



HEALTH QUARTERLY STATEMENT

AS OF SEPTEMBER 30, 2013
OF THE CONDITION AND AFFAIRS OF THE

CareFirst BlueChoice, Inc.

| | | | | | | |
|---------------------------------------|--|------------------------|--|--------------|-----------------------------|-------------------|
| NAIC Group Code | <u>0380</u> (Current) | <u>0380</u> (Prior) | NAIC Company Code | <u>96202</u> | Employer's ID Number | <u>52-1358219</u> |
| Organized under the Laws of | <u>District of Columbia</u> | | State of Domicile or Port of Entry | | <u>District of Columbia</u> | |
| Country of Domicile | <u>United States of America</u> | | | | | |
| Licensed as business type: | <u>Health Maintenance Organization</u> | | | | | |
| Is HMO Federally Qualified? | Yes [] No [X] | | | | | |
| Incorporated/Organized | <u>06/22/1984</u> | | Commenced Business | | <u>03/01/1985</u> | |
| Statutory Home Office | <u>840 First Street, NE</u> (Street and Number) | | <u>Washington, DC, US 20065</u> (City or Town, State, Country and Zip Code) | | | |
| Main Administrative Office | <u>10455 Mill Run Circle</u> (Street and Number) | | <u>410-581-3000-</u> (Area Code) (Telephone Number) | | | |
| | <u>Owings Mills, MD, US 21117</u> (City or Town, State, Country and Zip Code) | | | | | |
| Mail Address | <u>10455 Mill Run Circle</u> (Street and Number or P.O. Box) | | <u>Owings Mills, MD, US 21117</u> (City or Town, State, Country and Zip Code) | | | |
| Primary Location of Books and Records | <u>10455 Mill Run Circle</u> (Street and Number) | | <u>410-998-7011</u> (Area Code) (Telephone Number) | | | |
| | <u>Owings Mills, MD, US 21117</u> (City or Town, State, Country and Zip Code) | | | | | |
| Internet Website Address | <u>www.carefirst.com</u> | | | | | |
| Statutory Statement Contact | <u>William Vincent Stack</u> (Name) | | <u>410-998-7011-</u> (Area Code) (Telephone Number) | | | |
| | <u>bill.stack@carefirst.com</u> (E-mail Address) | | <u>410-998-6850-</u> (FAX Number) | | | |

OFFICERS

| | | | |
|---------------------------------------|--------------------------------|-----------|---------------------------|
| President and Chief Executive Officer | <u>Chester Emerson Burrell</u> | Treasurer | <u>Jeanne Ann Kennedy</u> |
| Secretary | <u>Meryl Davis Burgin #</u> | | |

OTHER

| | | |
|---|---|---|
| <u>Gregory Mark Chaney EVP, CFO</u> | <u>Fred Adrian Walton Plumb EVP, SBU-FEP</u> | <u>William Scott Gould # EVP, Medical Affairs</u> |
| <u>John Joseph Kaelin # EVP, Strategic Business Development</u> | <u>Gwendolyn Denise Skillern SVP, General Auditor</u> | <u>Michael John Felber SVP, Sales</u> |
| <u>Maria Harris Tildon SVP, Public Policy</u> | <u>Rita Ann Costello SVP, Strategic Marketing</u> | <u>Kenny Waitem Kan SVP, Chief Actuary</u> |
| <u>Michael Bruce Edwards SVP, Networks Mgmt</u> | <u>Jennifer Ann Cryor Baldwin # SVP, Patient Centered Medical Home (PCMH)</u> | <u>Harry Dietz Fox SVP, Technical & Ops Support</u> |
| <u>Steven Jon Margolis SVP, ASU-Small & Medium Groups</u> | <u>Michael Thomas Avotins SVP, ASU -Large Groups</u> | <u>Jon Paul Shematek SVP, Chief Medical Officer</u> |
| <u>Michelle Judith Wright SVP, Human Resource</u> | <u>Wanda Kay Oneferu-Bey SVP, ASU-Consumer Direct</u> | |

DIRECTORS OR TRUSTEES

| | | |
|-------------------------------|----------------------|--|
| <u>Larry Donovan Bailey #</u> | <u>James Wallace</u> | |
|-------------------------------|----------------------|--|

State of Maryland SS:
County of Baltimore

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.

| | | |
|---|--|--|
| <u>Chester Emerson Burrell</u> President and Chief Executive Officer | <u>Meryl Davis Burgin</u> Secretary | <u>Jeanne Ann Kennedy</u> Treasurer |
|---|--|--|

Subscribed and sworn to before me this
14th day of NOVEMBER 2013
Cynthia L. Kipp

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 December 31 Prior Year Net Admitted Assets |
|--|------------------------|-------------------------|---|---|
| | 1 Assets | 2 Nonadmitted Assets | 3 Net Admitted Assets (Cols. 1 - 2) | |
| 1. Bonds | 664,562,304 | 0 | 664,562,304 | 596,300,773 |
| 2. Stocks: | | | | |
| 2.1 Preferred stocks | 0 | 0 | 0 | 0 |
| 2.2 Common stocks | 139,174,486 | 12,681 | 139,161,805 | 180,498,934 |
| 3. Mortgage loans on real estate: | | | | |
| 3.1 First liens | 0 | 0 | 0 | 0 |
| 3.2 Other than first liens..... | 0 | 0 | 0 | 0 |
| 4. Real estate: | | | | |
| 4.1 Properties occupied by the company (less \$0 encumbrances) | 0 | 0 | 0 | 0 |
| 4.2 Properties held for the production of income (less \$0 encumbrances) | 0 | 0 | 0 | 0 |
| 4.3 Properties held for sale (less \$0 encumbrances) | 0 | 0 | 0 | 0 |
| 5. Cash (\$(31,528,560)), cash equivalents (\$0) and short-term investments (\$58,679,543) | 27,150,983 | 0 | 27,150,983 | 30,783,115 |
| 6. Contract loans (including \$0 premium notes) | 0 | 0 | 0 | 0 |
| 7. Derivatives | 0 | 0 | 0 | 0 |
| 8. Other invested assets | 0 | 0 | 0 | 0 |
| 9. Receivables for securities | 0 | 0 | 0 | 0 |
| 10. Securities lending reinvested collateral assets | 0 | 0 | 0 | 0 |
| 11. Aggregate write-ins for invested assets | 0 | 0 | 0 | 0 |
| 12. Subtotals, cash and invested assets (Lines 1 to 11) | 830,887,773 | 12,681 | 830,875,092 | 807,582,822 |
| 13. Title plants less \$0 charged off (for Title insurers only) | 0 | 0 | 0 | 0 |
| 14. Investment income due and accrued | 4,210,168 | 0 | 4,210,168 | 4,338,968 |
| 15. Premiums and considerations: | | | | |
| 15.1 Uncollected premiums and agents' balances in the course of collection | 68,203,182 | 2,587,144 | 65,616,038 | 52,500,169 |
| 15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$0 earned but unbilled premiums) | 0 | 0 | 0 | 0 |
| 15.3 Accrued retrospective premiums | 0 | 0 | 0 | 0 |
| 16. Reinsurance: | | | | |
| 16.1 Amounts recoverable from reinsurers | 0 | 0 | 0 | 0 |
| 16.2 Funds held by or deposited with reinsured companies | 0 | 0 | 0 | 0 |
| 16.3 Other amounts receivable under reinsurance contracts | 618,785 | 0 | 618,785 | 610,083 |
| 17. Amounts receivable relating to uninsured plans | 0 | 0 | 0 | 0 |
| 18.1 Current federal and foreign income tax recoverable and interest thereon | 0 | 0 | 0 | 8,042,476 |
| 18.2 Net deferred tax asset | 10,964,906 | 629,470 | 10,335,436 | 10,307,223 |
| 19. Guaranty funds receivable or on deposit | 0 | 0 | 0 | 0 |
| 20. Electronic data processing equipment and software | 0 | 0 | 0 | 0 |
| 21. Furniture and equipment, including health care delivery assets (\$0) | 0 | 0 | 0 | 0 |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates | 0 | 0 | 0 | 0 |
| 23. Receivables from parent, subsidiaries and affiliates | 57,590,290 | 0 | 57,590,290 | 44,989,128 |
| 24. Health care (\$38,886,294) and other amounts receivable | 74,767,095 | 3,395,199 | 71,371,896 | 64,006,543 |
| 25. Aggregate write-ins for other than invested assets | 3,683,186 | 2,168,143 | 1,515,043 | 0 |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) | 1,050,925,385 | 8,792,637 | 1,042,132,748 | 992,377,412 |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts | 0 | 0 | 0 | 0 |
| 28. Total (Lines 26 and 27) | 1,050,925,385 | 8,792,637 | 1,042,132,748 | 992,377,412 |
| DETAILS OF WRITE-INS | | | | |
| 1101. | 0 | 0 | 0 | 0 |
| 1102. | 0 | 0 | 0 | 0 |
| 1103. | 0 | 0 | 0 | 0 |
| 1198. Summary of remaining write-ins for Line 11 from overflow page | 0 | 0 | 0 | 0 |
| 1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above) | 0 | 0 | 0 | 0 |
| 2501. Other Assets-Prepaid Expenses | 2,168,143 | 2,168,143 | 0 | 0 |
| 2502. Reinsurance Recoverables Overpayments Due | 1,515,043 | 0 | 1,515,043 | 0 |
| 2503. | | | | |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | 0 | 0 | 0 | 0 |
| 2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above) | 3,683,186 | 2,168,143 | 1,515,043 | 0 |

LIABILITIES, CAPITAL AND SURPLUS

| | Current Period | | | Prior Year |
|---|----------------|----------------|---------------|-------------|
| | 1 Covered | 2 Uncovered | 3 Total | 4 Total |
| 1. Claims unpaid (less \$0 reinsurance ceded) | 140,658,071 | 192,013 | 140,850,084 | 146,541,168 |
| 2. Accrued medical incentive pool and bonus amounts | 0 | 0 | 0 | 0 |
| 3. Unpaid claims adjustment expenses | 5,570,396 | 7,604 | 5,578,000 | 5,428,000 |
| 4. Aggregate health policy reserves, including the liability of \$0 for medical loss ratio rebate per the Public Health Service Act | 37,075,602 | 0 | 37,075,602 | 33,201,781 |
| 5. Aggregate life policy reserves | 0 | 0 | 0 | 0 |
| 6. Property/casualty unearned premium reserve | 0 | 0 | 0 | 0 |
| 7. Aggregate health claim reserves | 0 | 0 | 0 | 0 |
| 8. Premiums received in advance | 46,170,603 | 0 | 46,170,603 | 49,914,701 |
| 9. General expenses due or accrued | 23,076,384 | 0 | 23,076,384 | 29,491,769 |
| 10.1 Current federal and foreign income tax payable and interest thereon (including \$0 on realized gains (losses)) | 13,168,650 | 0 | 13,168,650 | 0 |
| 10.2 Net deferred tax liability | 0 | 0 | 0 | 0 |
| 11. Ceded reinsurance premiums payable | 0 | 0 | 0 | 0 |
| 12. Amounts withheld or retained for the account of others..... | 4,593,324 | 0 | 4,593,324 | 3,628,733 |
| 13. Remittances and items not allocated | 1,232,923 | 0 | 1,232,923 | 0 |
| 14. Borrowed money (including \$0 current) and interest thereon \$0 (including \$0 current) | 0 | 0 | 0 | 0 |
| 15. Amounts due to parent, subsidiaries and affiliates | 1,559,774 | 0 | 1,559,774 | 3,852,433 |
| 16. Derivatives | 0 | 0 | 0 | 0 |
| 17. Payable for securities | 0 | 0 | 0 | 0 |
| 18. Payable for securities lending | 0 | 0 | 0 | 0 |
| 19. Funds held under reinsurance treaties (with \$0 authorized reinsurers, \$0 unauthorized reinsurers and \$0 certified reinsurers)..... | 0 | 0 | 0 | 0 |
| 20. Reinsurance in unauthorized and certified (\$0) companies | 0 | 0 | 0 | 0 |
| 21. Net adjustments in assets and liabilities due to foreign exchange rates | 0 | 0 | 0 | 0 |
| 22. Liability for amounts held under uninsured plans | 0 | 0 | 0 | 0 |
| 23. Aggregate write-ins for other liabilities (including \$1,013,885 current) | 44,401,278 | 0 | 44,401,278 | 49,149,321 |
| 24. Total liabilities (Lines 1 to 23) | 317,507,005 | 199,617 | 317,706,622 | 321,207,906 |
| 25. Aggregate write-ins for special surplus funds | XXX | XXX | 0 | 0 |
| 26. Common capital stock | XXX | XXX | 10,000 | 10,000 |
| 27. Preferred capital stock | XXX | XXX | 0 | 0 |
| 28. Gross paid in and contributed surplus | XXX | XXX | 50,615,750 | 50,615,750 |
| 29. Surplus notes | XXX | XXX | 0 | 0 |
| 30. Aggregate write-ins for other than special surplus funds | XXX | XXX | 0 | 0 |
| 31. Unassigned funds (surplus) | XXX | XXX | 673,800,375 | 620,543,758 |
| 32. Less treasury stock, at cost: | | | | |
| 32.10 shares common (value included in Line 26 \$0) | XXX | XXX | 0 | 0 |
| 32.20 shares preferred (value included in Line 27 \$0) | XXX | XXX | 0 | 0 |
| 33. Total capital and surplus (Lines 25 to 31 minus Line 32) | XXX | XXX | 724,426,125 | 671,169,508 |
| 34. Total liabilities, capital and surplus (Lines 24 and 33) | XXX | XXX | 1,042,132,747 | 992,377,414 |
| DETAILS OF WRITE-INS | | | | |
| 2301. Reinsurance Payable | 0 | 0 | 0 | 1,053,596 |
| 2302. Other Long Term Liabilities | 41,359,624 | 0 | 41,359,624 | 46,389,212 |
| 2303. Amounts held for escheatment to state | 3,041,654 | 0 | 3,041,654 | 1,706,513 |
| 2398. Summary of remaining write-ins for Line 23 from overflow page | 0 | 0 | 0 | 0 |
| 2399. Totals (Lines 2301 through 2303 plus 2398)(Line 23 above) | 44,401,278 | 0 | 44,401,278 | 49,149,321 |
| 2501. | XXX | XXX | 0 | 0 |
| 2502. | XXX | XXX | 0 | 0 |
| 2503. | XXX | XXX | 0 | 0 |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | XXX | XXX | 0 | 0 |
| 2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above) | XXX | XXX | 0 | 0 |
| 3001. | XXX | XXX | 0 | 0 |
| 3002. | XXX | XXX | 0 | 0 |
| 3003. | XXX | XXX | 0 | 0 |
| 3098. Summary of remaining write-ins for Line 30 from overflow page | XXX | XXX | 0 | 0 |
| 3099. Totals (Lines 3001 through 3003 plus 3098)(Line 30 above) | XXX | XXX | 0 | 0 |

STATEMENT OF REVENUE AND EXPENSES

| | Current Year To Date | | Prior Year To Date | Prior Year Ended December 31 |
|--|-------------------------|---------------|-----------------------|---------------------------------|
| | 1 Uncovered | 2 Total | 3 Total | 4 Total |
| 1. Member Months | XXX | 5,081,836 | 4,888,338 | 6,537,829 |
| 2. Net premium income (including \$0 non-health premium income)..... | XXX | 1,790,149,770 | 1,590,518,333 | 2,137,224,210 |
| 3. Change in unearned premium reserves and reserve for rate credits..... | XXX | (4,994,426) | 27,098,119 | 26,351,390 |
| 4. Fee-for-service (net of \$0 medical expenses)..... | XXX | 0 | 0 | 0 |
| 5. Risk revenue | XXX | 0 | 0 | 0 |
| 6. Aggregate write-ins for other health care related revenues | XXX | 1,516,322 | 52,942 | 71,169 |
| 7. Aggregate write-ins for other non-health revenues | XXX | 0 | 0 | 0 |
| 8. Total revenues (Lines 2 to 7) | XXX | 1,786,671,666 | 1,617,669,394 | 2,163,646,769 |
| Hospital and Medical: | | | | |
| 9. Hospital/medical benefits | 886,701 | 1,056,431,049 | 999,542,228 | 1,340,296,188 |
| 10. Other professional services | 0 | 48,598,602 | 38,927,769 | 54,429,453 |
| 11. Outside referrals | 915,064 | 915,064 | 1,167,646 | 1,370,138 |
| 12. Emergency room and out-of-area | 131,698 | 23,813,135 | 37,599,192 | 34,795,820 |
| 13. Prescription drugs | 0 | 288,525,297 | 248,960,211 | 334,614,046 |
| 14. Aggregate write-ins for other hospital and medical | 0 | 0 | 0 | 0 |
| 15. Incentive pool, withhold adjustments and bonus amounts | 0 | 0 | 0 | 0 |
| 16. Subtotal (Lines 9 to 15) | 1,933,463 | 1,418,283,147 | 1,326,197,046 | 1,765,505,645 |
| Less: | | | | |
| 17. Net reinsurance recoveries | 0 | (3,989,937) | (3,945,285) | (5,195,336) |
| 18. Total hospital and medical (Lines 16 minus 17) | 1,933,463 | 1,422,273,084 | 1,330,142,331 | 1,770,700,981 |
| 19. Non-health claims (net) | 0 | 0 | 0 | 0 |
| 20. Claims adjustment expenses, including \$31,346,936 cost containment expenses | 0 | 76,857,562 | 66,694,637 | 97,726,483 |
| 21. General administrative expenses | 0 | 242,074,213 | 217,646,804 | 298,017,058 |
| 22. Increase in reserves for life and accident and health contracts (including \$0 increase in reserves for life only) | 0 | 0 | 0 | 0 |
| 23. Total underwriting deductions (Lines 18 through 22)..... | 1,933,463 | 1,741,204,859 | 1,614,483,772 | 2,166,444,522 |
| 24. Net underwriting gain or (loss) (Lines 8 minus 23) | XXX | 45,466,807 | 3,185,622 | (2,797,753) |
| 25. Net investment income earned | 0 | 10,620,585 | 12,042,673 | 18,470,062 |
| 26. Net realized capital gains (losses) less capital gains tax of \$7,573,008 | 0 | 14,064,157 | 13,278,117 | 13,864,570 |
| 27. Net investment gains (losses) (Lines 25 plus 26) | 0 | 24,684,742 | 25,320,790 | 32,334,632 |
| 28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$0) (amount charged off \$0)]..... | 0 | 0 | 0 | 0 |
| 29. Aggregate write-ins for other income or expenses | 0 | 212,821 | 28,879 | 56,053 |
| 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 | 70,364,370 | 28,535,291 | 29,592,932 |
| 31. Federal and foreign income taxes incurred | XXX | 10,686,882 | 4,159,147 | 3,652,491 |
| 32. Net income (loss) (Lines 30 minus 31) | XXX | 59,677,488 | 24,376,144 | 25,940,441 |
| DETAILS OF WRITE-INS | | | | |
| 0601. TDN Access fees | XXX | 53,699 | 52,942 | 71,169 |
| 0602. FEP Incentive | XXX | 1,462,623 | 0 | 0 |
| 0603. | XXX | 0 | 0 | 0 |
| 0698. Summary of remaining write-ins for Line 6 from overflow page | XXX | 0 | 0 | 0 |
| 0699. Totals (Lines 0601 through 0603 plus 0698)(Line 6 above) | XXX | 1,516,322 | 52,942 | 71,169 |
| 0701. | XXX | 0 | 0 | 0 |
| 0702. | XXX | 0 | 0 | 0 |
| 0703. | XXX | 0 | 0 | 0 |
| 0798. Summary of remaining write-ins for Line 7 from overflow page | XXX | 0 | 0 | 0 |
| 0799. Totals (Lines 0701 through 0703 plus 0798)(Line 7 above) | XXX | 0 | 0 | 0 |
| 1401. | 0 | 0 | 0 | 0 |
| 1402. | 0 | 0 | 0 | 0 |
| 1403. | 0 | 0 | 0 | 0 |
| 1498. Summary of remaining write-ins for Line 14 from overflow page | 0 | 0 | 0 | 0 |
| 1499. Totals (Lines 1401 through 1403 plus 1498)(Line 14 above) | 0 | 0 | 0 | 0 |
| 2901. Miscellaneous Income/Expense | 0 | 277,109 | 291,528 | 326,489 |
| 2902. Fines and penalties | 0 | (64,288) | (262,649) | (270,436) |
| 2903. | 0 | 0 | 0 | 0 |
| 2998. Summary of remaining write-ins for Line 29 from overflow page | 0 | 0 | 0 | 0 |
| 2999. Totals (Lines 2901 through 2903 plus 2998)(Line 29 above) | 0 | 212,821 | 28,879 | 56,053 |

STATEMENT OF REVENUE AND EXPENSES (Continued)

| | 1 Current Year to Date | 2 Prior Year to Date | 3 Prior Year Ended December 31 |
|--|------------------------------|----------------------------|--------------------------------------|
| CAPITAL AND SURPLUS ACCOUNT | | | |
| 33. Capital and surplus prior reporting year..... | 671,169,509 | 673,072,090 | 673,072,090 |
| 34. Net income or (loss) from Line 32 | 59,677,488 | 24,376,144 | 25,940,441 |
| 35. Change in valuation basis of aggregate policy and claim reserves | 0 | 0 | 0 |
| 36. Change in net unrealized capital gains (losses) less capital gains tax of \$ (1,678,529) | (3,102,421) | 6,213,744 | 6,469,616 |
| 37. Change in net unrealized foreign exchange capital gain or (loss) | 0 | 0 | 0 |
| 38. Change in net deferred income tax | (1,020,847) | (3,168,531) | (4,347,087) |
| 39. Change in nonadmitted assets | (2,297,604) | 8,994,170 | 10,038,891 |
| 40. Change in unauthorized and certified reinsurance | 0 | 0 | 0 |
| 41. Change in treasury stock | 0 | 0 | 0 |
| 42. Change in surplus notes | 0 | 0 | 0 |
| 43. Cumulative effect of changes in accounting principles..... | 0 | (40,004,386) | (40,004,386) |
| 44. Capital Changes: | | | |
| 44.1 Paid in | 0 | 0 | 0 |
| 44.2 Transferred from surplus (Stock Dividend)..... | 0 | 0 | 0 |
| 44.3 Transferred to surplus..... | 0 | 0 | 0 |
| 45. Surplus adjustments: | | | |
| 45.1 Paid in | 0 | 0 | 0 |
| 45.2 Transferred to capital (Stock Dividend) | 0 | 0 | 0 |
| 45.3 Transferred from capital | 0 | 0 | 0 |
| 46. Dividends to stockholders | 0 | 0 | 0 |
| 47. Aggregate write-ins for gains or (losses) in surplus | 0 | (56) | (56) |
| 48. Net change in capital & surplus (Lines 34 to 47) | 53,256,616 | (3,588,915) | (1,902,581) |
| 49. Capital and surplus end of reporting period (Line 33 plus 48) | 724,426,125 | 669,483,175 | 671,169,509 |
| DETAILS OF WRITE-INS | | | |
| 4701. Tax adjustments | 0 | (56) | (56) |
| 4702. | 0 | 0 | 0 |
| 4703. | 0 | 0 | 0 |
| 4798. Summary of remaining write-ins for Line 47 from overflow page | 0 | 0 | 0 |
| 4799. Totals (Lines 4701 through 4703 plus 4798)(Line 47 above) | 0 | (56) | (56) |

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 | 1,771,461,942 | 1,583,555,747 | 2,141,399,464 |
| 2. Net investment income | 16,682,973 | 17,703,535 | 26,173,191 |
| 3. Miscellaneous income | 1,516,322 | 52,942 | 71,169 |
| 4. Total (Lines 1 to 3) | 1,789,661,237 | 1,601,312,224 | 2,167,643,824 |
| 5. Benefit and loss related payments | 1,427,350,498 | 1,362,367,780 | 1,773,991,451 |
| 6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts | 0 | 0 | 0 |
| 7. Commissions, expenses paid and aggregate write-ins for deductions | 324,984,339 | 250,159,731 | 402,195,352 |
| 8. Dividends paid to policyholders | 0 | 0 | 0 |
| 9. Federal and foreign income taxes paid (recovered) net of \$0 tax on capital gains (losses) | (2,951,235) | 39,227,642 | (401,991) |
| 10. Total (Lines 5 through 9) | 1,749,383,602 | 1,651,755,153 | 2,175,784,812 |
| 11. Net cash from operations (Line 4 minus Line 10) | 40,277,635 | (50,442,929) | (8,140,988) |
| Cash from Investments | | | |
| 12. Proceeds from investments sold, matured or repaid: | | | |
| 12.1 Bonds | 641,816,405 | 1,026,855,402 | 1,061,831,473 |
| 12.2 Stocks | 122,692,506 | 77,892,232 | 78,752,531 |
| 12.3 Mortgage loans | 0 | 0 | 0 |
| 12.4 Real estate | 0 | 0 | 0 |
| 12.5 Other invested assets | 0 | 0 | 0 |
| 12.6 Net gains or (losses) on cash, cash equivalents and short-term investments | 7,873 | (545) | 0 |
| 12.7 Miscellaneous proceeds | 0 | 0 | 0 |
| 12.8 Total investment proceeds (Lines 12.1 to 12.7) | 764,516,784 | 1,104,747,089 | 1,140,584,004 |
| 13. Cost of investments acquired (long-term only): | | | |
| 13.1 Bonds | 713,296,653 | 1,013,034,686 | 1,063,817,855 |
| 13.2 Stocks | 67,221,867 | 66,603,058 | 78,263,618 |
| 13.3 Mortgage loans | 0 | 0 | 0 |
| 13.4 Real estate | 0 | 0 | 0 |
| 13.5 Other invested assets | 0 | 0 | 0 |
| 13.6 Miscellaneous applications | 0 | 0 | 0 |
| 13.7 Total investments acquired (Lines 13.1 to 13.6) | 780,518,520 | 1,079,637,744 | 1,142,081,473 |
| 14. Net increase (or decrease) in contract loans and premium notes | 0 | 0 | 0 |
| 15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) | (16,001,736) | 25,109,345 | (1,497,469) |
| Cash from Financing and Miscellaneous Sources | | | |
| 16. Cash provided (applied): | | | |
| 16.1 Surplus notes, capital notes | 0 | 0 | 0 |
| 16.2 Capital and paid in surplus, less treasury stock | 0 | 0 | 0 |
| 16.3 Borrowed funds | 0 | 0 | 0 |
| 16.4 Net deposits on deposit-type contracts and other insurance liabilities | 0 | 0 | 0 |
| 16.5 Dividends to stockholders | 0 | 0 | 0 |
| 16.6 Other cash provided (applied) | (27,908,036) | 23,209,415 | 8,970,890 |
| 17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6) | (27,908,036) | 23,209,415 | 8,970,890 |
| 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) .. | (3,632,137) | (2,124,169) | (667,567) |
| 19. Cash, cash equivalents and short-term investments: | | | |
| 19.1 Beginning of year | 30,783,119 | 31,450,686 | 31,450,686 |
| 19.2 End of period (Line 18 plus Line 19.1) | 27,150,982 | 29,326,517 | 30,783,119 |

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

| | | | |
|--|--|--|--|
| | | | |
|--|--|--|--|

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

| | 1 Total | Comprehensive (Hospital & Medical) | | 4 Medicare Supplement | 5 Vision Only | 6 Dental Only | 7 Federal Employees Health Benefit Plan | 8 Title XVIII Medicare | 9 Title XIX Medicaid | 10 Other |
|--|----------------|---------------------------------------|----------------|---------------------------------|-------------------------|-------------------------|---|----------------------------------|--------------------------------|-----------------|
| | | 2 Individual | 3 Group | | | | | | | |
| Total Members at end of: | | | | | | | | | | |
| 1. Prior Year | 553,437 | 33,506 | 471,439 | 0 | 122 | 294 | 48,076 | 0 | 0 | 0 |
| 2. First Quarter | 564,736 | 34,710 | 475,897 | 0 | 159 | 206 | 53,764 | 0 | 0 | 0 |
| 3. Second Quarter | 566,290 | 35,510 | 476,348 | 0 | 161 | 166 | 54,105 | 0 | 0 | 0 |
| 4. Third Quarter | 565,444 | 36,370 | 474,315 | 0 | 102 | 128 | 54,529 | 0 | 0 | 0 |
| 5. Current Year | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 6. Current Year Member Months | 5,081,836 | 318,115 | 4,274,959 | 0 | 1,389 | 1,617 | 485,756 | 0 | 0 | 0 |
| Total Member Ambulatory Encounters for Period: | | | | | | | | | | |
| 7. Physician | 2,651,555 | 143,095 | 2,172,851 | 0 | 0 | 0 | 335,609 | 0 | 0 | 0 |
| 8. Non-Physician | 1,286,079 | 67,854 | 1,101,844 | 0 | 0 | 0 | 116,381 | 0 | 0 | 0 |
| 9. Total | 3,937,634 | 210,949 | 3,274,695 | 0 | 0 | 0 | 451,990 | 0 | 0 | 0 |
| 10. Hospital Patient Days Incurred | 86,165 | 4,136 | 71,025 | 0 | 0 | 0 | 11,004 | 0 | 0 | 0 |
| 11. Number of Inpatient Admissions | 23,301 | 1,281 | 19,354 | 0 | 0 | 0 | 2,666 | 0 | 0 | 0 |
| 12. Health Premiums Written (a) | 1,785,085,215 | 65,728,724 | 1,503,173,969 | 0 | 359,141 | 6,454,912 | 209,368,469 | 0 | 0 | 0 |
| 13. Life Premiums Direct | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 14. Property/Casualty Premiums Written | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 15. Health Premiums Earned | 1,780,090,789 | 66,698,724 | 1,505,123,364 | 0 | 359,141 | 6,454,912 | 201,454,648 | 0 | 0 | 0 |
| 16. Property/Casualty Premiums Earned | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 17. Amount Paid for Provision of Health Care Services..... | 1,423,941,645 | 60,550,598 | 1,173,907,429 | 0 | 1,442,072 | 3,906,413 | 184,135,133 | 0 | 0 | 0 |
| 18. Amount Incurred for Provision of Health Care Services | 1,418,283,148 | 59,936,395 | 1,164,224,168 | 0 | 1,442,072 | 3,843,765 | 188,836,748 | 0 | 0 | 0 |

(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)

∞

UNDERWRITING AND INVESTMENT EXHIBIT

ANALYSIS OF CLAIMS UNPAID - PRIOR YEAR - NET OF REINSURANCE

| Line of Business | Claims Paid Year to Date | | Liability End of Current Quarter | | 5 Claims Incurred in Prior Years (Columns 1 + 3) | 6 Estimated Claim Reserve and Claim Liability December 31 of Prior Year |
|---|---|---|--|---|---|--|
| | 1 On Claims Incurred Prior to January 1 of Current Year | 2 On Claims Incurred During the Year | 3 On Claims Unpaid Dec. 31 of Prior Year | 4 On Claims Incurred During the Year | | |
| 1. Comprehensive (hospital and medical) | 107,488,960 | 1,137,522,937 | 2,507,299 | 119,918,270 | 109,996,259 | 132,723,034 |
| 2. Medicare Supplement | 0 | 0 | 0 | 0 | 0 | 0 |
| 3. Dental Only | 678,143 | 7,250,794 | 6,839 | 696,060 | 684,982 | 798,133 |
| 4. Vision Only | 0 | 1,442,072 | 0 | 0 | 0 | 0 |
| 5. Federal Employees Health Benefits Plan | 15,619,543 | 168,515,589 | 424,565 | 17,297,050 | 16,044,108 | 13,020,000 |
| 6. Title XVIII - Medicare | 0 | 0 | 0 | 0 | 0 | 0 |
| 7. Title XIX - Medicaid | 0 | 0 | 0 | 0 | 0 | 0 |
| 8. Other health | 0 | 0 | 0 | 0 | 0 | 0 |
| 9. Health subtotal (Lines 1 to 8) | 123,786,646 | 1,314,731,392 | 2,938,703 | 137,911,380 | 126,725,349 | 146,541,167 |
| 10. Healthcare receivables (a) | 0 | 10,553,870 | 0 | 0 | 0 | 0 |
| 11. Other non-health | 0 | 0 | 0 | 0 | 0 | 0 |
| 12. Medical incentive pools and bonus amounts | 0 | 0 | 0 | 0 | 0 | 0 |
| 13. Totals (Lines 9-10+11+12) | 123,786,646 | 1,304,177,522 | 2,938,703 | 137,911,380 | 126,725,349 | 146,541,167 |

(a) Excludes \$ 31,677,000 loans or advances to providers not yet expensed.

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The financial statements of CareFirst BlueChoice Inc. (CFBC or the Company) are presented on the basis of accounting practices prescribed or permitted by the District of Columbia Department of Insurance, Securities, and Banking (DISB).

The DISB recognizes only statutory accounting practices prescribed or permitted by the District of Columbia for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the District of Columbia Insurance Law. The National Association of Insurance Commissioners' (NAIC) *Accounting Practices and Procedures* manual (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the District of Columbia. The Company does not utilize any permitted practices.

For the nine months ended September 30, 2013 and 2012, there were no differences in net income and surplus between NAIC SAP and practices prescribed by the District of Columbia.

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

No change.

C. Accounting Policy

No change.

2. Accounting Changes and Corrections of Errors

None.

3. Business Combinations and Goodwill

Not applicable.

4. Discontinued Operations

Not applicable.

5. Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

None.

B. Debt Restructuring

None.

C. Reverse Mortgages

None.

D. Loan-backed Securities

- (1) The Company records its investment in loan-backed securities using the prospective adjustment method. Prepayment assumptions for single and multi-class mortgage-backed/other asset-backed securities are obtained from broker survey values. The Company uses IDC to determine the market value for such securities.
- (2) The Company does not have any mortgage-backed/other asset-backed securities which are other-than-temporarily impaired where the Company intends to sell, or does not have the intent and ability to hold until recovery.
- (3) For the quarter ended September 30, 2013, the Company did not recognize other than temporary impairment in mortgage-backed/other asset-backed securities that the Company has the intent to hold, but does not expect to recover the entire amortized cost basis of the securities. At September 30, 2013, the Company did not hold any mortgage-backed or other asset-backed securities where the present value of cash flows expected to be collected is less than the amortized cost basis.
- (4) The following table shows the gross unrealized losses and fair value of the Company's mortgage-backed/other asset-backed securities with unrealized losses that are not deemed to be other than temporarily impaired, aggregated by investment category and length of time that individual securities have been in a continuous unrealized loss position at September 30, 2013 (*in thousands*).

NOTES TO FINANCIAL STATEMENTS

| | Fair Value < 1 Year | Unrealized Losses < 1 Year | Fair Value > 1 Year | Unrealized Losses > 1 Year | Total Unrealized Losses |
|---|---------------------------|----------------------------------|---------------------------|----------------------------------|-------------------------------|
| September 30, 2013 | | | | | |
| Government sponsored enterprise mortgage-backed securities | \$ 95,031 | \$ 2,823 | \$ 22,986 | \$ 336 | \$ 3,159 |
| Other mortgage-backed and asset-backed securities | 38,646 | 1,334 | 2,972 | 22 | 1,356 |
| Total | \$ 133,677 | \$ 4,157 | \$ 25,958 | \$ 358 | \$ 4,515 |

(5) No change.

E. Repurchase Agreements and/or Securities Lending Transactions

None.

F. Real Estate

None.

G. Low-Income Housing Tax Credits (LIHTC)

None.

6. Joint Ventures, Partnerships and Limited Liability Companies

A. - B. Not applicable.

7. Investment Income

A. – B. No change.

8. Derivative Instruments

No change.

9. Income Taxes

Effective December 31, 2010, as a result of the formation of CFH, CFBC files a consolidated income tax return and is subject to the applicable federal tax rate.

Effective January 1, 2011, the Company is part of a federal tax sharing agreement that exists among CFBC (and its related subsidiaries). Through this agreement and the tax allocation methodology, federal taxes have been allocated to the Company. The tax sharing agreement calls for allocation of current federal income tax liability to the Company on the basis of the percentage of the consolidated federal income tax liability attributable to the Company computed on a separate company basis to the total consolidated federal income tax liability. The agreement also provides that to the extent the Company’s subsidiaries tax attributes (e.g., NOLs) reduce the consolidated federal income tax liability, CFBC shall pay the subsidiaries for use of such attributes in the year utilized. Amounts due from the subsidiaries for federal income taxes are settled monthly.

Pursuant to this agreement, the Company and its subsidiaries have an enforceable right to recoup federal income taxes paid in prior years in the event of future net losses, which it may incur, or to recoup its net losses carried forward as an offset to future net income subject to federal income taxes.

Prior to January 1, 2011, the Company was included in the consolidated federal income tax returns of CFI.

The following table shows the components of the net deferred tax asset and deferred tax liability recognized in the Company’s financial statements by tax character (*in thousands*):

NOTES TO FINANCIAL STATEMENTS

| | September 30, 2013 | | | December 31, 2012 | | |
|------------------------------------|--------------------|----------|-----------|-------------------|------------|-----------|
| | Ordinary | Capital | Total | Ordinary | Capital | Total |
| Gross deferred tax assets | \$ 10,339 | \$ 2,943 | \$ 13,282 | \$ 11,361 | \$ 2,943 | \$ 14,304 |
| Statutory valuation allowance | - | - | - | - | - | - |
| Adjusted gross deferred tax assets | 10,339 | 2,943 | 13,282 | 11,361 | 2,943 | 14,304 |
| Deferred tax asset nonadmitted | - | (630) | (630) | - | - | - |
| Net deferred tax asset | 10,339 | 2,313 | 12,652 | 11,361 | 2,943 | 14,304 |
| Gross deferred tax liabilities | (4) | (2,313) | (2,317) | (5) | (3,992) | (3,997) |
| Net admitted deferred tax asset | \$ 10,335 | \$ - | \$ 10,335 | \$ 11,356 | \$ (1,049) | \$ 10,307 |

The amount of admitted adjusted gross deferred tax assets are as follows (*in thousands*):

| | September 30, 2013 | | | December 31, 2012 | | |
|--|--------------------|---------|-----------|-------------------|------------|-----------|
| | Ordinary | Capital | Total | Ordinary | Capital | Total |
| Federal income taxes recoverable through loss carryback - 11.a | \$ 10,064 | \$ - | \$ 10,064 | \$ 9,920 | \$ - | \$ 9,920 |
| Adjusted Gross DTA expected to be realized (excluding the amount of DTA from 11.a above) after application of the threshold limitation (the lesser of 11.b.i and 11.b.ii below) - 11.b | - | - | - | - | 2,943 | 2,943 |
| Adjusted gross DTA expected to be realized following the balance sheet Date -11.b.i | - | - | - | - | 2,943 | 2,943 |
| Adjusted gross DTA allowed per limitation threshold - 11.b.ii | - | - | 107,114 | - | - | 99,129 |
| Adjusted gross DTA (excluding the amount of DTA from 11.a and 11.b above) offset by gross DTL - 11.c | 271 | - | 271 | 1,436 | (3,992) | (2,556) |
| DTA admitted as the result of application of SSAP No. 101 | \$ 10,335 | \$ - | \$ 10,335 | \$ 11,356 | \$ (1,049) | \$ 10,307 |

| | 2013 | 2012 |
|---|---------|---------|
| Rate percentage used to determine recovery and threshold limitation amount | 15% | 15% |
| Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 11.b Above | 714,091 | 660,862 |

The Company has deferred tax assets related to capital investments. If necessary, the Company may implement tax planning strategies including the sale of investments at a gain to utilize these capital deferred tax assets. The impact of tax planning strategies is as follows:

| | September 30, 2013 | | | December 31, 2012 | | | Change |
|---|--------------------|-----------------|---------------|-------------------|-----------------|---------------|--------|
| | Ordinary Percent | Capital Percent | TOTAL Percent | Ordinary Percent | Capital Percent | TOTAL Percent | |
| Percentage of adjusted gross deferred tax assets | 0% | 22% | 22% | 0% | 21% | 21% | 1% |
| Percentage of net admitted adjusted gross deferred tax assets | 0% | 28% | 28% | 0% | 29% | 29% | -1% |

NOTES TO FINANCIAL STATEMENTS

The provision for income taxes on earnings for the quarters ended September 30, 2013 and 2012 and year ended December 31, 2012 are as follows (*in thousands*):

| | <u>Sep. 30, 2013</u> | <u>Sep. 30, 2012</u> | <u>Dec. 31, 2012</u> | <u>Change</u> |
|---|----------------------|----------------------|----------------------|-----------------|
| Federal provision | \$ 10,687 | \$ 4,159 | \$ 3,652 | \$ 6,528 |
| Federal income tax on net capital gains | 7,573 | 7,150 | 7,466 | 423 |
| Provision for income taxes | <u>\$ 18,260</u> | <u>\$ 11,309</u> | <u>\$ 11,118</u> | <u>\$ 6,951</u> |

The tax effects of temporary differences that give rise to significant portions of the deferred tax assets and deferred tax liabilities are as follows (*in thousands*):

| | <u>September 30, 2013</u> | <u>December 31, 2012</u> | <u>Change</u> | <u>Character</u> |
|----------------------------------|---------------------------|--------------------------|---------------|------------------|
| Deferred tax assets: | | | | |
| Investments | \$ 2,943 | \$ 2,943 | \$ - | Capital |
| Unearned revenues | 3,224 | 3,494 | (270) | Ordinary |
| Unpaid claims | 2,157 | 2,897 | (740) | Ordinary |
| Accrued expenses | 2,860 | 3,096 | (236) | Ordinary |
| Nonadmitted assets and other | 2,098 | 1,874 | 224 | Ordinary |
| Total deferred tax assets | 13,282 | 14,304 | (1,022) | |
| Nonadmitted deferred tax assets | (630) | - | (630) | Capital |
| Admitted deferred tax assets | 12,652 | 14,304 | (1,652) | |
| Deferred tax liabilities: | | | | |
| Investments | (2,313) | (3,992) | 1,679 | Capital |
| Other | (4) | (5) | 1 | Ordinary |
| Total deferred tax liabilities | (2,317) | (3,997) | 1,680 | |
| Net Admitted deferred tax assets | <u>\$ 10,335</u> | <u>\$ 10,307</u> | <u>\$ 28</u> | |

Deferred tax assets are reflected as admitted assets, subject to certain limitations. The components of the net deferred tax asset recognized in the Company’s balance sheets—statutory basis are as follows (*in thousands*):

| | <u>September 30, 2013</u> | <u>December 31, 2012</u> | <u>Change</u> |
|---|---------------------------|--------------------------|-------------------|
| Gross deferred tax assets | \$ 13,282 | \$ 14,304 | \$ (1,022) |
| Deferred tax liabilities | (2,317) | (3,997) | 1,680 |
| Net deferred tax asset | <u>\$ 10,965</u> | <u>\$ 10,307</u> | 658 |
| Tax effect of unrealized (gains) losses | | | (1,679) |
| Change in net deferred income tax | | | <u>\$ (1,021)</u> |

The provision for federal income taxes incurred differs from the statutory federal income tax rate principally as a result of permanent items and provision for tax loss contingencies in accordance with SSAP 101.

The Company is subject to examination by the Internal Revenue Service and state taxing authorities. In general, the Company’s tax years 2009 and forward remain open under the statutes of limitation and subject to examination.

The Company is exempt from all state income taxes in the jurisdictions for which it is registered to do business.

10. Information Concerning Parent, Subsidiaries and Affiliates

CareFirst BlueChoice, Inc. (CFBC or the Company) is a health maintenance organization (HMO) that provides managed health care products and services to individuals and to employees of business and governmental agencies in the Washington, D.C. metropolitan area, Northern Virginia and the state of Maryland. Benefits are provided to members through fee-for-service and capitation agreements with local area physicians, hospitals and other health care providers. CFBC has two wholly-owned subsidiaries; The Dental Network, Inc. (TDN) and CapitalCare, Inc. (CapCare). TDN is an HMO that provides dental health coverage to its subscribers through a network of dentist in the state of Maryland. Effective December 13, 2011, CapCare withdrew its HMO license and became a non-insurance entity. CapCare is no longer subject to statutory or regulatory reserve requirements.

NOTES TO FINANCIAL STATEMENTS

CFBC and its subsidiaries are wholly-owned subsidiaries of CareFirst Holdings, LLC (CFH). CFH, a Maryland limited liability company, was formed on December 31, 2010 by contributed assets from CareFirst of Maryland, Inc. (CFMI) and Group Hospitalization and Medical Services, Inc. (GHMSI).

CFMI and GHMSI are both affiliates of CareFirst, Inc. (CFI). These affiliates do business as CareFirst BlueCross BlueShield.

11. Debt

Not applicable.

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Post-retirement Benefit Plans

Not applicable.

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

- (1) No change.
- (2) – (9) Not applicable.
- (10) Change in net unrealized capital gains (losses) for the nine months ended September 30, 2013:

| | | |
|---|----|-------------|
| Change in the unrealized gains (losses) from: | | |
| Affiliated common stocks | | |
| CapCare | \$ | (36) |
| TDN | | 14,884 |
| Unaffiliated common stocks | | (4,797,844) |
| Bonds | | 2,046 |
| Total unrealized gains (losses) | | (4,780,950) |
| Capital gains deferred taxes | | 1,678,529 |
| Change in net unrealized capital gains (losses) | | |
| less capital gains taxes (page 5 line 36) | \$ | (3,102,421) |

- (11) – (13) Not applicable.

14. Contingencies

A. Contingent Commitments

None.

B. Assessments

None.

C. Gain Contingencies

None.

D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits

None.

E. All Other Contingencies

The Company insures individuals and provides administrative services to non-risk groups with members who are qualified Medicare beneficiaries. Medicare law identifies the primary payer and secondary payer of claims when individuals are insured by either the Company or an employer and Medicare. Principally as a result of information systems programming errors, the Company incorrectly paid certain claims in years prior to 2009 as the secondary payer rather than as the primary payer for individuals that were insured by the Company. The issues were communicated to Centers for Medicare and Medicaid Services (CMS) in May 2009. The Company has implemented corrective measures to (1) correctly identify Medicare beneficiaries that should be paid primary and (2) modify information systems to correctly adjudicate claims on behalf of Medicare beneficiaries.

Based on its interpretation of Medicare law, the Company believes it is liable for improperly processed claims for the period from January 1, 2006 to December 31, 2008. In 2009, CFI provided CMS with the data of the incorrectly paid claims and offered to settle its obligations to CMS for \$19,000,000. Accordingly, CFI recorded a liability of \$19,000,000 at December 31, 2009 for this proposed settlement, of which \$6,888,000 was recorded by the Company, which is included in other liabilities. The settlement remains subject to government approval. While there can be no assurances that the settlement will be accepted, or that CMS will accept the Company's legal interpretation that Medicare law limits its liability in this matter to the Company's proposed settlement amount, the

NOTES TO FINANCIAL STATEMENTS

Company's management, after consultation with legal counsel, does not believe the final resolution of this matter will result in additional material liabilities to the Company. The Company has received demand letters from CMS regarding certain of these individual claims. At December 31, 2012, based on the claims processed in response to these demand letters and its ongoing evaluation of the Company's liability for this matter, the Company released a portion of the reserves that had been established in 2009. As of September 30, 2013, the Company's remaining liability was \$5,070,000.

15. Leases

Not applicable.

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

Not applicable.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities**A. Transfers of Receivables Reported as Sales**

Not Applicable.

B. Transfer and Servicing of Financial Assets

Not Applicable.

C. Wash Sales

None.

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

Not applicable.

B. ASC Plans

Not applicable.

C. Medicare or Similarly Structured Cost Based Reimbursement Contract

Not applicable.

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

Not applicable.

20. Fair Value Measurements

Included in various investment-related line items in the financial statements are certain financial instruments carried at fair value. Other financial instruments are periodically measured at fair value, such as when impaired, or, for certain bonds and preferred stocks, when carried at the lower of cost or market. SSAP No. 100 *Fair Value Measurements* defines fair value, establishes a framework for measuring fair value and establishes disclosures about fair value. The fair value hierarchy is as follows:

- Level 1 – Quoted (unadjusted) prices for identical assets or liabilities in active markets.
- Level 2 – Other observable inputs, either directly or indirectly.
- Level 3 – Unobservable inputs that cannot be corroborated by observable market data.

In instances in which the inputs used to measure fair value fall into different levels of the fair value hierarchy, the fair value measurement has been determined based on the lowest level input that is significant to the fair value measurement in its entirety. The Company's assessment of the significance of a particular item to the fair value measurement in its entirety requires judgment, including the consideration of inputs specific to the asset. Management is responsible for the determination of fair value, and performs monthly analyses on the prices received from third parties to determine whether the prices appear to be reasonable estimates of fair value.

There were no transfers between Level 1 and Level 2 during the nine months ended September 30, 2013.

NOTES TO FINANCIAL STATEMENTS

The following methods and assumptions were used to estimate the fair value of each class of financial instrument:

Bonds. The fair value of U.S. Treasury securities is determined by an active price for an identical security in an observable market and is therefore classified as Level 1. Other U.S. government agencies securities, state and municipal securities, foreign governments securities, corporate bonds, mortgage-backed securities and other asset-backed securities that are priced by independent pricing services using observable inputs are classified as Level 2. Observable inputs used for other U.S. government agencies securities include quoted prices for like or similar assets, benchmark yields, reported trades and credit spreads. Observable inputs used for state and municipal securities, foreign governments securities and corporate bonds include quoted prices for identical or similar assets that are traded in an active market, benchmark yields, new issuances, issuer ratings, reported trades of comparable securities and credit spreads. The fair value of mortgage-backed securities and other asset-backed securities is determined by a cash flow model which utilizes observable inputs such as quoted prices for identical or similar assets, benchmark yields, prepayment speeds, collateral performance, credit spreads and default rates at commonly quoted intervals.

Stocks. Fair value of publicly-traded equity index funds where market quotes are available but are not considered actively traded are classified as Level 2. Net asset value of the fixed income index fund invested in U.S. Treasury inflation-protected securities (USTIPS) is calculated as of the close of business of the New York Exchange. Fair value of the fixed income index fund where a market quote is available but is not considered actively traded is classified as Level 2.

The following table presents information about the Company’s financial instruments measured and reported at fair value as of September 30, 2013 (*in thousands*):

| | Quoted Prices in Active Markets (Level 1) | | Other Observable Inputs (Level 2) | | Unobservable Inputs (Level 3) | | Total Fair Value as of September 30, 2013 |
|---|---|---|--|---------|-------------------------------------|---|---|
| Assets | | | | | | | |
| Bonds | \$ | – | \$ | 461 | \$ | – | \$ 461 |
| Common stocks | | | | | | | |
| Large capital equity index fund | | – | | 33,950 | | – | 33,950 |
| Small capital equity index fund | | – | | 22,552 | | – | 22,552 |
| International equity index fund | | – | | 15,822 | | – | 15,822 |
| Publicly-traded fixed income index fund (a) | | – | | 66,320 | | – | 66,320 |
| Total common stocks | | – | | 138,644 | | – | 138,644 |
| Total assets measured and reported at fair value | \$ | – | \$ | 139,105 | \$ | – | \$ 139,105 |

(a) Represent investments in USTIPS.

As of September 30, 2013, the Company has no financial instruments measured at fair value using Level 3 inputs.

The following table presents information about the aggregate fair value of the Company’s financial instruments as of September 30, 2013 (*in thousands*):

| | Quoted Prices in Active Markets (Level 1) | | Other Observable Inputs (Level 2) | | Unobservable Inputs (Level 3) | | Aggregate Fair Value as of September 30, 2013 | Admitted Assets |
|----------------------------|--|---------|--|---------|-------------------------------------|---|--|--------------------|
| Bonds | \$ | 142,559 | \$ | 517,846 | \$ | – | \$ 660,405 | \$ 664,562 |
| Common stocks | | – | | 138,644 | | – | 138,644 | 138,644 |
| Total assets at fair value | \$ | 142,559 | \$ | 656,490 | \$ | – | \$ 799,049 | \$ 803,206 |

As of September 30, 2013, the Company has no financial instruments for which it is not practicable to estimate fair value.

21. Other Items

A. Extraordinary Items

Not applicable.

B. Troubled Debt Restructuring: Debtors

NOTES TO FINANCIAL STATEMENTS

Not applicable.

C. Other Disclosures

Not applicable.

D. Uncollectible Balances

Not applicable.

E. Business Interruption Insurance Recoveries

Not applicable.

F. State Transferable Tax Credits

Not applicable.

G. Subprime Related Risk Exposure

- (1) The Company categorizes mortgage securities with an average FICO score of less than 675 (credit score) as a subprime mortgage security. The Company has no subprime mortgage securities as of September 30, 2013.
- (2) The Company does not engage in mortgage lending and therefore has no direct exposure through investments in subprime mortgage loans.
- (3) The Company has no exposure in subprime mortgage lending through its fixed maturity and equity investments.

H. Retained Assets

Not applicable.

22. Events Subsequent

Not Applicable.

23. Reinsurance

A. Ceded Reinsurance Report

The Company maintains a reinsurance agreement with CFMI and GHMSI providing stop-loss coverage. This coverage does not have an expiration date.

The Company also maintains a quota-share reinsurance contract with TDN. Under the terms of the agreement, the Company assumes all the underwriting risk on the business written by TDN. The Company assumed revenue from TDN in the amount of \$5,163,000 and \$5,235,000 and incurred an underwriting loss in the amount of \$1,036,000 and \$3,556,000 for the nine months ended September 30, 2013 and 2012, respectively.

B. Uncollectible Reinsurance

Not applicable.

C. Commutation of Ceded Reinsurance

Not applicable.

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

A. – C. Not applicable.

D. Medical loss ratio rebates required pursuant to the Public Health Service Act are as follows (*in thousands*):

NOTES TO FINANCIAL STATEMENTS

| | Individual | Small Group Employer | Large Group Employer | Other Categories with Rebates | Total |
|---|------------|----------------------|----------------------|-------------------------------|-------------|
| Prior Reporting Year | | | | | |
| (1) Medical loss ratio rebates incurred | \$ — | \$ (9,066) | \$ (3,166) | \$ — | \$ (12,232) |
| (2) Medical loss ratio rebates paid | — | 3,814 | 8,164 | — | 11,978 |
| (3) Medical loss ratio rebates unpaid | — | 590 | 1,920 | — | 2,510 |
| (4) Plus reinsurance assumed amounts | XXX | XXX | XXX | XXX | — |
| (5) Less reinsurance ceded amounts | XXX | XXX | XXX | XXX | — |
| (6) Rebates unpaid net of reinsurance | XXX | XXX | XXX | XXX | \$ 2,510 |
| Current Reporting Year-to-Date | | | | | |
| (7) Medical loss ratio rebates incurred | \$ — | \$ 531 | \$ (1,920) | \$ — | \$ (1,389) |
| (8) Medical loss ratio rebates paid | — | 1,121 | — | — | 1,121 |
| (9) Medical loss ratio rebates unpaid | — | — | — | — | — |
| (10) Plus reinsurance assumed amounts | XXX | XXX | XXX | XXX | — |
| (11) Less reinsurance ceded amounts | XXX | XXX | XXX | XXX | — |
| (12) Rebates unpaid net of reinsurance | XXX | XXX | XXX | XXX | \$ — |

25. Change in Incurred Claims and Claim Adjustment Expenses

As of September 30, 2013, \$123,787,000 has been paid for incurred claims attributable to insured events for prior years. Reserves remaining for prior years are now \$2,939,000 as a result of re-estimation of unpaid claims and unpaid claims adjustment expenses. Therefore, there has been a \$19,816,000 favorable prior year development since December 31, 2012 to September 30, 2013, which includes a \$3,024,000 unfavorable development in the Federal Employee Program line of business. Original estimates are increased or decreased as additional information becomes known regarding individual claims.

26. Intercompany Pooling Arrangements

Not applicable.

27. Structured Settlements

Not applicable.

28. Health Care Receivables

- A. No change.
- B. Not applicable.

29. Participating Policies

Not applicable.

30. Premium Deficiency Reserve

- 1. Liability carried for premium deficiency reserves: \$4,590,000 within aggregate health policy reserves
- 2. Date of the most recent evaluation of this liability: September 30, 2013
- 3. Was anticipated investment income utilized in the calculation? No

31. Salvage and Subrogation

No change.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1

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

Yes [☐] No [☒]
- 1.2

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

Yes [☐] No [☐]
- 2.1

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

Yes [☐] No [☒]
- 2.2

If yes, date of change:
- 3.1

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

Yes [☐] No [☒]
- 3.2

If the response to 3.1 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 [☒]
- 4.2

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

| | | |
|----------------|-------------------|-------------------|
| 1 | 2 | 3 |
| Name of Entity | NAIC Company Code | State of Domicile |
| | | |
5.

If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes [☐] No [☐] N/A [☒]
If yes, attach an explanation.
- 6.1

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

12/31/2013
- 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.

12/31/2008
- 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).

09/25/2009
- 6.4

By what department or departments?
District of Columbia Department of Insurance, Securities and Banking
- 6.5

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

Yes [☐] No [☐] N/A [☒]
- 6.6

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

Yes [☒] No [☐] N/A [☐]
- 7.1

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

Yes [☐] No [☒]
- 7.2

If yes, give full information:
- 8.1

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

Yes [☐] No [☒]
- 8.2

If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3

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

Yes [☐] No [☒]
- 8.4

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

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

GENERAL INTERROGATORIES

- 9.1

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

Yes ☒ No ☐
- 9.11

If the response to 9.1 is No, please explain:
- 9.2

Has the code of ethics for senior managers been amended?

Yes ☐ No ☒
- 9.21

If the response to 9.2 is Yes, provide information related to amendment(s).
- 9.3

Have any provisions of the code of ethics been waived for any of the specified officers?

Yes ☐ No ☒
- 9.31

If the response to 9.3 is Yes, provide the nature of any waiver(s).

FINANCIAL

- 10.1

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

Yes ☒ No ☐
- 10.2

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

\$.....0

INVESTMENT

- 11.1

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

Yes ☐ No ☒
- 11.2

If yes, give full and complete information relating thereto:
12.

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

\$.....0
13.

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

\$.....0
- 14.1

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

Yes ☒ No ☐
- 14.2

If yes, please complete the following:

| | 1 | 2 |
|---|---|--|
| | Prior Year-End Book/Adjusted Carrying Value | Current Quarter Book/Adjusted Carrying Value |
| 14.21 Bonds | \$.....0 | \$.....0 |
| 14.22 Preferred Stock | \$.....0 | \$.....0 |
| 14.23 Common Stock | \$.....515,576 | \$.....530,423 |
| 14.24 Short-Term Investments | \$.....0 | \$.....0 |
| 14.25 Mortgage Loans on Real Estate | \$.....0 | \$.....0 |
| 14.26 All Other | \$.....0 | \$.....0 |
| 14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26) | \$.....515,576 | \$.....530,423 |
| 14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above | \$.....0 | \$.....0 |
- 15.1

Has the reporting entity entered into any hedging transactions reported on Schedule DB?

Yes ☐ No ☒
- 15.2

If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?
If no, attach a description with this statement.

Yes ☐ No ☐

STATEMENT AS OF SEPTEMBER 30, 2013 OF THE CareFirst BlueChoice, Inc.

GENERAL INTERROGATORIES

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 ☒ 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 |
|---------------------------|--|
| SunTrust Bank | 1445 New York Ave, Washington DC 20005 |

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

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

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

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

- 17.5 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 |
|--------------------------------------|--------------|--|
| 15958 | Vanguard | P.O. Box 2900 Valley Forge, PA 19482 |
| 104596 | Dodge & Cox | 55 California St., San Francisco, CA 94104 |
| 105496 | T.Rowe Price | 100 E. Pratt St., Baltimore, MD 21202 |

- 18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes ☒ No ☐
- 18.2 If no, list exceptions:

GENERAL INTERROGATORIES

PART 2 - HEALTH

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

81.4 %
- 1.2 A&H cost containment percent

1.8 %
- 1.3 A&H expense percent excluding cost containment expenses

16.1 %
- 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

STATEMENT AS OF SEPTEMBER 30, 2013 OF THE CareFirst BlueChoice, Inc.

SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

| 1 NAIC Company Code | 2 Federal ID Number | 3 Effective Date | 4 Name of Reinsurer | 5 Domiciliary Jurisdiction | 6 Type of Reinsurance Ceded | 7 Is Insurer Authorized? (Yes or No) |
|------------------------------|-------------------------------|----------------------------|----------------------------|-----------------------------------|--|---|
| | | | NONE | | | |

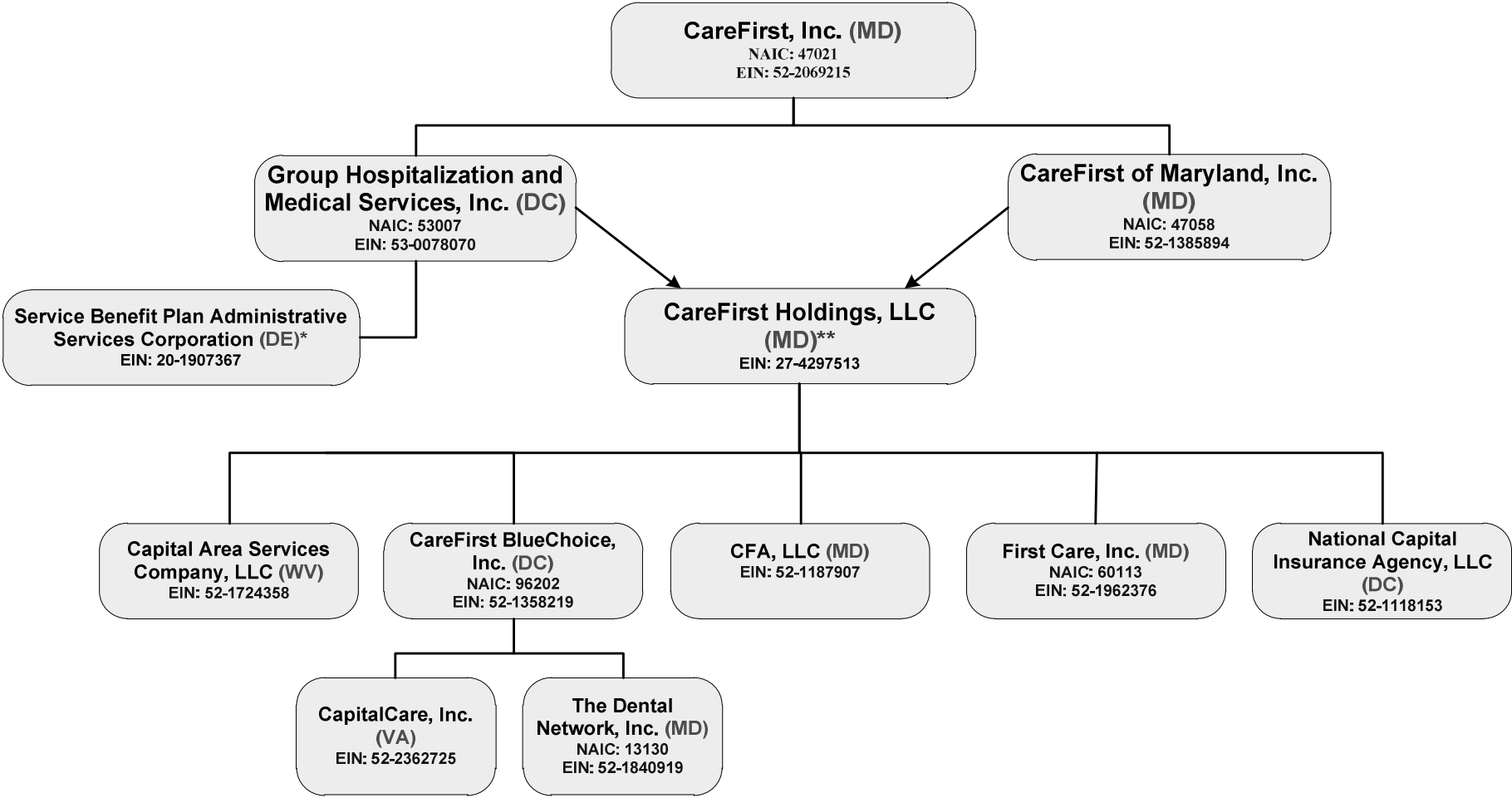
SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS

Current Year to Date - Allocated by States and Territories

| | | 1 | Direct Business Only | | | | | | | |
|----------------------|---|---------------|------------------------------|----------------------|--------------------|--|--|----------------------------|---------------------------|------------------------|
| States, etc. | | Active Status | Accident and Health Premiums | Medicare Title XVIII | Medicaid Title XIX | Federal Employees Health Benefits Program Premiums | Life and Annuity Premiums & Other Considerations | Property/Casualty Premiums | Total Columns 2 Through 7 | Deposit-Type Contracts |
| 1. | Alabama | AL | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2. | Alaska | AK | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3. | Arizona | AZ | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4. | Arkansas | AR | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5. | California | CA | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 6. | Colorado | CO | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 7. | Connecticut | CT | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 8. | Delaware | DE | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 9. | District of Columbia | DC | L | 214,339,552 | 0 | 0 | 0 | 0 | 214,339,552 | 0 |
| 10. | Florida | FL | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 11. | Georgia | GA | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 12. | Hawaii | HI | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 13. | Idaho | ID | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 14. | Illinois | IL | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 15. | Indiana | IN | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 16. | Iowa | IA | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 17. | Kansas | KS | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 18. | Kentucky | KY | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 19. | Louisiana | LA | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 20. | Maine | ME | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 21. | Maryland | MD | L | 1,136,099,505 | 0 | 209,368,469 | 0 | 0 | 1,345,467,975 | 0 |
| 22. | Massachusetts | MA | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 23. | Michigan | MI | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 24. | Minnesota | MN | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 25. | Mississippi | MS | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 26. | Missouri | MO | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 27. | Montana | MT | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 28. | Nebraska | NE | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 29. | Nevada | NV | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 30. | New Hampshire | NH | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 31. | New Jersey | NJ | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 32. | New Mexico | NM | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 33. | New York | NY | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 34. | North Carolina | NC | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 35. | North Dakota | ND | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 36. | Ohio | OH | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 37. | Oklahoma | OK | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 38. | Oregon | OR | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 39. | Pennsylvania | PA | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 40. | Rhode Island | RI | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 41. | South Carolina | SC | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 42. | South Dakota | SD | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 43. | Tennessee | TN | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 44. | Texas | TX | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 45. | Utah | UT | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 46. | Vermont | VT | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 47. | Virginia | VA | L | 225,277,688 | 0 | 0 | 0 | 0 | 225,277,688 | 0 |
| 48. | Washington | WA | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 49. | West Virginia | WV | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 50. | Wisconsin | WI | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 51. | Wyoming | WY | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 52. | American Samoa | AS | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 53. | Guam | GU | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 54. | Puerto Rico | PR | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 55. | U.S. Virgin Islands | VI | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 56. | Northern Mariana Islands | MP | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 57. | Canada | CAN | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 58. | Aggregate Other Aliens | OT | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 59. | Subtotal | XXX | 1,575,716,746 | 0 | 0 | 209,368,469 | 0 | 0 | 1,785,085,215 | 0 |
| 60. | Reporting Entity Contributions for Employee Benefit Plans | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 61. | Totals (Direct Business) | (a) 3 | 1,575,716,746 | 0 | 0 | 209,368,469 | 0 | 0 | 1,785,085,215 | 0 |
| DETAILS OF WRITE-INS | | | | | | | | | | |
| 58001. | | XXX | | | | | | | | |
| 58002. | | XXX | | | | | | | | |
| 58003. | | XXX | | | | | | | | |
| 58998. | Summary of remaining write-ins for Line 58 from overflow page | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 58999. | Totals (Lines 58001 through 58003 plus 58998)(Line 58 above) | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

(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.
Enrollment and billing systems capture and report premiums by group situs.

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



*Service Benefit Plan Administrative Services Corporation is owned 90% by Group Hospitalization and Medical Services, Inc. and 10% by the Blue Cross and Blue Shield Association.

**CareFirst Holdings, LLC is owned 50.001% by CareFirst of Maryland, Inc. and 49.999% by Group Hospitalization and Medical Services, Inc.

STATEMENT AS OF SEPTEMBER 30, 2013 OF THE CareFirst BlueChoice, Inc.

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

[illegible]

| Asterisk | Explanation |
|----------|-------------|
| N/A | |

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 |

Explanation:

1.

Bar Code:

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



OVERFLOW PAGE FOR WRITE-INS

SCHEDULE A - VERIFICATION

Real Estate

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

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 points and commitment fees | | |
| 9. Total foreign exchange change in book value/recorded investment excluding accrued interest | | |
| 10. Deduct current year's other than temporary impairment recognized | | |
| 11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) | | |
| 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 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 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) | | |
| 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 | 776,812,355 | 752,188,571 |
| 2. Cost of bonds and stocks acquired | 780,518,520 | 1,142,081,473 |
| 3. Accrual of discount | 186,223 | 350,496 |
| 4. Unrealized valuation increase (decrease) | (4,780,948) | 9,940,288 |
| 5. Total gain (loss) on disposals | 21,629,293 | 21,330,628 |
| 6. Deduct consideration for bonds and stocks disposed of | 764,508,911 | 1,140,584,004 |
| 7. Deduct amortization of premium | 6,119,811 | 8,495,097 |
| 8. Total foreign exchange change in book/adjusted carrying value | 0 | 0 |
| 9. Deduct current year's other than temporary impairment recognized | 0 | 0 |
| 10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) | 803,736,721 | 776,812,355 |
| 11. Deduct total nonadmitted amounts | 12,681 | 12,717 |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 803,724,040 | 776,799,638 |

SCHEDULE D - PART 1B

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

| | 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. Class 1 (a) | 617,890,953 | 228,781,947 | 236,795,620 | (4,930,608) | 548,460,249 | 617,890,953 | 604,946,672 | 519,105,164 |
| 2. Class 2 (a) | 103,481,079 | 26,887,454 | 15,986,863 | 3,114,959 | 93,418,730 | 103,481,079 | 117,496,629 | 91,626,788 |
| 3. Class 3 (a) | 143,691 | 0 | 0 | (6) | 143,697 | 143,691 | 143,685 | 153,676 |
| 4. Class 4 (a) | 295,110 | 0 | 1,088 | 360,834 | 296,565 | 295,110 | 654,856 | 683,559 |
| 5. Class 5 (a) | 377,615 | 0 | 0 | (377,616) | 400,955 | 377,615 | (1) | 0 |
| 6. Class 6 (a) | 10 | 0 | 0 | 0 | 10 | 10 | 10 | 10 |
| 7. Total Bonds | 722,188,458 | 255,669,401 | 252,783,571 | (1,832,437) | 642,720,206 | 722,188,458 | 723,241,851 | 611,569,197 |
| PREFERRED STOCK | | | | | | | | |
| 8. Class 1 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 9. Class 2 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 10. Class 3 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 11. Class 4 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 12. Class 5 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 13. Class 6 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 14. Total Preferred Stock | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 15. Total Bonds and Preferred Stock | 722,188,458 | 255,669,401 | 252,783,571 | (1,832,437) | 642,720,206 | 722,188,458 | 723,241,851 | 611,569,197 |

(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 | 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 Totals | 58,679,543 | xxx | 58,688,849 | 51,361 | 28,322 |

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 | 15,268,421 | 62,568,181 |
| 2. Cost of short-term investments acquired | 217,757,844 | 139,599,790 |
| 3. Accrual of discount | 500 | 39 |
| 4. Unrealized valuation increase (decrease) | 1,887 | 4,126 |
| 5. Total gain (loss) on disposals | 7,873 | (524) |
| 6. Deduct consideration received on disposals | 174,328,448 | 186,836,399 |
| 7. Deduct amortization of premium | 28,534 | 66,792 |
| 8. Total foreign exchange change in book/adjusted carrying value | 0 | 0 |
| 9. Deduct current year's other than temporary impairment recognized | 0 | 0 |
| 10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) | 58,679,543 | 15,268,421 |
| 11. Deduct total nonadmitted amounts | 0 | 0 |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 58,679,543 | 15,268,421 |

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

N O N E

Schedule DB - Part B - Verification - Futures Contracts

N O N E

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

N O N E

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

N O N E

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

N O N E

SCHEDULE E - VERIFICATION

(Cash Equivalents)

| | 1 | 2 |
|---|--------------|---------------------------------|
| | Year To Date | Prior Year Ended December 31 |
| 1. Book/adjusted carrying value, December 31 of prior year | 0 | 0 |
| 2. Cost of cash equivalents acquired | 0 | 1,529,141 |
| 3. Accrual of discount | 0 | 0 |
| 4. Unrealized valuation increase (decrease) | 0 | 0 |
| 5. Total gain (loss) on disposals | 0 | 0 |
| 6. Deduct consideration received on disposals | 0 | 1,525,000 |
| 7. Deduct amortization of premium | 0 | 4,141 |
| 8. Total foreign exchange change in book/adjusted carrying value | 0 | 0 |
| 9. Deduct current year's other than temporary impairment recognized | 0 | 0 |
| 10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) | 0 | 0 |
| 11. Deduct total nonadmitted amounts | 0 | 0 |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 0 | 0 |

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

N O N E

Schedule A - Part 3 - Real Estate Disposed

N O N E

Schedule B - Part 2 - Mortgage Loans Acquired

N O N E

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

N O N E

Schedule BA - Part 2 - Other Long-Term Invested Assets Acquired

N O N E

Schedule BA - Part 3 - Other Long-Term Invested Assets Disposed, Transferred or Repaid

N O N E

STATEMENT AS OF SEPTEMBER 30, 2013 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 3

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
|--|--------------------------------|---------|---------------|---------------------------|---------------------------|-------------|-------------|---|--|
| CUSIP Identification | Description | Foreign | Date Acquired | Name of Vendor | Number of Shares of Stock | Actual Cost | Par Value | Paid for Accrued Interest and Dividends | NAIC Designation or Market Indicator (a) |
| 36179N-CX-4 | GNMA PASS-THRU M SINGLE FAMILY | | .08/08/2013 | VARIOUS | | 1,103,931 | 1,096,979 | 1,128 | 1 |
| 36179N-CY-2 | GNMA PASS-THRU M SINGLE FAMILY | | .08/13/2013 | VARIOUS | | 967,369 | 939,330 | 1,114 | 1 |
| 36179N-F6-0 | GNMA PASS-THRU M SINGLE FAMILY | | .07/01/2013 | BNP PARIBAS SECURITIES BO | | 302,133 | 304,273 | 532 | 1 |
| 36179N-FD-5 | GNMA PASS-THRU M SINGLE FAMILY | | .08/08/2013 | VARIOUS | | 114,311 | 114,071 | 102 | 1 |
| 36179N-HJ-0 | GNMA PASS-THRU M SINGLE FAMILY | | .08/13/2013 | MELLON | | 408,787 | 409,812 | 427 | 1 |
| 36241L-UN-4 | GNMA PASS-THRU X PLATINUM 30YR | | .08/13/2013 | SALOMON SMITH BARNEY INC/ | | 210,972 | 197,719 | 470 | 1 |
| 36241L-X8-4 | GNMA PASS-THRU X PLATINUM 30YR | | .07/01/2013 | BNP PARIBAS SECURITIES BO | | 498,945 | 484,413 | 989 | 1 |
| 912810-FP-8 | UNITED STATES TREAS BDS | | .08/13/2013 | JEFFERIES & COMPANY | | 1,008,375 | 800,000 | 21,381 | 1 |
| 912810-QZ-4 | UNITED STATES TREAS BDS | | .09/27/2013 | VARIOUS | | 3,139,992 | 3,525,000 | 34,420 | 1 |
| 912810-PC-4 | UNITED STATES TREAS BDS | | .09/19/2013 | VARIOUS | | 46,241,719 | 48,000,000 | 163,125 | 1 |
| 912828-UA-6 | UNITED STATES TREAS NTS | | .09/10/2013 | VARIOUS | | 5,998,112 | 6,170,000 | 8,416 | 1 |
| 912828-VJ-6 | UNITED STATES TREAS NTS | | .07/15/2013 | BOENNING & SCATTERGOOD IN | | 995,156 | 1,000,000 | 815 | 1 |
| 912828-VK-3 | UNITED STATES TREAS NTS | | .07/15/2013 | BOENNING & SCATTERGOOD IN | | 1,000,078 | 1,000,000 | 598 | 1 |
| 912828-VL-1 | UNITED STATES TREAS NTS | | .07/15/2013 | BOENNING & SCATTERGOOD IN | | 1,000,000 | 1,000,000 | .17 | 1 |
| 912828-VN-7 | UNITED STATES TREAS NTS | | .08/13/2013 | CHASE SECURITIES, INC. | | 4,992,009 | 5,000,000 | 543 | 1 |
| 912828-VR-8 | UNITED STATES TREAS NTS | | .09/05/2013 | BOENNING & SCATTERGOOD IN | | 9,924,219 | 10,000,000 | 3,736 | 1 |
| 912828-VU-1 | UNITED STATES TREAS NTS | | .09/05/2013 | BOENNING & SCATTERGOOD IN | | 34,945,313 | 35,000,000 | 2,175 | 1 |
| 912828-CP-3 | UNITED STATES TREAS NTS TIPS | | .07/02/2013 | DEUTSCHE BANK SECURITIES | | 2,048,546 | 1,605,000 | 18,489 | 1 |
| 0599999. Subtotal - Bonds - U.S. Governments | | | | | | 114,899,967 | 116,646,596 | 258,477 | XXX |
| 683234-C5-5 | ONTARIO PROV CDA | I | .08/16/2013 | MERRILL LYNCH PROFESSNL C | | 1,463,445 | 1,500,000 | 350 | 1FE |
| 683234-BL-7 | PROVINCE OF ONTARIO | I | .09/05/2013 | MERRILL LYNCH PROFESSNL C | | 1,410,975 | 1,500,000 | 11,206 | 1FE |
| 716540-BJ-0 | PETROLEOS MEXICANOS | R | .09/12/2013 | VARIOUS | | 282,906 | 280,000 | 1,405 | 2FE |
| 71656L-AS-0 | PETROLEOS MEXICANOS MTN 144A | R | .07/11/2013 | BARCLAYS CAPITAL INC | | 34,840 | 35,000 | .0 | 1FE |
| 731011-AT-9 | POLAND REP GLBL BD | R | .09/17/2013 | VARIOUS | | 271,893 | 300,000 | .62 | 1FE |
| 78307A-CZ-4 | RUSSIAN FEDN 144A | R | .09/16/2013 | EUROCLEAR BANK S.A. BRUSS | | 156,257 | 185,000 | 4,853 | 2FE |
| 1099999. Subtotal - Bonds - All Other Governments | | | | | | 3,620,316 | 3,800,000 | 17,876 | XXX |
| 13063A-5E-0 | CALIFORNIA ST GO | | .08/23/2013 | CITIGROUP GLOBAL MARKET I | | 784,338 | 625,000 | 19,141 | 1FE |
| 452152-HS-3 | ILL INDIS ST | | .08/23/2013 | RAYMOND JAMES & ASSOCIATE | | 264,250 | 250,000 | 6,594 | 1FE |
| 57582P-AE-0 | MASSACHUSETTS ST | | .09/04/2013 | M LYNCH PIERCE FENNER & S | | 80,809 | 70,000 | .82 | 1FE |
| 1799999. Subtotal - Bonds - U.S. States, Territories and Possessions | | | | | | 1,129,397 | 945,000 | 25,817 | XXX |
| 31315P-UE-7 | FEDERAL AGRIC MTG CORP MTNS | | .08/12/2013 | U.S. BANCORP PIPER JAFFRA | | 1,844,220 | 2,000,000 | 5,571 | 1 |
| 313660-5A-5 | FEDERAL NATL MTG ASSN | | .09/18/2013 | U.S. BANCORP PIPER JAFFRA | | 845,000 | 1,000,000 | 8,333 | 1 |
| 3128M4-W9-0 | FHLMC PC GOLD COMB 30 | | .08/13/2013 | BANC AMERICA SECURITIES L | | 475,084 | 440,020 | .917 | 1 |
| 3128M6-XU-7 | FHLMC PC GOLD COMB 30 | | .08/13/2013 | CREDIT SUISSE FIRST BOSTO | | 558,034 | 509,911 | 1,169 | 1 |
| 3128M7-TQ-9 | FHLMC PC GOLD COMB 30 | | .08/13/2013 | G.X. CLARKE & COMPANY | | 391,650 | 370,136 | .694 | 1 |
| 3128M8-H5-6 | FHLMC PC GOLD COMB 30 | | .08/07/2013 | BNP PARIBAS SECURITIES BO | | 21,470 | 20,644 | .25 | 1 |
| 312931-C3-0 | FHLMC PC GOLD COMB 30 | | .09/18/2013 | GOLDMAN, SACHS & CO. | | 1,903,977 | 1,739,785 | 5,050 | 1 |
| 312945-ZD-3 | FHLMC PC GOLD COMB 30 | | .08/13/2013 | U.S. BANCORP PIPER JAFFRA | | 155,620 | 150,154 | 250 | 1 |
| 3138EL-KX-0 | FNMA PASS-THRU INT 15 YEAR | | .08/13/2013 | SALOMON SMITH BARNEY INC/ | | 392,460 | 370,136 | .617 | 1 |
| 3138A2-AX-7 | FNMA PASS-THRU LNG 30 YEAR | | .08/13/2013 | SALOMON SMITH BARNEY INC/ | | 860,725 | 829,990 | 1,383 | 1 |
| 3138WQ-A2-8 | FNMA PASS-THRU LNG 30 YEAR | | .07/12/2013 | RBC CAPITAL MARKETS CORP | | 206,477 | 213,413 | .285 | 1 |
| 3138WQ-A7-7 | FNMA PASS-THRU LNG 30 YEAR | | .08/13/2013 | MORGAN STANLEY & CO. INC | | 281,841 | 280,134 | .409 | 1 |
| 314020-2V-2 | FNMA PASS-THRU LNG 30 YEAR | | .08/13/2013 | CHASE SECURITIES, INC. | | 665,776 | 615,035 | 1,281 | 1 |
| 31403D-D9-7 | FNMA PASS-THRU LNG 30 YEAR | | .08/13/2013 | RBC CAPITAL MARKETS CORP | | 627,553 | 575,077 | 1,318 | 1 |
| 31417D-GE-7 | FNMA PASS-THRU LNG 30 YEAR | | .08/13/2013 | NOMURA SECURITIES INTL | | 438,922 | 454,694 | .568 | 1 |
| 31417L-CP-8 | FNMA PASS-THRU LNG 30 YEAR | | .08/13/2013 | CHASE SECURITIES, INC. | | 522,256 | 490,957 | .921 | 1 |
| 31419A-L7-0 | FNMA PASS-THRU LNG 30 YEAR | | .08/13/2013 | CHASE SECURITIES, INC. | | 455,296 | 415,085 | 1,038 | 1 |
| 31419J-SV-1 | FNMA PASS-THRU LNG 30 YEAR | | .07/16/2013 | CREDIT SUISSE FIRST BOSTO | | 180,494 | 170,102 | .383 | 1 |
| 31413Q-PD-4 | FNMA PASS-THRU LNG 10 7-10YR | | .08/29/2013 | FIRST SOUTHWEST COMPANY | | 496,872 | 460,599 | .915 | 1 |
| 31416C-L9-5 | FNMA PASS-THRU LNG 10 7-10YR | | .08/29/2013 | FIRST SOUTHWEST COMPANY | | 1,695,798 | 1,572,003 | 3,122 | 1 |
| 31394A-CM-6 | FNMA REMIC TRUST 2004-W9 | | .08/13/2013 | CANTOR FITZGERALD & CO | | 4,488,602 | 3,836,412 | 11,190 | 1 |
| 47770V-AZ-3 | JOBSOHIO BEVERAGE SYS OHIO STA | | .07/05/2013 | CITIGROUP GLOBAL MARKET I | | 57,624 | 60,000 | .68 | 1FE |
| 646139-W3-5 | NEW JERSEY ST TPK AUTH TPK REV | | .08/19/2013 | DEUTSCHE BANK SECURITIES | | 522,799 | 410,000 | 4,306 | 1FE |
| 3199999. Subtotal - Bonds - U.S. Special Revenues | | | | | | 18,088,550 | 16,984,287 | 49,813 | XXX |
| 02377U-AA-2 | AMER AIRLINES 144A | | .07/24/2013 | MORGAN STANLEY & CO. INC | | 200,000 | 200,000 | .0 | 2FE |
| 026874-BT-3 | AMERICAN INTL GROUP INC | | .08/14/2013 | DEUTSCHE BANK SECURITIES | | 564,237 | 450,000 | .413 | 2FE |
| 03027W-AJ-1 | AMERICAN TOWER TR 144A | | .07/09/2013 | MIZUHO SECURITIES USA INC | | 953,550 | 1,000,000 | 2,303 | 1FE |
| 037411-BD-6 | APACHE CORP 2.625% 23 | | .07/17/2013 | LINSCO/PRIVATE LEDGER COR | | 944,400 | 1,000,000 | .510 | 1FE |
| 037833-AK-6 | APPLE INC | | .09/25/2013 | VARIOUS | | 72,431 | 80,000 | .769 | 1FE |
| 059513-AE-1 | BANC AMER CMBS 2007-4 | | .07/19/2013 | CHASE SECURITIES, INC. | | 209,021 | 185,000 | .679 | 1FM |
| 06051G-EQ-8 | BANK AMER CORP | | .08/20/2013 | BANC AMERICA SECURITIES L | | 465,282 | 440,000 | .7,152 | 1FE |

STATEMENT AS OF SEPTEMBER 30, 2013 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 3

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
|----------------------|---------------------------------|---------|---------------|---------------------------|---------------------------|-------------|-----------|---|--|
| CUSIP Identification | Description | Foreign | Date Acquired | Name of Vendor | Number of Shares of Stock | Actual Cost | Par Value | Paid for Accrued Interest and Dividends | NAIC Designation or Market Indicator (a) |
| 06051G-ET-2 | BANK AMER CORP | | .08/06/2013 | LINSCO/PRIVATE LEDGER COR | | 1,474,650 | 1,500,000 | 2,333 | 1FE |
| 06051G-DZ-9 | BANK AMER FDG CORP | | .08/15/2013 | VARIOUS | | 363,542 | 300,000 | 4,014 | 1FE |
| 071813-BL-2 | BAXTER INTL INC | | .07/02/2013 | GOLDMAN, SACHS & CO | | 44,466 | 45,000 | 108 | 1FE |
| 084664-BQ-3 | BERKSHIRE HATHAWAY FIN CORP | | .08/14/2013 | WACHOVIA SECURITIES CAPIT | | 237,270 | 220,000 | 883 | 1FE |
| 120568-AU-4 | BUNGE LTD FIN CORP | | .08/20/2013 | WACHOVIA SECURITIES CAPIT | | 153,078 | 145,000 | 2,609 | 2FE |
| 12189L-AP-6 | BURLINGTON NORTHN SANTA FE CP | | .08/13/2013 | BANC AMERICA SECURITIES L | | 313,135 | 315,000 | 0 | 2FE |
| 13975D-AC-9 | CAPITAL AUTO REC ABS 1.390% | | .08/14/2013 | CREDIT SUISSE FIRST BOSTO | | 169,980 | 170,000 | 0 | 1FE |
| 14040H-BD-6 | CAPITAL ONE FINL CORP | | .09/26/2013 | EXCHANGE | | 1,422,302 | 1,450,000 | 0 | 2FE |
| 14040H-BC-8 | CAPITAL ONE FINL CORP 144A | | .08/13/2013 | MERRILL LYNCH PROFESSNL C | | 329,203 | 350,000 | 2,382 | 2FE |
| 14313N-AC-6 | CARMAX AUTO OWNER TR 2013 | | .07/31/2013 | CHASE SECURITIES, INC | | 199,952 | 200,000 | 0 | 1FE |
| 151020-AL-8 | CELGENE CORP SR NT | | .08/01/2013 | CHASE SECURITIES, INC | | 123,934 | 125,000 | 0 | 2FE |
| 125509-BH-1 | CIGNA CORP | | .09/12/2013 | MERRILL LYNCH PROFESSNL C | | 227,092 | 200,000 | 4,168 | 2FE |
| 12613S-AC-6 | CNH EQUIPMENT TR 2013-C | | .08/20/2013 | CREDIT SUISSE FIRST BOSTO | | 159,981 | 160,000 | 0 | 1FE |
| 12615S-AQ-3 | CNH WHSL MSTR TR 144A | | .08/07/2013 | BARCLAYS CAPITAL INC | | 180,000 | 180,000 | 0 | 1FE |
| 191219-BE-3 | COCA COLA ENTERPRISES INC | | .08/07/2013 | RBC CAPITAL MARKETS CORP | | 496,896 | 400,000 | 11,025 | 1FE |
| 20047R-AE-3 | COMM 2007-C9 | | .08/08/2013 | CREDIT SUISSE FIRST BOSTO | | 342,223 | 300,000 | 599 | 1FE |
| 12622D-AA-2 | COMM 2010-C1 144A | | .07/16/2013 | UBS FINANCIAL SERVICES IN | | 2,556,396 | 2,460,291 | 3,882 | 1FE |
| 210371-AL-4 | CONSTELLATION ENERGY GROUP INC | | .08/01/2013 | WACHOVIA SECURITIES CAPIT | | 92,793 | 85,000 | 790 | 2FE |
| 224044-BW-6 | COX COMMUNICATIONS INC NEW 144A | | .09/25/2013 | VARIOUS | | 671,330 | 750,000 | 4,506 | 2FE |
| 224044-CA-3 | COX COMMUNICATIONS INC NEW 144A | | .08/14/2013 | CANTOR FITZGERALD & CO | | 475,365 | 550,000 | 4,868 | 2FE |
| 22822R-AR-1 | CROWN CASTLE TOWERS LLC 144A | | .07/25/2013 | MORGAN STANLEY & CO. INC | | 160,328 | 140,000 | 357 | 1FE |
| 23311V-AC-1 | DCP MIDSTREAM OPERATING PL | | .07/11/2013 | STERNE, AGEE & LEACH, INC | | 138,918 | 140,000 | 438 | 2FE |
| 25459H-BH-7 | DIRECTV HLDGS LLC / DIRECTV | | .09/23/2013 | RBC CAPITAL MARKETS CORP | | 96,255 | 100,000 | 345 | 2FE |
| 29365T-AA-2 | ENTERGY TEXAS INC | | .07/10/2013 | VARIOUS | | 1,613,109 | 1,365,000 | 43,771 | 2FE |
| 29372E-AY-4 | ENTERPRISE FLEET FNC 144A | | .08/07/2013 | CHASE SECURITIES, INC | | 199,969 | 200,000 | 0 | 1FE |
| 26884L-AA-7 | EQT CORP 8.125% | | .07/01/2013 | WACHOVIA SECURITIES CAPIT | | 346,680 | 285,000 | 2,187 | 2FE |
| 26884T-AK-8 | ERAC USA FINANCE COMPANY 144A | | .07/18/2013 | GREENWICH CAPITAL MKTS, I | | 24,963 | 25,000 | 0 | 2FE |
| 26884A-AZ-6 | ERP OPER LTD PARTNERSHIP | | .08/14/2013 | US BANCORP INVESTMENTS IN | | 609,431 | 575,000 | 4,728 | 2FE |
| 30291M-AN-6 | FREMF MTG TR 2013-K31 144A | | .08/13/2013 | BARCLAYS CAPITAL INC | | 134,479 | 155,000 | 418 | 1FE |
| 36830L-AC-7 | GE EQUIP SMALL TCKT 2013-144A | | .07/24/2013 | BARCLAYS CAPITAL INC | | 269,966 | 270,000 | 0 | 1FE |
| 36962G-SZ-3 | GENERAL ELEC CAP CORP MTN BE | | .08/20/2013 | CREDIT SUISSE FIRST BOSTO | | 309,398 | 305,000 | 702 | 1FE |
| 372491-AA-8 | GENWORTH HLDGS INC | | .08/06/2013 | VARIOUS | | 104,890 | 105,000 | 5 | 2FE |
| 38141G-CU-6 | GOLDMAN SACHS GROUP INC | | .08/09/2013 | MERRILL LYNCH PROFESSNL C | | 1,107,170 | 1,000,000 | 30,455 | 1FE |
| 38141G-GM-0 | GOLDMAN SACHS GROUP INC | | .07/22/2013 | MERRILL LYNCH PROFESSNL C | | 1,751,145 | 1,500,000 | 45,313 | 1FE |
| 38141G-GS-7 | GOLDMAN SACHS GROUP INC | | .08/13/2013 | Greenwich Capital Markets | | 231,823 | 210,000 | 738 | 1FE |
| 411707-AA-0 | HARDEES FUND LLC 144A | | .09/11/2013 | VARIOUS | | 562,178 | 562,881 | 2,986 | 2FE |
| 428236-BM-4 | HEWLETT PACKARD CO GLBL NT | | .07/24/2013 | BOENNING & SCATTERGOOD IN | | 1,002,200 | 1,000,000 | 6,928 | 2FE |
| 44890P-AB-1 | HYUNDAI AUTO LEASE TR 144A | | .08/07/2013 | BANC AMERICA SECURITIES L | | 234,981 | 235,000 | 0 | 1FE |
| 44923Q-AF-1 | HYUNDAI CAP AMER INC 144A | | .08/23/2013 | VARIOUS | | 214,810 | 215,000 | 153 | 2FE |
| 44923Q-AG-9 | HYUNDAI CAP AMER INC 144A | | .08/06/2013 | BANC AMERICA SECURITIES L | | 99,700 | 100,000 | 0 | 2FE |
| 45685E-AE-6 | ING U S INC | | .08/14/2013 | EXCHANGE | | 79,873 | 80,000 | 0 | 2FE |
| 46629Y-AC-3 | JP MORGAN CHASE 2007-C1BC18 | | .08/29/2013 | CHASE SECURITIES, INC | | 788,511 | 715,000 | 324 | 1FE |
| 46634S-AB-1 | JP MORGAN CHASE CMBS 2012-C6 | | .07/16/2013 | UBS FINANCIAL SERVICES IN | | 2,653,625 | 2,600,000 | 2,868 | 1FE |
| 46640J-AP-2 | JP MORGAN CHASE MBS 2013-C13 | | .07/16/2013 | UBS FINANCIAL SERVICES IN | | 2,853,375 | 2,800,000 | 3,731 | 1FE |
| 46625H-JD-3 | JPMORGAN CHASE & CO | | .08/13/2013 | BNY CAPITAL MARKETS, INC | | 189,074 | 180,000 | 495 | 1FE |
| 46630V-AD-4 | JPMORGAN CHASE 2007-C1BC19 | | .07/19/2013 | VARIOUS | | 163,416 | 145,000 | 529 | 1FML |
| 485188-AK-2 | KANSAS CITY SOUTHN RY CO 144A | | .07/01/2013 | GOLDMAN, SACHS & CO | | 108,863 | 120,000 | 946 | 2FE |
| 52108M-DH-3 | LB-UBS CMBS 2006-C1 | | .08/29/2013 | WACHOVIA SECURITIES CAPIT | | 779,602 | 725,000 | 2,388 | 1FE |
| 57629W-BS-8 | MASSMUTUAL GLBL FDG II MTN144A | | .07/26/2013 | MORGAN STANLEY & CO. INC | | 209,614 | 210,000 | 0 | 1FE |
| 617446-7U-7 | MORGAN STANLEY | | .08/23/2013 | NOMURA SECURITIES INTL | | 311,305 | 325,000 | 2,360 | 1FE |
| 61746B-DJ-2 | MORGAN STANLEY | | .08/13/2013 | BNY CAPITAL MARKETS, INC | | 309,530 | 325,000 | 5,789 | 1FE |
| 61761Q-AB-9 | MS BOFA ML TRUST 2013-C8 | | .07/23/2013 | U.S. BANCORP PIPER JAFFRA | | 993,125 | 1,000,000 | 1,173 | 1FE |
| 553893-AA-6 | MVIN OWNER TRUST 2013-144A | | .07/30/2013 | BANC AMERICA SECURITIES L | | 99,996 | 100,000 | 0 | 1FE |
| 629568-AY-2 | NABORS INDS INC 144A | | .09/04/2013 | SALOMON SMITH BARNEY INC/ | | 44,974 | 45,000 | 0 | 2FE |
| 638671-AG-2 | NATIONWIDE MUT INS CO 144A | | .09/17/2013 | RAYMOND JAMES & ASSOCIATE | | 2,036,000 | 2,000,000 | 56,833 | 1FE |
| 63946B-AD-2 | NBCUNIVERSAL MEDIA LLC | | .08/23/2013 | CREDIT SUISSE FIRST BOSTO | | 201,447 | 180,000 | 3,039 | 1FE |
| 65473Q-AX-1 | NISOURCE FIN CORP | | .08/26/2013 | SCOTIA CAPITAL MKTS (USA) | | 158,523 | 150,000 | 1,835 | 2FE |
| 65477L-AC-4 | NISSAN AUTO REC V 2013-B | | .07/24/2013 | CHASE SECURITIES, INC | | 119,974 | 120,000 | 0 | 1FE |
| 68268N-AK-9 | ONEOK PARTNERS LP | | .09/09/2013 | GREENWICH CAPITAL MKTS, I | | 34,977 | 35,000 | 0 | 2FE |
| 68389X-AO-8 | ORACLE CORP | | .07/09/2013 | BANC AMERICA SECURITIES L | | 164,426 | 165,000 | 0 | 1FE |
| 694606-AA-2 | PACIFIC MUT LIFE INS CO 144A | | .08/29/2013 | RAYMOND JAMES & ASSOCIATE | | 636,685 | 500,000 | 7,022 | 1FE |
| 70213B-AA-9 | PARTNERRE FINANCE B LLC | | .08/21/2013 | RAYMOND JAMES & ASSOCIATE | | 1,278,673 | 1,179,000 | 15,311 | 1FE |

STATEMENT AS OF SEPTEMBER 30, 2013 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 3

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
|---|-----------------------------------|---------|---------------|----------------------------|---------------------------|-------------|-------------|---|--|
| CUSIP Identification | Description | Foreign | Date Acquired | Name of Vendor | Number of Shares of Stock | Actual Cost | Par Value | Paid for Accrued Interest and Dividends | NAIC Designation or Market Indicator (a) |
| 726505-AH-3 | PLAINS EXPL& PRODTN CO | | 09/09/2013 | MIZUHO SECURITIES USA INC | | 1,113,400 | 1,000,000 | 35,219 | 2FE |
| 74005P-BH-6 | PRAXAIR INC | | 08/22/2013 | LINSICO/PRIVATE LEDGER COR | | 950,400 | 1,000,000 | 3,819 | 1FE |
| 742718-EB-1 | PROCTER & GAMBLE CO | | 08/13/2013 | BOENNING & SCATTERGOOD IN | | 1,967,680 | 2,000,000 | 517 | 1FE |
| 744320-AK-8 | PRUDENTIAL FINL INC | | 07/31/2013 | RAYMOND JAMES & ASSOCIATE | | 1,218,290 | 1,000,000 | 12,326 | 2FE |
| 758202-AK-1 | REED ELSEVIER CAP INC | | 07/15/2013 | EXCHANGE | | 1,122,260 | 1,206,000 | 0 | 2FE |
| 759351-AL-3 | REINSURANCE GROUP AMER INC | | 09/19/2013 | CHASE SECURITIES, INC | | 268,982 | 270,000 | 0 | 2FE |
| 779382-AN-0 | ROWAN COS INC SR NT | | 08/01/2013 | BARCLAYS CAPITAL INC | | 135,816 | 125,000 | 2,691 | 2FE |
| 814120-AC-5 | SECURITY BENEFIT LIFE INS CO 144A | | 09/18/2013 | RAYMOND JAMES & ASSOCIATE | | 1,045,000 | 1,000,000 | 35,594 | 2FE |
| 82652B-AA-2 | SIERRA RECEIVABLES FDG 144A | | 07/17/2013 | CREDIT SUISSE FIRST BOSTO | | 149,995 | 150,000 | 0 | 1FE |
| 883556-BB-7 | THERMO FISHER SCIENTIFIC INC | | 07/29/2013 | BARCLAYS CAPITAL INC | | 14,693 | 15,000 | 12 | 2FE |
| 88732J-AJ-7 | TIME WARNER CABLE INC | | 07/02/2013 | CREDIT SUISSE FIRST BOSTO | | 500,714 | 525,000 | 6,400 | 2FE |
| 88732J-AN-8 | TIME WARNER CABLE INC | | 08/08/2013 | CHASE SECURITIES, INC | | 534,959 | 525,000 | 4,471 | 2FE |
| 88732J-AS-7 | TIME WARNER CABLE INC | | 07/22/2013 | CREDIT SUISSE FIRST BOSTO | | 375,512 | 325,000 | 8,491 | 2FE |
| 88732J-AY-4 | TIME WARNER CABLE INC | | 07/01/2013 | MERRILL LYNCH PROFESSNL C | | 1,367,715 | 1,500,000 | 12,240 | 2FE |
| 902494-AT-0 | TYSON FOODS INC | | 08/14/2013 | JEFFERIES & CO BONDS DIR | | 155,838 | 150,000 | 1,200 | 2FE |
| 907818-DJ-4 | UNION PAC CORP | | 07/01/2013 | BARCLAYS CAPITAL INC | | 71,365 | 70,000 | 1,016 | 1FE |
| 907818-DO-8 | UNION PAC CORP NT 144A | | 08/21/2013 | EXCHANGE | | 567,038 | 578,125 | 0 | 2FE |
| 91529Y-AH-9 | UNUM GROUP | | 08/14/2013 | WACHOVIA SECURITIES CAPIT | | 232,100 | 210,000 | 5,053 | 2FE |
| 92343V-BQ-6 | VERIZON COMMUNICATIONS INC | | 09/11/2013 | CHASE SECURITIES, INC | | 284,630 | 285,000 | 0 | 2FE |
| 92343V-BR-4 | VERIZON COMMUNICATIONS INC | | 09/16/2013 | VARIOUS | | 2,341,924 | 2,335,000 | 34 | 2FE |
| 92343V-BS-2 | VERIZON COMMUNICATIONS INC | | 09/16/2013 | VARIOUS | | 990,022 | 970,000 | 37 | 2FE |
| 92343V-BT-0 | VERIZON COMMUNICATIONS INC | | 09/18/2013 | MORGAN STANLEY & CO. INC | | 1,623,321 | 1,600,000 | 250 | 2FE |
| 92344S-AK-6 | VERIZON WIRELESS CAP LLC | | 09/04/2013 | VARIOUS | | 150,610 | 120,000 | 3,230 | 1FE |
| 92553P-AS-1 | VIACOM INC NEW SR NT | | 08/12/2013 | BANC AMERICA SECURITIES L | | 29,827 | 30,000 | 0 | 2FE |
| 958254-AB-0 | WESTERN GAS PARTNERS LP | | 08/20/2013 | GOLDMAN, SACHS & CO | | 112,112 | 115,000 | 664 | 2FE |
| 78008S-7D-2 | ROYAL BK OF CDA BD CDS FR | | 08/07/2013 | BOENNING & SCATTERGOOD IN | | 3,015,000 | 3,000,000 | 2,383 | 1FE |
| 05574L-PT-9 | BNP PARIBAS / BNP PARIBAS US | R | 08/13/2013 | BNP PARIBAS SECURITIES BO | | 209,609 | 210,000 | 0 | 1FE |
| 21987B-AM-0 | CORPORACION NACIONAL DEL CO 144A | R | 09/12/2013 | J.P. MORGAN SECURITIES IN | | 155,011 | 130,000 | 1,679 | 1FE |
| 279158-AD-1 | ECOPETROL S A SR NT | R | 09/18/2013 | VARIOUS | | 47,353 | 47,000 | 11 | 2FE |
| 05607M-AA-5 | HEATHROW FUNDING LTD 144A | R | 07/17/2013 | BNP PARIBAS SECURITIES BO | | 273,210 | 255,000 | 242 | 1FE |
| 43474T-AA-1 | HOLCIM US FINANCE 144A | R | 07/23/2013 | CHASE SECURITIES, INC | | 17,120 | 15,000 | 65 | 2FE |
| 43474T-AC-7 | HOLCIM US FINANCE 144A | R | 09/05/2013 | GREENWICH CAPITAL MKTS, I | | 307,842 | 310,000 | 0 | 2FE |
| 404280-AG-4 | HSBC HLDGS PLC | R | 07/15/2013 | HSBC SECURITIES, INC | | 282,650 | 250,000 | 3,431 | 1FE |
| 50247V-AA-7 | LYB INTERNATIONAL FINANCE B.V. | R | 07/11/2013 | MORGAN STANLEY & CO. INC | | 54,273 | 55,000 | 0 | 2FE |
| 62856R-AB-1 | MYRIAD INTL HLDGS B V GLBL 144A | R | 07/16/2013 | VARIOUS | | 753,000 | 750,000 | 0 | 2FE |
| 71645W-AR-2 | PETROBRAS INTL FIN CO | R | 08/21/2013 | BARCLAYS CAPITAL | | 449,723 | 450,000 | 1,142 | 2FE |
| 749343-AB-5 | RCI BANQUE S A | R | 08/15/2013 | VARIOUS | | 26,343 | 25,000 | 409 | 2FE |
| 87927V-AR-9 | TELECOM ITALIA CAP | R | 08/02/2013 | MORGAN STANLEY & CO. INC | | 303,969 | 325,000 | 1,235 | 2FE |
| 87927V-AU-2 | TELECOM ITALIA CAP | R | 07/29/2013 | CREDIT SUISSE FIRST BOSTO | | 359,733 | 325,000 | 3,602 | 2FE |
| 87938W-AN-3 | TELEFONICA EMISIONES S A U | R | 07/17/2013 | BNP PARIBAS SECURITIES BO | | 202,630 | 195,000 | 3,373 | 2FE |
| 89152U-AG-7 | TOTAL CAPITAL GLBL NT | R | 08/21/2013 | RBC CAPITAL MARKETS CORP | | 1,983,420 | 2,000,000 | 1,653 | 1FE |
| 893830-AS-8 | TRANSOCEAN SEDCO FOREX INC | R | 07/18/2013 | CREDIT SUISSE FIRST BOSTO | | 79,340 | 70,000 | 1,493 | 2FE |
| 92857W-BC-3 | VODAFONE GROUP PLC NEW | R | 09/13/2013 | LINSICO/PRIVATE LEDGER COR | | 1,804,500 | 2,000,000 | 4,753 | 1FE |
| 3899999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | | 64,519,419 | 62,963,297 | 456,895 | XXX |
| 8399997. Total - Bonds - Part 3 | | | | | | 202,257,649 | 201,339,181 | 808,878 | XXX |
| 8399998. Total - Bonds - Part 5 | | | | | | XXX | XXX | XXX | XXX |
| 8399999. Total - Bonds | | | | | | 202,257,649 | 201,339,181 | 808,878 | XXX |
| 8999997. Total - Preferred Stocks - Part 3 | | | | | | 0 | XXX | 0 | XXX |
| 8999998. Total - Preferred Stocks - Part 5 | | | | | | XXX | XXX | XXX | XXX |
| 8999999. Total - Preferred Stocks | | | | | | 0 | XXX | 0 | XXX |
| 922031-74-5 | VANGUARD FIXED INCOME SECS FD | | 09/27/2013 | VANGUARD GROUP | 44,326,123 | 473,846 | 0 | 0 | L |
| 922040-10-0 | VANGUARD INSTITUTIONAL INDEX FUND | | 09/27/2013 | VANGUARD GROUP | 78,170,551 | 12,111,408 | 0 | 0 | L |
| 9299999. Subtotal - Common Stocks - Mutual Funds | | | | | | 12,585,254 | XXX | 0 | XXX |
| 9799997. Total - Common Stocks - Part 3 | | | | | | 12,585,254 | XXX | 0 | XXX |
| 9799998. Total - Common Stocks - Part 5 | | | | | | XXX | XXX | XXX | XXX |
| 9799999. Total - Common Stocks | | | | | | 12,585,254 | XXX | 0 | XXX |
| 8989999. Total - Preferred and Common Stocks | | | | | | 12,585,254 | XXX | 0 | XXX |
| 9999999 - Totals | | | | | | 214,842,903 | XXX | 808,878 | XXX |

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

STATEMENT AS OF SEPTEMBER 30, 2013 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Change In Book/Adjusted Carrying Value | | | | | 16 | 17 | 18 | 19 | 20 | 21 | 22 |
|-----------------------|---------------------------------|---------|---------------|-------------------|---------------------------|----------------|-----------|-------------|--|---|---|--|--|--|--|--|----------------------------------|-------------------------------|---|------------------------------|--|
| | | | | | | | | | | 11 | 12 | 13 | 14 | 15 | | | | | | | |
| CUSIP Ident-ification | Description | For-ign | Disposal Date | Name of Purchaser | Number of Shares of Stock | Consid-eration | Par Value | Actual Cost | Prior Year Book/ Adjusted Carrying Value | Unrealized Valuation Increase/ (Decrease) | Current Year's (Amor-tization)/ Accretion | Current Year's Other Than Temporary Impairment Recog-nized | Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13) | Total Foreign Exchange Change in Book /Adjusted Carrying Value | Book/ Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Interest/ Stock Dividends Received During Year | Stated Con-tractual Maturity | NAIC Desig-nation or Market In-dicator (a) |
| 36210J-CH-9 | GNMA 493372 6.00% OF 12/15/28 | | 09/15/2013 | PRINCIPAL RECEIPT | | 2,025 | 2,025 | 2,011 | 2,012 | .0 | .12 | .0 | .12 | .0 | 2,025 | .0 | .0 | .0 | .77 | 12/15/2028 | 1 |
| 36211H-QK-0 | GNMA 513558 7.50% OF 12/15/29 | | 09/15/2013 | PRINCIPAL RECEIPT | | .849 | .849 | .847 | .847 | .0 | .2 | .0 | .2 | .0 | .849 | .0 | .0 | .0 | .41 | 12/15/2029 | 1 |
| 36202F-M7-8 | GNMA II POOL #004882 4.000% | | 09/20/2013 | PRINCIPAL RECEIPT | | 10,483 | 10,483 | 11,397 | .0 | .0 | (.914) | .0 | (.914) | .0 | 10,483 | .0 | .0 | .0 | .157 | 12/20/2040 | 1 |
| 36179M-2N-9 | GNMA PASS-THRU M SINGLE FAMILY | | 09/24/2013 | VARIOUS | | 206,184 | 221,953 | 221,657 | .0 | .0 | .494 | .0 | .494 | .0 | 222,151 | .0 | (15,967) | (15,967) | 3,008 | 02/20/2043 | 1 |
| 36179M-CH-1 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 7,928 | 7,928 | 8,289 | 8,289 | .0 | (.360) | .0 | (.360) | .0 | 7,928 | .0 | .0 | .0 | .127 | 05/20/2027 | 1 |
| 36179M-EL-0 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 3,878 | 3,878 | 4,131 | 4,131 | .0 | (.253) | .0 | (.253) | .0 | 3,878 | .0 | .0 | .0 | .72 | 06/20/2027 | 1 |
| 36179M-GN-4 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 14,369 | 14,369 | 15,306 | 15,305 | .0 | (.936) | .0 | (.936) | .0 | 14,369 | .0 | .0 | .0 | .275 | 07/20/2027 | 1 |
| 36179M-K6-6 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 5,686 | 5,686 | 5,981 | 5,981 | .0 | (.296) | .0 | (.296) | .0 | 5,686 | .0 | .0 | .0 | .117 | 08/20/2042 | 1 |
| 36179M-MX-5 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 9,244 | 9,244 | 9,735 | 9,739 | .0 | (.495) | .0 | (.495) | .0 | 9,244 | .0 | .0 | .0 | .151 | 09/20/2027 | 1 |
| 36179M-MY-3 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 7,057 | 7,057 | 7,519 | .0 | .0 | (.462) | .0 | (.462) | .0 | 7,057 | .0 | .0 | .0 | .44 | 09/20/2027 | 1 |
| 36179M-NH-9 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 7,060 | 7,060 | 7,698 | 7,699 | .0 | (.640) | .0 | (.640) | .0 | 7,060 | .0 | .0 | .0 | .155 | 09/20/2042 | 1 |
| 36179M-VR-8 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 6,191 | 6,191 | 6,516 | .0 | .0 | (.324) | .0 | (.324) | .0 | 6,191 | .0 | .0 | .0 | .103 | 12/20/2042 | 1 |
| 36179M-X2-1 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 4,979 | 4,979 | 4,922 | .0 | .0 | .57 | .0 | .57 | .0 | 4,979 | .0 | .0 | .0 | .43 | 01/20/2043 | 1 |
| 36179M-XB-1 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 2,392 | 2,392 | 2,503 | .0 | .0 | (.111) | .0 | (.111) | .0 | 2,392 | .0 | .0 | .0 | .13 | 01/20/2028 | 1 |
| 36179N-CX-4 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 10,522 | 10,522 | 10,605 | .0 | .0 | (.83) | .0 | (.83) | .0 | 10,522 | .0 | .0 | .0 | .29 | 05/20/2028 | 1 |
| 36179N-CY-2 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 8,354 | 8,354 | 8,603 | .0 | .0 | (.249) | .0 | (.249) | .0 | 8,354 | .0 | .0 | .0 | .21 | 05/20/2028 | 1 |
| 36179N-DQ-8 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 4,182 | 4,182 | 4,274 | .0 | .0 | (.92) | .0 | (.92) | .0 | 4,182 | .0 | .0 | .0 | .20 | 05/20/2043 | 1 |
| 36179N-DR-6 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 15,309 | 15,309 | 16,002 | .0 | .0 | (.693) | .0 | (.693) | .0 | 15,309 | .0 | .0 | .0 | .81 | 05/20/2043 | 1 |
| 36179N-F6-0 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 2,984 | 2,984 | 2,942 | .0 | .0 | .42 | .0 | .42 | .0 | 2,984 | .0 | .0 | .0 | .12 | 06/20/2043 | 1 |
| 36179N-FD-5 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | .709 | .709 | .711 | .0 | .0 | (.2) | .0 | (.2) | .0 | .709 | .0 | .0 | .0 | .1 | 06/20/2028 | 1 |
| 36179N-HJ-0 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 2,470 | 2,470 | 2,463 | .0 | .0 | .6 | .0 | .6 | .0 | 2,470 | .0 | .0 | .0 | .5 | 07/20/2028 | 1 |
| 36202F-KS-4 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 199,800 | 199,800 | 226,773 | 226,815 | .0 | (27,015) | .0 | (27,015) | .0 | 199,800 | .0 | .0 | .0 | 9,045 | 09/20/2040 | 1 |
| 36202F-LP-9 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 10,157 | 10,157 | 10,767 | .0 | .0 | (.609) | .0 | (.609) | .0 | 10,157 | .0 | .0 | .0 | .55 | 10/20/2040 | 1 |
| 36202F-MA-1 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 44,260 | 44,260 | 47,695 | 38,067 | .0 | (3,456) | .0 | (3,456) | .0 | 44,260 | .0 | .0 | .0 | .978 | 11/20/2040 | 1 |
| 36202F-Q7-4 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 18,892 | 18,892 | 20,486 | .0 | .0 | (1,594) | .0 | (1,594) | .0 | 18,892 | .0 | .0 | .0 | .105 | 03/20/2041 | 1 |
| 36202F-UF-1 | GNMA PASS-THRU M SINGLE FAMILY | | 09/20/2013 | PRINCIPAL RECEIPT | | 114,772 | 114,772 | 125,280 | 125,334 | .0 | (10,562) | .0 | (10,562) | .0 | 114,772 | .0 | .0 | .0 | 3,219 | 06/20/2041 | 1 |
| 36241K-T4-0 | GNMA PASS-THRU X PLATINUM 30YR | | 08/27/2013 | VARIOUS | | 2,943,573 | 2,748,696 | 3,021,418 | 3,025,313 | .0 | (25,556) | .0 | (25,556) | .0 | 2,999,757 | .0 | (56,184) | (56,184) | 101,661 | 08/15/2038 | 1 |
| 36241L-DM-5 | GNMA PASS-THRU X PLATINUM 30YR | | 09/15/2013 | PRINCIPAL RECEIPT | | .89,386 | .89,386 | .97,347 | .97,365 | .0 | (7,979) | .0 | (7,979) | .0 | .89,386 | .0 | .0 | .0 | .3 | 11/15/2039 | 1 |
| 36241L-H2-5 | GNMA PASS-THRU X PLATINUM 30YR | | 08/27/2013 | VARIOUS | | 3,385,117 | 3,159,411 | 3,496,086 | 3,498,057 | .0 | (30,650) | .0 | (30,650) | .0 | 3,467,407 | .0 | (82,289) | (82,289) | 116,804 | 05/15/2040 | 1 |
| 36241L-TS-5 | GNMA PASS-THRU X PLATINUM 30YR | | 09/15/2013 | PRINCIPAL RECEIPT | | 246,076 | 246,076 | 268,761 | 268,882 | .0 | (22,806) | .0 | (22,806) | .0 | 246,076 | .0 | .0 | .0 | 7,036 | 03/15/2041 | 1 |
| 36241L-UN-4 | GNMA PASS-THRU X PLATINUM 30YR | | 09/15/2013 | PRINCIPAL RECEIPT | | 3,927 | 3,927 | 4,190 | .0 | .0 | (.263) | .0 | (.263) | .0 | 3,927 | .0 | .0 | .0 | .0 | 04/15/2041 | 1 |
| 36241L-X8-4 | GNMA PASS-THRU X PLATINUM 30YR | | 09/15/2013 | PRINCIPAL RECEIPT | | 40,508 | 40,508 | 41,455 | .0 | .0 | (.947) | .0 | (.947) | .0 | 40,508 | .0 | .0 | .0 | .164 | 09/15/2041 | 1 |
| 36176X-KP-3 | GNMA PASS-THRU X SINGLE FAMILY | | 09/15/2013 | PRINCIPAL RECEIPT | | 24,497 | 24,497 | 25,848 | 25,845 | .0 | (1,348) | .0 | (1,348) | .0 | 24,497 | .0 | .0 | .0 | .542 | 04/15/2042 | 1 |
| 3620AS-EQ-8 | GNMA PASS-THRU X SINGLE FAMILY | | 08/27/2013 | VARIOUS | | 1,853,788 | 1,747,334 | 1,906,233 | 1,907,029 | .0 | (9,668) | .0 | (9,668) | .0 | 1,897,361 | .0 | (43,573) | (43,573) | 58,553 | 04/15/2041 | 1 |
| 3620CO-2Y-3 | GNMA PASS-THRU X SINGLE FAMILY | | 09/15/2013 | PRINCIPAL RECEIPT | | 79,786 | 79,786 | 87,690 | 87,761 | .0 | (7,975) | .0 | (7,975) | .0 | 79,786 | .0 | .0 | .0 | .2 | 265,07/15/2040 | 1 |
| 3620CO-ZB-7 | GNMA PASS-THRU X SINGLE FAMILY | | 09/15/2013 | PRINCIPAL RECEIPT | | 75,972 | 75,972 | 83,499 | 83,566 | .0 | (7,594) | .0 | (7,594) | .0 | 75,972 | .0 | .0 | .0 | .2 | 207,06/15/2040 | 1 |
| 36296T-SS-3 | GNMA PASS-THRU X SINGLE FAMILY | | 09/15/2013 | PRINCIPAL RECEIPT | | 57,584 | 57,584 | 64,224 | 64,335 | .0 | (6,752) | .0 | (6,752) | .0 | 57,584 | .0 | .0 | .0 | .2 | 011,10/15/2038 | 1 |
| 36296X-JP-0 | GNMA PASS-THRU X SINGLE FAMILY | | 09/15/2013 | PRINCIPAL RECEIPT | | 89,760 | 89,760 | 100,111 | 100,285 | .0 | (10,525) | .0 | (10,525) | .0 | 89,760 | .0 | .0 | .0 | .3 | 160,01/15/2039 | 1 |
| 36220F-UV-4 | GNMA POOL #276996 | | 09/15/2013 | PRINCIPAL RECEIPT | | .211 | .211 | .219 | .216 | .0 | (.5) | .0 | (.5) | .0 | .211 | .0 | .0 | .0 | .11 | 08/15/2020 | 1 |
| 38378B-P8-6 | GNMA REMIC TRUST 2012-123 | | 09/16/2013 | PRINCIPAL RECEIPT | | 10,266 | 10,266 | 10,291 | .0 | .0 | (.26) | .0 | (.26) | .0 | 10,266 | .0 | .0 | .0 | .62 | 07/16/2046 | 1 |
| 83162C-LT-8 | SMALL BUS ADMIN GTD DEV PTC | | 09/03/2013 | PRINCIPAL RECEIPT | | 21,687 | 21,687 | 23,150 | 21,687 | .0 | .0 | .0 | .0 | .0 | 21,687 | .0 | .0 | .0 | 1,327 | 09/01/2021 | 1 |
| 83162C-PS-6 | SMALL BUS ADMIN GTD DEV PTC | | 08/01/2013 | PRINCIPAL RECEIPT | | 37,407 | 37,407 | 37,407 | 37,997 | .0 | (.111) | .0 | (.111) | .0 | 37,886 | .0 | (479) | (479) | 1,978 | 08/01/2025 | 1 |
| 83162C-QV-8 | SMALL BUS ADMIN GTD DEV PTC | | 08/01/2013 | PRINCIPAL RECEIPT | | 48,904 | 48,904 | 48,904 | 48,904 | .0 | .0 | .0 | .0 | .0 | 48,904 | .0 | .0 | .0 | 2,810 | 02/01/2027 | 1 |
| 83162C-KM-4 | SMALL BUSINESS ADMIN GTD 00-20A | | 07/01/2013 | PRINCIPAL RECEIPT | | 2,333 | 2,333 | 2,726 | 2,449 | .0 | (.117) | .0 | (.117) | .0 | 2,333 | .0 | .0 | .0 | .104 | 01/01/2020 | 1 |
| 83162C-LG-6 | SMALL BUSINESS ADMIN GTD 01-20B | | 08/01/2/ | | | | | | | | | | | | | | | | | | |

STATEMENT AS OF SEPTEMBER 30, 2013 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Change In Book/Adjusted Carrying Value | | | | | 16 | 17 | 18 | 19 | 20 | 21 | 22 |
|---|------------------------------|--------------|------------------|-------------------------------------|---------------------------------|--------------------|------------|----------------|--|--|--|---|---|---|---|--|---|-------------------------------------|--|--|---|
| | | | | | | | | | | 11 | 12 | 13 | 14 | 15 | | | | | | | |
| CUSIP Identification | Description | For- eign | Disposal Date | Name of Purchaser | Number of Shares of Stock | Consid- eration | Par Value | Actual Cost | Prior Year Book/ Adjusted Carrying Value | Unrealized Valuation Increase/ (Decrease) | Current Year's (Amor- tization)/ Accretion | Current Year's Other Than Temporary Impairment Recogn- ized | Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13) | Total Foreign Exchange Change in Book /Adjusted Carrying Value | Book/ Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Interest/ Stock Dividends Received During Year | Stated Con- tractual Maturity Date | NAIC Desig- nation or Market In- dicator (a) |
| 912828-UA-6 | UNITED STATES TREAS NTS | | 09/12/2013 | VARIOUS BOENNING & SCATTERGOOD | | 4,140,972 | 4,265,000 | 4,197,448 | .0 | .0 | 1,848 | .0 | 1,848 | .0 | 4,199,296 | .0 | (58,323) | (58,323) | 6,547 | 11/30/2017 | 1 |
| 912828-VU-1 | UNITED STATES TREAS NTS | | 09/25/2013 | IN | | 12,002,344 | 12,000,000 | 11,981,250 | .0 | .0 | 519 | .0 | 519 | .0 | 11,981,769 | .0 | 20,575 | 20,575 | 3,356 | 08/31/2015 | 1 |
| 912828-BD-1 | UNITED STATES TREAS NTS TIPS | | 07/15/2013 | MATURITY GREENWICH CAPITAL MKTS, | | 216,671 | 171,000 | 221,942 | 219,826 | (3,836) | (4,460) | .0 | (8,296) | .0 | 211,530 | .0 | 5,140 | 5,140 | 4,046 | 07/15/2013 | 1 |
| 912828-CP-3 | UNITED STATES TREAS NTS TIPS | | 07/02/2013 | I | | 534,057 | 420,000 | 534,057 | .0 | .0 | .0 | .0 | .0 | .0 | 534,057 | .0 | .0 | .0 | 9,152 | 07/15/2014 | 1 |
| 911760-PP-3 | US VA VENDEE MTG TR 2002-1 | | 09/15/2013 | PRINCIPAL RECEIPT | | 64,946 | 64,946 | 77,286 | .0 | .0 | (12,340) | .0 | (12,340) | .0 | 64,946 | .0 | .0 | .0 | 621 | 08/15/2031 | 1 |
| 0599999 Subtotal - Bonds - U.S. Governments | | | | | | 86,777,558 | 88,007,569 | 87,232,296 | 20,922,651 | (3,836) | (217,560) | 0 | (221,396) | 0 | 86,996,959 | 0 | (219,400) | (219,400) | 626,889 | XXX | XXX |
| 683234-C5-5 | ONTARIO PROV CDA | I | 09/05/2013 | MERRILL LYNCH PROFESSNL | | 1,447,470 | 1,500,000 | 1,463,445 | .0 | .0 | 411 | .0 | 411 | .0 | 1,463,856 | .0 | (16,386) | (16,386) | 1,300 | 02/14/2018 | 1FE |
| 68323A-BM-5 | PROVINCE OF ONTARIO | I | 08/16/2013 | MERRILL LYNCH PROFESSNL | | 1,471,170 | 1,500,000 | 1,498,635 | .0 | .0 | 138 | .0 | 138 | .0 | 1,498,773 | .0 | (27,603) | (27,603) | 13,567 | 10/25/2017 | 1FE |
| 71656L-AS-0 | PETROLEOS MEXICANOS MTN 144A | R | 08/30/2013 | EXCHANGE | | 34,844 | 35,000 | 34,840 | .0 | .0 | 4 | .0 | 4 | .0 | 34,844 | .0 | .0 | .0 | 0 | 07/18/2018 | 1FE |
| 1099999 Subtotal - Bonds - All Other Governments | | | | | | 2,953,484 | 3,035,000 | 2,996,920 | 0 | 0 | 553 | 0 | 553 | 0 | 2,997,473 | 0 | (43,989) | (43,989) | 14,867 | XXX | XXX |
| 546415-H2-9 | LOUISIANA ST | | 08/19/2013 | M LYNCH, PIERCE, FENNER, & S | | 40,628 | 35,000 | 44,534 | 44,381 | .0 | (652) | .0 | (652) | .0 | 43,729 | .0 | (3,101) | (3,101) | 2,017 | 07/15/2021 | 1FE |
| 1799999 Subtotal - Bonds - U.S. States, Territories and Possessions | | | | | | 40,628 | 35,000 | 44,534 | 44,381 | 0 | (652) | 0 | (652) | 0 | 43,729 | 0 | (3,101) | (3,101) | 2,017 | XXX | XXX |
| 442331-QM-9 | HOUSTON TEX | | 08/21/2013 | CHASE SECURITIES, INC. | | 199,737 | 180,000 | 222,561 | 221,872 | .0 | (1,669) | .0 | (1,669) | .0 | 220,203 | .0 | (20,466) | (20,466) | 11,165 | 03/01/2032 | 1FE |
| 64966J-D8-6 | NEW YORK N Y | | 08/20/2013 | FUND-FUNDS I I | | 44,985 | 40,000 | 49,522 | 49,127 | .0 | (569) | .0 | (569) | .0 | 48,558 | .0 | (3,573) | (3,573) | 1,789 | 04/01/2023 | 1FE |
| 2499999 Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions | | | | | | 244,722 | 220,000 | 272,083 | 270,999 | 0 | (2,238) | 0 | (2,238) | 0 | 268,761 | 0 | (24,039) | (24,039) | 12,954 | XXX | XXX |
| 3128LX-S7-6 | FHLMC GOLD #G02342 | | 09/15/2013 | PRINCIPAL RECEIPT | | 103,096 | 103,096 | 112,101 | 112,093 | .0 | (8,997) | .0 | (8,997) | .0 | 103,096 | .0 | .0 | .0 | 3,318 | 10/01/2036 | 1 |
| 3128M5-K5-8 | FHLMC GOLD #G03616 | | 09/15/2013 | PRINCIPAL RECEIPT | | 62,345 | 62,345 | 69,164 | 69,157 | .0 | (6,812) | .0 | (6,812) | .0 | 62,345 | .0 | .0 | .0 | 2,407 | 12/01/2037 | 1 |
| 3128M5-NQ-9 | FHLMC GOLD #G03699 | | 09/15/2013 | PRINCIPAL RECEIPT | | 63,026 | 68,748 | 68,715 | 68,715 | .0 | (5,689) | .0 | (5,689) | .0 | 63,026 | .0 | .0 | .0 | 2,444 | 01/01/2038 | 1 |
| 3128JN-RT-4 | FHLMC PC 1YR L180R VR | | 09/15/2013 | PRINCIPAL RECEIPT | | 116,155 | 125,520 | 125,608 | 125,608 | .0 | (9,453) | .0 | (9,453) | .0 | 116,155 | .0 | .0 | .0 | 4,673 | 03/01/2037 | 1 |
| 3128MT-GK-9 | FHLMC PC GOLD 10/20 I I | | 09/15/2013 | PRINCIPAL RECEIPT | | 27,586 | 27,586 | 27,943 | 27,932 | .0 | (346) | .0 | (346) | .0 | 27,586 | .0 | .0 | .0 | 1,184 | 09/01/2037 | 1 |
| 3128MT-XG-8 | FHLMC PC GOLD 10/20 I I | | 09/15/2013 | PRINCIPAL RECEIPT | | 1,344 | 1,344 | 1,358 | 1,358 | .0 | (14) | .0 | (14) | .0 | 1,344 | .0 | .0 | .0 | 56 | 08/01/2036 | 1 |
| 3128UN-DB-5 | FHLMC PC GOLD 10/20 I I | | 09/15/2013 | PRINCIPAL RECEIPT | | 9,967 | 9,967 | 10,110 | 10,105 | .0 | (139) | .0 | (139) | .0 | 9,967 | .0 | .0 | .0 | 407 | 10/01/2037 | 1 |
| 3128UN-GE-6 | FHLMC PC GOLD 10/20 I I | | 09/15/2013 | PRINCIPAL RECEIPT | | 34,909 | 34,909 | 37,058 | 37,021 | .0 | (2,111) | .0 | (2,111) | .0 | 34,909 | .0 | .0 | .0 | 1,459 | 10/01/2038 | 1 |
| 3128PR-P8-6 | FHLMC PC GOLD 15 YR | | 09/15/2013 | PRINCIPAL RECEIPT | | 125,666 | 125,666 | 132,264 | 131,905 | .0 | (6,239) | .0 | (6,239) | .0 | 125,666 | .0 | .0 | .0 | 3,646 | 05/01/2025 | 1 |
| 3128P7-DM-2 | FHLMC PC GOLD CASH 20 | | 09/15/2013 | PRINCIPAL RECEIPT | | 38,276 | 38,276 | 39,053 | 38,986 | .0 | (710) | .0 | (710) | .0 | 38,276 | .0 | .0 | .0 | 1,587 | 12/01/2026 | 1 |
| 31292H-GP-3 | FHLMC PC GOLD CASH 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 422 | 422 | 427 | 426 | .0 | (5) | .0 | (5) | .0 | 422 | .0 | .0 | .0 | 18 | 12/01/2030 | 1 |
| 31292S-AB-6 | FHLMC PC GOLD CASH 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 79,456 | 79,456 | 82,845 | 82,877 | .0 | (3,421) | .0 | (3,421) | .0 | 79,456 | .0 | .0 | .0 | 1,529 | 06/01/2042 | 1 |
| 31292S-AG-5 | FHLMC PC GOLD CASH 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 3,305 | 3,305 | 3,533 | 3,533 | .0 | (227) | .0 | (227) | .0 | 3,305 | .0 | .0 | .0 | 72 | 08/01/2042 | 1 |
| 31292S-BD-1 | FHLMC PC GOLD CASH 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 6,437 | 6,437 | 6,822 | .0 | .0 | (385) | .0 | (385) | .0 | 6,437 | .0 | .0 | .0 | 51 | 03/01/2043 | 1 |
| 31292S-BK-5 | FHLMC PC GOLD CASH 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 8,318 | 8,318 | 8,593 | .0 | .0 | (274) | .0 | (274) | .0 | 8,318 | .0 | .0 | .0 | 40 | 05/01/2043 | 1 |
| 3132L5-A2-9 | FHLMC PC GOLD C1 30YR | | 09/15/2013 | PRINCIPAL RECEIPT | | 2,084 | 2,084 | 2,165 | .0 | .0 | (81) | .0 | (81) | .0 | 2,084 | .0 | .0 | .0 | 20 | 04/01/2043 | 1 |
| 3128MB-Y5-0 | FHLMC PC GOLD COMB 15 | | 09/15/2013 | PRINCIPAL RECEIPT | | 273,521 | 294,548 | 294,210 | 294,210 | .0 | (20,688) | .0 | (20,688) | .0 | 273,521 | .0 | .0 | .0 | 8,739 | 06/01/2023 | 1 |
| 3128MC-4J-1 | FHLMC PC GOLD COMB 15 | | 09/15/2013 | PRINCIPAL RECEIPT | | 43,559 | 43,559 | 46,353 | 46,356 | .0 | (2,797) | .0 | (2,797) | .0 | 43,559 | .0 | .0 | .0 | 1,116 | 08/01/2026 | 1 |
| 3128MC-A9-6 | FHLMC PC GOLD COMB 15 | | 09/15/2013 | PRINCIPAL RECEIPT | | 68,365 | 68,365 | 74,603 | .0 | .0 | (6,238) | .0 | (6,238) | .0 | 68,365 | .0 | .0 | .0 | 1,769 | 01/01/2024 | 1 |
| 3128MC-GV-1 | FHLMC PC GOLD COMB 15 | | 09/15/2013 | PRINCIPAL RECEIPT | | 17,033 | 17,033 | 18,537 | 18,521 | .0 | (1,488) | .0 | (1,488) | .0 | 17,033 | .0 | .0 | .0 | 596 | 02/01/2024 | 1 |
| 3128MC-GE-3 | FHLMC PC GOLD COMB 15 | | 09/15/2013 | PRINCIPAL RECEIPT | | 32,577 | 32,577 | 34,991 | 34,984 | .0 | (2,407) | .0 | (2,407) | .0 | 32,577 | .0 | .0 | .0 | 932 | 06/01/2025 | 1 |
| 3128MC-VU-6 | FHLMC PC GOLD COMB 15 | | 09/15/2013 | PRINCIPAL RECEIPT | | 151,140 | 151,140 | 161,531 | .0 | .0 | (10,391) | .0 | (10,391) | .0 | 151,140 | .0 | .0 | .0 | 2,646 | 05/01/2025 | 1 |
| 3128MD-AH-6 | FHLMC PC GOLD COMB 15 | | 09/15/2013 | PRINCIPAL RECEIPT | | 157,402 | 157,402 | 167,288 | .0 | .0 | (9,887) | .0 | (9,887) | .0 | 157,402 | .0 | .0 | .0 | 2,445 | 11/01/2026 | 1 |
| 3128MD-H3-0 | FHLMC PC GOLD COMB 15 | | 09/15/2013 | PRINCIPAL RECEIPT | | 356,329 | 356,329 | 382,720 | 383,403 | .0 | (27,074) | .0 | (27,074) | .0 | 356,329 | .0 | .0 | .0 | 10,209 | 09/01/2026 | 1 |
| 3128MD-H8-9 | FHLMC PC GOLD COMB 15 | | 09/15/2013 | PRINCIPAL RECEIPT | | 105,614 | 105,614 | 112,100 | 112,412 | .0 | (6,797) | .0 | (6,797) | .0 | 105,614 | .0 | .0 | .0 | 2,680 | 06/01/2026 | 1 |
| 3128MD-KB-8 | FHLMC PC GOLD COMB 15 | | 09/15/2013 | PRINCIPAL RECEIPT | | 274,908 | 274,908 | 294,281 | 294,260 | .0 | (19,351) | .0 | (19,351) | .0 | 274,908 | .0 | .0 | .0 | 7,984 | 07/01/2026 | 1 |
| 3128MH-QT-3 | FHLMC PC GOLD COMB 15 | | 09/15/2013 | PRINCIPAL RECEIPT | | 1,117 | 1,117 | 1,142 | .0 | .0 | (25) | .0 | (25) | .0 | 1,117 | .0 | .0 | .0 | 4 | 05/01/2028 | 1 |
| 31283G-2C-0 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 3,955 | 3,955 | 4,429 | 4,438 | .0 | (483) | .0 | (483) | .0 | 3,955 | .0 | .0 | .0 | 189 | 10/01/2027 | 1 |
| 31283H-6C-4 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 5,514 | 5,514 | 5,620 | 5,614 | .0 | (101) | .0 | (101) | .0 | 5,514 | .0 | .0 | .0 | 230 | 12/01/2032 | 1 |
| 31283H-6D-2 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 15,559 | 15,559 | 15,906 | 15,882 | .0 | (322) | .0 | (322) | .0 | 15,559 | .0 | .0 | .0 | 656 | 12/01/2031 | 1 |
| 31283H-WY-7 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 9,543 | 9,543 | 10,374 | 10,408 | .0 | (865) | .0 | (865) | .0 | 9,543 | .0 | .0 | .0 | 337 | 06/01/2033 | 1 |
| 3128M4-W9-0 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 19,260 | 19,260 | 20,795 | .0 | .0 | (1,535) | .0 | (1,535) | .0 | 19,260 | .0 | .0 | .0 | .0 | 11/01/2036 | 1 |
| 3128M5-NP-1 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 88,156 | 88,156 | 96,944 | 96,953 | .0 | (8,797) | .0 | (8,797) | .0 | 88,156 | .0 | .0 | .0 | 3,409 | 12/01/2037 | 1 |
| 3128M5-QY-9 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 126,038 | 126,038 | 139,690 | 139,957 | .0 | (13,919) | .0 | (13,919) | .0 | 126,038 | .0 | .0 | .0 | 5,269 | 01/01/2038 | 1 |
| 3128M6-FT-0 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 37,476 | 37,476 | 38,893 | 38,888 | .0 | (1,412) | .0 | (1,412) | .0 | 37,476 | .0 | .0 | .0 | 1,568 | 03/01/2038 | 1 |
| 3128M6-XU-7 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 20,711 | 20,711 | 22,666 | .0 | .0 | (1,955) | .0 | (1,955) | .0 | 20,711 | .0 | .0 | .0 | 0 | 01/01/2038 | 1 |

STATEMENT AS OF SEPTEMBER 30, 2013 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Change In Book/Adjusted Carrying Value | | | | | 16 | 17 | 18 | 19 | 20 | 21 | 22 |
|-----------------------|--------------------------|--------------|------------------|----------------------|---------------------------------|--------------------|-----------|----------------|--|--|--|---|---|---|---|--|---|-------------------------------------|--|--|---|
| | | | | | | | | | | 11 | 12 | 13 | 14 | 15 | | | | | | | |
| CUSIP Ident-ification | Description | For- eign | Disposal Date | Name of Purchaser | Number of Shares of Stock | Consid- eration | Par Value | Actual Cost | Prior Year Book/ Adjusted Carrying Value | Unrealized Valuation Increase/ (Decrease) | Current Year's (Amor- tization)/ Accretion | Current Year's Other Than Temporary Impairment Recogn- ized | Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13) | Total Foreign Exchange Change in Book /Adjusted Carrying Value | Book/ Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Interest/ Stock Dividends Received During Year | Stated Con- tractual Maturity Date | NAIC Desig- nation or Market In- dicator (a) |
| 3128M7-5T-9 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 5,719 | 5,719 | 6,183 | 6,196 | 0 | (478) | 0 | (478) | 0 | 5,719 | 0 | 0 | 0 | .181 | 08/01/2040 | 1 |
| 3128M7-PU-4 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 78,986 | 78,986 | 84,811 | 84,811 | 0 | (5,825) | 0 | (5,825) | 0 | 78,986 | 0 | 0 | 0 | .767 | 07/01/2039 | 1 |
| 3128M7-TQ-9 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 10,958 | 10,958 | 11,595 | 11,595 | 0 | (637) | 0 | (637) | 0 | 10,958 | 0 | 0 | 0 | .0 | 10/01/2039 | 1 |
| 3128M7-YJ-9 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 157,130 | 157,130 | 170,707 | 170,707 | 0 | (13,577) | 0 | (13,577) | 0 | 157,130 | 0 | 0 | 0 | 2,926 | 12/01/2039 | 1 |
| 3128M7-Z3-3 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 51,347 | 51,347 | 54,388 | 54,281 | 0 | (2,934) | 0 | (2,934) | 0 | 51,347 | 0 | 0 | 0 | 1,813 | 07/01/2035 | 1 |
| 3128M8-4R-2 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 120,476 | 120,476 | 131,696 | 131,650 | 0 | (11,174) | 0 | (11,174) | 0 | 120,476 | 0 | 0 | 0 | 4,656 | 03/01/2040 | 1 |
| 3128M8-6L-3 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 137,432 | 137,432 | 151,176 | 151,329 | 0 | (13,896) | 0 | (13,896) | 0 | 137,432 | 0 | 0 | 0 | 4,823 | 12/01/2038 | 1 |
| 3128M8-AW-4 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 113,250 | 113,250 | 122,452 | 122,636 | 0 | (9,386) | 0 | (9,386) | 0 | 113,250 | 0 | 0 | 0 | 4,007 | 01/01/2040 | 1 |
| 3128M8-CB-8 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 346,526 | 346,526 | 380,637 | 380,657 | 0 | (34,132) | 0 | (34,132) | 0 | 346,526 | 0 | 0 | 0 | 13,350 | 05/01/2040 | 1 |
| 3128M8-CW-2 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 12,802 | 12,802 | 14,402 | 14,421 | 0 | (1,619) | 0 | (1,619) | 0 | 12,802 | 0 | 0 | 0 | 539 | 09/01/2038 | 1 |
| 3128M8-H5-6 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 180 | 180 | 188 | 188 | 0 | (7) | 0 | (7) | 0 | 180 | 0 | 0 | 0 | .0 | 02/01/2041 | 1 |
| 3128M8-HG-2 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 3,156 | 3,156 | 3,324 | 3,326 | 0 | (170) | 0 | (170) | 0 | 3,156 | 0 | 0 | 0 | .80 | 12/01/2040 | 1 |
| 3128M8-R3-0 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 5,552 | 5,552 | 5,975 | 5,976 | 0 | (424) | 0 | (424) | 0 | 5,552 | 0 | 0 | 0 | .139 | 12/01/2040 | 1 |
| 3128M8-Z7-2 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 43,195 | 43,195 | 47,106 | 47,165 | 0 | (3,970) | 0 | (3,970) | 0 | 43,195 | 0 | 0 | 0 | 1,387 | 09/01/2041 | 1 |
| 3128M9-B7-6 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 641,357 | 641,357 | 710,202 | 710,622 | 0 | (69,266) | 0 | (69,266) | 0 | 641,357 | 0 | 0 | 0 | 24,925 | 05/01/2040 | 1 |
| 3128M9-D2-5 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 101,386 | 101,386 | 108,768 | 108,768 | 0 | (7,382) | 0 | (7,382) | 0 | 101,386 | 0 | 0 | 0 | .688 | 09/01/2039 | 1 |
| 3128M9-LV-2 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 6,919 | 6,919 | 7,228 | 7,228 | 0 | (309) | 0 | (309) | 0 | 6,919 | 0 | 0 | 0 | .47 | 12/01/2042 | 1 |
| 3128MJ-O4-5 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 12,022 | 12,022 | 12,713 | 12,721 | 0 | (699) | 0 | (699) | 0 | 12,022 | 0 | 0 | 0 | .305 | 01/01/2042 | 1 |
| 3128MJ-O9-4 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | VARIOUS | | 3,319,880 | 3,338,362 | 3,553,269 | 3,553,269 | 0 | (16,230) | 0 | (16,230) | 0 | 3,537,039 | 0 | (217,159) | (217,159) | 76,500 | 03/01/2042 | 1 |
| 3128MJ-RV-4 | FHLMC PC GOLD COMB 30 | | 08/26/2013 | VARIOUS | | 3,992,919 | 4,188,164 | 4,366,816 | 4,368,501 | 0 | (5,455) | 0 | (5,455) | 0 | 4,363,046 | 0 | (370,128) | (370,128) | 93,542 | 07/01/2042 | 1 |
| 312936-NA-1 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 58,480 | 58,480 | 62,400 | 62,457 | 0 | (3,977) | 0 | (3,977) | 0 | 58,480 | 0 | 0 | 0 | .1,678 | 10/01/2039 | 1 |
| 312941-NS-2 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 11,470 | 11,470 | 12,402 | 12,422 | 0 | (952) | 0 | (952) | 0 | 11,470 | 0 | 0 | 0 | .363 | 07/01/2040 | 1 |
| 312941-SV-0 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | VARIOUS | | 28,725 | 27,984 | 29,894 | 29,895 | 0 | (591) | 0 | (591) | 0 | 29,304 | 0 | (579) | (579) | .698 | 08/01/2040 | 1 |
| 312943-DQ-3 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 51,612 | 51,612 | 55,854 | 55,892 | 0 | (4,280) | 0 | (4,280) | 0 | 51,612 | 0 | 0 | 0 | 1,472 | 10/01/2040 | 1 |
| 312943-UJ-0 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 9,626 | 9,626 | 10,283 | 10,283 | 0 | (657) | 0 | (657) | 0 | 9,626 | 0 | 0 | 0 | .244 | 11/01/2040 | 1 |
| 312944-FE-6 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 5,591 | 5,591 | 5,916 | 5,920 | 0 | (329) | 0 | (329) | 0 | 5,591 | 0 | 0 | 0 | .141 | 12/01/2040 | 1 |
| 312945-AM-0 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 16,733 | 16,733 | 17,888 | 17,888 | 0 | (1,156) | 0 | (1,156) | 0 | 16,733 | 0 | 0 | 0 | .146 | 01/01/2041 | 1 |
| 312945-DS-4 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 1,552 | 1,552 | 1,635 | 1,636 | 0 | (84) | 0 | (84) | 0 | 1,552 | 0 | 0 | 0 | .39 | 01/01/2041 | 1 |
| 312945-KY-9 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 14,845 | 14,845 | 15,668 | 15,677 | 0 | (832) | 0 | (832) | 0 | 14,845 | 0 | 0 | 0 | .367 | 02/01/2041 | 1 |
| 312945-ZD-3 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 1,911 | 1,911 | 1,980 | 1,980 | 0 | (70) | 0 | (70) | 0 | 1,911 | 0 | 0 | 0 | .0 | 02/01/2041 | 1 |
| 31296R-ZH-4 | FHLMC PC GOLD COMB 30 | | 09/15/2013 | PRINCIPAL RECEIPT | | 27,390 | 27,390 | 29,765 | 29,864 | 0 | (2,474) | 0 | (2,474) | 0 | 27,390 | 0 | 0 | 0 | .967 | 01/01/2034 | 1 |
| 3132QK-2F-2 | FHLMC PC GOLD PC 30YR | | 09/15/2013 | PRINCIPAL RECEIPT | | 5,864 | 5,864 | 6,271 | 6,273 | 0 | (409) | 0 | (409) | 0 | 5,864 | 0 | 0 | 0 | .141 | 12/01/2041 | 1 |
| 3132GL-DR-2 | FHLMC PC GOLD PC 30YR | | 08/27/2013 | VARIOUS | | 802,705 | 778,463 | 829,672 | 830,366 | 0 | (1,482) | 0 | (1,482) | 0 | 828,884 | 0 | (26,179) | (26,179) | 23,238 | 12/01/2041 | 1 |
| 3132GT-PY-7 | FHLMC PC GOLD PC 30YR | | 09/19/2013 | VARIOUS | | 1,329,665 | 1,337,484 | 1,344,172 | 1,344,172 | 0 | (64) | 0 | (64) | 0 | 1,344,108 | 0 | (14,443) | (14,443) | 11,346 | 05/01/2042 | 1 |
| 3132HM-K9-1 | FHLMC PC GOLD PC 30YR | | 09/15/2013 | PRINCIPAL RECEIPT | | 31,486 | 31,486 | 33,532 | 33,545 | 0 | (2,059) | 0 | (2,059) | 0 | 31,486 | 0 | 0 | 0 | .708 | 09/01/2042 | 1 |
| 3132HQ-4K-5 | FHLMC PC GOLD PC 30YR | | 09/15/2013 | PRINCIPAL RECEIPT | | 8,755 | 8,755 | 9,163 | 9,171 | 0 | (416) | 0 | (416) | 0 | 8,755 | 0 | 0 | 0 | .169 | 01/01/2043 | 1 |
| 3132J8-6L-9 | FHLMC PC GOLD PC 30YR | | 09/15/2013 | PRINCIPAL RECEIPT | | 4,091 | 4,091 | 4,244 | 4,244 | 0 | (153) | 0 | (153) | 0 | 4,091 | 0 | 0 | 0 | .26 | 04/01/2043 | 1 |
| 3132ZY-U3-3 | FHLMC PC JUMBO 30 YEAR | | 09/15/2013 | PRINCIPAL RECEIPT | | 57,426 | 57,426 | 58,180 | 58,191 | 0 | (765) | 0 | (765) | 0 | 57,426 | 0 | 0 | 0 | .870 | 10/01/2042 | 1 |
| 31392P-BJ-3 | FHLMC REMIC SERIES 2456 | | 09/15/2013 | PRINCIPAL RECEIPT | | 48,014 | 48,014 | 48,802 | 48,909 | 0 | (895) | 0 | (895) | 0 | 48,014 | 0 | 0 | 0 | 2,062 | 06/15/2032 | 1 |
| 31397C-K5-7 | FHLMC REMIC SERIES 3243 | | 09/15/2013 | PRINCIPAL RECEIPT | | 16,173 | 16,173 | 17,325 | 17,177 | 0 | (1,004) | 0 | (1,004) | 0 | 16,173 | 0 | 0 | 0 | .528 | 11/15/2036 | 1 |
| 3137AY-CD-1 | FHLMC REMIC SERIES K-025 | | 09/25/2013 | PRINCIPAL RECEIPT | | 572 | 572 | 584 | 584 | 0 | (11) | 0 | (11) | 0 | 572 | 0 | 0 | 0 | .5 | 04/25/2022 | 1 |
| 31392M-EM-0 | FHLMC REMIC SERIES T0041 | | 09/25/2013 | PRINCIPAL RECEIPT | | 1,418 | 1,418 | 1,473 | 1,420 | 0 | (2) | 0 | (2) | 0 | 1,418 | 0 | 0 | 0 | .59 | 07/25/2032 | 1 |
| 3133T1-W8-1 | FHLMC SERIES 1608 | | 09/15/2013 | PRINCIPAL RECEIPT | | 6,355 | 6,355 | 6,786 | 6,435 | 0 | (80) | 0 | (80) | 0 | 6,355 | 0 | 0 | 0 | .263 | 09/15/2023 | 1 |
| 3138EH-SF-0 | | | | | | | | | | | | | | | | | | | | | |

STATEMENT AS OF SEPTEMBER 30, 2013 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Change In Book/Adjusted Carrying Value | | | | | 16 | 17 | 18 | 19 | 20 | 21 | 22 |
|-----------------------|----------------------------|----------|---------------|-------------------|---------------------------|----------------|-----------|-------------|--|---|---|---|--|--|--|--|----------------------------------|-------------------------------|---|-----------------------------------|--|
| | | | | | | | | | | 11 | 12 | 13 | 14 | 15 | | | | | | | |
| CUSIP Ident-ification | Description | For-eign | Disposal Date | Name of Purchaser | Number of Shares of Stock | Consid-eration | Par Value | Actual Cost | Prior Year Book/ Adjusted Carrying Value | Unrealized Valuation Increase/ (Decrease) | Current Year's (Amor-tization)/ Accretion | Other Than Temporary Impairment Recogn-ized | Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13) | Total Foreign Exchange Change in Book /Adjusted Carrying Value | Book/ Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Interest/ Stock Dividends Received During Year | Stated Con-tractual Maturity Date | NAIC Design-ation or Market In-dicator (a) |
| 31417D-CC-5 | FNMA PASS-THRU INT 15 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 12,660 | 12,660 | 13,256 | 13,271 | .0 | (.611) | .0 | (.611) | .0 | 12,660 | .0 | .0 | .0 | 198 | 10/01/2027 | 1 |
| 31418A-EG-9 | FNMA PASS-THRU INT 15 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 17,563 | 17,563 | 18,628 | 18,629 | .0 | (1,066) | .0 | (1,066) | .0 | 17,563 | .0 | .0 | .0 | 371 | 04/01/2027 | 1 |
| 31418M-PE-6 | FNMA PASS-THRU INT 15 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 221,164 | 221,164 | 242,175 | .0 | .0 | (21,011) | .0 | (21,011) | .0 | 221,164 | .0 | .0 | .0 | 1,913 | 11/01/2023 | 1 |
| 31371M-GB-7 | FNMA PASS-THRU INT 20 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 54,592 | 54,592 | 59,266 | .0 | .0 | (4,674) | .0 | (4,674) | .0 | 54,592 | .0 | .0 | .0 | 1,103 | 10/01/2025 | 1 |
| 31371N-A5-4 | FNMA PASS-THRU INT 20 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 17,094 | 17,094 | 17,439 | 17,407 | .0 | (313) | .0 | (313) | .0 | 17,094 | .0 | .0 | .0 | 711 | 02/01/2027 | 1 |
| 31403D-DS-5 | FNMA PASS-THRU LNG 15+ YR | | 09/25/2013 | PRINCIPAL RECEIPT | | 273,699 | 273,699 | 304,234 | 304,573 | .0 | (30,874) | .0 | (30,874) | .0 | 273,699 | .0 | .0 | .0 | 9,844 | 01/01/2036 | 1 |
| 31369H-LZ-4 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 126,627 | 126,627 | 133,750 | 133,576 | .0 | (6,949) | .0 | (6,949) | .0 | 126,627 | .0 | .0 | .0 | 4,907 | 12/01/2033 | 1 |
| 31371K-K7-5 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 19,381 | 19,381 | 21,901 | 21,971 | .0 | (2,589) | .0 | (2,589) | .0 | 19,381 | .0 | .0 | .0 | 934 | 02/01/2032 | 1 |
| 31371K-T9-2 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 7,039 | 7,039 | 7,061 | 7,057 | .0 | (17) | .0 | (17) | .0 | 7,039 | .0 | .0 | .0 | 247 | 09/01/2032 | 1 |
| 31371K-VH-1 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 3,489 | 3,489 | 3,629 | 3,622 | .0 | (133) | .0 | (133) | .0 | 3,489 | .0 | .0 | .0 | 149 | 11/01/2032 | 1 |
| 31371N-H4-0 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 19,459 | 19,459 | 20,391 | 20,372 | .0 | (913) | .0 | (913) | .0 | 19,459 | .0 | .0 | .0 | 872 | 08/01/2037 | 1 |
| 31384W-LF-5 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 10,600 | 10,600 | 11,026 | 10,997 | .0 | (396) | .0 | (396) | .0 | 10,600 | .0 | .0 | .0 | 444 | 05/01/2031 | 1 |
| 31385J-F8-6 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 6,497 | 6,497 | 6,758 | 6,744 | .0 | (246) | .0 | (246) | .0 | 6,497 | .0 | .0 | .0 | 273 | 06/01/2032 | 1 |
| 31385J-JF-6 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 2,881 | 2,881 | 2,996 | 2,990 | .0 | (109) | .0 | (109) | .0 | 2,881 | .0 | .0 | .0 | 119 | 07/01/2032 | 1 |
| 31385W-V6-3 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 7,028 | 7,028 | 7,310 | 7,295 | .0 | (267) | .0 | (267) | .0 | 7,028 | .0 | .0 | .0 | 281 | 10/01/2032 | 1 |
| 31385X-F8-5 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 14,265 | 14,265 | 15,576 | 15,626 | .0 | (1,361) | .0 | (1,361) | .0 | 14,265 | .0 | .0 | .0 | 500 | 07/01/2033 | 1 |
| 3138A2-AX-7 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 10,727 | 10,727 | 11,124 | .0 | .0 | (397) | .0 | (397) | .0 | 10,727 | .0 | .0 | .0 | 36 | 12/01/2040 | 1 |
| 3138A2-BX-6 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 22,851 | 22,851 | 24,579 | 24,605 | .0 | (1,754) | .0 | (1,754) | .0 | 22,851 | .0 | .0 | .0 | 640 | 12/01/2040 | 1 |
| 3138AT-EX-4 | FNMA PASS-THRU LNG 30 YEAR | | 08/27/2013 | VARIOUS | | 3,497,130 | 3,395,518 | 3,644,346 | .0 | .0 | (19,681) | .0 | (19,681) | .0 | 3,624,665 | .0 | (127,535) | (127,535) | 89,207 | 10/01/2041 | 1 |
| 3138AV-GD-1 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 330,609 | 330,609 | 354,992 | 355,456 | .0 | (24,846) | .0 | (24,846) | .0 | 330,609 | .0 | .0 | .0 | 9,269 | 11/01/2041 | 1 |
| 3138EG-FA-7 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 21,625 | 21,625 | 23,172 | .0 | .0 | (1,548) | .0 | (1,548) | .0 | 21,625 | .0 | .0 | .0 | 120 | 05/01/2041 | 1 |
| 3138EG-H5-6 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 66,153 | 66,153 | 71,931 | .0 | .0 | (5,778) | .0 | (5,778) | .0 | 66,153 | .0 | .0 | .0 | 429 | 07/01/2037 | 1 |
| 3138EH-3F-7 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 24,755 | 24,755 | 26,445 | .0 | .0 | (1,690) | .0 | (1,690) | .0 | 24,755 | .0 | .0 | .0 | 278 | 10/01/2041 | 1 |
| 3138EH-GP-1 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 15,049 | 15,049 | 16,137 | 16,185 | .0 | (1,136) | .0 | (1,136) | .0 | 15,049 | .0 | .0 | .0 | 424 | 12/01/2040 | 1 |
| 3138EH-JW-3 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 54,767 | 54,767 | 61,819 | 61,941 | .0 | (7,174) | .0 | (7,174) | .0 | 54,767 | .0 | .0 | .0 | 2,288 | 10/01/2039 | 1 |
| 3138EK-F5-9 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 8,851 | 8,851 | 9,551 | .0 | .0 | (700) | .0 | (700) | .0 | 8,851 | .0 | .0 | .0 | 212 | 12/01/2041 | 1 |
| 3138EK-WB-7 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 81,052 | 81,052 | 86,586 | .0 | .0 | (5,534) | .0 | (5,534) | .0 | 81,052 | .0 | .0 | .0 | 673 | 06/01/2042 | 1 |
| 3138MD-ZA-3 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 17,777 | 17,777 | 18,720 | .0 | .0 | (943) | .0 | (943) | .0 | 17,777 | .0 | .0 | .0 | 147 | 10/01/2042 | 1 |
| 3138MF-TC-1 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 10,810 | 10,810 | 10,884 | .0 | .0 | (74) | .0 | (74) | .0 | 10,810 | .0 | .0 | .0 | 48 | 11/01/2042 | 1 |
| 3138MR-LL-3 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 32,689 | 32,689 | 34,524 | .0 | .0 | (1,835) | .0 | (1,835) | .0 | 32,689 | .0 | .0 | .0 | 511 | 01/01/2043 | 1 |
| 3138NX-KF-3 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 45,354 | 45,354 | 47,551 | .0 | .0 | (2,197) | .0 | (2,197) | .0 | 45,354 | .0 | .0 | .0 | 823 | 01/01/2043 | 1 |
| 3138NX-KJ-5 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 5,176 | 5,176 | 5,017 | .0 | .0 | 159 | .0 | 159 | .0 | 5,176 | .0 | .0 | .0 | 22 | 01/01/2043 | 1 |
| 3138NY-EY-7 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 87,806 | 87,806 | 92,059 | .0 | .0 | (4,253) | .0 | (4,253) | .0 | 87,806 | .0 | .0 | .0 | 1,496 | 01/01/2043 | 1 |
| 3138W0-WP-0 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 13,619 | 13,619 | 14,081 | .0 | .0 | (462) | .0 | (462) | .0 | 13,619 | .0 | .0 | .0 | 56 | 02/01/2043 | 1 |
| 3138W6-BW-5 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | VARIOUS | | 224,246 | 230,382 | 235,734 | .0 | .0 | (162) | .0 | (162) | .0 | 235,572 | .0 | (11,326) | (11,326) | 3,068 | 03/01/2043 | 1 |
| 3138WQ-A2-8 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 1,863 | 1,863 | 1,803 | .0 | .0 | 61 | .0 | 61 | .0 | 1,863 | .0 | .0 | .0 | 4 | 05/01/2043 | 1 |
| 3138WQ-A7-7 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 2,279 | 2,279 | 2,293 | .0 | .0 | (14) | .0 | (14) | .0 | 2,279 | .0 | .0 | .0 | 7 | 05/01/2043 | 1 |
| 3138WU-6F-5 | FNMA PASS-THRU LNG 30 YEAR | | 09/23/2013 | VARIOUS | | 3,209,073 | 3,219,102 | 3,240,227 | .0 | .0 | 69 | .0 | 69 | .0 | 3,240,297 | .0 | (31,224) | (31,224) | 27,501 | 06/01/2043 | 1 |
| 3138WV-4M-0 | FNMA PASS-THRU LNG 30 YEAR | | 08/26/2013 | VARIOUS | | 2,387,883 | 2,500,000 | 2,419,531 | .0 | .0 | (153) | .0 | (153) | .0 | 2,419,378 | .0 | (31,495) | (31,495) | 18,304 | 07/01/2043 | 1 |
| 31391K-5X-1 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 3,221 | 3,221 | 3,351 | 3,343 | .0 | (122) | .0 | (122) | .0 | 3,221 | .0 | .0 | .0 | 141 | 05/01/2032 | 1 |
| 31402C-TT-9 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 107,508 | 107,508 | 118,696 | 118,611 | .0 | (11,103) | .0 | (11,103) | .0 | 107,508 | .0 | .0 | .0 | 4,152 | 02/01/2034 | 1 |
| 31402C-Y3-0 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 35,571 | 35,571 | 38,066 | 38,046 | .0 | (2,475) | .0 | (2,475) | .0 | 35,571 | .0 | .0 | .0 | 1,378 | 03/01/2034 | 1 |
| 31402C-2V-2 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 23,439 | 23,439 | 25,372 | .0 | .0 | (1,934) | .0 | (1,934) | .0 | 23,439 | .0 | .0 | .0 | 98 | 03/01/2035 | 1 |
| 31402C-YV-7 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 14,874 | 14,874 | 16,241 | 16,294 | .0 | (1,420) | .0 | (1,420) | .0 | 14,874 | .0 | .0 | .0 | 520 | 02/01/2035 | 1 |

STATEMENT AS OF SEPTEMBER 30, 2013 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Change In Book/Adjusted Carrying Value | | | | | 16 | 17 | 18 | 19 | 20 | 21 | 22 |
|-----------------------|------------------------------|---------|---------------|-------------------|---------------------------|----------------|-----------|-------------|--|---|---|---|--|--|--|--|----------------------------------|-------------------------------|---|-----------------------------------|--|
| | | | | | | | | | | 11 | 12 | 13 | 14 | 15 | | | | | | | |
| CUSIP Ident-ification | Description | For-ign | Disposal Date | Name of Purchaser | Number of Shares of Stock | Consid-eration | Par Value | Actual Cost | Prior Year Book/ Adjusted Carrying Value | Unrealized Valuation Increase/ (Decrease) | Current Year's (Amor-tization)/ Accretion | Other Than Temporary Impairment Recogn-ized | Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13) | Total Foreign Exchange Change in Book /Adjusted Carrying Value | Book/ Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Interest/ Stock Dividends Received During Year | Stated Con-tractual Maturity Date | NAIC Desig-nation or Market In-dicator (a) |
| 31411B-GT-4 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 66,666 | 66,666 | 73,082 | .0 | .0 | (6,417) | .0 | (6,417) | .0 | 66,666 | .0 | .0 | .0 | .706 | 12/01/2036 | 1 |
| 31414B-WE-6 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 201,458 | 201,458 | 215,907 | 215,780 | .0 | (14,322) | .0 | (14,322) | .0 | 201,458 | .0 | .0 | .0 | 7,137 | 02/01/2038 | 1 |
| 31414J-RL-9 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 196,903 | 196,903 | 214,871 | 214,910 | .0 | (18,006) | .0 | (18,006) | .0 | 196,903 | .0 | .0 | .0 | 7,595 | 01/01/2038 | 1 |
| 31414N-CC-6 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 53,851 | 53,851 | 58,639 | 58,715 | .0 | (4,864) | .0 | (4,864) | .0 | 53,851 | .0 | .0 | .0 | 1,892 | 12/01/2038 | 1 |
| 31416C-JV-9 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 141,875 | 141,875 | 157,659 | 157,820 | .0 | (15,944) | .0 | (15,944) | .0 | 141,875 | .0 | .0 | .0 | 5,518 | 11/01/2038 | 1 |
| 31416T-ZU-6 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 77,247 | 77,247 | 86,130 | 86,365 | .0 | (9,118) | .0 | (9,118) | .0 | 77,247 | .0 | .0 | .0 | 2,711 | 07/01/2039 | 1 |
| 31416W-H3-9 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 53,765 | 53,765 | 58,814 | 58,900 | .0 | (5,135) | .0 | (5,135) | .0 | 53,765 | .0 | .0 | .0 | 1,728 | 06/01/2040 | 1 |
| 31416X-J7-6 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 123,690 | 123,690 | 131,024 | 131,098 | .0 | (7,409) | .0 | (7,409) | .0 | 123,690 | .0 | .0 | .0 | 3,146 | 01/01/2041 | 1 |
| 31417D-ZG-7 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 1,913 | 1,913 | 2,008 | 2,009 | .0 | (96) | .0 | (96) | .0 | 1,913 | .0 | .0 | .0 | 37 | 11/01/2042 | 1 |
| 31417D-2M-4 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 3,912 | 3,912 | 3,919 | .0 | .0 | (7) | .0 | (7) | .0 | 3,912 | .0 | .0 | .0 | 15 | 11/01/2042 | 1 |
| 31417D-3H-4 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 5,878 | 5,878 | 6,187 | 6,202 | .0 | (324) | .0 | (324) | .0 | 5,878 | .0 | .0 | .0 | 136 | 11/01/2042 | 1 |
| 31417D-F9-9 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 1,460 | 1,460 | 1,545 | 1,546 | .0 | (85) | .0 | (85) | .0 | 1,460 | .0 | .0 | .0 | 28 | 10/01/2042 | 1 |
| 31417D-GE-7 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 2,511 | 2,511 | 2,424 | .0 | .0 | 87 | .0 | 87 | .0 | 2,511 | .0 | .0 | .0 | 6 | 10/01/2042 | 1 |
| 31417D-LP-6 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 23,397 | 23,397 | 24,608 | .0 | .0 | (1,211) | .0 | (1,211) | .0 | 23,397 | .0 | .0 | .0 | 340 | 10/01/2042 | 1 |
| 31417D-MU-4 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 1,033 | 1,033 | 1,088 | 1,088 | .0 | (55) | .0 | (55) | .0 | 1,033 | .0 | .0 | .0 | 20 | 10/01/2042 | 1 |
| 31417D-MV-2 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 3,481 | 3,481 | 3,667 | 3,668 | .0 | (187) | .0 | (187) | .0 | 3,481 | .0 | .0 | .0 | 68 | 10/01/2042 | 1 |
| 31417D-QW-6 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 3,821 | 3,821 | 4,020 | 4,021 | .0 | (200) | .0 | (200) | .0 | 3,821 | .0 | .0 | .0 | 69 | 10/01/2042 | 1 |
| 31417E-CK-5 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 2,696 | 2,696 | 2,787 | .0 | .0 | (91) | .0 | (91) | .0 | 2,696 | .0 | .0 | .0 | 38 | 12/01/2042 | 1 |
| 31417E-WG-2 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | VARIOUS | | 744,578 | 767,436 | 790,459 | .0 | .0 | 1,233 | .0 | 1,233 | .0 | 791,693 | .0 | (47,115) | (47,115) | 12,877 | 02/01/2043 | 1 |
| 31417F-U2-2 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 9,655 | 9,655 | 10,050 | .0 | .0 | (395) | .0 | (395) | .0 | 9,655 | .0 | .0 | .0 | 78 | 03/01/2043 | 1 |
| 31417L-CP-8 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 11,527 | 11,527 | 12,262 | .0 | .0 | (735) | .0 | (735) | .0 | 11,527 | .0 | .0 | .0 | 43 | 09/01/2039 | 1 |
| 31417Y-N6-6 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 78,402 | 78,402 | 84,074 | 84,101 | .0 | (5,698) | .0 | (5,698) | .0 | 78,402 | .0 | .0 | .0 | 2,209 | 12/01/2039 | 1 |
| 31417Y-W4-5 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 30,079 | 30,079 | 32,391 | 32,426 | .0 | (2,347) | .0 | (2,347) | .0 | 30,079 | .0 | .0 | .0 | 851 | 03/01/2041 | 1 |
| 31418M-2T-8 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 13,251 | 13,251 | 14,673 | 14,688 | .0 | (1,437) | .0 | (1,437) | .0 | 13,251 | .0 | .0 | .0 | 504 | 10/01/2039 | 1 |
| 31418M-EA-6 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 25,623 | 25,623 | 27,453 | 27,408 | .0 | (1,785) | .0 | (1,785) | .0 | 25,623 | .0 | .0 | .0 | 1,162 | 10/01/2038 | 1 |
| 31418M-GG-1 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 174,941 | 174,941 | 192,681 | 192,627 | .0 | (17,686) | .0 | (17,686) | .0 | 174,941 | .0 | .0 | .0 | 6,144 | 09/01/2038 | 1 |
| 31419A-G4-3 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 10,885 | 10,885 | 11,770 | 11,776 | .0 | (891) | .0 | (891) | .0 | 10,885 | .0 | .0 | .0 | 342 | 08/01/2040 | 1 |
| 31419A-L7-0 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 20,369 | 20,369 | 22,342 | .0 | .0 | (1,973) | .0 | (1,973) | .0 | 20,369 | .0 | .0 | .0 | 102 | 04/01/2040 | 1 |
| 31419A-NJ-2 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 127,901 | 127,901 | 140,331 | 140,484 | .0 | (12,583) | .0 | (12,583) | .0 | 127,901 | .0 | .0 | .0 | 4,510 | 12/01/2039 | 1 |
| 31419A-P5-0 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 27,913 | 27,913 | 31,550 | 31,590 | .0 | (3,678) | .0 | (3,678) | .0 | 27,913 | .0 | .0 | .0 | 1,151 | 10/01/2039 | 1 |
| 31419B-BT-1 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 10,013 | 10,013 | 10,681 | 10,687 | .0 | (673) | .0 | (673) | .0 | 10,013 | .0 | .0 | .0 | 251 | 02/01/2041 | 1 |
| 31419F-FV-3 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 14,811 | 14,811 | 15,880 | 15,896 | .0 | (1,085) | .0 | (1,085) | .0 | 14,811 | .0 | .0 | .0 | 413 | 11/01/2040 | 1 |
| 31419J-SV-1 | FNMA PASS-THRU LNG 30 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 9,308 | 9,308 | 9,877 | .0 | .0 | (569) | .0 | (569) | .0 | 9,308 | .0 | .0 | .0 | 31 | 11/01/2040 | 1 |
| 31371M-6M-4 | FNMA PASS-THRU LNG 10 7-10YR | | 09/25/2013 | PRINCIPAL RECEIPT | | 66,295 | 66,295 | 71,422 | 71,423 | .0 | (5,129) | .0 | (5,129) | .0 | 66,295 | .0 | .0 | .0 | 2,279 | 01/01/2037 | 1 |
| 31371N-LS-2 | FNMA PASS-THRU LNG 10 7-10YR | | 09/25/2013 | PRINCIPAL RECEIPT | | 44,064 | 44,064 | 44,869 | 44,877 | .0 | (813) | .0 | (813) | .0 | 44,064 | .0 | .0 | .0 | 1,873 | 10/01/2037 | 1 |
| 31413Q-PD-4 | FNMA PASS-THRU LNG 10 7-10YR | | 09/25/2013 | PRINCIPAL RECEIPT | | 63,751 | 63,751 | 65,604 | 65,615 | .0 | (1,864) | .0 | (1,864) | .0 | 63,751 | .0 | .0 | .0 | 2,800 | 10/01/2037 | 1 |
| 31418M-XZ-0 | FNMA PASS-THRU LNG 10 7-10YR | | 09/25/2013 | PRINCIPAL RECEIPT | | 39,078 | 39,078 | 41,634 | 41,606 | .0 | (2,527) | .0 | (2,527) | .0 | 39,078 | .0 | .0 | .0 | 1,497 | 05/01/2038 | 1 |
| 31416X-2J-8 | FNMA PASS-THRU SHRT 10 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 99,152 | 99,152 | 105,101 | 104,732 | .0 | (5,580) | .0 | (5,580) | .0 | 99,152 | .0 | .0 | .0 | 2,130 | 05/01/2021 | 1 |
| 31416Y-UL-0 | FNMA PASS-THRU SHRT 10 YEAR | | 09/25/2013 | PRINCIPAL RECEIPT | | 94,585 | 94,585 | 99,315 | 99,033 | .0 | (4,447) | .0 | (4,447) | .0 | 94,585 | .0 | .0 | .0 | 1,793 | 07/01/2021 | 1 |
| 31385W-TY-5 | FNMA POOL #555067 6.5% | | 09/25/2013 | PRINCIPAL RECEIPT | | 1,227 | 1,227 | 1,291 | 1,231 | .0 | (5) | .0 | (5) | .0 | 1,227 | .0 | .0 | .0 | 52 | 12/01/2014 | 1 |
| 31387D-3Q-0 | FNMA POOL #581407 | | 09/25/2013 | PRINCIPAL RECEIPT | | 42 | 42 | 42 | 42 | .0 | (1) | .0 | (1) | .0 | 42 | .0 | .0 | .0 | 2 | 06/01/2031 | 1 |
| 31418M-FD-9 | FNMA POOL #AD0163 | | 09/25/2013 | PRINCIPAL RECEIPT | | 42,193 | 42,193 | 44,593 | 44,542 | .0 | (2,349) | .0 | (2,349) | .0 | 42,193 | .0 | .0 | .0 | 1,622 | 09/01/2039 | 1 |
| 31418M-U5-2 | FNMA POOL #AD0283 | | 09/25/2013 | PRINCIPAL RECEIPT | | 56,552 | 56,552 | 61,642 | 61,249 | .0 | (4,697) | .0 | (4,697) | .0 | 56,552 | .0 | .0 | .0 | 1,992 | 09/01/2024 | 1 |
| 31359W-U5-8 | FNMA REMIC TRUST 1999-51 | | 08/25/2013 | PRINCIPAL RECEIPT | | 38,379 | 38,379 | 39,434 | 38,550 | .0 | (172) | .0 | (172) | .0 | 38,379 | .0 | .0 | .0 | 1,618 | 08/25/2029 | 1 |
| 31392A-JW-9 | FNMA REMIC TRUST 2001-50 | | 09/25/2013</ | | | | | | | | | | | | | | | | | | |

STATEMENT AS OF SEPTEMBER 30, 2013 OF THE CareFirst BlueChoice, Inc

SCHEDULE D - PART 4

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

| CUSIP Ident- ification | Description | 3 For- eign | 4 Disposal Date | 5 Name of Purchaser | 6 Number of Shares of Stock | 7 Consid- eration | 8 Par Value | 9 Actual Cost | 10 Prior Year Book/ Adjusted Carrying Value | Change In Book/Adjusted Carrying Value | | | | | 16 Book/ Adjusted Carrying Value at Disposal Date | 17 Foreign Exchange Gain (Loss) on Disposal | 18 Realized Gain (Loss) on Disposal | 19 Total Gain (Loss) on Disposal | 20 Bond Interest/ Stock Dividends Received During Year | 21 Stated Con- tractual Maturity Date | 22 NAIC Design- ation or Market In- dicator (a) |
|------------------------------|------------------------------------|-----------------------|---------------------------|--|--|-----------------------------|--------------------|-------------------------|--|--|--|--|---|---|---|--|---|---|--|--|---|
| | | | | | | | | | | 11 Unrealized Valuation Increase/ (Decrease) | 12 Current Year's (Amor- tization)/ Accretion | 13 Other Than Temporary Impairment Recog- nized | 14 Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13) | 15 Total Foreign Exchange Change in Book /Adjusted Carrying Value | | | | | | | |
| ...008117-AP-8 | AETNA INC | | ...09/10/2013 | DEUTSCHE BANK SECURITIES | | ...58,115 | ...65,000 | ...63,901 | ...63,916 | ...0 | ...66 | ...0 | ...66 | ...0 | ...63,982 | ...0 | ...(5,868) | ...(5,868) | ...1,519 | ...11/15/2022 | 2FE |
| ...017363-AM-4 | ALLEGHENY ENERGY SUPPLY CO LLC | | ...08/01/2013 | CHASE SECURITIES, INC. | | ...50,911 | ...55,000 | ...62,726 | ...62,642 | ...0 | ...(72) | ...0 | ...(72) | ...0 | ...62,570 | ...0 | ...(11,659) | ...(11,659) | ...3,001 | ...10/15/2039 | 2FE |
| ...00206R-AG-7 | AT&T INC | | ...08/12/2013 | VARIOUS LINSICO/PRIVATE LEDGER | | ...239,051 | ...210,000 | ...264,934 | ...0 | ...0 | ...(301) | ...0 | ...(301) | ...0 | ...264,633 | ...0 | ...(25,582) | ...(25,582) | ...7,258 | ...01/15/2038 | 1FE |
| ...053807-AP-8 | AVNET INC | | ...08/22/2013 | COR | | ...1,024,500 | ...1,000,000 | ...1,088,460 | ...1,040,042 | ...0 | ...(21,164) | ...0 | ...(21,164) | ...0 | ...1,018,878 | ...0 | ...5,622 | ...5,622 | ...55,813 | ...03/15/2014 | 2FE |
| ...12189P-AG-7 | BURLINGTON NORTHERN SANTA FE 8.25% | | ...07/15/2013 | Sink PMT @ 100.0000000 | | ...74 | ...74 | ...74 | ...74 | ...0 | ...0 | ...0 | ...0 | ...0 | ...74 | ...0 | ...0 | ...0 | ...0 | ...01/15/2021 | 1FE |
| ...12189L-AL-5 | BURLINGTON NORTHN SANTA FE CP | | ...08/13/2013 | VARIOUS | | ...218,206 | ...230,000 | ...235,204 | ...49,797 | ...0 | ...(132) | ...0 | ...(132) | ...0 | ...235,079 | ...0 | ...(16,874) | ...(16,874) | ...4,012 | ...09/01/2022 | 2FE |
| ...14040H-BC-8 | CAPITAL ONE FINL CORP 144A | | ...09/26/2013 | EXCHANGE CABRERA CAPITAL MARKETS | | ...1,422,302 | ...1,450,000 | ...1,421,904 | ...0 | ...0 | ...398 | ...0 | ...398 | ...0 | ...1,422,302 | ...0 | ...0 | ...0 | ...0 | ...06/15/2023 | 2FE |
| ...14912L-5J-6 | CATERPILLAR FINL SVCS MTNS BE | | ...09/10/2013 | | | ...270,920 | ...280,000 | ...280,103 | ...94,876 | ...0 | ...2 | ...0 | ...2 | ...0 | ...280,109 | ...0 | ...(9,190) | ...(9,190) | ...1,828 | ...11/06/2017 | 1FE |
| ...151020-AH-7 | GELGENE CORP | | ...09/18/2013 | VARIOUS SG COWEN SECURITIES CORP | | ...428,696 | ...455,000 | ...445,012 | ...0 | ...0 | ...158 | ...0 | ...158 | ...0 | ...445,171 | ...0 | ...(16,475) | ...(16,475) | ...10,859 | ...08/15/2022 | 2FE |
| ...166764-AE-0 | CHEVRON CORP NEW | | ...09/09/2013 | | | ...200,613 | ...205,000 | ...205,000 | ...0 | ...0 | ...0 | ...0 | ...0 | ...0 | ...205,000 | ...0 | ...(4,387) | ...(4,387) | ...749 | ...06/24/2018 | 1FE |
| ...172967-ES-6 | CITIGROUP INC | | ...07/01/2013 | US BANCORP INVESTMENTS | | ...314,795 | ...275,000 | ...309,130 | ...306,572 | ...0 | ...(2,680) | ...0 | ...(2,680) | ...0 | ...303,893 | ...0 | ...10,903 | ...10,903 | ...10,761 | ...05/15/2018 | 1FE |
| ...172967-EH-9 | CITIGROUP INC SR NT 6.125% | | ...07/22/2013 | VARIOUS FIRST TENN SECURITIES | | ...344,997 | ...300,000 | ...333,906 | ...329,597 | ...0 | ...(3,103) | ...0 | ...(3,103) | ...0 | ...326,493 | ...0 | ...18,504 | ...18,504 | ...12,454 | ...11/21/2017 | 1FE |
| ...20030N-AM-3 | COMCAST CORP NEW | | ...09/11/2013 | COR | | ...517,550 | ...450,000 | ...543,551 | ...542,055 | ...0 | ...(1,399) | ...0 | ...(1,399) | ...0 | ...540,657 | ...0 | ...(23,107) | ...(23,107) | ...29,106 | ...03/15/2037 | 1FE |
| ...20030N-AU-5 | COMCAST CORP NEW | | ...09/11/2013 | VARIOUS | | ...1,109,163 | ...950,000 | ...943,208 | ...945,340 | ...0 | ...530 | ...0 | ...530 | ...0 | ...945,870 | ...0 | ...163,293 | ...163,293 | ...50,041 | ...11/15/2017 | 1FE |
| ...12622D-AA-2 | COMM 2010-C1 144A | | ...09/12/2013 | PRINCIPAL RECEIPT | | ...10,167 | ...10,167 | ...10,564 | ...0 | ...0 | ...(397) | ...0 | ...(397) | ...0 | ...10,167 | ...0 | ...0 | ...0 | ...40 | ...07/12/2046 | 1FE |
| ...12624N-AA-8 | COMM MTG TR 2012-LTRT 144A | | ...09/09/2013 | PRINCIPAL RECEIPT CLEARVIEW CORRESPONDENT | | ...30,010 | ...30,010 | ...31,000 | ...0 | ...0 | ...(990) | ...0 | ...(990) | ...0 | ...30,010 | ...0 | ...0 | ...0 | ...357 | ...10/07/2030 | 1FIM |
| ...20986N-AA-3 | CONSOLIDATED RAIL CORP 1995-A | | ...07/29/2013 | S WACHOVIA SECURITIES | | ...24,907 | ...23,580 | ...24,841 | ...23,308 | ...0 | ...23 | ...0 | ...23 | ...0 | ...23,331 | ...0 | ...1,576 | ...1,576 | ...1,486 | ...05/25/2015 | 1FE |
| ...224044-BH-9 | COX COMMUNICATIONS INC NEW | | ...07/02/2013 | CAPIT LINSICO/PRIVATE LEDGER | | ...466,578 | ...425,000 | ...411,919 | ...419,265 | ...0 | ...979 | ...0 | ...979 | ...0 | ...420,244 | ...0 | ...46,334 | ...46,334 | ...17,986 | ...10/01/2015 | 2FE |
| ...22541L-BK-8 | CREDIT SUISSE USA INC | | ...07/17/2013 | COR | | ...1,621,800 | ...1,500,000 | ...1,578,825 | ...1,555,315 | ...0 | ...(11,060) | ...0 | ...(11,060) | ...0 | ...1,544,255 | ...0 | ...77,545 | ...77,545 | ...71,964 | ...08/15/2015 | 1FE |
| ...126410-LM-9 | CSX TRANS INC 2007-1 | | ...07/15/2013 | PRINCIPAL RECEIPT CREDIT SUISSE FIRST | | ...4,692 | ...4,692 | ...4,692 | ...4,692 | ...0 | ...0 | ...0 | ...0 | ...0 | ...4,692 | ...0 | ...0 | ...0 | ...147 | ...01/15/2023 | 1FE |
| ...25746U-BP-3 | DOMINION RESOURCES INC | | ...08/07/2013 | BOSTO | | ...75,540 | ...80,000 | ...79,993 | ...79,993 | ...0 | ...0 | ...0 | ...0 | ...0 | ...79,993 | ...0 | ...(4,453) | ...(4,453) | ...2,011 | ...09/15/2022 | 2FE |
| ...25755T-AC-4 | DOMINOS PIZZA MSTR 2012-1 144A | | ...07/25/2013 | PRINCIPAL RECEIPT MCDONALD & COMPANY | | ...1,088 | ...1,088 | ...1,133 | ...1,130 | ...0 | ...(43) | ...0 | ...(43) | ...0 | ...1,088 | ...0 | ...0 | ...0 | ...43 | ...01/25/2042 | 4AM |
| ...316773-CX-4 | FIFTH THIRD BANCORP | | ...08/05/2013 | SECURI WACHOVIA SECURITIES | | ...100,367 | ...95,000 | ...100,285 | ...99,529 | ...0 | ...(856) | ...0 | ...(856) | ...0 | ...98,673 | ...0 | ...1,694 | ...1,694 | ...3,568 | ...01/25/2016 | 2FE |
| ...340711-AV-2 | FLORIDA GAS TRANSMISSION CO 144A | | ...09/26/2013 | CAPIT | | ...34,062 | ...35,000 | ...34,958 | ...34,958 | ...0 | ...3 | ...0 | ...3 | ...0 | ...34,960 | ...0 | ...(899) | ...(899) | ...1,700 | ...07/15/2022 | 2FE |
| ...36962G-4B-7 | GENERAL ELEC CAP CORP MTN BE | | ...09/10/2013 | BARCLAYS CAPITAL INC | | ...148,889 | ...125,000 | ...166,201 | ...0 | ...0 | ...(274) | ...0 | ...(274) | ...0 | ...165,928 | ...0 | ...(17,039) | ...(17,039) | ...5,801 | ...01/10/2039 | 1FE |
| ...38141G-GH-0 | GOLDMAN SACHS GROUP INC | | ...08/09/2013 | C MERRILL LYNCH PROFESSNL | | ...1,133,290 | ...1,000,000 | ...1,167,430 | ...0 | ...0 | ...(133) | ...0 | ...(133) | ...0 | ...1,167,297 | ...0 | ...(34,007) | ...(34,007) | ...33,507 | ...02/01/2041 | 1FE |
| ...38141G-RC-0 | GOLDMAN SACHS GROUP INC | | ...07/22/2013 | C | | ...1,488,990 | ...1,500,000 | ...1,529,640 | ...0 | ...0 | ...(1,575) | ...0 | ...(1,575) | ...0 | ...1,528,065 | ...0 | ...(39,075) | ...(39,075) | ...18,109 | ...01/22/2018 | 1FE |
| ...411707-AA-0 | HARDEES FUND LLC 144A | | ...09/20/2013 | PRINCIPAL RECEIPT | | ...2,119 | ...2,119 | ...2,105 | ...0 | ...0 | ...14 | ...0 | ...14 | ...0 | ...2,119 | ...0 | ...0 | ...0 | ...24 | ...03/20/2043 | 1FE |
| ...428236-BU-6 | HEWLETT PACKARD CO | | ...07/18/2013 | VARIOUS | | ...1,175,911 | ...1,125,000 | ...1,121,903 | ...1,122,191 | ...0 | ...365 | ...0 | ...365 | ...0 | ...1,122,556 | ...0 | ...53,355 | ...53,355 | ...22,843 | ...12/09/2016 | 2FE |
| ...45685E-AC-0 | ING US 144A | | ...08/14/2013 | EXCHANGE | | ...79,873 | ...80,000 | ...79,859 | ...0 | ...0 | ...14 | ...0 | ...14 | ...0 | ...79,873 | ...0 | ...0 | ...0 | ...0 | ...02/15/2018 | 2FE |
| ...494550-BL-9 | KINDER MORGAN ENERGY PARTNERS | | ...07/01/2013 | VARIOUS | | ...246,550 | ...250,000 | ...251,456 | ...251,380 | ...0 | ...(61) | ...0 | ...(61) | ...0 | ...251,319 | ...0 | ...(4,769) | ...(4,769) | ...8,339 | ...09/01/2022 | 2FE |
| ...585055-AH-9 | MEDTRONIC INC | | ...09/11/2013 | Tender Offer | | ...1,080,000 | ...1,000,000 | ...1,091,860 | ...1,045,586 | ...0 | ...(11,364) | ...0 | ...(11,364) | ...0 | ...1,034,222 | ...0 | ...45,778 | ...45,778 | ...23,750 | ...09/15/2015 | 1FE |
| ...553893-AA-6 | MVW OWNER TRUST 2013-144A | | ...09/20/2013 | PRINCIPAL RECEIPT MERRILL LYNCH PROFESSNL | | ...2,743 | ...2,743 | ...2,743 | ...0 | ...0 | ...0 | ...0 | ...0 | ...0 | ...2,743 | ...0 | ...0 | ...0 | ...7 | ...04/22/2030 | 1FE |
| ...655844-BL-1 | NORFOLK SOUTHERN CORP | | ...07/01/2013 | C | | ...1,900,540 | ...2,000,000 | ...2,011,259 | ...0 | ...0 | ...(133) | ...0 | ...(133) | ...0 | ...2,011,127 | ...0 | ...(110,587) | ...(110,587) | ...22,579 | ...02/15/2023 | 2FE |
| ...681919-AZ-9 | OMNICOM GROUP INC | | ...09/24/2013 | VARIOUS RBC CAPITAL MARKETS CORP | | ...417,018 | ...440,000 | ...444,461 | ...263,920 | ...0 | ...(120) | ...0 | ...(120) | ...0 | ...444,408 | ...0 | ...(27,390) | ...(27,390) | ...10,914 | ...05/01/2022 | 2FE |
| ...682680-AQ-6 | ONEOK INC NEW | | ...07/01/2013 | | | ...98,375 | ...100,000 | ...103,555 | ...103,338 | ...0 | ...(161) | ...0 | ...(161) | ...0 | ...103,178 | ...0 | ...(4,803) | ...(4,803) | ...3,943 | ...02/01/2022 | 2FE |
| ...68389X-AQ-8 | ORACLE CORP | | ...09/03/2013 | WACHOVIA SECURITIES CAPIT | | ...163,969 | ...165,000 | ...164,426 | ...0 | ...0 | ...15 | ...0 | ...15 | ...0 | ...164,440 | ...0 | ...(472) | ...(472) | ...544 | ...01/15/2019 | 1FE |
| ...693476-BN-2 | PNC FUNDING CORP | | ...08/02/2013 | KGS ALPHA CAPITAL MARKETS | | ...244,298 | ...250,000 | ...251,040 | ...250,975 | ...0 | ...(55) | ...0 | ...(55) | ...0 | ...250,921 | ...0 | ...(6,623) | ...(6,623) | ...7,540 | ...03/08/2022 | 1FE |
| ...742718-DV-8 | PROCTER & GAMBLE CO | | ...08/13/2013 | BOENNING & SCATTERGOOD IN | | ...2,027,700 | ...2,000,000 | ...1,995,740 | ...1,996,768 | ...0 | ...538 | ...0 | ...538 | ...0 | ...1,997,306 | ...0 | ...30,394 | ...30,394 | ...29,081 | ...08/15/2016 | 1FE |

STATEMENT AS OF SEPTEMBER 30, 2013 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Change In Book/Adjusted Carrying Value | | | | | 16 | 17 | 18 | 19 | 20 | 21 | 22 | |
|---|------------------------------------|--------------|------------------|--------------------------|---------------------------------|--------------------|-------------|----------------|--|--|--|---|---|---|---|--|---|-------------------------------------|--|--|---|-----|
| CUSIP Identification | Description | For- eign | Disposal Date | Name of Purchaser | Number of Shares of Stock | Consid- eration | Par Value | Actual Cost | Prior Year Book/ Adjusted Carrying Value | Unrealized Valuation Increase/ (Decrease) | Current Year's (Amor- tization)/ Accretion | Current Year's Other Than Temporary Impairment Recogn- ized | 14 Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13) | 15 Total Foreign Exchange Change in Book /Adjusted Carrying Value | Book/ Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Interest/ Stock Dividends Received During Year | Stated Con- tractual Maturity Date | NAIC Desig- nation or Market In- dicator (a) | |
| 758202-AH-8 | REED ELSEVIER CAP INC 144A | | 07/15/2013 | EXCHANGE | | 1,122,260 | 1,206,000 | 1,120,055 | .0 | .0 | 2,205 | .0 | 2,205 | .0 | 1,122,260 | .0 | .0 | .0 | 18,739 | 10/15/2022 | 2FE | |
| 81745B-AA-3 | SEQUOIA MTG TR 2013-6 | | 09/25/2013 | PRINCIPAL RECEIPT | | 1,427 | 1,427 | 1,420 | .0 | .0 | .7 | .0 | .7 | .0 | 1,427 | .0 | .0 | .0 | .9 | 05/25/2043 | 1FE | |
| 81745C-AB-9 | SEQUOIA MTG TR 2013-7 | | 09/25/2013 | PRINCIPAL RECEIPT | | 1,325 | 1,325 | 1,334 | .0 | .0 | (9) | .0 | (9) | .0 | 1,325 | .0 | .0 | .0 | .6 | 06/25/2043 | 1FE | |
| 82651Y-AA-3 | SIERRA RECEIVABLES FDG 144A | | 09/20/2013 | PRINCIPAL RECEIPT | | 16,180 | 16,180 | 16,177 | .0 | .0 | .3 | .0 | .3 | .0 | 16,180 | .0 | .0 | .0 | 101 | 11/20/2029 | 1FE | |
| 82652B-AA-2 | SIERRA RECEIVABLES FDG 144A | | 09/20/2013 | PRINCIPAL RECEIPT | | 14,239 | 14,239 | 14,238 | .0 | .0 | .0 | .0 | .0 | .0 | 14,239 | .0 | .0 | .0 | 40 | 11/20/2025 | 1FE | |
| 85590A-AP-9 | STARWOOD HOTELS&RESORTS WRLDWD | | 09/17/2013 | VARIOUS | | 27,199 | 30,000 | 29,879 | 29,880 | .0 | .6 | .0 | .6 | .0 | 29,886 | .0 | (2,687) | (2,687) | 640 | 02/15/2023 | 2FE | |
| 863572-SM-6 | STRUCTURED ASSET SECS 1998-3 | | 09/25/2013 | PRINCIPAL RECEIPT | | 43,203 | 43,203 | 39,747 | 41,409 | .0 | 1,794 | .0 | 1,794 | .0 | 43,203 | .0 | .0 | .0 | 326 | 03/25/2028 | 1FIM | |
| 867914-BD-4 | SUNTRUST BKS INC | | 07/24/2013 | BNY/SUNTRUST CAPITAL | | 100,492 | 95,000 | 100,699 | 100,222 | .0 | (896) | .0 | (896) | .0 | 99,325 | .0 | 1,166 | 1,166 | 2,698 | 04/15/2016 | 2FE | |
| 881561-XJ-8 | TERWIN MTG TR 2005-14HE | | 09/25/2013 | PRINCIPAL RECEIPT | | 933 | 933 | 923 | 925 | .0 | .9 | .0 | .9 | .0 | 933 | .0 | .0 | .0 | .27 | 08/25/2036 | 1FIM | |
| 89417E-AC-3 | TRAVELERS COMPANIES INC | | 09/25/2013 | WACHOVIA SECURITIES | | 491,406 | 425,000 | 521,386 | 516,988 | .0 | (13,257) | .0 | (13,257) | .0 | 503,731 | .0 | (12,325) | (12,325) | 19,346 | 12/15/2017 | 1FE | |
| 907818-DD-7 | UNION PAC CORP | | 08/21/2013 | EXCHANGE | | 742,676 | 625,000 | 697,138 | 678,603 | .0 | (4,123) | .0 | (4,123) | .0 | 674,480 | .0 | 68,196 | 68,196 | 38,919 | 02/15/2020 | 2FE | |
| 907818-DQ-8 | UNION PAC CORP NT 144A | | 09/25/2013 | BNY BROKERAGE INC (ESI) | | .125 | .125 | .123 | .0 | .0 | .0 | .0 | .0 | .0 | .123 | .0 | .2 | .2 | .0 | 02/15/2024 | 1FE | |
| 90783W-AA-1 | UNION PAC RR CO 5.866% 7/02/2030 | | 07/02/2013 | PRINCIPAL RECEIPT | | 4,749 | 4,749 | 4,749 | 4,749 | .0 | .0 | .0 | .0 | .0 | 4,749 | .0 | .0 | .0 | 139 | 07/02/2030 | 1FE | |
| 907833-AJ-6 | UNION PACIFIC RR CO 2000-1 | | 07/10/2013 | PRINCIPAL RECEIPT | | 19 | 19 | 19 | 19 | .0 | .0 | .0 | .0 | .0 | 19 | .0 | .0 | .0 | .2 | 01/10/2021 | 1FE | |
| 90783X-AA-9 | UNION PACIFIC RR CO 2007-3 | | 07/02/2013 | PRINCIPAL RECEIPT | | 5,608 | 5,608 | 5,608 | 5,608 | .0 | .0 | .0 | .0 | .0 | 5,608 | .0 | .0 | .0 | 173 | 01/02/2031 | 1FE | |
| 92276M-AY-1 | VENTAS RLTY LTD PARTNERSHIP | | 07/11/2013 | VARIOUS | | 124,085 | 120,000 | 122,122 | 121,953 | .0 | (153) | .0 | (153) | .0 | 121,800 | .0 | 2,284 | 2,284 | 3,413 | 04/30/2019 | 2FE | |
| 92276M-AZ-8 | VENTAS RLTY LTD PARTNERSHIP | | 07/02/2013 | BANC AMERICA SECURITIES | | .74,177 | 80,000 | 79,222 | 79,249 | .0 | .34 | .0 | .34 | .0 | 79,282 | .0 | (5,106) | (5,106) | 2,419 | 08/15/2022 | 2FE | |
| 92976G-AJ-0 | WACHOVIA BK NATL ASSN MTN SUB | | 07/18/2013 | MERRILL LYNCH PROFESSNL | | 1,234,080 | 1,000,000 | 1,382,810 | .0 | .0 | (4,834) | .0 | (4,834) | .0 | 1,377,976 | .0 | (143,896) | (143,896) | 67,467 | 01/15/2038 | 1FE | |
| 94973V-AR-8 | WELLPOINT INC | | 08/13/2013 | BANC AMERICA SECURITIES | | 2,483 | 2,000 | 2,489 | .0 | .0 | (33) | .0 | (33) | .0 | 2,455 | .0 | 27 | 27 | .0 | 02/15/2019 | 2FE | |
| 94973V-BA-4 | WELLPOINT INC | | 07/23/2013 | VARIOUS | | 193,174 | 200,000 | 202,476 | 202,454 | .0 | (119) | .0 | (119) | .0 | 202,335 | .0 | (9,161) | (9,161) | 5,745 | 01/15/2023 | 2FE | |
| 963320-AN-6 | WHIRLPOOL CORP | | 09/11/2013 | JEFFERIES & CO BONDS DIR | | 391,913 | 350,000 | 351,537 | 350,649 | .0 | (119) | .0 | (119) | .0 | 350,530 | .0 | 41,382 | 41,382 | 17,126 | 06/15/2016 | 2FE | |
| 984121-BP-7 | XEROX CORP | | 09/11/2013 | JEFFERIES & CO BONDS DIR | | 1,303,655 | 1,176,000 | 1,075,504 | 1,119,950 | .0 | 10,345 | .0 | 10,345 | .0 | 1,130,295 | .0 | 173,360 | 173,360 | 75,473 | 03/15/2016 | 2FE | |
| 78011D-AC-8 | ROYAL BK CDA | I | 08/07/2013 | BOENNING & SCATTERGOOD | | 2,940,000 | 3,000,000 | 3,026,310 | .0 | .0 | (1,444) | .0 | (1,444) | .0 | 3,024,866 | .0 | (84,866) | (84,866) | 14,300 | 09/19/2018 | 1FE | |
| 78008T-LB-8 | ROYAL BK OF CDA BD CDS | I | 08/07/2013 | IN | | 2,065,940 | 2,000,000 | 2,016,580 | 2,012,555 | .0 | (2,055) | .0 | (2,055) | .0 | 2,010,500 | .0 | 55,440 | 55,440 | 48,811 | 07/20/2016 | 1FE | |
| 404280-AK-5 | HSBC HLDGS PLC | R | 08/02/2013 | HSBC SECURITIES, INC. | | 232,100 | 210,000 | 228,438 | 227,206 | .0 | (1,047) | .0 | (1,047) | .0 | 226,159 | .0 | 5,941 | 5,941 | 8,985 | 04/05/2021 | 1FE | |
| 65120F-AA-2 | NEWCREST FINANCE PTY LTD 144A | R | 07/17/2013 | BARCLAYS CAPITAL INC | | 7,108 | 8,000 | 8,410 | 8,395 | .0 | (21) | .0 | (21) | .0 | 8,374 | .0 | (1,266) | (1,266) | 244 | 11/15/2021 | 2FE | |
| 718282-AA-4 | PHILIPPINE PWR TR 1 CTF 144A | R | 09/26/2013 | PAID DOWN | | 28,571 | 28,571 | 28,821 | 28,715 | .0 | (16) | .0 | (16) | .0 | 28,698 | .0 | (127) | (127) | 771 | 09/26/2018 | 1FE | |
| 822582-AC-6 | SHELL INTERNATIONAL FIN BV | R | 08/21/2013 | RBC CAPITAL MARKETS CORP | | 2,245,060 | 2,000,000 | 2,312,240 | 2,246,496 | .0 | (35,880) | .0 | (35,880) | .0 | 2,210,616 | .0 | 34,444 | 34,444 | 96,489 | 03/22/2017 | 1FE | |
| 87927V-AW-8 | TELECOM ITALIA CAP | R | 07/29/2013 | CHASE SECURITIES, INC. | | 252,174 | 244,000 | 242,243 | 243,010 | .0 | 379 | .0 | 379 | .0 | 243,389 | .0 | 8,785 | 8,785 | 9,333 | 06/18/2014 | 2FE | |
| 87938W-AL-7 | TELEFONICA EMISIONES S A U | R | 07/18/2013 | BOENNING & SCATTERGOOD | | 3,089,070 | 3,000,000 | 2,977,320 | 2,988,838 | .0 | 2,539 | .0 | 2,539 | .0 | 2,991,377 | .0 | 97,693 | 97,693 | 82,660 | 04/27/2015 | 2FE | |
| 97063P-AA-2 | WILLIS GROUP HLDGS PUBLIC LTD | R | 07/18/2013 | LINSCO/PRIVATE LEDGER | | 1,046,000 | 1,000,000 | 1,049,390 | 1,041,317 | .0 | (6,797) | .0 | (6,797) | .0 | 1,034,520 | .0 | 11,480 | 11,480 | 35,292 | 03/15/2016 | 2FE | |
| 0842KP-B1-7 | ZURICH FINANCE LV 3.250% | R | 09/30/2013 | VARIOUS | | 1,502,400 | 1,500,000 | 1,542,165 | 1,509,228 | .0 | (8,218) | .0 | (8,218) | .0 | 1,501,011 | .0 | 1,389 | 1,389 | 44,688 | 09/30/2013 | 1FE | |
| 8999999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | | 38,083,200 | 36,556,850 | 38,060,571 | 24,245,677 | 0 | (114,668) | 0 | (114,668) | 0 | 37,749,297 | 0 | 333,894 | 333,894 | 1,068,071 | XXX | XXX | |
| 8399997. Total - Bonds - Part 4 | | | | | | 158,930,250 | 158,931,176 | 161,261,436 | 60,900,101 | (3,836) | (1,280,969) | 0 | (1,284,805) | 0 | 159,764,059 | 0 | (833,818) | (833,818) | 2,427,928 | XXX | XXX | |
| 8399998. Total - Bonds - Part 5 | | | | | | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | |
| 8399999. Total - Bonds | | | | | | 158,930,250 | 158,931,176 | 161,261,436 | 60,900,101 | (3,836) | (1,280,969) | 0 | (1,284,805) | 0 | 159,764,059 | 0 | (833,818) | (833,818) | 2,427,928 | XXX | XXX | |
| 8999997. Total - Preferred Stocks - Part 4 | | | | | | 0 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX | XXX |
| 8999998. Total - Preferred Stocks - Part 5 | | | | | | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| 8999999. Total - Preferred Stocks | | | | | | 0 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX | XXX |
| 921909-B2-6 | VANGUARD DEVELOPED MKTS INDEX INST | | 08/26/2013 | VANGUARD GROUP | 1,432,071.087 | 15,195,543 | | 12,631,100 | 13,848,127 | (1,217,027) | .0 | .0 | (1,217,027) | .0 | 12,631,100 | .0 | 2,564,442 | 2,564,442 | .0 | | | |
| 922908-B8-4 | VANGUARD EXTENDED MKT INDEX INSTL | | 09/03/2013 | VANGUARD GROUP | 187,809.839 | 10,440,835 | | 8,219,865 | 8,612,959 | (393,095) | .0 | .0 | (393,095) | .0 | 8,219,865 | .0 | 2,220,970 | 2,220,970 | 3,381 | | | |
| 9299999. Subtotal - Common Stocks - Mutual Funds | | | | | | 25,636,378 | XXX | 20,850,965 | 22,461,086 | (1,610,122) | 0 | 0 | (1,610,122) | 0 | 20,850,965 | 0 | 4,785,412 | 4,785,412 | 3,381 | XXX | XXX | |

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 Ident- ification | Description | For- eign | Disposal Date | Name of Purchaser | Number of Shares of Stock | Consid- eration | Par Value | Actual Cost | Prior Year Book/ Adjusted Carrying Value | Unrealized Valuation Increase/ (Decrease) | Current Year's (Amor- tization)/ Accretion | Current Year's Other Than Temporary Impairment Recog- nized | Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13) | Total Foreign Exchange Change in Book /Adjusted Carrying Value | Book/ Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Interest/ Stock Dividends Received DuringYear | Stated Con- tractual Maturity Date | NAIC Desig- nation or Market In- dicator (a) |
| 9799997. Total - Common Stocks - Part 4 | | | | | | 25,636,378 | XXX | 20,850,965 | 22,461,086 | (1,610,122) | 0 | 0 | (1,610,122) | 0 | 20,850,965 | 0 | 4,785,412 | 4,785,412 | 3,381 | XXX | XXX |
| 9799998. Total - Common Stocks - Part 5 | | | | | | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| 9799999. Total - Common Stocks | | | | | | 25,636,378 | XXX | 20,850,965 | 22,461,086 | (1,610,122) | 0 | 0 | (1,610,122) | 0 | 20,850,965 | 0 | 4,785,412 | 4,785,412 | 3,381 | XXX | XXX |
| 9899999. Total - Preferred and Common Stocks | | | | | | 25,636,378 | XXX | 20,850,965 | 22,461,086 | (1,610,122) | 0 | 0 | (1,610,122) | 0 | 20,850,965 | 0 | 4,785,412 | 4,785,412 | 3,381 | XXX | XXX |
| 9999999 - Totals | | | | | | 184,566,628 | XXX | 182,112,401 | 83,361,187 | (1,613,958) | (1,280,969) | 0 | (2,894,927) | 0 | 180,615,024 | 0 | 3,951,594 | 3,951,594 | 2,431,309 | XXX | XXX |

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

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

Schedule DB - Part B - Section 1 - Futures Contracts Open
N O N E

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

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

Schedule DB - Part D - Section 2 - Collateral for Derivative Instruments Open
N O N E

Schedule DB - Part D - Section 2 - Collateral for Derivative Instruments Open
N O N E

Schedule DL - Part 1 - Reinvested Collateral Assets Owned
N O N E

Schedule DL - Part 2 - Reinvested Collateral Assets Owned
N O N E

STATEMENT AS OF SEPTEMBER 30, 2013 OF THE CareFirst BlueChoice, Inc.

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

[illegible]

Schedule E - Part 2 - Cash Equivalents - Investments Owned End of Current Quarter

N O N E