



QUARTERLY STATEMENT
AS OF SEPTEMBER 30, 2020
OF THE CONDITION AND AFFAIRS OF THE
MCNA INSURANCE COMPANY

NAIC Group Code 4730 , 4730 NAIC Company Code 14063 Employer's ID Number 522459969
(Current Period) (Prior Period)

Organized under the Laws of Texas , State of Domicile or Port of Entry Texas

Country of Domicile US

Licensed as business type:
Life, Accident and Health ☒ Property/Casualty ☐ Hospital, Medical and Dental Service or Indemnity ☐
Dental Service Corporation ☐ Vision Service Corporation ☐ Other ☐
Health Maintenance Organization ☐ Is HMO Federally Qualified? Yes () No ()

Incorporated/Organized May 4, 2011 Commenced Business May 4, 2011

Statutory Home Office 100 Congress Avenue Suite 1100, Austin, Texas, US 78701
(Street and Number, City or Town, State, Country and Zip Code)

Main Administrative Office 200 West Cypress Creek Road Suite 500, Fort Lauderdale, Florida, US 33309 800-494-6262
(Street and Number, City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address 200 West Cypress Creek Road Suite 500, Fort Lauderdale, Florida, US 33309
(Street and Number or P. O. Box, City or Town, State, Country and Zip Code)

Primary Location of Books and Records 200 West Cypress Creek Road Suite 500, Fort Lauderdale, Florida, US 33309
(Street and Number, City or Town, State, Country and Zip Code)
800-494-6262
(Area Code) (Telephone Number)

Internet Website Address www.mcna.net

Statutory Statement Contact Edward Strongin 800-494-6262 x189
(Name) (Area Code) (Telephone Number) (Extension)
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(E-Mail Address) (Fax Number)

OFFICERS

JEFFREY FEINGOLD (PRESIDENT/CEO) GLEN FEINGOLD (CHIEF OPERATING OFFICER)
CARLOS LACASA (SECRETARY) EDWARD STRONGIN (TREASURY)

OTHER OFFICERS

DIRECTORS OR TRUSTEES

JEFFREY FEINGOLD, DDS
GLEN FEINGOLD
BARBARA FEINGOLD
CARLOS LACASA
GARY CLARKE
ALBERT HAWKINS
JACK GREENMAN, CPA
SAM HAMMER, CPA

State of Florida }
County of Broward } SS

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

JEFFREY FEINGOLD, DDS GLEN FEINGOLD CARLOS LACASA
PRESIDENT/CEO CHIEF OPERATING OFFICER SECRETARY

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

ASSETS

	Current Statement Date			4
	1	2	3	
	Assets	Nonadmitted Assets	Net Admitted Assets (Col. 1 minus Col. 2)	Prior Year Net Admitted Assets
1. Bonds	160,045,073		160,045,073	113,356,263
2. Stocks:				
2.1 Preferred stocks	8,014,258		8,014,258	3,426,742
2.2 Common stocks	182,400		182,400	148,700
3. Mortgage loans on real estate:				
3.1 First liens				
3.2 Other than first liens				
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances)				
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$ 133,468,252), cash equivalents (\$ 18,597,036) and short-term investments (\$ 14,041,172)	166,106,461		166,106,461	59,498,528
6. Contract loans (including \$ premium notes)				
7. Derivatives				
8. Other invested assets				
9. Receivables for securities				
10. Securities lending reinvested collateral assets				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Line 1 through Line 11)	334,348,192		334,348,192	176,430,233
13. Title plants less \$ charged off (for Title insurers only)				
14. Investment income due and accrued	1,218,180		1,218,180	973,282
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	45,764,590		45,764,590	18,785,370
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)				
15.3 Accrued retrospective premiums (\$) and contracts subject to redetermination (\$)				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers				
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts				
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon				
18.2 Net deferred tax asset				
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software				
21. Furniture and equipment, including health care delivery assets (\$)	218,584	218,584		
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates	410,592	410,592		
24. Health care (\$ 5,475,344) and other amounts receivable	5,475,344		5,475,344	5,475,344
25. Aggregate write-ins for other-than-invested assets	3,778,492	3,778,492		
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Line 12 to Line 25)	391,213,974	4,407,668	386,806,306	201,664,229
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Totals (Line 26 and Line 27)	391,213,974	4,407,668	386,806,306	201,664,229
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. Totals (Line 1101 through Line 1103 plus Line 1198) (Line 11 above)				
2501. Prepaids	3,738,089	3,738,089		
2502. Security Deposit	40,403	40,403		
2503. TDI Premium Tax Refund				
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Line 2501 through Line 2503 plus Line 2598) (Line 25 above)	3,778,492	3,778,492		

LIABILITIES, CAPITAL AND SURPLUS

	Current Period			Prior Year
	1	2	3	4
	Covered	Uncovered	Total	Total
1. Claims unpaid (less \$ 11,754,000 reinsurance ceded)	70,867,247		70,867,247	32,758,182
2. Accrued medical incentive pool and bonus amounts	1,375,000		1,375,000	1,000,000
3. Unpaid claims adjustment expenses				
4. Aggregate health policy reserves, including the liability of \$ for medical loss ratio rebate per the Public Health Service Act	147,803,410		147,803,410	20,666,449
5. Aggregate life policy reserves				
6. Property/casualty unearned premium reserve				
7. Aggregate health claim reserves				
8. Premiums received in advance				
9. General expenses due or accrued	10,077,117		10,077,117	6,564,358
10.1 Current federal and foreign income tax payable and interest thereon (including \$ realized gains (losses))				
10.2 Net deferred tax liability				
11. Ceded reinsurance premiums payable				
12. Amounts withheld or retained for the account of others				
13. Remittances and items not allocated				
14. Borrowed money (including \$ current) and interest thereon \$ (including \$ current)				
15. Amounts due to parent, subsidiaries and affiliates				
16. Derivatives				
17. Payable for securities	3,333,974		3,333,974	
18. Payable for securities lending				
19. Funds held under reinsurance treaties (with \$ authorized reinsurers, \$ 11,754,000 unauthorized reinsurers and \$ certified reinsurers)	11,754,000		11,754,000	9,957,750
20. Reinsurance in unauthorized and certified (\$) companies				
21. Net adjustments in assets and liabilities due to foreign exchange rates				
22. Liability for amounts held under uninsured plans				
23. Aggregate write-ins for other liabilities (including \$ current)	112,822		112,822	2,435,327
24. Total liabilities (Line 1 to Line 23)	245,323,570		245,323,570	73,382,066
25. Aggregate write-ins for special surplus funds	X X X	X X X		
26. Common capital stock	X X X	X X X	2,000,000	2,000,000
27. Preferred capital stock	X X X	X X X		
28. Gross paid in and contributed surplus	X X X	X X X	28,000,000	28,000,000
29. Surplus notes	X X X	X X X		
30. Aggregate write-ins for other-than-special surplus funds	X X X	X X X		
31. Unassigned funds (surplus)	X X X	X X X	111,482,737	98,282,164
32. Less treasury stock, at cost:				
32.1 shares common (value included in Line 26 \$)	X X X	X X X		
32.2 shares preferred (value included in Line 27 \$)	X X X	X X X		
33. Total capital and surplus (Line 25 to Line 31 minus Line 32)	X X X	X X X	141,482,737	128,282,164
34. Total Liabilities, capital and surplus (Line 24 and Line 33)	X X X	X X X	386,806,306	201,664,229
DETAILS OF WRITE-INS				
2301. Accrued Reimbursement	112,822		112,822	2,435,327
2302.				
2303.				
2398. Summary of remaining write-ins for Line 23 from overflow page				
2399. Totals (Line 2301 through Line 2303 plus Line 2398) (Line 23 above)	112,822		112,822	2,435,327
2501.	X X X	X X X		
2502.	X X X	X X X		
2503.	X X X	X X X		
2598. Summary of remaining write-ins for Line 25 from overflow page	X X X	X X X		
2599. Totals (Line 2501 through Line 2503 plus Line 2598) (Line 25 above)	X X X	X X X		
3001.	X X X	X X X		
3002.	X X X	X X X		
3003.	X X X	X X X		
3098. Summary of remaining write-ins for Line 30 from overflow page	X X X	X X X		
3099. Totals (Line 3001 through Line 3003 plus Line 3098) (Line 30 above)	X X X	X X X		

STATEMENT OF REVENUE AND EXPENSES

	Current Year to Date		Prior Year to Date	Prior Year Ended December 31
	1 Uncovered	2 Total	3 Total	4 Total
1. Member Months	X X X	36,174,293	34,254,337	45,667,632
2. Net premium income (including \$ non-health premium income)	X X X	669,267,861	527,874,131	712,907,095
3. Change in unearned premium reserves and reserve for rate credits	X X X	(134,136,961)	(885,657)	(18,128,443)
4. Fee-for-service (net of \$ medical expenses)	X X X			
5. Risk revenue	X X X			
6. Aggregate write-ins for other health care related revenues	X X X			
7. Aggregate write-ins for other non-health revenues	X X X			
8. Total revenues (Line 2 to Line 7)	X X X	535,130,900	526,988,474	694,778,652
Hospital and Medical:				
9. Hospital/medical benefits		490,172,281	581,367,339	760,560,598
10. Other professional services				
11. Outside referrals				
12. Emergency room and out-of-area				
13. Prescription drugs				
14. Aggregate write-ins for other hospital and medical				(8,000,000)
15. Incentive pool, withhold adjustments and bonus amounts		375,000	375,000	(1,589,422)
16. Subtotal (Line 9 to Line 15)		490,547,281	581,742,339	750,971,176
Less:				
17. Net reinsurance recoveries		122,157,249	147,115,873	193,704,386
18. Total hospital and medical (Line 16 minus Line 17)		368,390,032	434,626,466	557,266,790
19. Non-health claims (net)				
20. Claims adjustment expenses, including \$ cost containment expenses				
21. General administrative expenses		108,489,429	88,461,489	118,119,152
22. Increase in reserves for life and accident and health contracts (including \$ increase in reserves for life only)				
23. Total underwriting deductions (Line 18 through Line 22)		476,879,461	523,087,955	675,385,942
24. Net underwriting gain or (loss) (Line 8 minus Line 23)	X X X	58,251,439	3,900,519	19,392,710
25. Net investment income earned		3,308,120	3,680,079	4,762,913
26. Net realized capital gains (losses) less capital gains tax of \$		179,119	(69,601)	38,084
27. Net investment gains (losses) (Line 25 plus Line 26)		3,487,239	3,610,478	4,800,997
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$) (amount charged off \$)]				
29. Aggregate write-ins for other income or expenses				
30. Net income or (loss) after capital gains tax and before all other federal income taxes (Line 24 plus Line 27 plus Line 28 plus Line 29)	X X X	61,738,678	7,510,997	24,193,707
31. Federal and foreign income taxes incurred	X X X			
32. Net income (loss) (Line 30 minus Line 31)	X X X	61,738,678	7,510,997	24,193,707
DETAILS OF WRITE-INS				
0601.	X X X			
0602.	X X X			
0603.	X X X			
0698. Summary of remaining write-ins for Line 6 from overflow page	X X X			
0699. Totals (Line 0601 through Line 0603 plus Line 0698) (Line 6 above)	X X X			
0701.	X X X			
0702.	X X X			
0703.	X X X			
0798. Summary of remaining write-ins for Line 7 from overflow page	X X X			
0799. Totals (Line 0701 through Line 0703 plus Line 0798) (Line 7 above)	X X X			
1401. Claims Cost Recoupment				(8,000,000)
1402.				
1403.				
1498. Summary of remaining write-ins for Line 14 from overflow page				
1499. Totals (Line 1401 through Line 1403 plus Line 1498) (Line 14 above)				(8,000,000)
2901.				
2902.				
2903.				
2998. Summary of remaining write-ins for Line 29 from overflow page				
2999. Totals (Line 2901 through Line 2903 plus Line 2998) (Line 29 above)				

STATEMENT OF REVENUE AND EXPENSES (continued)

CAPITAL AND SURPLUS ACCOUNT	1	2	3
	Current Year To Date	Prior Year To Date	Prior Year Ended December 31
33. Capital and surplus prior reporting year	128,282,164	121,706,432	121,706,432
34. Net income or (loss) from Line 32	61,738,678	7,510,997	24,193,707
35. Change in valuation basis of aggregate policy and claims reserves			(6,500,000)
36. Change in net unrealized capital gains (losses) less capital gains tax of \$	2,291,824	5,251,540	4,873,307
37. Change in net unrealized foreign exchange capital gain or (loss)			
38. Change in net deferred income tax			
39. Change in nonadmitted assets	(829,929)	(2,933,131)	2,008,719
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 Tranferred from capital			
46. Dividends to stockholders	(50,000,000)	(18,000,000)	(18,000,000)
47. Aggregate write-ins for gains or (losses) in surplus			
48. Net change in capital and surplus (Line 34 to Line 47)	13,200,573	(8,170,594)	6,575,732
49. Capital and surplus end of reporting period (Line 33 plus Line 48)	141,482,737	113,535,838	128,282,164
DETAILS OF WRITE-INS			
4701.			
4702.			
4703.			
4798. Summary of remaining write-ins for Line 47 from overflow page			
4799. Totals (Line 4701 through Line 4703 plus Line 4798) (Line 47 above)			

CASH FLOW

	1	2	3
	Current Year To Date	Prior Year To Date	Prior Year Ended December 31
Cash from Operations			
1. Premiums collected net of reinsurance	769,425,602	517,767,421	745,386,766
2. Net investment income	3,354,389	4,052,087	5,199,476
3. Miscellaneous income			
4. Total (Line 1 through Line 3)	772,779,991	521,819,508	750,586,242
5. Benefit and loss related payments	464,042,929	418,065,336	573,546,509
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7. Commissions, expenses paid and aggregate write-ins for deductions	105,810,598	91,214,893	114,716,993
8. Dividends paid to policyholders			
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)			
10. Total (Line 5 through Line 9)	569,853,527	509,280,229	688,263,502
11. Net cash from operations (Line 4 minus Line 10)	202,926,465	12,539,279	62,322,740
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	31,617,929	50,060,923	60,450,139
12.2 Stocks	274,629	119,483	369,478
12.3 Mortgage loans			
12.4 Real estate			
12.5 Other invested assets			
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	7,794	1,966	591
12.7 Miscellaneous proceeds	3,332,804		
12.8 Total investment proceeds (Line 12.1 through Line 12.7)	35,233,156	50,182,372	60,820,208
13. Cost of investments acquired (long-term only):			
13.1 Bonds	76,064,705	44,437,848	54,029,266
13.2 Stocks	4,964,726	401,630	776,660
13.3 Mortgage loans			
13.4 Real estate			
13.5 Other invested assets	15,002	151,543	151,543
13.6 Miscellaneous applications		(995,934)	142,525
13.7 Total investments acquired (Line 13.1 through Line 13.6)	81,044,433	43,995,087	55,099,994
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)	(45,811,277)	6,187,285	5,720,214
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	50,000,000	18,000,000	18,000,000
16.6 Other cash provided (applied)	(507,254)	(10,655,611)	(23,827,073)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	(50,507,254)	(28,655,611)	(41,827,073)
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)	106,607,934	(9,929,047)	26,215,881
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year	59,498,528	33,282,648	33,282,647
19.2 End of period (Line 18 plus Line 19.1)	166,106,462	23,353,601	59,498,528

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

20.0001			
20.0002			
20.0003			
20.0004			
20.0005			
20.0006			
20.0007			
20.0008			
20.0009			
20.0010			

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

	1 Total	Comprehensive (Hospital and Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefits Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
Total Members at end of:										
1. Prior Year	3,748,992								3,748,992	
2. First Quarter	3,873,688								3,873,688	
3. Second Quarter	4,093,705								4,093,705	
4. Third Quarter	4,231,616								4,231,616	
5. Current Year										
6. Current Year Member Months	36,174,293								36,174,293	
Total Member Ambulatory Encounters for Period:										
7. Physician										
8. Non-Physician										
9. Total										
10. Hospital Patient Days Incurred										
11. Number of Inpatient Admissions										
12. Health Premiums Written (a)	786,579,380								786,579,380	
13. Life Premiums Direct										
14. Property/Casualty Premiums Written										
15. Health Premiums Earned	786,579,380								786,579,380	
16. Property/Casualty Premiums Earned										
17. Amount Paid for Provision of Health Care Services	450,266,966								450,266,966	
18. Amount Incurred for Provision of Health Care Services	490,172,281								490,172,281	

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

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

Aging Analysis of Unpaid Claims

1 Account	2 1 - 30 Days	3 31 - 60 Days	4 61 - 90 Days	5 91 - 120 Days	6 Over 120 Days	7 Total
Individually listed claims unpaid						
0199999 - Individually listed claims unpaid	33,633,073	6,785,270	4,255,534	7,679,611	30,267,760	82,621,248
0499999 - Subtotals	33,633,073	6,785,270	4,255,534	7,679,611	30,267,760	82,621,248
0799999 - Total claims unpaid						82,621,248
0899999 - Accrued medical incentive pool and bonus amounts						1,375,000

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 plus 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)						
2. Medicare Supplement						
3. Dental only						
4. Vision only						
5. Federal Employees Health Benefits Plan						
6. Title XVIII - Medicare						
7. Title XIX - Medicaid	34,076,234	295,829,733	1,404,007	69,463,240	35,480,241	32,758,181
8. Other health						
9. Health subtotal (Line 1 to Line 8)	34,076,234	295,829,733	1,404,007	69,463,240	35,480,241	32,758,181
10. Health care receivables (a)			5,475,344		5,475,344	5,475,344
11. Other non-health						
12. Medical incentive pools and bonus amounts			1,000,000	375,000	1,000,000	1,000,000
13. Totals (Line 9 minus Line 10 plus Line 11 plus Line 12)	34,076,234	295,829,733	(3,071,337)	69,838,240	31,004,897	28,282,837

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

STATEMENT AS OF SEPTEMBER 30, 2020 OF THE MCNA INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A) Accounting Practices

MCNA Insurance Company (“Company”) prepares its financial statements in accordance with accounting and reporting practices prescribed by the National Association of Insurance Commissioners (NAIC) Accounting Practices and Procedures Manual, which was adopted by the Texas Department of Insurance, and constitutes what is referred to as the Statutory Basis of Accounting. Such accounting and reporting is significantly different than generally accepted accounting principles (GAAP) in the United States; and therefore, the accompanying financial statements do not intend to present financial position, results of operations, and cash flows in accordance with GAAP.

A reconciliation of the Company’s net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the State of Texas is shown below:

	<u>SSAP #</u>	<u>F/S</u> <u>Page</u>	<u>F/S</u> <u>Line #</u>	<u>2020</u>	<u>2019</u>
<u>NET INCOME</u>					
(1) MCNA Insurance Company state basis	_____	_____	_____	<u>\$ 61,738,678</u>	<u>\$ 24,193,707</u>
(2) State Prescribed Practices that increase/(decrease) NAIC SAP: None	_____	_____	_____	_____	_____
(3) State Permitted Practices that increase/(decrease) NAIC SAP: None	_____	_____	_____	_____	_____
(4) NAIC SAP (1-2-3=4)	_____	_____	_____	<u>\$ 61,738,678</u>	<u>\$ 24,193,707</u>
<u>SURPLUS</u>					
(5) MCNA Insurance Company state basis	_____	_____	_____	<u>\$ 141,482,737</u>	<u>\$ 128,282,164</u>
(6) State Prescribed Practices that increase/(decrease) NAIC SAP: None	_____	_____	_____	_____	_____
(7) State Permitted Practices that increase/(decrease) NAIC SAP: None	_____	_____	_____	_____	_____
(8) NAIC SAP (5-6-7=8)	_____	_____	_____	<u>\$ 141,482,737</u>	<u>\$ 128,282,164</u>

NOTES TO FINANCIAL STATEMENTS

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

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions concerning dental costs, investment valuation and other factors that affect the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities as of the date of the statement of admitted assets, liabilities, capital and surplus, and the revenues and expenses for the nine months ended September 30, 2020. Such estimates are based on historical experience and other assumptions that are considered appropriate in the circumstances. However, actual results could differ from those estimates and these differences may be material.

C) Accounting Policies

Based on the Company's contracts with various Medicaid agencies, capitation fees are recorded as revenue except for those deemed to be advances under the terms of the contract. Advance premiums are reflected as unearned and recognized as revenue when earned. For the nine months ended September 30, 2020, the Company recorded net capitation fees of \$669,267,861, inclusive of reinsurance experience refund. Current year changes to health policy reserves under various state contracts offset net capitation revenues by \$187,590,496.

In addition, the Company uses the following accounting policies:

- (1) Short-term investments consist of liquid investments, with maturity dates of one year or less at the time of acquisition and are stated at fair market value.
- (2) Bonds are stated at fair market value.
- (3) Common stocks are stated at fair market value.
- (4) Preferred stocks are stated at fair market value.
- (5) The Company does not have any investments in mortgage loans on real estate.
- (6) The Company does not have any investments in loan-backed securities.
- (7) The Company does not have any investments in subsidiaries, controlled and affiliated entities.

NOTES TO FINANCIAL STATEMENTS

- (8) The Company does not have any investments in joint ventures, partnerships, and limited liability companies.
- (9) The Company does not have any investments in derivatives.
- (10) The Company does not utilize anticipated investment income as a factor in the premium deficiency calculation.
- (11) The Company records the cost of services provided by the dentists and specialists in its network based on actual fee-for-service claims submitted, plus an estimate for the cost of services incurred but not reported. For the nine months ended September 30, 2020, the Company's cost for dental services was \$490,172,281 before amounts ceded to reinsurer of \$122,157,249.

At year end, the Company's estimate for the cost of dental services incurred but not reported is computed by an independent actuary using standard actuarial methodologies. While management believes the amounts for such liabilities are adequate, these liabilities are based on assumptions and estimates with the ultimate liability being in excess of or less than the amount provided.

- (12) The Company has not modified its capitalization policy from the prior period.

- (13) The Company does not have any pharmaceutical rebates receivable.

D) Going Concern – Not applicable

2. Accounting Changes and Correction of Errors

This note is not applicable to the Company.

3. Business Combinations and Goodwill

This note is not applicable to the Company.

4. Discontinued Operations

This note is not applicable to the Company.

NOTES TO FINANCIAL STATEMENTS

5. Investments

- A. The Company does not have any Mortgage loans, including Mezzanine Real Estate Loans.
- B. The Company does not have any Debt Restructuring.
- C. The Company does not have any Reverse Mortgages.
- D. The Company does not have any Loan-Backed Securities.
- E. The Company does not have any Dollar Repurchase Agreements and/or Securities Lending Transactions.
- F. The Company does not own any Repurchase Agreements Transactions Accounted for as Secured Borrowing.
- G. The Company does not own any Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing.
- H. The Company does not own any Repurchase Agreements Transactions Accounted for as a Sale.
- I. The Company does not own any Reverse Repurchase Agreements Transactions Accounted for as a Sale.
- J. The Company does not own any Real Estate.
- K. The Company does not have any investments in low-income housing tax credits (LIHTC).
- L. Restricted Assets

The Company normally maintains US Treasury Notes in the amount of \$2,400,000, held by the Texas Treasury Safekeeping Trust, for the restricted benefit of the Commissioner of Insurance for the State of Texas. The US Treasury Notes have recently matured and the Texas Treasury Safekeeping Trust is currently holding cash of \$2,400,000 pending transfer of replacement securities. This amount is included in total admitted assets and comprises 0.62% of total admitted assets.

STATEMENT AS OF SEPTEMBER 30, 2020 OF THE MCNA INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

The company also maintains approximately \$400,000 restricted assets as listed below.

(1) Restricted Assets (Including Pledged)

		1	2	3	4	5	6	7
	Restricted Asset Category	Total Gross (Admitted & Nonadmitted) Restricted from Current Year	Total Gross (Admitted & Nonadmitted) Restricted from Prior Year	Increase/ (Decrease) (1 minus 2)	Total Current Year Nondmitted Restricted	Total Current Year Admitted Restricted (1 minus 4)	Gross (Admitted & Nonadmitted) Restricted to Total Assets (a)	Admited Restricted in Total Admitted Assets (b)
a.	Subject to contractual obligation for which liability is not shown	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b.	Collateral held under security leding agreements	-	-	-	-	-	-	-
c.	Subject to repurchase agreements	-	-	-	-	-	-	-
d.	Subject to reverse repurchase agreements	-	-	-	-	-	-	-
e.	Subject to dollar repurchase agreements	-	-	-	-	-	-	-
f.	Subject to dollar reserve repurchase agreements	-	-	-	-	-	-	-
g.	Placed under option contracts	-	-	-	-	-	-	-
h.	Letter stock or securities restricted as to sale - excluding FHLB capital stock	-	-	-	-	-	-	-
i.	FHLB capital stock							
j.	On deposit with states	2,400,000	2,399,487	513	-	2,400,000	0.6%	0.6%
k.	On deposit with other regulatory bodies	-	-	-	-	-		
l.	Pledged as collateral to FHLB (including assets backing funding agreements)							
m.	Pledged as collateral not captured in other categories	-	-	-	-	-		
n.	Other restricted assets	400,145	400,162	(17)	-	400,145	0.1%	0.1%
o.	Total Restricted Assets	\$ 2,800,145	\$ 2,799,649	\$ 496	\$ -	\$ 2,800,145	0.7%	0.7%
	(a) Column 1 divided by Asset Page, Column 1, Line 28							
	(b) Column 5 divided by Asset Page, Column 3, Line 28							

STATEMENT AS OF SEPTEMBER 30 , 2020 OF THE MCNA INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

(2) This note is not applicable to the Company.

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

	1	2	3	4	5	6
Description of Assets	Total Gross Restricted from Current Year	Total Gross Restricted From Prior Year	Increase/ (Decrease) (1 minus 2)	Total Current Year Admitted Restricted	Percentage Gross Restricted to Total Assets	Percentage Admitted Restricted to Total Admitted Assets
Certificate of Deposit for Arkansas	\$ 100,015	\$ 100,015	-	\$ 100,015	0.030%	0.030%
U.S. Treasury Notes for Nevada	\$ 200,224	\$ 200,312	(88)	\$ 200,224	0.050%	0.050%
U.S. Treasury Notes for Ohio	\$ 99,906	\$ 99,836	70	\$ 99,906	0.030%	0.030%
	-	-	-	-		
Total	\$ 400,145	\$ 400,162	\$ (18)	\$ 400,145	0.100%	0.100%

(4) This note is not applicable to the Company

- M. The Company does not have working capital finance investments.
- N. The Company does not have any Offsetting and Netting Assets and Liabilities
- O. The Company does not have any 5* Securities.
- P. The Company does not have any Short Sales.
- Q. The Company does not have any Prepayment Penalty and Acceleration Fees

6. Joint Ventures, Partnerships and Limited Liability Companies

This note is not applicable to the Company.

7. Investment Income

- A. All investment income due and accrued with amounts that are over 90 days past due are excluded (nonadmitted) from surplus.

NOTES TO FINANCIAL STATEMENTS

B. The Company did not exclude any investment income.

8. Derivative Instruments

This note is not applicable to the Company.

9. Income Taxes

The Company is a wholly-owned subsidiary of MCNA Health Care Holdings, LLC. Qualified S Corporation Subsidiary (Q Sub) elections have been filed for the Company and its affiliates, and accepted by Internal Revenue Service. Accordingly, the Company and its affiliates Managed Care of North America, Inc., MCNA Systems Corp, and Sierra Dental, which are considered disregarded entities for Federal income tax purposes, will file a consolidated return with their common parent. Under provisions of Subchapter S of the Internal Revenue Code, in lieu of corporate income tax expense or benefit, the stockholder(s) of an S Corporation report their proportionate share of the Company's taxable income or loss. Additionally, an S Corporation is normally not subject to state taxes or state filing requirements. Therefore, no provision or liability for federal or state income tax expense nor any deferred tax benefit or liability is included in the statutory financial statements. No elections have been made regarding admitting deferred tax assets nor has there been any deferred income tax effect on the Company's capital and surplus.

10. Information Concerning Parent, Subsidiaries and Affiliates and Other Related Parties

- A. The Company is affiliated with Managed Care of North America, Inc. through their common parent MCNA Health Care Holdings, LLC.
- B. The Company has approved management services agreements with parent MCNA Health Care Holdings, LLC. The Company also entered into dental administrative services agreements with its affiliate, Managed Care of North America, Inc., for third-party administration as well as other delegated services, based upon requirements of each line of business.
- C. During the nine months ended September 30, 2020, the Company paid approximately \$11,800,000 in fees to its parent under the aforementioned management services agreement, based on a percentage of revenue.

For the nine months ended September 30, 2020, the Company paid approximately \$46,700,000, net of allocations, for dental administrative service fees to its affiliate, based on per-member per-month (PMPM) charges.

NOTES TO FINANCIAL STATEMENTS

There were no changes in terms to previously existing agreements from that used in the preceding period. Separate agreements will cover services required for the Company's most recent lines of business.

- D. As of September 30, 2020, the Company had a balance due from related parties of approximately \$400,000, which was for payment of various operating expenses advanced through the reporting period.
- E. The Company has no guarantees or undertakings, written or otherwise.
- F. The Company's only related-party agreements are those that are discussed above in Section B and C of this note.
- G. All outstanding shares of the Company are owned by its parent, MCNA Health Care Holdings LLC, which is domiciled in the State of Florida.
- H. The Company has no investment in any upstream entity, either directly or indirectly.
- I. The Company has no investments in Subsidiary, Controlled or Affiliated (SCA) entities.
- J. The Company has no investments in any SCA entity, impaired or otherwise.
- K. The Company has no investments in a foreign insurance subsidiary.
- L. The Company has no investments in a downstream non-insurance holding company.
- M. The Company has no investments in Subsidiary, Controlled or Affiliated (SCA) entities.
- N. The Company has no investments in an insurance SCA.
- O. This note is not applicable to the Company.

11. Debt

This note is not applicable to the Company.

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

NOTES TO FINANCIAL STATEMENTS

- A. The Company does not have a defined benefit plan.
- B. This note is not applicable to the Company.
- C. This note is not applicable to the Company.
- D. This note is not applicable to the Company.
- E. The Company's employees participate in a 401(k) "safe harbor" plan ("the Plan") established during 2012 and sponsored by the parent company (MCNA Health Care Holdings, LLC). Eligible employees are permitted to defer compensation up to IRS limitations based on their age at the end of each plan year. The Plan offers a "safe harbor" matching contribution equal to the minimum of the sum of 100% of the first 3% of annual compensation plus an additional 50% of the next 2% based on amount of compensation the employee contributes to the Plan. The Company has realized an expense of approximately \$3,000 for higher anticipated matching expense for the plan year 2019 and has expensed an estimated \$14,000 associated with the anticipated matching portion of the Plan for the year ending December 31, 2020. The matching portion for the plan year 2019 was paid on May 22, 2019 in the amount of approximately \$32,000.
- F. The Company does not have multiemployer plans.
- G. See Note 12E above.
- H. The Company's post employment benefits for compensated absences are immaterial.
- I. Not applicable to the Company.

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

- (1) The Company has 1,000,000 common shares authorized and 700,000 shares issued and outstanding with capital stock of \$2,000,000.
- (2) The Company has no preferred shares outstanding.

NOTES TO FINANCIAL STATEMENTS

- (3) Pursuant to Texas Insurance Code Section 403.001, the Company may not pay a dividend except from surplus profits arising from the business.
- (4) On June 12, 2020 the Company, with acknowledgment from Texas Department of Insurance, issued a dividend payment of \$50,000,000 to its parent.
- (5) The Company may make distributions to its parent to pay income taxes, if any, arising out of pass-through income. Distributions in excess of those necessary for taxes require approval of reinsurer and Holding Company (Parent) lender.
- (6) There are no restrictions placed on the Company's surplus, including for whom the surplus is being held.
- (7) Not applicable.
- (8) There are no amounts of stock held for special purposes.
- (9) Not applicable.
- (10) The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and losses was approximately \$4,500,000 for unrealized net gain as of September 30, 2020.
- (11) The Company has no surplus notes.
- (12) Not applicable.
- (13) Not applicable.

14. Liabilities, Contingencies, and Assessments

- A. The Company has no material contingent liabilities.
- B. The Company has not been advised of any assessments other than that described in 14 F below.
- C. The Company has no gain contingencies. See 14 F below

NOTES TO FINANCIAL STATEMENTS

- D. The Company has no extra contractual obligations or bad faith losses stemming from lawsuits.
- E. The Company has no joint and several liabilities.
- F. In addition to the Company's dependency on its major State Medicaid contracts, it is a regulated entity under Texas, Louisiana, Iowa, Idaho, Nebraska, Arkansas, and Utah Insurance Codes, where we currently operate, and as such is subject to, among other things, changes in initiatives to increase healthcare regulations and restrict insurance pricing and the application of underwriting standards.

The likelihood or outcome of current or future suits cannot be accurately predicted. In addition, the potential for increased liability for negligence arising from claim adjudication, along with possible increased litigation adds to this uncertainty. Such legal actions or government audits and investigations could have an adverse effect on the Company's financial position, results of operations or cash flows.

In December 2019, the President signed into law the "Further Consolidated Appropriations Act, 2020 which repeals several Affordable Care Act ("ACA") excise taxes including the Health Insurer Fee ("HIF") effective for years after 2020. The HIF will be assessed in 2020.

Tax regulations under the Affordable Care Act provide for a fee on health insurers, based on prior year written premiums. The Company fee of approximately \$16,500,000 for the year ending December 31, 2020 was paid on September 25, 2020. Accordingly, during the nine months ended September 30, 2020, the company accrued and expensed this amount in full per Statutory Accounting Principles.

Furthermore, in order to meet actuarially sound plan fiscal guidelines, refunding of these fees, including a "gross-up for income tax effect", has been approved. The Company is anticipating reimbursement of approximately \$24,125,000. The Company has recorded this reimbursement in the accompanying financial statements as additional capitation.

15. Leases**A. Lessee Operating Lease**

- (1) The Company has non-cancelable leases for office facilities in San Antonio, Texas; Metairie, Louisiana; Lincoln, Nebraska; and Little Rock, Arkansas that provide for base monthly rent with annual increases plus pro-rata share of common area maintenance through April 2022

NOTES TO FINANCIAL STATEMENTS

for the San Antonio, Lincoln, and Little Rock leases through 2024 for the Metarie lease. Rent expense for the nine months ended September 30, 2020, and September 30, 2019 was approximately \$670,000, and \$690,000 respectively.

(2) At January 1, of said year, the minimum aggregate rental commitments under these leases are as follows:

<u>Years Ending December 31,</u>	<u>Operating Leases</u>
2021	961,655
2022	413,473
2023	68,346
2024	69,624
2025	-
	<u><u>\$ 1,513,098</u></u>

B. The Company has no lessor arrangements.

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

Financial instruments which potentially subject the Company to concentrations of credit risk consist principally of cash deposits in excess of the Federal Deposit Insurance Corporation’s insured limit of \$250,000. The Company generally limits exposure by placing deposits with several quality financial institutions. However, at times, such cash balances may be in excess of insured amounts.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

This note is not applicable to the Company.

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

This note is not applicable to the Company.

NOTES TO FINANCIAL STATEMENTS

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

This note is not applicable to the Company.

20. Fair Value Measurements

Generally accepted accounting principles require that certain assets and liabilities be measured at fair market value while allowing the option to carry certain other assets and liabilities that were not previously measured at fair value at their previous carrying value. In this connection, fair value measurements establish a hierarchy to prioritize the computation of fair value. Such hierarchy consists of a) - valuations based on quoted prices in active markets for identical assets or liabilities (Level 1), b) - valuations based on observable quoted prices for similar assets and liabilities in active markets (Level 2), and c) - valuations based on inputs that are unobservable and are supported by little or no market activity, therefore, requiring management's best estimate of what market participants would use as fair value (Level 3). The Company valued all its investments at September 30, 2020 as Level 1.

A.

(1) Fair Value at Reporting Date

(2) The Company had no Level 3 investments.

(3) The Company had no transfers between levels during the nine months ended September 30, 2020.

(4) The Company had no Level 2 or Level 3 investments.

STATEMENT AS OF SEPTEMBER 30 , 2020 OF THE MCNA INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

Description			(Level 1)	(Level 2)	(Level 3)	Net Asset Value (Nav)	Total
a. Assets at Fair Value							
	Perpetual Preferred Stock						
	Industrial and Misc		8,014,258	-	-	-	8,014,258
	Parent, Subsidiaries & Affiliates		-	-	-	-	-
	Total Perpetual Preferred Stock		8,014,258	-	-	-	8,014,258
	Bonds						
	U. S. Government		57,199,017	-	-	-	57,199,017
	Industrial and Misc		102,841,080	-	-	-	102,841,080
	Hybrid Securities		-	-	-	-	-
	Parent, Subsidiaries & Affiliates		-	-	-	-	-
	Total Bonds		160,040,098	-	-	-	160,040,098
	Common Stock						
	Industrial and Misc		182,400	-	-	-	182,400.00
	Parent, Subsidiaries & Affiliates		-	-	-	-	-
	Total Common Stock		182,400	-	-	-	182,400.00
	Derivative assets						
	Interest rate contracts		-	-	-	-	-
	Foreign exchange contracts		-	-	-	-	-
	Credit contracts		-	-	-	-	-
	Commodity futures contracts		-	-	-	-	-
	Commodity forward contracts		-	-	-	-	-
	Total Derivatives		-	-	-	-	-
	Separate account assets		-				
	Total Assets at Fair Value/NAV		168,236,756	-	-	-	168,236,756
b. Liabilities at Fair Value							
	Derivative liabilities		-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
	Total Liabilities at Fair Value		-	-	-	-	-

STATEMENT AS OF SEPTEMBER 30 , 2020 OF THE MCNA INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

(5) The Company had no derivative assets and liabilities during the nine months ended September 30, 2020.

B. Not required.

C. Fair Value Level

Type of Financial Investment	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
US Government - Issuer Obligation Bonds	\$ 57,199,017	\$ 57,199,017	\$ 57,199,017	-	-	-
Industrial and Misc Bonds	102,841,080	102,841,080	102,841,080	-	-	-
Preferred Stocks	8,014,258	8,014,258	8,014,258	-	-	-
Common Stocks	182,400	182,400	182,400	-	-	-

D. This note is not applicable to the Company.

E. This note is not applicable to the Company.

21. Other Items

- A. The Company has no unusual or infrequent items to report.
- B. The Company has no troubled debt restructuring.
- C. Other Disclosures – none
- D. The Company has not had any business interruption insurance recoveries.
- E. The Company has not been involved in state transferable tax credits.
- F. The Company has not had any subprime-mortgage-related risk exposure.
- G. The Company has no retained assets.
- H. The Company has no Insurance-Linked Securities (ILS).

- I. The Company has no life insurance where the reporting entity is Owner and Beneficiary or has otherwise obtained rights to control the policy.

22. Events Subsequent

Type I – Recognized Subsequent Events:

Subsequent events have been considered through November 09, 2020 for the statutory statement issued on November 10, 2020.

There were no Type I subsequent events.

Type II – Non-recognized Subsequent Events:

Subsequent events have been considered through November 09, 2020 for the statutory statement issued on November 10, 2020.

There were no Type II subsequent events

		Current Year		Prior Year
A.	Did the reporting entity write accident and health insurance premium that is subject to Section 9010 of the federal Affordable Care Act (YES/NO)?	Yes () No (X)		
B.	ACA fee assessment payable for the upcoming year	\$ -		\$ -
C.	ACA fee assessment paid	\$ 16,514,765		\$ -
D.	Premium written subject to ACA 9010 assessment	\$ -		\$ 898,111,760
E.	Total Adjusted Capital before surplus adjustment (Five-Year Historical Line 14)	\$ 141,482,737		
F.	Total Adjusted Capital after surplus adjustment (Five-Year Historical Line 14 minus 22B above)	\$ 141,482,737		
G.	Authorized Control Level (Five-Year Historical Line 15)	\$ -		
H.	Would reporting the ACA assessment as of December 31, 2017, have triggered an RBC action level (YES/NO)?	Yes () No (X)		

NOTES TO FINANCIAL STATEMENTS

23. Reinsurance

In February 2012, the Company signed a Risk Premium Reinsurance Agreement with a reinsurance company ("the Reinsurer"). The agreement indemnifies the Company for an agreed upon quota share of dental insurance risk assumed by the Reinsurer under the terms and conditions as set forth in its contracts. During the nine months ended September 30, 2020, the Company ceded to the reinsurer premiums of \$187,590,496 and claims costs of \$122,157,249. After its experience refund, the Company incurred and paid \$1,188,848 of net reinsurance expense.

A. Ceded Reinsurance Report**Section 1 – General Interrogatories**

- (1) Are any of the reinsurers, listed in Schedule S as non-affiliated, owned in excess of 10% or controlled, either directly or indirectly, by the company or by any representative, officer, trustee, or director of the company?

Yes () No (X)

If yes, give full details.

- (2) Have any policies issued by the company been reinsured with a company chartered in a country other than the United States (excluding U.S. Branches of such companies) that is owned in excess of 10% or controlled directly or indirectly by an insured, a beneficiary, a creditor or any other person not primarily engaged in the insurance business?

Yes () No (X)

If yes, give full details.

Section 2 – Ceded Reinsurance Report – Part A

- (1) Does the company have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credit?

NOTES TO FINANCIAL STATEMENTS

Yes () No (X)

- (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.

Not Applicable

- (2) Have any new agreements been executed or existing agreements amended, since January 1st 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. Not applicable to the Company.

C. Not applicable to the Company.

D. Not applicable to the Company.

NOTES TO FINANCIAL STATEMENTS

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

In connection with the Company's contract with HHSC, it is obligated to pay an Experience Rebate if net income before taxes is greater than a graduated percentage of total revenues for any state fiscal year period. Pre-tax net income to revenues less than 3% is maintained 100% by the Company, with each increasing percentage lowering the Company's share and increasing HHSC share, up to 12%. All pre-tax net income above 12% is rebated 100% to the agency. As of September 30, 2020, the Company has calculated a total estimated experience rebate liability of approximately \$60,500,000.

Additionally, certain state contracts require member dental benefit payments to be at least 85% of earned program revenues (85% dental loss ratio ("DLR")). To the extent a related program's DLR is less than 85%, the shortfall will be reimbursed to the state. During 2020, the Company has an accrued liability estimated at \$87,000,000 for certain contracts where dental benefit payments did not exceed the required 85% dental loss ratio threshold.

- A. Not applicable to the Company.
- B. Not applicable to the Company.
- C. Not applicable to the Company.
- D. Not applicable to the Company.
- E. See Note 14 F and Note 22.

25. Change in Incurred Claims and Claim Adjustment Expenses

- A. Net incurred claims reserve was \$32,758,182 as of December 31, 2019. During the nine months ended September 30, 2020, \$34,076,234 has been paid for incurred claims and claim adjustment expenses attributable to prior years. Reserves remaining for prior years are now \$1,404,007 as a result of re-estimation of unpaid claims and claim adjustment expenses. Accordingly, there was \$2,722,059 of unfavorable prior-year's reserves applied during 2020. Original estimates are adjusted as additional information becomes known regarding individual claims and the market in which the Company operates.

NOTES TO FINANCIAL STATEMENTS

B. The Company had no significant changes in methodologies or assumptions.

26. Intercompany Pooling Arrangements

The Company is not part of a group of affiliated insurers that utilizes a pooling arrangement.

27. Structured Settlements

This note is not applicable to the Company.

28. Health Care Receivables

This note is not applicable to the Company.

A. The Company has no Pharmaceutical Rebate Receivables.

B. The Company has no Risk Sharing Receivables.

29. Participating Policies

The Company did not have any participating policies.

30. Premium Deficiency Reserves

This Company did not have any premium deficiency reserves.

31. Anticipated Salvage and Subrogation

There is no salvage or subrogation to disclose.

STATEMENT AS OF SEPTEMBER 30, 2020 OF THE MCNA INSURANCE COMPANY

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1

Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes () No (X)
- 1.2

If yes, has the report been filed with the domiciliary state?

Yes () No ()
- 2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes () No (X)
- 2.2

If yes, date of change:

.....
- 3.1

Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?

Yes (X) No ()

If yes, complete Schedule Y, Parts 1 and 1A.
- 3.2

Have there been any substantial changes in the organizational chart since the prior quarter end?

Yes () No (X)
- 3.3

If the response to 3.2 is yes, provide a brief description of those changes.

.....
- 3.4

Is the reporting entity publicly traded or a member of a publicly traded group?

Yes () No (X)
- 3.5

If the response to 3.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group.

.....
- 4.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes () No (X)

If yes, complete and file the merger history data file with the NAIC in the quarter when the merger occurred.

The data should be restatement of the prior year's date as if the merger occurred.
- 4.2

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

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

5.

If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?

Yes () No (X) N/A ()

If yes, attach an explanation
- 6.1

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

12/31/2015
- 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.

12/31/2015
- 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).

01/04/2017
- 6.4

By what department or departments?

Texas Department of Insurance
- 6.5

Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?

Yes () No () N/A (X)
- 6.6

Have all of the recommendations within the latest financial examination report been complied with?

Yes () No () N/A (X)
- 7.1

Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?

Yes () No (X)
- 7.2

If yes, give full information

.....
- 8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes () No (X)
- 8.2

If response to 8.1 is yes, please identify the name of the bank holding company.

.....
- 8.3

Is the company affiliated with one or more banks, thrifts or securities firms?

Yes () No (X)
- 8.4

If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

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

- 9.1

Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?

Yes (X) No ()

(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;

(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;

(c) Compliance with applicable governmental laws, rules and regulations;

(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and

(e) Accountability for adherence to the code.
- 9.11

If the response to 9.1 is No, please explain:

.....

.....
- 9.2

Has the code of ethics for senior managers been amended?

Yes () No (X)
- 9.21

If the response to 9.2 is Yes, provide information related to amendment(s).

.....

.....

GENERAL INTERROGATORIES
PART 1 - COMMON INTERROGATORIES

9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes () No (X)
9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

FINANCIAL

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

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? Yes () No (X)
(Exclude securities under securities lending agreements.)
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: \$
13. Amount of real estate and mortgages held in short-term investments: \$
14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes () No (X)
14.2 If yes, please complete the following:

	¹ Prior Year-End Book/ Adjusted Carrying Value	² Current Quarter Book/ Adjusted Carrying Value
14.21 Bonds	\$	\$
14.22 Preferred Stock	\$	\$
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 Line 14.21 to Line 14.26)	\$	\$
14.28 Total Investment in Parent included in Line 14.21 to Line 14.26 above	\$	\$

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes () No (X)
15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes () No () N/A (X)
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 \$
16.2 Total book adusted /carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 \$
16.3 Total payable for securities lending reported on the liability page \$
17. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes (X) No ()
17.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

¹ Name of Custodian(s)	² Custodian Address
--------------------------------------	-----------------------------------

RBC Advisors Services 200 Vasey Street, New York, NY 10281
Morgan Stanley/SAGE 100 North Tampa Street, Suite 3000, Tampa, FL 33602
Merrill Lynch 2049 Century Park E 11/ 12 FL, Century City, CA 90067
US Bank 7th & Washington, St. Louis, MO 63101

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

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

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? Yes () No (X)
17.4 If yes, give full and complete information relating thereto:

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

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

¹ Name of Firm or Individual	² Affiliation
--	-----------------------------

Gables Capital Management, Inc U
Morgan Stanley/SAGE U
Merrill Lynch U
US Bank 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 (X) No ()
17.5098 For firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") listed in the table for Question 17.5, does the total assets under management aggregate to more than 50% of the reporting entity's invested assets? Yes (X) No ()

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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
--	------------------------------------	---------------------------------------	----------------------	---

109608	Gables Capital Management , Inc			
	Morgan Stanley/SAGE			
	Merrill Lynch			
	US Bank			

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 of each self-designated PLGI security:

a. The security was purchased prior to January 1, 2018.

b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.

c. The NAIC Designation was derived from the credit rating assigned by an NAIC CRP in its legal capacity as a NRSRO which is shown on a current private letter rating held by the insurer and available for examination by state insurance regulators.

d. The reporting entity is not permitted to share this credit rating of the PL security with the SVO.

Has the reporting entity self-designated PLGI securities?

Yes () No (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 shares were purchased prior to January 1, 2019.

b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.

c. The security had a public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO prior to January 1, 2019.

d. The fund only or predominantly holds bonds in its portfolio.

e. The current reported NAIC Designation was derived from the public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO.

f. The public credit rating(s) with annual surveillance assigned by an NAIC CRP has not lapsed.

Has the reporting entity assigned FE to Schedule BA non-registered private funds that complied with the above criteria?

Yes () No (X)

STATEMENT AS OF SEPTEMBER 30 , 2020 OF THE MCNA INSURANCE COMPANY

GENERAL INTERROGATORIES

PART 2 - HEALTH INTERROGATORIES

1. Operating Percentages:
- 1.1 A&H loss percent

55.0 %
- 1.2 A&H cost containment percent

%
- 1.3 A&H expense percent excluding cost containment expenses

16.2 %
- 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.

\$
- 2.3 Do you act as an administrator for health savings accounts?

Yes () No (X)
- 2.4 If yes, please provide the balance of the funds administered as of the reporting date.

\$
3. Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states?

Yes (X) No ()
- 3.1 If no, does the reporting entity assume reinsurance business that covers risks residing in at least one state other than the state of domicile of the reporting entity?

Yes () No (X)

SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Reinsurer	5 Domiciliary Jurisdiction	6 Type of Reinsurance Ceded	7 Type of Business Ceded	8 Type of Reinsurer	9 Certified Reinsurer Rating (1 through 6)	10 Effective Date of Certified Reinsurer Rating
Life & Annuity - Affiliates	AA-3160036	03/01/2012	RGA REINS CO (BARBADOS) LTD	BRB	QA/A/I				
0199998 - Life & Annuity - Affiliates									
0299998 - Life & Annuity - Non-Affiliates									
0399998 - Accident & Health - Affiliates									
0499998 - Accident & Health - Non-Affiliates									
0599998 - Property/Casualty - Affiliates									
0699998 - Property/Casualty - Non-Affiliates									

SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS

Current Year to Date - Allocated by States and Territories

			1	Direct Business Only							
			2	3	4	5	6	7	8	9	
States, Etc.			Active Status (a)	Accident & Health Premiums	Medicare Title XVIII	Medicaid Title XIX	Federal Employees Health Benefits Program Premiums	Life & Annuity Premiums & Other Considerations	Property/ Casualty Premiums	Total Columns 2 Through 7	Deposit-Type Contracts
1.	Alabama	AL	L								
2.	Alaska	AK	N								
3.	Arizona	AZ	N								
4.	Arkansas	AR	L			54,025,524				54,025,524	
5.	California	CA	L								
6.	Colorado	CO	N								
7.	Connecticut	CT	N								
8.	Delaware	DE	N								
9.	District of Columbia	DC	N								
10.	Florida	FL	N								
11.	Georgia	GA	N								
12.	Hawaii	HI	N								
13.	Idaho	ID	L			55,426,622				55,426,622	
14.	Illinois	IL	L								
15.	Indiana	IN	N								
16.	Iowa	IA	L			20,250,751				20,250,751	
17.	Kansas	KS	N								
18.	Kentucky	KY	N								
19.	Louisiana	LA	L			191,517,262				191,517,262	
20.	Maine	ME	N								
21.	Maryland	MD	N								
22.	Massachusetts	MA	N								
23.	Michigan	MI	L								
24.	Minnesota	MN	N								
25.	Mississippi	MS	N								
26.	Missouri	MO	L								
27.	Montana	MT	N								
28.	Nebraska	NE	L			44,722,816				44,722,816	
29.	Nevada	NV	L								
30.	New Hampshire	NH	N								
31.	New Jersey	NJ	N								
32.	New Mexico	NM	N								
33.	New York	NY	N								
34.	North Carolina	NC	N								
35.	North Dakota	ND	N								
36.	Ohio	OH	N								
37.	Oklahoma	OK	L								
38.	Oregon	OR	N								
39.	Pennsylvania	PA	N								
40.	Rhode Island	RI	N								
41.	South Carolina	SC	N								
42.	South Dakota	SD	N								
43.	Tennessee	TN	N								
44.	Texas	TX	L			410,972,050				410,972,050	
45.	Utah	UT	L			15,698,933				15,698,933	
46.	Vermont	VT	N								
47.	Virginia	VA	N								
48.	Washington	WA	L								
49.	West Virginia	WV	N								
50.	Wisconsin	WI	L								
51.	Wyoming	WY	N								
52.	American Samoa	AS	N								
53.	Guam	GU	N								
54.	Puerto Rico	PR	N								
55.	U.S. Virgin Islands	VI	N								
56.	Northern Mariana Islands	MP	N								
57.	Canada	CAN	N								
58.	Aggregate Other Alien	OT	X X X								
59.	Subtotal		X X X			792,613,958				792,613,958	
60.	Reporting entity contributions for Employee Benefit Plans		X X X								
61.	Total (Direct Business)		X X X			792,613,958				792,613,958	
DETAILS OF WRITE-INS											
58001.			X X X								
58002.			X X X								
58003.			X X X								
58998.	Summary of remaining write-ins for Line 58 from overflow page		X X X								
58999.	Total (Line 58001 through Line 58003 plus Line 58998) (Line 58 above)		X X X								

(a) Active Status Counts:

L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG
E - Eligible - Reporting entities eligible or approved to write surplus lines in the state
N - None of the above - Not allowed to write business in the state

16
41

R - Registered - Non-domiciled RRGs
Q - Qualified - Qualified or accredited reinsurer

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

PART 1 - ORGANIZATIONAL CHART

MCNA Health Care Holdings, LLC
Holding Company System

MCNA Health Care Holdings, LLC
45-2542951

MCNA Insurance Company
14063 TX
52-2459969

Managed Care of North
America, Inc.
52014 FL
65-0303864

MCNA Systems, Corp.
45-3641822

Sierra Dental Plan, Inc.
82-3922528

Other Affiliates

200 West Cypress Creek
LLC
47-4939777

Sagax Technologies Limited
33-75511BH

Healthplex America LLC
83-2329503

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)	*
4730	MCNA Group		45-2542951				MCNA Health Care Holdings, LLC	FL	UDP	Jeffrey Feingold, DDS	Ownership	100.000	Jeffrey Feingold, DDS	N	
	MCNA Group		45-3641822				MCNA Systems Corp	FL	DS	MCNA Health Care Holdings, LLC	Ownership	100.000	Jeffrey Feingold, DDS	N	
4730	MCNA Group	52014	65-0303864				Managed Care of North America, Inc	FL	DS	MCNA Health Care Holdings, LLC	Ownership	100.000	Jeffrey Feingold, DDS	N	
4730	MCNA Group	14063	52-2459969				MCNA INS CO	TX	RE	MCNA Health Care Holdings, LLC	Ownership	100.000	Jeffrey Feingold, DDS	N	
4730	MCNA Group	00000	82-3922528				Sierra Dental Plan, Inc	FL	DS	MCNA Health Care Holdings, LLC	Ownership	100.000	Jeffrey Feingold, DDS	N	
Asterisk		Explanation													

NONE

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 .

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

Response

NO

Explanation:

Bar Code:

Document Identifier 365:



SCHEDULE A - VERIFICATION

Real Estate

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December		
2. Cost of acquired:		
2.1. Actual cost at time of acquisition		
2.2. Additional investment made after ac		
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/ac		
7. Deduct current year's other-than-temporal		
8. Deduct current year's depreciation		
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4+5+6+7+8+9)		
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)		

SCHEDULE B - VERIFICATION

Mortgage Loans

	1 Year To Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year		
2. Cost of acquired:		
2.1. Actual cost at time of acquisition		
2.2. Additional investment made after a		
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 mort		
9. Total foreign exchange change in book val		
10. Deduct current year's other-than-temporary impairment recognized		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6+7+8+9+10)		
12. Total Valuation Allowance		
13. Subtotal (Line 11 plus Line 12)		
14. Deduct total nonadmitted amounts		
15. Statement value at end of current period (Line 13 minus Line 14)		

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December		
2. Cost of acquired:		
2.1. Actual cost at time of acquisition		
2.2. Additional investment made after a		
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 depr		
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)		
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)		

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	116,931,705	118,337,232
2. Cost of bonds and stocks acquired	81,024,456	54,805,926
3. Accrual of discount	42,894	69,552
4. Unrealized valuation increase (decrease)	2,287,818	5,013,609
5. Total gain (loss) on disposals	141,646	(25,647)
6. Deduct consideration for bonds and stocks disposed of	31,892,558	60,819,616
7. Deduct amortization of premium	334,062	514,714
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	34,857	65,363
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6+7+8+9+10)	168,236,756	116,931,705
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)	168,236,756	116,931,705

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)	82,883,893	43,022,443	12,170,750	71,509	74,810,681	82,883,893	113,807,095	74,122,857
2. NAIC 2 (a)	41,801,143	20,655,051	3,942,113	783,330	39,597,363	41,801,143	59,297,411	40,510,346
3. NAIC 3 (a)	1,333,169		457,798	101,394	1,086,524	1,333,169	976,765	958,025
4. NAIC 4 (a)								
5. NAIC 5 (a)								
6. NAIC 6 (a)								
7. Total Bonds	126,018,205	63,677,494	16,570,662	956,233	115,494,568	126,018,205	174,081,270	115,591,228
PREFERRED STOCK								
8. NAIC 1	1,998,788			13,347	1,827,381	1,998,788	2,012,135	3,426,742
9. NAIC 2	3,193,325	2,163,847	140,503	156,548	2,449,174	3,193,325	5,373,217	
10. NAIC 3		778,591	129,406	(20,279)			628,906	
11. NAIC 4								
12. NAIC 5								
13. NAIC 6								
14. Total Preferred Stock	5,192,113	2,942,438	269,909	149,615	4,276,555	5,192,113	8,014,258	3,426,742
15. Total Bonds & Preferred Stock	131,210,318	66,619,933	16,840,571	1,105,848	119,771,123	131,210,318	182,095,528	119,017,970

(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 \$ 12,697,127 ; NAIC 2 \$ 1,344,046 ; NAIC 3 \$; NAIC 4 \$; NAIC 5 \$; NAIC 6 \$

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	14,041,172	X X X	14,045,781	10,350	15,666

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book / adjusted carrying value, December 31 of prior year	1,809,067	1,296,323
2. Cost of short-term investments acquired	14,702,104	8,256,280
3. Accrual of discount	2,595	38,806
4. Unrealized valuation increase (decrease)	(84)	624
5. Total gain (loss) on disposals	4,228	(61)
6. Deduct consideration received on disposals	2,458,611	7,782,440
7. Deduct amortization of premium	18,127	465
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 (Line 1 + Line 2 + Line 3 + Line 4 + Line 5 - Line 6 - Line 7 + Line 8 - Line 9)	14,041,171	1,809,067
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	14,041,171	1,809,067

Page SI04

Schedule DB, Part A, Verification
NONE

Schedule DB, Part B, Verification
NONE

Page SI05

Schedule DB, Pt. C, Section 1, Replicated (Synthetic Assets) Open
NONE

Page SI06

Sch DB, Pt C, Sn 2, Replication (Syn Assets) Transactions Open
NONE

Page SI07

Schedule DB, Verification
NONE

SCHEDULE E - PART 2 - VERIFICATION

(Cash Equivalents)

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	1,618,502	1,843,322
2. Cost of cash equivalents acquired	141,687,789	70,751,326
3. Accrual of discount	1,385	29,241
4. Unrealized valuation increase (decrease)	(36)	38
5. Total gain (loss) on disposals		(11)
6. Deduct consideration received on disposals	124,709,499	71,005,200
7. Deduct amortization of premium	1,106	214
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)	18,597,036	1,618,502
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	18,597,036	1,618,502

Page E01

Sch. A, Pt. 2, Real Estate Acquired
NONE

Sch. A, Pt. 3, Real Estate Disposed
NONE

Page E02

Schedule B, Part 2, Mortgage Loans Acquired
NONE

Schedule B, Part 3, Mortgage Loans Disposed
NONE

Page E03

Sch. BA, Pt. 2, Other Long-Term Invested Assets Acquired
NONE

Sch. BA, Pt. 3, Other Long-Term Invested Assets Disposed
NONE

STATEMENT AS OF SEPTEMBER 30, 2020 OF THE MCNA INSURANCE COMPANY

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation and Administrative Symbol
Bonds - U.S. Governments									
912828-2P-4	UNITED STATES TREASURY		04/16/2020	Merrill Lynch		(200,277)	(200,000.00)	(783)	1
912828-YJ-3	UNITED STATES TREASURY		04/01/2020	Merrill Lynch		(99,859)	(100,000.00)	(4)	1
912828-ZX-1	UNITED STATES TREASURY		07/22/2020	Unknown		524,787	525,000.00	30	1
0599999	- Subtotal - Bonds - U.S. Governments					224,651	225,000.00	(757)	
Bonds - U.S. Political Subdivisions of States, Territories and Possessions									
144880-BF-7	CARROLL CNTY MD		08/26/2020	Unknown		164,378	150,000.00	1,170	1FE
438670-6E-6	HONOLULU HAWAII CITY & CNTY		09/18/2020	Unknown		330,300	300,000.00	4,472	1FE
621545-GS-5	MOUNT HOLLY TWP N J		08/26/2020	Unknown		611,217	600,000.00	805	1FE
668571-FM-9	NORTHWOOD OHIO LOC SCH DIST		09/09/2020	Unknown		407,815	400,000.00		1FE
788244-GH-8	ST CLAIR CNTY ILL		07/10/2020	Unknown		514,465	500,000.00		1FE
793028-XE-6	ST PAUL MINN PORT AUTH		08/12/2020	Unknown		392,137	380,000.00	298	1FE
838124-TJ-4	SOUTH HADLEY MASS		09/16/2020	Unknown		246,778	240,000.00	821	1FE
2499999	- Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions					2,667,090	2,570,000.00	7,566	
Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions									
01354M-GF-2	ALBUQUERQUE N MEX GROSS RCPTS LODGERS TA		09/18/2020	Unknown		273,833	250,000.00	1,722	1FE
3132D5-6E-7	FH SB8069 - RMBS		09/30/2020	Morgan Stanley		1,944,068	1,867,893.72		1
3136AH-7G-9	FNR 2014-21 ED - CMO/RMBS		09/23/2020	Morgan Stanley		164,751	161,619.52	273	1
31418D-SH-6	FN MA4119 - RMBS		08/27/2020	Morgan Stanley		1,957,743	1,900,000.00	2,850	1
31418D-SM-5	FN MA4123 - RMBS		08/26/2020	Morgan Stanley		2,457,029	2,365,000.00	3,262	1
31418D-TM-4	FN MA4155 - RMBS		09/23/2020	Morgan Stanley		1,972,438	1,900,000.00	2,426	1
31418D-TQ-5	FN MA4158 - RMBS		09/10/2020	Morgan Stanley		1,960,192	1,900,000.00	1,055	1
34074M-UT-6	FLORIDA HSG FIN CORP REV		09/23/2020	Unknown		100,015	100,000.00		1FE
341271-AD-6	FLORIDA ST BRD ADMIN FIN CORP REV		09/08/2020	Unknown		406,411	400,000.00		1FE
362835-BY-5	GAINESVILLE FLA SPL OBLIG		09/23/2020	Unknown		511,690	500,000.00		1FE
451443-F3-4	IDAHO ST BLDG AUTH BLDG REV		08/28/2020	Unknown		267,248	250,000.00	2,956	1FE
485106-MS-4	KANSAS CITY MO SPL OBLIG		09/21/2020	Unknown		513,760	500,000.00	5,557	1FE
523530-LR-2	LEE CNTY FLA WTR & SWR REV		08/26/2020	Unknown		140,780	130,000.00	1,293	1FE
52909M-CG-7	LEXINGTON-FAYETTE URBAN CNTY ARPT BRD KY		08/18/2020	Unknown		219,485	200,000.00	901	1FE
594654-KH-7	MICHIGAN ST HSG DEV AUTH SINGLE FAMILY M		09/16/2020	Unknown		265,140	250,000.00	1,726	1FE
65819W-AH-6	NORTH CAROLINA EASTN MUN PWR AGY REV		08/18/2020	Unknown		269,783	250,000.00	1,296	1FE
982674-NC-3	WYANDOTTE CNTY KANS CITY KANS UNI GOVT U		09/18/2020	Unknown		250,805	250,000.00	44	1FE
3199999	- Subtotal - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions					13,675,171	13,174,513.24	25,361	
Bonds - Industrial and Miscellaneous (Unaffiliated)									
001055-AM-4	AFLAC INC		08/31/2020	Morgan Stanley		572,672	507,000.00	5,462	1FE
00206R-DQ-2	AT&T INC		08/28/2020	Morgan Stanley		691,687	593,000.00		2FE
002824-BF-6	ABBOTT LABORATORIES		08/28/2020	Morgan Stanley		824,250	704,000.00	6,673	1FE
00287Y-AC-3	ABBVIE INC		08/26/2020	Unknown		105,307	100,000.00	902	2FE
00287Y-AP-4	ABBVIE INC		09/22/2020	Unknown		211,031	200,000.00	2,213	2FE
01609W-AT-9	ALIBABA GROUP HOLDING LTD	C	09/02/2020	Morgan Stanley		227,090	200,000.00	1,662	1FE
02005N-AY-6	ALLY FINANCIAL INC		09/22/2020	Unknown		364,217	350,000.00	1,335	2FE
02209S-AS-2	ALTRIA GROUP INC		09/22/2020	Unknown		110,842	100,000.00	600	2FE
02342T-AE-9	AMDOCS LTD		07/30/2020	Unknown		523,460	500,000.00	1,269	2FE
024836-AD-0	AMERICAN CAMPUS COMMUNITIES OPERATING PA		08/31/2020	Morgan Stanley		741,260	697,000.00	7,509	2FE
02665W-DL-2	AMERICAN HONDA FINANCE CORP		08/31/2020	Morgan Stanley		979,732	972,000.00	835	1FE
031162-BX-7	AMGEN INC		08/25/2020	Unknown		134,666	130,000.00	1,131	2FE
037833-BY-5	APPLE INC		08/28/2020	Morgan Stanley		755,803	669,000.00	483	1FE
05465C-AA-8	AXOS FINANCIAL INC		09/23/2020	Unknown		516,495	500,000.00	474	2FE
05531F-BJ-1	TRUIST FINANCIAL CORP		09/08/2020	Morgan Stanley		981,809	942,000.00	10,016	1FE
05531G-AA-9	TRUIST FINANCIAL CORP		08/25/2020	Unknown		263,295	250,000.00	4,252	1FE
06051G-FB-0	BANK OF AMERICA CORP		08/28/2020	Morgan Stanley		585,472	524,000.00	2,169	1FE

STATEMENT AS OF SEPTEMBER 30, 2020 OF THE MCNA INSURANCE COMPANY

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation and Administrative Symbol
06738E-AE-5	BARCLAYS PLC	C	09/10/2020	Morgan Stanley		816,713	750,000.00	13,535	2FE
06747Q-7G-6	BARCLAYS BANK PLC	C	07/22/2020	Unknown		249,015	250,000.00		1FE
09062X-AE-3	BIOGEN INC		09/22/2020	Unknown		106,627	100,000.00	91	2FE
125523-CL-2	CIGNA CORP		08/27/2020	Unknown		529,965	500,000.00	5,500	2FE
127055-AK-7	CABOT CORP		07/22/2020	Unknown		284,183	271,000.00	3,302	2FE
171340-AK-8	CHURCH & DWIGHT CO INC		08/26/2020	Unknown		158,580	153,000.00	281	2FE
172967-KJ-9	CITIGROUP INC		07/13/2020	Morgan Stanley		323,802	281,000.00	4,524	2FE
189054-AT-6	CLOROX CO		08/25/2020	Unknown		525,200	500,000.00	6,863	2FE
20030N-CU-3	COMCAST CORP		08/28/2020	Morgan Stanley		991,180	797,000.00	10,390	1FE
20826F-AQ-9	CONOCOPHILLIPS CO		09/16/2020	Morgan Stanley		360,387	300,000.00	124	1FE
22550L-2C-4	CREDIT SUISSE AG (NEW YORK BRANCH)		08/28/2020	Morgan Stanley		659,476	600,000.00	6,695	1FE
22822V-AQ-6	CROWN CASTLE INTERNATIONAL CORP		08/19/2020	Morgan Stanley		543,450	500,000.00	7,556	2FE
294429-AN-5	EQUIFAX INC		07/01/2020	Morgan Stanley		541,730	500,000.00	1,152	2FE
30219G-AF-5	EXPRESS SCRIPTS HOLDING CO		09/22/2020	Unknown		308,545	294,000.00	960	2FE
302635-AC-1	FS KKR CAPITAL CORP		07/30/2020	Unknown		506,265	500,000.00	5,146	2FE
31620R-AJ-4	FIDELITY NATIONAL FINANCIAL INC		08/26/2020	Unknown		379,363	350,000.00	2,512	2FE
37045X-DA-1	GENERAL MOTORS FINANCIAL COMPANY INC		09/10/2020	Morgan Stanley		703,283	700,000.00	1,260	2FE
375558-AZ-6	GILEAD SCIENCES INC		09/14/2020	Morgan Stanley		440,441	395,000.00	1,728	1FE
375558-BL-6	GILEAD SCIENCES INC		09/08/2020	Morgan Stanley		736,631	697,000.00	436	1FE
38141G-VR-2	GOLDMAN SACHS GROUP INC		08/28/2020	Morgan Stanley		352,170	309,000.00	4,742	2FE
38141G-WC-4	GOLDMAN SACHS GROUP INC		08/26/2020	Unknown		509,129	500,000.00	5,042	1FE
38141G-XH-2	GOLDMAN SACHS GROUP INC		07/13/2020	Morgan Stanley		631,483	550,000.00	6,734	1FE
40414L-AL-3	HEALTHPEAK PROPERTIES INC		07/06/2020	Morgan Stanley		558,781	506,000.00	7,788	2FE
404280-AN-9	HSBC HOLDINGS PLC	C	09/11/2020	Morgan Stanley		337,411	320,000.00	5,867	1FE
45866F-AE-4	INTERCONTINENTAL EXCHANGE INC		08/26/2020	Unknown		103,589	100,000.00	1,064	2FE
466313-AK-9	JABIL INC		08/28/2020	Morgan Stanley		1,340,823	1,331,000.00	946	2FE
46647P-AV-8	JPMORGAN CHASE & CO		08/28/2020	Morgan Stanley		734,697	623,000.00	10,039	1FE
49446R-AW-9	KIMCO REALTY CORP		08/28/2020	Morgan Stanley		726,475	717,000.00	1,325	2FE
529043-AE-1	LEXINGTON REALTY TRUST		08/31/2020	Morgan Stanley		492,276	484,000.00	145	2FE
53227J-AB-0	LIFE STORAGE LP		07/14/2020	Morgan Stanley		365,423	324,000.00	1,094	2FE
534187-BJ-7	LINCOLN NATIONAL CORP		08/27/2020	Unknown		544,680	500,000.00	1,949	2FE
55608R-BC-3	MACQUARIE BANK LTD	D	08/26/2020	Unknown		621,213	600,000.00	4,585	1FE
59156R-BQ-0	METLIFE INC		08/28/2020	Morgan Stanley		589,302	517,000.00	5,584	1FE
62854A-AN-4	MYLAN NV	C	08/28/2020	Morgan Stanley		736,380	651,000.00	2,990	2FE
65535H-AR-0	NOMURA HOLDINGS INC	C	09/10/2020	Morgan Stanley		764,813	750,000.00	2,352	2FE
68389X-BV-6	ORACLE CORP		08/28/2020	Morgan Stanley		738,362	660,000.00	8,112	1FE
69121K-AD-6	OWL ROCK CAPITAL CORP		07/28/2020	Unknown		252,078	250,000.00	148	2FE
723787-AQ-0	PIONEER NATURAL RESOURCES CO		09/14/2020	Unknown		293,151	300,000.00	538	2FE
731572-AA-1	RALPH LAUREN CORP		08/26/2020	Unknown		153,207	150,000.00	602	1FE
74340X-BE-0	PROLOGIS LP		08/28/2020	Morgan Stanley		698,273	608,000.00	7,498	1FE
806854-AH-8	SCHLUMBERGER INVESTMENT SA	C	09/16/2020	Morgan Stanley		439,343	405,000.00	4,346	1FE
828807-DA-2	SIMON PROPERTY GROUP LP		08/26/2020	Unknown		204,625	200,000.00	353	1FE
828807-DB-0	SIMON PROPERTY GROUP LP		08/26/2020	Unknown		103,297	100,000.00	525	1FE
844741-BJ-6	SOUTHWEST AIRLINES CO		09/10/2020	Morgan Stanley		330,465	300,000.00	5,687	2FE
857477-AW-3	STATE STREET CORP		08/28/2020	Morgan Stanley		753,466	679,000.00	5,098	1FE
91159H-HM-5	U. S. BANCORP		08/28/2020	Morgan Stanley		388,900	347,000.00	3,705	1FE
91324P-BV-3	UNITEDHEALTH GROUP INC		08/26/2020	Unknown		206,823	200,000.00	2,588	1FE
92556H-AD-9	VIACOMCBS INC		08/28/2020	Morgan Stanley		741,968	650,000.00	5,164	2FE
928563-AC-9	VMWARE INC		08/31/2020	Morgan Stanley		494,319	444,000.00	529	2FE
931142-DP-5	WALMART INC		08/28/2020	Morgan Stanley		737,727	674,000.00	7,970	1FE
931422-AH-2	WALGREEN CO		09/22/2020	Unknown		472,648	449,000.00	3,650	2FE
95000U-2S-1	WELLS FARGO & CO		08/28/2020	Morgan Stanley		981,374	940,000.00	3,842	1FE
98956P-AF-9	ZIMMER BIOMET HOLDINGS INC		09/02/2020	Morgan Stanley		741,691	666,000.00	10,048	2FE
98956P-AQ-5	ZIMMER BIOMET HOLDINGS INC		09/09/2020	Unknown		537,840	500,000.00	8,839	2FE

STATEMENT AS OF SEPTEMBER 30, 2020 OF THE MCNA INSURANCE COMPANY

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation and Administrative Symbol
3899999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					36,432,126	33,680,000.00	260,528	
Bonds - Hybrid Securities									
58551T-AA-5	MELLON CAPITAL IV		07/17/2020	Unknown		9,290	10,000.00	34	2FE
842587-88-3	SOUTHERN CO		09/16/2020	Unknown		250,015	250,000.00		2FE
4899999	Subtotal - Bonds - Hybrid Securities					259,305	260,000.00	34	
8399997	Subtotal - Bonds - Part 3					53,258,343	49,909,513.24	292,732	
8399999	Subtotal - Bonds					53,258,343	49,909,513.24	292,732	
Preferred Stocks - Industrial and Miscellaneous (Unaffiliated) Perpetual Preferred									
064058-AH-3	BANK OF NEW YORK MELLON CORP		09/23/2020	Unknown	500,000.000	539,041			2FE
316773-DB-3	FIFTH THIRD BANCORP		09/17/2020	Unknown	750,000.000	778,591			3FE
46625H-HA-1	JPMORGAN CHASE & CO		07/01/2020	Unknown	250,000.000	231,741			2FE
46625H-KK-5	JPMORGAN CHASE & CO		09/04/2020	Unknown	325,000.000	327,144			2FE
59156R-CA-4	METLIFE INC		09/11/2020	Unknown	450,000.000	454,610			2FE
902973-AY-2	U.S. BANCORP		09/23/2020	Unknown	600,000.000	611,311			2FE
8499999	Subtotal - Preferred Stocks - Industrial and Miscellaneous (Unaffiliated) Perpetual Preferred					2,942,438			
8999997	Subtotal - Preferred Stocks - Part 3					2,942,438			
8999999	Subtotal - Preferred Stocks					2,942,438			
9899999	Subtotal - Preferred and Common Stocks					2,942,438			
9999999	TOTALS					56,200,781		292,732	

STATEMENT AS OF SEPTEMBER 30, 2020 OF THE MCNA INSURANCE COMPANY

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identifi- cation	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amort- ization) / 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. Governments																					
38378E-XV-0	GNR 2012-060 MD - CMO/RMBS		09/20/2020	Paydown		90,245	90,245.39	88,638	90,332	(987)	353		(634)		89,698		547	547	1,150	10/20/2038	1
912828-2P-4	UNITED STATES TREASURY		04/16/2020	Adjustment		(199,217)	(200,000.00)	(200,362)	(200,277)						(200,277)		1,060	1,060	(783)	07/31/2022	1
912828-YJ-3	UNITED STATES TREASURY		04/01/2020	Adjustment		(99,858)	(100,000.00)	(99,817)	(99,858)						(99,858)				(730)	09/30/2021	1
912828-ZX-1	UNITED STATES TREASURY		09/02/2020	Adjustment		524,791	525,000.00	524,787			5		5		524,791				64	06/30/2022	1
0599999	- Subtotal - Bonds - U. S. Governments					315,961	315,245.39	313,246	(209,803)	(987)	358		(629)		314,354		1,607	1,607	(299)		
Bonds - U. S. Political Subdivisions of States, Territories and Possessions																					
802385-LF-9	SANTA MONICA CALIF CMNTY COLLEGE DIST		08/01/2020	Call @ 100.00		250,000	250,000.00	269,933	257,035	(1,628)	(5,407)		(7,035)		250,000				16,908	08/01/2034	1FE
2499999	- Subtotal - Bonds - U. S. Political Subdivisions of States, Territories and Possessions					250,000	250,000.00	269,933	257,035	(1,628)	(5,407)		(7,035)		250,000				16,908		
Bonds - U. S. Special Revenue and Special Assessment and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																					
3128MJ-YT-1	FH G08721 - RMBS		09/01/2020	Paydown		59,012	59,011.83	61,004	60,557	225	(19)		206		60,764		(1,752)	(1,752)	1,186	09/01/2046	1
3132D5-5E-8	FH SB8045 - RMBS		09/01/2020	Paydown		35,225	35,224.75	36,862			(49)		(49)		36,813		(1,588)	(1,588)	237	05/01/2035	1
3132WL-RX-6	FH Q46801 - RMBS		09/01/2020	Paydown		70,910	70,910.15	75,054	74,749	(276)	(19)		(295)		74,454		(3,543)	(3,543)	1,844	03/01/2047	1
3136A0-Y2-7	FNR 2011-89 BA - CMO/RMBS		09/01/2020	Paydown		3,138	3,137.88	3,157	3,144	(1)	(4)		(5)		3,140			(2)	53	11/25/2025	1
3136A2-5W-9	FNR 2011-141 CA - CMO/RMBS		09/01/2020	Paydown		16,404	16,403.74	16,545	16,377	72	(17)		55		16,433		(29)	(29)	220	12/25/2025	1
3136AG-SU-7	FNR 2013-104 JA - CMO/RMBS		09/01/2020	Paydown		40,402	40,401.66	40,326	40,900	(575)			(575)		40,325		77	77	793	12/25/2030	1
3136AG-UB-6	FNR 2013-100 DH - CMO/RMBS		09/01/2020	Paydown		15,651	15,650.57	15,597	15,916	(316)	1		(315)		15,602		49	49	316	09/25/2031	1
3136B3-L9-9	FNR 2019-10 MA - CMO/RMBS		09/01/2020	Paydown		54,066	54,066.17	53,728	55,440	(1,706)	4		(1,702)		53,738		328	328	1,060	03/25/2049	1
3137A1-M4-2	FHR 3710 MG - CMO/RMBS		09/01/2020	Paydown		14,645	14,644.88	14,855	15,539	(717)	(18)		(735)		14,804		(159)	(159)	390	08/15/2025	1
3137AG-BH-2	FHR 3945 BJ - CMO/RMBS		09/01/2020	Paydown		15,978	15,978.45	16,160	15,962	95	(17)		78		16,039		(61)	(61)	212	03/15/2026	1
3137AJ-BR-4	FHR 3958 DL - CMO/RMBS		07/15/2020	Paydown		4,672	4,672.36	4,679	4,684	(12)	(3)		(15)		4,669		3	3	79	09/15/2029	1
3138WE-RN-1	FN AS4992 - RMBS		09/01/2020	Paydown		12,144	12,144.45	12,690	12,736	(86)	(5)		(91)		12,645		(501)	(501)	276	05/01/2045	1
3138WF-2Y-1	FN AS6190 - RMBS		09/01/2020	Paydown		43,549	43,548.63	45,343	45,894	(712)	(16)		(728)		45,166		(1,617)	(1,617)	1,018	11/01/2045	1
3138WF-ZZ-8	FN AS6191 - RMBS		09/01/2020	Paydown		39,794	39,793.70	41,462	41,729	(416)	(14)		(430)		41,298		(1,504)	(1,504)	928	11/01/2045	1
3138WJ-AA-0	FN AS8126 - RMBS		09/01/2020	Paydown		50,049	50,049.19	51,688	52,228	(646)	(11)		(657)		51,571		(1,522)	(1,522)	1,099	10/01/2046	1
3138YJ-4G-8	FN AY5322 - RMBS		09/01/2020	Paydown		7,987	7,987.26	8,121	8,093	(3)	(5)		(8)		8,085		(98)	(98)	133	04/01/2030	1
3138YW-KG-1	FN AZ4794 - RMBS		09/01/2020	Paydown		7,444	7,443.72	7,734	7,664		(9)		(5)		7,660		(216)	(216)	148	10/01/2030	1
31398N-LS-1	FNR 2010-106 BD - CMO/RMBS		09/25/2020	Paydown		655	654.75	659	654		1		1		655				5	09/25/2020	1
3140Q8-KD-6	FN CA1191 - RMBS		09/01/2020	Paydown		133,405	133,404.67	134,463	138,525	(4,096)	(14)		(4,110)		134,415		(1,010)	(1,010)	3,109	11/01/2047	1
3140X4-PJ-9	FN FM1324 - RMBS		08/21/2020	Various		1,012,896	966,260.64	987,851	990,089	(2,474)	(1,598)		(4,072)		986,017		26,879	26,879	21,008	11/01/2031	1
31418B-ZF-6	FN MA2541 - RMBS		09/01/2020	Paydown		27,917	27,917.13	28,559	28,291	116	(20)		96		28,387		(470)	(470)	476	02/01/2031	1
31418C-GE-8	FN MA2896 - RMBS		09/01/2020	Paydown		39,892	39,892.05	40,833	41,420	(698)	(7)		(705)		40,714		(822)	(822)	924	02/01/2047	1
31418D-PD-8	FN MA4019 - RMBS		09/01/2020	Paydown		25,955	25,954.89	26,916			(25)		(25)		26,891		(936)	(936)	126	05/01/2050	1
31418D-SH-6	FN MA4119 - RMBS		09/01/2020	Paydown		4,992	4,992.16	5,144							5,144		(152)	(152)	8	09/01/2050	1
31418D-SM-5	FN MA4123 - RMBS		09/01/2020	Paydown		15,031	15,031.35	15,616			1		1		15,618		(586)	(586)	25	09/01/2035	1
432275-AL-9	HILLSBOROUGH CNTY FLA AVIATION AUTH C		09/04/2020	Unknown		104,735	100,000.00	112,140	108,933	2,573	(1,294)		1,279		110,212		(5,477)	(5,477)	4,167	10/01/2028	1FE
462467-PU-9	IOWA FIN AUTH SINGLE FAMILY MTG REV		07/01/2020	Maturity @ 100.00		200,000	200,000.00	200,000	200,882	(882)			(882)		200,000				5,070	07/01/2020	1FE
514372-KP-5	LANCASTER PA PKG AUTH PKG REV		09/04/2020	Unknown		209,878	205,000.00	206,296	205,084	1,131	(220)		911		205,994		3,884	3,884	4,183	09/01/2023	1FE
593237-ET-3	MIAMI BEACH FLA REDEV AGY TAX INCREME		09/04/2020	Unknown		473,900	460,000.00	477,996	473,496	(5,294)	(2,656)		(7,950)		465,546		8,354	8,354	18,186	02/01/2022	1FE
60416S-5C-0	MINNESOTA ST HSG FIN AGY		09/01/2020	Unknown		5,000	5,000.00	5,076			(1)		(1)		5,075		(75)	(75)	79	01/01/2035	1FE
646066-SR-7	NEW JERSEY ST EDL FACS AUTH REV		07/22/2020	Unknown		262,218	250,000.00	261,515			(694)		(694)		260,821		1,397	1,397	8,604	09/01/2036	1FE
650035-4W-5	NEW YORK ST URBAN DEV CORP REV		07/30/2020	Unknown		328,110	300,000.00	316,557	313,764	2,106	(1,381)		725		314,489		13,621	13,621	8,321	03/15/2026	1FE
733911-CF-6	PORT CORPUS CHRISTI AUTH TEX NUJCES C		07/30/2020	Unknown		556,735	500,000.00	533,730	539,190	(7,531)	(2,075)		(9,606)		529,584		27,151	27,151	12,445	12/01/2027	1FE
735240-S5-3	PORT PORTLAND ORE ARPT REV		07/01/2020	Unknown		247,485	250,000.00	264,390	263,970	(243)			(871)		263,100		(15,615)	(15,615)	9,689	07/01/2032	1FE
845040-JT-2	SOUTHWEST HIGHER ED AUTH INC TEX REV		07/22/2020	Unknown		795,345	750,000.00	787,193	778,778	4,951	(4,865)		86		778,863		16,482	16,482	21,157	10/01/2027	1FE
90348S-AU-4	UCF CONVOCATION CORP FLA REV		07/22/2020	Unknown		152,985	150,000.00	153,000	153,201	(893)	(729)		(1,622)		151,579		1,406	1,406	4,029	10/01/2021	1FE
91412G-QL-2	UNIVERSITY CALIF REVS		07/22/2020	Unknown		537,555	500,000.00	524,765	526,445	(5,117)	(3,418)		(8,535)		517,910		19,645	19,645	14,048	05/15/2033	1FE
914378-LD-4	UNIVERSITY KY GEN RCPTS		07/22/2020	Unknown		529,985	500,000.00	515,905	519,565	(5,049)	(1,447)		(6,496)		513,069		16,916	16,916	14,243	04/01/2031	1FE
3199999	- Subtotal - Bonds - U. S. Special Revenue and Special Assessment and All Non-Guaranteed Obligations of Agencies and																				

STATEMENT AS OF SEPTEMBER 30, 2020 OF THE MCNA INSURANCE COMPANY

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identifi- cation	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amort- ization) / 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
Authorities of Governments and Their Political Subdivisions						6,155,744	5875177.03	6,103,609	5,753,899	(26,470)	(21,271)		(47,741)		6,057,289		98,457	98,457	159,894		
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
00206R-CN-0	AT&T INC		08/12/2020	Morgan Stanley		285,309	255,000.00	251,050	267,054	(14,665)	273		(14,392)		252,662		32,647	32,647	6,430	05/15/2025	2FE
00206R-HS-4	AT&T INC		08/05/2020	Morgan Stanley		515,247	455,000.00	458,777	481,640	(23,188)	(356)		(23,544)		458,096		57,151	57,151	17,290	07/15/2025	2FE
00507V-AL-3	ACTIVISION BLIZZARD INC		09/04/2020	Call @ 100.00		119,495	115,000.00	111,535	116,389	(3,654)	605		(3,049)		113,340		1,660	1,660	6,646	06/15/2022	2FE
0258M0-DY-2	AMERICAN EXPRESS CREDIT CORP		08/14/2020	Call @ 100.00		250,000	250,000.00	255,150	251,415	(482)	(933)		(1,415)		250,000				3,560	09/14/2020	1FE
02665W-AZ-4	AMERICAN HONDA FINANCE CORP		09/24/2020	Maturity @ 100.00		190,000	190,000.00	187,479	190,671	(1,692)	1,022		(670)		190,000				4,655	09/24/2020	1FE
053015-AD-5	AUTOMATIC DATA PROCESSING INC		08/17/2020	Call @ 100.00		255,000	255,000.00	256,018	255,673	(474)	(199)		(673)		255,000				5,259	09/15/2020	1FE
228227-BD-5	CROWN CASTLE INTERNATIONAL CORP		07/31/2020	Morgan Stanley		583,580	525,000.00	576,153	298,735	(586)	(5,736)		(6,322)		570,301		13,278	13,278	22,454	01/15/2023	2FE
24422E-SY-6	JOHN DEERE CAPITAL CORP		07/14/2020	Maturity @ 100.00		160,000	160,000.00	159,080	160,426	(793)	367		(426)		160,000				3,800	07/14/2020	1FE
26054L-J6-1	DOW CHEMICAL CO		09/08/2020	Call @ 100.00		80,000	80,000.00	80,015	79,601		(4)		399		80,000				2,123	08/15/2024	2FE
26054L-J7-9	DOW CHEMICAL CO		09/08/2020	Call @ 100.00		310,000	310,000.00	310,030	306,699	3,309	(7)		3,302		310,000				10,579	08/15/2029	2FE
404280-AU-3	HSBC HOLDINGS PLC	C	09/22/2020	Unknown		272,798	250,000.00	248,435	267,385	(18,393)	118		(18,275)		249,109		23,688	23,688	11,688	08/18/2025	1FE
418056-AZ-0	HASBRO INC		07/28/2020	Unknown		525,380	500,000.00	524,625			(1,010)		(1,010)		523,615		1,765	1,765	13,596	11/19/2029	2FE
44106M-BA-9	SERVICE PROPERTIES TRUST		08/04/2020	Unknown		389,445	450,000.00	458,711	461,646	(3,190)			(3,848)		457,798		(68,353)	(68,353)	18,881	10/01/2026	3FE
58013M-EX-8	MCDONALD'S CORP		08/19/2020	Morgan Stanley		120,631	120,000.00	124,478	120,821	47	(646)		(599)		120,222		409	409	2,310	12/09/2020	2FE
615369-AG-0	MOODY'S CORP		09/03/2020	Call @ 100.00		237,273	230,000.00	225,584	233,560	(6,200)	890		(5,310)		228,250		1,750	1,750	11,806	12/15/2021	2FE
65473Q-AY-9	NISOURCE INC		09/17/2020	Unknown		261,728	250,000.00	265,290	258,423	(2,490)	(2,493)		(4,983)		253,440		8,289	8,289	8,838	12/01/2021	2FE
776743-AA-4	ROPER TECHNOLOGIES INC		08/19/2020	Morgan Stanley		140,839	140,000.00	140,395	141,190	(974)	(158)		(1,132)		140,058		781	781	2,870	12/15/2020	2FE
92343V-BR-4	VERIZON COMMUNICATIONS INC		08/19/2020	Morgan Stanley		256,239	225,000.00	252,522	250,180	(9,934)	(2,492)		(12,426)		237,754		18,485	18,485	10,815	09/15/2023	2FE
3899999	- Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					4,952,964	4760000	4,885,327	4,141,508	(82,956)	(11,417)		(94,373)		4,849,645		91,550	91,550	163,600		
8399997	- Subtotal - Bonds - Part 4					11,674,669	11200422.42	11,572,115	9,942,639	(112,041)	(37,737)		(149,778)		11,471,288		191,614	191,614	340,103		
8399999	- Subtotal - Bonds					11,674,669	11200422.42	11,572,115	9,942,639	(112,041)	(37,737)		(149,778)		11,471,288		191,614	191,614	340,103		
Preferred Stocks - Industrial and Miscellaneous (Unaffiliated) Perpetual Preferred																					
316773-DB-3	FIFTH THIRD BANCORP		08/21/2020	Unknown	125,000.000	129,406		129,406							129,406						3FE
94988U-65-6	WELLS FARGO & CO		07/28/2020	Morgan Stanley	5,250.000	134,384		140,503							140,503		(6,119)	(6,119)	3,691		2FE
8499999	- Subtotal - Preferred Stocks - Industrial and Miscellaneous (Unaffiliated) Perpetual Preferred					263,790		269,909							269,909		(6,119)	(6,119)	3,691		
8999997	- Subtotal - Preferred Stocks - Part 4					263,790		269,909							269,909		(6,119)	(6,119)	3,691		
8999999	- Subtotal - Preferred Stocks					263,790		269,909							269,909		(6,119)	(6,119)	3,691		
9899999	- Subtotal - Preferred and Common Stocks					263,790		269,909							269,909		(6,119)	(6,119)	3,691		
9999999	- TOTALS					11,938,459		11,842,024	9,942,639	(112,041)	(37,737)		(149,778)		11,741,197		185,495	185,495	343,794		

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Schedule DB, Part A, Section 1
NONE

Description of Hedged Risk (s)
NONE

Financial or Economic Impact of the Hedge
NONE

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Schedule DB, Part B, Section 1
NONE

Schedule DB, Part B, Section 1, Broker Name
NONE

Schedule DB, Part B, Description of Hedged Risk (s)
NONE

Schedule DB, Part B, Financial or Economic Impact of the Hedge
NONE

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Schedule DB, Part D, Section 1
NONE

Page E09

Schedule DB, Part D, Section 2, By Reporting Entity
NONE

Schedule DB, Part D, Section 2, To Reporting Entity
NONE

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Schedule DB, Part E
NONE

Page E11

Schedule DL, Part 1
NONE

Page E12

Schedule DL, Part 2
NONE

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1 Depository		2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
						6	7	8	*
Name	Location and Supplemental Information	Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	First Month	Second Month	Third Month	
Open Depositories									
Bank of America #5526	Houston, Texas		0.300	151		333,920	333,970	334,018	
Bank of America #0963	Houston, Texas					41,708,444	41,708,444	41,708,444	
BankUnited Claims #6846						(2,492,816)	(7,116,805)	(2,804,570)	
BankUnited MM #5541						12,097,792	12,799,073	10,448,105	
BankUnited Reinsurance #2738			0.500	95,017		70,215,423	58,246,589	81,763,811	
Texas Trust Account						2,400,000	2,400,000	2,400,000	
BankUnited NE Holdback #7079			0.500	1,087		852,616	918,583	990,452	
BankUnited AR Claims #7299						(332,036)	(407,425)	(383,362)	
BankUnited LA Claims #8374						(333,786)	(344,420)	(268,563)	
0199998 - Deposits in 15 depositories that do not exceed the allowable limit in any one depository (See									
Instructions) - Open Depositories									
0199999 - TOTAL - Open Depositories									
0399999 - TOTAL Cash on Deposit									
0599999 - TOTALS									

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
All Other Money Market Mutual Funds								
123456-79-0	RBC BANK DEPOSIT PROGRAM		09/30/2020	0.100		4,803,545		63
61747C-82-2	MORG STAN I LQ:GS PAR		09/28/2020	0.010		4,431,154		116
74926P-65-4	RBC US GOVT MM INV		09/30/2020	0.010		9,360,462		129
8AMMF0-9K-9	US BANK MONEY MARKET IT&C 1		09/02/2020			1,875		
8699999	- All Other Money Market Mutual Funds					18,597,036		308
8899999	- Total Cash Equivalents					18,597,036		308

QUARTERLY MERGER HISTORY FORM

		1
		For 2019
1. Bonds (Assets Column 3 Line 1 Prior Year Annual))	NONE	
2. Subtotals cash and invested assets (Assets Column 3 Line 1		
3. Total assets (Assets Column 3 Line 28 Prior Year Annual) . .		
4. Total liabilities (Liabilities Column 3 Line 34 Prior Year Annua		