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QUARTERLY STATEMENT

AS OF SEPTEMBER 30, 2016

OF THE CONDITION AND AFFAIRS OF THE

QCA Health Plan, Inc.

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

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

Country of Domicile United States of America

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

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

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

Main Administrative Office 12615 Chenal Parkway, Suite 300 (Street and Number)
LIttle Rock, AR, 72211 (City or Town, State, Country and Zip Code) (501)228-7111 (Area Code) (Telephone Number)

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

Primary Location of Books and Records 12615 Chenal Parkway, Suite 300 (Street and Number)
Little Rock, AR, 72211 (City or Town, State, Country and Zip Code) (501)228-7111 (Area Code) (Telephone Number)

Internet Web Site Address www.qualchoice.com

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

OFFICERS

Name	Title
Michael Edward Stock	President
Randall Alvin Crow	Treasurer
Charles Hanson	Secretary

OTHERS

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

DIRECTORS OR TRUSTEES

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

State of Arkansas
County of Pulaski ss

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

(Signature)	(Signature)	(Signature)
Michael Edward Stock	Randall Alvin Crow	Charles Hanson
(Printed Name)	(Printed Name)	(Printed Name)
1.	2.	3.
President	Treasurer	Secretary
(Title)	(Title)	(Title)

Subscribed and sworn to before me this _____ day of _____, 2016

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 _____

(Notary Public Signature)

DIRECTORS OR TRUSTEES (continued)

ASSETS

		Current Statement Date			4
		1	2	3	
		Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	December 31 Prior Year Net Admitted Assets
1.	Bonds	31,693,945		31,693,945	32,204,897
2.	Stocks:				
	2.1 Preferred stocks	1,500,000		1,500,000	1,500,000
	2.2 Common stocks				5,538,859
3.	Mortgage loans on real estate:				
	3.1 First liens				
	3.2 Other than first liens				
4.	Real estate:				
	4.1 Properties occupied by the company (less $.....0 encumbrances)				
	4.2 Properties held for the production of income (less $.....0 encumbrances)				
	4.3 Properties held for sale (less $.....0 encumbrances)				
5.	Cash ($.....18,763,736), cash equivalents ($.....0) and short-term investments ($.....83,633)	18,847,369		18,847,369	15,590,646
6.	Contract loans (including $.....0 premium notes)				
7.	Derivatives				
8.	Other invested assets	5,404		5,404	5,423
9.	Receivables for securities				
10.	Securities lending reinvested collateral assets				
11.	Aggregate write-ins for invested assets				
12.	Subtotals, cash and invested assets (Lines 1 to 11)	52,046,718		52,046,718	54,839,825
13.	Title plants less $.....0 charged off (for Title insurers only)				
14.	Investment income due and accrued	134,493		134,493	132,484
15.	Premiums and considerations:				
	15.1 Uncollected premiums and agents' balances in the course of collection	28,266		28,266	149,787
	15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $.....0 earned but unbilled premiums)				
	15.3 Accrued retrospective premiums ($.....0) and contracts subject to redetermination ($.....0)	3,212,383	635,914	2,576,469	7,708,960
16.	Reinsurance:				
	16.1 Amounts recoverable from reinsurers	5,760,162		5,760,162	15,068,986
	16.2 Funds held by or deposited with reinsured companies				
	16.3 Other amounts receivable under reinsurance contracts				
17.	Amounts receivable relating to uninsured plans	1,287,907		1,287,907	521,711
18.1	Current federal and foreign income tax recoverable and interest thereon	1,702,936	777,344	925,592	925,592
18.2	Net deferred tax asset				
19.	Guaranty funds receivable or on deposit				
20.	Electronic data processing equipment and software	32,370	32,370		
21.	Furniture and equipment, including health care delivery assets ($.....0)	199,329	199,329		
22.	Net adjustments in assets and liabilities due to foreign exchange rates				
23.	Receivables from parent, subsidiaries and affiliates	1,379,550		1,379,550	11,843
24.	Health care ($.....0) and other amounts receivable	1,182,476	679,956	502,520	139,082
25.	Aggregate write-ins for other-than-invested assets	4,227,512	852,332	3,375,180	1,843,805
26.	TOTAL assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	71,194,102	3,177,245	68,016,857	81,342,075
27.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28.	TOTAL (Lines 26 and 27)	71,194,102	3,177,245	68,016,857	81,342,075
DETAILS OF WRITE-INS					
1101.	rounding				
1102.					
1103.					
1198.	Summary of remaining write-ins for Line 11 from overflow page				
1199.	TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501.	Prepaid Expenses	852,332	852,332		
2502.	CSR Cost Sharing Receivable	3,375,180		3,375,180	1,843,805
2503.					
2598.	Summary of remaining write-ins for Line 25 from overflow page				
2599.	TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	4,227,512	852,332	3,375,180	1,843,805

LIABILITIES, CAPITAL AND SURPLUS

		Current Period			Prior Year
		1 Covered	2 Uncovered	3 Total	4 Total
1.	Claims unpaid (less $.....0 reinsurance ceded)	23,066,936	1,494,789	24,561,725	27,723,131
2.	Accrued medical incentive pool and bonus amounts	247,227		247,227	247,248
3.	Unpaid claims adjustment expenses	529,385		529,385	593,698
4.	Aggregate health policy reserves, including the liability of $.....0 for medical loss ratio rebate per the Public Health Service Act	569,039		569,039	664,035
5.	Aggregate life policy reserves				
6.	Property/casualty unearned premium reserve				
7.	Aggregate health claim reserves				
8.	Premiums received in advance	2,661,148		2,661,148	2,104,634
9.	General expenses due or accrued	6,802,426		6,802,426	2,104,373
10.1	Current federal and foreign income tax payable and interest thereon (including $.....0 on realized gains (losses))				4,924,884
10.2	Net deferred tax liability				
11.	Ceded reinsurance premiums payable				
12.	Amounts withheld or retained for the account of others				
13.	Remittances and items not allocated				
14.	Borrowed money (including $.....0 current) and interest thereon $.....0 (including $.....0 current)				
15.	Amounts due to parent, subsidiaries and affiliates	68,827		68,827	140,445
16.	Derivatives				
17.	Payable for securities				
18.	Payable for securities lending				
19.	Funds held under reinsurance treaties with ($.....0 authorized reinsurers, $.....0 unauthorized reinsurers and $.....0 certified reinsurers)				
20.	Reinsurance in unauthorized and certified ($.....0) companies				
21.	Net adjustments in assets and liabilities due to foreign exchange rates				
22.	Liability for amounts held under uninsured plans	3,576,757		3,576,757	3,288,813
23.	Aggregate write-ins for other liabilities (including $.....0 current)	(2)		(2)	3
24.	Total liabilities (Lines 1 to 23)	37,521,743	1,494,789	39,016,532	41,791,264
25.	Aggregate write-ins for special surplus funds	XXX	XXX		3,371,322
26.	Common capital stock	XXX	XXX	2,454	2,454
27.	Preferred capital stock	XXX	XXX	25,500,046	25,500,046
28.	Gross paid in and contributed surplus	XXX	XXX	20,000,000	19,000,000
29.	Surplus notes	XXX	XXX	5,000,000	5,000,000
30.	Aggregate write-ins for other-than-special surplus funds	XXX	XXX		
31.	Unassigned funds (surplus)	XXX	XXX	(21,501,815)	(13,322,651)
32.	Less treasury stock, at cost:				
	32.1 .....0 shares common (value included in Line 26 $.....0)	XXX	XXX	360	360
	32.2 .....0 shares preferred (value included in Line 27 $.....0)	XXX	XXX		
33.	Total capital and surplus (Lines 25 to 31 minus Line 32)	XXX	XXX	29,000,325	39,550,811
34.	Total Liabilities, capital and surplus (Lines 24 and 33)	XXX	XXX	68,016,857	81,342,075
DETAILS OF WRITE-INS					
2301.	Rounding	(2)		(2)	3
2302.	ACA Risk Sharing Payable				
2303.					
2398.	Summary of remaining write-ins for Line 23 from overflow page				
2399.	TOTALS (Lines 2301 through 2303 plus 2398) (Line 23 above)	(2)		(2)	3
2501.	ACA Section 9010 Assessment	XXX	XXX		3,371,322
2502.		XXX	XXX		
2503.		XXX	XXX		
2598.	Summary of remaining write-ins for Line 25 from overflow page	XXX	XXX		
2599.	TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	XXX	XXX		3,371,322
3001.		XXX	XXX		
3002.		XXX	XXX		
3003.		XXX	XXX		
3098.	Summary of remaining write-ins for Line 30 from overflow page	XXX	XXX		
3099.	TOTALS (Lines 3001 through 3003 plus 3098) (Line 30 above)	XXX	XXX		

STATEMENT OF REVENUE AND EXPENSES

		Current Year To Date		Prior Year To Date	Prior Year Ended December 31
		1 Uncovered	2 Total	3 Total	4 Total
1.	Member Months	XXX	475,824	449,316	588,387
2.	Net premium income (including $.....0 non-health premium income)	XXX	162,355,512	160,367,009	205,847,620
3.	Change in unearned premium reserves and reserves for rate credits	XXX			
4.	Fee-for-service (net of $.....0 medical expenses)	XXX			
5.	Risk revenue	XXX			
6.	Aggregate write-ins for other health care related revenues	XXX			
7.	Aggregate write-ins for other non-health revenues	XXX			
8.	Total revenues (Lines 2 to 7)	XXX	162,355,512	160,367,009	205,847,620
Hospital and Medical:					
9.	Hospital/medical benefits	2,864,091	108,078,898	96,798,864	131,602,574
10.	Other professional services				
11.	Outside referrals				
12.	Emergency room and out-of-area	340,666	12,855,306	15,771,044	15,653,299
13.	Prescription drugs		26,931,023	21,510,227	29,593,729
14.	Aggregate write-ins for other hospital and medical				
15.	Incentive pool, withhold adjustments and bonus amounts				
16.	Subtotal (Lines 9 to 15)	3,204,757	147,865,227	134,080,135	176,849,602
Less:					
17.	Net reinsurance recoveries		961,480	7,801,764	15,735,412
18.	Total hospital and medical (Lines 16 minus 17)	3,204,757	146,903,747	126,278,371	161,114,190
19.	Non-health claims (net)				
20.	Claims adjustment expenses, including $.....3,518,591 cost containment expenses		4,791,486	5,964,351	6,100,937
21.	General administrative expenses		20,216,270	21,332,452	25,385,203
22.	Increase in reserves for life and accident and health contracts (including $.....0 increase in reserves for life only)		(374,996)		500,000
23.	Total underwriting deductions (Lines 18 through 22)	3,204,757	171,536,507	153,575,174	193,100,330
24.	Net underwriting gain or (loss) (Lines 8 minus 23)	XXX	(9,180,995)	6,791,835	12,747,290
25.	Net investment income earned		740,380	250,217	490,689
26.	Net realized capital gains (losses) less capital gains tax of $.....0		93,270	1,087,642	1,042,939
27.	Net investment gains or (losses) (Lines 25 plus 26)		833,650	1,337,859	1,533,628
28.	Net gain or (loss) from agents' or premium balances charged off [(amount recovered $.....0) (amount charged off $.....0)]				
29.	Aggregate write-ins for other income or expenses				
30.	Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29)	XXX	(8,347,345)	8,129,694	14,280,918
31.	Federal and foreign income taxes incurred	XXX			5,005,911
32.	Net income (loss) (Lines 30 minus 31)	XXX	(8,347,345)	8,129,694	9,275,007
DETAILS OF WRITE-INS					
0601.		XXX			
0602.		XXX			
0603.		XXX			
0698.	Summary of remaining write-ins for Line 6 from overflow page	XXX			
0699.	TOTALS (Lines 0601 through 0603 plus 0698) (Line 6 above)	XXX			
0701.		XXX			
0702.		XXX			
0703.		XXX			
0798.	Summary of remaining write-ins for Line 7 from overflow page	XXX			
0799.	TOTALS (Lines 0701 through 0703 plus 0798) (Line 7 above)	XXX			
1401.					
1402.					
1403.					
1498.	Summary of remaining write-ins for Line 14 from overflow page				
1499.	TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)				
2901.					
2902.					
2903.	rounding				
2998.	Summary of remaining write-ins for Line 29 from overflow page				
2999.	TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above)				

STATEMENT OF REVENUE AND EXPENSES (Continued)

		1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
	CAPITAL & SURPLUS ACCOUNT			
33.	Capital and surplus prior reporting year	39,550,811	20,288,859	20,288,859
34.	Net income or (loss) from Line 32	(8,347,345)	8,129,694	9,275,007
35.	Change in valuation basis of aggregate policy and claim reserves			
36.	Change in net unrealized capital gains (losses) less capital gains tax of $.....0	1,445,542	(1,696,648)	(1,449,406)
37.	Change in net unrealized foreign exchange capital gain or (loss)			
38.	Change in net deferred income tax	(3,299,270)	1,039,759	1,702,936
39.	Change in nonadmitted assets	(1,349,412)	(219,834)	233,417
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	1,000,000		9,500,000
	45.2 Transferred to capital (Stock Dividend)			
	45.3 Transferred from capital			
46.	Dividends to stockholders			
47.	Aggregate write-ins for gains or (losses) in surplus	(1)	1	(2)
48.	Net change in capital and surplus (Lines 34 to 47)	(10,550,486)	7,252,972	19,261,952
49.	Capital and surplus end of reporting period (Line 33 plus 48)	29,000,325	27,541,831	39,550,811
DETAILS OF WRITE-INS				
4701.	Rounding	(1)	1	(2)
4702.				
4703.				
4798.	Summary of remaining write-ins for Line 47 from overflow page			
4799.	TOTALS (Lines 4701 through 4703 plus 4798) (Line 47 above)	(1)	1	(2)

CASH FLOW

		1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
	Cash from Operations			
1.	Premiums collected net of reinsurance	167,435,128	167,142,616	202,392,617
2.	Net investment income	801,013	226,674	322,309
3.	Miscellaneous income	(896,197)	335,964	163,510
4.	TOTAL (Lines 1 to 3)	167,339,944	167,705,254	202,878,436
5.	Benefit and loss related payments	140,381,354	128,495,430	173,202,808
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7.	Commissions, expenses paid and aggregate write-ins for deductions	20,852,267	22,900,160	29,645,763
8.	Dividends paid to policyholders			
9.	Federal and foreign income taxes paid (recovered) net of $.....0 tax on capital gains (losses)	8,224,154	585,163	(1,449,406)
10.	TOTAL (Lines 5 through 9)	169,457,775	151,980,753	201,399,165
11.	Net cash from operations (Line 4 minus Line 10)	(2,117,832)	15,724,501	1,479,271
	Cash from Investments			
12.	Proceeds from investments sold, matured or repaid:			
	12.1 Bonds	21,349,054	23,631,825	27,979,904
	12.2 Stocks	5,538,859	5,284,413	6,376,887
	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	(105,465)		1,449,444
	12.7 Miscellaneous proceeds		264,290	
	12.8 TOTAL investment proceeds (Lines 12.1 to 12.7)	26,782,448	29,180,528	35,806,235
13.	Cost of investments acquired (long-term only):			
	13.1 Bonds	20,701,990	22,461,030	41,341,298
	13.2 Stocks		6,261,587	6,261,588
	13.3 Mortgage loans			
	13.4 Real estate			
	13.5 Other invested assets			
	13.6 Miscellaneous applications			
	13.7 TOTAL investments acquired (Lines 13.1 to 13.6)	20,701,990	28,722,617	47,602,886
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)	6,080,458	457,911	(11,796,651)
	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	1,000,000		9,500,000
	16.3 Borrowed funds			
	16.4 Net deposits on deposit-type contracts and other insurance liabilities			
	16.5 Dividends to stockholders			
	16.6 Other cash provided (applied)	(1,705,903)	(9,007,334)	(12,541,182)
17.	Net cash from financing and miscellaneous sources (Line 16.1 through 16.4 minus Line 16.5 plus Line 16.6)	(705,903)	(9,007,334)	(3,041,182)
	RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18.	Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	3,256,723	7,175,078	(13,358,562)
19.	Cash, cash equivalents and short-term investments:			
	19.1 Beginning of year	15,590,646	28,949,208	28,949,208
	19.2 End of period (Line 18 plus Line 19.1)	18,847,369	36,124,286	15,590,646

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

20.0001				

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

	1	Comprehensive (Hospital & Medical)		4	5	6	7	8	9	10
		2	3							
	Total	Individual	Group	Medicare Supplement	Vision Only	Dental Only	Federal Employees Health Benefit Plan	Title XVIII Medicare	Title XIX Medicaid	Other
Total Members at end of:										
1. Prior Year	46,051	23,855	21,714				482			
2. First Quarter	52,164	30,913	20,699				552			
3. Second Quarter	53,570	32,569	20,427				574			
4. Third Quarter	57,201	36,369	20,248				584			
5. Current Year										
6. Current Year Member Months	475,824	285,511	185,225				5,088			
Total Member Ambulatory Encounters for Period:										
7. Physician	356,447	223,602	128,187				4,658			
8. Non-Physician	217,253	91,408	118,576				7,269			
9. Total	573,700	315,010	246,763				11,927			
10. Hospital Patient Days Incurred	17,851	14,235	3,419				197			
11. Number of Inpatient Admissions	4,349	3,489	825				35			
12. Health Premiums Written (a)	162,355,512	94,714,449	65,501,600				2,139,463			
13. Life Premiums Direct										
14. Property/Casualty Premiums Written										
15. Health Premiums Earned	162,355,512	94,714,449	65,501,600				2,139,463			
16. Property/Casualty Premiums Earned										
17. Amount Paid for Provision of Health Care Services	150,961,371	99,573,231	49,137,498				2,250,642			
18. Amount Incurred for Provision of Health Care Services	147,865,227	97,531,033	48,129,711				2,204,483			

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

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

Aging Analysis of Unpaid Claims

1 Account	2 1 - 30 Days	3 31 - 60 Days	4 61 - 90 Days	5 91 - 120 days	6 Over 120 Days	7 Total
0199999 Individually Listed Claims Unpaid						
0299999 Aggregate Accounts Not Individually Listed - Uncovered	876,814	182,839	101,966	61,981	123,158	1,346,758
0399999 Aggregate Accounts Not Individually Listed - Covered	12,909,568	2,691,982	1,501,275	912,566	1,813,288	19,828,679
0499999 Subtotals	13,786,382	2,874,821	1,603,241	974,547	1,936,446	21,175,437
0599999 Unreported claims and other claim reserves						3,386,288
0699999 Total Amounts Withheld						
0799999 Total Claims Unpaid						24,561,725
0899999 Accrued Medical Incentive Pool And Bonus Amounts						247,227

UNDERWRITING AND INVESTMENT EXHIBIT

ANALYSIS OF CLAIMS UNPAID-PRIOR YEAR-NET OF REINSURANCE

Line of Business		Claims Paid Year to Date		Liability End of Current Quarter		5	6
		1 On Claims Incurred Prior to January 1 of Current Year	2 On Claims Incurred During the Year	3 On Claims Unpaid Dec 31 of Prior Year	4 On Claims Incurred During the Year	Claims Incurred in Prior Years (Columns 1+3)	Estimated Claim Reserve and Claim Liability Dec 31 of Prior Year
1.	Comprehensive (hospital & medical)	17,762,537	134,164,182	331,776	24,002,995	18,094,313	27,449,222
2.	Medicare Supplement						
3.	Dental only						
4.	Vision only						
5.	Federal Employees Health Benefits Plan	201,494	1,353,714	3,094	223,860	204,588	273,909
6.	Title XVIII - Medicare						
7.	Title XIX - Medicaid						
8.	Other health						
9.	Health subtotal (Lines 1 to 8)	17,964,031	135,517,896	334,870	24,226,855	18,298,901	27,723,131
10.	Healthcare receivables (a)	2,520,556			1,182,476	2,520,556	286,279
11.	Other non-health						
12.	Medical incentive pools and bonus amounts			247,227		247,227	247,248
13.	Totals (Lines 9 - 10 + 11 + 12)	15,443,475	135,517,896	582,097	23,044,379	16,025,572	27,684,100

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

Notes to Financial Statement

QCA HEALTH PLAN, INC.

Notes to Financial Statements - Statutory Basis

(1) Summary of Significant Accounting Policies

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

	State of Domicile	9/30/2016	9/30/2015
Net Income (Loss)			
Company state basis	Arkansas	$(8,347,345)	$8,129,694
State prescribed practices that increase/(decrease) NAIC SAP: None	Arkansas		
State permitted practices that increase/(decrease) NAIC SAP: None	Arkansas		
NAIC SAP (1 - 2 - 3 = 4)	Arkansas	$(8,347,345)	$8,129,694
Capital and Surplus			
Company State basis	Arkansas	$29,000,325	$39,550,811
State prescribed practices that increase/(decrease) NAIC SAP: None	Arkansas		
State permitted practices that increase/(decrease) NAIC SAP: None	Arkansas		
NAIC SAP (5 - 6 - 7 = 8)	Arkansas	$29,000,325	$39,550,811

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

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

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

a) Short-term investments are stated at amortized cost;
b) Bonds not backed by other loans are stated at amortized cost using the interest method.
c) The Company does not have common stock;
d) The Company has invested in the preferred stock of the affiliated entity, QualChoice Life and Health Preferred Stock.
e) The Company has a minor investment in the affiliated entity, QCA Insurance Agency, LLC.
f) The commercial mortgage-backed and other loan-backed securities are stated at amortized cost using the effective interest method.
g) The Company does not have derivatives.
h) The Company does not anticipate investment income as a factor in the premium deficiency calculation.
i) Expenditures for assets are capitalized at $10,000 and all other costs are expensed.

Notes to Financial Statement

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

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

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

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

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

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

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

Accounting Estimates: The preparation of financial statements in conformity with the accounting practices described above requires management to make estimates and assumptions that affect the reported amounts in the financial statements and accompanying notes. The accounting practices also require disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

(2) Accounting Changes and Corrections of Errors

None.

(3) Business Combinations and Goodwill

None.

(4) Discontinued Operations

None.

(5) Investments

a) The Company has no real estate loans, restructured debt, or reverse mortgages.
b) The Company acquired commercial mortgage-backed and other loan-backed securities during the 2nd and 3rd quarters of 2016. The Company is relying on Bank of New York Mellon as a source used to determine the currently estimated cash flows, including new prepayment assumptions. The Company has no mortgage-backed or other loan-backed securities with a recognized other-than-temporary impairment.

Notes to Financial Statement

c) The Company has no repurchase agreements and/or securities lending transactions.
d) The Company has no debt restructuring at this time.
e) The Company has no investments in real estate at this time.
f) The Company has no investments in low-income housing tax credits.

(6) Joint Ventures, Partnerships and Limited Liability Companies

No significant changes.

(7) Investment Income

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

(8) Derivative Instruments

None.

(9) Income Taxes

During the month of August, net premium taxes due for the second quarter of 2016 were remitted to the State Treasurer of Arkansas.

(10) Information Concerning Parent, Subsidiaries and Affiliates

None.

(11) Debt

As of September 30, 2016, the Company has no outstanding Federal Home Loan Bank agreements.

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

The Company has an employee 401(k) plan covering all full-time employees of the Company who have completed three months of employment and choose to participate. The benefit plan has not changed since the year ended 12/31/15.

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

No significant changes.

(14) Contingencies

No significant changes.

(15) Leases

None.

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

None.

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

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

Notes to Financial Statement

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

No significant changes.

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

None

(20) Fair Value Measurements

a) The Company does not have any financial assets that are measured and reported at fair value on the statutory basis statements or admitted assets, and capital and surplus at September 31, 2016. All investments are recorded at amortized cost. The company held equity securities that were classified as available for sale and stated at fair market value. They were disposed of in May 2016.
b) The fair value combination is not applicable.
c) The aggregate fair value hierarchy of all financial instruments as of September 30, 2016 is presented in the table below:

	September 30, 2016			
Type of Financial Instrument	**Fair Value**	**Level 1**	**Level 2**	**Level 3**
US Governments and agency securities	$74,907	$74,907	$ -	$ -
Money Market Funds	$8,726	$8,726	$ -	$ -
Total short-term investments	$83,633	$83,633	$ -	$ -

(21) Other Items List

a) The Company did not encounter any unusual or infrequent items for the quarter ended September 30, 2016.
b) The Company has no troubled debt restructuring as of September 30, 2016.
c) The Company does not have any other disclosures items.
d) The Company has no business interruption insurance recoveries.
e) The Company has no state transferrable or non-transferrable tax credits.

(22) Events Subsequent

None

(23) Reinsurance

No significant changes.

(24) Retrospectively Rated Contracts & Contracts Subject To Redetermination

E. Risk-Sharing Provisions of the Affordable Care Act

The Company has accident and health insurance premiums in 2016 and 2015 subject to the risk-sharing provisions of the ACA. The ACA imposes fees and premium stabilization provisions on health insurance issuers offering comprehensive commercial health insurance.

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

Notes to Financial Statement

1. Permanent ACA Risk Adjustment Program

Assets	Amount
a. Premium Adjustment Receivable due to ACA Risk Adj.	$2,475,375
Liabilities	
b. Risk Adjustment User Fees Payable for ACA Risk Adj.	$0
c. Premium Adjustments Payable due to ACA Risk Adj.	$0
Operations (Revenue & Expense)	
d. Reported as revenue in premium for accident and health contracts (written/collected) due to ACA Risk Adjustment	$2,639,064
e. Reported in expenses as ACA Risk Adjustment user fees (incurred/paid)	$0

2. Transitional ACA Reinsurance Program

Assets	
a. Amounts recoverable for claims paid due to ACA Reinsurance	$5,395,792
b. Amounts recoverable for claims unpaid due to ACA Reins.	$0
c. Amounts receivable relating to uninsured plans for contributions for ACA Reinsurance	$0
Liabilities	
d. Liabilities for contributions payable due to ACA Reinsurance (not ceded premium)	$0
e. Ceded reinsurance premiums payable due to ACA Reins.	$0
f. Liability for amounts held under uninsured plans contributions for ACA Reinsurance	$0
Operations (Revenue & Expense)	
g. Ceded reinsurance premiums due to ACA Reinsurance	$0
h. Reinsurance recoveries (income statement) due to ACA Reinsurance Payments	$361,873
i. ACA Contributions-not reported as ceded premiums	$0

3. Temporary ACA Risk Corridors Program

Assets	
a. Accrued retrospective premium due to ACA Risk Corridors	$0
Liabilities	
b. Reserve for rate credits/policy experience rating refunds	$0
Operations (Revenue & Expense)	

Notes to Financial Statement

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

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

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

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

	Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments			Unsettled Balances as of the Reporting Date	
					Prior Year Accrued Less Payments (Col 1 - 3)	Prior Year Accrued Less Payments (Col 2 - 4)	To Prior Year Balances	To Prior Year Balances		Cumulative Balance from Prior Years (Col 1–3+7)	Cumulative Balance from Prior Years (Col 2–4+8)
	1	2	3	4	5	6	7	8		9	10
	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Ref	Receivable	(Payable)
a. Permanent ACA Risk Adjustment Program											
1. Premium adjustments receivable	$6,715,056	$	$4,511,689	$	$	$	$	$	A	$2,203,367	$ .....
2. Premium adjustments (payable)	$	$	$	$	$	$	$	$	B	$	$ .....
3. Subtotal ACA Permanent Risk Adjustment Program	$6,715,056	$	$4,511,689	$	$	$	$	$		$2,203,367	$ .....
b. Transitional ACA Reinsurance Program											
1. Amounts recoverable for claims paid	$14,161,327	$	$8,765,535	$	$	$	$	$	C	$5,395,792	$ .....
2. Amounts recoverable for claims unpaid (contra liability)	$	$	$	$	$	$	$	$	D	$	$ .....
3. Amounts receivable relating to uninsured plans	$	$	$	$	$	$	$	$	E	$	$ .....
4. Liabilities for contributions payable due to ACA Reinsurance – not reported as ceded premium	$	$	$	$	$	$	$	$	F	$	$ .....
5. Ceded reinsurance premiums payable	$	$	$	$	$	$	$	$	G	$	$ .....
6. Liability for amounts held under uninsured plans	$	$	$	$	$	$	$	$	H	$	$ .....
7. Subtotal ACA Transitional Reinsurance Program	$14,161,327	$	$8,765,535	$	$	$	$	$		$5,395,792	$ .....
c. Temporary ACA Risk Corridors Program											
1. Accrued retrospective premium	$	$	$	$	$	$	$	$	I	$	$ .....
2. Reserve for rate credits or policy experience rating refunds	$	$	$	$	$	$	$	$	J	$	$ .....
3. Subtotal ACA Risk Corridors Program	$	$	$	$	$	$	$	$		$	$ .....
d. Total for ACA Risk-Sharing Provisions	$	$	$	$	$	$	$	$		$	$ .....

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

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

Notes to Financial Statement

a. 2014										
1. Accrued Retrospective Premium	$905,737	$	$	$	$	$	$905,737	$	A $	$
2. Reserve for rate credits policy experience rating refunds	$	$	$	$	$	$	$	$	B $	$
b. 2015										
1. Accrued Retrospective Premium	$	$	$	$	$	$	$	$	C $	$
2. Reserve for rate credits policy experience rating refunds	$	$	$	$	$	$	$	$	D $	$
c. 2016										
1. Accrued Retrospective Premium	$	$	$	$	$	$	$	$	I $	$
2. Reserve for rate credits or policy experience rating refunds	$	$	$	$	$	$	$	$	J $	$
d. Total for Risk Corridor	$905,737	$	$	$	$	$	$905,737	$	$	$

(5) ACA Risk Corridor Receivable:

Risk Corridors Program Year	1 Estimated amount to be filed or final amounts filed with CMS	2 Non-Accrued Amounts for Impairment or Other Reasons	3 Amounts received from CMS	4 Asset balance (gross of nonadmission) (1-2-3)	5 Nonadmitted amounts	6 Net admitted assets
a. 2014	$4,181,163	$3,092,381	$452,869	$635,913	$635,913	$0
b. 2015	$0	$0	$0	$0	$0	$0
c. 2016	$14,343,919	$14,343,919	$0	$0	$0	$0
d. Total	$18,525,082	$17,436,300	$452,869	$635,913	$635,913	$0

(25) Change In Incurred Claims and Claim Adjustment Expenses

Reserves as of September 30, 2016 were $24,561,725. As of September 30, 2016, $17,964,032 has been paid for incurred claims and claim adjustment expenses attributable to insured events incurred prior of January 1, 2016. Reserves remaining for prior years are now $334,870 as a result of re-estimation of unpaid claims and claim adjustment expenses. The decrease is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims.

(26) Intercompany Pooling Arrangements

None.

(27) Structured Settlements

None.

(28) Health Care Receivables

No significant changes.

(29) Participating Policies

None.

(30) Premium Deficiency Reserves

Notes to Financial Statement

The Premium Deficiency Reserve has decreased $374,996 in the current year.

(31) Anticipated Salvage and Subrogation

None.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES
GENERAL

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

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

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

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

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

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

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

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

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

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

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

FINANCIAL

10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes[X] No[ ]
10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: $ 1,314,263

INVESTMENT

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

12. Amount of real estate and mortgages held in other invested assets in Schedule BA: $ 0

13. Amount of real estate and mortgages held in short-term investments: $ 0

GENERAL INTERROGATORIES (Continued)

INVESTMENT

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes[X] No[ ]
14.2 If yes, please complete the following:

		1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21	Bonds		
14.22	Preferred Stock	1,500,000	1,500,000
14.23	Common Stock		
14.24	Short-Term Investments		
14.25	Mortgages Loans on Real Estate		
14.26	All Other	5,423	5,423
14.27	Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)	1,505,423	1,505,423
14.28	Total Investment in Parent included in Lines 14.21 to 14.26 above		

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes[ ] No[X]
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 the current statement date:
16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 $ 0
16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 $ 0
16.3 Total payable for securities lending reported on the liability page $ 0

17. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes[X] No[ ]
17.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

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

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

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

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

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

17.5 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
Arvest Trust	Dennis Whitaker	200 Commerce Dr. Ste. 100 Little Rock, AR
BNY Mellon	Ben Bartelt	200 Park Avenue, New York, NY

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:

GENERAL INTERROGATORIES

PART 2 - HEALTH

1. Operating Percentages:

1.1	A&H loss percent	91.620%
1.2	A&H cost containment percent	0.850%
1.3	A&H expense percent excluding cost containment expenses	14.640%

2.1	Do you act as a custodian for health savings accounts?	Yes[ ] No[X]
2.2	If yes, please provide the amount of custodial funds held as of the reporting date.	$ 0
2.3	Do you act as an administrator for health savings accounts?	Yes[ ] No[X]
2.4	If yes, please provide the balance of the funds administered as of the reporting date.	$ 0

SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Reinsurer	5 Domiciliary Jurisdiction	6 Type of Reinsurance Ceded	7 Type of Reinsurer	8 Certified Reinsurer Rating (1 through 6)	9 Effective Date of Certified Reinsurer Rating
Life and Annuity - Affiliates								
00000	AA-9990032	01/01/2016	US Dept of Hlth & Human Serv	DC	OTH/L/G	Authorized		

SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS

Current Year to Date - Allocated by States and Territories

State, Etc.	1 Active Status	Direct Business Only 2 Accident and Health Premiums	3 Medicare Title XVIII	4 Medicaid Title XIX	5 Federal Employees Health Benefits Program Premiums	6 Life and Annuity Premiums and Other Considerations	7 Property/ Casualty Premiums	8 Total Columns 2 Through 7	9 Deposit-Type Contracts
1. Alabama (AL)	N								
2. Alaska (AK)	N								
3. Arizona (AZ)	N								
4. Arkansas (AR)	L	161,424,459			2,152,474			163,576,933	
5. California (CA)	N								
6. Colorado (CO)	N								
7. Connecticut (CT)	N								
8. Delaware (DE)	N								
9. District of Columbia (DC)	N								
10. Florida (FL)	N								
11. Georgia (GA)	N								
12. Hawaii (HI)	N								
13. Idaho (ID)	N								
14. Illinois (IL)	N								
15. Indiana (IN)	N								
16. Iowa (IA)	N								
17. Kansas (KS)	N								
18. Kentucky (KY)	N								
19. Louisiana (LA)	N								
20. Maine (ME)	N								
21. Maryland (MD)	N								
22. Massachusetts (MA)	N								
23. Michigan (MI)	N								
24. Minnesota (MN)	N								
25. Mississippi (MS)	N								
26. Missouri (MO)	N								
27. Montana (MT)	N								
28. Nebraska (NE)	N								
29. Nevada (NV)	N								
30. New Hampshire (NH)	N								
31. New Jersey (NJ)	N								
32. New Mexico (NM)	N								
33. New York (NY)	N								
34. North Carolina (NC)	N								
35. North Dakota (ND)	N								
36. Ohio (OH)	N								
37. Oklahoma (OK)	N								
38. Oregon (OR)	N								
39. Pennsylvania (PA)	N								
40. Rhode Island (RI)	N								
41. South Carolina (SC)	N								
42. South Dakota (SD)	N								
43. Tennessee (TN)	N								
44. Texas (TX)	N								
45. Utah (UT)	N								
46. Vermont (VT)	N								
47. Virginia (VA)	N								
48. Washington (WA)	N								
49. West Virginia (WV)	N								
50. Wisconsin (WI)	N								
51. Wyoming (WY)	N								
52. American Samoa (AS)	N								
53. Guam (GU)	N								
54. Puerto Rico (PR)	N								
55. U.S. Virgin Islands (VI)	N								
56. Northern Mariana Islands (MP)	N								
57. Canada (CAN)	N								
58. Aggregate other alien (OT)	XXX								
59. Subtotal	XXX	161,424,459			2,152,474			163,576,933	
60. Reporting entity contributions for Employee Benefit Plans	XXX								
61. Total (Direct Business)	(a) 1	161,424,459			2,152,474			163,576,933	
DETAILS OF WRITE-INS									
58001.	XXX								
58002.	XXX								
58003.	XXX								
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX								
58999. TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	XXX								

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

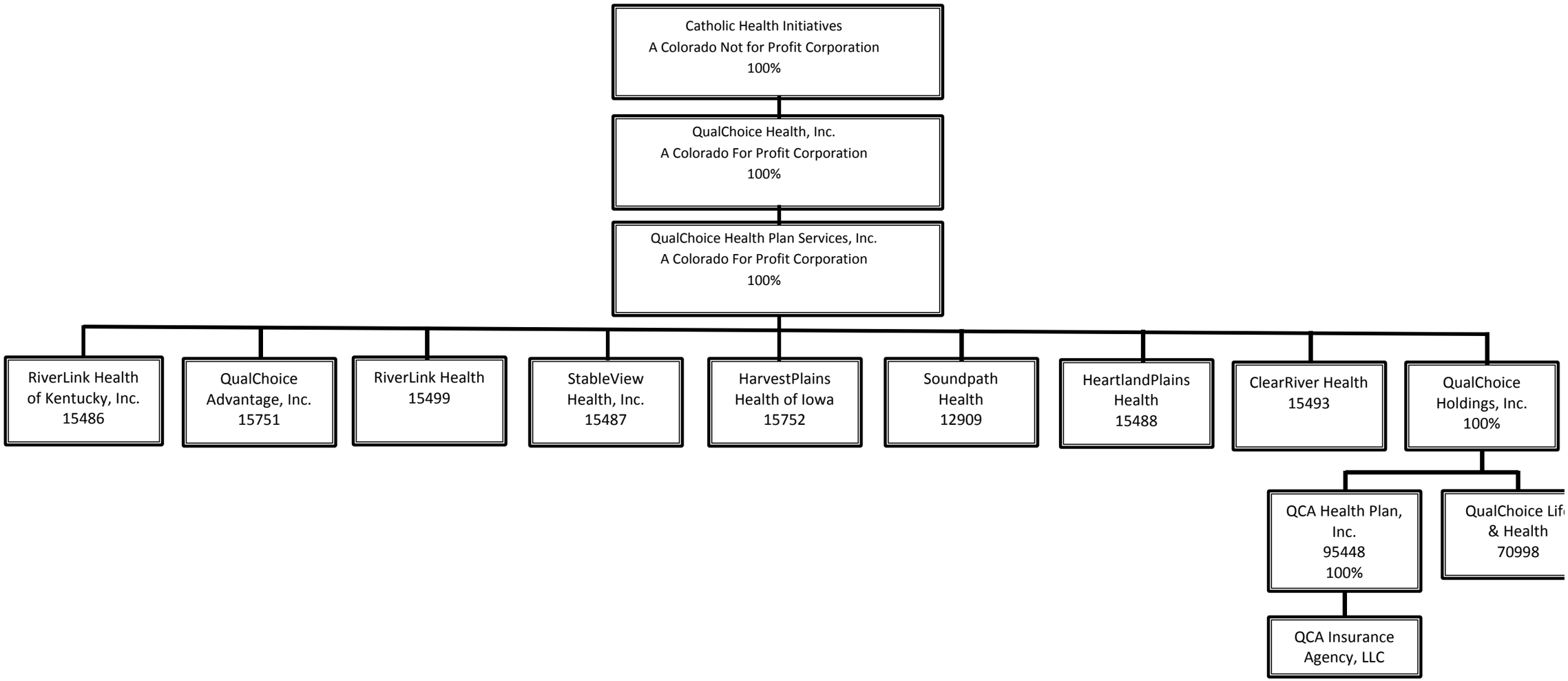
(a) Insert the number of L responses except for Canada and Other Alien.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER

MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART

Q15



SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

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

Asterisk	Explanation
0000001	

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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

	RESPONSE
1. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	No

Explanations:

Bar Codes:

Medicare Part D Coverage Supplement

9544820163650003 2016 Document Code: 365

OVERFLOW PAGE FOR WRITE-INS

STATEMENT OF REVENUE AND EXPENSES

		Current Year To Date		Prior Year To Date	Prior Year Ended December 31
		1 Uncovered	2 Total	3 Total	4 Total
0697.	Summary of remaining write-ins for Line 6 (Lines 0604 through 0696)	XXX			
0797.	Summary of remaining write-ins for Line 7 (Lines 0704 through 0796)	XXX			
1497.	Summary of remaining write-ins for Line 14 (Lines 1404 through 1496)				
2904.	Miscellaneous Income/Expense				
2905.	0				
2997.	Summary of remaining write-ins for Line 29 (Lines 2904 through 2996)				

STATEMENT OF REVENUE AND EXPENSES (Continued)

		1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
4704.				
4705.				
4797.	Summary of remaining write-ins for Line 47 (Lines 4704 through 4796)			

SCHEDULE A - VERIFICATION

Real Estate

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

NONE

SCHEDULE B - VERIFICATION

Mortgage Loans

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

NONE

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

		1 Year To Date	2 Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year	5,423	5,460
2.	Cost of acquired:		
	2.1 Actual cost at time of acquisition		
	2.2 Additional investment made after acquisition		
3.	Capitalized deferred interest and other		
4.	Accrual of discount		
5.	Unrealized valuation increase (decrease)	(19)	(37)
6.	Total gain (loss) on disposals		
7.	Deduct amounts received on disposals		
8.	Deduct amortization of premium and depreciation		
9.	Total foreign exchange change in book/adjusted carrying value		
10.	Deduct current year's other than temporary impairment recognized		
11.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)	5,404	5,423
12.	Deduct total nonadmitted amounts		
13.	Statement value at end of current period (Line 11 minus Line 12)	5,404	5,423

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	39,243,756	26,331,140
2.	Cost of bonds and stocks acquired	20,701,990	47,602,886
3.	Accrual of discount	12,457	129,144
4.	Unrealized valuation increase (decrease)	44,693	(1,449,407)
5.	Total gain (loss) on disposals	154,061	1,042,936
6.	Deduct consideration for bonds and stocks disposed of	26,887,913	34,356,791
7.	Deduct amortization of premium	75,099	56,152
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)	33,193,945	39,243,756
11.	Deduct total nonadmitted amounts		
12.	Statement value at end of current period (Line 10 minus Line 11)	33,193,945	39,243,756

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)	35,102,929	4,870,882	4,076,465	(15,683)	24,902,938	35,102,929	35,881,663	32,204,895
2. NAIC 2 (a)	(4,456,247)	908,700	549,854	(6,684)		(4,456,247)	(4,104,085)	
3. NAIC 3 (a)								
4. NAIC 4 (a)								
5. NAIC 5 (a)								
6. NAIC 6 (a)								
7. Total Bonds	30,646,682	5,779,582	4,626,319	(22,367)	24,902,938	30,646,682	31,777,578	32,204,895
PREFERRED STOCK								
8. NAIC 1								
9. NAIC 2								
10. NAIC 3								
11. NAIC 4								
12. NAIC 5								
13. NAIC 6								
14. Total Preferred Stock								
15. Total Bonds & Preferred Stock	30,646,682	5,779,582	4,626,319	(22,367)	24,902,938	30,646,682	31,777,578	32,204,895

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

SCHEDULE DA - PART 1

Short - Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999. Totals	83,633	X X X	83,591	11	15

SCHEDULE DA - Verification

Short-Term Investments

		1 Year To Date	2 Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year		
2.	Cost of short-term investments acquired	2,692,155	
3.	Accrual of discount	498	
4.	Unrealized valuation increase (decrease)		
5.	Total gain (loss) on disposals	176	
6.	Deduct consideration received on disposals	2,608,450	
7.	Deduct amortization of premium	746	
8.	Total foreign exchange change in book/adjusted carrying value		
9.	Deduct current year's other than temporary impairment recognized		
10.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	83,633	
11.	Deduct total nonadmitted amounts		
12.	Statement value at end of current period (Line 10 minus Line 11)	83,633	

SI04 Schedule DB - Part A Verification . . . . . NONE

SI04 Schedule DB - Part B Verification . . . . . NONE

SI05 Schedule DB Part C Section 1 . . . . . NONE

SI06 Schedule DB Part C Section 2 . . . . . NONE

SI07 Schedule DB - Verification . . . . . NONE

SCHEDULE E - Verification

(Cash Equivalents)

		1 Year To Date	2 Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year		
2.	Cost of cash equivalents acquired	72,997,590	
3.	Accrual of discount	2,410	
4.	Unrealized valuation increase (decrease)		
5.	Total gain (loss) on disposals		
6.	Deduct consideration received on disposals	73,000,000	
7.	Deduct amortization of premium		
8.	Total foreign exchange change in book/adjusted carrying value		
9.	Deduct current year's other than temporary impairment recognized		
10.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)		
11.	Deduct total nonadmitted amounts		
12.	Statement value at end of current period (Line 10 minus Line 11)		

E01 Schedule A Part 2 . . . . . NONE

E01 Schedule A Part 3 . . . . . NONE

E02 Schedule B Part 2 . . . . . NONE

E02 Schedule B Part 3 . . . . . NONE

E03 Schedule BA Part 2 . . . . . NONE

E03 Schedule BA Part 3 . . . . . NONE

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
Bonds - U.S. Governments									
9128282B5	UNITED STATES TREASURY NOTE/BOND		09/02/2016	GOLDMAN SACHS & CO,	X X X	308,559	310,000	139	1
9128282C3	UNITED STATES TREASURY NOTE/BOND		09/02/2016	GOLDMAN SACHS & CO,	X X X	924,241	925,000	115	1
9128282D1	UNITED STATES TREASURY NOTE/BOND		09/20/2016	MORGAN STANLEY & CO	X X X	158,725	160,000	128	1
9128282F6	UNITED STATES TREASURY NOTE/BOND		09/21/2016	CITIGROUP GBL MKTS/S	X X X	59,759	60,000	41	1
9128282G4	UNITED STATES TREASURY NOTE/BOND		09/20/2016	MORGAN STANLEY & CO	X X X	474,406	475,000	69	1
912828R85	UNITED STATES TREASURY NOTE/BOND		07/07/2016	GOLDMAN SACHS & CO,	X X X	306,537	305,000	168	1
912828S76	UNITED STATES TREASURY NOTE/BOND		08/03/2016	GOLDMAN SACHS & CO,	X X X	155,248	155,000	19	1
912828T34	UNITED STATES TREASURY NOTE/BOND		09/30/2016	MORGAN STANLEY & CO	X X X	314,643	315,000	29	1
0599999 Subtotal - Bonds - U.S. Governments					X X X	2,702,118	2,705,000	708	X X X
Bonds - U.S. Special Revenue, Special Assessment									
3135G0N82	FEDERAL NATIONAL MORTGAGE ASSOCIATION		08/17/2016	CITIGROUP GBL MKTS/S	X X X	303,765	305,000		1
3199999 Subtotal - Bonds - U.S. Special Revenue, Special Assessment					X X X	303,765	305,000		X X X
Bonds - Industrial and Miscellaneous (Unaffiliated)									
03065DAD9	AMERICREDIT AUTOMOBILE RECEIVABLES TRUST		08/02/2016	CITIGROUP GBL MKTS/S	X X X	144,992	145,000		1FE
031162CJ7	AMGEN INC		08/10/2016	GOLDMAN SACHS & CO,	X X X	59,963	60,000		2FE
05582QAD9	BMW VEHICLE OWNER TRUST 2016-A		07/12/2016	JPMORGAN SECURITIES	X X X	154,999	155,000		1FE
06051GDZ9	BANK OF AMERICA CORP		09/02/2016	MERRILL LYNCH PIERCE	X X X	74,923	65,000	1,335	2FE
14314EAC5	CARMAX AUTO OWNER TRUST 2016-3		07/14/2016	CREDIT SUISSE, NEW Y	X X X	154,977	155,000		1FE
172967KG5	CITIGROUP INC		08/05/2016	CITIGROUP GBL MKTS/S	X X X	31,571	30,000	86	2FE
198280AF6	COLUMBIA PIPELINE GROUP INC		09/19/2016	VARIOUS	X X X	48,421	45,000	609	2FE
20030NBW0	COMCAST CORP		07/12/2016	CITIGROUP GBL MKTS/S	X X X	44,946	45,000		1FE
26441CAD7	DUKE ENERGY CORP		09/20/2016	US BANCORP INVESTMEN	X X X	104,493	95,000	107	2FE
26441CAR6	DUKE ENERGY CORP		08/09/2016	BARCLAYS CAPITAL INC	X X X	39,996	40,000		2FE
29273RBG3	ENERGY TRANSFER PARTNERS LP		09/14/2016	BARCLAYS CAPITAL INC	X X X	46,384	45,000	380	2FE
29429EAB7	CITIGROUP COMMERCIAL MORTGAGE TRUST 2016		07/14/2016	CITIGROUP GBL MKTS/S	X X X	128,750	125,000	238	1FE
34528QEU4	FORD CREDIT FLOORPLAN MASTER OWNER TRUST		07/19/2016	JPMORGAN SECURITIES	X X X	159,972	160,000		1FE
38143U8H7	GOLDMAN SACHS GROUP INC/THE		07/28/2016	GOLDMAN SACHS & CO,	X X X	47,583	45,000	722	1FE
459745GF6	INTERNATIONAL LEASE FINANCE CORP		07/27/2016	MORGAN STANLEY & CO	X X X	30,344	25,000	252	2FE
46625HJZ4	JPMORGAN CHASE & CO		07/08/2016	MERRILL LYNCH PIERCE	X X X	64,868	60,000	193	2FE
46625HRV4	JPMORGAN CHASE & CO		08/09/2016	JPMORGAN SECURITIES	X X X	60,294	60,000	103	1FE
47788NAC2	JOHN DEERE OWNER TRUST 2016-B		07/19/2016	RBC CAPITAL MARKETS	X X X	134,989	135,000		1FE
49456BAF8	KINDER MORGAN INC/DE		09/14/2016	BARCLAYS CAPITAL INC	X X X	46,451	45,000	581	2FE
53117CAS1	LIBERTY PROPERTY LP		09/13/2016	JPMORGAN SECURITIES	X X X	59,497	60,000		2FE
58769BAD6	MERCEDES-BENZ AUTO RECEIVABLES TRUST 201		09/09/2016	CITIGROUP GBL MKTS/S	X X X	174,979	175,000		1FE
86765BAT6	SUNOCO LOGISTICS PARTNERS OPERATIONS LP		07/19/2016	VARIOUS	X X X	30,109	30,000	26	2FE
883556BR2	THERMO FISHER SCIENTIFIC INC		09/14/2016	JPMORGAN SECURITIES	X X X	59,272	60,000		2FE
89237WAD9	TOYOTA AUTO RECEIVABLES 2016-C		08/01/2016	MITSUBISHI UFJ SECUR	X X X	154,996	155,000		1FE
91159HHN3	US BANCORP		07/19/2016	US BANCORP INVESTMEN	X X X	59,561	60,000		1FE
92343VDF8	VERIZON COMMUNICATIONS INC		09/13/2016	GOLDMAN SACHS & CO,	X X X	44,893	45,000	77	2FE
94974BFU9	WELLS FARGO & CO		09/13/2016	WELLS FARGO SECURITI	X X X	91,477	90,000	765	1FE
95000GAW4	WELLS FARGO COMMERCIAL MORTGAGE TRUST 20		08/04/2016	WELLS FARGO SECURITI	X X X	85,000	85,000	53	1FE
98161FAD7	WORLD OMNI AUTOMOBILE LEASE SECURITIZATI		07/12/2016	MERRILL LYNCH PIERCE	X X X	119,985	120,000		1FE
98161PAD5	WORLD OMNI AUTO RECEIVABLES TRUST 2016-B		09/07/2016	JPMORGAN SECURITIES	X X X	84,978	85,000		1FE
822582BX9	SHELL INTERNATIONAL FINANCE BV	F	09/07/2016	JPMORGAN SECURITIES	X X X	59,391	60,000		1FE
82481LAB5	SHIRE ACQUISITIONS INVESTMENTS IRELAND D	F	09/19/2016	BARCLAYS CAPITAL INC	X X X	74,919	75,000		2FE
88167AAB7	TEVA PHARMACEUTICAL FINANCE NETHERLANDS	F	07/18/2016	BARCLAYS CAPITAL INC	X X X	19,998	20,000		2FE
88167AAE1	TEVA PHARMACEUTICAL FINANCE NETHERLANDS	F	08/25/2016	VARIOUS	X X X	65,476	65,000	154	2FE
3899999 Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					X X X	2,763,447	2,720,000	5,681	X X X
8399997 Subtotal - Bonds - Part 3					X X X	5,769,330	5,730,000	6,389	X X X

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
8399998 Summary Item from Part 5 for Bonds (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X
8399999 Subtotal - Bonds					X X X	5,769,330	5,730,000	6,389	X X X
8999998 Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X
9799998 Summary Item from Part 5 for Common Stocks (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X
9899999 Subtotal - Preferred and Common Stocks					X X X		X X X		X X X
9999999 Total - Bonds, Preferred and Common Stocks					X X X	5,769,330	X X X	6,389	X X X

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues .....0.

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Governments																					
912828K74	UNITED STATES TREASURY NOTE/BOND		09/16/2016	MERRILL LYNCH PIERCE	XXX	159,384	155,000	151,888	151,903		210		210		152,113		7,271	7,271	3,395	08/15/2025	1
912828L24	UNITED STATES TREASURY NOTE/BOND		07/20/2016	NOMURA SECS, NEW YOR	XXX	206,695	200,000	198,398	198,465		121		121		198,586		8,109	8,109	3,332	08/31/2022	1
912828L65	UNITED STATES TREASURY NOTE/BOND		07/20/2016	CITIGROUP GBL MKTS/S	XXX	111,431	110,000	109,989	109,989		2		2		109,991		1,440	1,440	1,219	09/30/2020	1
912828L99	UNITED STATES TREASURY NOTE/BOND		07/28/2016	CITIGROUP GBL MKTS/S	XXX	177,440	175,000	172,341	172,402		299		299		172,702		4,739	4,739	1,792	10/31/2020	1
912828TM2	UNITED STATES TREASURY NOTE/BOND		09/02/2016	VARIOUS	XXX	1,579,376	1,580,000	1,575,160	1,575,601		1,745		1,745		1,577,346		2,031	2,031	9,867	08/31/2017	1
0599999 Subtotal - Bonds - U.S. Governments		XXX	XXX	XXX	XXX	2,234,326	2,220,000	2,207,776	2,208,360		2,377		2,377		2,210,738		23,590	23,590	19,605	XXX	XXX
Bonds - U.S. Special Revenue, Special Assessment																					
3135G0PQ0	FEDERAL NATIONAL MORTGAGE ASSOCIATION		08/17/2016	JP MORGAN CHASE BANK	XXX	225,278	225,000	224,854	224,876		43		43		224,919		359	359	1,602	10/26/2017	1
3135G0WJ8	FEDERAL NATIONAL MORTGAGE ASSOCIATION		08/17/2016	JP MORGAN CHASE BANK	XXX	170,099	170,000	169,027	169,094		238		238		169,333		766	766	1,107	05/21/2018	1
3199999 Subtotal - Bonds - U.S. Special Revenue, Special Assessment		XXX	XXX	XXX	XXX	395,377	395,000	393,881	393,970		281		281		394,252		1,125	1,125	2,709	XXX	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
060505DH4	BANK OF AMERICA CORP		09/02/2016	JPMORGAN SECURITIES	XXX	73,127	70,000	73,979			(975)		(975)		73,004		123	123	2,182	09/01/2017	2FE
172967JT9	CITIGROUP INC		08/05/2016	CITIGROUP GBL MKTS/S	XXX	31,670	30,000	31,247			(13)		(13)		31,234		436	436	220	06/10/2025	2FE
20030NBW0	COMCAST CORP		07/14/2016	MERRILL LYNCH PIERCE	XXX	44,896	45,000	44,946							44,946		(50)	(50)		01/15/2027	1FE
25179MAT0	DEVON ENERGY CORP		08/19/2016	NON-BROKER TRADE, BO	XXX	50,978	50,000	50,087	50,079		(17)		(17)		50,062		916	916	763	12/15/2018	2FE
26441CAH8	DUKE ENERGY CORP		09/20/2016	KEYBANC CAPITAL MARK	XXX	60,173	60,000	60,239			(67)		(67)		60,172		1	1	590	08/15/2017	2FE
29379VAZ6	ENTERPRISE PRODUCTS OPERATING LLC		09/14/2016	SG AMERICAS SECURITI	XXX	35,480	35,000	34,163	34,199		72		72		34,270		1,210	1,210	1,186	03/15/2023	2FE
31428XAY2	FEDEX CORP		08/17/2016	US BANCORP INVESTMEN	XXX	33,282	30,000	31,052	31,016		(71)		(71)		30,945		2,337	2,337	1,323	01/15/2024	2FE
38141GVR2	GOLDMAN SACHS GROUP INC/THE		07/28/2016	GOLDMAN SACHS & CO,	XXX	26,288	25,000	24,825	24,828		10		10		24,837		1,451	1,451	820	10/21/2025	2FE
412822AD0	HARLEY-DAVIDSON INC		08/10/2016	BARCLAYS CAPITAL INC	XXX	58,882	55,000	55,213	55,200		(10)		(10)		55,189		3,693	3,693	2,016	07/28/2025	1FE
46625HJZ4	JPMORGAN CHASE & CO		08/09/2016	JPMORGAN SECURITIES	XXX	64,234	60,000	64,868			(32)		(32)		64,836		(601)	(601)	392	12/15/2026	2FE
46625HRV4	JPMORGAN CHASE & CO		09/19/2016	US BANCORP INVESTMEN	XXX	59,562	60,000	60,294			(4)		(4)		60,290		(728)	(728)	300	10/01/2026	1FE
58013MEY6	MCDONALD'S CORP		07/08/2016	JPMORGAN SECURITIES	XXX	27,523	25,000	24,919	24,919		5		5		24,925		2,598	2,598	550	01/30/2026	2FE
59156RBB3	METLIFE INC		09/19/2016	JEFFERIES & CO (BOND	XXX	38,523	35,000	37,733	37,663		(223)		(223)		37,440		1,083	1,083	1,176	09/15/2023	1FE
84756NAC3	SPECTRA ENERGY PARTNERS LP		09/14/2016	WELLS FARGO SECURITI	XXX	56,042	55,000	55,880	55,799		(210)		(210)		55,589		453	453	1,595	09/25/2018	2FE
92343VBF0	VERIZON COMMUNICATIONS INC		09/13/2016	MORGAN STANLEY & CO	XXX	44,926	45,000	44,993			2		2		44,995		(69)	(69)	186	11/01/2017	2FE
94973VBC0	ANTHEM INC		09/27/2016	MERRILL LYNCH PIERCE	XXX	55,292	55,000	54,974	54,977		8		8		54,986		306	306	1,246	01/15/2018	2FE
94974BGB0	WELLS FARGO & CO		09/13/2016	MORGAN STANLEY & CO	XXX	90,029	90,000	90,342			(88)		(88)		90,254		(225)	(225)	658	09/08/2017	1FE
95000GAW4	WELLS FARGO COMMERCIAL MORTGAGE TRUST 20		09/01/2016	PAYDOWN	XXX	952	952	952							952				1	08/01/2049	1FE
3899999 Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)		XXX	XXX	XXX	XXX	851,859	825,952	840,706	368,680		(1,613)		(1,613)		838,926		12,934	12,934	15,204	XXX	XXX
8399997 Subtotal - Bonds - Part 4		XXX	XXX	XXX	XXX	3,481,562	3,440,952	3,442,363	2,971,010		1,045		1,045		3,443,916		37,649	37,649	37,518	XXX	XXX
8399998 Summary Item from Part 5 for Bonds (N/A to Quarterly)		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8399999 Subtotal - Bonds		XXX	XXX	XXX	XXX	3,481,562	3,440,952	3,442,363	2,971,010		1,045		1,045		3,443,916		37,649	37,649	37,518	XXX	XXX
8999998 Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
9799998 Summary Item from Part 5 for Common Stocks (N/A to Quarterly)		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
9899999 Subtotal - Preferred and Common Stocks		XXX	XXX	XXX	XXX		XXX													XXX	XXX
9999999 Total - Bonds, Preferred and Common Stocks		XXX	XXX	XXX	XXX	3,481,562	XXX	3,442,363	2,971,010		1,045		1,045		3,443,916		37,649	37,649	37,518	XXX	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues .....0.

E06 Schedule DB Part A Section 1 . . . . . NONE

E07 Schedule DB Part B Section 1 . . . . . NONE

E08 Schedule DB Part D Section 1 . . . . . NONE

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

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

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

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

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1 Depository			2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter 6 First Month	 7 Second Month	 8 Third Month	9 *
open depositories										
Bank of New York Mellon	200 Park Avenue, New York, NY						119,774	180,707	438,066	X X X
Arvest Bank	P.O. Box 1583, Little Rock, AR 72203			0.050	921		6,316,427	9,801,727	9,480,024	X X X
Bank of the Ozarks	P.O. Box 8811, Little Rock, AR 72231						193,806	194,037	198,424	X X X
Bank of America	100 North Tryon St., Charlotte, NC 28255			0.451	2,963		9,030,008	6,849,775	7,958,288	X X X
PNC Bank	249 Fifth Avenue, One PNC Plaza, Pittsburgh, PA						642,924	730,229	688,934	X X X
0199998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - open depositories			X X X	X X X						X X X
0199999 Totals - Open Depositories			X X X	X X X	3,883		16,302,939	17,756,475	18,763,736	X X X
0299998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - suspended depositories			X X X	X X X						X X X
0299999 Totals - Suspended Depositories			X X X	X X X						X X X
0399999 Total Cash On Deposit			X X X	X X X	3,883		16,302,939	17,756,475	18,763,736	X X X
0499999 Cash in Company's Office			X X X	X X X	X X X	X X X				X X X
0599999 Total Cash			X X X	X X X	3,883		16,302,939	17,756,475	18,763,736	X X X

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
NONE							
8699999 Total - Cash Equivalents							

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