



HEALTH QUARTERLY STATEMENT

AS OF MARCH 31, 2016
OF THE CONDITION AND AFFAIRS OF THE

Group Hospitalization and Medical Services, Inc.

NAIC Group Code 0380 0380 NAIC Company Code 53007 Employer's ID Number 53-0078070
(Current) (Prior)

Organized under the Laws of District of Columbia, State of Domicile or Port of Entry DC

Country of Domicile United States of America

Licensed as business type: HMDI

Is HMO Federally Qualified? Yes [] No []

Incorporated/Organized 08/11/1939 Commenced Business 03/15/1934

Statutory Home Office 840 First Street NE Washington, DC, US 20065
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 10455 Mill Run Circle
(Street and Number) Owings Mills, MD, US 21117
(City or Town, State, Country and Zip Code) 410-581-3000
(Area Code) (Telephone Number)

Mail Address 10455 Mill Run Circle Owings Mills, MD, US 21117
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 10455 Mill Run Circle
(Street and Number) Owings Mills, MD, US 21117
(City or Town, State, Country and Zip Code) 410-998-7011
(Area Code) (Telephone Number)

Internet Website Address www.carefirst.com

Statutory Statement Contact William Vincent Stack 410-998-7011
(Name) (Area Code) (Telephone Number)
bill.stack@carefirst.com 410-998-6850
(E-mail Address) (FAX Number)

OFFICERS

President and Chief Executive Officer Chester Emerson Burrell Corp. Treasurer & VP Jeanne Ann Kennedy
Corp. Secretary, Exec. VP & Gen. Counsel Meryl Davis Burgin

OTHER

<u>Gregory Mark Chaney, EVP & CFO</u>	<u>Jonathan David Blum, EVP, Medical Affairs</u>	<u>Harry Dietz Fox, EVP, Technical & Ops Support</u>
<u>Steven Jon Margolis, EVP, Small & Medium Group SBU</u>	<u>Wanda Kay Oneferu-Bey, EVP, Consumer Direct SBU</u>	<u>Brian David Pieninck, EVP, Large Group SBU</u>
<u>Fred Adrian Walton Plumb, EVP, SBU-FEHBP</u>	<u>Jennifer Ann Cryor Baldwin, SVP, Patient Centered Medical Home (PCMH)</u>	<u>Peter Andrew Berry #, SVP, Chief Actuary</u>
<u>Rita Ann Costello, SVP, Strategic Marketing</u>	<u>Michael Bruce Edwards, SVP, Networks Mgmt</u>	<u>Usha Nakhasi, SVP, Gen Mgr SBPASC/FEPOC</u>
<u>Gwendolyn Denise Skillern, SVP, General Auditor</u>	<u>Maria Harris Tildon, SVP, Public Policy</u>	<u>Michelle Judith Wright, SVP, Human Resources</u>

DIRECTORS OR TRUSTEES

<u>Shirley Marcus Allen</u>	<u>Clifford Edward Barnes</u>	<u>Victoria Walsh Bayless #</u>
<u>Sherri Lin Bohinc #</u>	<u>Robert Reginald Hagans Jr. #</u>	<u>Artis Gail Hampshire-Cowan</u>
<u>Polly Povejsil Heath</u>	<u>Wendell Lee Johns</u>	<u>Robert Carl Kovarik Jr.</u>
<u>Michael Joseph McShea #</u>	<u>Jack Allan Meyer</u>	<u>Shirley Rollins Patterson</u>
<u>Elena Victoria Rios</u>	<u>Patricia Amelia Rodriguez</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.

Chester Emerson Burrell
President and Chief Executive Officer

Meryl Davis Burgin
Corp. Secretary, Exec. VP & Gen. Counsel

Jeanne Ann Kennedy
Corp. Treasurer & VP

Subscribed and sworn to before me this 12th day of May, 2016
Kathleen M. Rumbly

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



STATEMENT AS OF MARCH 31, 2016 OF THE Group Hospitalization & Medical Services, Inc.

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	453,886,373	0	453,886,373	431,962,892
2. Stocks:				
2.1 Preferred stocks	0	0	0	0
2.2 Common stocks	100,923,740	0	100,923,740	108,580,414
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 (\$(56,639,571)), cash equivalents (\$0) and short-term investments (\$168,747,768)	112,108,197	0	112,108,197	74,299,394
6. Contract loans (including \$0 premium notes)	0	0	0	0
7. Derivatives	0	0	0	0
8. Other invested assets	442,164,121	166,667	441,997,454	458,150,117
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)	1,109,082,431	166,667	1,108,915,764	1,072,992,817
13. Title plants less \$0 charged off (for Title insurers only)	0	0	0	0
14. Investment income due and accrued	3,204,761	0	3,204,761	3,181,698
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	242,879,196	4,572,752	238,306,444	222,220,067
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 (\$3,466) and contracts subject to redetermination (\$68,857,392)	68,860,858	0	68,860,858	55,415,068
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	22,293,226	0	22,293,226	29,751,851
16.2 Funds held by or deposited with reinsured companies	0	0	0	0
16.3 Other amounts receivable under reinsurance contracts	4,574,691	0	4,574,691	0
17. Amounts receivable relating to uninsured plans	53,361,021	992,185	52,368,836	38,835,820
18.1 Current federal and foreign income tax recoverable and interest thereon	0	0	0	2,066,072
18.2 Net deferred tax asset	21,828,509	21,828,509	0	0
19. Guaranty funds receivable or on deposit	0	0	0	0
20. Electronic data processing equipment and software	159,562,637	135,044,171	24,518,466	23,008,214
21. Furniture and equipment, including health care delivery assets (\$0)	8,329,871	8,329,871	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	46,155,498	0	46,155,498	37,053,381
24. Health care (\$125,620,355) and other amounts receivable	800,755,638	14,205,525	786,550,113	806,807,815
25. Aggregate write-ins for other than invested assets	63,045,609	61,665,521	1,380,088	1,412,428
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	2,603,933,946	246,805,201	2,357,128,745	2,292,745,231
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0	0
28. Total (Lines 26 and 27)	2,603,933,946	246,805,201	2,357,128,745	2,292,745,231
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. Prepaid Expenses	61,665,521	61,665,521	0	0
2502. Other Assets	1,380,088	0	1,380,088	1,412,428
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)	63,045,609	61,665,521	1,380,088	1,412,428

LIABILITIES, CAPITAL AND SURPLUS

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$6,589,977 reinsurance ceded)	269,767,768	10,624,321	280,392,089	278,533,914
2. Accrued medical incentive pool and bonus amounts	0	0	0	0
3. Unpaid claims adjustment expenses	10,312,889	406,155	10,719,044	10,719,044
4. Aggregate health policy reserves, including the liability of \$800,000 for medical loss ratio rebate per the Public Health Service Act	650,333,465	0	650,333,465	643,871,871
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	44,891,313	0	44,891,313	47,514,913
9. General expenses due or accrued	151,034,290	0	151,034,290	101,256,566
10.1 Current federal and foreign income tax payable and interest thereon (including \$262,450 on realized gains (losses))	6,273,594	0	6,273,594	0
10.2 Net deferred tax liability	2,916,478	0	2,916,478	6,800,970
11. Ceded reinsurance premiums payable	171,000	0	171,000	210,722
12. Amounts withheld or retained for the account of others	37,205,778	0	37,205,778	81,817,582
13. Remittances and items not allocated	9,012,793	0	9,012,793	7,474,513
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	173,137,691	0	173,137,691	86,468,796
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	16,404,682	0	16,404,682	15,844,150
23. Aggregate write-ins for other liabilities (including \$12,048,799 current)	57,630,188	0	57,630,188	52,017,665
24. Total liabilities (Lines 1 to 23)	1,429,091,929	11,030,476	1,440,122,405	1,332,530,706
25. Aggregate write-ins for special surplus funds	XXX	XXX	0	70,000,000
26. Common capital stock	XXX	XXX	0	0
27. Preferred capital stock	XXX	XXX	0	0
28. Gross paid in and contributed surplus	XXX	XXX	0	0
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	917,006,334	890,214,523
32. Less treasury stock, at cost:				
32.1 .....0 shares common (value included in Line 26 \$0)	XXX	XXX	0	0
32.2 .....0 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	917,006,334	960,214,523
34. Total liabilities, capital and surplus (Lines 24 and 33)	XXX	XXX	2,357,128,739	2,292,745,229
DETAILS OF WRITE-INS				
2301. Amounts Withheld for Escheatment	9,815,671	0	9,815,671	9,816,372
2302. Reinsurance Payable	8,566,440	0	8,566,440	3,135,745
2303. Noncurrent Pension and Other Postretirement Liabilities	31,537,516	0	31,537,516	30,018,623
2398. Summary of remaining write-ins for Line 23 from overflow page	7,710,561	0	7,710,561	9,046,925
2399. Totals (Lines 2301 through 2303 plus 2398)(Line 23 above)	57,630,188	0	57,630,188	52,017,665
2501. Special Surplus - 2016 Health Insurer fee	XXX	XXX	0	70,000,000
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	70,000,000
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	2,260,410	2,423,701	9,557,746
2. Net premium income (including \$0 non-health premium income)	XXX	876,496,622	813,943,432	3,441,658,334
3. Change in unearned premium reserves and reserve for rate credits	XXX	(6,461,594)	9,049,376	(291,898)
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	3,562,499	3,049,999	18,753,426
7. Aggregate write-ins for other non-health revenues	XXX	1,338,546	1,333,049	5,193,405
8. Total revenues (Lines 2 to 7)	XXX	874,936,073	827,375,856	3,465,313,267
Hospital and Medical:				
9. Hospital/medical benefits	13,967,144	468,802,821	442,895,518	1,924,577,152
10. Other professional services	0	52,952,118	48,573,333	214,599,895
11. Outside referrals	13,874,028	13,874,028	14,751,435	54,929,320
12. Emergency room and out-of-area	360,990	18,858,274	18,799,926	69,983,167
13. Prescription drugs	0	189,811,005	190,101,460	769,767,800
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)	28,202,162	744,298,246	715,121,672	3,033,857,334
Less:				
17. Net reinsurance recoveries	0	15,022,851	15,881,569	91,534,188
18. Total hospital and medical (Lines 16 minus 17)	28,202,162	729,275,395	699,240,103	2,942,323,146
19. Non-health claims (net)	0	0	0	0
20. Claims adjustment expenses, including \$18,180,008 cost containment expenses	0	39,918,909	34,313,681	143,539,637
21. General administrative expenses	0	136,625,726	141,546,525	345,378,766
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)	28,202,162	905,820,030	875,100,309	3,431,241,549
24. Net underwriting gain or (loss) (Lines 8 minus 23)	XXX	(30,883,957)	(47,724,453)	34,071,718
25. Net investment income earned	0	3,845,582	3,760,172	15,707,922
26. Net realized capital gains (losses) less capital gains tax of \$262,450	0	1,049,802	9,764,296	7,392,109
27. Net investment gains (losses) (Lines 25 plus 26)	0	4,895,384	13,524,468	23,100,031
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	58,151	201,170	905,669
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	(25,930,422)	(33,998,815)	58,077,418
31. Federal and foreign income taxes incurred	XXX	8,141,043	6,132,245	23,102,333
32. Net income (loss) (Lines 30 minus 31)	XXX	(34,071,465)	(40,131,060)	34,975,085
DETAILS OF WRITE-INS				
0601. FEP Performance Incentive	XXX	3,562,499	3,049,999	18,753,426
0602.	XXX	0	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	3,562,499	3,049,999	18,753,426
0701. FEP Bridge	XXX	1,338,546	1,333,049	5,193,405
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	1,338,546	1,333,049	5,193,405
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	0	55,624	205,973	966,198
2902. Regulatory fines and fees	0	2,527	(4,803)	(60,529)
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	58,151	201,170	905,669

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.....	960,214,523	934,408,634	934,408,634
34. Net income or (loss) from Line 32	(34,071,465)	(40,131,060)	34,975,085
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 \$ 70,691	(17,764,074)	(11,869,494)	(8,809,687)
37. Change in net unrealized foreign exchange capital gain or (loss)	0	0	0
38. Change in net deferred income tax	3,851,569	(1,931,829)	3,352,600
39. Change in nonadmitted assets	2,313,606	6,453,887	(1,965,033)
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	0	0
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	2,462,172	0	(1,747,076)
48. Net change in capital & surplus (Lines 34 to 47)	(43,208,192)	(47,478,496)	25,805,889
49. Capital and surplus end of reporting period (Line 33 plus 48)	917,006,331	886,930,138	960,214,523
DETAILS OF WRITE-INS			
4701. Change in pension prepaid asset/liability	0	0	(1,747,076)
4702. Correction of errors, net of taxes	2,462,172	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)	2,462,172	0	(1,747,076)

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	839,142,400	799,196,473	3,401,491,080
2. Net investment income	4,301,825	4,498,708	18,601,379
3. Miscellaneous income	4,901,045	4,383,048	23,946,831
4. Total (Lines 1 to 3)	848,345,270	808,078,229	3,444,039,290
5. Benefit and loss related payments	697,668,573	673,919,311	2,984,438,427
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	122,429,441	123,626,682	430,194,218
8. Dividends paid to policyholders	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ 262,450 tax on capital gains (losses)	63,827	(958,162)	24,968,474
10. Total (Lines 5 through 9)	820,161,841	796,587,831	3,439,601,119
11. Net cash from operations (Line 4 minus Line 10)	28,183,429	11,490,398	4,438,171
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	133,649,274	215,396,361	731,603,980
12.2 Stocks	15,000,000	33,702,887	61,934,594
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	0	0	0
12.7 Miscellaneous proceeds	0	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	148,649,274	249,099,248	793,538,574
13. Cost of investments acquired (long-term only):			
13.1 Bonds	155,538,292	297,959,883	767,694,661
13.2 Stocks	6,342,858	371,600	34,393,416
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)	161,881,150	298,331,483	802,088,077
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)	(13,231,876)	(49,232,235)	(8,549,503)
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)	22,857,250	60,027,479	23,867,016
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	22,857,250	60,027,479	23,867,016
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)	37,808,803	22,285,642	19,755,684
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year	74,299,394	54,543,710	54,543,710
19.2 End of period (Line 18 plus Line 19.1)	112,108,197	76,829,352	74,299,394

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

STATEMENT AS OF MARCH 31, 2016 OF THE Group Hospitalization & Medical Services, Inc.

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefit Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
Total Members at end of:										
1. Prior Year	786,044	77,962	242,785	10,147	15,463	45,342	363,831	.0	.0	30,514
2. First Quarter	750,750	67,370	233,166	10,468	15,321	45,807	361,725	.0	.0	16,893
3. Second Quarter .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
4. Third Quarter .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
5. Current Year	0	0	0	0	0	0	0	0	0	0
6. Current Year Member Months	2,260,410	205,772	700,569	31,353	45,593	136,937	1,086,491	0	0	53,695
Total Member Ambulatory Encounters for Period:										
7. Physician	1,785,531	79,517	286,164	25,029	.0	.0	1,394,821	.0	.0	.0
8. Non-Physician	894,545	43,666	122,082	8,511	0	0	720,286	0	0	0
9. Total	2,680,076	123,183	408,246	33,540	0	0	2,115,107	0	0	0
10. Hospital Patient Days Incurred	32,170	2,168	6,080	850	0	0	23,072	0	0	0
11. Number of Inpatient Admissions	7,549	597	1,805	216	0	0	4,931	0	0	0
12. Health Premiums Written (a)	895,151,616	60,733,930	283,143,390	5,893,883	3,323,951	18,065,294	520,981,979	.0	.0	3,009,189
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	888,690,022	60,733,930	282,543,390	5,893,883	3,323,951	18,065,294	515,120,385	.0	.0	3,009,189
16. Property/Casualty Premiums Earned .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
17. Amount Paid for Provision of Health Care Services.....	744,500,674	57,064,142	201,655,742	4,780,754	3,171,844	12,044,480	465,170,891	.0	.0	612,821
18. Amount Incurred for Provision of Health Care Services	744,298,246	54,701,380	197,881,085	5,347,657	3,218,349	12,847,371	469,970,891	0	0	331,513

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

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)	70,289,711	200,757,609	15,849,895	73,087,781	86,139,606	92,997,179
2. Medicare Supplement	2,748,228	3,951,982	523,394	3,759,972	3,271,622	3,681,284
3. Dental Only	2,394,158	8,120,795	596,560	4,046,792	2,990,718	3,890,662
4. Vision Only	0	3,084,575	0	189,549	0	143,044
5. Federal Employees Health Benefits Plan	150,930,141	314,240,750	33,077,915	144,272,084	184,008,056	172,550,000
6. Title XVIII - Medicare	0	0	0	0	0	0
7. Title XIX - Medicaid	0	0	0	0	0	0
8. Other health	550,229	65,014	4,368,930	619,216	4,919,159	5,271,746
9. Health subtotal (Lines 1 to 8)	226,912,467	530,220,725	54,416,694	225,975,394	281,329,161	278,533,915
10. Healthcare receivables (a)	0	29,715,970	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)	226,912,467	500,504,755	54,416,694	225,975,394	281,329,161	278,533,915

(a) Excludes \$102,612,874 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 Group Hospitalization and Medical Services, Inc. (GHMSI 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 three months ended March 31, 2016 and the year ended December 31, 2015, there were no differences in net (loss) income and surplus between NAIC SAP and practices prescribed by the District of Columbia.

		<i>(in thousands)</i>	
<u>NET (LOSS) INCOME</u>	<u>State of Domicile</u>	<u>March 31, 2016</u>	<u>December 31, 2015</u>
(1) State basis (Page 4, Line 32, Columns 2 & 4)	DC	\$ (34,071)	\$ 34,975
(2) State Prescribed Practices that increase/(decrease) NAIC SAP		-	-
(3) State Permitted Practices that increase/(decrease) NAIC SAP		-	-
(4) NAIC SAP (1-2-3=4)	DC	<u>\$ (34,071)</u>	<u>\$ 34,975</u>
 <u>SURPLUS</u>			
(5) State basis (Page 3, Line 33, Columns 3 & 4)	DC	\$ 917,006	\$ 960,215
(6) State Prescribed Practices that increase/(decrease) NAIC SAP		-	-
(7) State Permitted Practices that increase/(decrease) NAIC SAP		-	-
(8) NAIC SAP (5-6-7=8)	DC	<u>\$ 917,006</u>	<u>\$ 960,215</u>

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

No change.

C. Accounting Policy**Bonds**

Mortgage-backed securities that are included within bonds are valued at amortized cost using the interest method including anticipated prepayments except in cases where NAIC guidance requires them to be carried at the lower of cost or fair value. Prepayment assumptions are obtained from external sources and are based on the current interest rate and economic environment. The prospective adjustment method is used to value all such securities (refer to Note 20).

2. Accounting Changes and Corrections of Errors

During the first quarter of 2016, the Company recorded a correction to prior year's claims incurred to reflect certain updated information related to pharmacy rebates receivable, reinsurance recoverable from the transitional reinsurance program and previously unrecognized claims data. As a result of these corrections, amounts related to claims interest expense, cross-jurisdictional reinsurance, affiliates' equity and taxes were also corrected. These adjustments resulted in assets and liabilities increasing by \$4,369,000 and \$1,908,000, respectively, and surplus increasing by \$2,461,000, net of taxes.

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

NOTES TO FINANCIAL STATEMENTS

- (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 fair 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 March 31, 2016, 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 March 31, 2016, 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 by length of time that individual securities have been in a continuous unrealized loss position (*in thousands*).

	Fair Value < 1 Year	Unrealized Losses < 1 Year	Fair Value > 1 Year	Unrealized Losses > 1 Year	Total Unrealized Losses
March 31, 2016					
Government sponsored enterprise mortgage-backed securities	\$ 13,265	\$ 42	\$ 22,515	\$ 112	\$ 154
Other mortgage-backed and asset-backed securities	7,784	81	5,897	75	156
Total	<u>\$ 21,049</u>	<u>\$ 123</u>	<u>\$ 28,412</u>	<u>\$ 187</u>	<u>\$ 310</u>

- (5) No change.

E. Repurchase Agreements and/or Securities Lending Transactions

None.

F. Real Estate

None.

G. Low-Income Housing Tax Credits (LIHTC)

None.

H. Restricted Assets

None.

I. Working Capital Finance Investments

None.

J. Offsetting and Netting Assets and Liabilities

None.

K. Structured Notes

No change.

6. Joint Ventures, Partnerships and Limited Liability Companies

A. – B. No change.

7. Investment Income

A. – B. No change.

8. Derivative Instruments

None.

9. Income Taxes

The Company is included in the consolidated federal income tax return of CFI. The federal statutory income tax rate for the Company is 35%. For federal income tax purposes, the Company benefits from a special deduction provided to certain BlueCross and BlueShield organizations under Internal Revenue Code Section 833(b) (the 833(b) deduction).

The 833(b) deduction results in the Company incurring income taxes at the Tentative Minimum Tax rate of 20%. As a result, the Company's income tax provision is reduced from the statutory rate of 35% to account for the benefit of the 833(b)

NOTES TO FINANCIAL STATEMENTS

deduction. The Company could lose the benefit of the 833(b) deduction in the future if there is a change in the tax law, if the Company ceases to be not-for-profit, if the Company's reserves reach certain levels, if the medical loss ratio does not exceed 85% as required under the Health Reform Legislation, or if certain other events occur. If the Company can no longer use the 833(b) deduction, the Company will incur federal income taxes at the statutory rate of 35%, net of available Alternative Minimum Tax (AMT) credits.

CFI has a written agreement, approved by the Board of Directors, which sets forth the manner in which the total combined federal income tax is allocated to each entity which is a party to the consolidated return. 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 tax attributes (e.g., NOLs) reduce the consolidated federal income tax liability, CFI shall pay the Company for use of such attributes in the year utilized. Amounts due from the subsidiaries for federal income taxes are settled quarterly.

Pursuant to this agreement, the Company has the 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.

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*):

	March 31, 2016			December 31, 2015			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
Gross deferred tax assets	\$ 180,420	\$ 22,726	\$ 203,146	\$ 177,226	\$ 26,193	\$ 203,419	\$ 3,194	\$ (3,467)	\$ (273)
Statutory valuation allowance adjustment	129,565	-	129,565	126,729	-	126,729	2,836	-	2,836
Adjusted gross deferred tax assets	50,855	22,726	73,581	50,497	26,193	76,690	358	(3,467)	(3,109)
Deferred tax assets nonadmitted	21,829	-	21,829	21,608	324	21,932	221	(324)	(103)
Subtotal net admitted deferred tax asset	29,026	22,726	51,752	28,889	25,869	54,758	137	(3,143)	(3,006)
Deferred tax liabilities	11	54,658	54,669	12	61,547	61,559	(1)	(6,889)	(6,890)
Net admitted deferred tax asset/(liability)	\$ 29,015	\$ (31,932)	\$ (2,917)	\$ 28,877	\$ (35,678)	\$ (6,801)	\$ 138	\$ 3,746	\$ 3,884

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

	March 31, 2016			December 31, 2015			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
a. Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks	\$ 27,385	\$ -	\$ 27,385	\$ 27,367	\$ -	\$ 27,367	\$ 18	\$ -	\$ 18
b. Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets from a, above) After application of the Threshold Limitation. (Lesser of b.i. and b.ii. Below)	-	-	-	-	-	-	-	-	-
i. Adjusted gross DTA expected to be realized following the Balance Sheet Date	-	-	-	-	-	-	-	-	-
ii. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold	NA	NA	133,873	NA	NA	140,581	NA	NA	(6,708)
c. Adjusted Gross Deferred Tax Assets (Excluding The Amount of Deferred Tax Assets From a. and b. above) Offset by Gross Deferred Tax Liabilities.	1,641	22,726	24,367	1,522	25,869	27,391	119	(3,143)	(3,024)
Deferred Tax Asset Admitted as the result of application of SSAP No. 101 Total (a.+b.+c.)	\$ 29,026	\$ 22,726	\$ 51,752	\$ 28,889	\$ 25,869	\$ 54,758	\$ 137	\$ (3,143)	\$ (3,006)

	2016	2015
Ratio Percentage Used To Determine Recovery Period And Threshold Limitation Amount	882%	882%
Amount Of Adjusted Capital And Surplus Used To Determine Recovery Period And Threshold Limitation	\$ 892,488	\$ 937,206

The impact of tax planning strategies on adjusted gross DTA's and net admitted DTA's is as follows (*in thousands*):

	March 31, 2016			December 31, 2015			Change		
	Ordinary Percent	Capital Percent	Total Percent	Ordinary Percent	Capital Percent	Total Percent	Ordinary Percent	Capital Percent	Total Percent
Adjusted Gross DTAs	\$ 50,855	\$ 22,726	\$ 73,581	\$ 50,497	\$ 26,193	\$ 76,690	\$ 358	\$ (3,467)	\$ (3,109)
Percentage of Adjusted Gross DTAs	0%	0%	0%	0%	0%	0%	0%	0%	0%
Net Admitted Adjusted Gross DTAs	\$ 29,026	\$ 22,726	\$ 51,752	\$ 28,889	\$ 25,869	\$ 54,758	\$ 137	\$ (3,143)	\$ (3,006)
Percentage of Net Admitted Adjusted Gross DTAs	0%	0%	0%	0%	0%	0%	0%	0%	0%

The Company's tax-planning strategy does not include the use of reinsurance.

NOTES TO FINANCIAL STATEMENTS

The provision for income taxes on earnings for the quarters ended March 31, 2016 and March 31, 2015 and year ended December 31, 2015 are as follows (*in thousands*):

	Mar. 31, 2016	Mar. 31, 2015	Dec. 31, 2015
Federal provision	\$ 8,141	\$ 6,132	\$ 23,102
Federal income tax on net capital gains	262	2,441	1,848
Federal income tax incurred	<u>\$ 8,403</u>	<u>\$ 8,573</u>	<u>\$ 24,950</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*):

Deferred Tax Assets:	Mar. 31, 2016	Dec. 31, 2015	Change
Ordinary			
Benefit Obligations	\$ 41,264	\$ 41,255	\$ 9
Unpaid Claims	1,030	1,028	2
Accrued Expenses	7,086	7,926	(840)
Nonadmitted Assets	33,398	32,338	1,060
AMT Credits	92,655	89,755	2,900
Other	4,987	4,924	63
Subtotal	<u>180,420</u>	<u>177,226</u>	<u>3,194</u>
Statutory valuation allowance adjustment	129,565	126,729	2,836
Nonadmitted	<u>21,829</u>	<u>21,608</u>	<u>221</u>
Admitted ordinary deferred tax assets	29,026	28,889	137
Capital			
Investments	<u>22,726</u>	<u>26,193</u>	<u>(3,467)</u>
Subtotal	<u>22,726</u>	<u>26,193</u>	<u>(3,467)</u>
Nonadmitted	<u>-</u>	<u>324</u>	<u>(324)</u>
Admitted capital deferred tax assets	<u>22,726</u>	<u>25,869</u>	<u>(3,143)</u>
Admitted deferred tax assets	<u>51,752</u>	<u>54,758</u>	<u>(3,006)</u>
Deferred Tax Liabilities:			
Ordinary			
Accrued Expenses	-	-	-
Unpaid Claims	<u>11</u>	<u>12</u>	<u>(1)</u>
Subtotal	<u>11</u>	<u>12</u>	<u>(1)</u>
Capital			
Investments	1,630	1,754	(124)
Investment in affiliate	<u>53,028</u>	<u>59,793</u>	<u>(6,765)</u>
Subtotal	<u>54,658</u>	<u>61,547</u>	<u>(6,889)</u>
Deferred tax liabilities	<u>54,669</u>	<u>61,559</u>	<u>(6,890)</u>
Net deferred tax liabilities	<u>\$ (2,917)</u>	<u>\$ (6,801)</u>	<u>\$ 3,884</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*):

	Mar. 31, 2016	Dec. 31, 2015	Change
Adjusted gross deferred tax assets	\$ 73,581	\$ 76,690	\$ (3,109)
Total deferred tax liabilities	<u>54,669</u>	<u>61,559</u>	<u>6,890</u>
Net deferred tax assets/(liabilities)	\$ 18,912	\$ 15,131	\$ 3,781
Tax effect of unrealized gains(losses)			40
Investment in Affiliate			(3,866)
Change in net deferred income tax			<u>\$ (45)</u>

NOTES TO FINANCIAL STATEMENTS

The reconciliation of the federal income tax rate to the actual effective rate is as follows (*in thousands*):

	Mar. 31, 2016	Effective Tax Rate
Benefit computed at statutory rate	\$ (8,984)	35.00%
Section 833(b) Deduction	(6,580)	25.64%
Permanent book to tax and other reserve adjustment	25,105	-97.81%
Change in equity valuation allowance	(2,869)	11.18%
Changes in valuation allowance	2,836	-11.05%
Nonadmitted assets and other	(1,060)	4.12%
Total	<u>\$ 8,448</u>	<u>-32.92%</u>

Federal income taxes incurred	\$ 8,403	-32.74%
Change in net deferred income taxes	45	-0.18%
Total statutory income taxes	<u>\$ 8,448</u>	<u>-32.92%</u>

Beginning in 2014, Health Reform Legislation imposed an annual HIF on health insurers. The HIF is a nondeductible permanent item for income tax purposes thus increasing the company's effective tax rate.

The Company is subject to examination by the Internal Revenue Service and state taxing authorities. In general, the Company's tax years 2012 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, Affiliates and Other Related Parties

Group Hospitalization and Medical Services, Inc. (GHMSI or the Company) is a not-for-profit company that provides a comprehensive array of health insurance and managed care products and services primarily through indemnity health insurance and health benefits administration. Other products and services include preferred provider and point of service networks, third-party administrator services and other managed care services. These products and services are provided to individuals, businesses and governmental agencies primarily in the Washington, D.C. metropolitan area, Northern Virginia and the state of Maryland.

The Company and CareFirst of Maryland, Inc. (CFMI) are both affiliates of a not-for-profit parent company, CareFirst, Inc. (CFI). These affiliates do business as CareFirst BlueCross BlueShield. The Company and CFMI hold joint interests in a holding company, CareFirst Holdings, LLC (CFH). CFH was formed on December 31, 2010 by contributed assets from the Company and CFMI. CFH's wholly-owned subsidiaries include First Care, Inc. (FirstCare), CFA, LLC, National Capital Insurance Agency, LLC, Capital Area Services Company, LLC and CareFirst BlueChoice, Inc. (CFBC) and its subsidiaries. CFH and its subsidiaries are owned 50.001% by CFMI and 49.999% by GHMSI. Since control over CFH operations is vested in CFI, GHMSI determined that neither GHMSI nor CFMI exercise control over CFH.

GHMSI's subsidiary, Service Benefit Plan Administrative Services Corporation (SBP), was created to operate the Federal Employee Program Operations Center under a contract with the BlueCross BlueShield Association (BCBSA). SBP is 90% owned by GHMSI and 10% owned by BCBSA.

11. Debt

None.

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

The components of net periodic benefit cost for the three months ended March 31, 2016 and 2015 are as follows (*in thousands*):

	Pension Benefits		Other Postretirement Benefits	
	2016	2015	2016	2015
Service cost	\$ 1,685	\$ 1,693	\$ 125	\$ 163
Interest cost	3,557	3,443	257	273
Expected return on plan assets	(5,358)	(5,763)	-	-
Amortization of transition asset	(662)	(662)	-	-
Amortization of prior service cost	49	54	69	69
Net recognized actuarial loss (gain)	2,304	2,034	(46)	-
Net periodic benefit cost for the three months ended March 31	<u>\$ 1,575</u>	<u>\$ 799</u>	<u>\$ 405</u>	<u>\$ 505</u>

NOTES TO FINANCIAL STATEMENTS

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

- (1) – (8) No change.
- (9) The Company is subject to the Health Insurer Fee (HIF) under Section 9010 of the Patient Protection and Affordable Care Act. In accordance with SSAP No. 106 *Affordable Care Act Section 9010 Assessment* (SSAP 106) the Company's estimated HIF payable in the following year is required to be reclassified from unassigned surplus to special surplus. The Company's balance of special surplus funds represents the amount reclassified for the period. As a result of the 2017 HIF moratorium, there is no amount reclassified to special surplus in 2016.

- (10) Change in net unrealized capital gains (losses) for the three months ended March 31, 2016:

Change in the unrealized gains (losses) from:

Affiliated other invested assets:

CareFirst Holdings	\$	(225,255)
CareFirst BlueChoice		(21,073,795)
FirstCare		10,052
CFA		2,063,296
CASCI		1,194,380
NCIA		135,965
Unaffiliated common stocks		190,084
Bonds		11,890
Total unrealized gains (losses)		<u>(17,693,383)</u>
Capital gains deferred taxes		<u>(70,691)</u>
Change in net unrealized capital gains (losses)		
less capital gains taxes (page 5 line 36)	\$	(17,764,074)

- (11) – (13) No change.

14. Liabilities, Contingencies and Assessments**A. Contingent Commitments**

None.

B. Assessments

In the jurisdictions in which the Company is licensed to conduct business, guaranty associations have been created for the purpose, among others, of protecting insured parties under health insurance policies when a health insurer becomes impaired, insolvent, or fails. The Company is contingently liable for assessments in any calendar year, in order to provide any required funds to carry out the power and duties of the associations. These associations levy assessments, up to prescribed limits, on all member insurers in a particular state on the basis of the proportionate share of the premiums written by member insurers in the line of business in which the impaired, insolvent or failed insurer is engaged. Some states permit member insurers to recover assessments through full or partial premium tax offsets.

The Pennsylvania Insurance Commissioner has placed long-term care insurer Penn Treaty Network America Insurance Company and one of its subsidiaries (collectively, "Penn Treaty") in rehabilitation, an intermediate action before insolvency, and has petitioned a state court for liquidation. If Penn Treaty is liquidated, the Company and other insurers may be required to pay a portion of Penn Treaty's policyholder claims related to their jurisdictions through guaranty association assessments in future periods. The Company is currently unable to predict the ultimate outcome of, or reasonably estimate the loss or range of losses resulting from, this potential insolvency because the Company cannot predict when the state court will render a decision, the amount of the insolvency, if any, the amount and timing of associated guaranty association assessments or the amount or availability of potential offsets, such as premium tax offsets. It is possible that in future reporting periods the Company may record a liability and a premium tax offset receivable relating to Penn Treaty which could have a material adverse effect on the Company's financial statements.

C. Gain Contingencies

None.

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

None.

E. Joint and Several Liabilities

None.

F. All Other Contingencies

NOTES TO FINANCIAL STATEMENTS

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. During 2012, CFMI and GHMSI discovered a processing error related to the handling of claims for Medicare members of certain non-risk groups between the years from 2009 to 2012. This error was promptly corrected once identified. As a result, CFMI and GHMSI recorded a liability of \$4,800,000, of which \$1,143,000 was recorded by the Company representing the Company's best estimate of its portion of liability to the Centers for Medicare and Medicaid Services (CMS) at December 31, 2012. At December 31, 2013, the liability was reduced to \$721,000 after the Company completed its review of the claims data related to this liability. In 2014, the Company revised its estimate and recorded an additional liability of \$540,000. The balance of the liability is \$1,261,000 as of December 31, 2014, and is included in other liabilities. There have been no adjustments to this liability since December 31, 2014. The Company's management believes that the final resolution of this matter will not result in additional material liabilities to the Company.

On December 30, 2014, the DISB issued an order in which it concluded that GHMSI's RBC of 998% at December 31, 2011 was excessive, and that the appropriate RBC was 721%. The order stated that 21% of GHMSI's 2011 surplus was attributable to the District of Columbia (District), and instructed GHMSI to submit a plan for dedication of excess 2011 surplus attributable to the District to community reinvestment in a fair and equitable manner.

GHMSI set out the grounds on which it contends that the December 30, 2014 order is erroneous in a Motion to Reconsider filed on January 22, 2015, which was denied. In its plan filed on March 16, 2015, GHMSI also demonstrated that no further reduction or distribution of surplus attributable to the District would be warranted, because the surplus attributable to the District has fallen significantly since 2011 on account of rate reduction and moderation, community giving, and other community reinvestment.

There is no present instruction to GHMSI to pay any sum of money, and there will be significant additional proceedings before any remedial plan is adopted. Those proceedings include an appeal of any final DISB order, conclusion of state proceedings and potential Federal challenges by Maryland and Virginia. Currently, the effect of any remedial plan upon GHMSI in terms of dollars is uncertain, given that GHMSI's RBC has decreased since December 31, 2011.

GHMSI's requirements to consider the instructions of its regulators in Maryland and Virginia, and the pending legal decisions that will occur at a future time, coupled with the decline in RBC since the December 31, 2011 measurement date in the DISB December 30, 2014 order, and the fact that the December 30, 2014 order is not an appealable final order, combine to create substantial uncertainty as to whether a contingent liability exists at March 31, 2016. Therefore, GHMSI has concluded that it is not probable that a loss has been incurred. GHMSI has also concluded that a reasonable estimate of loss cannot be determined at this time. GHMSI will continue to monitor the developments in this matter which may require a reconsideration of whether a loss contingency should be recorded at a future date.

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

No change.

B. Lessor 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

NOTES TO FINANCIAL STATEMENTS

The results from operations of uninsured ASC plans and the uninsured portion of partially insured plans were as follows for the three months ended March 31, 2016 and 2015 (*in thousands*):

	March 31	
	2016	2015
Gross reimbursement for medical costs incurred	\$ 210,374	\$ 185,391
Gross administrative fees accrued	12,532	12,830
Gross expenses incurred	(228,039)	(201,846)
Operating loss, before stop loss	\$ (5,133)	\$ (3,625)
Stop loss, net	3,021	1,908
Proforma operating loss	\$ (2,112)	\$ (1,717)

The stop loss amount reported above represents the stop loss underwriting gain from the ASC business.

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* 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 levels during the three months ended March 31, 2016.

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 values of publicly-traded index funds where market quotes are available but are not considered actively traded are classified as Level 2. Fair values of privately held equity securities, where there has been limited trading activity or where less price transparency exists around the inputs to the valuation, are classified as Level 3.

NOTES TO FINANCIAL STATEMENTS

The following table presents information about the fair value of the Company's financial instruments measured and reported at fair value (*in thousands*).

	Quoted Prices in Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	Total Fair Value as of March 31, 2016
Assets				
Bonds	\$ —	\$ 476	\$ —	\$ 476
Common stocks				
Large capital equity index fund	—	43,073	—	43,073
Small capital equity index fund	—	11,042	—	11,042
International equity index fund	—	14,377	—	14,377
Publicly-traded fixed income index fund (a)	—	28,445	—	28,445
Privately held equity securities	—	—	3,987	3,987
Total common stocks	—	96,937	3,987	100,924
Total assets measured and reported at fair value	\$ —	\$ 97,413	\$ 3,987	\$ 101,400

(a) Represent investments in U.S. Treasury inflation-protected securities.

A reconciliation of the beginning and ending balances of privately held equity securities measured at fair value using Level 3 inputs is as follows (*in thousands*):

Beginning balance at January 1, 2016	\$ 3,987
Gains recognized in capital and surplus—statutory-basis	—
Ending balance at March 31, 2016	<u>\$ 3,987</u>

The following table presents information about the aggregate fair value of the Company's financial instruments (*in thousands*).

	Quoted Prices in Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	Aggregate Fair Value as of March 31, 2016	Admitted Assets as of March 31, 2016
Bonds	\$ 60,925	\$ 401,018	\$ —	\$ 461,943	\$ 453,886
Common stocks	—	96,937	3,987	100,924	100,924
Total assets at fair value	<u>\$ 60,925</u>	<u>\$ 497,955</u>	<u>\$ 3,987</u>	<u>\$ 562,867</u>	<u>\$ 554,810</u>

As of March 31, 2016, the Company has no financial instruments for which it is not practicable to estimate fair value.

21. Other Items

A. Unusual or Infrequent Items

Not applicable.

B. Troubled Debt Restructuring: Debtors

Not applicable.

C. Other Disclosures

In accordance with SSAP 106, the entire HIF is recognized as general administrative expense on January 1. As of March 31, 2016 and 2015, the Company has recorded the HIF of \$70,299,000 and \$69,340,000, respectively, net of reinsurance.

D. Business Interruption Insurance Recoveries

Not applicable.

E. State Transferable and Non-transferable Tax Credits

Not applicable.

F. Subprime-Mortgage-Related Risk Exposure

NOTES TO FINANCIAL STATEMENTS

- (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 March 31, 2016.
- (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.

G. Retained Assets

Not applicable.

H. Insurance-Linked Securities

Not applicable.

22. Events Subsequent

Not applicable.

23. Reinsurance**A. Ceded Reinsurance Report**

The Company maintains a quota-share reinsurance contract with FirstCare, a former plan sponsor of Medicare Part D prescription drug insurance coverage under a contract with CMS. Effective July 11, 2014, FirstCare is no longer a Medicare Part D plan sponsor. Therefore, the reinsurance amounts assumed by the Company represent FirstCare's obligations from run-out activities. The Company assumed no risk premiums and incurred an underwriting loss in the amount of \$0 and \$104,000 for the three months ended March 31, 2016 and 2015, respectively.

Certain business has been written by CFMI and GHMSI which represents contracts outside the historic CFMI and GHMSI service areas (cross-jurisdictional sales). The net underwriting gain or loss from this cross-jurisdictional business is transferred via a quota-share reinsurance contract from the company that earned them to the company in whose service area they were earned. The Company remains obligated for amounts ceded in the event that CFMI does not meet its obligations. As a result of this reinsurance agreement, the following amounts were assumed from and ceded to CFMI for the three months ended March 31, 2016 and 2015 (*in thousands*):

	March 31	
	2016	2015
	<hr/>	<hr/>
Premiums assumed	\$ 8,560	\$ 9,715
Premiums ceded	(27,047)	(27,355)
Premiums, net	<hr/> (18,487)	<hr/> (17,640)
Cost of care assumed	4,931	7,229
Cost of care ceded	(19,043)	(18,689)
Cost of care, net	<hr/> (14,112)	<hr/> (11,460)
General and administrative expenses ceded, net	(2,091)	(2,311)
Net gain ceded	<hr/> \$ (2,284)	<hr/> \$ (3,869)

B. Uncollectible Reinsurance

Not applicable.

C. Commutation of Ceded Reinsurance

Not applicable.

D. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

Not applicable.

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

A. – C. Not applicable.

NOTES TO FINANCIAL STATEMENTS

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

	Individual	Small Group Employer	Large Group Employer	Other Categories with Rebates	Total
Prior Reporting Year					
(1) Medical loss ratio rebates incurred	\$ —	\$ —	\$ —	\$ —	\$ —
(2) Medical loss ratio rebates paid	—	—	—	—	—
(3) Medical loss ratio rebates unpaid	—	—	—	—	—
(4) Plus reinsurance assumed amounts	XXX	XXX	XXX	XXX	551
(5) Less reinsurance ceded amounts	XXX	XXX	XXX	XXX	—
(6) Rebates unpaid net of reinsurance	XXX	XXX	XXX	XXX	\$ 551
Current Reporting Year-to-Date					
(7) Medical loss ratio rebates incurred	\$ —	\$ 800	\$ —	\$ —	\$ 800
(8) Medical loss ratio rebates paid	—	—	—	—	—
(9) Medical loss ratio rebates unpaid	—	800	—	—	800
(10) Plus reinsurance assumed amounts	XXX	XXX	XXX	XXX	551
(11) Less reinsurance ceded amounts	XXX	XXX	XXX	XXX	290
(12) Rebates unpaid net of reinsurance	XXX	XXX	XXX	XXX	\$ 1,061

The assumed and ceded amounts above are under the Company's reinsurance contracts with FirstCare and CFMI, respectively (refer to Note 23).

E. Risk-Sharing Provisions of the Affordable Care Act

1. Did the reporting entity write accident and health insurance premium that is subject to the Affordable Care Act (ACA) risk-sharing provisions?

Yes.

NOTES TO FINANCIAL STATEMENTS

2. Impact of Risk-Sharing Provisions of the ACA on Admitted Assets, Liabilities and Revenue for the three months ended March 31, 2016 (*in thousands*):

a.	Permanent ACA Risk Adjustment Program		
	Assets		
	1. Premium adjustments receivable due to ACA Risk Adjustment	\$	68,857
	Liabilities		
	2. Risk adjustment user fees payable for ACA Risk Adjustment		138
	3. Premium adjustments payable due to ACA Risk Adjustment		—
	Operations (Revenue & Expense)		
	4. Reported as revenue in premium for accident and health contracts written due to ACA Risk Adjustment		14,100
	5. Reported in expenses as ACA risk adjustment user fees incurred		41
b.	Transitional ACA Reinsurance Program		
	Assets		
	1. Amounts recoverable for claims paid due to ACA Reinsurance	\$	22,293
	2. Amounts recoverable for claims unpaid due to ACA Reinsurance (Contra Liability)		1,002
	3. Amounts receivable relating to uninsured plans for contributions for ACA Reinsurance		—
	Liabilities		
	4. Liabilities for contributions payable due to ACA Reinsurance - not reported as ceded premium		8,766
	5. Ceded reinsurance premiums payable due to ACA Reinsurance		171
	6. Liabilities for amounts held under uninsured plans contributions for ACA Reinsurance		—
	Operations (Revenue & Expense)		
	7. Ceded reinsurance premiums due to ACA Reinsurance		171
	8. Reinsurance recoveries (income statement) due to ACA Reinsurance payments or expected payments		910
	9. ACA Reinsurance contributions – not reported as ceded premium		3,095
c.	Temporary ACA Risk Corridors Program		
	Assets		
	1. Accrued retrospective premium due from ACA Risk Corridors	\$	3
	Liabilities		
	2. Reserve for rate credits or policy experience rating refunds due to ACA Risk Corridors		—
	Operations (Revenue & Expense)		
	3. Effect of ACA Risk Corridors on net premium income		—
	4. Effect of ACA Risk Corridors on change in reserves for rate credits		(200)

The above amounts are subject to the Company's reinsurance agreement with CFMI as noted in Note 23.

Supplemental schedule of ACA Risk Corridors Receivables by program year (*in thousands*):

	(A)	(B)	(C)	(D) = (A) - (B) - (C)	(E)	(F) = (D) - (E)
Risk Corridors Program Year:	Estimated Amount to be Filed or Final Amount Filed with CMS	Non-Accrued Amounts for Impairment or Other Reasons	Amounts received from CMS	Asset Balance (Gross of Non-admissions)	Non-admitted Amount	Net Admitted Asset
2014	\$ 1,022	\$ 893	\$ 126	\$ 3	\$ -	\$ 3
2015	12,800	12,800	-	-	-	-
2016	-	-	-	-	-	-
Total	\$ 13,822	\$ 13,693	\$ 126	\$ 3	\$ -	\$ 3

NOTES TO FINANCIAL STATEMENTS

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

	Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments		Unsettled Balances as of the Reporting Date		
					Prior Year Accrued Less Payments (Col1 - 3)	Prior Year Accrued Less Payments (Col2 - 4)	To Prior Year Balances	To Prior Year Balances	Cumulative Balance from Prior Years (Col1-3+7)	Cumulative Balance from Prior Years (Col2-4+8)	
					5	6	7	8	9	10	
	1	2	3	4	5	6	7	8	Ref	9	10
	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)		Receivable	(Payable)
a. Permanent ACA Risk Adjustment Program											
1. Premium adjustments receivable	\$ 55,397	\$ -	\$ 640	\$ -	\$ 54,757	\$ -	\$ 4,000	\$ -	A	\$ 58,757	\$ -
2. Premium adjustments (payable)	-	-	-	-	-	-	-	-	B	-	-
3. Subtotal ACA Permanent Risk Adjustment Program	55,397	-	640	-	54,757	-	4,000	-		58,757	-
b. Transitional ACA Reinsurance Program											
1. Amounts recoverable for claims paid	29,752	-	10,293	-	19,459	-	2,183	-	C	21,642	-
2. Amounts recoverable for claims unpaid (contra liability)	3,410	-	-	-	3,410	-	(3,410)	-	D	-	-
3. Amounts receivable relating to uninsured plans	-	-	-	-	-	-	-	-	E	-	-
4. Liabilities for contributions payable due to ACA Reinsurance – not reported as ceded premium	-	5,671	-	-	-	5,671	-	-	F	-	5,671
5. Ceded reinsurance premiums payable	-	-	-	-	-	-	-	-	G	-	-
6. Liability for amounts held under uninsured plans	-	-	-	-	-	-	-	-	H	-	-
7. Subtotal ACA Transitional Reinsurance Program	33,162	5,671	10,293	-	22,869	5,671	(1,227)	-		21,642	5,671
c. Temporary ACA Risk Corridors Program											
1. Accrued retrospective premium	18	-	15	-	3	-	-	-	I	3	-
2. Reserve for rate credits or policy experience rating refunds	-	200	-	-	-	200	-	(200)	J	-	-
3. Subtotal ACA Risk Corridors Program	18	200	15	-	3	200	-	(200)		3	-
d. Total for ACA Risk Sharing Provisions	\$ 88,577	\$ 5,871	\$ 10,948	\$ -	\$ 77,629	\$ 5,871	\$ 2,773	\$ (200)		\$ 80,402	\$ 5,671

Explanations of Adjustments:

- A. True-up of year-end estimate.
- B. Not applicable.
- C. Include run-out claims through 3/31/2016.
- D. Accrued receivable is now included in amounts recoverable for claims paid.
- E. Not applicable.
- F. Not applicable.
- G. Not applicable.
- H. Not applicable.
- I. Not applicable.
- J. True-up of year-end estimate.

Supplemental roll-forward of ACA Risk Corridors by program year (*in thousands*):

Risk Corridors Program Year:	Accrued as of December 31 of the prior reporting year		Received or Paid as of the Current Period on Business Written For the Risk Corridors Program Year		Differences		Adjustments		Unsettled Balances as of the Reporting Date		
					Accrued Less Payments (Col1 - 3)	Accrued Less Payments (Col2 - 4)	Balances	Balances	Cumulative Balance (Col1-3+7)	Cumulative Balance (Col2-4+8)	
					5	6	7	8	9	10	
	1	2	3	4	5	6	7	8	Ref	9	10
	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)		Receivable	(Payable)
2014											
Accrued Retrospective premium	\$ 18	\$ -	\$ 15	\$ -	\$ 3	\$ -	\$ -	\$ -		\$ 3	\$ -
Reserve for rate credits or policy experience rating refunds	-	-	-	-	-	-	-	-		-	-
2015											
Accrued Retrospective premium	-	-	-	-	-	-	-	-		-	-
Reserve for rate credits or policy experience rating refunds	-	200	-	-	-	200	-	(200)		-	-
2016											
Accrued Retrospective premium	-	-	-	-	-	-	-	-		-	-
Reserve for rate credits or policy experience rating refunds	-	-	-	-	-	-	-	-		-	-
Total for Risk Corridors	\$ 18	\$ 200	\$ 15	\$ -	\$ 3	\$ 200	\$ -	\$ (200)		\$ 3	\$ -

NOTES TO FINANCIAL STATEMENTS

25. Change in Incurred Claims and Claim Adjustment Expenses

As of March 31, 2016, \$226,912,000 has been paid for incurred claims attributable to insured events for prior years. Reserves remaining for prior years are now \$54,417,000 as a result of re-estimation of unpaid claims and unpaid claims adjustment expenses. Therefore, there has been a \$2,795,000 unfavorable prior year development since December 31, 2015 to March 31, 2016, which includes an \$11,458,000 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. Pharmaceutical Rebate Receivables

No change.

B. Risk Sharing Receivables

Not applicable.

29. Participating Policies

Not applicable.

30. Premium Deficiency Reserve

1. Liability carried for premium deficiency reserves: \$8,850,000 within aggregate health policy reserves
2. Date of the most recent evaluation of this liability: March 31, 2016
3. Was anticipated investment income utilized in the calculation? No

31. Anticipated 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 [X]
- 1.2 If yes, has the report been filed with the domiciliary state? Yes [] No []
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [] No [X]
- 2.2 If yes, date of change:
- 3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [X] No []
If yes, complete Schedule Y, Parts 1 and 1A.
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [] No [X]
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes.
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]
- 4.2 If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes [] No [] N/A [X]
If yes, attach an explanation.
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2013
- 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. 12/31/2013
- 6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 06/29/2015
- 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 [X]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [] No [] N/A [X]
- 7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [] No [X]
- 7.2 If yes, give full information:
- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [] No [X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [] No [X]
- 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

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

GENERAL INTERROGATORIES

- 9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [] No []
 (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
 (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
 (c) Compliance with applicable governmental laws, rules and regulations;
 (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
 (e) Accountability for adherence to the code.
- 9.11 If the response to 9.1 is No, please explain:
- 9.2 Has the code of ethics for senior managers been amended? Yes [] No []
- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s).
 The code was amended in 2015 with an effective date of January 1, 2016 to reflect best practices and new policies as part of a periodic update.
- 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 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$0	\$0
14.22 Preferred Stock	\$0	\$0
14.23 Common Stock	\$0	\$0
14.24 Short-Term Investments	\$0	\$0
14.25 Mortgage Loans on Real Estate	\$0	\$0
14.26 All Other	\$458,150,117	\$441,997,454
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)	\$458,150,117	\$441,997,454
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	\$0	\$0

- 15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes [] No []
- 15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No []
 If no, attach a description with this statement.

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
Bank of New York Mellon	1 Wall St., New York, NY 10286

- 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 Investment Analysis Office been followed? Yes [] No []

- 18.2 If no, list exceptions:

GENERAL INTERROGATORIES

PART 2 - HEALTH

1. Operating Percentages:
- 1.1 A&H loss percent85.9 %
 - 1.2 A&H cost containment percent2.1 %
 - 1.3 A&H expense percent excluding cost containment expenses18.2 %
- 2.1 Do you act as a custodian for health savings accounts? Yes [] No [X]
- 2.2 If yes, please provide the amount of custodial funds held as of the reporting date\$.....0
- 2.3 Do you act as an administrator for health savings accounts? Yes [] No [X]
- 2.4 If yes, please provide the balance of the funds administered as of the reporting date\$.....0

SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Reinsurer	5 Domiciliary Jurisdiction	6 Type of Reinsurance Ceded	7 Type of Reinsurer	8 Certified Reinsurer Rating (1 through 6)	9 Effective Date of Certified Reinsurer Rating
NONE								

STATEMENT AS OF MARCH 31, 2016 OF THE Group Hospitalization & Medical Services, Inc.
SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS

Current Year to Date - Allocated by States and Territories

States, etc.	1 Active Status	Direct Business Only							9 Deposit-Type Contracts	
		2 Accident and Health Premiums	3 Medicare Title XVIII	4 Medicaid Title XIX	5 Federal Employees Health Benefits Program Premiums	6 Life and Annuity Premiums & Other Considerations	7 Property/Casualty Premiums	8 Total Columns 2 Through 7		
1. Alabama AL	N	0	0	0	0	0	0	0	0	
2. Alaska AK	N	0	0	0	0	0	0	0	0	
3. Arizona AZ	N	0	0	0	0	0	0	0	0	
4. Arkansas AR	N	0	0	0	0	0	0	0	0	
5. California CA	N	0	0	0	0	0	0	0	0	
6. Colorado CO	N	0	0	0	0	0	0	0	0	
7. Connecticut CT	N	0	0	0	0	0	0	0	0	
8. Delaware DE	N	0	0	0	0	0	0	0	0	
9. District of Columbia DC	L	144,632,056	0	0	101,305,633	0	0	245,937,689	0	
10. Florida FL	N	0	0	0	0	0	0	0	0	
11. Georgia GA	N	0	0	0	0	0	0	0	0	
12. Hawaii HI	N	0	0	0	0	0	0	0	0	
13. Idaho ID	N	0	0	0	0	0	0	0	0	
14. Illinois IL	N	0	0	0	0	0	0	0	0	
15. Indiana IN	N	0	0	0	0	0	0	0	0	
16. Iowa IA	N	0	0	0	0	0	0	0	0	
17. Kansas KS	N	0	0	0	0	0	0	0	0	
18. Kentucky KY	N	0	0	0	0	0	0	0	0	
19. Louisiana LA	N	0	0	0	0	0	0	0	0	
20. Maine ME	N	0	0	0	0	0	0	0	0	
21. Maryland MD	L	114,704,590	0	0	236,067,944	0	0	350,772,534	0	
22. Massachusetts MA	N	0	0	0	0	0	0	0	0	
23. Michigan MI	N	0	0	0	0	0	0	0	0	
24. Minnesota MN	N	0	0	0	0	0	0	0	0	
25. Mississippi MS	N	0	0	0	0	0	0	0	0	
26. Missouri MO	N	0	0	0	0	0	0	0	0	
27. Montana MT	N	0	0	0	0	0	0	0	0	
28. Nebraska NE	N	0	0	0	0	0	0	0	0	
29. Nevada NV	N	0	0	0	0	0	0	0	0	
30. New Hampshire NH	N	0	0	0	0	0	0	0	0	
31. New Jersey NJ	N	0	0	0	0	0	0	0	0	
32. New Mexico NM	N	0	0	0	0	0	0	0	0	
33. New York NY	N	0	0	0	0	0	0	0	0	
34. North Carolina NC	N	0	0	0	0	0	0	0	0	
35. North Dakota ND	N	0	0	0	0	0	0	0	0	
36. Ohio OH	N	0	0	0	0	0	0	0	0	
37. Oklahoma OK	N	0	0	0	0	0	0	0	0	
38. Oregon OR	N	0	0	0	0	0	0	0	0	
39. Pennsylvania PA	N	0	0	0	0	0	0	0	0	
40. Rhode Island RI	N	0	0	0	0	0	0	0	0	
41. South Carolina SC	N	0	0	0	0	0	0	0	0	
42. South Dakota SD	N	0	0	0	0	0	0	0	0	
43. Tennessee TN	N	0	0	0	0	0	0	0	0	
44. Texas TX	N	0	0	0	0	0	0	0	0	
45. Utah UT	N	0	0	0	0	0	0	0	0	
46. Vermont VT	N	0	0	0	0	0	0	0	0	
47. Virginia VA	L	114,832,991	0	0	183,608,402	0	0	298,441,393	0	
48. Washington WA	N	0	0	0	0	0	0	0	0	
49. West Virginia WV	N	0	0	0	0	0	0	0	0	
50. Wisconsin WI	N	0	0	0	0	0	0	0	0	
51. Wyoming WY	N	0	0	0	0	0	0	0	0	
52. American Samoa AS	N	0	0	0	0	0	0	0	0	
53. Guam GU	N	0	0	0	0	0	0	0	0	
54. Puerto Rico PR	N	0	0	0	0	0	0	0	0	
55. U.S. Virgin Islands VI	N	0	0	0	0	0	0	0	0	
56. Northern Mariana Islands MP	N	0	0	0	0	0	0	0	0	
57. Canada CAN	N	0	0	0	0	0	0	0	0	
58. Aggregate Other Aliens OT	XXX	0	0	0	0	0	0	0	0	
59. Subtotal	XXX	374,169,637	0	0	520,981,979	0	0	895,151,616	0	
60. Reporting Entity Contributions for Employee Benefit Plans	XXX	0	0	0	0	0	0	0	0	
61. Totals (Direct Business)	(a) 3	374,169,637	0	0	520,981,979	0	0	895,151,616	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	

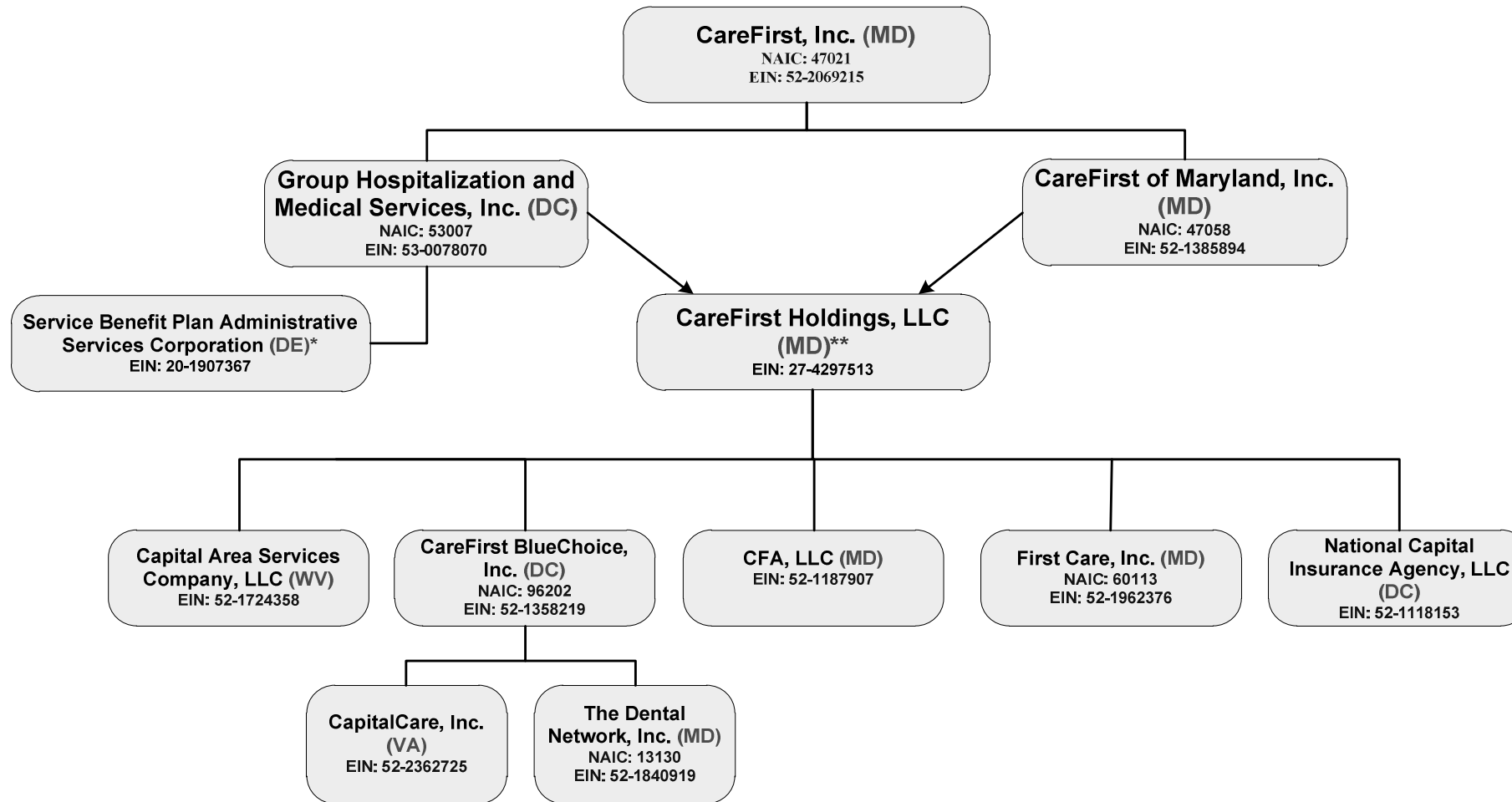
(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business 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 except for Federal Employees Health Benefits Program (FEHBP). FEHBP premiums from members residing in the United States are reported based on the members' residence whereas premiums from overseas members are reported in D.C.

The D.C. Accident & Health Premiums above include premiums from the Federal Employees Dental/Vision Program (FEDVIP) of \$3,613,454.

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



15

*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 MARCH 31, 2016 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE Y
PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries Or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	*
.0380	Carefirst Inc Group	47021	52-2069215				CareFirst, Inc.	MD	IA			0.000	CareFirst, Inc.	
.0380	Carefirst Inc Group	53007	53-0078070				Group Hospitalization and Medical Services, Inc.	DC	RE	CareFirst, Inc.	Board of Directors	0.000	CareFirst, Inc.	
.0380	Carefirst Inc Group	47058	52-1385894				CareFirst of Maryland, Inc.	MD	IA	CareFirst, Inc.	Board of Directors	0.000	CareFirst, Inc.	
		00000	20-1907367				Service Benefit Plan Administrative Services Corporation	DE	DS	Group Hospitalization and Medical Services, Inc.	Ownership	90.000	CareFirst, Inc.	
		00000	27-4297513				CareFirst Holdings, LLC	MD	NIA	CareFirst, Inc.	Board of Directors	0.000	CareFirst, Inc.	
		00000	52-1724358				Capital Area Services Company, LLC	WV	NIA	CareFirst Holdings, LLC	Ownership	100.000	CareFirst, Inc.	
.0380	Carefirst Inc Group	96202	52-1358219				CareFirst BlueChoice, Inc.	DC	IA	CareFirst Holdings, LLC	Ownership	100.000	CareFirst, Inc.	
		00000	52-1187907				CFA, LLC	MD	NIA	CareFirst Holdings, LLC	Ownership	100.000	CareFirst, Inc.	
.0380	Carefirst Inc Group	60113	52-1962376				First Care, Inc.	MD	IA	CareFirst Holdings, LLC	Ownership	100.000	CareFirst, Inc.	
		00000	52-1118153				National Capital Insurance Agency, LLC	DC	NIA	CareFirst Holdings, LLC	Ownership	100.000	CareFirst, Inc.	
		00000	52-2362725				CapitalCare, Inc.	VA	NIA	CareFirst BlueChoice, Inc.	Ownership	100.000	CareFirst, Inc.	
.0380	Carefirst Inc Group	13130	52-1840919				The Dental Network, Inc.	MD	IA	CareFirst BlueChoice, Inc.	Ownership	100.000	CareFirst, Inc.	

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

Additional Write-ins for Liabilities Line 23

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
2304. Contingent Liability Reserve	2,611,060	0	2,611,060	2,611,060
2305. Tax Contingency Reserve	711,674	0	711,674	711,674
2306. Other Liabilities	4,387,827	0	4,387,827	5,724,191
2397. Summary of remaining write-ins for Line 23 from overflow page	7,710,561	0	7,710,561	9,046,925

SCHEDULE A - VERIFICATION

Real Estate

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

NONE**SCHEDULE B - VERIFICATION**

Mortgage Loans

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

NONE**SCHEDULE BA - VERIFICATION**

Other Long-Term Invested Assets

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	458,316,784	459,647,709
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	0	0
2.2 Additional investment made after acquisition	0	0
3. Capitalized deferred interest and other	0	0
4. Accrual of discount	0	0
5. Unrealized valuation increase (decrease)	(16,152,663)	(1,330,925)
6. Total gain (loss) on disposals	0	0
7. Deduct amounts received on disposals	0	0
8. Deduct amortization of premium and depreciation	0	0
9. Total foreign exchange change in book/adjusted carrying value	0	0
10. Deduct current year's other than temporary impairment recognized	0	0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	442,164,121	458,316,784
12. Deduct total nonadmitted amounts	166,667	166,667
13. Statement value at end of current period (Line 11 minus Line 12)	441,997,454	458,150,117

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	540,543,345	536,993,824
2. Cost of bonds and stocks acquired	161,881,150	802,088,077
3. Accrual of discount	54,855	247,333
4. Unrealized valuation increase (decrease)	201,986	(11,505,797)
5. Total gain (loss) on disposals	1,312,251	9,240,135
6. Deduct consideration for bonds and stocks disposed of	148,649,274	793,538,574
7. Deduct amortization of premium	534,161	2,981,653
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)	554,810,152	540,543,345
11. Deduct total nonadmitted amounts	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	554,810,152	540,543,345

STATEMENT AS OF MARCH 31, 2016 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE D - PART 1B

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

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a)	396,978,540	260,106,751	133,894,399	(1,302,779)	521,888,113	0	0	396,978,540
2. NAIC 2 (a)	109,802,122	5,821,007	16,640,090	823,988	99,807,027	0	0	109,802,122
3. NAIC 3 (a)	0	0	0	0	0	0	0	0
4. NAIC 4 (a)	1,004,331	0	61,430	(3,898)	939,003	0	0	1,004,331
5. NAIC 5 (a)	0	0	0	0	0	0	0	0
6. NAIC 6 (a)	18	0	13,475	13,457	0	0	0	18
7. Total Bonds	507,785,011	265,927,758	150,609,394	(469,232)	622,634,143	0	0	507,785,011
PREFERRED STOCK								
8. NAIC 1	0	0	0	0	0	0	0	0
9. NAIC 2	0	0	0	0	0	0	0	0
10. NAIC 3	0	0	0	0	0	0	0	0
11. NAIC 4	0	0	0	0	0	0	0	0
12. NAIC 5	0	0	0	0	0	0	0	0
13. NAIC 6	0	0	0	0	0	0	0	0
14. Total Preferred Stock	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock	507,785,011	265,927,758	150,609,394	(469,232)	622,634,143	0	0	507,785,011

(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

S102

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	168,747,768	xxx	168,750,958	63,769	0

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	75,822,130	100,548,545
2. Cost of short-term investments acquired	110,389,465	319,032,168
3. Accrual of discount	51	17
4. Unrealized valuation increase (decrease)	0	0
5. Total gain (loss) on disposals	0	0
6. Deduct consideration received on disposals	17,462,000	343,757,220
7. Deduct amortization of premium	1,878	1,380
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)	168,747,768	75,822,130
11. Deduct total nonadmitted amounts	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	168,747,768	75,822,130

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
N O N E

Schedule A - Part 2 - Real Estate Acquired and Additions Made
N O N E

Schedule A - Part 3 - Real Estate Disposed
N O N E

Schedule B - Part 2 - Mortgage Loans Acquired and Additions Made
N O N E

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

Schedule BA - Part 2 - Other Long-Term Invested Assets Acquired and Additions Made
N O N E

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

STATEMENT AS OF MARCH 31, 2016 OF THE Group Hospitalization & Medical Services, 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)
3617A9-KW-6	GNMA PASS-THRU C SINGLE FAMILY		.03/03/2016	WACHOVIA SECURITIES INC		36,329	34,354	.70	1
36189M-BR-8	GNMA PASS-THRU C SINGLE FAMILY		.03/03/2016	WACHOVIA SECURITIES INC		41,771	39,500	.81	1
36179M-CZ-1	GNMA PASS-THRU M SINGLE FAMILY		.01/29/2016	BNY/SUNTRUST CAPITAL MARKETS		153,086	144,997	296	1
36179M-E3-0	GNMA PASS-THRU M SINGLE FAMILY		.01/28/2016	BNY/SUNTRUST CAPITAL MARKETS		185,912	176,507	360	1
36179M-VS-6	GNMA PASS-THRU M SINGLE FAMILY		.02/10/2016	WACHOVIA SECURITIES INC		55,778	52,792	108	1
36179M-X4-7	GNMA PASS-THRU M SINGLE FAMILY		.02/01/2016	JP MORGAN SECURITIES INC		489,118	463,481	946	1
36179N-NA-2	GNMA PASS-THRU M SINGLE FAMILY		.01/28/2016	SALOMON SMITH BARNEY INC/SAL		189,726	180,155	368	1
36179R-Q3-6	GNMA PASS-THRU M SINGLE FAMILY		.01/19/2016	MORGAN STANLEY		257,115	240,840	535	1
36179R-TA-7	GNMA PASS-THRU M SINGLE FAMILY		.01/19/2016	MORGAN STANLEY		259,918	243,447	541	1
36179R-YF-1	GNMA PASS-THRU M SINGLE FAMILY		.03/16/2016	GOLDMAN, SACHS & CO.		469,831	465,094	1,221	1
36179R-ZS-1	GNMA PASS-THRU M SINGLE FAMILY		.03/10/2016	VARIOUS		1,266,768	1,227,513	2,148	1
36297F-YY-2	GNMA PASS-THRU X SINGLE FAMILY		.03/09/2016	CREDIT SUISSE FIRST BOSTON COR		395,223	353,667	1,032	1
912810-QT-8	UNITED STATES TREAS BDS		.01/05/2016	SCOTIA CAPITAL MKTS (USA) INC		951,913	920,000	4,265	1
912810-PM-2	UNITED STATES TREAS BDS		.02/11/2016	CFG CAPITAL MARKETS LLC		6,723,281	6,000,000	44,011	1
912810-RQ-3	UNITED STATES TREAS BDS		.03/16/2016	VARIOUS		69,577,554	72,345,000	111,269	1
912828-C3-2	UNITED STATES TREAS NTS		.02/17/2016	SALOMON SMITH BARNEY INC/SAL		1,351,846	1,350,000	4,451	1
912828-F3-9	UNITED STATES TREAS NTS		.02/29/2016	MORGAN STANLEY		1,223,766	1,200,000	8,779	1
912828-Q4-5	UNITED STATES TREAS NTS		.03/30/2016	CFG CAPITAL MARKETS LLC		15,027,539	15,000,000	.0	1
0599999. Subtotal - Bonds - U.S. Governments						98,692,474	100,437,348	180,481	XXX
716540-BE-1	PETROLEOS MEXICANOS	R	.03/28/2016	EXCHANGE		725,000	.0	.0	2FE
910860-BG-2	UNITED MEXICAN STS MTN BE	R	.01/13/2016	SALOMON SMITH BARNEY INC/SAL		274,109	275,000	.0	2FE
1099999. Subtotal - Bonds - All Other Governments						0	1,000,000	0	XXX
452151-LF-8	ILLINOIS ST GO BDS JUNE-2		.01/19/2016	RBC CAPITAL MARKETS CORP		287,412	300,000	2,168	2FE
1799999. Subtotal - Bonds - U.S. States, Territories and Possessions						287,412	300,000	2,168	XXX
3128ME-TA-9	FHLMC PC GOLD COMB 15		.03/30/2016	LINSCO/PRIVATE LEDGER CORP. RE		15,024,062	14,242,927	41,542	1
3137B9-ST-3	FHLMC REMIC SERIES 4327		.01/05/2016	CFG CAPITAL MARKETS LLC		6,105,981	5,745,116	4,468	1
3138WG-RX-4	FNMA PASS-THRU INT 15 YEAR		.03/10/2016	SALOMON SMITH BARNEY INC/SAL		733,056	718,077	798	1
3138WV-W3-1	FNMA PASS-THRU INT 15 YEAR		.03/30/2016	LINSCO/PRIVATE LEDGER CORP. RE		10,102,158	9,674,369	24,186	1
3138WA-HC-4	FNMA PASS-THRU LNG 30 YEAR		.01/05/2016	CFG CAPITAL MARKETS LLC		3,758,748	3,440,994	5,161	1
3138WF-5X-0	FNMA PASS-THRU LNG 30 YEAR		.02/23/2016	MORGAN STANLEY		424,316	404,878	512	1
3138WG-E3-4	FNMA PASS-THRU LNG 30 YEAR		.01/14/2016	Credit Suisse First Bosto		582,555	576,854	481	1
3138WG-FP-4	FNMA PASS-THRU LNG 30 YEAR		.01/29/2016	JP MORGAN SECURITIES INC		473,083	463,310	386	1
3138WG-PM-0	FNMA PASS-THRU LNG 30 YEAR		.02/23/2016	WACHOVIA SECURITIES INC		448,329	428,542	542	1
3138X0-Y3-6	FNMA PASS-THRU LNG 30 YEAR		.02/01/2016	CFG CAPITAL MARKETS LLC		3,014,816	2,948,025	2,457	1
31417F-30-9	FNMA PASS-THRU LNG 30 YEAR		.02/01/2016	CFG CAPITAL MARKETS LLC		2,899,798	2,835,555	2,363	1
31418B-YJ-9	FNMA PASS-THRU LNG 30 YEAR		.02/10/2016	BAIRD, ROBERT W. & CO INC		157,873	147,631	213	1
31418B-ZZ-2	FNMA PASS-THRU LNG 30 YEAR		.03/10/2016	MIZUHO SECURITIES USA INC		319,611	313,873	340	1
3199999. Subtotal - Bonds - U.S. Special Revenues						44,044,386	41,940,153	83,449	XXX
90131H-BZ-7	21ST CENTY FOX AMER INC		.01/15/2016	EXCHANGE		377,595	380,000	.0	2FE
035242-AM-8	ANHEUSER BUSCH INBEV FIN INC		.01/13/2016	BANC AMERICA SECURITIES LLC		456,164	460,000	.0	1FE
035242-AP-1	ANHEUSER BUSCH INBEV FIN INC		.01/13/2016	BARCLAYS CAPITAL INC		549,082	550,000	.0	1FE
053807-AS-2	AVNET INC		.03/21/2016	BANC AMERICA SECURITIES LLC		163,805	165,000	.0	2FE
084670-BR-8	BERKSHIRE HATHAWAY INC DEL		.03/08/2016	BANC AMERICA SECURITIES LLC		473,708	475,000	.0	1FE
084670-BS-6	BERKSHIRE HATHAWAY INC DEL		.03/18/2016	LINSCO/PRIVATE LEDGER CORP. RE		2,046,000	2,000,000	1,389	1FE
10112R-AX-2	BOSTON PPTYS LTD PARTNERSHIP		.01/08/2016	JP MORGAN SECURITIES INC		174,489	175,000	.0	2FE
172967-KJ-9	CITIGROUP INC		.03/01/2016	SALOMON SMITH BARNEY INC/SAL		124,753	125,000	.0	2FE
17401Q-AD-3	CITIZENS BANK N A		.03/09/2016	SALOMON SMITH BARNEY INC/SAL		249,973	250,000	.0	2FE
231021-AQ-9	CUMMINS INC		.03/22/2016	MERRILL LYNCH PROFESSNL CLEAR		1,201,281	1,097,000	26,294	1FE
285512-AC-3	ELECTRONIC ARTS INC		.02/17/2016	BANC AMERICA SECURITIES LLC		64,903	65,000	.0	2FE
46641C-BP-5	JP MORGAN MTG TR 2014-144A		.03/02/2016	RAYMOND JAMES/FI		664,443	677,450	425	1FM
524901-AV-7	LEGG MASON INC		.03/22/2016	RAYMOND JAMES & ASSOCIATES, INC		2,015,640	2,000,000	1,583	2FE
651229-AX-4	NEWELL RUBBERMAID INC		.03/18/2016	GOLDMAN, SACHS & CO.		110,000	110,000	.0	2FE
67103H-AE-7	O REILLY AUTOMOTIVE INC NEW		.03/01/2016	US BANCORP INVESTMENTS INC		99,832	100,000	.0	2FE
68268F-AA-8	ONEMAIN FINL ISSUE TR 2016-2 144A		.03/16/2016	VARIOUS		269,954	270,000	.0	1FE
13645R-AF-1	CANADIAN PAC RY CO NEW	I	.01/12/2016	BNP PARIBAS SECURITIES BOND		338,076	300,000	2,975	2FE
13645R-AV-6	CANADIAN PAC RY CO NEW	I	.01/19/2016	BNP PARIBAS SECURITIES BOND		186,817	185,000	3,231	2FE
404280-AW-9	HSBC HLDGS PLC	R	.03/01/2016	HSBC SECURITIES, INC.		393,420	400,000	.0	1FE
53944Y-AB-9	LLOYDS BKG GROUP PLC	R	.03/17/2016	BANC AMERICA SECURITIES LLC		199,540	200,000	.0	2FE
71429M-AB-1	PERRIGO FINANCE PLC	R	.03/07/2016	BANC AMERICA SECURITIES LLC		309,228	310,000	.0	2FE
71656L-BJ-9	PETROLEOS MEXICANOS MTN 144A	R	.01/28/2016	BANC AMERICA SECURITIES LLC		100,000	100,000	.0	2FE
3899999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)						10,574,703	10,394,450	35,897	XXX

E04

STATEMENT AS OF MARCH 31, 2016 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Desig- nation or Market Indicator (a)
369604-80-5	GENERAL ELECTRIC CO		01/21/2016	EXCHANGE		920,375	925,000	0	1FE
4899999. Subtotal - Bonds - Hybrid Securities						920,375	925,000	0	XXX
8399997. Total - Bonds - Part 3						155,538,295	154,996,951	301,995	XXX
8399998. Total - Bonds - Part 5						XXX	XXX	XXX	XXX
8399999. Total - Bonds						155,538,295	154,996,951	301,995	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
921943-88-2	VANGUARD DEVELOPED MKTS INDEX INST		03/15/2016	VANGUARD GROUP	523,300,482	6,064,491		0	L
922908-88-4	VANGUARD EXTENDED MKT INDEX INSTL		03/21/2016	VANGUARD GROUP	666,670	41,347		0	L
922040-10-0	VANGUARD INSTITUTIONAL INDEX FUND		03/17/2016	VANGUARD GROUP	1,280,840	237,020		0	L
9299999. Subtotal - Common Stocks - Mutual Funds						6,342,858	XXX	0	XXX
9799997. Total - Common Stocks - Part 3						6,342,858	XXX	0	XXX
9799998. Total - Common Stocks - Part 5						XXX	XXX	XXX	XXX
9799999. Total - Common Stocks						6,342,858	XXX	0	XXX
9899999. Total - Preferred and Common Stocks						6,342,858	XXX	0	XXX
9999999 - Totals						161,881,153	XXX	301,995	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues0

STATEMENT AS OF MARCH 31, 2016 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22	
										11	12	13	14	15								
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in Book/Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)	
36202F-N7-8	GNMA 11 POOL #004882 4.000%		03/20/2016	PRINCIPAL RECEIPT		7,505	7,505	8,160	8,142	.0	(636)	.0	(636)	.0	7,505	.0	.0	.0	.0	32	12/20/2040	1
3622A2-D7-4	GNMA PASS-THRU M PLATINUM 30YR		03/20/2016	PRINCIPAL RECEIPT		4,485	4,485	4,621	4,620	.0	(136)	.0	(136)	.0	4,485	.0	.0	.0	.0	19	03/20/2043	1
36179M-2N-9	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		12,157	12,157	11,251	11,277	.0	880	.0	880	.0	12,157	.0	.0	.0	.0	34	02/20/2043	1
36179M-CZ-1	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		1,996	1,996	2,107	.0	.0	(111)	.0	(111)	.0	1,996	.0	.0	.0	.0	.0	05/20/2042	1
36179M-E3-0	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		2,277	2,277	2,399	.0	.0	(121)	.0	(121)	.0	2,277	.0	.0	.0	.0	.0	06/20/2042	1
36179M-K6-6	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		8,394	8,394	8,830	8,812	.0	(418)	.0	(418)	.0	8,394	.0	.0	.0	.0	27	08/20/2042	1
36179M-K7-4	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		4,455	4,455	4,611	4,609	.0	(153)	.0	(153)	.0	4,455	.0	.0	.0	.0	17	08/20/2042	1
36179M-NH-9	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		5,289	5,289	5,767	5,751	.0	(462)	.0	(462)	.0	5,289	.0	.0	.0	.0	21	09/20/2042	1
36179M-S2-7	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		15,083	15,083	16,403	16,411	.0	(1,328)	.0	(1,328)	.0	15,083	.0	.0	.0	.0	81	11/20/2042	1
36179M-VS-6	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		661	661	698	.0	.0	(37)	.0	(37)	.0	661	.0	.0	.0	.0	.0	12/20/2042	1
36179M-X2-1	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		16,365	16,365	15,274	15,299	.0	1,066	.0	1,066	.0	16,365	.0	.0	.0	.0	45	01/20/2043	1
36179M-X4-7	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		6,223	6,223	6,567	.0	.0	(344)	.0	(344)	.0	6,223	.0	.0	.0	.0	.0	01/20/2043	1
36179N-DQ-8	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		22,163	22,163	22,309	22,305	.0	(141)	.0	(141)	.0	22,163	.0	.0	.0	.0	73	05/20/2043	1
36179N-JA-7	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	VARIOUS		69,295	66,393	69,941	69,955	.0	(808)	.0	(808)	.0	69,146	.0	148	148	.0	314	07/20/2043	1
36179N-NA-2	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		10,132	10,132	10,645	8,183	.0	(533)	.0	(533)	.0	10,132	.0	.0	.0	.0	.0	09/20/2043	1
36179R-D9-7	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	VARIOUS		571,462	536,781	579,723	579,561	.0	(6,034)	.0	(6,034)	.0	573,527	.0	(2,065)	(2,065)	.0	6,970	05/20/2045	1
36179R-EA-3	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	VARIOUS		439,152	409,727	449,675	449,334	.0	(5,876)	.0	(5,876)	.0	443,458	.0	(4,306)	(4,306)	.0	5,965	05/20/2045	1
36179R-JE-0	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	VARIOUS		1,969,292	1,872,853	1,948,073	1,952,631	.0	(4,154)	.0	(4,154)	.0	1,948,477	.0	20,815	20,815	.0	13,418	07/20/2045	1
36179R-LQ-0	GNMA PASS-THRU M SINGLE FAMILY		01/20/2016	VARIOUS		528,539	495,630	527,613	527,454	.0	(664)	.0	(664)	.0	526,790	.0	1,749	1,749	.0	2,736	08/20/2045	1
36179R-Q3-6	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		5,968	5,968	6,371	.0	.0	(403)	.0	(403)	.0	5,968	.0	.0	.0	.0	10	10/20/2045	1
36179R-TA-7	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		6,196	6,196	6,615	.0	.0	(419)	.0	(419)	.0	6,196	.0	.0	.0	.0	12	11/20/2045	1
36202F-CP-9	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		5,399	5,399	5,932	5,943	.0	(544)	.0	(544)	.0	5,399	.0	.0	.0	.0	30	11/20/2039	1
36202F-EH-5	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		18,148	18,148	19,787	19,820	.0	(1,672)	.0	(1,672)	.0	18,148	.0	.0	.0	.0	90	02/20/2040	1
36202F-GE-0	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		3,271	3,271	3,594	3,600	.0	(329)	.0	(329)	.0	3,271	.0	.0	.0	.0	18	05/20/2040	1
36202F-GY-6	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		4,816	4,816	5,292	5,301	.0	(485)	.0	(485)	.0	4,816	.0	.0	.0	.0	27	06/20/2040	1
36202F-KM-7	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		2,682	2,682	2,859	2,857	.0	(176)	.0	(176)	.0	2,682	.0	.0	.0	.0	.0	09/20/2040	1
36202F-LQ-7	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		3,865	3,865	4,246	4,254	.0	(389)	.0	(389)	.0	3,865	.0	.0	.0	.0	22	10/20/2040	1
36202F-MA-1	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		26,309	26,309	28,581	28,527	.0	(2,219)	.0	(2,219)	.0	26,309	.0	.0	.0	.0	113	11/20/2040	1
36202F-TK-2	GNMA PASS-THRU M SINGLE FAMILY		03/20/2016	PRINCIPAL RECEIPT		6,863	6,863	7,320	7,317	.0	(454)	.0	(454)	.0	6,863	.0	.0	.0	.0	30	05/20/2041	1
36241L-DM-5	GNMA PASS-THRU X PLATINUM 30YR		01/15/2016	VARIOUS		324,612	297,829	324,355	323,753	.0	(811)	.0	(811)	.0	322,942	.0	1,670	1,670	.0	2,250	11/15/2039	1
36241L-UE-4	GNMA PASS-THRU X PLATINUM 30YR		03/15/2016	PRINCIPAL RECEIPT		5,707	5,707	6,186	6,184	.0	(476)	.0	(476)	.0	5,707	.0	.0	.0	.0	37	07/15/2040	1
36176X-KP-3	GNMA PASS-THRU X SINGLE FAMILY		03/15/2016	PRINCIPAL RECEIPT		21,225	21,225	22,396	22,353	.0	(1,128)	.0	(1,128)	.0	21,225	.0	.0	.0	.0	99	04/15/2042	1
3620AA-TP-3	GNMA PASS-THRU X SINGLE FAMILY		03/15/2016	PRINCIPAL RECEIPT		16,588	16,588	17,993	18,008	.0	(1,420)	.0	(1,420)	.0	16,588	.0	.0	.0	.0	106	09/15/2039	1
3620AM-EI-5	GNMA PASS-THRU X SINGLE FAMILY		03/15/2016	PRINCIPAL RECEIPT		11,543	11,543	12,524	12,534	.0	(991)	.0	(991)	.0	11,543	.0	.0	.0	.0	85	06/15/2040	1
36225A-4V-9	GNMA POOL #780836		03/15/2016	PRINCIPAL RECEIPT		2,372	2,372	2,519	2,420	.0	(48)	.0	(48)	.0	2,372	.0	.0	.0	.0	24	04/15/2020	1
38378K-ZD-4	GNMA REMIC TRUST 2013-101		03/16/2016	PRINCIPAL RECEIPT		93,648	93,648	92,982	93,006	.0	642	.0	642	.0	93,648	.0	.0	.0	.0	85	12/16/2053	1
38378K-J6-7	GNMA REMIC TRUST 2013-126		03/16/2016	PRINCIPAL RECEIPT		9,067	9,067	9,367	9,338	.0	(271)	.0	(271)	.0	9,067	.0	.0	.0	.0	21	10/16/2047	1
38378K-4S-5	GNMA REMIC TRUST 2013-141		03/16/2016	PRINCIPAL RECEIPT		9,309	9,309	9,721	9,702	.0	(393)	.0	(393)	.0	9,309	.0	.0	.0	.0	24	02/16/2052	1
38378K-6D-6	GNMA REMIC TRUST 2013-154		03/16/2016	PRINCIPAL RECEIPT		384,728	384,728	387,493	387,399	.0	(2,671)	.0	(2,671)	.0	384,728	.0	.0	.0	.0	582	02/16/2044	1
38378K-SZ-3	GNMA REMIC TRUST 2013-94		03/16/2016	PRINCIPAL RECEIPT		11,352	11,352	11,166	11,179	.0	179	.0	179	.0	11,352	.0	.0	.0	.0	21	03/16/2054	1
38378X-GF-2	GNMA REMIC TRUST 2014-109		03/16/2016	PRINCIPAL RECEIPT		25,375	25,375	25,851	25,834	.0	(459)	.0	(459)	.0	25,375	.0	.0	.0	.0	49	01/16/2046	1
38378X-P4-7	GNMA REMIC TRUST 2014-166		03/16/2016	PRINCIPAL RECEIPT		58,018	58,018	59,632	59,572	.0	(1,554)	.0	(1,554)	.0	58,018	.0	.0	.0	.0	148	07/16/2051	1
38378N-CE-1	GNMA REMIC TUST 2013-155		03/16/2016	PRINCIPAL RECEIPT		187,591	187,591	190,522	190,455	.0	(2,863)	.0	(2,863)	.0	187,591	.0	.0	.0	.0	454	09/16/2053	1
83182C-LT-8	SMALL BUS ADMIN GTD DEV PTC		03/01/2016	Merrill Lynch		12,154	12,154	12,975	12,154	.0	.0	.0	.0	.0	12,154	.0	.0	.0	.0	372	09/01/2021	1
83182C-KM-4	SMALL BUSINESS ADMIN GTD 00-20A		01/01/2016	PRINCIPAL RECEIPT		1,399	1,399	1,399	1,399	.0	.0	.0	.0	.0	1,399	.0	.0	.0	.0	.0	01/01/2020	1
912810-FT-0	UNITED STATES TREAS BDS		03/10/2016	GOLDMAN, SAOHS & CO.		224,078	165,000	214,474	214,155	.0	(352)	.0	(352)	.0	213,803	.0	10,275	10,275	.0	4,222	02/15/2038	1
912810-PX-0	UNITED STATES TREAS BDS		03/10/2016	VARIOUS		839,944	630,000	816,564	813,086	.0	(611)	.0	(611)	.0	812,475	.0	27,469	27,469	.0	6,655	05/15/2036	1
912810-RK-6	UNITED STATES TREAS BDS		02/11/2016	CFG CAPITAL MARKETS LLC		1,011,563	1,000,000	888,750	889,785	.0	264	.0	264	.0	890,049	.0	121,514	121,514	.0	12,296	02/15/2045	1
912810-PP-5	UNITED STATES TREAS BDS		02/11/2016	CFG CAPITAL MARKETS LLC		5,603,125	5,000,000	5,087,500	5,087,409	.0	(207)	.0	(207)	.0	5,087,202	.0	515,923	515,923	.0	36,676	11/15/2045	1
912810-RQ-3	UNITED STATES TREAS BDS																					

STATEMENT AS OF MARCH 31, 2016 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in Book/Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
563469-TU-9	MANITOBA PROV CDA	I	01/05/2016	SG COWEN SECURITIES CORP		260,538	260,000	261,321	260,342	.0	(3)	.0	(3)	.0	260,339	.0	200	200	873	04/03/2017	1FE
68323A-BM-5	PROVINCE OF ONTARIO	I	01/05/2016	CFG CAPITAL MARKETS LLC		2,973,600	3,000,000	2,992,530	2,994,848	.0	31	.0	31	.0	2,994,879	.0	(21,279)	(21,279)	6,692	10/25/2017	1FE
00254E-BZ-4	AB SVENSK EXPORTKREDIT	R	01/05/2016	SG COWEN SECURITIES CORP		235,429	225,000	259,049	233,438	.0	(80)	.0	(80)	.0	233,359	.0	2,070	2,070	4,068	03/01/2017	1FE
1099999	Subtotal - Bonds - All Other Governments					3,469,567	3,485,000	3,512,900	3,488,628	0	(52)	0	(52)	0	3,488,577	0	(19,009)	(19,009)	11,633	XXX	XXX
452152-HS-3	ILLINOIS ST		01/19/2016	RAYMOND JAMES & ASSOCIATES, INC		181,277	175,000	184,627	177,200	.0	(92)	.0	(92)	.0	177,107	.0	4,170	4,170	3,677	03/01/2017	2FE
1799999	Subtotal - Bonds - U.S. States, Territories and Possessions					181,277	175,000	184,627	177,200	0	(92)	0	(92)	0	177,107	0	4,170	4,170	3,677	XXX	XXX
3128LX-S7-6	FHLMC GOLD #G02342		03/15/2016	PRINCIPAL RECEIPT		26,299	26,299	28,596	28,521	.0	(2,223)	.0	(2,223)	.0	26,299	.0	.0	.0	191	10/01/2036	1
3128M5-K5-8	FHLMC GOLD #G03616		03/15/2016	PRINCIPAL RECEIPT		15,963	15,963	17,709	17,668	.0	(1,705)	.0	(1,705)	.0	15,963	.0	.0	.0	157	12/01/2037	1
3128MT-6K-9	FHLMC PC GOLD 10/20 11		03/15/2016	PRINCIPAL RECEIPT		5,680	5,680	6,325	6,308	.0	(628)	.0	(628)	.0	5,680	.0	.0	.0	82	09/01/2037	1
3128UN-CE-0	FHLMC PC GOLD 10/20 11		03/15/2016	PRINCIPAL RECEIPT		5,821	5,821	5,906	5,902	.0	(81)	.0	(81)	.0	5,821	.0	.0	.0	56	09/01/2037	1
3128PR-ZK-8	FHLMC PC GOLD 15 YR		01/15/2016	VARIOUS		175,755	170,789	179,276	177,672	.0	(100)	.0	(100)	.0	177,573	.0	(1,817)	(1,817)	907	07/01/2025	1
31288B-6V-0	FHLMC PC GOLD CASH 30		03/15/2016	PRINCIPAL RECEIPT		5,850	5,850	5,932	5,923	.0	(73)	.0	(73)	.0	5,850	.0	.0	.0	54	11/01/2032	1
31292H-9P-3	FHLMC PC GOLD CASH 30		01/15/2016	VARIOUS		6,616	6,093	6,166	6,153	.0	(11)	.0	(11)	.0	6,153	.0	463	463	50	12/01/2030	1
31292S-AG-5	FHLMC PC GOLD CASH 30		03/15/2016	PRINCIPAL RECEIPT		4,399	4,399	4,701	4,689	.0	(291)	.0	(291)	.0	4,399	.0	.0	.0	20	08/01/2042	1
3129L5-A2-9	FHLMC PC GOLD C1 30YR		03/15/2016	PRINCIPAL RECEIPT		2,225	2,225	2,311	2,308	.0	(83)	.0	(83)	.0	2,225	.0	.0	.0	9	04/01/2043	1
3128MC-4J-1	FHLMC PC GOLD COMB 15		03/15/2016	PRINCIPAL RECEIPT		12,514	12,514	13,317	13,209	.0	(695)	.0	(695)	.0	12,514	.0	.0	.0	72	08/01/2026	1
3128MC-GV-1	FHLMC PC GOLD COMB 15		03/15/2016	PRINCIPAL RECEIPT		5,990	5,990	6,518	6,414	.0	(425)	.0	(425)	.0	5,990	.0	.0	.0	47	02/01/2024	1
3128MC-0G-3	FHLMC PC GOLD COMB 15		03/15/2016	PRINCIPAL RECEIPT		12,868	12,868	13,822	13,667	.0	(798)	.0	(798)	.0	12,868	.0	.0	.0	85	06/01/2025	1
3128MD-4E-0	FHLMC PC GOLD COMB 15		03/15/2016	PRINCIPAL RECEIPT		10,128	10,128	10,275	10,263	.0	(135)	.0	(135)	.0	10,128	.0	.0	.0	36	07/01/2029	1
3128MD-M3-4	FHLMC PC GOLD COMB 15		03/15/2016	PRINCIPAL RECEIPT		23,111	23,111	24,490	24,294	.0	(1,184)	.0	(1,184)	.0	23,111	.0	.0	.0	128	12/01/2026	1
3128MD-MX-8	FHLMC PC GOLD COMB 15		03/15/2016	PRINCIPAL RECEIPT		91,093	91,093	97,442	95,665	.0	(4,572)	.0	(4,572)	.0	91,093	.0	.0	.0	708	12/01/2024	1
3128MM-AG-8	FHLMC PC GOLD COMB 15		03/15/2016	PRINCIPAL RECEIPT		21,062	21,062	22,652	21,854	.0	(792)	.0	(792)	.0	21,062	.0	.0	.0	154	08/01/2019	1
3128MM-0T-3	FHLMC PC GOLD COMB 15		03/15/2016	PRINCIPAL RECEIPT		4,895	4,895	5,006	5,001	.0	(105)	.0	(105)	.0	4,895	.0	.0	.0	16	05/01/2028	1
31283H-6C-4	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		26,721	26,721	27,235	27,182	.0	(460)	.0	(460)	.0	26,721	.0	.0	.0	237	12/01/2032	1
31283H-6D-2	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		16,160	16,160	16,519	16,471	.0	(311)	.0	(311)	.0	16,160	.0	.0	.0	156	12/01/2031	1
3128M5-QY-9	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		37,980	37,980	42,031	42,045	.0	(4,065)	.0	(4,065)	.0	37,980	.0	.0	.0	217	01/01/2038	1
3128M6-EC-8	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		31,201	31,201	33,770	33,709	.0	(2,508)	.0	(2,508)	.0	31,201	.0	.0	.0	222	02/01/2037	1
3128M8-6L-3	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		41,237	41,237	45,360	45,298	.0	(4,001)	.0	(4,001)	.0	41,237	.0	.0	.0	285	12/01/2038	1
3128M8-CW-2	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		2,437	2,437	2,742	2,738	.0	(301)	.0	(301)	.0	2,437	.0	.0	.0	24	09/01/2038	1
3128M8-H5-6	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		1,341	1,341	1,395	1,393	.0	(52)	.0	(52)	.0	1,341	.0	.0	.0	8	02/01/2041	1
3128M8-H6-2	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		1,338	1,338	1,410	1,408	.0	(70)	.0	(70)	.0	1,338	.0	.0	.0	7	12/01/2040	1
3128M8-R3-0	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		3,000	3,000	3,229	3,222	.0	(221)	.0	(221)	.0	3,000	.0	.0	.0	15	12/01/2040	1
3128M8-Z7-2	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		15,719	15,719	17,142	17,132	.0	(1,413)	.0	(1,413)	.0	15,719	.0	.0	.0	110	09/01/2041	1
3128M9-FP-2	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		87,410	87,410	96,698	96,558	.0	(9,148)	.0	(9,148)	.0	87,410	.0	.0	.0	585	01/01/2040	1
3128MJ-Q4-5	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		10,094	10,094	10,674	10,661	.0	(567)	.0	(567)	.0	10,094	.0	.0	.0	73	01/01/2042	1
3128MJ-SY-7	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		6,534	6,534	6,324	6,330	.0	203	.0	203	.0	6,534	.0	.0	.0	27	06/01/2043	1
312931-C3-0	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		72,957	72,957	79,842	79,754	.0	(6,797)	.0	(6,797)	.0	72,957	.0	.0	.0	444	02/01/2039	1
312936-NA-1	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		24,818	24,818	26,482	26,459	.0	(1,641)	.0	(1,641)	.0	24,818	.0	.0	.0	156	10/01/2039	1
312941-SV-0	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		1,292	1,292	1,380	1,377	.0	(85)	.0	(85)	.0	1,292	.0	.0	.0	7	08/01/2040	1
312943-D0-3	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		17,591	17,591	19,037	19,012	.0	(1,420)	.0	(1,420)	.0	17,591	.0	.0	.0	116	10/01/2040	1
312943-LJ-0	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		4,429	4,429	4,731	4,721	.0	(292)	.0	(292)	.0	4,429	.0	.0	.0	23	11/01/2040	1
312944-FE-6	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		2,839	2,839	3,004	3,000	.0	(161)	.0	(161)	.0	2,839	.0	.0	.0	16	12/01/2040	1
312945-DS-4	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		741	741	780	779	.0	(39)	.0	(39)	.0	741	.0	.0	.0	4	01/01/2041	1
312945-XY-9	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		7,069	7,069	7,461	7,452	.0	(383)	.0	(383)	.0	7,069	.0	.0	.0	41	02/01/2041	1
31335A-BF-4	FHLMC PC GOLD COMB 30		03/15/2016	PRINCIPAL RECEIPT		24,165	24,165	25,249	25,244	.0	(1,079)	.0	(1,079)	.0	24,165	.0	.0	.0	118	01/01/2044	1
3132GK-2F-2	FHLMC PC GOLD PC 30YR		03/15/2016	PRINCIPAL RECEIPT		2,685	2,685	2,872	2,867	.0	(182)	.0	(182)	.0	2,685	.0	.0	.0	12	12/01/2041	1
3132M-K9-1	FHLMC PC GOLD PC 30YR		03/15/2016	PRINCIPAL RECEIPT		23,860	23,860	25,410	25,357	.0	(1,497)	.0	(1,497)	.0	23,860	.0	.0	.0	110	09/01/2042	1
3132HQ-4K-5	FHLMC PC GOLD PC 30YR		03/15/2016	PRINCIPAL RECEIPT		9,866	9,866	10,326	10,313	.0	(447)	.0	(447)	.0	9,866	.0	.0	.0	41	01/01/2043	1
3129OK-VZ-9	FHLMC PC GUAR 30 YEAR		03/15/2016	PRINCIPAL RECEIPT		387	387	394	387	.0	0	.0	0	.0	387	.0	.0	.0	4	07/01/2020	1
31326H-CQ-5	FHLMC PC HYBRID ARM		03/15/2016	PRINCIPAL RECEIPT		42,255	42,255	43,655	43,619	.0	(1,364)	.0	(1,364)	.0	42,255	.0	.0	.0	10	06/01/2044	1
31397C-K5-7	FHLMC REMIC SERIES 3243		03/15/2016	PRINCIPAL RECEIPT		1,417	1,417	1,518	1,503	.0	(86)	.0	(86)	.0	1,417	.0	.0	.0	7	11/15/2036	1
313786-GQ-8	FHLMC REMIC SERIES 4283																				

STATEMENT AS OF MARCH 31, 2016 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in Book/Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
3137BD-X7-6	FHLMC REMIC SERIES 4390		03/15/2016	PRINCIPAL RECEIPT		166,295	166,295	173,622	173,541	.0	(7,246)	.0	(7,246)	.0	166,295	.0	.0	.0	406	06/15/2050	1
3137AY-CD-1	FHLMC REMIC SERIES K-025		03/25/2016	PRINCIPAL RECEIPT		3,006	3,006	3,066	3,046	.0	(40)	.0	(40)	.0	3,006	.0	.0	.0	5	04/25/2022	1
3137B0-3W-2	FHLMC REMIC SERIES K-502		03/25/2016	PRINCIPAL RECEIPT		10,744	10,744	10,959	10,805	.0	(61)	.0	(61)	.0	10,744	.0	.0	.0	1	08/25/2017	1
31392M-EM-0	FHLMC REMIC SERIES T0041		03/25/2016	PRINCIPAL RECEIPT		1,559	1,559	1,619	1,557	.0	.2	.0	.2	.0	1,559	.0	.0	.0	5	07/25/2032	1
31359S-R6-9	FNMA GRANTOR TRUST 2001-T4		03/25/2016	PRINCIPAL RECEIPT		7,915	7,915	8,164	7,940	.0	(25)	.0	(25)	.0	7,915	.0	.0	.0	62	07/25/2028	1
31392F-DC-8	FNMA GRANTOR TRUST 2002-T16		03/25/2016	PRINCIPAL RECEIPT		26,008	26,008	26,658	26,464	.0	(456)	.0	(456)	.0	26,008	.0	.0	.0	126	07/25/2042	1
3138YD-VH-9	FNMA PASS-THRU ADJ LIBOR		03/25/2016	PRINCIPAL RECEIPT		25,687	25,687	26,294	26,291	.0	(604)	.0	(604)	.0	25,687	.0	.0	.0	70	04/01/2045	1
31381D-YY-5	FNMA PASS-THRU GNM-BK MGA 30		03/25/2016	PRINCIPAL RECEIPT		582	582	589	585	.0	(3)	.0	(3)	.0	582	.0	.0	.0	6	05/20/2023	1
31340F-D5-8	FNMA PASS-THRU GOV SINGLE FAM		03/25/2016	PRINCIPAL RECEIPT		603	603	635	632	.0	(29)	.0	(29)	.0	603	.0	.0	.0	7	10/01/2032	1
313847-G6-9	FNMA PASS-THRU INT 15 YEAR		03/25/2016	PRINCIPAL RECEIPT		5,524	5,524	5,787	5,741	.0	(217)	.0	(217)	.0	5,524	.0	.0	.0	36	02/01/2026	1
3138AF-KH-2	FNMA PASS-THRU INT 15 YEAR		03/25/2016	PRINCIPAL RECEIPT		3,663	3,663	3,914	3,881	.0	(218)	.0	(218)	.0	3,663	.0	.0	.0	25	05/01/2026	1
3138EG-RS-5	FNMA PASS-THRU INT 15 YEAR		03/25/2016	PRINCIPAL RECEIPT		1,533	1,533	1,640	1,626	.0	(93)	.0	(93)	.0	1,533	.0	.0	.0	11	08/01/2024	1
3138EJ-E3-8	FNMA PASS-THRU INT 15 YEAR		03/25/2016	PRINCIPAL RECEIPT		1,937	1,937	2,076	2,062	.0	(125)	.0	(125)	.0	1,937	.0	.0	.0	15	01/01/2027	1
3138EJ-KA-5	FNMA PASS-THRU INT 15 YEAR		03/25/2016	PRINCIPAL RECEIPT		10,502	10,502	11,222	11,139	.0	(637)	.0	(637)	.0	10,502	.0	.0	.0	69	09/01/2026	1
3138EJ-HY-0	FNMA PASS-THRU INT 15 YEAR		03/25/2016	PRINCIPAL RECEIPT		19,526	19,526	19,584	19,610	.0	(84)	.0	(84)	.0	19,526	.0	.0	.0	79	10/01/2027	1
3138EP-QL-1	FNMA PASS-THRU INT 15 YEAR		03/25/2016	PRINCIPAL RECEIPT		149,222	149,222	160,553	160,022	.0	(10,800)	.0	(10,800)	.0	149,222	.0	.0	.0	1,005	02/01/2029	1
3138LY-2K-2	FNMA PASS-THRU INT 15 YEAR		03/25/2016	PRINCIPAL RECEIPT		12,630	12,630	13,325	13,240	.0	(610)	.0	(610)	.0	12,630	.0	.0	.0	62	06/01/2027	1
3138MD-2T-8	FNMA PASS-THRU INT 15 YEAR		03/25/2016	PRINCIPAL RECEIPT		16,445	16,445	17,181	17,088	.0	(643)	.0	(643)	.0	16,445	.0	.0	.0	67	10/01/2027	1
3138WP-JE-5	FNMA PASS-THRU INT 15 YEAR		03/25/2016	PRINCIPAL RECEIPT		3,456	3,456	3,623	3,608	.0	(152)	.0	(152)	.0	3,456	.0	.0	.0	15	04/01/2028	1
31402D-FV-7	FNMA PASS-THRU INT 15 YEAR		03/25/2016	PRINCIPAL RECEIPT		14,542	14,542	15,287	15,202	.0	(80)	.0	(80)	.0	14,542	.0	.0	.0	154	07/01/2017	1
31403D-DK-2	FNMA PASS-THRU INT 15 YEAR		03/25/2016	PRINCIPAL RECEIPT		33,078	33,078	33,678	33,321	.0	(243)	.0	(243)	.0	33,078	.0	.0	.0	331	03/01/2021	1
31410L-EC-2	FNMA PASS-THRU INT 15 YEAR		03/25/2016	PRINCIPAL RECEIPT		14,129	14,129	15,325	14,970	.0	(841)	.0	(841)	.0	14,129	.0	.0	.0	114	07/01/2024	1
31411A-JN-6	FNMA PASS-THRU INT 15 YEAR		03/25/2016	PRINCIPAL RECEIPT		36,364	36,364	36,943	36,691	.0	(327)	.0	(327)	.0	36,364	.0	.0	.0	351	11/01/2021	1
31412Q-EQ-8	FNMA PASS-THRU INT 15 YEAR		03/25/2016	PRINCIPAL RECEIPT		3,779	3,779	4,065	4,032	.0	(253)	.0	(253)	.0	3,779	.0	.0	.0	25	08/01/2024	1
31416B-OD-3	FNMA PASS-THRU INT 15 YEAR		03/25/2016	PRINCIPAL RECEIPT		35,989	35,989	39,098	37,462	.0	(1,473)	.0	(1,473)	.0	35,989	.0	.0	.0	325	01/01/2021	1
31416Y-US-0	FNMA PASS-THRU INT 15 YEAR		03/25/2016	PRINCIPAL RECEIPT		8,784	8,784	9,421	9,339	.0	(555)	.0	(555)	.0	8,784	.0	.0	.0	57	07/01/2026	1
31417C-7C-3	FNMA PASS-THRU INT 15 YEAR		03/25/2016	PRINCIPAL RECEIPT		20,254	20,254	21,422	21,273	.0	(1,019)	.0	(1,019)	.0	20,254	.0	.0	.0	103	09/01/2027	1
31417D-CC-5	FNMA PASS-THRU INT 15 YEAR		03/25/2016	PRINCIPAL RECEIPT		7,318	7,318	7,662	7,622	.0	(304)	.0	(304)	.0	7,318	.0	.0	.0	29	10/01/2027	1
31368H-LZ-4	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		44,353	44,353	46,848	46,715	.0	(2,362)	.0	(2,362)	.0	44,353	.0	.0	.0	410	12/01/2033	1
31371K-T9-2	FNMA PASS-THRU LNG 30 YEAR		01/25/2016	VARIOUS		67,483	67,483	61,085	61,027	.0	(2)	.0	(2)	.0	61,025	.0	6,459	6,459	390	09/01/2032	1
31371N-H4-0	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		8,042	8,042	8,427	8,412	.0	(370)	.0	(370)	.0	8,042	.0	.0	.0	93	08/01/2037	1
3138A2-BX-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		10,520	10,520	11,315	11,305	.0	(785)	.0	(785)	.0	10,520	.0	.0	.0	64	12/01/2040	1
3138E2-LR-4	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		12,813	12,813	13,587	13,614	.0	(802)	.0	(802)	.0	12,813	.0	.0	.0	88	01/01/2042	1
3138EH-BD-3	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		9,528	9,528	10,093	10,081	.0	(553)	.0	(553)	.0	9,528	.0	.0	.0	61	05/01/2041	1
3138EH-JU-3	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		12,365	12,365	13,957	13,952	.0	(1,588)	.0	(1,588)	.0	12,365	.0	.0	.0	126	10/01/2039	1
3138EH-YF-4	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		7,049	7,049	7,773	7,784	.0	(735)	.0	(735)	.0	7,049	.0	.0	.0	56	01/01/2042	1
3138EJ-EY-0	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	VARIOUS		164,607	164,607	152,875	161,269	.0	(352)	.0	(352)	.0	160,917	.0	3,690	3,690	1,723	06/01/2042	1
3138EK-2D-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		25,639	25,639	27,270	27,349	.0	(1,710)	.0	(1,710)	.0	25,639	.0	.0	.0	158	12/01/2042	1
3138EK-F5-9	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		5,132	5,132	5,538	5,528	.0	(396)	.0	(396)	.0	5,132	.0	.0	.0	40	12/01/2041	1
3138EL-X7-3	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		4,248	4,248	4,560	4,567	.0	(319)	.0	(319)	.0	4,248	.0	.0	.0	30	04/01/2042	1
3138EN-BJ-7	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		15,120	15,120	16,446	16,428	.0	(1,308)	.0	(1,308)	.0	15,120	.0	.0	.0	108	02/01/2041	1
3138MA-KX-5	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		1,191	1,191	1,215	1,218	.0	(27)	.0	(27)	.0	1,191	.0	.0	.0	6	09/01/2042	1
3138MQ-TK-9	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		130	130	121	121	.0	9	.0	9	.0	130	.0	.0	.0	1	12/01/2042	1
3138MR-K6-7	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		1,118	1,118	1,038	1,040	.0	78	.0	78	.0	1,118	.0	.0	.0	4	01/01/2043	1
3138MR-LL-3	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		23,521	23,521	24,843	24,812	.0	(1,291)	.0	(1,291)	.0	23,521	.0	.0	.0	136	01/01/2043	1
3138NY-4L-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		1,017	1,017	944	946	.0	71	.0	71	.0	1,017	.0	.0	.0	4	02/01/2043	1
3138WA-HC-4	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		71,296	71,296	77,880	77,880	.0	(6,584)	.0	(6,584)	.0	71,296	.0	.0	.0	465	11/01/2043	1
3138WD-H9-5	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		325	325	338	339	.0	(14)	.0	(14)	.0	325	.0	.0	.0	2	11/01/2044	1
3138WE-KJ-7	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		2,804	2,804	2,938	2,945	.0	(141)	.0	(141)	.0	2,804	.0	.0	.0	16	04/01/2045	1
3138WF-3A-2	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		1,565	1,565	1,638	1,642	.0	(77)	.0	(77)	.0	1,565	.0	.0	.0	8	11/01/2045	1
3138WF-PR-1	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		7,428	7,428	7,951	7,952	.0	(524)	.0	(524)	.0	7,428	.0	.0	.0	49	09/01/2045	1
3138WG-C9-3	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		2,537	2,537	2,													

STATEMENT AS OF MARCH 31, 2016 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in Book/Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
31402C-Y3-0	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		32,601	32,601	34,888	34,760	.0	(2,158)	.0	(2,158)	.0	32,601	.0	.0	.0	316	03/01/2034	1
31402R-AQ-2	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		10,885	10,885	11,178	11,144	.0	(260)	.0	(260)	.0	10,885	.0	.0	.0	121	12/01/2032	1
31402R-AS-8	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		10,790	10,790	11,097	11,071	.0	(281)	.0	(281)	.0	10,790	.0	.0	.0	115	03/01/2035	1
31402R-H2-8	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		3,718	3,718	3,753	3,749	.0	(30)	.0	(30)	.0	3,718	.0	.0	.0	36	12/01/2032	1
31402R-JV-2	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		29,529	29,529	32,201	32,132	.0	(2,603)	.0	(2,603)	.0	29,529	.0	.0	.0	237	07/01/2035	1
31402R-LZ-0	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		2,079	2,079	2,315	2,309	.0	(231)	.0	(231)	.0	2,079	.0	.0	.0	22	08/01/2035	1
31410G-AQ-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		9,577	9,577	10,645	10,625	.0	(1,048)	.0	(1,048)	.0	9,577	.0	.0	.0	79	12/01/2036	1
31410K-DN-1	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		63,930	63,930	70,133	70,124	.0	(6,194)	.0	(6,194)	.0	63,930	.0	.0	.0	557	05/01/2038	1
31410K-T8-7	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		24,167	24,167	26,660	26,705	.0	(2,538)	.0	(2,538)	.0	24,167	.0	.0	.0	239	05/01/2037	1
31410K-US-1	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		24,586	24,586	27,108	27,061	.0	(2,475)	.0	(2,475)	.0	24,586	.0	.0	.0	245	08/01/2037	1
31410K-XM-1	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		32,319	32,319	35,946	35,884	.0	(3,565)	.0	(3,565)	.0	32,319	.0	.0	.0	357	10/01/2038	1
31410L-DU-3	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		2,263	2,263	2,429	2,429	.0	(164)	.0	(164)	.0	2,263	.0	.0	.0	15	02/01/2041	1
31411B-GT-4	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		50,865	50,865	55,760	55,813	.0	(4,949)	.0	(4,949)	.0	50,865	.0	.0	.0	378	12/01/2040	1
31412R-FJ-1	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		8,000	8,000	8,665	8,654	.0	(654)	.0	(654)	.0	8,000	.0	.0	.0	61	03/01/2036	1
31416C-JV-9	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		26,477	26,477	29,422	29,377	.0	(2,901)	.0	(2,901)	.0	26,477	.0	.0	.0	269	11/01/2038	1
31416H-H3-9	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		21,286	21,286	23,285	23,269	.0	(1,983)	.0	(1,983)	.0	21,286	.0	.0	.0	169	06/01/2040	1
31416X-J7-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		47,604	47,604	50,427	50,363	.0	(2,760)	.0	(2,760)	.0	47,604	.0	.0	.0	290	01/01/2041	1
31417D-26-7	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		2,722	2,722	2,858	2,853	.0	(130)	.0	(130)	.0	2,722	.0	.0	.0	16	11/01/2042	1
31417D-3H-4	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		5,783	5,783	6,088	6,087	.0	(304)	.0	(304)	.0	5,783	.0	.0	.0	27	11/01/2042	1
31417D-LP-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		20,040	20,040	21,078	21,045	.0	(1,004)	.0	(1,004)	.0	20,040	.0	.0	.0	123	10/01/2042	1
31417D-MU-4	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		1,325	1,325	1,394	1,391	.0	(67)	.0	(67)	.0	1,325	.0	.0	.0	7	10/01/2042	1
31417D-MV-2	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		4,183	4,183	4,406	4,397	.0	(214)	.0	(214)	.0	4,183	.0	.0	.0	19	10/01/2042	1
31417D-QW-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		5,109	5,109	5,376	5,364	.0	(255)	.0	(255)	.0	5,109	.0	.0	.0	18	10/01/2042	1
31417E-CK-5	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		4,107	4,107	4,245	4,249	.0	(142)	.0	(142)	.0	4,107	.0	.0	.0	19	12/01/2042	1
31417F-3Q-9	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		22,452	22,452	22,961	22,961	.0	(509)	.0	(509)	.0	22,452	.0	.0	.0	56	04/01/2043	1
31417G-6A-9	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		6,982	6,982	7,174	7,170	.0	(188)	.0	(188)	.0	6,982	.0	.0	.0	42	07/01/2043	1
31417Y-W4-5	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		16,969	16,969	18,274	18,256	.0	(1,287)	.0	(1,287)	.0	16,969	.0	.0	.0	131	03/01/2041	1
31418A-DH-8	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		3,619	3,619	3,691	3,700	.0	(81)	.0	(81)	.0	3,619	.0	.0	.0	18	03/01/2042	1
31418B-U7-9	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		17,640	17,640	18,842	18,843	.0	(1,204)	.0	(1,204)	.0	17,640	.0	.0	.0	124	09/01/2045	1
31418B-VH-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		16,892	16,892	18,042	18,043	.0	(1,152)	.0	(1,152)	.0	16,892	.0	.0	.0	109	10/01/2045	1
31418B-WE-2	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	VARIOUS		139,161	139,161	135,996	135,996	.0	(6)	.0	(6)	.0	139,990	.0	3,171	3,171	1,161	11/01/2040	1
31418M-2T-8	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		2,686	2,686	2,975	2,967	.0	(280)	.0	(280)	.0	2,686	.0	.0	.0	27	10/01/2039	1
31418M-SR-4	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		9,046	9,046	10,064	10,079	.0	(1,033)	.0	(1,033)	.0	9,046	.0	.0	.0	88	06/01/2039	1
31418T-JF-5	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		47,084	47,084	52,263	52,237	.0	(5,154)	.0	(5,154)	.0	47,084	.0	.0	.0	319	05/01/2040	1
31418U-4W-1	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		10,177	10,177	11,183	11,169	.0	(993)	.0	(993)	.0	10,177	.0	.0	.0	81	07/01/2040	1
31419A-NJ-2	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		9,869	9,869	10,828	10,809	.0	(941)	.0	(941)	.0	9,869	.0	.0	.0	88	12/01/2039	1
31419A-P5-0	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		6,633	6,633	7,497	7,490	.0	(857)	.0	(857)	.0	6,633	.0	.0	.0	61	10/01/2039	1
31419A-VS-3	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		393	393	414	415	.0	(22)	.0	(22)	.0	393	.0	.0	.0	2	11/01/2040	1
31419F-FV-3	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		8,444	8,444	9,054	9,047	.0	(602)	.0	(602)	.0	8,444	.0	.0	.0	50	11/01/2040	1
31419J-SV-1	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		2,439	2,439	2,588	2,586	.0	(147)	.0	(147)	.0	2,439	.0	.0	.0	19	11/01/2040	1
31418M-2Z-4	FNMA PASS-THRU MEGA MULTI 7		03/25/2016	PRINCIPAL RECEIPT		26,198	26,198	29,408	28,921	.0	(2,723)	.0	(2,723)	.0	26,198	.0	.0	.0	217	02/01/2020	1
3138EN-Z9-3	FNMA PASS-THRU SF30 LTV125+		03/25/2016	PRINCIPAL RECEIPT		2,949	2,949	3,062	3,069	.0	(120)	.0	(120)	.0	2,949	.0	.0	.0	18	01/01/2044	1
3138LU-TV-7	FNMA PASS-THRU SF30 LTV125+		03/25/2016	PRINCIPAL RECEIPT		832	832	863	865	.0	(33)	.0	(33)	.0	832	.0	.0	.0	4	06/01/2042	1
3138LX-QH-5	FNMA PASS-THRU SF30 LTV125+		03/25/2016	PRINCIPAL RECEIPT		543	543	563	565	.0	(22)	.0	(22)	.0	543	.0	.0	.0	4	06/01/2042	1
3138M2-BN-5	FNMA PASS-THRU SF30 LTV125+		03/25/2016	PRINCIPAL RECEIPT		1,655	1,655	1,717	1,721	.0	(66)	.0	(66)	.0	1,655	.0	.0	.0	10	07/01/2042	1
3138M3-X9-9	FNMA PASS-THRU SF30 LTV125+		03/25/2016	PRINCIPAL RECEIPT		2,673	2,673	2,774	2,781	.0	(109)	.0	(109)	.0	2,673	.0	.0	.0	15	01/01/2043	1
31417C-GZ-2	FNMA PASS-THRU SF30 LTV125+		03/25/2016	PRINCIPAL RECEIPT		1,576	1,576	1,636	1,640	.0	(63)	.0	(63)	.0	1,576	.0	.0	.0	9	07/01/2042	1
31417C-NZ-4	FNMA PASS-THRU SF30 LTV125+		03/25/2016	PRINCIPAL RECEIPT		2,181	2,181	2,263	2,268	.0	(88)	.0	(88)	.0	2,181	.0	.0	.0	12	08/01/2042	1
31418A-M9-6	FNMA PASS-THRU SF30 LTV125+		03/25/2016	PRINCIPAL RECEIPT		5,276	5,276	5,477	5,490	.0	(214)	.0	(214)	.0	5,276	.0	.0	.0	32	12/01/2042	1
3138AF-W6-3	FNMA PASS-THRU LNG 30 YEAR		03/25/2016	PRINCIPAL RECEIPT		86,980	86,980	93,884	93,820	.0	(6,840)	.0	(6,840)	.0	86,980	.0	.0	.0	673	05/01/2041	1
31387D-3Q-0	FNMA POOL #581407		01/25/2016	VARIOUS		7,012	6,457	6,568	6,548	.0	(1)	.0	(1)	.0	6,547	.0	465	465	53	06/01/2031	1
31410K-LK-8	FNMA POOL #889886 7.000%		03/25/2016	PRINCIPAL RECEIPT		8,477	8,477	8,874	8,859	.0	(383)	.0	(383)	.0	8,477	.0	.0	.0	109	12/01/2037	1
31392E-SB-4	FNMA REMIC TRUST 2002-W10		03/25/2016	PRINCIPAL RECEIPT		11,317	11,317	11,303	11,302	.0	15	.0	15	.0	11,317	.0	.0	.0	51	08/25/2042	1
31392D-H7-0	FNMA REMIC TRUST 2002-W6		03/25/2016	PRINCIPAL RECEIPT		10,581	10,581	11,606	10,753	.0	(172)	.0	(172)	.0	10,581	.0	.0	.0	55	06/25/2042	1
31392D-P9-7	FNMA REMIC TRUST 2002-W8		03/25/2016	PRINCIPAL RECEIPT		4,107	4,107	4,308	4,131	.0	(24)	.0	(24)	.0	4,107	.0	.0	.0	16	06/25/2042	1
31394A-LP-9	FNMA REMIC TRUST 2004-W8		03/25/2016	PRINCIPAL RECEIPT		44,688	44,688	46,419	46,403	.0	(1,715)	.0	(1,715)	.0	44,688	.0	.0	.0	159	06/25/2044	1
31394A-CS-3	FNMA REMIC TRUST 2004-W9		03/25/2016	PRINCIPAL RECEIPT		81,114	81,114	86,183	86,234	.0	(5,120)	.0	(5,120)	.0	81,114	.0	.0	.0	201	12/25/2043	1

STATEMENT AS OF MARCH 31, 2016 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in Book/Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
313643-7D-7	FNMA REMIC TRUST 2012-39		03/25/2016	PRINCIPAL RECEIPT		15,003	15,003	15,903	15,685	0	(682)	0	(682)	0	15,003	0	0	0	85	03/25/2042	1
3199999	Subtotal - Bonds - U.S. Special Revenues					3,784,722	3,749,978	3,971,219	3,466,692	0	(187,282)	0	(187,282)	0	3,769,749	0	14,974	14,974	23,377	XXX	XXX
90131H-BX-2	21ST CENTY FOX AMER INC 144A		01/15/2016	EXCHANGE		377,595	380,000	377,595	377,602	0	(7)	0	(7)	0	377,595	0	0	0	0	10/15/2045	2FE
023772-AB-2	AMER AIRLINES PT TR 2013-1		01/15/2016	Sink PMT @ 100.0000000		7,121	7,121	7,121	7,121	0	0	0	0	0	7,121	0	0	0	0	01/15/2027	1FE
02377U-AB-0	AMER AIRLINES PT TR 2013-2		01/15/2016	Sink PMT @ 100.0000000		5,535	5,535	5,535	5,535	0	0	0	0	0	5,535	0	0	0	0	07/15/2024	2FE
026351-AZ-9	AMERICAN GENERAL CORP		01/04/2016	RAYMOND JAMES & ASSOCIATES, INC		2,375,000	2,000,000	2,440,420	2,388,084	0	(181)	0	(181)	0	2,387,903	0	(12,903)	(12,903)	52,264	02/15/2029	2FE
037833-AS-9	APPLE INC		01/05/2016	CFG CAPITAL MARKETS LLC		2,065,800	2,000,000	2,087,000	2,084,932	0	(100)	0	(100)	0	2,084,832	0	(19,032)	(19,032)	11,883	05/06/2024	1FE
05950W-AF-5	BANC AMER CMBS 2006-4		03/10/2016	PRINCIPAL RECEIPT		104,102	104,102	117,659	105,684	0	(1,583)	0	(1,583)	0	104,102	0	0	0	528	07/10/2046	1FM
059513-AE-1	BANC AMER CMBS 2007-4		03/10/2016	PRINCIPAL RECEIPT		7,061	7,061	8,095	7,325	0	(264)	0	(264)	0	7,061	0	0	0	9	02/10/2051	1FM
05952C-AE-0	BANC AMER CMBS 2007-5		03/10/2016	PRINCIPAL RECEIPT		1,794	1,794	2,049	1,855	0	(60)	0	(60)	0	1,794	0	0	0	9	02/10/2051	1FM
07388Q-AE-9	BEAR STEARNS CMBS 2007-PWR17		03/11/2016	PRINCIPAL RECEIPT		5,673	5,673	6,522	5,672	0	(199)	0	(199)	0	5,673	0	0	0	28	06/13/2050	1FM
075887-BM-0	BECTON DICKINSON & CO		03/23/2016	LINSCO/PRIVATE LEDGER		1,075,500	1,000,000	1,000,276	1,000,273	0	(1)	0	(1)	0	1,000,272	0	75,228	75,228	18,146	05/15/2044	2FE
12189P-AG-7	BURLINGTON NORTHN SF RY PSTH CTF		01/15/2016	CORP. RE		83,682	83,682	88,371	85,472	0	(1,790)	0	(1,790)	0	83,682	0	0	0	3,452	01/15/2021	1FE
13975D-AC-9	CAPITAL AUTO RECV ABN 2013-3		03/20/2016	Sink PMT @ 100.0000000		1,428,519	1,428,519	1,436,555	1,430,905	0	(2,386)	0	(2,386)	0	1,428,519	0	0	0	1,844	12/20/2017	1FE
13975F-AC-4	CAPITAL AUTO RECV ABN 2013-4		03/20/2016	PRINCIPAL RECEIPT		39,870	39,870	39,870	39,870	0	0	0	0	0	39,870	0	0	0	40	03/20/2018	1FE
12505N-AB-0	COG RECEIVABLES ABS 1.060% 144A		03/14/2016	PRINCIPAL RECEIPT		10,030	10,030	10,029	10,034	0	(4)	0	(4)	0	10,030	0	0	0	8	11/15/2021	1FE
12618S-AC-1	OMH EQUIPMENT TR 2013-D		03/15/2016	PRINCIPAL RECEIPT		16,550	16,550	16,549	16,553	0	(3)	0	(3)	0	16,550	0	0	0	0	10/15/2018	1FE
12624N-AA-8	COMM MTG TR 2012-LTRT 144A		03/07/2016	PRINCIPAL RECEIPT		34,721	34,721	35,867	35,526	0	(805)	0	(805)	0	34,721	0	0	0	66	10/07/2030	1FM
205887-BR-2	CONAGRA FOODS INC		02/17/2016	Tender Offer		63,417	63,000	63,099	63,073	0	(1)	0	(1)	0	63,072	0	345	345	1,131	01/25/2023	2FE
212015-AH-4	CENTINENTAL RESOURCES INC		01/14/2016	VARIOUS		251,705	365,000	395,113	388,064	0	(83)	0	(83)	0	387,981	0	(136,276)	(136,276)	6,115	09/15/2022	2FE
12648N-AA-0	CSMC TR 2014-ICE 144A		02/15/2016	PRINCIPAL RECEIPT		100,000	100,000	100,000	100,000	0	0	0	0	0	100,000	0	0	0	291	04/15/2027	1FM
126650-CL-2	CYS HEALTH CORP		01/26/2016	CFG CAPITAL MARKETS LLC		2,050,000	2,000,000	2,075,340	2,073,786	0	(471)	0	(471)	0	2,073,315	0	(23,315)	(23,315)	40,688	07/20/2025	2FE
25272U-AA-9	DIAMOND RESORTS TR 144A		03/20/2016	PRINCIPAL RECEIPT		5,893	5,893	5,892	5,908	0	(16)	0	(16)	0	5,893	0	0	0	10	05/20/2026	1FE
25755T-AC-4	DOMINOS PIZZA MSTR 2012-1 144A		01/25/2016	PRINCIPAL RECEIPT		5,749	5,749	5,990	5,913	54	(219)	0	(165)	0	5,749	0	0	0	0	01/25/2042	4AM
29250R-AT-3	ENBRIDGE ENERGY PARTNERS L P		03/02/2016	UBS WARBURG		159,947	210,000	229,312	228,754	0	(68)	0	(68)	0	228,687	0	(68,740)	(68,740)	5,518	09/15/2040	2FE
29348Q-AB-8	ENOXEX LLC 144A		03/08/2016	BARCLAYS CAPITAL INC		86,213	110,000	124,345	118,238	0	(336)	0	(336)	0	117,901	0	(31,689)	(31,689)	3,361	03/15/2020	2FE
29372E-AY-4	ENTERPRISE FLEET FNC 144A		03/20/2016	PRINCIPAL RECEIPT		25,309	25,309	25,305	25,311	0	(1)	0	(1)	0	25,309	0	0	0	27	03/20/2019	1FE
26884A-AD-5	ERP OPER LTD PARTNERSHIP		02/01/2016	Tender Offer		490,119	350,000	464,524	453,496	0	(655)	0	(655)	0	452,841	0	37,278	37,278	12,217	08/15/2026	2FE
30165R-AA-6	EXETER AUTO RECV TR 2014 144A		03/15/2016	PRINCIPAL RECEIPT		5,427	5,427	5,427	5,429	0	(2)	0	(2)	0	5,427	0	0	0	6	08/15/2018	1FE
31331F-AX-9	FEDERAL EXPRESS 6.72%		01/15/2016	Sink PMT @ 100.0000000		55,681	55,681	62,565	58,065	0	(2,384)	0	(2,384)	0	55,681	0	0	0	1,871	01/15/2022	4AM
34354P-AD-7	FLOWSERVE CORP		01/05/2016	RAYMOND JAMES/FT		990,000	1,000,000	1,061,880	1,056,260	0	(70)	0	(70)	0	1,056,191	0	(66,191)	(66,191)	5,889	11/15/2023	2FE
34530F-AF-1	FORD CREDIT AUTO LEASE 2013-B		03/15/2016	PRINCIPAL RECEIPT		145,106	145,106	145,079	145,104	0	2	0	2	0	145,106	0	0	0	293	11/15/2016	1FE
38259P-AB-8	GOOGLE INC		01/05/2016	CFG CAPITAL MARKETS LLC		2,122,600	2,000,000	2,175,220	2,151,777	0	(295)	0	(295)	0	2,151,482	0	(28,882)	(28,882)	9,868	05/19/2021	1FE
20173Q-AE-1	GREENWICH CAP CMBS 2007-GG9		03/11/2016	PRINCIPAL RECEIPT		690	690	760	703	0	(13)	0	(13)	0	690	0	0	0	3	03/10/2039	1FM
36253B-AQ-6	GS MTG SECS TR 2014-GC22		03/11/2016	PRINCIPAL RECEIPT		3,482	3,482	3,482	3,482	0	1	0	1	0	3,482	0	0	0	4	06/12/2047	1FM
411707-AA-0	HARDEES FUND LLC 144A		03/20/2016	PRINCIPAL RECEIPT		1,219	1,219	1,223	1,211	11	(3)	0	8	0	1,219	0	0	0	0	03/20/2043	2AM
43284A-AA-2	HILTON GRAND VACA TR 2014-A 144A		03/25/2016	PRINCIPAL RECEIPT		10,377	10,377	10,375	10,391	0	(14)	0	(14)	0	10,377	0	0	0	15	11/25/2026	1FE
45814Q-AN-0	INTEL CORP		03/23/2016	MERRILL LYNCH PROFESSNL		1,556,250	1,500,000	1,480,500	1,481,618	0	172	0	172	0	1,481,790	0	74,460	74,460	17,333	12/15/2032	1FE
46630V-AD-4	JP MORGAN CHASE 2007-C1BC19		03/12/2016	CLEAR		(4,467)	(4,467)	(5,049)	(4,609)	0	142	0	142	0	(4,467)	0	(23)	(23)	0	02/12/2049	1FM
46629P-AC-2	JP MORGAN COM MTG 2006-LDP9		03/15/2016	PRINCIPAL RECEIPT		7,792	7,792	8,513	8,044	0	(252)	0	(252)	0	7,792	0	0	0	4	05/15/2047	1FM
46641C-BP-5	JP MORGAN MTG TR 2014-144A		03/25/2016	PRINCIPAL RECEIPT		8,127	8,127	8,005	8,006	0	120	0	120	0	8,127	0	0	0	26	01/25/2044	1FM
46625H-KC-3	JPMORGAN CHASE & CO		01/05/2016	CFG CAPITAL MARKETS LLC		1,451,520	1,500,000	1,502,100	1,501,954	0	(2)	0	(2)	0	1,501,952	0	(50,432)	(50,432)	21,484	01/23/2025	1FE
50179A-AE-7	LB-UBS CMBS 2007-C1		03/17/2016	PRINCIPAL RECEIPT		4,500	4,500	5,083	4,544	0	(44)	0	(44)	0	4,500	0	0	0	15	02/15/2040	1FM
524901-AR-6	LEGG MASON INC		03/22/2016	RAYMOND JAMES & ASSOCIATES, INC		961,890	1,000,000	1,080,130	1,078,259	0	(286)	0	(286)	0	1,077,973	0	(116,083)	(116,083)	39,531	01/15/2044	2FE
524901-AT-2	LEGG MASON INC		03/22/2016	RAYMOND JAMES & ASSOCIATES, INC		981,830	1,000,000	1,023,000	1,021,650	0	(487)	0	(487)	0	1,021,162	0	(39,332)	(39,332)	27,760	07/15/2024	2FE
59025W-AE-6	ML MTG TRUST 2008-C1		03/14/2016	PRINCIPAL RECEIPT		3,274	3,274	3,728	3,392	0	(118)	0	(118)	0	3,274	0	0	0	17	02/12/2051	1FM
61763M-AA-8	MS BOFAML TRUST 2014-C16		03/17/2016	PRINCIPAL RECEIPT		3,933	3,933	3,933	3,932	0	1	0	1	0	3,933	0	0	0	5	06/17/2047	1FM
553893-AA-6	MVV OWNER TRUST 2013-144A		03/20/2016	PRINCIPAL RECEIPT		3,098	3,098	3,098	3,105	0	(7)	0	(7)	0	3,098	0	0	0	6	04/22/2030	1FE

E05.4

STATEMENT AS OF MARCH 31, 2016 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22	
										11	12	13	14	15								
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in Book/Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)	
55388P-AA-8	MWV OWNER TRUST 2015-1 144A		03/20/2016	PRINCIPAL RECEIPT		6,758	6,758	6,757	6,772	0	(14)	0	(14)	0	6,758	0	0	0	14	12/20/2032	1FE	
629668-AX-4	NABORS INDS INC		03/09/2016	MORGAN STANLEY		215,188	275,000	290,606	285,127	0	(302)	0	(302)	0	284,824	0	69,637	69,637	6,324	09/15/2021	2FE	
64828A-AF-0	NEW RESI MTG LN TR 2014-1 144A		03/25/2016	PRINCIPAL RECEIPT		11,570	10,872	11,606	11,606	0	(698)	0	(698)	0	10,872	0	0	0	48	01/25/2054	1FE	
68389X-BF-1	ORACLE CORP		03/08/2016	CLEAR		2,483,750	2,500,000	2,411,800	2,412,093	0	279	0	279	0	2,412,371	0	71,379	71,379	33,229	05/15/2045	1FE	
68784T-AA-3	OSCAR US FUNDING ABS 144A		03/15/2016	PRINCIPAL RECEIPT		814,556	814,556	814,556	814,556	0	0	0	0	0	814,556	0	0	0	543	10/17/2016	1FE	
74153H-CD-9	PRICOA GLBL FDG I MTN 144A		01/05/2016	CFG CAPITAL MARKETS LLC		1,492,440	1,500,000	1,530,210	1,523,956	0	(76)	0	(76)	0	1,523,880	0	(31,440)	(31,440)	4,767	05/16/2019	1FE	
747525-AK-9	QUALCOMM INC		03/17/2016	LINSCO/PRIVATE LEDGER		1,954,000	2,000,000	1,750,600	1,751,142	0	707	0	707	0	1,751,848	0	202,152	202,152	32,533	05/20/2045	1FE	
748356-AA-0	QUESTAR CORP		02/01/2016	CORP. RE MATURITY		1,000,000	1,000,000	1,041,500	1,000,949	0	(949)	0	(949)	0	1,000,000	0	0	0	13,750	02/01/2016	1FE	
81745M-AD-3	SEQUOIA MTG TR 2013-2		02/25/2016	VARIOUS		1,246,431	1,231,095	1,246,484	1,245,980	0	(121)	0	(121)	0	1,245,859	0	572	572	8,369	02/25/2043	1FM	
81745B-AM-7	SEQUOIA MTG TR 2013-6		03/25/2016	PRINCIPAL RECEIPT		9,342	9,342	9,400	9,399	0	(57)	0	(57)	0	9,342	0	0	0	28	05/25/2043	1FM	
82652J-AA-5	SIERRA TIMSHR RECVD FDG 2015-3 144A		03/20/2016	PRINCIPAL RECEIPT		17,483	17,483	17,480	17,519	0	(36)	0	(36)	0	17,483	0	0	0	37	09/20/2032	1FE	
78446X-AB-1	SLM PRIV ED LN TR 2012-B		03/15/2016	PRINCIPAL RECEIPT		111,545	111,545	111,534	111,560	0	(15)	0	(15)	0	111,545	0	0	0	341	10/15/2030	1FE	
861561-XJ-8	TERWIN MTG TR 2005-14HE		03/25/2016	PRINCIPAL RECEIPT		2,606	2,606	2,578	2,595	0	11	0	11	0	2,606	0	0	0	12	08/25/2036	1FM	
882389-CC-1	TEXAS EASTN TRANSMISSION CORP		03/22/2016	CLEAR		1,400,000	1,250,000	1,643,488	1,620,837	0	(3,434)	0	(3,434)	0	1,617,404	0	(217,404)	(217,404)	61,493	07/15/2032	2FE	
89172H-AK-3	TOWD POINT MTG TR 2015-3 144A		03/25/2016	PRINCIPAL RECEIPT		9,180	9,180	9,183	9,181	0	(1)	0	(1)	0	9,180	0	0	0	21	03/25/2054	1FM	
89171V-AK-3	TOWD POINT MTG TR 2015-5 144A		03/25/2016	PRINCIPAL RECEIPT		59,964	59,964	60,357	60,428	0	(464)	0	(464)	0	59,964	0	0	0	115	05/25/2055	1FM	
907818-EF-1	UNION PAC CORP		03/23/2016	LINSCO/PRIVATE LEDGER		2,030,800	2,000,000	1,968,240	1,968,328	0	124	0	124	0	1,968,451	0	62,349	62,349	33,750	11/15/2045	1FE	
907833-AH-0	UNION PACIFIC RR		01/02/2016	Sink PMT @ 100.0000000		14,975	14,975	15,060	15,014	0	(39)	0	(39)	0	14,975	0	0	0	0	01/02/2020	1FE	
907833-AJ-6	UNION PACIFIC RR CO 2000-1		01/10/2016	PRINCIPAL RECEIPT		32,759	32,759	40,005	34,988	0	(2,228)	0	(2,228)	0	32,759	0	0	0	0	01/10/2021	1FE	
90783X-AA-9	UNION PACIFIC RR CO 2007-3		01/19/2016	PRINCIPAL RECEIPT		20,406	20,406	20,406	20,406	0	0	0	0	0	20,406	0	0	0	630	01/02/2031	1FE	
92979F-AD-2	WACHOVIA CMBS 2007-C34		03/17/2016	PRINCIPAL RECEIPT		1,471	1,471	1,523	1,523	0	(52)	0	(52)	0	1,471	0	0	0	7	05/17/2046	1FM	
931142-DQ-3	WAL-MART STORES INC		02/22/2016	LINSCO/PRIVATE LEDGER		2,089,000	2,000,000	2,010,020	2,009,997	0	(27)	0	(27)	0	2,009,970	0	79,030	79,030	29,383	04/22/2044	1FE	
958254-AB-0	WESTERN GAS PARTNERS LP		02/23/2016	CORP. RE JEFFERIES & CO BONDS DIR		242,125	325,000	335,133	332,521	0	(148)	0	(148)	0	332,373	0	(90,248)	(90,248)	8,486	07/01/2022	2FE	
96950F-AF-1	WILLIAMS PARTNERS L P		02/02/2016	MORGAN STANLEY		147,788	210,000	258,164	255,003	0	(85)	0	(85)	0	254,918	0	(107,131)	(107,131)	4,043	04/15/2040	2FE	
064159-AM-8	BANK OF NOVA SCOTIA		01/26/2016	CFG CAPITAL MARKETS LLC		2,020,000	2,000,000	2,038,380	2,033,228	0	(2,229)	0	(2,229)	0	2,031,000	0	(11,000)	(11,000)	27,908	01/12/2017	1FE	
00507U-AT-8	ACTAVIS FUNDING SCS	R	01/26/2016	CFG CAPITAL MARKETS LLC		1,955,000	2,000,000	1,983,400	1,983,434	0	38	0	38	0	1,983,472	0	(28,472)	(28,472)	33,872	03/15/2035	2FE	
05967B-AB-1	BANCO SANTANDER CHILE NEW 144A	R	03/10/2016	Tender Offer		150,972	150,000	147,507	148,220	0	45	0	45	0	148,264	0	2,708	2,708	2,713	09/20/2022	1FE	
06738E-AJ-4	BARCLAYS PLC	R	03/16/2016	DEUTSCHE BANK SECURITIES INC		497,745	500,000	498,800	498,807	0	4	0	4	0	498,810	0	(1,065)	(1,065)	15,604	08/17/2045	2FE	
055451-AV-0	BHP BILLITON FIN USA LTD	R	03/24/2016	SALOMON SMITH BARNEY INC/SAL		485,246	475,000	525,098	523,775	0	(212)	0	(212)	0	523,563	0	(38,317)	(38,317)	11,875	09/30/2043	1FE	
34988W-AD-6	FOSSE MASTER 2011-1	R	01/19/2016	PRINCIPAL RECEIPT		14,003	14,003	14,104	14,122	0	(118)	0	(118)	0	14,003	0	0	0	0	10/18/2054	1FE	
34988W-AQ-7	FOSSE MASTER 2012-1	R	01/19/2016	PRINCIPAL RECEIPT		9,750	9,750	9,750	9,750	0	0	0	0	0	9,750	0	0	0	0	10/18/2054	1FE	
46115H-AG-2	INTESA SANPAOLO S P A 144A	R	01/15/2016	MATURITY		200,000	200,000	199,932	199,999	0	1	0	1	0	200,000	0	0	0	3,125	01/15/2016	2FE	
48632H-AA-5	KAUPPING BK HF MED TM SUB BK	R	03/23/2016	Write Off		0	1,750,000	17,156	18	13,991	(533)	0	13,458	0	13,475	0	(13,475)	(13,475)	0	05/19/2016	6	
539439-AH-2	LLOYDS BANKING GROUP PLC 144A	R	03/17/2016	LLC		290,464	292,000	294,759	294,747	0	(46)	0	(46)	0	294,700	0	(4,236)	(4,236)	3,791	12/10/2025	2FE	
71656L-BB-6	PETROLEOS MEXICANOS MTN 144A	R	03/28/2016	EXCHANGE		744,836	725,000	744,836	744,482	0	354	0	354	0	744,836	0	0	0	0	06/27/2044	2FE	
78447D-AF-5	SMART ABS US TRUST 2012-2 144A	R	03/14/2016	PRINCIPAL RECEIPT		102,657	102,657	102,634	102,682	0	(25)	0	(25)	0	102,657	0	0	0	194	03/14/2018	1FE	
78447U-AF-7	SMART ABS US TRUST 2013-2US	R	03/14/2016	PRINCIPAL RECEIPT		22,721	22,721	22,720	22,720	0	0	0	0	0	22,721	0	0	0	33	02/14/2019	1FE	
8399999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					41,096,067	42,251,992	41,954,406	41,704,931	14,056	(23,118)	0	(9,062)	0	41,695,863	0	(599,799)	(599,799)	618,790	XXX	XXX	
369604-BM-4	GENERAL ELECTRIC CO		01/22/2016	VARIOUS		930,511	925,875	842,528	842,535	0	5	0	5	0	842,540	0	87,971	87,971	4,497	12/15/2099	1FE	
4899999	Subtotal - Bonds - Hybrid Securities					930,511	925,875	842,528	842,535	0	5	0	5	0	842,540	0	87,971	87,971	4,497	XXX	XXX	
8399997	Total - Bonds - Part 4					133,649,269	136,070,297	133,692,436	62,399,263	14,056	(260,752)	0	(246,696)	0	133,147,401	0	501,866	501,866	877,770	XXX	XXX	
8399998	Total - Bonds - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8399999	Total - Bonds					133,649,269	136,070,297	133,692,436	62,399,263	14,056	(260,752)	0	(246,696)	0	133,147,401	0	501,866	501,866	877,770	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

E05.5

STATEMENT AS OF MARCH 31, 2016 OF THE Group Hospitalization & Medical Services, Inc.

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22	
										11	12	13	14	15								
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Other Than Temporary Impairment Recognized	Total Change in Book/Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)	
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
922908-88-4	VANGUARD EXTENDED MKT INDEX INSTL		01/05/2016	VANGUARD GROUP	143,976,963	9,000,000		8,657,335	9,154,055	(496,720)	0	0	(496,720)	0	8,657,335	0	342,665	342,665	0			
922040-10-0	VANGUARD INSTITUTIONAL INDEX FUND		03/23/2016	VANGUARD GROUP	32,474,643	6,000,000		5,532,280	6,060,418	(528,138)	0	0	(528,138)	0	5,532,280	0	467,720	467,720	10,691			
9299999. Subtotal - Common Stocks - Mutual Funds						15,000,000	XXX	14,189,615	15,214,473	(1,024,858)	0	0	(1,024,858)	0	14,189,615	0	810,385	810,385	10,691	XXX	XXX	
9799997. Total - Common Stocks - Part 4						15,000,000	XXX	14,189,615	15,214,473	(1,024,858)	0	0	(1,024,858)	0	14,189,615	0	810,385	810,385	10,691	XXX	XXX	
9799998. Total - Common Stocks - Part 5						XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
9799999. Total - Common Stocks						15,000,000	XXX	14,189,615	15,214,473	(1,024,858)	0	0	(1,024,858)	0	14,189,615	0	810,385	810,385	10,691	XXX	XXX	
9899999. Total - Preferred and Common Stocks						15,000,000	XXX	14,189,615	15,214,473	(1,024,858)	0	0	(1,024,858)	0	14,189,615	0	810,385	810,385	10,691	XXX	XXX	
9999999 - Totals						148,649,269	XXX	147,882,051	77,613,736	(1,010,802)	(260,752)	0	(1,271,554)	0	147,337,016	0	1,312,251	1,312,251	888,461	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 - Pledged By
N O N E

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

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

N O N E