the end of the 3rd quarter of 2023, with 10.68% in the top ten holdings. The portfolio is diversified across eleven sectors, with five sectors containing more than 80% of all holdings. Average annualized default since 2011 for the fund is 0.95%, while the historical average of the market is 1.78%.

The fund has daily liquidity but a 30 calendar day prior to withdraw notice is necessary. As of 9/30/23, there are \$0.94 Billion assets in the Commingled Fund.

2. Not Applicable (The investments can be redeemed on a monthly basis.)

3. Not Applicable (There is no required capital commitment for the investments in Martingale or Barings)

4. Redemption of shares of either holding are processed on a monthly basis at prevailing market NAV.

5. Not Applicable

6. Not Applicable (There are no restrictions to viewing the investments of the Martingale Investment Trust – Series 1 Low Volatility Large Cap+ or the Barings U.S. Loan Fund Series – Tranche A. The holdings are provided to the Investor in each of the fund's annual reports and can be requested at any month end closing.)

7. Not Applicable (The investor has not made a decision to redeem shares of the Martingale Investment Trust – Series 1 Low Volatility Large Cap+ or the Barings U.S. Loan Fund Series – Tranche A at this time.)

**NOTE 21 Other Items**

No significant changes.

**NOTE 22 Events Subsequent**

No significant changes.

## NOTES TO FINANCIAL STATEMENTS

### NOTE 23 Reinsurance

- A. Ceded Reinsurance Report  
No significant changes except as indicated below.

#### Section 1 – General Interrogatories

(1) Are any of the reinsurers listed in Schedule S as non-affiliated, owned in excess of 10% or controlled, either directly or indirectly, by the company or by any representative, officer, trustee, or director of the company? Yes [ ] No [ X ]  
If yes, give full details.

(2) Have any policies issued by the company been reinsured with a company chartered in a country other than the United States (excluding U.S. Branches of such companies) that is owned in excess of 10% or controlled directly or indirectly by an insured, a beneficiary, a creditor or any other person not primarily engaged in the insurance business? Yes [ ] No [ X ]  
If yes, give full details.

#### Section 2 – Ceded Reinsurance Report – Part A

(1) Does the company have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credits? Yes [ ] No [ X ]

a. If yes, what is the estimated amount of the aggregate reduction in surplus of a unilateral cancellation by the reinsurer as of the date of this statement, for those agreements in which cancellation results in a net obligation of the reporting entity to the reinsurer, and for which such obligation is not presently accrued? Where necessary, the reporting entity may consider the current or anticipated experience of the business reinsured in making this estimate. \$ -0-

b. What is the total amount of reinsurance credits taken, whether as an asset or as a reduction of liability, for these agreements in this statement? \$ -0-

(2) Does the reporting entity have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts that, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsured policies? Yes [ ] No [ X ] If yes, give full details:

#### Section 3 – Ceded Reinsurance Report – Part B

(1) What is the estimated amount of the aggregate reduction in surplus, (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits that are reflected in Section 2 above) of termination of ALL reinsurance agreements, by either party, as of the date of this statement? Where necessary, the company may consider the current or anticipated experience of the business reinsured in making this estimate. \$-0-

(2) Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts that were in force or which had existing reserves established by the company as of the effective date of the agreement? Yes [ X ] No [ ]  
If yes, what is the amount of reinsurance credits, whether an asset or a reduction of liability, taken for such new agreements or amendments? \$ 14,910,321

- B. Uncollectible Reinsurance  
Not Applicable
- C. Commutation of Reinsurance Reflected in Income and Expenses.  
Not Applicable
- D. Certified Reinsurer Rating Downgraded or Status Subject to Revocation  
Not Applicable .
- E. Reinsurance Credit  
Not Applicable

### NOTE 24 Retrospectively Rated Contracts & Contracts Subject to Redetermination

- A. Method Used to Estimate Accrued Retrospective Premium Adjustments  
The Company estimates accrued retrospective premium adjustments for its health insurance business through a mathematical approach using an algorithm of the company's underwriting rules and experience rating practices.
- B. Retrospective Premiums Recorded Through Written Premium or Adjustment to Earned Premium  
The Company records accrued retrospective premium as an adjustment to earned premium.
- C. Amount and Percentage of Net Premiums Written Subject to Retrospective Rating Features  
The amount of net premiums written by the Company at September 30, 2023 that are subject to retrospective rating features was \$28,836,157 that represented 100% of the total net premium written. No other net premiums written by the Company are subject to retrospective rating features.
- D. Medical loss ratio rebates required pursuant to the Public Health Service Act.  
No significant changes.

**NOTES TO FINANCIAL STATEMENTS**

E. Risk Sharing Provisions of the Affordable Care Act

(1) Did the reporting entity write accident and health insurance premium which is subject to the Affordable Care Act risk sharing provisions (YES/NO)? Yes [X] No [ ]

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

a. Permanent ACA Risk Adjustment Program	
Assets	
1. Premium adjustments receivable due to ACA Risk Adjustment (including high risk pool payments)	\$ -
Liabilities	
2. Risk adjustment user fees payable for ACA Risk Adjustment	
3. Premium adjustments payable due to ACA Risk Adjustment (including high risk pool premium)	\$ 4,286,782
Operations (Revenue & Expense)	
4. Reported as revenue in premium for accident and health contracts (written/collected) due to ACA Risk Adjustment	\$ (688,701)
5. Reported in expenses as ACA risk adjustment user fees (incurred/paid)	\$ 40,117
b. Transitional ACA Reinsurance Program	
Assets	
1. Amounts recoverable for claims paid due to ACA Reinsurance	
2. Amounts recoverable for claims unpaid due to ACA Reinsurance (Contra Liability)	
3. Amounts receivable relating to uninsured plans for contributions for ACA Reinsurance	
Liabilities	
4. Liabilities for contributions payable due to ACA Reinsurance – not reported as ceded premium	
5. Ceded reinsurance premiums payable due to ACA Reinsurance	
6. Liabilities for amounts held under uninsured plans contributions for ACA Reinsurance	
Operations (Revenue & Expense)	
7. Ceded reinsurance premiums due to ACA Reinsurance	
8. Reinsurance recoveries (income statement) due to ACA Reinsurance payments or expected payments	
9. ACA Reinsurance contributions – not reported as ceded premium	
c. Temporary ACA Risk Corridors Program	
Assets	
1. Accrued retrospective premium due to ACA Risk Corridors	
Liabilities	
2. Reserve for rate credits or policy experience rating refunds due to ACA Risk Corridors	
Operations (Revenue & Expense)	
3. Effect of ACA Risk Corridors on net premium income (paid/received)	
4. Effect of ACA Risk Corridors on change in reserves for rate credits	

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

	Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments		Unsettled Balances as of the Reporting Date		
	1	2	3	4	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)	
					5	6	7	8			
	Receivable	Payable	Receivable	Payable	Receivable	Payable	Receivable	Payable	Ref	Receivable	Payable
a. Permanent ACA Risk Adjustment Program											
1. Premium adjustments receivable (including high risk pool payments)			\$ 310,843		\$ (310,843)	\$ -	\$ 310,843		A	\$ -	\$ -
2. Premium adjustments (payable) (including high risk pool premium)		\$ 4,623,422		\$ 1,336,185	\$ -	\$ 3,287,237		\$(3,287,237)	B	\$ -	\$ -
3. Subtotal ACA Permanent Risk Adjustment Program	\$ -	\$ 4,623,422	\$ 310,843	\$ 1,336,185	\$ (310,843)	\$ 3,287,237	\$ 310,843	\$(3,287,237)		\$ -	\$ -
b. Transitional ACA Reinsurance Program											
1. Amounts recoverable for claims paid					\$ -	\$ -			C	\$ -	\$ -
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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		\$ -	\$ -
c. Temporary ACA Risk Corridors Program											
1. Accrued retrospective premium					\$ -	\$ -			I	\$ -	\$ -
2. Reserve for rate credits or policy experience rating refunds					\$ -	\$ -			J	\$ -	\$ -
3. Subtotal ACA Risk Corridors Program	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		\$ -	\$ -
d. Total for ACA Risk Sharing Provisions	\$ -	\$ 4,623,422	\$ 310,843	\$ 1,336,185	\$ (310,843)	\$ 3,287,237	\$ 310,843	\$(3,287,237)		\$ -	\$ -

**NOTES TO FINANCIAL STATEMENTS**

Explanations of Adjustments

- A. Adjustment to receivable
- B. Adjustment to payable
- C.
- D.
- E.
- F.
- G.
- H.
- I.
- J.

(4) Roll-Forward of Risk Corridors Asset and Liability Balances by Program Benefit Year

	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	
	1	2	3	4	Prior Year Accrued Less Payments (Col 1 - 3)	Prior Year Accrued Less Payments (Col 2 - 4)	To Prior Year Balances	To Prior Year Balances	Ref	Cumulative Balance from Prior Years (Col 1-3+7)	Cumulative Balance from Prior Years (Col 2-4+8)
					5	6	7	8		9	10
	Receivable	Payable	Receivable	Payable	Receivable	Payable	Receivable	Payable		Receivable	Payable
a. 2014											
1. Accrued retrospective premium					\$ -	\$ -			A	\$ -	\$ -
2. Reserve for rate credits or policy experience rating refunds					\$ -	\$ -			B	\$ -	\$ -
b. 2015											
1. Accrued retrospective premium					\$ -	\$ -			C	\$ -	\$ -
2. Reserve for rate credits or policy experience rating refunds					\$ -	\$ -			D	\$ -	\$ -
c. 2016											
1. Accrued retrospective premium					\$ -	\$ -			E	\$ -	\$ -
2. Reserve for rate credits or policy experience rating refunds					\$ -	\$ -			F	\$ -	\$ -
d. Total for Risk Corridors	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		\$ -	\$ -

Explanations of Adjustments

- A.
- B.
- C.
- D.
- E.
- F.

24E(4)d (Columns 1 through 10) should equal 24E(3)c3 (Column 1 through 10 respectively)

(5) ACA Risk Corridors Receivable as of Reporting Date

Risk Corridors Program Year	1 Estimated Amount to be Filed or Final Amount Filed with CMS	2 Non-Accrued Amounts for Impairment or Other Reasons	3 Amounts received from CMS	4 Asset Balance (Gross of Non-admissions) (1-2-3)	5 Non-admitted Amount	6 Net Admitted Asset (4 - 5)
a. 2014				\$ -		\$ -
b. 2015				\$ -		\$ -
c. 2016				\$ -		\$ -
d. Total (a + b + c)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

24E(5)d (Column 4) should equal 24E(3)c1 (Column 9)

24E(5)d (Column 6) should equal 24E(2)c1

## NOTES TO FINANCIAL STATEMENTS

**NOTE 25 Change in Incurred Claims and Claim Adjustment Expenses****A. Change in Incurred Losses and Loss Adjustment Expenses**

Effective January 1, 2023, HMO Partners, Inc. (HMOP) novated its MAHMO business to affiliate, USable HMO, Inc. (UHMO). Pursuant to the novation agreement, all MAHMO reserves and unpaid claims were transferred to UHMO.

Subject to a Reinsurance agreement between HMOP and USable Mutual Insurance Company (UMIC), UMIC has agreed to reinsure 100% of the HMOP comprehensive group business pursuant to an amended affiliated reinsurance agreement as submitted to the Arkansas Insurance Department. Therefore the related Incurred Claims and Claims Adjustment Expenses have been ceded by HMOP and assumed by UMIC.

Reserves as of December 31, 2022 were \$ 27,779,761. Effective January 1, 2023 reserves were reduced pursuant to the novation and amended reinsurance agreement described above to \$14,961,176. As of September 30, 2023, \$15,798,533 has been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now (-\$837,357) as a result of re-estimation of unpaid claims and claim adjustment expenses. Therefore, there has been a \$10,323,695 unfavorable prior-year development since December 31, 2022 to September 30, 2023. The decline is generally the result of ongoing analysis of recent loss development trends and cost sharing reductions. Original estimates are increased or decreased, as additional information becomes known regarding individual claims.

12/31/2022 Reserves	\$ 27,779,761
Novated / Ceded Reserves	<u>\$ (12,818,585)</u>
Adjusted 2022 Reserves	\$ 14,961,176
2022 Claims paid in 2023	<u>15,798,533</u>
Adjusted Net Reserves	(837,357)
Less -	
2022 Remaining Reserves	<u>9,486,338</u>
Unfavorable Development	<u>\$ (10,323,695)</u>

**B. Information about Significant Changes in Methodologies and Assumptions**

There has been no significant change in methodologies and assumptions.

**NOTE 26 Intercompany Pooling Arrangements**

Not Applicable - The Company has no intercompany pooling arrangements.

**NOTE 27 Structured Settlements**

Not Applicable.

**NOTE 28 Health Care Receivables**

No significant changes.

**NOTE 29 Participating Policies**

Not Applicable - The Company does not have participating contracts.

**NOTE 30 Premium Deficiency Reserves**

- |   |                |   |
|---|----------------|---|
| 1. Liability carried for premium deficiency reserves              | \$             | - |
| 2. Date of the most recent evaluation of this liability           | 09/30/2023     |   |
| 3. Was anticipated investment income utilized in the calculation? | Yes [X] No [ ] |   |

**NOTE 31 Anticipated Salvage and Subrogation**

No significant changes.

# GENERAL INTERROGATORIES

## PART 1 - COMMON INTERROGATORIES

### GENERAL

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? ..... Yes  No
- 1.2 If yes, has the report been filed with the domiciliary state? ..... Yes  No
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? ..... Yes  No
- 2.2 If yes, date of change: ..... \_\_\_\_\_
- 3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? ..... Yes  No   
If yes, complete Schedule Y, Parts 1 and 1A.
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? ..... Yes  No
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes.  
Life & Specialty Ventures, LLC formed its own holding company group (Group 5050) and is no longer a member of the Arkansas BCBS GRP #876. ....
- 3.4 Is the reporting entity publicly traded or a member of a publicly traded group? ..... Yes  No
- 3.5 If the response to 3.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group. .... \_\_\_\_\_
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? ..... Yes  No
- 4.2 If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? ..... Yes  No  N/A   
If yes, attach an explanation.  
.....
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. .... 12/31/2020
- 6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. .... 12/31/2020
- 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). .... 07/13/2022
- 6.4 By what department or departments?  
Arkansas Insurance Department .....
- 6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? ..... Yes  No  N/A
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? ..... Yes  No  N/A
- 7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? ..... Yes  No
- 7.2 If yes, give full information:  
.....
- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? ..... Yes  No
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.  
.....
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? ..... Yes  No
- 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC

## GENERAL INTERROGATORIES

- 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 [  ] 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 [  ]
- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s).  
.....
- 9.3 Have any provisions of the code of ethics been waived for any of the specified officers? ..... Yes [  ] No [  ]
- 9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).  
.....

### FINANCIAL

- 10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? ..... Yes [  ] No [  ]
- 10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: ..... \$ ..... 11,843

### INVESTMENT

- 11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) ..... Yes [  ] No [  ]
- 11.2 If yes, give full and complete information relating thereto:  
.....
12. Amount of real estate and mortgages held in other invested assets in Schedule BA: ..... \$ ..... 0
13. Amount of real estate and mortgages held in short-term investments: ..... \$ ..... 0
- 14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? ..... Yes [  ] No [  ]
- 14.2 If yes, please complete the following:
- |   | 1<br>Prior Year-End<br>Book/Adjusted<br>Carrying Value | 2<br>Current Quarter<br>Book/Adjusted<br>Carrying Value |
|---|--|---|
| 14.21 Bonds .....   | \$ ..... 0   | \$ ..... 0  |
| 14.22 Preferred Stock .....   | \$ ..... 0   | \$ ..... 0  |
| 14.23 Common Stock .....  | \$ ..... 0   | \$ ..... 0  |
| 14.24 Short-Term Investments .....  | \$ ..... 0   | \$ ..... 0  |
| 14.25 Mortgage Loans on Real Estate .....   | \$ ..... 0   | \$ ..... 0  |
| 14.26 All Other .....   | \$ ..... 0   | \$ ..... 0  |
| 14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26) ..... | \$ ..... 0   | \$ ..... 0  |
| 14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above .....                       | \$ ..... 0   | \$ ..... 0  |
- 15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? ..... Yes [  ] No [  ]
- 15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? ..... Yes [  ] No [  ] N/A [  ]  
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

## GENERAL INTERROGATORIES

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  No
- 17.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address
US Bank Institutional Trust and Custody .....	St. Louis, MO .....

- 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

- 17.4 If yes, give full 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
Scott B. Winter .....	I.....
Martingale Asset Management, LP .....	U.....
Barings, LLC .....	U.....
Pacific Investment Management Company, LLC .....	U.....
JP Morgan .....	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 invested assets?..... Yes  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 invested assets?..... Yes  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	2	3	4	5
Central Registration Depository Number	Name of Firm or Individual	Legal Entity Identifier (LEI)	Registered With	Investment Management Agreement (IMA) Filed
108526 .....	Martingale Asset Management, LP .....	549300GXM5ZGZJXZ1Y74 .....	SEC .....	NO.....
106006 .....	Barings, LLC .....	ANDKRHQKPRR64Q2KLR05 .....	SEC, CFTC, NFA .....	NO.....
104559 .....	Pacific Investment Management Company LLC .....	549300KGPYQZXGMYN38 .....	SEC .....	NO.....
79 .....	JP Morgan .....	K600W1PS1L1041QL9C32 .....	SEC .....	NO.....

- 18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed? ..... Yes  No

- 18.2 If no, list exceptions:  
.....

19. By self-designating 5GI securities, the reporting entity is certifying the following elements for each self-designated 5GI security:  
 a. Documentation necessary to permit a full credit analysis of the security does not exist or an NAIC CRP credit rating for an FE or PL security is not available.  
 b. Issuer or obligor is current on all contracted interest and principal payments.  
 c. The insurer has an actual expectation of ultimate payment of all contracted interest and principal.

Has the reporting entity self-designated 5GI securities? ..... Yes  No

20. By self-designating PLGI securities, the reporting entity is certifying the following elements of each self-designated PLGI security:

- a. The security was purchased prior to January 1, 2018.  
 b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.  
 c. The NAIC Designation was derived from the credit rating assigned by an NAIC CRP in its legal capacity as a NRSRO which is shown on a current private letter rating held by the insurer and available for examination by state insurance regulators.  
 d. The reporting entity is not permitted to share this credit rating of the PL security with the SVO.

Has the reporting entity self-designated PLGI securities? ..... Yes  No

21. By assigning FE to a Schedule BA non-registered private fund, the reporting entity is certifying the following elements of each self-designated FE fund:

- a. The shares were purchased prior to January 1, 2019.  
 b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.  
 c. The security had a public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO prior to January 1, 2019.  
 d. The fund only or predominantly holds bonds in its portfolio.  
 e. The current reported NAIC Designation was derived from the public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO.  
 f. The public credit rating(s) with annual surveillance assigned by an NAIC CRP has not lapsed.

Has the reporting entity assigned FE to Schedule BA non-registered private funds that complied with the above criteria? ..... Yes  No

# GENERAL INTERROGATORIES

## PART 2 - HEALTH

1. Operating Percentages:
- 1.1 A&H loss percent .....58.7 %
  - 1.2 A&H cost containment percent ..... 4.0 %
  - 1.3 A&H expense percent excluding cost containment expenses ..... 8.5 %
- 2.1 Do you act as a custodian for health savings accounts? ..... Yes [  ] No [  ]
- 2.2 If yes, please provide the amount of custodial funds held as of the reporting date ..... \$.....
- 2.3 Do you act as an administrator for health savings accounts? ..... Yes [  ] No [  ]
- 2.4 If yes, please provide the balance of the funds administered as of the reporting date ..... \$.....
3. Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states? ..... Yes [  ] No [  ]
- 3.1 If no, does the reporting entity assume reinsurance business that covers risks residing in at least one state other than the state of domicile of the reporting entity? ..... Yes [  ] No [  ]

**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 Business Ceded	8 Type of Reinsurer	9 Certified Reinsurer Rating (1 through 6)	10 Effective Date of Certified Reinsurer Rating
<b>NONE</b>									

**SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS**

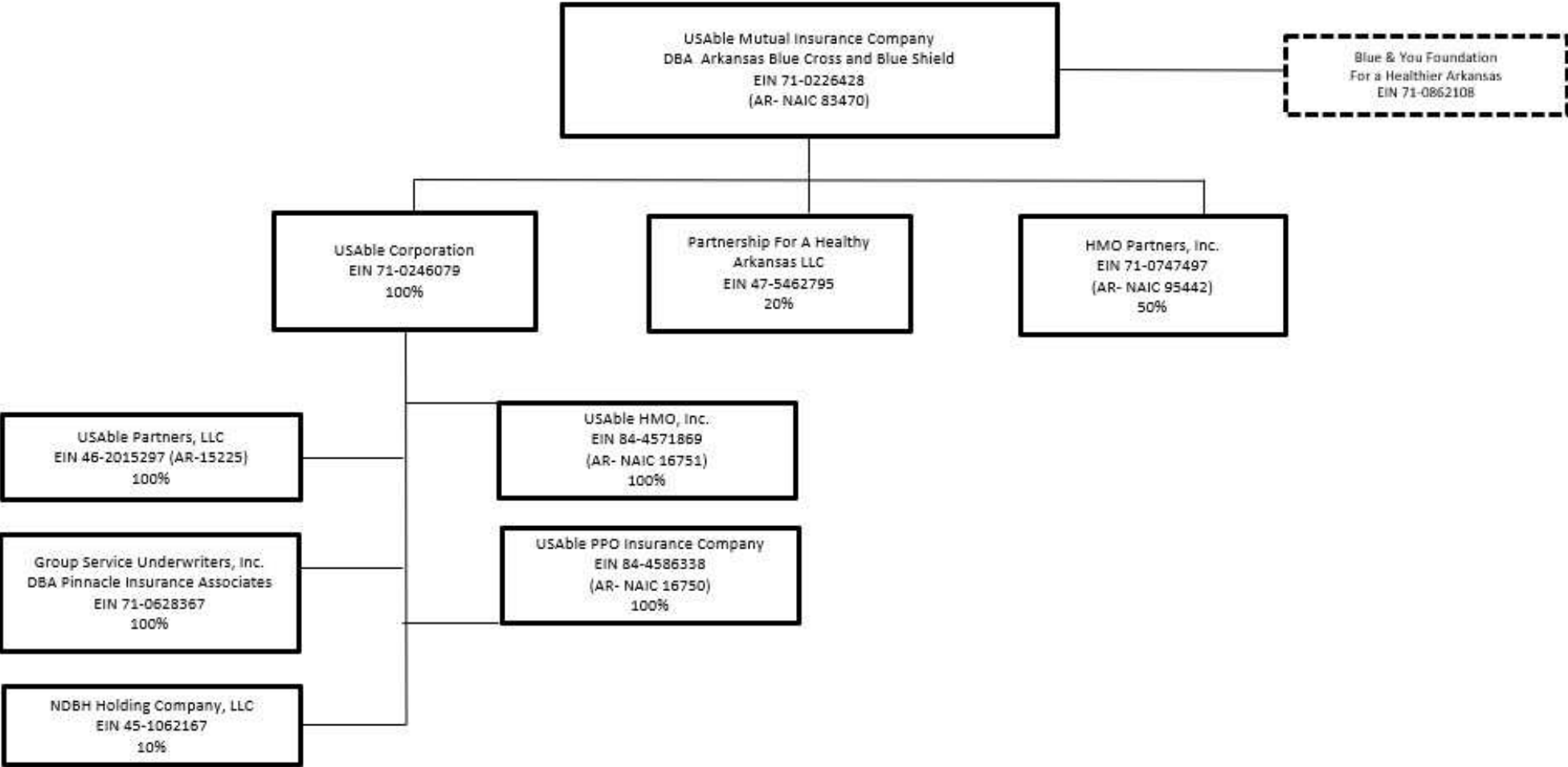
Current Year to Date - Allocated by States and Territories

States, etc.	1 Active Status (a)	Direct Business Only									
		2 Accident and Health Premiums	3 Medicare Title XVIII	4 Medicaid Title XIX	5 CHIP Title XXI	6 Federal Employees Health Benefits Program Premiums	7 Life and Annuity Premiums & Other Considerations	8 Property/Casualty Premiums	9 Total Columns 2 Through 8	10 Deposit-Type Contracts	
1. Alabama	AL	N								0	
2. Alaska	AK	N								0	
3. Arizona	AZ	N								0	
4. Arkansas	AR	L	191,656,687							191,656,687	
5. California	CA	N								0	
6. Colorado	CO	N								0	
7. Connecticut	CT	N								0	
8. Delaware	DE	N								0	
9. District of Columbia	DC	N								0	
10. Florida	FL	N								0	
11. Georgia	GA	N								0	
12. Hawaii	HI	N								0	
13. Idaho	ID	N								0	
14. Illinois	IL	N								0	
15. Indiana	IN	N								0	
16. Iowa	IA	N								0	
17. Kansas	KS	N								0	
18. Kentucky	KY	N								0	
19. Louisiana	LA	N								0	
20. Maine	ME	N								0	
21. Maryland	MD	N								0	
22. Massachusetts	MA	N								0	
23. Michigan	MI	N								0	
24. Minnesota	MN	N								0	
25. Mississippi	MS	N								0	
26. Missouri	MO	N								0	
27. Montana	MT	N								0	
28. Nebraska	NE	N								0	
29. Nevada	NV	N								0	
30. New Hampshire	NH	N								0	
31. New Jersey	NJ	N								0	
32. New Mexico	NM	N								0	
33. New York	NY	N								0	
34. North Carolina	NC	N								0	
35. North Dakota	ND	N								0	
36. Ohio	OH	N								0	
37. Oklahoma	OK	N								0	
38. Oregon	OR	N								0	
39. Pennsylvania	PA	N								0	
40. Rhode Island	RI	N								0	
41. South Carolina	SC	N								0	
42. South Dakota	SD	N								0	
43. Tennessee	TN	N								0	
44. Texas	TX	N								0	
45. Utah	UT	N								0	
46. Vermont	VT	N								0	
47. Virginia	VA	N								0	
48. Washington	WA	N								0	
49. West Virginia	WV	N								0	
50. Wisconsin	WI	N								0	
51. Wyoming	WY	N								0	
52. American Samoa	AS	N								0	
53. Guam	GU	N								0	
54. Puerto Rico	PR	N								0	
55. U.S. Virgin Islands	VI	N								0	
56. Northern Mariana Islands	MP	N								0	
57. Canada	CAN	N								0	
58. Aggregate Other Aliens	OT	XXX	0	0	0	0	0	0	0	0	0
59. Subtotal	XXX		191,656,687	0	0	0	0	0	0	191,656,687	0
60. Reporting Entity Contributions for Employee Benefit Plans	XXX		2,569,818							2,569,818	
61. Totals (Direct Business)	XXX		194,226,505	0	0	0	0	0	0	194,226,505	0
DETAILS OF WRITE-INS											
58001.	XXX										
58002.	XXX										
58003.	XXX										
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX		0	0	0	0	0	0	0	0	0
58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)	XXX		0	0	0	0	0	0	0	0	0

(a) Active Status Counts:

- 1. L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG..... 1
- 2. R - Registered - Non-domiciled RRGs..... 0
- 3. E - Eligible - Reporting entities eligible or approved to write surplus lines in the state. .... 0
- 4. Q - Qualified - Qualified or accredited reinsurer..... 0
- 5. N - None of the above - Not allowed to write business in the state..... 56

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP  
PART 1 - ORGANIZATIONAL CHART**



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NOTE: Life & Specialty Ventures, LLC formed its own holding company group (Group 5050) in May 2023 and is no longer a member of the Arkansas BCBS GRP #876.

STATEMENT AS OF SEPTEMBER 30, 2023 OF THE HMO Partners, Inc

**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	Domi-ciliary Loca-tion	Relation-ship 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 Percen-tage	Ultimate Controlling Entity(ies)/Person(s)	Is an SCA Filing Re-quired? (Yes/No)	*
.0876	Arkansas BCBS Group	83470	71-0226428				USAbLe Mutal Insurance Company	AR	UDP	USAbLe Mutual Insurance Company	Board of Directors		USAbLe Mutual Insurance Company	NO	
.0876	Arkansas BCBS Group		71-0862108				Blue & You Foundation	AR	NIA	USAbLe Mutual Insurance Company	Board, Influence		USAbLe Mutual Insurance Company	NO	
.0876	Arkansas BCBS Group		71-0246079				USAbLe Corporation	AR	NIA	USAbLe Mutual Insurance Company	Ownership, Board, Influence	100.000	USAbLe Mutual Insurance Company	YES	
.0876	Arkansas BCBS Group		47-5462795				Partnership for a Healthy Arkansas LLC	AR	NIA	USAbLe Mutual Insurance Company	Ownership, Board, Influence	20.000	USAbLe Mutual Insurance Company	NO	
.0876	Arkansas BCBS Group	95442	71-0747497				HMO Partners, Inc.	AR	RE	USAbLe Mutual Insurance Company	Ownership, Board, Influence	50.000	USAbLe Mutual Insurance Company	NO	
.0876	Arkansas BCBS Group		80-0233147				Life & Specialty Ventures, LLC	DE	NIA	USAbLe Mutual Insurance Company	Ownership, Board	35.493	Life & Specialty Ventures, LLC	NO	
.0876	Arkansas BCBS Group		71-0628367				Group Service Underwriters, Inc	AR	NIA	USAbLe Corporation	Ownership, Board, Influence	100.000	USAbLe Mutual Insurance Company	NO	
.0876	Arkansas BCBS Group		46-2015297				USAbLe Partners, LLC	AR	IA	USAbLe Corporation	Ownership, Board, Influence	100.000	USAbLe Mutual Insurance Company	NO	
.0876	Arkansas BCBS Group		45-1062167				NDBH Holding Company, LLC	AR	NIA	USAbLe Corporation	Ownership, Board, Influence	10.000	USAbLe Mutual Insurance Company	NO	
.0876	Arkansas BCBS Group	16751	84-4571869				USAbLe HMO, Inc.	AR	IA	USAbLe Corporation	Ownership, Board, Influence	100.000	USAbLe Mutual Insurance Company	NO	
.0876	Arkansas BCBS Group	16750	84-4586338				USAbLe PPO Insurance Company	AR	IA	USAbLe Corporation	Ownership, Board, Influence	100.000	USAbLe Mutual Insurance Company	NO	

Asterisk	Explanation

# 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

**AUGUST FILING**

2. Will the regulator-only (non-public) Communication of Internal Control Related Matters Noted in Audit be filed with the state of domicile and electronically with the NAIC (as a regulator-only non-public document) by August 1? The response for 1st and 3rd quarters should be N/A. A NO response resulting with a bar code is only appropriate in the 2nd quarter. ....	N/A
--	-----

Explanation:

1. No Medicare Part D product.

Bar Code:

1. Medicare Part D Coverage Supplement [Document Identifier 365]



**NONE**

STATEMENT AS OF SEPTEMBER 30, 2023 OF THE HMO Partners, Inc

**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 paid and commitment fees .....		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest .....		
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 .....	11,697,097	12,908,131
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....	0	
2.2 Additional investment made after acquisition .....	148,509	95,589
3. Capitalized deferred interest and other .....	0	
4. Accrual of discount .....	0	
5. Unrealized valuation increase (decrease) .....	416,398	(1,163,651)
6. Total gain (loss) on disposals .....	(33,092)	(74,209)
7. Deduct amounts received on disposals .....	161,761	68,763
8. Deduct amortization of premium and depreciation .....	0	
9. Total foreign exchange change in book/adjusted carrying value .....	0	
10. Deduct current year's other than temporary impairment recognized .....	0	
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....	12,067,151	11,697,097
12. Deduct total nonadmitted amounts .....	2,108,462	347,265
13. Statement value at end of current period (Line 11 minus Line 12)	9,958,689	11,349,832

**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 .....	60,325,968	59,471,081
2. Cost of bonds and stocks acquired .....	9,897,101	11,430,248
3. Accrual of discount .....	40,883	135,282
4. Unrealized valuation increase (decrease) .....	(444,437)	(528,247)
5. Total gain (loss) on disposals .....	(201,504)	(68,585)
6. Deduct consideration for bonds and stocks disposed of .....	7,867,518	10,007,650
7. Deduct amortization of premium .....	53,804	117,004
8. Total foreign exchange change in book/adjusted carrying value .....	0	
9. Deduct current year's other than temporary impairment recognized .....	0	
10. Total investment income recognized as a result of prepayment penalties and/or acceleration fees .....	0	10,843
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9+10) .....	61,696,690	60,325,968
12. Deduct total nonadmitted amounts .....	2,278,228	1,107,641
13. Statement value at end of current period (Line 11 minus Line 12)	59,418,462	59,218,327

STATEMENT AS OF SEPTEMBER 30, 2023 OF THE HMO Partners, Inc

**SCHEDULE D - PART 1B**

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

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
<b>BONDS</b>								
1. NAIC 1 (a) .....	47,990,583	6,980,429	6,032,681	172,128	47,361,090	47,990,583	49,110,459	46,788,348
2. NAIC 2 (a) .....	4,400,120	439,327	517,915	(37,221)	4,807,625	4,400,120	4,284,311	4,931,440
3. NAIC 3 (a) .....	103,407	0	0	(103,407)	107,110	103,407	0	101,862
4. NAIC 4 (a) .....	0	0	0	0	0	0	0	0
5. NAIC 5 (a) .....	0	0	0	0	0	0	0	0
6. NAIC 6 (a) .....	0	0	0	0	0	0	0	0
7. Total Bonds	52,494,109	7,419,756	6,550,596	31,501	52,275,826	52,494,109	53,394,770	51,821,649
<b>PREFERRED STOCK</b>								
8. NAIC 1 .....	0	0	0	0	0	0	0	0
9. NAIC 2 .....	0	0	0	0	0	0	0	0
10. NAIC 3 .....	0	0	0	0	0	0	0	0
11. NAIC 4 .....	0	0	0	0	0	0	0	0
12. NAIC 5 .....	0	0	0	0	0	0	0	0
13. NAIC 6 .....	0	0	0	0	0	0	0	0
14. Total Preferred Stock .....	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock	52,494,109	7,419,756	6,550,596	31,501	52,275,826	52,494,109	53,394,770	51,821,649

(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 \$ 696,821 ; 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	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year-to-Date	Paid for Accrued Interest Year-to-Date
7709999999 Totals	497,141	xxx	493,329	0	0

**SCHEDULE DA - VERIFICATION**

## Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	793,768	699,776
2. Cost of short-term investments acquired .....	1,086,423	1,588,239
3. Accrual of discount .....	14,392	3,967
4. Unrealized valuation increase (decrease) .....	0	0
5. Total gain (loss) on disposals .....	(154)	(597)
6. Deduct consideration received on disposals .....	1,397,288	1,497,618
7. Deduct amortization of premium .....	0	0
8. Total foreign exchange change in book/adjusted carrying value .....	0	0
9. Deduct current year's other than temporary impairment recognized .....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	497,141	793,768
11. Deduct total nonadmitted amounts .....	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	497,141	793,768

Schedule DB - Part A - Verification - Options, Caps, Floors, Collars, Swaps and Forwards

**N O N E**

Schedule DB - Part B - Verification - Futures Contracts

**N O N E**

Schedule DB - Part C - Section 1 - Replication (Synthetic Asset) Transactions (RSATs) Open

**N O N E**

Schedule DB-Part C-Section 2-Reconciliation of Replication (Synthetic Asset) Transactions Open

**N O N E**

Schedule DB - Verification - Book/Adjusted Carrying Value, Fair Value and Potential Exposure of  
Derivatives

**N O N E**

**SCHEDULE E - PART 2 - VERIFICATION**

(Cash Equivalents)

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	1,824,991	1,673,777
2. Cost of cash equivalents acquired .....	26,908,482	40,191,498
3. Accrual of discount .....	23,586	1,687
4. Unrealized valuation increase (decrease) .....	0	0
5. Total gain (loss) on disposals .....	(95)	30
6. Deduct consideration received on disposals .....	26,916,524	40,042,001
7. Deduct amortization of premium .....	0	0
8. Total foreign exchange change in book/adjusted carrying value .....	0	0
9. Deduct current year's other than temporary impairment recognized .....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	1,840,441	1,824,991
11. Deduct total nonadmitted amounts .....	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	1,840,441	1,824,991

Schedule A - Part 2 - Real Estate Acquired and Additions Made

**N O N E**

Schedule A - Part 3 - Real Estate Disposed

**N O N E**

Schedule B - Part 2 - Mortgage Loans Acquired and Additions Made

**N O N E**

Schedule B - Part 3 - Mortgage Loans Disposed, Transferred or Repaid

**N O N E**

STATEMENT AS OF SEPTEMBER 30, 2023 OF THE HMO Partners, Inc

**SCHEDULE BA - PART 2**

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

1 CUSIP Identification	2 Name or Description	Location		5 Name of Vendor or General Partner	6 NAIC Designation, NAIC Designation Modifier and SVO Admini- strative Symbol	7 Date Originally Acquired	8 Type and Strategy	9 Actual Cost at Time of Acquisition	10 Additional Investment Made After Acquisition	11 Amount of Encumbrances	12 Commitment for Additional Investment	13 Percentage of Ownership
		3 City	4 State									
97M5CM-3D-9	BABSON CAPITAL FLOATING RATE INCOME FUND		US	Barings		03/29/2018		0	57,205	0	0	0.000
2399999. Joint Venture Interests - Mortgage Loans - Unaffiliated								0	57,205	0	0	XXX
6099999. Total - Unaffiliated								0	57,205	0	0	XXX
6199999. Total - Affiliated								0	0	0	0	XXX
6299999 - Totals								0	57,205	0	0	XXX

**SCHEDULE BA - PART 3**

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

1 CUSIP Identification	2 Name or Description	Location		5 Name of Purchaser or Nature of Disposal	6 Date Originally Acquired	7 Disposal Date	8 Book/ Adjusted Carrying Value Less Encum- brances, Prior Year	Change in Book/Adjusted Carrying Value						15 Book/ Adjusted Carrying Value Less Encum- brances on Disposal	16 Consid- eration	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Invest- ment Income	
		3 City	4 State					9 Unrealized Valuation Increase (De- crease)	10 Current Year's (Depre- ciation) or (Amorti- zation)/ Accretion	11 Current Year's Other Than Temporary Impair- ment Recogn- ized	12 Capital- ized Deferred Interest and Other	13 Total Change in Book/ Adjusted Carrying Value (9+10- 11+12)	14 Total Foreign Exchange Change in Book/ Adjusted Carrying Value							
97M5CM-3D-9	BABSON CAPITAL FLOATING RATE INCOME FUND		US	Barings	03/29/2018	07/17/2023	73,476	0	0	0	0	0	0	73,476	62,754	0	(10,722)	(10,722)	0	
2399999. Joint Venture Interests - Mortgage Loans - Unaffiliated								73,476	0	0	0	0	0	73,476	62,754	0	(10,722)	(10,722)	0	
6099999. Total - Unaffiliated								73,476	0	0	0	0	0	73,476	62,754	0	(10,722)	(10,722)	0	
6199999. Total - Affiliated								0	0	0	0	0	0	0	0	0	0	0	0	0
6299999 - Totals								73,476	0	0	0	0	0	73,476	62,754	0	(10,722)	(10,722)	0	

STATEMENT AS OF SEPTEMBER 30, 2023 OF THE HMO Partners, Inc

**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, NAIC Designation Modifier and SVO Administrative Symbol	
91282C-HQ-7	UNITED STATES TREASURY		08/18/2023	J.P. MORGAN SECURITIES LLC		1,484,297	1,500,000	3,531	1.A FE	
91282C-HW-4	UNITED STATES TREASURY		09/13/2023	GOLDMAN SACHS & CO.		493,848	500,000	850	1.A FE	
91282C-HY-0	UNITED STATES TREASURY		09/28/2023	MIZUHO SECURITIES USA INC.		397,031	400,000	712	1.A FE	
0109999999	Subtotal - Bonds - U.S. Governments						2,375,176	2,400,000	5,092	XXX
31418E-XF-2	FN MA5177 - RMBS		09/22/2023	MORGAN STANLEY & CO. LLC		361,906	400,000	1,111	1.A	
0909999999	Subtotal - Bonds - U.S. Special Revenues						361,906	400,000	1,111	XXX
03027X-CF-5	AMERICAN TOWER CORP		09/12/2023	RBC CAPITAL MARKETS, LLC		199,298	200,000	0	2.C FE	
05377R-HM-9	AESOP 2023-8 A - RMBS		09/12/2023	BOFA SECURITIES, INC		199,922	200,000	0	1.A FE	
06051G-LU-1	BANK OF AMERICA CORP		09/13/2023	BNP PARIBAS SEC CORP/BOND		201,052	200,000	0	1.E FE	
06675F-BB-2	BANQUE FEDERATIVE DU CREDIT MUTUEL SA	C.	07/05/2023	MORGAN STANLEY & CO. LLC		200,000	200,000	0	1.D FE	
126117-AX-8	CNA FINANCIAL CORP		08/02/2023	WELLS FARGO SECURITIES, LLC		48,375	50,000	550	2.A FE	
172967-PA-3	CITIGROUP INC		09/13/2023	DEUTSCHE BANK SECURITIES, INC.		411,640	400,000	8,221	1.G FE	
210518-DV-5	CONSUMERS ENERGY CO		07/31/2023	MITSUBISHI UFJ SECURITIES (USA), INC.		249,875	250,000	0	1.E FE	
40139L-BH-5	GUARDIAN LIFE GLOBAL FUNDING		09/27/2023	BOFA SECURITIES, INC		200,000	200,000	0	1.B FE	
61747Y-ED-3	MORGAN STANLEY		09/13/2023	MORGAN STANLEY & CO. LLC		311,136	400,000	1,343	1.E FE	
649840-CU-7	NEW YORK STATE ELECTRIC & GAS CORP		08/03/2023	MITSUBISHI UFJ SECURITIES (USA), INC.		199,592	200,000	0	1.G FE	
74340X-CH-2	PROLOGIS LP		08/24/2023	WELLS FARGO SECURITIES, LLC		194,722	200,000	1,708	1.G FE	
92343V-GT-5	VERIZON COMMUNICATIONS INC		09/13/2023	BARCLAYS CAPITAL INC.		191,654	200,000	3,535	2.A FE	
1109999999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)						2,607,266	2,700,000	15,357	XXX
2509999997	Total - Bonds - Part 3						5,344,348	5,500,000	21,561	XXX
2509999998	Total - Bonds - Part 5						XXX	XXX	XXX	XXX
2509999999	Total - Bonds						5,344,348	5,500,000	21,561	XXX
4509999997	Total - Preferred Stocks - Part 3						0	XXX	0	XXX
4509999998	Total - Preferred Stocks - Part 5						XXX	XXX	XXX	XXX
4509999999	Total - Preferred Stocks						0	XXX	0	XXX
46636U-B7-6	JPMORGAN EQUITY INC R6		09/28/2023	U.S. Bank		2,517,610	55,925	0		
5329999999	Subtotal - Common Stocks - Mutual Funds - Designations Not Assigned by the SVO						55,925	XXX	0	XXX
5989999997	Total - Common Stocks - Part 3						55,925	XXX	0	XXX
5989999998	Total - Common Stocks - Part 5						XXX	XXX	XXX	XXX
5989999999	Total - Common Stocks						55,925	XXX	0	XXX
5999999999	Total - Preferred and Common Stocks						55,925	XXX	0	XXX
6009999999	Totals						5,400,273	XXX	21,561	XXX

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STATEMENT AS OF SEPTEMBER 30, 2023 OF THE HMO Partners, Inc

**SCHEDULE D - PART 4**

Show All Long-Term Bonds and Stock 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	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	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, NAIC Designation Modifier and SVO Administrative Symbol
..38378U-BL-4	GNR 2015-H04 FA - CMO/RMBS		09/20/2023	Paydown		2,191	2,191	2,204	2,235	0	15	0	15	0	2,250	0	(59)	(59)	63	12/20/2064	1.A
..91282C-DG-3	UNITED STATES TREASURY		09/28/2023	CITIGROUP GLOBAL MARKETS INC.		357,391	400,000	398,547	398,871	0	215	0	215	0	399,086	0	(41,695)	(41,695)	4,109	10/31/2026	1.A
<b>0109999999 Subtotal - Bonds - U.S. Governments</b>						359,581	402,191	400,751	401,106	0	230	0	230	0	401,336	0	(41,754)	(41,754)	4,171	XXX	XXX
..748148-PB-3	QUEBEC, PROVINCE OF	C	07/15/2023	Maturity @ 100.00		600,000	600,000	744,066	614,955	0	(14,955)	0	(14,955)	0	600,000	0	0	0	45,000	07/15/2023	1.D FE
<b>0309999999 Subtotal - Bonds - All Other Governments</b>						600,000	600,000	744,066	614,955	0	(14,955)	0	(14,955)	0	600,000	0	0	0	45,000	XXX	XXX
..605581-HK-6	MISSISSIPPI ST		09/13/2023	BOFA SECURITIES, INC		248,590	250,000	250,000	250,000	0	0	0	0	0	250,000	0	(1,410)	(1,410)	5,583	12/01/2023	1.C FE
<b>0509999999 Subtotal - Bonds - U.S. States, Territories and Possessions</b>						248,590	250,000	250,000	250,000	0	0	0	0	0	250,000	0	(1,410)	(1,410)	5,583	XXX	XXX
..01026C-AC-5	ALABAMA ECONOMIC SETTLEMENT AUTH BP SETT		09/15/2023	Call @ 100.00		15,000	15,000	15,097	15,043	0	(11)	0	(11)	0	15,032	0	(32)	(32)	474	09/15/2025	1.6 FE
..3128MJ-3I-8	FH G08812 - RMBS		09/01/2023	Paydown		19,911	19,911	19,132	18,716	0	21	0	21	0	18,737	0	1,174	1,174	377	04/01/2048	1.A
..3132DN-3L-7	FH SD0803 - RMBS		09/01/2023	Paydown		12,101	12,101	12,196	12,192	0	(2)	0	(2)	0	12,190	0	(89)	(89)	235	01/01/2052	1.A
..3132DN-B7-7	FH SD0962 - RMBS		09/01/2023	Paydown		14,578	14,578	13,344	0	0	2	0	2	0	13,346	0	1,232	1,232	110	04/01/2052	1.A
..3132DV-3M-5	FH SD8004 - RMBS		09/01/2023	Paydown		1,204	1,204	1,219	1,250	0	1	0	1	0	1,251	0	(46)	(46)	24	08/01/2049	1.A
..3132DV-4W-2	FH SD8037 - RMBS		09/01/2023	Paydown		9,634	9,634	9,584	9,557	0	1	0	1	0	9,558	0	76	76	160	01/01/2050	1.A
..3132DV-7J-8	FH SD8097 - RMBS		09/01/2023	Paydown		8,147	8,147	8,375	8,410	0	(6)	0	(6)	0	8,404	0	(257)	(257)	108	08/01/2050	1.A
..3132DV-A6-0	FH SD8129 - RMBS		09/01/2023	Paydown		6,164	6,164	6,454	6,506	0	(6)	0	(6)	0	6,499	0	(335)	(335)	103	02/01/2051	1.A
..3132DV-AP-8	FH SD8114 - RMBS		09/01/2023	Paydown		1,127	1,127	1,181	1,192	0	(1)	0	(1)	0	1,191	0	(64)	(64)	19	12/01/2050	1.A
..3132DV-BU-6	FH SD8151 - RMBS		09/01/2023	Paydown		4,619	4,619	4,783	4,787	0	(4)	0	(4)	0	4,783	0	(164)	(164)	77	06/01/2051	1.A
..3132DV-CC-5	FH SD8167 - RMBS		09/01/2023	Paydown		13,760	13,760	14,196	14,192	0	(9)	0	(9)	0	14,182	0	(423)	(423)	230	09/01/2051	1.A
..3132DV-CP-6	FH SD8178 - RMBS		09/01/2023	Paydown		4,901	4,901	5,035	5,032	0	(3)	0	(3)	0	5,029	0	(128)	(128)	81	11/01/2051	1.A
..3132DV-DT-7	FH SD8214 - RMBS		09/01/2023	Paydown		12,704	12,704	12,343	12,353	0	9	0	9	0	12,362	0	342	342	296	05/01/2052	1.A
..3132DV-E3-3	FH SD8254 - RMBS		09/01/2023	Paydown		3,384	3,384	3,105	3,109	0	8	0	8	0	3,117	0	267	267	68	10/01/2052	1.A
..3132DV-EG-4	FH SD8235 - RMBS		09/01/2023	Paydown		12,684	12,684	12,026	12,038	0	19	0	19	0	12,057	0	627	627	255	08/01/2052	1.A
..3132XY-XM-4	FH 056083 - RMBS		09/01/2023	Paydown		1,776	1,776	1,751	1,725	0	(1)	0	(1)	0	1,724	0	52	52	37	05/01/2048	1.A
..3133KN-K6-9	FH RA6617 - RMBS		09/01/2023	Paydown		6,506	6,506	6,399	6,402	0	2	0	2	0	6,404	0	102	102	106	01/01/2052	1.A
..3136BC-PR-5	FNR 2020-079 JA - CMO/RMBS		09/01/2023	Paydown		6,521	6,521	6,683	6,654	0	(6)	0	(6)	0	6,649	0	(128)	(128)	65	11/25/2050	1.A
..31418C-NE-0	FN MA3088 - RMBS		09/01/2023	Paydown		8,745	8,745	8,886	9,044	0	6	0	6	0	9,050	0	(305)	(305)	228	08/01/2047	1.A
..31418C-U7-7	FN MA3305 - RMBS		09/01/2023	Paydown		7,822	7,822	7,744	7,694	0	(1)	0	(1)	0	7,693	0	129	129	179	03/01/2048	1.A
..31418C-V2-7	FN MA3332 - RMBS		09/01/2023	Paydown		10,104	10,104	10,003	9,937	0	(2)	0	(2)	0	9,935	0	169	169	231	04/01/2048	1.A
..31418D-2N-1	FN MA4380 - RMBS		09/01/2023	Paydown		13,747	13,747	14,428	14,511	0	(6)	0	(6)	0	14,505	0	(758)	(758)	277	07/01/2051	1.A
..31418D-6A-5	FN MA4464 - RMBS		09/01/2023	Paydown		3,503	3,503	2,722	2,729	0	21	0	21	0	2,751	0	753	753	35	11/01/2051	1.A
..31418D-7F-3	FN MA4493 - RMBS		09/01/2023	Paydown		8,514	8,514	8,714	8,709	0	(5)	0	(5)	0	8,704	0	(190)	(190)	141	12/01/2051	1.A
..31418D-FF-4	FN MA3765 - RMBS		09/01/2023	Paydown		1,041	1,041	1,046	1,055	0	0	0	0	0	1,055	0	(14)	(14)	17	09/01/2049	1.A
..31418D-GK-2	FN MA3801 - RMBS		09/01/2023	Paydown		780	780	776	780	0	0	0	0	0	774	0	6	6	13	10/01/2049	1.A
..31418D-GM-8	FN MA3803 - RMBS		09/01/2023	Paydown		14,133	14,133	14,586	15,511	0	28	0	28	0	15,539	0	(1,407)	(1,407)	331	10/01/2049	1.A
..31418D-GN-6	FN MA3804 - RMBS		09/01/2023	Paydown		4,302	4,302	4,493	4,814	0	12	0	12	0	4,825	0	(524)	(524)	116	10/01/2049	1.A
..31418D-KT-8	FN MA3905 - RMBS		09/01/2023	Paydown		31,748	31,748	32,339	33,169	0	7	0	7	0	33,176	0	(1,428)	(1,428)	631	01/01/2050	1.A
..31418D-Q7-0	FN MA4077 - RMBS		09/01/2023	Paydown		8,207	8,207	8,381	8,411	0	(5)	0	(5)	0	8,406	0	(199)	(199)	109	07/01/2050	1.A
..31418D-UG-5	FN MA4182 - RMBS		09/01/2023	Paydown		6,695	6,695	6,908	6,913	0	(5)	0	(5)	0	6,908	0	(213)	(213)	89	11/01/2050	1.A
..31418D-V7-4	FN MA4237 - RMBS		09/01/2023	Paydown		8,209	8,209	8,424	8,425	0	(5)	0	(5)	0	8,420	0	(211)	(211)	109	01/01/2051	1.A
..31418D-WS-7	FN MA4256 - RMBS		09/01/2023	Paydown		6,678	6,678	6,992	7,052	0	(6)	0	(6)	0	7,046	0	(368)	(368)	113	02/01/2051	1.A
..31418D-XK-3	FN MA4281 - RMBS		09/01/2023	Paydown		3,570	3,570	3,683	3,681	0	(1)	0	(1)	0	3,679	0	(109)	(109)	47	03/01/2051	1.A
..31418D-ZW-5	FN MA4356 - RMBS		09/01/2023	Paydown		4,577	4,577	4,743	4,743	0	(4)	0	(4)	0	4,739	0	(163)	(163)	76	06/01/2051	1.A
..31418E-E3-0	FN MA4653 - RMBS		09/01/2023	Paydown		2,609	2,609	2,295	2,299	0	9	0	9	0	2,308	0	301	301	52	07/01/2052	1.A
..31418E-N5-5	FN MA4911 - RMBS		09/01/2023	Paydown		2,083	2,083	1,838	0	0	9	0	9	0	1,847	0	235	235	37	12/01/2052	1.A
..31418E-PS-3	FN MA4932 - RMBS		09/01/2023	Paydown		2,777	2,777	2,501	0	0	5	0	5	0	2,506	0	271	271	41	01/01/2053	1.A

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STATEMENT AS OF SEPTEMBER 30, 2023 OF THE HMO Partners, Inc

**SCHEDULE D - PART 4**

Show All Long-Term Bonds and Stock 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	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in Book/Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	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, NAIC Designation Modifier and SVO Administrative Symbol
..650035-4W-5	NEW YORK ST URBAN DEV CORP REV		08/08/2023	BOFA SECURITIES, INC		96,271	100,000	104,276	102,274	0	(416)	0	(416)	0	101,859	0	(5,588)	(5,588)	2,862	03/15/2026	1.B FE
0909999999	Subtotal - Bonds - U.S. Special Revenues					400,834	404,563	408,680	390,904	0	(345)	0	(345)	0	408,243	0	(7,409)	(7,409)	8,560	XXX	XXX
..04002V-AA-9	AREIT 220RE6 A - CMBS	C	09/18/2023	Paydown		7,994	7,994	7,994	7,994	0	0	0	0	0	7,994	0	0	0	342	01/19/2037	1.A FE
..06051F-GS-3	BANK OF AMERICA CORP		09/13/2023	MORGAN STANLEY & CO. LLC		291,015	300,000	297,525	299,038	0	254	0	254	0	299,291	0	(8,276)	(8,276)	13,046	08/01/2025	1.G FE
..06054M-AC-7	BACM 2016-UBS10 ASB - CMBS		09/01/2023	Paydown		11,757	11,757	11,534	11,666	0	16	0	16	0	11,681	0	76	76	237	07/16/2049	1.A FE
..12515G-AE-7	CD 2017-CD3 AAB - CMBS		09/01/2023	Paydown		5,063	5,063	5,029	5,047	0	2	0	2	0	5,049	0	15	15	116	02/11/2050	1.A FE
..12555D-AB-1	CIM 2019-INV1 A2 - CMO/RMBS		09/25/2023	Paydown		433	433	432	444	0	2	0	2	0	446	0	(13)	(13)	17	02/25/2049	1.A FE
..12661X-AC-6	CSMC 211NV1 A3 - CMO/RMBS		09/25/2023	Paydown		1,139	1,139	1,165	1,162	0	(1)	0	(1)	0	1,161	0	(21)	(21)	18	07/25/2056	1.A FE
..17290F-BA-6	CMLT1 221NV1 A3B - CMO/RMBS		09/25/2023	Paydown		6,254	6,254	6,220	6,219	0	1	0	1	0	6,220	0	34	34	125	11/27/2051	1.A FE
..17290Y-AS-7	CGCMT 2016-C1 AAB - CMBS		09/01/2023	Paydown		5,462	5,462	5,330	5,420	0	7	0	7	0	5,427	0	35	35	109	05/12/2049	1.A FE
..17291D-AE-3	CGCMT 2018-C5 AAB - CMBS		09/01/2023	Paydown		4,503	4,503	4,638	4,556	0	(8)	0	(8)	0	4,548	0	(45)	(45)	124	06/12/2051	1.A FE
..172967-KG-5	CITIGROUP INC		09/13/2023	J.P. MORGAN SECURITIES		238,750	250,000	242,648	246,821	0	707	0	707	0	247,528	0	(8,778)	(8,778)	10,869	01/12/2026	1.G FE
..19688G-AA-1	COLT 2021-4 A1 - CMO/RMBS		09/01/2023	Paydown		1,606	1,606	1,606	1,606	0	0	0	0	0	1,606	0	0	0	15	10/25/2066	1.A FE
..20268A-AA-0	CBSLT 21BGS A - ABS		09/25/2023	Paydown		5,253	5,253	5,252	5,252	0	0	0	0	0	5,252	0	1	1	41	09/25/2051	1.A FE
..24381W-AC-2	DRMT 2021-2 A3 - CMO/RMBS		09/01/2023	Paydown		3,629	3,629	3,629	3,630	0	0	0	0	0	3,629	0	0	0	28	04/26/2066	1.E FE
..26829G-AA-6	ECMC 2018-2 A - ABS		09/25/2023	Paydown		2,407	2,407	2,404	2,527	0	1	0	1	0	2,528	0	(121)	(121)	94	09/25/2068	1.B FE
..26833R-AB-4	ECMC 2021-1 A1B - ABS		09/25/2023	Paydown		6,743	6,743	6,743	6,743	0	0	0	0	0	6,743	0	0	0	245	11/25/2070	1.B FE
..28628B-AA-6	ELFI 2021-A A - ABS		09/25/2023	Paydown		5,218	5,218	5,217	5,217	0	0	0	0	0	5,217	0	1	1	53	12/26/2046	1.A FE
..36168K-AA-5	GCAT 2021-NOM5 A1 - CMO/RMBS		09/01/2023	Paydown		5,030	5,030	5,029	5,029	0	1	0	1	0	5,029	0	0	0	43	07/26/2066	1.A FE
..36263K-AB-7	GSMB 211NV1 A2 - CMO/RMBS		09/01/2023	Paydown		1,447	1,447	1,480	1,479	0	(2)	0	(2)	0	1,476	0	(29)	(29)	21	12/26/2051	1.A FE
..458140-BD-1	INTEL CORP		09/13/2023	GOLDMAN SACHS & CO.		294,384	300,000	303,324	300,686	0	(403)	0	(403)	0	300,283	0	(5,899)	(5,899)	7,283	05/11/2024	1.F FE
..459200-AR-2	INTERNATIONAL BUSINESS MACHINES CORP		09/18/2023	Various		416,193	400,000	491,584	454,898	0	(8,109)	0	(8,109)	0	446,789	0	(30,596)	(30,596)	28,197	08/01/2027	1.G FE
..46644Y-AU-4	JPMBB 2015-C31 A3 - CMBS		08/01/2023	Paydown		481	481	483	480	0	0	0	0	0	480	0	1	1	12	08/17/2048	1.A FE
..552751-AA-7	MFRA 20NQM2 A1 - CMO/RMBS		09/01/2023	Paydown		3,423	3,423	3,423	3,423	0	0	0	0	0	3,423	0	0	0	31	04/27/2065	1.A FE
..552754-AA-1	MFRA 2020-NOM1 A1 - CMO/RMBS		09/01/2023	Paydown		2,225	2,225	2,225	2,225	0	114	0	114	0	2,339	0	(114)	(114)	22	03/25/2065	1.A FE
..59981B-AC-8	MCMLT 19GS1 A1 - CMO/RMBS		09/25/2023	Paydown		1,985	1,985	1,994	1,986	0	(1)	0	(1)	0	1,985	0	0	0	36	07/25/2059	1.A FE
..61690Y-BS-0	MSC 2016-BNK2 ASB - CMBS		09/01/2023	Paydown		15,378	15,378	14,835	15,198	0	29	0	29	0	15,227	0	151	151	267	11/18/2049	1.A FE
..617446-BC-6	MORGAN STANLEY		09/13/2023	NatWest Markets		48,378	50,000	49,975	49,975	0	7	0	7	0	49,981	0	(1,603)	(1,603)	2,289	07/23/2025	1.G FE
..61747Y-ET-8	MORGAN STANLEY		09/13/2023	BOFA SECURITIES, INC		195,124	200,000	200,000	200,000	0	0	0	0	0	200,000	0	(4,876)	(4,876)	10,788	07/17/2026	1.E FE
..61767Y-AW-0	MSC 2018-H3 ASB - CMBS		09/01/2023	Paydown		4,837	4,837	4,982	4,893	0	(10)	0	(10)	0	4,883	0	(46)	(46)	133	07/17/2051	1.A FE
..63939K-AC-3	NAVSL 2015-B A3 - ABS		09/15/2023	Paydown		12,785	12,785	12,782	12,863	0	(21)	0	(21)	0	12,842	0	(58)	(58)	547	07/16/2040	1.A FE
..64352V-NY-3	NCHET 2005-C A2D - RMBS		09/25/2023	Paydown		6,130	6,130	6,067	6,189	0	(33)	0	(33)	0	6,156	0	(25)	(25)	140	12/25/2035	1.F FE
..64828X-AA-1	NRZT 2020-RPL1 A1 - CMO/RMBS		09/01/2023	Paydown		3,961	3,961	4,024	4,020	0	(7)	0	(7)	0	4,013	0	(52)	(52)	72	11/25/2059	1.A FE
..64829V-AA-4	NRZT 18RPL1 A1 - CMO/RMBS		09/01/2023	Paydown		3,330	3,330	3,569	3,330	0	(2)	0	(2)	0	3,558	0	(229)	(229)	78	12/26/2057	1.A FE
..66389X-AS-4	ORACLE CORP		07/15/2023	Maturity @ 100.00		300,000	300,000	304,896	300,624	0	(624)	0	(624)	0	300,000	0	0	0	10,875	07/15/2023	2.B FE
..69290L-AA-5	PPP 217 A - CMBS	C	08/16/2023	Paydown		7,682	7,682	7,682	7,682	0	0	0	0	0	7,682	0	0	0	301	04/16/2038	1.A FE
..78445Q-AE-1	SILMA 2010-C A5 - ABS		09/15/2023	Paydown		3,545	3,545	3,831	3,827	0	(28)	0	(28)	0	3,799	0	(254)	(254)	230	10/15/2041	1.A FE
..78449D-AB-2	SMB 2020-PT-B A2A - ABS		09/25/2023	Paydown		7,057	7,057	7,070	7,069	0	0	0	0	0	7,069	0	(12)	(12)	76	09/15/2054	1.A FE
..78449V-AC-0	SMB 2020-PT-A A2B - ABS		09/25/2023	Paydown		6,955	6,955	6,706	7,084	0	20	0	20	0	7,104	0	(149)	(149)	268	09/15/2054	1.A FE
..830867-AA-5	SKYMILES IP LTD		07/20/2023	Call @ 100.00		16,681	16,681	17,849	17,511	0	(158)	0	(158)	0	17,352	0	(671)	(671)	563	10/20/2025	2.B FE
..85573H-AA-8	STAR 212 A1 - CMO/RMBS		09/01/2023	Paydown		4,046	4,046	4,046	4,046	0	0	0	0	0	4,046	0	0	0	26	05/25/2065	1.A FE
..85573M-AA-7	STAR 2020-3 A1 - CMO/RMBS		09/01/2023	Paydown		906	906	906	906	0	2	0	2	0	907	0	(2)	(2)	9	04/25/2065	1.A FE
..85747B-BC-6	STATE STREET CORP		09/13/2023			99,442	100,000	100,000	100,000	0	0	0	0	0	100,000	0	(558)	(558)	2,958	12/03/2024	1.E FE
..89177B-AA-3	TPMT 2019-1 A1 - RMBS		09/01/2023	Paydown		4,272	4,272	4,600	4,538	0	(29)	0	(29)	0	4,508	0	(236)	(236)	111	03/25/2058	1.A FE

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STATEMENT AS OF SEPTEMBER 30, 2023 OF THE HMO Partners, Inc

**SCHEDULE D - PART 4**

Show All Long-Term Bonds and Stock 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-foreign	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	Other Than Temporary Impairment Recognized	Total Change in Book/Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	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, NAIC Designation Modifier and SVO Administrative Symbol	
..89177H-AA-0	TPMT 2019-HY2 A1 - RMBS		09/25/2023	Paydown		5,756	5,756	5,800	5,968	0	(4)	0	(4)	0	5,964	0	(208)	(208)	176	05/25/2058	1.A FE	
..89177X-AA-5	TPMT 2019-HY3 A1A - RMBS		09/25/2023	Paydown		1,867	1,867	1,869	1,925	0	(5)	0	(5)	0	1,920	0	(53)	(53)	62	10/27/2059	1.A FE	
..90331H-NV-1	US BANK NA		07/24/2023	Maturity @ 100.00		250,000	250,000	249,750	249,970	0	30	0	30	0	250,000	0	0	0	8,500	07/24/2023	1.F FE	
..90931E-AA-2	UAL A - ABS		08/25/2023	Paydown		2,307	2,307	2,307	2,307	0	0	0	0	0	2,307	0	0	0	105	08/25/2033	2.C FE	
..90931G-AA-7	UNITED AIRLINES PASS THROUGH TRUST 2020-		07/15/2023	Paydown		3,585	3,585	3,984	3,909	0	(29)	0	(29)	0	3,879	0	(294)	(294)	158	04/15/2029	1.G FE	
..92343V-EN-0	VERIZON COMMUNICATIONS INC		09/13/2023	J.P. MORGAN SECURITIES LLC		193,668	200,000	192,478	197,422	0	834	0	834	0	198,256	0	(4,588)	(4,588)	7,315	02/15/2025	2.A FE	
..92538E-AA-5	VERUS 2021-R3 A1 - CMO/RMBS		09/01/2023	Paydown		2,858	2,858	2,858	2,859	0	0	0	0	0	2,858	0	0	0	19	04/25/2064	1.A FE	
..92538G-AA-0	VERUS 2021-8 A1 - CMO/RMBS		09/01/2023	Paydown		4,356	4,356	4,373	4,373	0	27	0	27	0	4,400	0	(44)	(44)	56	11/26/2066	1.A FE	
..94989Y-BA-0	WFCM 2016-C32 ASB - CMBS		09/01/2023	Paydown		5,368	5,368	5,331	5,349	0	3	0	3	0	5,352	0	16	16	117	01/17/2059	1.A FE	
1109999999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					2,532,667	2,555,713	2,639,419	2,607,609	0	(7,419)	0	(7,419)	0	2,600,190	0	(67,523)	(67,523)	107,365	XXX	XXX	
2509999997	Total - Bonds - Part 4					4,141,673	4,212,467	4,442,916	4,264,575	0	(22,490)	0	(22,490)	0	4,259,769	0	(118,096)	(118,096)	170,679	XXX	XXX	
2509999998	Total - Bonds - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
2509999999	Total - Bonds					4,141,673	4,212,467	4,442,916	4,264,575	0	(22,490)	0	(22,490)	0	4,259,769	0	(118,096)	(118,096)	170,679	XXX	XXX	
4509999997	Total - Preferred Stocks - Part 4					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX	
4509999998	Total - Preferred Stocks - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
4509999999	Total - Preferred Stocks					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX	
5989999997	Total - Common Stocks - Part 4					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX	
5989999998	Total - Common Stocks - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
5989999999	Total - Common Stocks					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX	
5999999999	Total - Preferred and Common Stocks					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX	
6009999999	Totals					4,141,673	XXX	4,442,916	4,264,575	0	(22,490)	0	(22,490)	0	4,259,769	0	(118,096)	(118,096)	170,679	XXX	XXX	

E05.2

Schedule DB - Part A - Section 1 - Options, Caps, Floors, Collars, Swaps and Forwards Open

**N O N E**

Schedule DB - Part B - Section 1 - Futures Contracts Open

**N O N E**

Schedule DB - Part B - Section 1B - Brokers with whom cash deposits have been made

**N O N E**

Schedule DB - Part D - Section 1 - Counterparty Exposure for Derivative Instruments Open

**N O N E**

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged By

**N O N E**

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged To

**N O N E**

Schedule DB - Part E - Derivatives Hedging Variable Annuity Guarantees

**N O N E**

Schedule DL - Part 1 - Reinvested Collateral Assets Owned

**N O N E**

Schedule DL - Part 2 - Reinvested Collateral Assets Owned

**N O N E**



