



HEALTH QUARTERLY STATEMENT

As of September 30, 2020
of the Condition and Affairs of the

HMO Partners, Inc

NAIC Group Code.....876, 876 (Current Period) (Prior Period)	NAIC Company Code..... 95442	Employer's ID Number..... 71-0747497
Organized under the Laws of Arkansas	State of Domicile or Port of Entry Arkansas	Country of Domicile US
Licensed as Business Type Health Maintenance Organization	Is HMO Federally Qualified? Yes [X] No []	
Incorporated/Organized..... November 8, 1993	Commenced Business..... January 1, 1994	
Statutory Home Office	320 West Capitol .. Little Rock .. AR .. US .. 72203-8069 (Street and Number) (City or Town, State, Country and Zip Code)	
Main Administrative Office	320 West Capitol .. Little Rock .. AR .. US .. 72203-8069 (Street and Number) (City or Town, State, Country and Zip Code)	501-221-1800 (Area Code) (Telephone Number)
Mail Address	320 West Capitol .. Little Rock .. AR .. US .. 72203-8069 (Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)	
Primary Location of Books and Records	601 S. Gaines .. Little Rock .. AR .. US .. 72201 (Street and Number) (City or Town, State, Country and Zip Code)	501-378-2000 (Area Code) (Telephone Number)
Internet Web Site Address	healthadvantage-hmo.com	
Statutory Statement Contact	Scott Bradley Winter (Name) sbwinter@arkbluecross.com (E-Mail Address)	501-399-3951 (Area Code) (Telephone Number) (Extension) 501-378-3258 (Fax Number)

OFFICERS

Name	Title	Name	Title
1. Gray Donald Dillard	Treasurer/CFO	2. Scott Bradley Winter	Assistant Treasurer
3. Timothy Gerard Gauger	Secretary	4. John Charles Glassford Jr	President/CEO

OTHER

Troy Russell Wells	Vice Chairman	Steven Aaron Spaulding	Chairman
--------------------	---------------	------------------------	----------

DIRECTORS OR TRUSTEES

James Robert Bailey	Curtis Edwin Barnett	Brent William Beaulieu	Gray Donald Dillard
Lavanda Moore Gangluff APN	John Charles Glassford Jr.	Richard Loyd Gore DDS	Matthew Ridgway Jones
Calvin Eugene Kellogg	Charles Edgar Phillips MD	Tonya Renee Robertson	Steven Aaron Spaulding
Sherman Ellis Tate	Troy Russell Wells		

State of..... Arkansas
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.

(Signature)	(Signature)	(Signature)
Gray Donald Dillard	Scott Bradley Winter	Timothy Gerard Gauger
1. (Printed Name)	2. (Printed Name)	3. (Printed Name)
Treasurer/CFO	Assistant Treasurer	Secretary
(Title)	(Title)	(Title)

Subscribed and sworn to before me	a. Is this an original filing?	Yes [X] No []
This _____ day of _____	b. If no:	1. State the amendment number
_____		2. Date filed
		3. Number of pages attached

Statement as of September 30, 2020 of the

HMO Partners, Inc

ASSETS

	Current Statement Date			4
	1	2	3	
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Prior Year Net Admitted Assets
1. Bonds.....	57,764,657		57,764,657	54,037,018
2. Stocks:				
2.1 Preferred stocks.....			0	
2.2 Common stocks.....	7,615,881	632,531	6,983,350	6,993,681
3. Mortgage loans on real estate:				
3.1 First liens.....			0	
3.2 Other than first liens.....			0	
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....			0	
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			0	
4.3 Properties held for sale (less \$.....0 encumbrances).....			0	
5. Cash (\$.....27,716,136), cash equivalents (\$.....5,975,359) and short-term investments (\$.....0).....	33,691,496		33,691,496	41,986,748
6. Contract loans (including \$.....0 premium notes).....			0	
7. Derivatives.....			0	
8. Other invested assets.....	11,281,420	1,097,342	10,184,078	11,470,775
9. Receivables for securities.....			0	
10. Securities lending reinvested collateral assets.....			0	
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	110,353,453	1,729,874	108,623,580	114,488,222
13. Title plants less \$.....0 charged off (for Title insurers only).....			0	
14. Investment income due and accrued.....	296,917		296,917	438,744
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....			0	
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....			0	
15.3 Accrued retrospective premiums (\$.....2,349,617) and contracts subject to redetermination (\$.....630,716).....	2,980,333	2,356	2,977,977	4,359,366
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....			0	319,555
16.2 Funds held by or deposited with reinsured companies.....			0	
16.3 Other amounts receivable under reinsurance contracts.....			0	
17. Amounts receivable relating to uninsured plans.....	15,083,283	126,082	14,957,201	18,590,216
18.1 Current federal and foreign income tax recoverable and interest thereon.....	1,368,411		1,368,411	3,789,989
18.2 Net deferred tax asset.....	3,099,387	648,520	2,450,867	1,247,568
19. Guaranty funds receivable or on deposit.....			0	
20. Electronic data processing equipment and software.....			0	
21. Furniture and equipment, including health care delivery assets (\$.....0).....	45,552	45,552	0	
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			0	
23. Receivables from parent, subsidiaries and affiliates.....			0	
24. Health care (\$.....7,124,286) and other amounts receivable.....	11,597,197	4,472,912	7,124,286	5,611,271
25. Aggregate write-ins for other than invested assets.....	1,469,019	982,695	486,324	693,043
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	146,293,553	8,007,991	138,285,562	149,537,974
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
28. Total (Lines 26 and 27).....	146,293,553	8,007,991	138,285,562	149,537,974

DETAILS OF WRITE-INS				
1101.			0	
1102.			0	
1103.			0	
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	0	0	0	0
2501. Supplemental Savings Plan.....	383,329		383,329	591,733
2502. Other Assets.....	1,085,690	982,695	102,995	101,310
2503.			0	
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	1,469,019	982,695	486,324	693,043

HMO Partners, Inc
LIABILITIES, CAPITAL AND SURPLUS

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$....6,494,577 reinsurance ceded).....	17,449,824		17,449,824	26,122,987
2. Accrued medical incentive pool and bonus amounts.....	3,107,969		3,107,969	3,591,581
3. Unpaid claims adjustment expenses.....	301,200		301,200	412,902
4. Aggregate health policy reserves, including the liability of \$.....0 for medical loss ratio rebate per the Public Health Service Act.....	135,394		135,394	135,394
5. Aggregate life policy reserves.....			0	
6. Property/casualty unearned premium reserve.....			0	
7. Aggregate health claim reserves.....			0	
8. Premiums received in advance.....	3,596,542		3,596,542	3,134,917
9. General expenses due or accrued.....	5,294,229		5,294,229	3,578,013
10.1 Current federal and foreign income tax payable and interest thereon (including \$.....0 on realized gains (losses)).....			0	
10.2 Net deferred tax liability.....			0	
11. Ceded reinsurance premiums payable.....	80,326		80,326	118,407
12. Amounts withheld or retained for the account of others.....	1,169,918		1,169,918	904,958
13. Remittances and items not allocated.....	665,114		665,114	882,664
14. Borrowed money (including \$.....0 current) and interest thereon \$.....0 (including \$.....0 current).....			0	
15. Amounts due to parent, subsidiaries and affiliates.....	14,497,252		14,497,252	12,017,250
16. Derivatives.....			0	
17. Payable for securities.....	620,602		620,602	
18. Payable for securities lending.....			0	
19. Funds held under reinsurance treaties with (\$.....0 authorized reinsurers, \$.....0 unauthorized reinsurers and certified \$.....0 reinsurers).....			0	
20. Reinsurance in unauthorized and certified (\$.....0) companies.....			0	
21. Net adjustments in assets and liabilities due to foreign exchange rates.....			0	
22. Liability for amounts held under uninsured plans.....	22,961,857		22,961,857	30,095,872
23. Aggregate write-ins for other liabilities (including \$.....0 current).....	0	0	0	0
24. Total liabilities (Lines 1 to 23).....	69,880,227	0	69,880,227	80,994,944
25. Aggregate write-ins for special surplus funds.....	XXX	XXX	0	3,729,938
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	66,476,182	62,883,939
32. Less treasury stock, at cost:				
32.10.000 shares common (value included in Line 26 \$.....0).....	XXX	XXX		
32.20.000 shares preferred (value included in Line 27 \$.....0).....	XXX	XXX		
33. Total capital and surplus (Lines 25 to 31 minus Line 32).....	XXX	XXX	68,405,335	68,543,030
34. Total liabilities, capital and surplus (Lines 24 and 33).....	XXX	XXX	138,285,562	149,537,974

DETAILS OF WRITE-INS

2301.			0	
2302.			0	
2303.			0	
2398. Summary of remaining write-ins for Line 23 from overflow page.....	0	0	0	0
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above).....	0	0	0	0
2501. 2020 ACA Insurer Fee estimate.....	XXX	XXX		3,729,938
2502.				
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page.....	XXX	XXX	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	XXX	XXX	0	3,729,938
3001.				
3002.				
3003.				
3098. Summary of remaining write-ins for Line 30 from overflow page.....	XXX	XXX	0	0
3099. Totals (Lines 3001 thru 3003 plus 3098) (Line 30 above).....	XXX	XXX	0	0

HMO Partners, Inc
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.....	343,594	403,911	538,304
2. Net premium income (including \$.....0 non-health premium income).....	XXX.....	140,274,649	158,549,552	211,916,338
3. Change in unearned premium reserves and reserve for rate credits.....	XXX.....			
4. Fee-for-service (net of \$.....0 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.....	140,274,649	158,549,552	211,916,338
Hospital and Medical:				
9. Hospital/medical benefits.....		96,863,896	114,517,372	154,916,074
10. Other professional services.....				
11. Outside referrals.....		1,110,321	1,554,902	2,092,531
12. Emergency room and out-of-area.....		20,735,737	27,863,115	36,895,019
13. Prescription drugs.....		40,508,981	44,299,908	62,031,618
14. Aggregate write-ins for other hospital and medical.....	0	0	0	0
15. Incentive pool, withhold adjustments and bonus amounts.....		3,829,260	781,596	1,015,051
16. Subtotal (Lines 9 to 15).....	0	163,048,195	189,016,893	256,950,293
Less:				
17. Net reinsurance recoveries.....		55,152,183	58,804,907	78,110,142
18. Total hospital and medical (Lines 16 minus 17).....	0	107,896,012	130,211,986	178,840,151
19. Non-health claims (net).....				
20. Claims adjustment expenses, including \$.....5,977,236 cost containment expenses.....		7,542,273	6,272,319	12,046,965
21. General administrative expenses.....		19,921,638	16,567,269	23,992,818
22. Increase in reserves for life and accident and health contracts (including \$.....0 increase in reserves for life only).....				
23. Total underwriting deductions (Lines 18 through 22).....	0	135,359,923	153,051,574	214,879,934
24. Net underwriting gain or (loss) (Lines 8 minus 23).....	XXX.....	4,914,726	5,497,978	(2,963,596)
25. Net investment income earned.....		1,518,156	1,842,329	2,441,466
26. Net realized capital gains (losses) less capital gains tax of \$.....655,111.....		2,464,464	48,808	(125,026)
27. Net investment gains or (losses) (Lines 25 plus 26).....	0	3,982,620	1,891,137	2,316,440
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$.....0) (amount charged off \$.....0)].....				
29. Aggregate write-ins for other income or expenses.....	0	240,270	235,812	261,242
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.....	9,137,616	7,624,927	(385,914)
31. Federal and foreign income taxes incurred.....	XXX.....	2,266,467	1,618,569	511,586
32. Net income (loss) (Lines 30 minus 31).....	XXX.....	6,871,149	6,006,358	(897,500)

DETAILS OF WRITE-INS

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 thru 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 thru 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 thru 1403 plus 1498) (Line 14 above).....	0	0	0	0
2901. Licensing fee income.....		160,000	160,000	160,000
2902. Miscellaneous Income.....		80,270	75,812	101,242
2903.				
2998. Summary of remaining write-ins for Line 29 from overflow page.....	0	0	0	0
2999. Totals (Lines 2901 thru 2903 plus 2998) (Line 29 above).....	0	240,270	235,812	261,242

Statement as of September 30, 2020 of the

HMO Partners, Inc

STATEMENT OF REVENUE AND EXPENSES (Continued)

CAPITAL AND SURPLUS ACCOUNT	1 Current Year to Date	2 Prior Year To Date	3 Prior Year Ended December 31
33. Capital and surplus prior reporting year.....68,543,02868,141,93368,141,933
34. Net income or (loss) from Line 32.....6,871,1496,006,358(897,500)
35. Change in valuation basis of aggregate policy and claim reserves.....
36. Change in net unrealized capital gains (losses) less capital gains tax of \$.....0.....(3,501,711)1,518,0772,563,494
37. Change in net unrealized foreign exchange capital gain or (loss).....
38. Change in net deferred income tax.....1,820,207(158,284)261,155
39. Change in nonadmitted assets.....(5,327,338)(548,105)(885,085)
40. Change in unauthorized and certified reinsurance.....
41. Change in treasury stock.....
42. Change in surplus notes.....
43. Cumulative effect of changes in accounting principles.....
44. Capital changes:			
44.1 Paid in.....
44.2 Transferred from surplus (Stock Dividend).....
44.3 Transferred to surplus.....
45. Surplus adjustments:			
45.1 Paid in.....
45.2 Transferred to capital (Stock Dividend).....
45.3 Transferred from capital.....
46. Dividends to stockholders.....(640,968)(640,968)
47. Aggregate write-ins for gains or (losses) in surplus.....000
48. Net change in capital and surplus (Lines 34 to 47).....(137,693)6,177,078401,096
49. Capital and surplus end of reporting period (Line 33 plus 48).....68,405,33574,319,01068,543,028

DETAILS OF WRITE-INS			
4701.
4702.
4703.
4798. Summary of remaining write-ins for Line 47 from overflow page.....000
4799. Totals (Lines 4701 thru 4703 plus 4798) (Line 47 above).....000

HMO Partners, Inc
CASH FLOW

	1 Current Year to Date	2 Prior Year To Date	3 Prior Year Ended December 31
CASH FROM OPERATIONS			
1. Premiums collected net of reinsurance.....	142,145,399	158,824,960	210,498,515
2. Net investment income.....	1,707,476	1,926,753	2,528,697
3. Miscellaneous income.....			
4. Total (Lines 1 through 3).....	143,852,875	160,751,713	213,027,213
5. Benefit and loss related payments.....	120,806,678	129,220,160	177,075,085
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			
7. Commissions, expenses paid and aggregate write-ins for deductions.....	29,246,210	16,438,692	24,267,581
8. Dividends paid to policyholders.....			
9. Federal and foreign income taxes paid (recovered) net of \$.0 tax on capital gains (losses).....	500,000	2,000,000	2,500,000
10. Total (Lines 5 through 9).....	150,552,887	147,658,853	203,842,666
11. Net cash from operations (Line 4 minus Line 10).....	(6,700,012)	13,092,860	9,184,547
CASH FROM INVESTMENTS			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	25,346,267	7,150,307	10,218,082
12.2 Stocks.....	6,940,993	143,526	1,731,101
12.3 Mortgage loans.....			
12.4 Real estate.....			
12.5 Other invested assets.....	12,902	115,304	144,832
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....			402
12.7 Miscellaneous proceeds.....	620,602		
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	32,920,763	7,409,138	12,094,417
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	28,765,718	9,213,287	11,398,112
13.2 Stocks.....	8,018,935	1,876,241	1,902,604
13.3 Mortgage loans.....			
13.4 Real estate.....			
13.5 Other invested assets.....		99,633	136,068
13.6 Miscellaneous applications.....		320,079	298,864
13.7 Total investments acquired (Lines 13.1 to 13.6).....	36,784,652	11,509,239	13,735,648
14. Net increase or (decrease) in contract loans and premium notes.....			
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	(3,863,889)	(4,100,102)	(1,641,230)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes.....			
16.2 Capital and paid in surplus, less treasury stock.....			
16.3 Borrowed funds.....			
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....			
16.5 Dividends to stockholders.....		640,968	640,968
16.6 Other cash provided (applied).....	2,268,649	(591,070)	965,172
17. Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6).....	2,268,649	(1,232,038)	324,204
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	(8,295,252)	7,760,720	7,867,521
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	41,986,751	34,119,231	34,119,231
19.2 End of period (Line 18 plus Line 19.1).....	33,691,499	41,879,951	41,986,751
Note: Supplemental disclosures of cash flow information for non-cash transactions:			
20.0001			

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefit Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
Total Members at End of:										
1. Prior Year.....	58,633		53,256					5,377		
2. First Quarter.....	54,834		49,690					5,144		
3. Second Quarter.....	53,966		48,846					5,120		
4. Third Quarter.....	53,039		47,944					5,095		
5. Current Year.....	0									
6. Current Year Member Months.....	488,352		442,189					46,163		
Total Member Ambulatory Encounters for Period:										
7. Physician.....	33,575		33,575							
8. Non-Physician.....	48,076		48,076							
9. Total.....	81,651	0	81,651	0	0	0	0	0	0	0
10. Hospital Patient Days Incurred.....	6,137		6,137							
11. Number of Inpatient Admissions.....	1,707		1,707							
12. Health Premiums Written (a).....	210,685,676		175,293,048					35,392,628		
13. Life Premiums Direct.....	0									
14. Property/Casualty Premiums Written.....	0									
15. Health Premiums Earned.....	210,685,676		175,293,048					35,392,628		
16. Property/Casualty Premiums Earned.....	0									
17. Amount Paid for Provision of Health Care Services.....	170,682,190		141,126,100					29,556,090		
18. Amount Incurred for Provision of Health Care Services.....	163,048,196		131,951,131					31,097,065		

(a) For health premiums written: Amount of Medicare Title XVIII exempt from state taxes or fees \$.....35,392,628.

HMO Partners, Inc

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

Aging Analysis of Unpaid Claims

1	2	3	4	5	6	7
Account	1 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	Over 120 Days	Total
Claims Unpaid (Reported)						
0399999. Aggregate Accounts Not Individually Listed-Covered.....	2,541,332	1,041,904	45,942	1,182		3,630,359
0499999. Subtotals.....	2,541,332	1,041,904	45,942	1,182	0	3,630,359
0599999. Unreported Claims and Other Claim Reserves.....						17,472,932
0699999. Total Amounts Withheld.....						2,841,110
0799999. Total Claims Unpaid.....						23,944,401
0899999. Accrued Medical Incentive Pool and Bonus Amounts.....						3,107,970

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 December 31 of Prior Year	4 On Claims Incurred During the Year		
1. Comprehensive (hospital and medical).....	18,989,977	85,432,020	269,174	14,876,598	19,259,151	23,771,846
2. Medicare Supplement.....					0	
3. Dental only.....					0	
4. Vision only.....					0	
5. Federal Employees Health Benefits Plan.....					0	
6. Title XVIII - Medicare.....	1,811,127	15,839,106	43,823	2,260,228	1,854,950	2,351,140
7. Title XIX - Medicaid.....					0	
8. Other health.....					0	
9. Health subtotal (Lines 1 to 8).....	20,801,104	101,271,126	312,997	17,136,826	21,114,101	26,122,986
10. Healthcare receivables (a).....		9,332,316			0	
11. Other non-health.....					0	
12. Medical incentive pools and bonus amounts.....	2,500,650	1,812,222	1,298,789	1,809,181	3,799,439	3,591,580
13. Totals (Lines 9-10+11+12).....	23,301,754	93,751,032	1,611,786	18,946,007	24,913,540	29,714,566

(a) Excludes \$.0 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 the company 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 the Arkansas Insurance 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 state of Arkansas.

	SSAP #	F/S Page	F/S Line #	Current Year to Date	2019
NET INCOME					
(1) HMO Partners, Inc Company state basis (Page 4, Line 32, Columns 2 & 4)	XXX	XXX	XXX	\$ 6,871,149	\$ (897,500)
(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	\$ 6,871,149	\$ (897,500)
SURPLUS					
(5) HMO Partners, Inc Company state basis (Page 3, line 33, Columns 3 & 4)	XXX	XXX	XXX	\$ 68,405,335	\$ 68,543,030
(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	\$ 68,405,335	\$ 68,543,030

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

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 and Amortization Schedule

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 except that investments in stocks of uncombined subsidiaries and affiliates in which the Company has an interest of 20% or more are carried on the equity basis.
- (4) Basis for Preferred Stocks

The Company does not have preferred stock.
- (5) Basis for Mortgage Loans

The Company does not have Mortgage Loans.
- (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.

NOTES TO FINANCIAL STATEMENTS

(8) Accounting Policies for Investments in Joint Ventures, Partnerships and Limited Liability Entities

The Company does not have any investments in subsidiaries.

(9) Accounting Policies for Derivatives

The Company does not have any derivatives.

(10) Anticipated Investment Income Used in Premium Deficiency Calculation

The Company does not anticipate 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.
- c. **Previous Year's IBNR Method:** This method is similar to the Three Month Average Method, except that the actual reserve from one year ago is used as the base estimate of liability. This is projected forward using adjustments for trend, membership change, and backlog.
- d. **CY Lag Method:** This method calculates completion factors by incurral year. Completion factors used for the current year are based on the previous year’s experience. Completion factors for the most recent 3 years are set manually.
- e. **12 Month CF Method:** This method is identical to the CY Lag Method, except that historical completion factors are based on 12 months of rolling data.

(12) Changes in the Capitalization Policy and Predefined Thresholds from Prior Period

The Company has not modified its capitalization policy from the prior period.

(13) Method Used to Estimate Pharmaceutical Rebate Receivables

Pharmacy rebate receivable estimates are based upon the prior quarter's invoiced amounts.

D. Going Concern

For the period ending September 30, 2020 management has evaluated the Company’s ability to continue as a going concern. Management has concluded that there is not substantial doubt that the Company can continue as a going concern, therefore, there are no policies in place to alleviate such situations.

Note 2 – Accounting Changes and Corrections of Errors

No significant changes

Note 3 – Business Combinations and Goodwill

No significant changes

Note 4 – Discontinued Operations

No significant changes

Note 5 – Investments

- A. Mortgage Loans, including Mezzanine Real Estate Loans
N/A
- B. Debt Restructuring
N/A
- C. Reverse Mortgages
N/A

NOTES TO FINANCIAL STATEMENTS

P. Short Sales

Not Applicable

Q. Prepayment Penalty and Acceleration Fees

(1) Number of CUSIPs	1
(2) Aggregate Amount of Investment Income	\$ 1,358

Note 6 – Joint Ventures, Partnerships and Limited Liability Companies

No significant changes

Note 7 – Investment Income

No significant changes

Note 8 – Derivative Instruments

This company does not have Derivative Instruments.

A. Derivatives Under SSAP No. 86 – Derivatives

- (1)

Market Risk, Credit Risk and Cash Requirements

None
- (2)

Objectives for Derivative Use

None
- (3)

Accounting Policies for Recognition and Measurement

None
- (4)

Identification of Whether Derivative Contracts with Financing Premiums

None
- (5)

Net Gain or Loss Recognized

None
- (6)

Net Gain or Loss Recognized from Derivatives that no Longer Qualify for Hedge Accounting

None
- (7)

Derivatives Accounted for as Cash Flow Hedges

(a)

None

(b)

None
- (8)

Total Premium Costs for Contracts

None
- B.

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

None

Note 9 – Income Taxes

A. Deferred Tax Assets/(Liabilities)

1. Components of Net Deferred Tax Asset/(Liability)

	2020			2019			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
a. Gross deferred tax assets	\$ 3,321,193	\$ 1	\$ 3,321,194	\$ 2,266,869	\$	\$ 2,266,869	\$ 1,054,324	\$ 1	\$ 1,054,325
b. Statutory valuation allowance adjustment									
c. Adjusted gross deferred tax assets (1a-1b)	\$ 3,321,193	\$ 1	\$ 3,321,194	\$ 2,266,869	\$	\$ 2,266,869	\$ 1,054,324	\$ 1	\$ 1,054,325
d. Deferred tax assets nonadmitted	648,520		648,520				648,520		648,520
e. Subtotal net admitted deferred tax asset (1c-1d)	\$ 2,672,673	\$ 1	\$ 2,672,674	\$ 2,266,869	\$	\$ 2,266,869	\$ 405,804	\$ 1	\$ 405,805
f. Deferred tax liabilities		221,805	221,805	1,414	1,017,887	1,019,301	(1,414)	(796,082)	(797,496)
g. Net admitted deferred tax assets/(net deferred tax liability) (1e-1f)	\$ 2,672,673	\$ (221,804)	\$ 2,450,869	\$ 2,265,455	\$ (1,017,887)	\$ 1,247,568	\$ 407,218	\$ 796,083	\$ 1,203,301

2. Admission Calculation Components SSAP No. 101

	2020			2019			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
a. Federal income taxes paid in prior years recoverable through loss carrybacks	\$ 2,171,568	\$	\$ 2,171,568	\$ 1,148,855	\$	\$ 1,148,855	\$ 1,022,713	\$	\$ 1,022,713
b. Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation. (The lesser of 2(b)1 and 2(b)2 below)	279,300		279,300	279,300		279,300			
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	279,300		279,300	279,300		279,300			
2. Adjusted gross deferred tax assets allowed per limitation threshold									
c. Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	221,805		221,805	838,713		838,713	(616,908)		(616,908)
d. Deferred tax assets admitted as the result of application of SSAP 101. Total (2(a)+2(b)+2(c))	\$ 2,672,673	\$	\$ 2,672,673	\$ 2,266,868	\$	\$ 2,266,868	\$ 405,805	\$	\$ 405,805

3. Other Admissibility Criteria

	2020	2019
a. Ratio percentage used to determine recovery period and threshold limitation amount	792.0%	792.0%
b. Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	\$ 63,113,392	\$ 64,965,213

NOTES TO FINANCIAL STATEMENTS

4. Impact of Tax Planning Strategies

(a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage.

	2020		2019		Change	
	1 Ordinary	2 Capital	3 Ordinary	4 Capital	5 (Col. 1-3) Ordinary	6 (Col. 2-4) Capital
1. Adjusted gross DTAs amount from Note 9A1(c)	\$ 3,321,193	\$ 1	\$ 2,266,869	\$	\$ 1,054,324	\$ 1
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	%	%	%	%	%	%
3. Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	\$ 2,672,673	\$ 1	\$ 2,266,869	\$	\$ 405,804	\$ 1
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	%	%	%	%	%	%

(b) Does the company's tax planning strategies include the use of reinsurance? NO

B. Deferred Tax Liabilities Not Recognized

1. The types of temporary differences for which a DTL has not been recognized and the types of events that would cause those temporary differences to become taxable are:

N/A

2. The cumulative amount of each type of temporary difference is:

N/A

3. The amount of the unrecognized DTL for temporary differences related to investments in foreign subsidiaries and foreign corporate joint ventures that are essentially permanent in duration, if determination of that liability is practicable, or a statement that determination is not practicable are:

N/A

4. The amount of the DTL for temporary differences other than those in item (3) above that is not recognized is:

N/A

C. Current and Deferred Income Taxes

1. Current Income Tax

	1 2020	2 2019	3 (Col 1-2) Change
a. Federal	\$ 2,266,767	\$ 546,203	\$ 1,720,564
b. Foreign	\$	\$	\$
c. Subtotal	\$ 2,266,767	\$ 546,203	\$ 1,720,564
d. Federal income tax on net capital gains	\$ 655,111	\$ 21,699	\$ 633,412
e. Utilization of capital loss carry-forwards	\$	\$	\$
f. Other	\$	\$ (34,617)	\$ 34,617
g. Federal and Foreign income taxes incurred	\$ 2,921,878	\$ 533,285	\$ 2,388,593

2. Deferred Tax Assets

	1 2020	2 2019	3 (Col 1-2) Change
a. Ordinary:			
1. Discounting of unpaid losses	\$ 110,656	\$ 136,459	\$ (25,803)
2. Unearned premium reserve	133,029	131,666	1,363
3. Policyholder reserves			
4. Investments			
5. Deferred acquisition costs			
6. Policyholder dividends accrual			
7. Fixed assets			
8. Compensation and benefits accrual	823,533	739,953	83,580
9. Pension accrual			
10. Receivables - nonadmitted	1,545,489	648,634	896,855

NOTES TO FINANCIAL STATEMENTS

	1	2	3
	2020	2019	(Col 1-2) Change
11. Net operating loss carry-forward			
12. Tax credit carry-forward			
13. Other (items <=5% and >5% of total ordinary tax assets)	708,486	610,157	98,329
Other (items listed individually >5%of total ordinary tax assets)			
99. Subtotal	\$ 3,321,193	\$ 2,266,869	\$ 1,054,324
b. Statutory valuation allowance adjustment			
c. Nonadmitted	648,520		648,520
d. Admitted ordinary deferred tax assets (2a99-2b-2c)	\$ 2,672,673	\$ 2,266,869	\$ 405,804
e. Capital:			
1. Investments	\$ 1	\$	\$ 1
2. Net capital loss carry-forward			
3. Real estate			
4. Other (items <=5% and >5% of total capital tax assets)			
Other (items listed individually >5% of total capital tax assets)			
99. Subtotal	\$ 1	\$	\$ 1
f. Statutory valuation allowance adjustment			
g. Nonadmitted			
h. Admitted capital deferred tax assets (2e99-2f-2g)	1		1
i. Admitted deferred tax assets (2d+2h)	\$ 2,672,674	\$ 2,266,869	\$ 405,805

3. Deferred Tax Liabilities

	1	2	3
	2020	2019	(Col 1-2) Change
a. Ordinary:			
1. Investments	\$	\$ 1,414	\$ (1,414)
2. Fixed assets			
3. Deferred and uncollected premium			
4. Policyholder reserves			
5. Other (items <=5% and >5% of total ordinary tax liabilities)			
Other (items listed individually >5% of total ordinary tax liabilities)			
99. Subtotal	\$	\$ 1,414	\$ (1,414)
b. Capital:			
1. Investments	\$ 221,805	\$ 1,017,887	\$ (796,082)
2. Real estate			
3. Other (Items <=5% and >5% of total capital tax liabilities)			
Other (items listed individually >5% of total capital tax liabilities)			
99. Subtotal	\$ 221,805	\$ 1,017,887	\$ (796,082)
c. Deferred tax liabilities (3a99+3b99)	\$ 221,805	\$ 1,019,301	\$ (797,496)
4. Net Deferred Tax Assets/Liabilities (2i – 3c)	\$ 2,450,869	\$ 1,247,568	\$ 1,203,301

D. Reconciliation of Federal Income Tax Rate to Actual Effective Rate Among the more significant book to tax adjustments were the following:

	Amount	Effective Tax Rate (%)
Permanent Differences:		
Provision computed at statutory rate	\$ 2,056,472	21.0%
Change in nonadmitted assets		%
Proration of tax exempt investment income	3,299	%
Tax exempt income deduction		%
Dividends received deduction	(13,197)	(0.1)%
Disallowed travel and entertainment	1,600	%
Other permanent differences	746,132	7.6%
Temporary Differences:		
Total ordinary DTAs		%
Total ordinary DTLs		%
Total capital DTAs		%
Total capital DTLs		%
Other:		
Statutory valuation allowance adjustment		%
Accrual adjustment – prior year		%
Other	(1,692,938)	(17.3)%
Totals	\$ 1,101,368	11.2%
Federal and foreign income taxes incurred	2,266,467	23.1%
Realized capital gains (losses) tax	655,111	6.7%
Change in net deferred income taxes	(1,820,209)	(18.6)%
Total statutory income taxes	\$ 1,101,369	11.2%

NOTES TO FINANCIAL STATEMENTS

E. Operating Loss Carry Forwards and Income Taxes Available for Recoupment

1. The amounts, origination dates and expiration dates of operating loss and tax credit carry forwards available for tax purposes:

Description (Operating Loss or Tax Credit Carry Forward)	Amounts	Origination Dates	Expiration Dates
	\$		

2. The following is income tax expense for current year and proceeding years that is available for recoupment in the event of future net losses:

Year	Amounts
2020	\$ 2,921,578
2019	\$ 617,919

3. The Company's aggregate amount of deposits admitted under Section 6603 of the Internal Revenue Service Code is 0.

F. Consolidated Federal Income Tax Return

The Company does not file a Consolidated Federal Income Tax Return.

G. Federal or Foreign Federal Income Tax Loss Contingencies:

The Company has no tax loss contingencies for which it is reasonably possible that the total liability will significantly increase within twelve months of the reporting date.

H. Repatriation Transition Tax (RTT) - RTT owed under the TCJA

The Company does not owe RTT.

I. Alternative Minimum Tax Credit

The Company does not have any AMT credits.

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

No significant changes

Note 11 – Debt

A. Debt Including Capital Notes

As of September 30, 2020, the Company has no capital notes. As of September 30, 2020, the Company's liability for borrowed money was zero (\$-0-).

B. FHLB (Federal Home Loan Bank) Agreements

As of September 30, 2020, 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

N/A

B. Investment Policies and Strategies

N/A

C. Fair Value of Plan Assets

N/A

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

N/A

E. Defined Contribution Plans

No significant changes

F. Multiemployer Plans

The Company does not participate in multiemployer plans.

NOTES TO FINANCIAL STATEMENTS

G. Consolidated/Holding Company Plans

N/A

H. Postemployment Benefits and Compensated Absences

The Company does not offer a postretirement benefit plan.

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

N/A

Note 13 – Capital and Surplus, Shareholder's Dividend Restrictions and Quasi-Reorganizations

No significant changes

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

A. Transfers of Receivables Reported As Sales

Not Applicable

B. Transfer and Servicing of Financial Assets

Not Applicable

C. Wash Sales

Not Applicable

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

No significant changes

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

No significant changes

Note 20 – Fair Value Measurements

A. Fair Value Measurements

(1) Fair Value Measurements at Reporting Date

Description for Each Type of Asset or Liability	Level 1	Level 2	Level 3	Net Asset Value (NAV)	Total
Assets at Fair Value					
Other Invested Assets	\$	\$	\$	\$ 11,281,420	\$ 11,281,420
Mutual Funds	\$	\$ 7,615,881	\$	\$	\$ 7,615,881
Cash Equivalent Exempt MM Mutual Fund	\$	\$ 4,575,524	\$	\$	\$ 4,575,524
Total	\$	\$ 12,191,405	\$	\$ 11,281,420	\$ 23,472,825
Liabilities at Fair Value					
Supplemental Savings Plan	\$ 383,328	\$	\$	\$	\$ 383,328
Total	\$ 383,328	\$	\$	\$	\$ 383,328

(2) Fair Value Measurements in (Level 3) of the Fair Value Hierarchy

The Company does not have fair value measurements in Level 3.

(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, 2020, the reported fair value of the reporting entity’s investments in Level 2 include equity mutual funds with a value of \$12,191,405. Fair Value measurements for these equity securities are provided by the fund and indicate the closing NAV at September 30, 2020. All Fair Value Measurements are provided in US Dollars.

(5) Fair Value Disclosures for Derivative Assets and Liabilities

The company does not have any derivative assets and liabilities.

B. Fair Value Reporting under SSAP 100 and Other Accounting Pronouncements

N/A

C. Fair Value Level

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Other Invested Assets	\$ 11,281,420	\$ 10,184,078	\$	\$	\$	\$ 10,184,078	\$
Mutual Funds	\$ 7,615,881	\$ 6,983,350	\$	\$ 6,983,350	\$	\$	\$
SSP	\$ 383,328	\$ 383,328	\$ 383,328	\$	\$	\$	\$
Cash Equivalent Exempt MM Mutual Fund	\$ 4,575,524	\$ 4,575,524	\$	\$ 4,575,524	\$	\$	\$

D. Not Practicable to Estimate Fair Value

The Company does not have any of these securities at this time.

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 189 individual holdings as of 09/30/2020 with the top 10% of all holdings representing 14.4% 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 193 at the end of the 3rd quarter 2020, with 11.6% in the top ten holdings. The portfolio is diversified across eleven sectors, with three sectors containing more than 10% of all holdings. Average annualized default since 2011 for the fund is 0.7%, while the historical average of the market is 2.9%.

The fund has daily liquidity but a 30 calendar day prior to withdraw notice is necessary. As of 09/30/20, there are \$1.0 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.)

NOTES TO FINANCIAL STATEMENTS

Note 21 – Other Items

- A.

Unusual or Infrequent Items

For the period ending in September 30, 2020 the Company has reported \$1,835,226 in premium credit relating to Covid-19.
- B.

Troubled Debt Restructuring Debtors

N/A
- C.

Other Disclosures

N/A
- D.

Business Interruption Insurance Recoveries

N/A
- E.

State Transferrable and Non-transferable Tax Credits

N/A
- F.

Subprime Mortgage Related Risk Exposure

No signifcant changes
- G.

Retained Assets

N/A
- H.

Insurance-Linked Securities (ILS) Contracts

N/A
- I.

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

N/A

Note 22 – Events Subsequent

No significant changes

Note 23 – Reinsurance

- A.

Ceded Reinsurance Report

Section1 – 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.

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?
- (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.

NOTES TO FINANCIAL STATEMENTS

- (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 [] No [X]
If yes, what is the amount of reinsurance credits, whether an asset or a reduction of liability, taken for such new agreements or amendments?

B. Uncollectible Reinsurance

The Company did not have any uncollectible reinsurance written off during the year.

C. Commutation of Ceded Reinsurance

There was no commutation of reinsurance during the year.

D. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

There was no certified reinsurer rating downgraded or status subject to revocation during the year.

Note 24 – Retrospectively Rated Contracts and Contracts Subject to Redetermination

A. Method Used to Estimate Accrued Retrospective Premium Adjustments

The company estimates accrued retrospective premium adjustments for its group health insurance business though a mathematical approach using an algorithm of the company’s underwriting rules and experience rating practices.

The company also has health insurance business that is subject to a medical loss ratio pursuant to the Public Health Service Act.

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, 2020 that are subject to retrospective rating features was \$140,274,647 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

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 [X] No []

- (2) Impact of Risk Sharing Provisions of the Affordable Care Act on admitted assets, liabilities and revenue for the current year to date:

a. Permanent ACA Risk Adjustment Program	AMOUNT
Assets	
1. Premium adjustments receivable due to ACA Risk Adjustment	\$ 195,840
Liabilities	
2. Risk adjustment user fees payable for ACA Risk Adjustment	\$
3. Premium adjustments payable due to ACA Risk Adjustment	\$
Operations (Revenue & Expenses)	
4. Reported as revenue in premium for accident and health contracts (written/collected) due to ACA Risk Adjustment	\$ 230,835
5. Reported in expenses as ACA Risk Adjustment user fees (incurred/paid)	\$ 6,091
b. Transitional ACA Reinsurance Program	AMOUNT
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 & Expenses)	
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	AMOUNT
Assets	
1. Accrued retrospective premium due to ACA Risk Corridors	\$
Liabilities	
3. Reserve for rate credits or policy experience rating refunds due to ACA Risk Corridors	\$
Operations (Revenue & Expenses)	
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 Dec. 31 of the Prior Year		Received or Paid as of the Current Year to Date on Business Written Before Dec. 31 of the Prior Year		Differences		Adjustments		Ref	Unsettled Balances as of the Reporting Date	
					Prior Year Accrued Less Payments (Col. 1-3)	Prior Year Accrued Less Payments (Col. 2-4)	To Prior Year Balances	To Prior Year Balances		Cumulative Balance from Prior Years (Col. 1-3+7)	Cumulative Balance from Prior Years (Col. 2-4+8)
	1 Receivable	2 (Payable)	3 Receivable	4 (Payable)	5 Receivable	6 (Payable)	7 Receivable	8 (Payable)		9 Receivable	10 (Payable)
a. Permanent ACA Risk Adjustment Program											
1. Premium adjustments receivable	\$ 233,702		\$ 294		\$ 233,408		\$ (120,838)		A	\$ 112,570	
2. Premium adjustments (payable)		(120,029)		(94,368)		(25,661)		25,661	B		
3. Subtotal ACA Permanent Risk Adjustment Program	\$ 233,702	\$ (120,029)	\$ 294	\$ (94,368)	\$ 233,408	\$ (25,661)	\$ (120,838)	\$ 25,661		\$ 112,570	
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 premiums									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	\$ 233,702	\$ (120,029)	\$ 294	\$ (94,368)	\$ 233,408	\$ (25,661)	\$ (120,838)	\$ 25,661		\$ 112,570	

- Explanations of Adjustments
- A. Remove Liability related to High Cost Risk Pool as well as a 2019 adjustment
- B. 2019 adjustment
- 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 Dec. 31 of the Prior Year		Received or Paid as of the Current Year to Date on Business Written Before Dec. 31 of the Prior Year		Differences		Adjustments			Unsettled Balances as of the Reporting Date	
					Prior Year Accrued Less Payments (Col. 1-3)	Prior Year Accrued Less Payments (Col. 2-4)	To Prior Year Balances	To Prior Year Balances		Cumulative Balance from Prior Years (Col. 1-3+7)	Cumulative Balance from Prior Years (Col. 2-4+8)
	1 Receivable	2 (Payable)	3 Receivable	4 (Payable)	5 Receivable	6 (Payable)	7 Receivable	8 (Payable)		9 Receivable	10 (Payable)
a. 2014											
1. Accrued retrospective premium	\$	\$	\$	\$	\$	\$	\$	\$	A	\$	\$
2. Reserve for rate credits for policy experience rating refunds	\$	\$	\$	\$	\$	\$	\$	\$	B	\$	\$
b. 2015											
1. Accrued retrospective premium	\$	\$	\$	\$	\$	\$	\$	\$	C	\$	\$

NOTES TO FINANCIAL STATEMENTS

	Accrued During the Prior Year on Business Written Before Dec. 31 of the Prior Year		Received or Paid as of the Current Year to Date on Business Written Before Dec. 31 of the Prior Year		Differences		Adjustments			Unsettled Balances as of the Reporting Date	
					Prior Year Accrued Less Payments (Col. 1-3)	Prior Year Accrued Less Payments (Col. 2-4)	To Prior Year Balances	To Prior Year Balances		Cumulative Balance from Prior Years (Col. 1-3+7)	Cumulative Balance from Prior Years (Col. 2-4+8)
	1	2	3	4	5	6	7	8		9	10
	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)		Receivable	(Payable)
2. Reserve for rate credits for policy experience rating refunds	\$	\$	\$	\$	\$	\$	\$	\$	D	\$	\$
c. 2020											
1. Accrued retrospective premium	\$	\$	\$	\$	\$	\$	\$	\$	E	\$	\$
2. Reserve for rate credits or policy experience rating refunds	\$	\$	\$	\$	\$	\$	\$	\$	F	\$	\$
d. Total for Risk Corridors	\$	\$	\$	\$	\$	\$	\$	\$		\$	\$

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

(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	5 Net Admitted Asset (4–5)
a. 2014	\$	\$	\$	\$	\$	\$
b. 2015						
c. 2016						
d. Total (a+b+c)	\$	\$	\$	\$	\$	\$

Note 25 – Change in Incurred Losses and Loss Adjustment Expenses

12/31/19 Reserves	26,122,986
2019 Claims paid in 2020	<u>(20,801,104)</u>
Net	5,321,882
2019 Reserves Remaining	<u>(312,993)</u>
Favorable Development	<u>5,008,889</u>

Note 26 – Intercompany Pooling Arrangements

No significant changes

Note 27 – Structured Settlements

Not applicable

Note 28 – Health Care Receivables

No significant changes

Note 29 – Participating Policies

No significant changes

Note 30 – Premium Deficiency Reserves

No significant changes

Note 31 – Anticipated Salvage and Subrogation

No significant changes

HMO Partners, Inc
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?
If yes, complete Schedule Y, Parts 1 and 1A.

Yes ☒ No ☐
- 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.

- 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?
If yes, complete and file the merger history data file with the NAIC for the annual filing corresponding to this period.

Yes ☐ No ☐
- 4.2

If yes, provide name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1	2	3
Name of Entity	NAIC Company Code	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?
If yes, attach an explanation.

Yes ☐ No ☒ N/A ☐

- 6.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2017
- 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.

12/31/2017
- 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).

06/28/2019

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

- 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).

HMO Partners, Inc
GENERAL INTERROGATORIES
PART 1 - COMMON INTERROGATORIES

FINANCIAL

10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?

Yes [☐] No [☒]

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount:

\$

0

INVESTMENT

11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.)

Yes [☐] No [☒]

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

12. Amount of real estate and mortgages held in other invested assets in Schedule BA:

\$

0

13. Amount of real estate and mortgages held in short-term investments:

\$

0

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

Yes [☐] No [☒]

14.2 If yes, please complete the following:

14.21 Bonds

14.22 Preferred Stock

14.23 Common Stock

14.24 Short-Term Investments

14.25 Mortgage Loans on Real Estate

14.26 All Other

14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)

14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above

1 Prior Year End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
\$ 0	\$ 0
0	0
0	0
0	0
0	0
0	0
0	0
\$ 0	\$ 0
\$ 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 current statement date:

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

\$

0

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

\$

0

16.3 Total payable for securities lending reported on the liability page:

\$

0

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

Yes [☒] 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 and complete information relating thereto:

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

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

1 Name of Firm or Individual	2 Affiliation
Gray D. Dillard	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 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
108526	Martingale Asset Management, LP	549300GXM5ZGZJXZ1Y74	SEC	NO

HMO Partners, Inc
GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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
106006	Barings, LLC	ANDKRHQKPRRG4Q2KLR05	SEC, CFTC, NFA	NO
104559	Pacific Investment Management Company LLC	549300KGPYQZXGMYYN38	SEC	NO
79	JP Morgan	K6Q0W1PS1L104IQL9C32	SEC	NO

18.1 Have all the filing requirements of the *Purposes and Procedures Manual of the NAIC Investment Analysis Office* been followed? Yes [X] No []

18.2 If no, list exceptions:

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 [X]

20. By self-designating PLGI securities, the reporting entity is certifying the following elements for 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 [X]

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 security was 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 reporting 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 [X]

HMO Partners, Inc
GENERAL INTERROGATORIES (continued)

PART 2 - HEALTH

1.	Operating Percentages:		
1.1	A&H loss percent		81.2 %
1.2	A&H cost containment percent		4.3 %
1.3	A&H expense percent excluding cost containment expenses		15.3 %
2.1	Do you act as a custodian for health savings accounts?	Yes []	No [X]
2.2	If yes, please provide the amount of custodial funds held as of the reporting date.		0
2.3	Do you act as an administrator for health savings accounts?	Yes []	No [X]
2.4	If yes, please provide the amount of funds administered as of the reporting date.		0
3.	Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states?.....	Yes []	No [X]
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 [X]

SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

1	2	3	4	5	6	7	8	9	10
NAIC Company Code	ID Number	Effective Date	Name of Reinsurer	Domiciliary Jurisdiction	Type of Reinsurance Ceded	Type of Business Ceded	Type of Reinsurer	Certified Reinsurer Rating (1 through 6)	Effective Date of Certified Reinsurer Rating
Accident & Health - Affiliates									
37273.....	391338397.....01/01/2020	Axis Reinsurance Company.....	IL.....	ASL/G.....	CMM.....	Authorized.....

Current Year to Date - Allocated by States and Territories

State, Etc.	1	Direct Business Only							
		2	3	4	5	6	7	8	9
	Active Status (a)	Accident and Health Premiums	Medicare Title XVIII	Medicaid Title XIX	Federal Employees Health Benefits Program Premiums	Life and Annuity Premiums and Other Considerations	Property/ Casualty Premiums	Total Columns 2 through 7	Deposit-Type Contracts
1. Alabama.....AL	N							0	
2. Alaska.....AK	N							0	
3. Arizona.....AZ	N							0	
4. Arkansas.....AR	L	174,596,502	35,392,628					209,989,131	
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 alien.....OT	XXX	0	0	0	0	0	0	0	0
59. Subtotal.....	XXX	174,596,502	35,392,628	0	0	0	0	209,989,131	0
60. Reporting entity contributions for Employee Benefit Plans.....	XXX	2,310,104						2,310,104	
61. Total (Direct Business).....	XXX	176,906,606	35,392,628	0	0	0	0	212,299,234	0

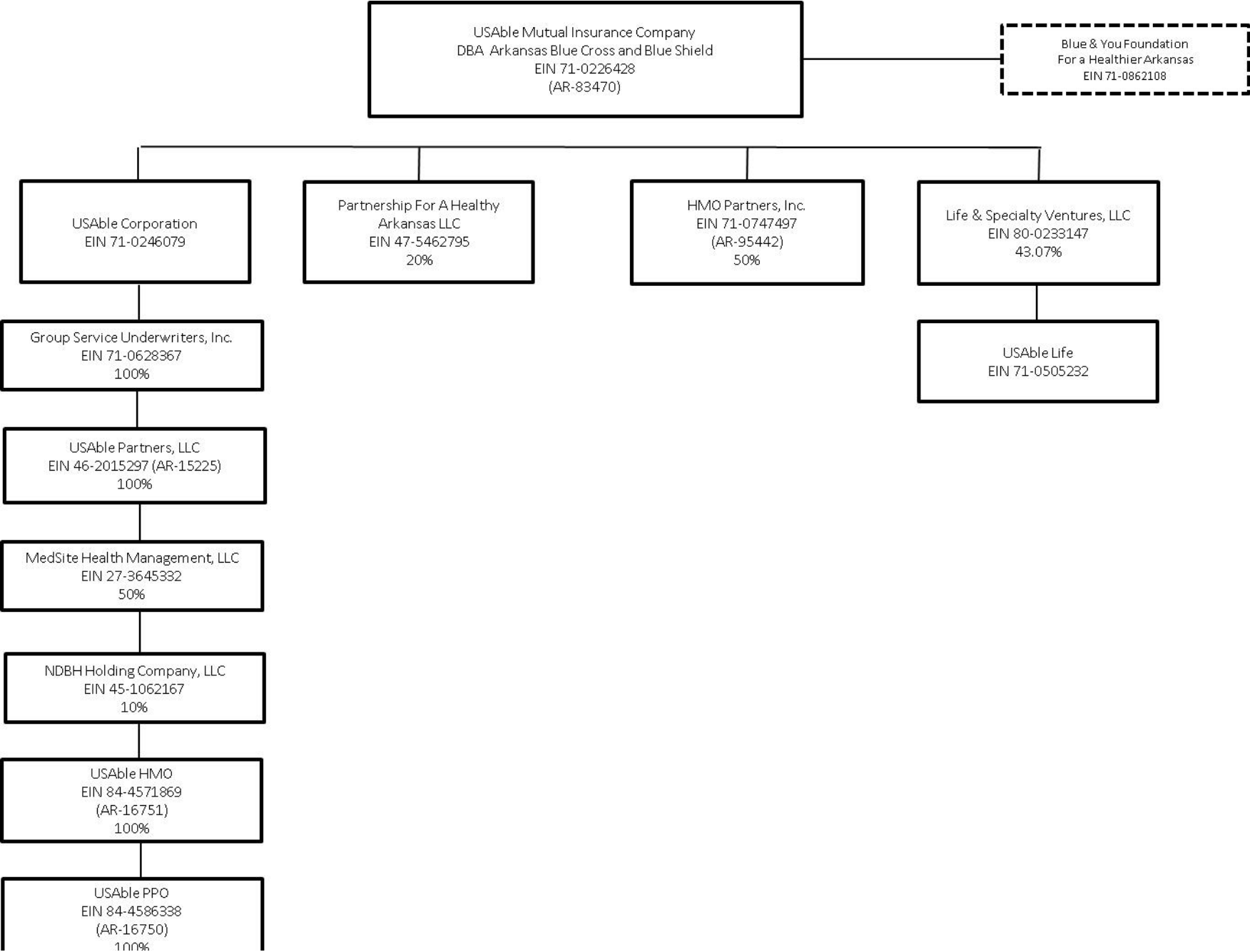
DETAILS OF WRITE-INS									
58001.								0	
58002.								0	
58003.								0	
58998. Summary of remaining write-ins for line 58 from overflow page.....		0	0	0	0	0	0	0	0
58999. Total (Lines 58001 thru 58003 plus 58998) (Line 58 above).....		0	0	0	0	0	0	0	0
(a) Active Status Count									
L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG.....	1								0
E - Eligible - Reporting entities eligible or approved to write surplus lines in the state	0								0
									56

Statement as of September 30, 2020 of the

HMO Partners, Inc

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 – ORGANIZATIONAL CHART



SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	Is an SCA Filing Required? (Y/N)	*
Members															
0876	USAbble Mutual Insurance Company	83470...	71-0226428..	USAbble Mutual Insurance Company.....	AR.....	USAbble Mutual Insurance Company.....	Board.....	USAbble Mutual Insurance Company.....	...N.....
0876	USAbble Mutual Insurance Company	71-0862108..	Blue & You Foundation.....	AR.....	NIA.....	USAbble Mutual Insurance Company.....	Ownership, Board, Influence	USAbble Mutual Insurance Company.....	...N.....
0876	USAbble Mutual Insurance Company	71-0246079..	USAbble Corporation.....	AR.....	DS.....	USAbble Mutual Insurance Company.....	Ownership, Board, Influence	...100.000	USAbble Mutual Insurance Company.....	...Y.....
0876	USAbble Mutual Insurance Company	47-5462795..	Partnership for a Health Arkansas LLC.....	AR.....	DS.....	USAbble Mutual Insurance Company.....	Ownership, Influence, Board20.000	USAbble Mutual Insurance Company.....	...N.....
0876	USAbble Mutual Insurance Company	95442...	71-0747497..	HMO Partners, Inc.....	AR.....	DS.....	USAbble Mutual Insurance Company.....	Ownership, Board, Influence50.000	USAbble Mutual Insurance Company.....	...N.....
0876	USAbble Mutual Insurance Company	80-0233147..	Life & Specialty Ventures, Inc.....	DE.....	NIA.....	USAbble Mutual Insurance Company.....	Ownership, Board, Influence40.750	USAbble Mutual Insurance Company.....	...N.....
0876	USAbble Mutual Insurance Company	71-0628367..	Group Service Underwriters, Inc.....	AR.....	DS.....	USAbble Corporation.....	Ownership, Influence	...100.000	USAbble Mutual Insurance Company.....	...N.....
0876	USAbble Mutual Insurance Company	27-3645332..	MedSite Health Management, LLC.....	AR.....	DS.....	USAbble Corporation.....	Ownership, Board, Influence50.000	USAbble Mutual Insurance Company.....	...N.....
0876	USAbble Mutual Insurance Company	15225...	46-2015297..	USAbble Partners, LLC.....	AR.....	DS.....	USAbble Corporation.....	Ownership, Board, Influence	...100.000	USAbble Mutual Insurance Company.....	...N.....
0876	USAbble Mutual Insurance Company	45-1062167..	NDBH Holding Company, LLC.....	AR.....	DS.....	USAbble Corporation.....	Ownership, Influence10.000	USAbble Mutual Insurance Company.....	...N.....
0876	USAbble Mutual Insurance Company	94358...	71-0505232..	USAbble Life.....	AR.....	IA.....	Life and Specialty Ventures, LLC.....	Ownership.....	...100.000	USAbble Mutual Insurance Company.....	...N.....
0876	USAbble Mutual Insurance Company	16751...	84-4571869..	USAbble HMO.....	AR.....	DS.....	USAbble Corporation.....	Ownership, Board, Influence	...100.000	USAbble Mutual Insurance Company.....	...N.....
0876	USAbble Mutual Insurance Company	16750...	84-4586338..	USAbble PPO.....	AR.....	DS.....	USAbble Corporation.....	Ownership, Board, Influence	...100.000	USAbble Mutual Insurance Company.....	...N.....

Q16

Statement as of September 30, 2020 of the

HMO Partners, Inc

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?	<div>NO</div>

Explanation:
1.

Bar Code:



95442202036500003

HMO Partners, Inc
Overflow Page for Write-Ins

NONE

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.....	0	
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 end of current period (Lines 1+2+3+4-5+6-7-8).....	0	0
10. Deduct total nonadmitted amounts.....		
11. Statement value at end of current period (Line 9 minus Line 10).....	0	0

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.....	0	
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....		
2.2 Additional investment made after acquisition.....		
3. Capitalized deferred interest and other.....		
4. Accrual of discount.....		
5. Unrealized valuation increase (decrease).....		
6. Total gain (loss) on disposals.....		
7. Deduct amounts received on disposals.....		
8. Deduct amortization of premium and mortgage interest points 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).....	0	0
12. Total valuation allowance.....		
13. Subtotal (Line 11 plus Line 12).....	0	0
14. Deduct total nonadmitted amounts.....		
15. Statement value at end of current period (Line 13 minus Line 14).....	0	0

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.....	11,470,775	9,714,189
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....		
2.2 Additional investment made after acquisition.....		136,068
3. Capitalized deferred interest and other.....		
4. Accrual of discount.....		
5. Unrealized valuation increase (decrease).....	(70,931)	1,815,933
6. Total gain (loss) on disposals.....	(105,522)	(50,582)
7. Deduct amounts received on disposals.....	12,902	144,832
8. Deduct amortization of premium and depreciation.....		
9. Total foreign exchange change in book/adjusted carrying value.....		
10. Deduct current year's other-than-temporary impairment recognized.....		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	11,281,420	11,470,775
12. Deduct total nonadmitted amounts.....	1,097,342	
13. Statement value at end of current period (Line 11 minus Line 12).....	10,184,078	11,470,775

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.....	61,030,699	59,178,286
2. Cost of bonds and stocks acquired.....	36,784,652	13,300,716
3. Accrual of discount.....	46,275	75,569
4. Unrealized valuation increase (decrease).....	(3,323,232)	680,300
5. Total gain (loss) on disposals.....	3,223,209	(53,151)
6. Deduct consideration for bonds and stocks disposed of.....	32,288,617	11,949,183
7. Deduct amortization of premium.....	93,768	201,838
8. Total foreign exchange change in book/adjusted carrying value.....		
9. Deduct current year's other-than-temporary impairment recognized.....		
10. Total investment income recognized as a result of prepayment penalties and/or acceleration fees.....	1,358	
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7-8-9+10).....	65,380,576	61,030,699
12. Deduct total nonadmitted amounts.....		
13. Statement value at end of current period (Line 11 minus Line 12).....	65,380,576	61,030,699

SCHEDULE D - PART 1B

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

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a).....	55,844,146	7,533,334	10,308,162	(144,038)	54,112,562	55,844,146	52,925,279	53,550,929
2. NAIC 2 (a).....	6,001,410	649,460	752,041	137,025	6,839,555	6,001,410	6,035,854	6,750,988
3. NAIC 3 (a).....	201,940			1,456	294,054	201,940	203,396	206,356
4. NAIC 4 (a).....							0	
5. NAIC 5 (a).....							0	
6. NAIC 6 (a).....							0	
7. Total Bonds.....	62,047,496	8,182,794	11,060,203	(5,556)	61,246,171	62,047,496	59,164,530	60,508,273
PREFERRED STOCK								
8. NAIC 1.....							0	
9. NAIC 2.....							0	
10. NAIC 3.....							0	
11. NAIC 4.....							0	
12. NAIC 5.....							0	
13. NAIC 6.....							0	
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock.....	62,047,496	8,182,794	11,060,203	(5,556)	61,246,171	62,047,496	59,164,530	60,508,273

(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 \$.....1,399,835; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0.

HMO Partners, Inc
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
9199999.....		XX			

NONE

SCHEDULE DA - VERIFICATION

Short-Term Investments		
	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	6,471,255	2,471,928
2. Cost of short-term investments acquired.....		8,941,477
3. Accrual of discount.....	21,408	47,940
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals.....	1,901	403
6. Deduct consideration received on disposals.....	6,494,564	4,990,492
7. Deduct amortization of premium.....		
8. Total foreign exchange change in book/adjusted carrying value.....		
9. Deduct current year's other-than-temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	0	6,471,255
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	0	6,471,255

Sch. DB - Pt. A - Verification
NONE

Sch. DB - Pt. B - Verification
NONE

Sch. DB - Pt. C - Sn. 1
NONE

Sch. DB - Pt. C - Sn. 2
NONE

Sch. DB - Verification
NONE

HMO Partners, Inc
SCHEDULE E - PART 2 - VERIFICATION
Cash Equivalents

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	1,617,250	3,036,476
2. Cost of cash equivalents acquired.....	66,990,602	36,681,926
3. Accrual of discount.....	5,628	17,064
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals.....	(13)	(1)
6. Deduct consideration received on disposals.....	62,638,107	38,118,215
7. Deduct amortization of premium.....		
8. Total foreign exchange change in book/ adjusted carrying value.....		
9. Deduct current year's other-than-temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	5,975,359	1,617,250
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	5,975,359	1,617,250

Sch. A Pt. 2
NONE

Sch. A Pt. 3
NONE

Sch. B - Pt. 2
NONE

Sch. B - Pt. 3
NONE

QE01, QE02

SCHEDULE BA - PART 2

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

1	2	Location		5	6	7	8	9	10	11	12	13
		3	4									
CUSIP Identification	Name or Description	City	State	Name of Purchaser or Nature of Disposal	NAIC Designation and Administrative Symbol/Market Indicator	Date Originally Acquired	Type and Strategy	Actual Cost at Time of Acquisition	Additional Investment Made after Acquisition	Amount of Encumbrances	Commitment for Additional Investment	Percentage of Ownership

NONE

SCHEDULE BA - PART 3

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

1	2	Location		5	6	7	8	Changes in Book/Adjusted Carrying Value						15	16	17	18	19	20
		3	4					9	10	11	12	13	14						
CUSIP Identification	Name or Description	City	State	Name of Purchaser or Nature of Disposal	Date Originally Acquired	Disposal Date	Book/Adjusted Carrying Value Less Encumbrances, Prior Year	Unrealized Valuation Increase (Decrease)	Current Year's (Depreciation) or (Amortization) / Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Capitalized Deferred Interest and Other	Total Change in B./A.C.V. (9+10-11+12)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value Less Encumbrances on Disposal	Consideration	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Investment Income

Joint Venture or Partnership Interests That Have Underlying Characteristics of Mortgage Loans - Unaffiliated

97MSCM 3D 9	BABSON CAPITAL FLOATING RATE INCOME FUND		USA	Return of Capital.....	03/29/2018	07/15/202032,72100000032,721(21,274)0(53,995)(53,995)32,721
2399999. Total - Joint Venture or Partnership Interests That Have Underlying Characteristics of Mortgage Loans - Unaffiliated.....						32,72100000032,721(21,274)0(53,995)(53,995)32,721
4899999. Subtotal - Unaffiliated.....						32,72100000032,721(21,274)0(53,995)(53,995)32,721
5099999. Totals.....						32,72100000032,721(21,274)0(53,995)(53,995)32,721

QE03

SCHEDULE D - PART 3

Showing all Long-Term Bonds and Stocks ACQUIRED During 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 and Administrative Symbol
Bonds - U.S. Government											
912828	ZQ	6	UNITED STATES TREASURY		09/03/2020.....	BONY/TORONTO DOMINION SECURITI.....		298,992	300,000	571	1.....
91282C	AE	1	UNITED STATES TREASURY		08/31/2020.....	WELLS FARGO SECURITIES LLC.....		595,289	600,000	183	1.....
0599999. Total - Bonds - U.S. Government.....								894,281	900,000	754	XXX.....
Bonds - All Other Government											
29135L	AL	4	ABU DHABI, EMIRATE OF.....	C.....	08/25/2020.....	CITIBANK, N.A.....		199,526	200,000		1FE.....
1099999. Total - Bonds - All Other Government.....								199,526	200,000	0	XXX.....
Bonds - U.S. Special Revenue and Special Assessment											
3132DV	7J	8	FH SD8097 - RMBS.....		07/08/2020.....	CITIGROUP GLOBAL MARKETS INC.....		719,578	700,000	350	1.....
3137EA	EU	9	FEDERAL HOME LOAN MORTGAGE CORP.....		07/21/2020.....	WELLS FARGO SECURITIES LLC.....		298,506	300,000		1.....
31418D	TQ	5	FN MA4158 - RMBS.....		09/30/2020.....	CITIGROUP GLOBAL MARKETS INC.....		620,602	600,000	33	1.....
91412H	GF	4	UNIVERSITY CALIF REVS.....		07/10/2020.....	JP MORGAN SECURITIES LLC.....		200,000	200,000		1FE.....
3199999. Total - Bonds - U.S. Special Revenue and Special Assessments.....								1,838,686	1,800,000	383	XXX.....
Bonds - Industrial and Miscellaneous											
09659W	2M	5	BNP PARIBAS SA.....	C.....	09/23/2020.....	BNP PARIBAS NY BRANCH/PARIS BONDS.....		200,000	200,000		
24703D	BB	6	DELL INTERNATIONAL LLC.....		07/28/2020.....	MERRILL LYNCH PIERCE FENNER SMITH INC.....		232,428	200,000	488	2FE.....
552754	AA	1	MFRA 20NQM1 A1 - CMO/RMBS.....		08/26/2020.....	CREDIT SUISSE SECURITIES (USA).....		199,998	200,000	263	
563136	AA	8	OMW 20OMW A - CMO/RMBS.....		08/17/2020.....	DEUTSCHE BANK SECURITIES, INC.....		102,994	100,000	160	1FE.....
64352V	NY	3	NCHET 2005-C A2D - RMBS.....		07/23/2020.....	MORGAN STANLEY & CO. LLC.....		163,164	164,865		1FE.....
64829V	AA	4	NRZT 18RPL1 A1 - CMO/RMBS.....		07/22/2020.....	BOFA SECURITIES INC.....		229,554	214,145	479	1FE.....
694308	HG	5	PACIFIC GAS AND ELECTRIC CO.....		07/16/2020.....	CITIGROUP GLOBAL MARKETS INC.....		105,510	100,000	1,615	2FE.....
78403D	AR	1	SBATOW 2020-2 2C - RMBS.....		07/08/2020.....	BARCLAYS CAPITAL INC.....		200,000	200,000		1FE.....
81762P	AE	2	SERVICENOW INC.....		08/06/2020.....	JP MORGAN SECURITIES LLC.....		199,252	200,000		2FE.....
85573M	AA	7	STAR 203 A1 - CMO/RMBS.....		08/05/2020.....	CREDIT SUISSE SECURITIES.....		99,999	100,000	165	1FE.....
89177B	AA	3	TPMT 2019-1 A1 - RMBS.....		09/25/2020.....	CITIGROUP GLOBAL MARKETS INC.....		245,974	228,415	666	1FE.....
89177L	AM	5	TPMT 2019-3 A1 - RMBS.....		08/12/2020.....	GOLDMAN, SACHS & CO.....		259,455	239,872	325	1FE.....
928563	AE	5	VMWARE INC.....		07/16/2020.....	GOLDMAN, SACHS & CO.....		112,270	100,000	1,330	2FE.....
3899999. Total - Bonds - Industrial and Miscellaneous.....								2,350,598	2,247,296	5,490	XXX.....
8399997. Total - Bonds - Part 3.....								5,283,091	5,147,296	6,627	XXX.....
8399999. Total - Bonds.....								5,283,091	5,147,296	6,627	XXX.....
Common Stocks - Mutual Funds											
46636U	87	6	JPMORGAN:EQUITY INC R6.....		09/29/2020.....	U.S. Bank.....	2,293.277	40,549	XXX		
9499999. Total - Common Stocks - Mutual Funds.....								40,549	XXX	0	XXX.....
9799997. Total - Common Stocks - Part 3.....								40,549	XXX	0	XXX.....
9799999. Total - Common Stocks.....								40,549	XXX	0	XXX.....
9899999. Total - Preferred and Common Stocks.....								40,549	XXX	0	XXX.....
9999999. Total - Bonds, Preferred and Common Stocks.....								5,323,640	XXX	6,627	XXX.....

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During 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				F o r e i g n	Disposal Date		Name of Purchaser		Number of Shares of Stock		Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest / Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation and Administrative Symbol					
Bonds - U.S. Government																																			
38378U		8L 4		GNR 2015-H04 FA - CMO.....				..	09/20/2020.		Paydown.....				1,769	1,769	1,780	1,770			(30)		(30)		1,740		30	30	22	12/20/2064.	1.....				
912828		PC 8		UNITED STATES TREASURY.....				..	07/23/2020.		J.P. MORGAN SECURITIES INC...				705,633	700,000	697,813	699,025			629		629		699,654		5,979	5,979	12,633	11/15/2020.	1.....				
912828		YS 3		UNITED STATES TREASURY.....				..	09/03/2020.		BONY/TORONTO DOMINION SECURITI				330,492	300,000	300,352			(18)		(18)		300,334		30,158	30,158	4,223	11/15/2029.	1.....					
0599999.														Total - Bonds - U.S. Government.....						1,037,894	1,001,769	999,944	700,795	0	581	0	581	0	1,001,727	0	36,167	36,167	16,877	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment																																			
01026C		AC 5		ALABAMA ECONOMIC SETTLEMENT AUTH BP SETT				..	09/15/2020.		Call @ 100.00.....				15,000	15,000	15,097	15,087			(10)		(10)		15,077		(77)	(77)	474	09/15/2025.	1FE.....				
3128MJ		3W 8		FH G08812 - RMBS.....				..	09/01/2020.		Paydown.....				202,337	202,337	194,425	195,292			955		955		196,247		6,090	6,090	4,048	04/01/2048.	1.....				
3132DV		3M 5		FH SD8004 - RMBS.....				..	09/01/2020.		Paydown.....				46,047	46,047	46,616	46,598			(0)		(0)		46,598		(551)	(551)	919	08/01/2049.	1.....				
3132DV		4N 2		FH SD8029 - RMBS.....				..	09/01/2020.		Paydown.....				9,174	9,174	9,403			(7)		(7)		9,395		(221)	(221)	99	12/01/2049.	1.....					
3132DV		4W 2		FH SD8037 - RMBS.....				..	09/01/2020.		Paydown.....				129,620	129,620	128,952			26		26		128,978		642	642	1,944	01/01/2050.	1.....					
3132DV		5Q 4		FH SD8055 - RMBS.....				..	09/01/2020.		Paydown.....				26,524	26,524	27,193			(39)		(39)		27,154		(630)	(630)	302	04/01/2050.	1.....					
3132DV		7J 8		FH SD8097 - RMBS.....				..	09/01/2020.		Paydown.....				5,851	5,851	6,015			(3)		(3)		6,012		(161)	(161)	16	08/01/2050.	1.....					
3132XY		XM 4		FH Q56083 - RMBS.....				..	09/01/2020.		Paydown.....				45,044	45,044	44,407	44,460			45		45		44,505		538	538	994	05/01/2048.	1.....				
3137FR		K5 9		FHR 4961C A - CMO/RMBS.....				..	09/01/2020.		Paydown.....				92,720	92,720	93,415			(47)		(47)		93,368		(648)	(648)	1,191	07/25/2034.	1.....					
31418C		NE 0		FN MA3088 - RMBS.....				..	09/01/2020.		Paydown.....				214,087	214,087	217,541	217,340			(377)		(377)		216,964		(2,877)	(2,877)	5,668	08/01/2047.	1.....				
31418C		U7 7		FN MA3305 - RMBS.....				..	09/01/2020.		Paydown.....				187,717	187,717	185,840	186,003			161		161		186,164		1,552	1,552	4,358	03/01/2048.	1.....				
31418C		V2 7		FN MA3332 - RMBS.....				..	09/01/2020.		Paydown.....				289,185	289,185	286,293	286,546			241		241		286,787		2,398	2,398	6,721	04/01/2048.	1.....				
31418D		FF 4		FN MA3765 - RMBS.....				..	09/01/2020.		Paydown.....				28,768	28,768	28,920	28,917			(3)		(3)		28,913		(146)	(146)	484	09/01/2049.	1.....				
31418D		GK 2		FN MA3801 - RMBS.....				..	09/01/2020.		Paydown.....				16,920	16,920	16,838	16,839			2		2		16,841		79	79	287	10/01/2049.	1.....				
31418D		GM 8		FN MA3803 - RMBS.....				..	09/01/2020.		Paydown.....				592,198	592,198	611,190			591		591		611,781		(19,583)	(19,583)	12,005	10/01/2049.	1.....					
31418D		GN 6		FN MA3804 - RMBS.....				..	09/01/2020.		Paydown.....				66,761	66,761	69,721			143		143		69,863		(3,103)	(3,103)	1,522	10/01/2049.	1.....					
31418D		KT 8		FN MA3905 - RMBS.....				..	09/01/2020.		Paydown.....				727,438	727,438	740,964			(1,490)		(1,490)		739,474		(12,036)	(12,036)	12,888	01/01/2050.	1.....					
31418D		Q7 0		FN MA4077 - RMBS.....				..	09/01/2020.		Paydown.....				8,336	8,336	8,513			(4)		(4)		8,509		(173)	(173)	32	07/01/2050.	1.....					
31418D		QH 8		FN MA4055 - RMBS.....				..	09/01/2020.		Paydown.....				13,895	13,895	14,398			(16)		(16)		14,382		(488)	(488)	95	06/01/2050.	1.....					
59261E		AH 2		METROPOLITAN TRANSN AUTH N Y SPL OBLIG				..	07/01/2020.		Call @ 100.00.....				300,000	300,000	296,838	298,012			386		386		298,398		1,602	1,602	8,169	07/01/2022.	1FE.....				
59261E		AM 1		METROPOLITAN TRANSN AUTH N Y SPL OBLIG				..	07/01/2020.		Call @ 100.00.....				400,000	400,000	400,000	400,000			0		0		400,000		0	0	12,872	07/01/2026.	1FE.....				
3199999.														Total - Bonds - U.S. Special Revenue and Special Assessments.....						3,417,620	3,417,620	3,442,578	1,735,095	0	553	0	553	0	3,445,411	0	(27,791)	(27,791)	75,089	XXX	XXX
Bonds - Industrial and Miscellaneous																																			
00287Y		CC 1		ABBVIE INC.....				..	09/15/2020.		Maturity @ 100.00.....				300,000	300,000	308,880	301,046			(1,046)		(1,046)		300,000		0	0	12,656	09/15/2020.	2FE.....				
018490		AN 2		ALLERGAN INC.....				..	09/15/2020.		Maturity @ 100.00.....				300,000	300,000	308,880	301,046			(1,046)		(1,046)		300,000		0	0	7,594	09/15/2020.	0.....				
035242		AA 4		ANHEUSER-BUSCH INBEV FINANCE INC				..	07/01/2020.		Corporate Action.....				262,813	250,000	249,473	249,680			54		54		249,734		13,078	13,078	6,380	01/17/2023.	2FE.....				
05972M		AA 2		BANC 2019-CRE5 A - CMBS.....				..	08/17/2020.		Paydown.....				19,511	19,511	19,511	19,511			0		0		19,511		0	0	250	03/17/2036.	1FE.....				
09659W		2E 3		BNP PARIBAS SA.....				C	09/23/2020.		Morgan Stanley.....				212,562	200,000	196,690	197,758			494		494		198,252		14,310	14,310	7,467	03/01/2023.	1FE.....				
12555D		AB 1		CIM 2019-INV1 A2 - CMO/RMBS.....				..	09/25/2020.		Paydown.....				9,904	9,904	9,884	9,818			(35)		(35)		9,783		121	121	124	02/25/2049.	1FE.....				
26829G		AA 6		ECMC 2018-2 A - ABS.....				..	09/25/2020.		Paydown.....				1,524	1,524	1,522	1,514			(36)		(36)		1,478		46	46	17	09/25/2068.	1FE.....				
29374A		AB 0		EFF 2019-1 A2 - ABS.....				..	09/20/2020.		Paydown.....				12,404	12,404	12,404	12,404			0		0		12,404		0	0	245	10/21/2024.	1FE.....				
37045X		AY 2		GENERAL MOTORS FINANCIAL COMPANY INC				..	07/13/2020.		Maturity @ 100.00.....				100,000	100,000	99,617	99,904			96		96		100,000		0	0	3,200	07/13/2020.	2FE.....				

QE05

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During 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			F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest / Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation and Administrative Symbol
552754 AA 1	MFRA 20NQM1 A1 - CMO/RMBS.....			..	09/25/2020.	Paydown.....	6,2556,2556,255	(0)(0)6,255008	08/25/2049.	1FE.....
59981B AC 8	MCMLT 19GS1 A1 - CMO/RMBS.....			..	09/25/2020.	Paydown.....	4,3054,3054,3254,325(6)(6)4,319(14)(14)80	07/25/2059.	1FE.....
64352V NY 3	NCHET 2005-C A2D - RMBS.....			..	09/25/2020.	Paydown.....	5,6495,6495,591	10105,60148484	12/25/2035.	1FE.....
64828X AA 1	NRZT 2020-RPL1 A1 - CMO/RMBS.....			..	09/01/2020.	Paydown.....	5,9535,9496,045	47476,092(139)(139)96	11/25/2059.	1FE.....
64829V AA 4	NRZT 18RPL1 A1 - CMO/RMBS.....			..	09/01/2020.	Paydown.....	8,1288,1288,712	(1)(1)8,712(584)(584)38	12/26/2057.	1FE.....
65339K AQ 3	NEXTERA ENERGY CAPITAL HOLDINGS INC			..	09/01/2020.	Maturity @ 100.00.....	100,000100,000100,285100,093(93)(93)100,00003,342	09/01/2020.	2FE.....
85573M AA 7	STAR 203 A1 - CMO/RMBS.....			..	09/25/2020.	Paydown.....	3,5833,5833,583	03,583008	04/25/2065.	1FE.....
89177H AA 0	TPMT 2019-HY2 A1 - RMBS.....			..	09/25/2020.	Paydown.....	19,92319,92320,076	272720,103(180)(180)207	05/25/2058.	1FE.....
89177L AM 5	TPMT 2019-3 A1 - RMBS.....			..	09/01/2020.	Paydown.....	4,2157,8058,442	(0)(0)8,442(4,227)(4,227)24	02/25/2059.	1FE.....
89177X AA 5	TPMT 2019-HY3 A1A - RMBS.....			..	09/25/2020.	Paydown.....	6,5386,5386,5466,546(1)(1)6,545(6)(6)84	10/27/2059.	1FE.....
90931E AA 2	UAL 2019-1 A - ABS.....			..	08/25/2020.	Paydown.....	2,3072,3072,3072,30702,3070105	02/25/2033.	2FE.....
92939F AT 6	WFRBS 2014-C21 A4 - CMBS.....			..	09/01/2020.	Paydown.....	41414141(0)(0)41(1)(1)1	08/16/2047.	1FE.....
3899999.	Total - Bonds - Industrial and Miscellaneous.....						1,385,6151,363,8271,379,0701,305,9950(1,537)0(1,537)01,363,162022,45322,45341,930	XXX	XXX
8399997.	Total - Bonds - Part 4.....						5,841,1295,783,2165,821,5923,741,8850(403)0(403)05,810,299030,82930,829133,897	XXX	XXX
8399999.	Total - Bonds.....						5,841,1295,783,2165,821,5923,741,8850(403)0(403)05,810,299030,82930,829133,897	XXX	XXX
9999999.	Total - Bonds, Preferred and Common Stocks.....						5,841,129	XXX5,821,5923,741,8850(403)0(403)05,810,299030,82930,829133,897	XXX	XXX

Sch. DB - Pt. A - Sn. 1
NONE

Sch. DB - Pt. B - Sn. 1
NONE

Sch. DB - Pt. D - Sn. 1
NONE

Sch. DB - Pt. D - Sn. 2
NONE

Sch. DB - Pt. E
NONE

Sch. DL - Pt. 1
NONE

Sch. DL - Pt. 2
NONE

HMO Partners, Inc
SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1	2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
					6	7	8	
Depository	Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount or interest Accrued at Current Statement Date	First Month	Second Month	Third Month	*
Open Depositories								
Bank of America.....					22,098,507	26,425,479	21,123,811	XXX
Simmons.....					7,136,457	6,389,865	6,395,078	XXX
US Bank.....					455,420	385,308	164,060	XXX
Bancorp.....							25,000	XXX
Regions MK.....					5,125	5,125	8,188	XXX
0199998. Deposits in.....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - Open Depositories.....	XXX	XXX			808	0	0	XXX
0199999. Total Open Depositories.....	XXX	XXX	0	0	29,696,318	33,205,777	27,716,136	XXX
0399999. Total Cash on Deposit.....	XXX	XXX	0	0	29,696,318	33,205,777	27,716,136	XXX
0599999. Total Cash.....	XXX	XXX	0	0	29,696,318	33,205,777	27,716,136	XXX

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1	2	3	4	5	6	7	8	9
CUSIP	Description	Code	Date Acquired	Rate of Interest	Maturity Date	Book/Adjusted Carrying Value	Amount of Interest Due & Accrued	Amount Received During Year
Bonds - U.S. Special Revenue & Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their U.S. Political Subdivision - Issuer Obligations								
	FEDERAL HOME LOAN BANKS.....		09/25/2020.....		11/20/2020.....	1,399,835		.20
2599999.	U.S. Special Revenue & Special Assessment Obligations - Issuer Obligations.....					1,399,835	.0	.20
3199999.	Total - U.S. Special Revenue & Special Assessment Obligations and all Non-Guaranteed Obligations.....					1,399,835	.0	.20
Total Bonds								
7699999.	Subtotals - Issuer Obligations.....					1,399,835	.0	.20
8399999.	Subtotals - Bonds.....					1,399,835	.0	.20
Exempt Money Market Mutual Funds as Identified by the SVO								
60934N 50 0	FEDERATED HRMS TRS INST.....		09/28/2020.....	0.010		4,575,525	.46	.842
8599999.	Total - Exempt Money Market Mutual Funds as Identified by the SVO.....					4,575,525	.46	.842
8899999.	Total - Cash Equivalents.....					5,975,359	.46	.862