

**SUPPLEMENTAL HEALTH CARE EXHIBIT - PART 1**



(To Be Filed by April 1 - Not for Rebate Purposes)

REPORT: 1. CORPORATION: MID-WEST NATIONAL LIFE INSURANCE COMPANY OF TENNESSEE  
BUSINESS IN THE STATE OF INDIANA

2. LOCATION: NORTH RICHLAND HILLS TX

DURING THE YEAR 2010

NAIC Company Code.....66087

NAIC Group Code.....264

215.1.IN

	Comprehensive Health Coverage			4 Government Business (Excluded by Statute)	5 Other Business (Excluded by Statute)	6 Other Health	7 Subtotal (Cols 1 thru 6)	8 Uninsured Plans	9 Total (Cols 7 + 8)
	1 Individual	2 Small Group Employer	3 Large Group Employer						
<b>1. Premium:</b>									
1.1 Health premiums earned (From Part 2, Line 1.8).....	3,812,918	0	0	0	62,114	139,123	4,014,155	XXX	4,014,155
1.2 Federal high risk pools.....							0	XXX	0
1.3 State high risk pools.....							0	XXX	0
1.4 Premiums earned including state and federal high risk programs (Lines 1.1+1.2+1.3).....	3,812,918	0	0	0	62,114	139,123	4,014,155	XXX	4,014,155
1.5 Federal taxes and federal assessments.....	390,371				16,594	9,672	416,637		416,637
1.6 State insurance, premium and other taxes (Similar local taxes of \$ .00).....	71,410				1,162	2,620	75,192		75,192
1.7 Regulatory authority licenses and fees.....	1,225				20	45	1,290		1,290
1.8 Adjusted premiums earned (Lines 1.4-1.5-1.6-1.7).....	3,349,912	0	0	0	44,338	126,786	3,521,036	XXX	3,521,036
1.9 Net assumed less ceded reinsurance premiums earned.....	0	0	0	0	0	0	0	XXX	0
1.10 Other adjustments due to MLR calculations - premiums.....	0	0	0	0	0	0	0	XXX	0
1.11 Risk revenue.....							0	XXX	0
1.12 Net adjusted premiums earned after reinsurance (lines 1.8+1.9+1.10+1.11).....	3,349,912	0	0	0	44,338	126,786	3,521,036	XXX	3,521,036
<b>2. Claims:</b>									
2.1 Incurred claims excluding prescription drugs.....	1,832,804				(1,330)	80,455	1,911,929	XXX	1,911,929
2.2 Prescription drugs.....	63,329						63,329	XXX	63,329
2.3 Pharmaceutical rebates.....	9,882						9,882	XXX	9,882
2.4 State stop loss, market stabilization and claim/census based assessments.....							0	XXX	0
<b>3. Incurred medical incentive pools and bonuses.....</b>	0	0	0	0	0	0	0	XXX	0
<b>4. Deductible fraud and abuse detection/recovery expenses (for MLR use only).....</b>	29,772	0	0	0		1,393	31,165		31,165
5.0 Total incurred claims (Lines 2.1+2.2-2.3-2.4+3) (From Part 2, Line 2.10).....	1,886,251				(1,330)	80,455	1,965,376	XXX	1,965,376
5.1 Net assumed less ceded reinsurance claims incurred.....	0	0	0	0	0	0	0	XXX	0
5.2 Other adjustments due to MLR calculations - claims.....	0	0	0	0	0	0	0	XXX	0
5.3 Rebates paid.....							0	XXX	0
5.4 Estimated rebates unpaid prior year.....							0	XXX	0
5.5 Estimated rebates unpaid current year.....							0	XXX	0
5.6 Fee for service and co-pay revenue.....							0	XXX	0
5.7 Net incurred claims after reinsurance (Lines 5.0+5.1+5.2+5.3-5.4+5.5-5.6).....	1,886,251	0	0	0	(1,330)	80,455	1,965,376	XXX	1,965,376
<b>6. Improving health care quality expenses incurred:</b>									
6.1 Type A. Expenses for health improvements other than health information technology.....	24,037	0	0				24,037		24,037
6.2 Type B. Health information technology expenses related to health improvement.....	0	0	0				0		0
6.3 Total of defined expenses incurred for improving health care quality (Lines 6.1+6.2).....	24,037	0	0				24,037	0	24,037
<b>7. Preliminary medical loss ratio: MLR (Lines 4+5.0+6.3) / Line 1.8.....</b>	0.579	0.000	0.000	XXX	XXX	XXX	XXX	XXX	XXX
<b>8. Claims adjustment expenses:</b>									
8.1 Cost containment expenses not included in quality of care expenses in Line 6.3.....	75,828					2,228	78,056		78,056
8.2 All other claims adjustment expenses.....	103,440					74	103,514		103,514
8.3 Total claims adjustment expenses (Lines 8.1+8.2).....	179,268	0	0	0	0	2,302	181,570	0	181,570
<b>9. Claims adjustment expense ratio (Line 8.3 / Line 1.8).....</b>	0.054	0.000	0.000	0.000	0.000	0.018	XXX	XXX	XXX
<b>10. General and administrative (G&amp;A) expenses:</b>									
10.1 Direct sales salaries and benefits.....							0		0
10.2 Agents and brokers fees and commissions.....	240,195				3,907	8,812	252,914		252,914
10.3 Other taxes (excluding taxes on Lines 1.5 through 1.7 and Line 14 below).....							0		0
10.4 Other general and administrative expenses.....	219,386				7,721	15,376	242,483		242,483
10.5 Total general and administrative (Lines 10.1+10.2+10.3+10.4).....	459,581	0	0	0	11,628	24,188	495,397	0	495,397
<b>11. Underwriting gain/(loss) (Lines 1.12-5.7-6.3-8.3-10.5).....</b>	800,775	0	0	0	34,040	19,841	854,656	XXX	854,656
<b>12. Income from fees of uninsured plans.....</b>	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0
<b>13. Net investment and other gain/(loss).....</b>	XXX	XXX	XXX	XXX	XXX	XXX	197,596	XXX	197,596
<b>14. Federal income taxes (excluding taxes on Line 1.5 above).....</b>	32,302				298	32,157	64,757		64,757
<b>15. Net gain or (loss) (Lines 11+12+13-14).....</b>	XXX	XXX	XXX	XXX	XXX	XXX	987,495	XXX	987,495
<b>16. ICD-10 Implementation Expenses (informational only, already included in general expenses).....</b>							0		0
<b>OTHER INDICATORS:</b>									
1. Number of certificates/policies.....	889				231	505	1,625		1,625
2. Number of covered lives.....	1,709				360	1,001	3,070		3,070
3. Number of groups.....	XXX						0		0
4. Member months.....	22,286				4,713	9,488	36,487		36,487