



LIFE, AND ACCIDENT AND HEALTH COMPANIES/FRATERNAL BENEFIT SOCIETIES - ASSOCIATION EDITION

# ANNUAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2019  
OF THE CONDITION AND AFFAIRS OF THE

## HUMANA INSURANCE OF PUERTO RICO, INC.

NAIC Group Code 0119 0119 NAIC Company Code 84603 Employer's ID Number 66-0291866  
(Current) (Prior)

Organized under the Laws of Puerto Rico, State of Domicile or Port of Entry PR

Country of Domicile United States of America

Licensed as business type: Life, Accident and Health [ X ] Fraternal Benefit Societies [ ]

Incorporated/Organized 10/06/1969 Commenced Business 09/22/1971

Statutory Home Office 383 FD Roosevelt Avenue, San Juan, PR, US 00918-2131  
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 383 FD Roosevelt Avenue  
(Street and Number)

San Juan, PR, US 00918-2131 787-282-7900  
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address 383 FD Roosevelt Avenue, San Juan, PR, US 00918-2131  
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 383 FD Roosevelt Avenue  
(Street and Number)

San Juan, PR, US 00918-2131 787-282-7900-5516  
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.humana.com

Statutory Statement Contact Wanda Reyes, 787-282-7900-5529  
(Name) (Area Code) (Telephone Number)

wreyes@humana.com, 866-423-0481  
(E-mail Address) (FAX Number)

### OFFICERS

President Luis Angel Torres Acting Secretary William Mark Preston #  
Chief Financial Officer Brian Andrew Kane

### OTHER

Alan James Bailey, VP & Treasurer Bruno Roger Piquin, Regional President William Mark Preston, VP, Investments  
Timothy Alan Wheatley, Segment President, Retail

### DIRECTORS OR TRUSTEES

Christopher Howal Hunter Jose' Ivan Mercado Luis Felipe Montaner, M.D.  
Luis Angel Torres Timothy Alan Wheatley (Chairman)

State of \_\_\_\_\_ SS:  
County of \_\_\_\_\_

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.

Luis Angel Torres Olivera  
President

William Mark Preston #  
Acting Secretary

Alan James Bailey  
VP & Treasurer

Subscribed and sworn to before me this \_\_\_\_\_ day of \_\_\_\_\_

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

ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Humana Insurance of Puerto Rico Inc.

**ASSETS**

|                                                                                                                                                                                | Current Year |                         |                                           | Prior Year                  |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------|-------------------------|-------------------------------------------|-----------------------------|
|                                                                                                                                                                                | 1<br>Assets  | 2<br>Nonadmitted Assets | 3<br>Net Admitted Assets<br>(Cols. 1 - 2) | 4<br>Net Admitted<br>Assets |
| 1. Bonds (Schedule D) .....                                                                                                                                                    | 44,647,251   | 0                       | 44,647,251                                | 49,376,208                  |
| 2. Stocks (Schedule D):                                                                                                                                                        |              |                         |                                           |                             |
| 2.1 Preferred stocks .....                                                                                                                                                     | 0            | 0                       | 0                                         | 0                           |
| 2.2 Common stocks .....                                                                                                                                                        | 0            | 0                       | 0                                         | 0                           |
| 3. Mortgage loans on real estate (Schedule B):                                                                                                                                 |              |                         |                                           |                             |
| 3.1 First liens .....                                                                                                                                                          | 0            | 0                       | 0                                         | 0                           |
| 3.2 Other than first liens .....                                                                                                                                               | 0            | 0                       | 0                                         | 0                           |
| 4. Real estate (Schedule A):                                                                                                                                                   |              |                         |                                           |                             |
| 4.1 Properties occupied by the company (less \$ .....0<br>encumbrances) .....                                                                                                  | 0            | 0                       | 0                                         | 0                           |
| 4.2 Properties held for the production of income (less<br>\$ .....0 encumbrances) .....                                                                                        | 0            | 0                       | 0                                         | 0                           |
| 4.3 Properties held for sale (less \$ .....0<br>encumbrances) .....                                                                                                            | 0            | 0                       | 0                                         | 0                           |
| 5. Cash (\$ .....3,998,452 , Schedule E - Part 1), cash equivalents<br>(\$ .....2,497,874 , Schedule E - Part 2) and short-term<br>investments (\$ .....0 , Schedule DA) ..... | 6,496,326    | 0                       | 6,496,326                                 | 9,173,237                   |
| 6. Contract loans (including \$ .....0 premium notes) .....                                                                                                                    | 0            | 0                       | 0                                         | 0                           |
| 7. Derivatives (Schedule DB) .....                                                                                                                                             | 0            | 0                       | 0                                         | 0                           |
| 8. Other invested assets (Schedule BA) .....                                                                                                                                   | 16,000,000   | 0                       | 16,000,000                                | 16,000,000                  |
| 9. Receivables for securities .....                                                                                                                                            | 520,810      | 0                       | 520,810                                   | 0                           |
| 10. Securities lending reinvested collateral assets (Schedule DL) .....                                                                                                        | 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) .....                                                                                                                  | 67,664,387   | 0                       | 67,664,387                                | 74,549,445                  |
| 13. Title plants less \$ .....0 charged off (for Title insurers<br>only) .....                                                                                                 | 0            | 0                       | 0                                         | 0                           |
| 14. Investment income due and accrued .....                                                                                                                                    | 270,724      | 0                       | 270,724                                   | 303,252                     |
| 15. Premiums and considerations:                                                                                                                                               |              |                         |                                           |                             |
| 15.1 Uncollected premiums and agents' balances in the course of collection .....                                                                                               | 3,685,338    | 439,440                 | 3,245,898                                 | 3,162,197                   |
| 15.2 Deferred premiums and agents' balances and installments booked but<br>deferred and not yet due (including \$ .....0<br>earned but unbilled premiums) .....                | 0            | 0                       | 0                                         | 0                           |
| 15.3 Accrued retrospective premiums (\$ .....72,519 ) and<br>contracts subject to redetermination (\$ .....34,889 ) .....                                                      | 107,408      | 0                       | 107,408                                   | 399,786                     |
| 16. Reinsurance:                                                                                                                                                               |              |                         |                                           |                             |
| 16.1 Amounts recoverable from reinsurers .....                                                                                                                                 | 0            | 0                       | 0                                         | 0                           |
| 16.2 Funds held by or deposited with reinsured companies .....                                                                                                                 | 0            | 0                       | 0                                         | 0                           |
| 16.3 Other amounts receivable under reinsurance contracts .....                                                                                                                | 0            | 0                       | 0                                         | 0                           |
| 17. Amounts receivable relating to uninsured plans .....                                                                                                                       | 3,432,274    | 65,687                  | 3,366,587                                 | 2,150,455                   |
| 18.1 Current federal and foreign income tax recoverable and interest thereon .....                                                                                             | 906,176      | 0                       | 906,176                                   | 918,007                     |
| 18.2 Net deferred tax asset .....                                                                                                                                              | 0            | 0                       | 0                                         | 0                           |
| 19. Guaranty funds receivable or on deposit .....                                                                                                                              | 0            | 0                       | 0                                         | 0                           |
| 20. Electronic data processing equipment and software .....                                                                                                                    | 0            | 0                       | 0                                         | 0                           |
| 21. Furniture and equipment, including health care delivery assets<br>(\$ .....0 ) .....                                                                                       | 0            | 0                       | 0                                         | 0                           |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates .....                                                                                               | 0            | 0                       | 0                                         | 0                           |
| 23. Receivables from parent, subsidiaries and affiliates .....                                                                                                                 | 0            | 0                       | 0                                         | 0                           |
| 24. Health care (\$ .....1,802,878 ) and other amounts receivable .....                                                                                                        | 1,905,204    | 102,326                 | 1,802,878                                 | 1,912,356                   |
| 25. Aggregate write-ins for other than invested assets .....                                                                                                                   | 65,375       | 65,375                  | 0                                         | 0                           |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and<br>Protected Cell Accounts (Lines 12 to 25) .....                                                        | 78,036,886   | 672,828                 | 77,364,057                                | 83,395,498                  |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell<br>Accounts .....                                                                                           | 0            | 0                       | 0                                         | 0                           |
| 28. Total (Lines 26 and 27) .....                                                                                                                                              | 78,036,886   | 672,828                 | 77,364,057                                | 83,395,498                  |
| <b>DETAILS OF WRITE-INS</b>                                                                                                                                                    |              |                         |                                           |                             |
| 1101. ....                                                                                                                                                                     |              |                         |                                           |                             |
| 1102. ....                                                                                                                                                                     |              |                         |                                           |                             |
| 1103. ....                                                                                                                                                                     |              |                         |                                           |                             |
| 1198. Summary of remaining write-ins for Line 11 from overflow page .....                                                                                                      | 0            | 0                       | 0                                         | 0                           |
| 1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above) .....                                                                                                             | 0            | 0                       | 0                                         | 0                           |
| 2501. Prepaid Expenses .....                                                                                                                                                   | 65,000       | 65,000                  | 0                                         | 0                           |
| 2502. Prepaid Commissions .....                                                                                                                                                | 375          | 375                     | 0                                         | 0                           |
| 2503. ....                                                                                                                                                                     |              |                         |                                           |                             |
| 2598. Summary of remaining write-ins for Line 25 from overflow page .....                                                                                                      | 0            | 0                       | 0                                         | 0                           |
| 2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....                                                                                                             | 65,375       | 65,375                  | 0                                         | 0                           |

**LIABILITIES, SURPLUS AND OTHER FUNDS**

|                                                                                                                                                                                                                                                  | 1<br>Current Year | 2<br>Prior Year |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------|-----------------|
| 1. Aggregate reserve for life contracts \$ .....0 (Exh. 5, Line 9999999) less \$ .....0 included in Line 6.3 (including \$ .....0 Modco Reserve) .....                                                                                           | 0                 | 0               |
| 2. Aggregate reserve for accident and health contracts (including \$ .....0 Modco Reserve) .....                                                                                                                                                 | 2,565,000         | 3,072,000       |
| 3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$ .....0 Modco Reserve) .....                                                                                                                                   | 0                 | 0               |
| 4. Contract claims:                                                                                                                                                                                                                              |                   |                 |
| 4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11) .....                                                                                                                                                              | 11,386            | 9,385           |
| 4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11) .....                                                                                                                                                           | 14,344,956        | 12,194,755      |
| 5. Policyholders' dividends/refunds to members \$ .....0 and coupons \$ .....0 due and unpaid (Exhibit 4, Line 10) .....                                                                                                                         | 0                 | 0               |
| 6. Provision for policyholders' dividends, refunds to members and coupons payable in following calendar year - estimated amounts:                                                                                                                |                   |                 |
| 6.1 Policyholders' dividends and refunds to members apportioned for payment (including \$ .....0 Modco) .....                                                                                                                                    | 0                 | 0               |
| 6.2 Policyholders' dividends and refunds to members not yet apportioned (including \$ .....0 Modco) .....                                                                                                                                        | 0                 | 0               |
| 6.3 Coupons and similar benefits (including \$ .....0 Modco) .....                                                                                                                                                                               | 0                 | 0               |
| 7. Amount provisionally held for deferred dividend policies not included in Line 6 .....                                                                                                                                                         | 0                 | 0               |
| 8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ .....0 discount; including \$ .....3,734,596 accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of lines 4 and 14) ..... | 3,748,120         | 3,316,587       |
| 9. Contract liabilities not included elsewhere:                                                                                                                                                                                                  |                   |                 |
| 9.1 Surrender values on canceled contracts .....                                                                                                                                                                                                 | 0                 | 0               |
| 9.2 Provision for experience rating refunds, including the liability of \$ .....162,402 accident and health experience rating refunds of which \$ .....0 is for medical loss ratio rebate per the Public Health Service Act .....                | 3,048,941         | 3,322,573       |
| 9.3 Other amounts payable on reinsurance, including \$ .....0 assumed and \$ .....0 ceded .....                                                                                                                                                  | 0                 | 0               |
| 9.4 Interest maintenance reserve (IMR, Line 6) .....                                                                                                                                                                                             | 429,558           | 476,933         |
| 10. Commissions to agents due or accrued-life and annuity contracts \$ .....0 accident and health \$ .....6,909 and deposit-type contract funds \$ .....0 .....                                                                                  | 6,909             | 5,403           |
| 11. Commissions and expense allowances payable on reinsurance assumed .....                                                                                                                                                                      | 0                 | 0               |
| 12. General expenses due or accrued (Exhibit 2, Line 12, Col. 7) .....                                                                                                                                                                           | 127,997           | 144,347         |
| 13. Transfers to Separate Accounts due or accrued (net) (including \$ .....0 accrued for expense allowances recognized in reserves, net of reinsured allowances) .....                                                                           | 0                 | 0               |
| 14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 6) .....                                                                                                                                    | 1,358,525         | 1,359,124       |
| 15.1 Current federal and foreign income taxes, including \$ .....0 on realized capital gains (losses) .....                                                                                                                                      | 0                 | 0               |
| 15.2 Net deferred tax liability .....                                                                                                                                                                                                            | 0                 | 0               |
| 16. Unearned investment income .....                                                                                                                                                                                                             | 0                 | 0               |
| 17. Amounts withheld or retained by reporting entity as agent or trustee .....                                                                                                                                                                   | 255,597           | 155,428         |
| 18. Amounts held for agents' account, including \$ .....0 agents' credit balances .....                                                                                                                                                          | 0                 | 0               |
| 19. Remittances and items not allocated .....                                                                                                                                                                                                    | 40,849            | 39,873          |
| 20. Net adjustment in assets and liabilities due to foreign exchange rates .....                                                                                                                                                                 | 0                 | 0               |
| 21. Liability for benefits for employees and agents if not included above .....                                                                                                                                                                  | 0                 | 0               |
| 22. Borrowed money \$ .....0 and interest thereon \$ .....0 .....                                                                                                                                                                                | 0                 | 0               |
| 23. Dividends to stockholders declared and unpaid .....                                                                                                                                                                                          | 0                 | 0               |
| 24. Miscellaneous liabilities:                                                                                                                                                                                                                   |                   |                 |
| 24.01 Asset valuation reserve (AVR, Line 16, Col. 7) .....                                                                                                                                                                                       | 1,077,175         | 631,767         |
| 24.02 Reinsurance in unauthorized and certified (\$ .....0 ) companies .....                                                                                                                                                                     | 0                 | 0               |
| 24.03 Funds held under reinsurance treaties with unauthorized and certified (\$ .....0 ) reinsurers .....                                                                                                                                        | 0                 | 0               |
| 24.04 Payable to parent, subsidiaries and affiliates .....                                                                                                                                                                                       | 6,013,355         | 8,617,304       |
| 24.05 Drafts outstanding .....                                                                                                                                                                                                                   | 38,135            | 0               |
| 24.06 Liability for amounts held under uninsured plans .....                                                                                                                                                                                     | 598,602           | 687,692         |
| 24.07 Funds held under coinsurance .....                                                                                                                                                                                                         | 0                 | 0               |
| 24.08 Derivatives .....                                                                                                                                                                                                                          | 0                 | 0               |
| 24.09 Payable for securities .....                                                                                                                                                                                                               | 0                 | 0               |
| 24.10 Payable for securities lending .....                                                                                                                                                                                                       | 0                 | 0               |
| 24.11 Capital notes \$ .....0 and interest thereon \$ .....0 .....                                                                                                                                                                               | 0                 | 0               |
| 25. Aggregate write-ins for liabilities .....                                                                                                                                                                                                    | 637,775           | 639,112         |
| 26. Total liabilities excluding Separate Accounts business (Lines 1 to 25) .....                                                                                                                                                                 | 34,302,878        | 34,672,284      |
| 27. From Separate Accounts Statement .....                                                                                                                                                                                                       | 0                 | 0               |
| 28. Total liabilities (Lines 26 and 27) .....                                                                                                                                                                                                    | 34,302,878        | 34,672,284      |
| 29. Common capital stock .....                                                                                                                                                                                                                   | 2,500,026         | 2,500,026       |
| 30. Preferred capital stock .....                                                                                                                                                                                                                | 0                 | 0               |
| 31. Aggregate write-ins for other than special surplus funds .....                                                                                                                                                                               | 0                 | 0               |
| 32. Surplus notes .....                                                                                                                                                                                                                          | 0                 | 0               |
| 33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1) .....                                                                                                                                         | 0                 | 0               |
| 34. Aggregate write-ins for special surplus funds .....                                                                                                                                                                                          | 2,688,750         | 0               |
| 35. Unassigned funds (surplus) .....                                                                                                                                                                                                             | 37,872,403        | 46,223,188      |
| 36. Less treasury stock, at cost:                                                                                                                                                                                                                |                   |                 |
| 36.1 .....0 shares common (value included in Line 29 \$ .....0 ) .....                                                                                                                                                                           | 0                 | 0               |
| 36.2 .....0 shares preferred (value included in Line 30 \$ .....0 ) .....                                                                                                                                                                        | 0                 | 0               |
| 37. Surplus (Total Lines 31+32+33+34+35-36) (including \$ .....0 in Separate Accounts Statement) .....                                                                                                                                           | 40,561,153        | 46,223,188      |
| 38. Totals of Lines 29, 30 and 37 (Page 4, Line 55) .....                                                                                                                                                                                        | 43,061,179        | 48,723,214      |
| 39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3) .....                                                                                                                                                                                    | 77,364,057        | 83,395,498      |
| <b>DETAILS OF WRITE-INS</b>                                                                                                                                                                                                                      |                   |                 |
| 2501. Unclaimed Property .....                                                                                                                                                                                                                   | 637,775           | 626,699         |
| 2502. Miscellaneous Policyholder Liability .....                                                                                                                                                                                                 | 0                 | 12,413          |
| 2503. ....                                                                                                                                                                                                                                       | 0                 | 0               |
| 2598. Summary of remaining write-ins for Line 25 from overflow page .....                                                                                                                                                                        | 0                 | 0               |
| 2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....                                                                                                                                                                               | 637,775           | 639,112         |
| 3101. ....                                                                                                                                                                                                                                       |                   |                 |
| 3102. ....                                                                                                                                                                                                                                       |                   |                 |
| 3103. ....                                                                                                                                                                                                                                       |                   |                 |
| 3198. Summary of remaining write-ins for Line 31 from overflow page .....                                                                                                                                                                        | 0                 | 0               |
| 3199. Totals (Lines 3101 thru 3103 plus 3198)(Line 31 above) .....                                                                                                                                                                               | 0                 | 0               |
| 3401. Special Surplus - Projected HCRL Assessment for the Upcoming Year .....                                                                                                                                                                    | 2,688,750         | 0               |
| 3402. ....                                                                                                                                                                                                                                       |                   |                 |
| 3403. ....                                                                                                                                                                                                                                       |                   |                 |
| 3498. Summary of remaining write-ins for Line 34 from overflow page .....                                                                                                                                                                        | 0                 | 0               |
| 3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) .....                                                                                                                                                                               | 2,688,750         | 0               |

**SUMMARY OF OPERATIONS**

|                                                                                                                                                                                                | 1<br>Current Year | 2<br>Prior Year |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------|-----------------|
| 1. Premiums and annuity considerations for life and accident and health contracts (Exhibit 1, Part 1, Line 20.4, Col. 1, less Col. 11) .....                                                   | 137,476,896       | 133,177,725     |
| 2. Considerations for supplementary contracts with life contingencies .....                                                                                                                    | 0                 | 0               |
| 3. Net investment income (Exhibit of Net Investment Income, Line 17) .....                                                                                                                     | 1,349,723         | 1,687,444       |
| 4. Amortization of Interest Maintenance Reserve (IMR, Line 5) .....                                                                                                                            | 88,626            | 88,053          |
| 5. Separate Accounts net gain from operations excluding unrealized gains or losses .....                                                                                                       | 0                 | 0               |
| 6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1) .....                                                                                        | 0                 | 0               |
| 7. Reserve adjustments on reinsurance ceded .....                                                                                                                                              | 0                 | 0               |
| 8. Miscellaneous Income:                                                                                                                                                                       |                   |                 |
| 8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts .....                                                                | 0                 | 0               |
| 8.2 Charges and fees for deposit-type contracts .....                                                                                                                                          | 0                 | 0               |
| 8.3 Aggregate write-ins for miscellaneous income .....                                                                                                                                         | 3,709             | 3,626           |
| 9. Total (Lines 1 to 8.3) .....                                                                                                                                                                | 138,918,954       | 134,956,848     |
| 10. Death benefits .....                                                                                                                                                                       | 81,000            | 127,100         |
| 11. Matured endowments (excluding guaranteed annual pure endowments) .....                                                                                                                     | 0                 | 0               |
| 12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8) .....                                                                                                                          | 0                 | 0               |
| 13. Disability benefits and benefits under accident and health contracts .....                                                                                                                 | 119,751,519       | 113,376,555     |
| 14. Coupons, guaranteed annual pure endowments and similar benefits .....                                                                                                                      | 0                 | 0               |
| 15. Surrender benefits and withdrawals for life contracts .....                                                                                                                                | 0                 | 0               |
| 16. Group conversions .....                                                                                                                                                                    | 0                 | 0               |
| 17. Interest and adjustments on contract or deposit-type contract funds .....                                                                                                                  | 0                 | 0               |
| 18. Payments on supplementary contracts with life contingencies .....                                                                                                                          | 0                 | 0               |
| 19. Increase in aggregate reserves for life and accident and health contracts .....                                                                                                            | (507,000)         | (1,657,001)     |
| 20. Totals (Lines 10 to 19) .....                                                                                                                                                              | 119,325,519       | 111,846,654     |
| 21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1) .....                                         | 6,766,565         | 6,565,829       |
| 22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1) .....                                                                                     | 0                 | 0               |
| 23. General insurance expenses and fraternal expenses (Exhibit 2, Line 10, Cols. 1, 2, 3, 4 and 6) .....                                                                                       | 16,989,710        | 14,558,327      |
| 24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3 + 5) .....                                                                          | 1,894,940         | 4,358,113       |
| 25. Increase in loading on deferred and uncollected premiums .....                                                                                                                             | 0                 | 0               |
| 26. Net transfers to or (from) Separate Accounts net of reinsurance .....                                                                                                                      | 0                 | 0               |
| 27. Aggregate write-ins for deductions .....                                                                                                                                                   | 0                 | 0               |
| 28. Totals (Lines 20 to 27) .....                                                                                                                                                              | 144,976,734       | 137,328,923     |
| 29. Net gain from operations before dividends to policyholders, refunds to members and federal income taxes (Line 9 minus Line 28) .....                                                       | (6,057,780)       | (2,372,075)     |
| 30. Dividends to policyholders and refunds to members .....                                                                                                                                    | 0                 | 0               |
| 31. Net gain from operations after dividends to policyholders, refunds to members and before federal income taxes (Line 29 minus Line 30) .....                                                | (6,057,780)       | (2,372,075)     |
| 32. Federal and foreign income taxes incurred (excluding tax on capital gains) .....                                                                                                           | 39,447            | (22,954)        |
| 33. Net gain from operations after dividends to policyholders, refunds to members and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32) .....         | (6,097,226)       | (2,349,121)     |
| 34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$ .....0 (excluding taxes of \$ .....10,318 transferred to the IMR) ..... | 0                 | 0               |
| 35. Net income (Line 33 plus Line 34) .....                                                                                                                                                    | (6,097,226)       | (2,349,121)     |
| <b>CAPITAL AND SURPLUS ACCOUNT</b>                                                                                                                                                             |                   |                 |
| 36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2) .....                                                                                                               | 48,723,214        | 49,423,194      |
| 37. Net income (Line 35) .....                                                                                                                                                                 | (6,097,226)       | (2,349,121)     |
| 38. Change in net unrealized capital gains (losses) less capital gains tax of \$ .....0 .....                                                                                                  | 0                 | 0               |
| 39. Change in net unrealized foreign exchange capital gain (loss) .....                                                                                                                        | 0                 | 0               |
| 40. Change in net deferred income tax .....                                                                                                                                                    | 0                 | 0               |
| 41. Change in nonadmitted assets .....                                                                                                                                                         | 880,600           | 2,052,088       |
| 42. Change in liability for reinsurance in unauthorized and certified companies .....                                                                                                          | 0                 | 0               |
| 43. Change in reserve on account of change in valuation basis, (increase) or decrease .....                                                                                                    | 0                 | 0               |
| 44. Change in asset valuation reserve .....                                                                                                                                                    | (445,408)         | (402,948)       |
| 45. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Col. 2 minus Col. 1) .....                                                                                                          | 0                 | 0               |
| 46. Surplus (contributed to) withdrawn from Separate Accounts during period .....                                                                                                              | 0                 | 0               |
| 47. Other changes in surplus in Separate Accounts Statement .....                                                                                                                              | 0                 | 0               |
| 48. Change in surplus notes .....                                                                                                                                                              | 0                 | 0               |
| 49. Cumulative effect of changes in accounting principles .....                                                                                                                                | 0                 | 0               |
| 50. Capital changes:                                                                                                                                                                           |                   |                 |
| 50.1 Paid in .....                                                                                                                                                                             | 0                 | 0               |
| 50.2 Transferred from surplus (Stock Dividend) .....                                                                                                                                           | 0                 | 0               |
| 50.3 Transferred to surplus .....                                                                                                                                                              | 0                 | 0               |
| 51. Surplus adjustment:                                                                                                                                                                        |                   |                 |
| 51.1 Paid in .....                                                                                                                                                                             | 0                 | 0               |
| 51.2 Transferred to capital (Stock Dividend) .....                                                                                                                                             | 0                 | 0               |
| 51.3 Transferred from capital .....                                                                                                                                                            | 0                 | 0               |
| 51.4 Change in surplus as a result of reinsurance .....                                                                                                                                        | 0                 | 0               |
| 52. Dividends to stockholders .....                                                                                                                                                            | 0                 | 0               |
| 53. Aggregate write-ins for gains and losses in surplus .....                                                                                                                                  | 0                 | 0               |
| 54. Net change in capital and surplus for the year (Lines 37 through 53) .....                                                                                                                 | (5,662,035)       | (699,981)       |
| 55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38) .....                                                                                                     | 43,061,179        | 48,723,214      |
| <b>DETAILS OF WRITE-INS</b>                                                                                                                                                                    |                   |                 |
| 08.301. Miscellaneous Income .....                                                                                                                                                             | 3,709             | 3,626           |
| 08.302. ....                                                                                                                                                                                   |                   |                 |
| 08.303. ....                                                                                                                                                                                   |                   |                 |
| 08.398. Summary of remaining write-ins for Line 8.3 from overflow page .....                                                                                                                   | 0                 | 0               |
| 08.399. Totals (Lines 08.301 thru 08.303 plus 08.398)(Line 8.3 above) .....                                                                                                                    | 3,709             | 3,626           |
| 2701. ....                                                                                                                                                                                     |                   |                 |
| 2702. ....                                                                                                                                                                                     |                   |                 |
| 2703. ....                                                                                                                                                                                     |                   |                 |
| 2798. Summary of remaining write-ins for Line 27 from overflow page .....                                                                                                                      | 0                 | 0               |
| 2799. Totals (Lines 2701 thru 2703 plus 2798)(Line 27 above) .....                                                                                                                             | 0                 | 0               |
| 5301. ....                                                                                                                                                                                     |                   |                 |
| 5302. ....                                                                                                                                                                                     |                   |                 |
| 5303. ....                                                                                                                                                                                     |                   |                 |
| 5398. Summary of remaining write-ins for Line 53 from overflow page .....                                                                                                                      | 0                 | 0               |
| 5399. Totals (Lines 5301 thru 5303 plus 5398)(Line 53 above) .....                                                                                                                             | 0                 | 0               |

**CASH FLOW**

|                                                                                                                 | 1            | 2           |
|-----------------------------------------------------------------------------------------------------------------|--------------|-------------|
|                                                                                                                 | Current Year | Prior Year  |
| <b>Cash from Operations</b>                                                                                     |              |             |
| 1. Premiums collected net of reinsurance .....                                                                  | 138,280,253  | 134,779,105 |
| 2. Net investment income .....                                                                                  | 1,478,154    | 1,840,645   |
| 3. Miscellaneous income .....                                                                                   | 3,709        | 3,626       |
| 4. Total (Lines 1 through 3) .....                                                                              | 139,762,116  | 136,623,376 |
| 5. Benefit and loss related payments .....                                                                      | 117,682,243  | 112,801,432 |
| 6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....                    | 0            | 0           |
| 7. Commissions, expenses paid and aggregate write-ins for deductions .....                                      | 26,910,773   | 26,991,539  |
| 8. Dividends paid to policyholders .....                                                                        | 0            | 0           |
| 9. Federal and foreign income taxes paid (recovered) net of \$ .....10,318 tax on capital gains (losses) .....  | 37,932       | 1,658,514   |
| 10. Total (Lines 5 through 9) .....                                                                             | 144,630,949  | 141,451,485 |
| 11. Net cash from operations (Line 4 minus Line 10) .....                                                       | (4,868,833)  | (4,828,109) |
| <b>Cash from Investments</b>                                                                                    |              |             |
| 12. Proceeds from investments sold, matured or repaid:                                                          |              |             |
| 12.1 Bonds .....                                                                                                | 14,141,700   | 22,291,540  |
| 12.2 Stocks .....                                                                                               | 0            | 0           |
| 12.3 Mortgage loans .....                                                                                       | 0            | 0           |
| 12.4 Real estate .....                                                                                          | 0            | 0           |
| 12.5 Other invested assets .....                                                                                | 0            | 0           |
| 12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....                           | 0            | 0           |
| 12.7 Miscellaneous proceeds .....                                                                               | 0            | 0           |
| 12.8 Total investment proceeds (Lines 12.1 to 12.7) .....                                                       | 14,141,700   | 22,291,540  |
| 13. Cost of investments acquired (long-term only):                                                              |              |             |
| 13.1 Bonds .....                                                                                                | 9,457,076    | 12,264,026  |
| 13.2 Stocks .....                                                                                               | 0            | 0           |
| 13.3 Mortgage loans .....                                                                                       | 0            | 0           |
| 13.4 Real estate .....                                                                                          | 0            | 0           |
| 13.5 Other invested assets .....                                                                                | 0            | 16,000,000  |
| 13.6 Miscellaneous applications .....                                                                           | 520,810      | 0           |
| 13.7 Total investments acquired (Lines 13.1 to 13.6) .....                                                      | 9,977,886    | 28,264,026  |
| 14. Net increase (decrease) in contract loans and premium notes .....                                           | 0            | 0           |
| 15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14) .....                                   | 4,163,813    | (5,972,486) |
| <b>Cash from Financing and Miscellaneous Sources</b>                                                            |              |             |
| 16. Cash provided (applied):                                                                                    |              |             |
| 16.1 Surplus notes, capital notes .....                                                                         | 0            | 0           |
| 16.2 Capital and paid in surplus, less treasury stock .....                                                     | 0            | 0           |
| 16.3 Borrowed funds .....                                                                                       | 0            | 0           |
| 16.4 Net deposits on deposit-type contracts and other insurance liabilities .....                               | 0            | 0           |
| 16.5 Dividends to stockholders .....                                                                            | 0            | 0           |
| 16.6 Other cash provided (applied) .....                                                                        | (1,971,891)  | 10,179,415  |
| 17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) ..... | (1,971,891)  | 10,179,415  |
| <b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>                                      |              |             |
| 18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....       | (2,676,910)  | (621,180)   |
| 19. Cash, cash equivalents and short-term investments:                                                          |              |             |
| 19.1 Beginning of year .....                                                                                    | 9,173,237    | 9,794,416   |
| 19.2 End of year (Line 18 plus Line 19.1) .....                                                                 | 6,496,326    | 9,173,237   |

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

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

ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Humana Insurance of Puerto Rico Inc.

**ANALYSIS OF OPERATIONS BY LINES OF BUSINESS - SUMMARY**

|                                                                                                                                                                                  | 1           | 2               | 3          | 4                    | 5               | 6                   | 7         | 8                       | 9                       |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------|-----------------|------------|----------------------|-----------------|---------------------|-----------|-------------------------|-------------------------|
|                                                                                                                                                                                  | Total       | Individual Life | Group Life | Individual Annuities | Group Annuities | Accident and Health | Fraternal | Other Lines of Business | YRT Mortality Risk Only |
| 1. Premiums and annuity considerations for life and accident and health contracts                                                                                                | 137,476,896 | 0               | 489,725    | 0                    | 0               | 136,987,171         | 0         | 0                       | 0                       |
| 2. Considerations for supplementary contracts with life contingencies                                                                                                            | 0           | XXX             | XXX        | 0                    | 0               | XXX                 | XXX       | 0                       | XXX                     |
| 3. Net investment income                                                                                                                                                         | 1,349,723   | 0               | 908        | 0                    | 0               | 1,348,815           | 0         | 0                       | 0                       |
| 4. Amortization of Interest Maintenance Reserve (IMR)                                                                                                                            | 88,626      | 0               | 60         | 0                    | 0               | 88,566              | 0         | 0                       | 0                       |
| 5. Separate Accounts net gain from operations excluding unrealized gains or losses                                                                                               | 0           | 0               | 0          | 0                    | 0               | 0                   | XXX       | 0                       | 0                       |
| 6. Commissions and expense allowances on reinsurance ceded                                                                                                                       | 0           | 0               | 0          | 0                    | 0               | 0                   | XXX       | 0                       | 0                       |
| 7. Reserve adjustments on reinsurance ceded                                                                                                                                      | 0           | 0               | 0          | 0                    | 0               | 0                   | XXX       | 0                       | 0                       |
| 8. Miscellaneous Income:                                                                                                                                                         |             |                 |            |                      |                 |                     |           |                         |                         |
| 8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts                                                        | 0           | 0               | 0          | 0                    | 0               | 0                   | XXX       | 0                       | 0                       |
| 8.2 Charges and fees for deposit-type contracts                                                                                                                                  | 0           | 0               | 0          | 0                    | 0               | XXX                 | XXX       | 0                       | 0                       |
| 8.3 Aggregate write-ins for miscellaneous income                                                                                                                                 | 3,710       | 0               | 0          | 0                    | 0               | 3,710               | 0         | 0                       | 0                       |
| 9. Totals (Lines 1 to 8.3)                                                                                                                                                       | 138,918,955 | 0               | 490,693    | 0                    | 0               | 138,428,262         | 0         | 0                       | 0                       |
| 10. Death benefits                                                                                                                                                               | 81,000      | 0               | 81,000     | 0                    | 0               | XXX                 | XXX       | 0                       | 0                       |
| 11. Matured endowments (excluding guaranteed annual pure endowments)                                                                                                             | 0           | 0               | 0          | 0                    | 0               | XXX                 | XXX       | 0                       | 0                       |
| 12. Annuity benefits                                                                                                                                                             | 0           | XXX             | XXX        | 0                    | 0               | XXX                 | XXX       | 0                       | XXX                     |
| 13. Disability benefits and benefits under accident and health contracts                                                                                                         | 119,751,519 | 0               | 0          | 0                    | 0               | 119,751,519         | XXX       | 0                       | 0                       |
| 14. Coupons, guaranteed annual pure endowments and similar benefits                                                                                                              | 0           | 0               | 0          | 0                    | 0               | 0                   | XXX       | 0                       | 0                       |
| 15. Surrender benefits and withdrawals for life contracts                                                                                                                        | 0           | 0               | 0          | 0                    | 0               | XXX                 | XXX       | 0                       | 0                       |
| 16. Group conversions                                                                                                                                                            | 0           | 0               | 0          | 0                    | 0               | 0                   | XXX       | 0                       | 0                       |
| 17. Interest and adjustments on contract or deposit-type contract funds                                                                                                          | 0           | 0               | 0          | 0                    | 0               | 0                   | XXX       | 0                       | 0                       |
| 18. Payments on supplementary contracts with life contingencies                                                                                                                  | 0           | 0               | 0          | 0                    | 0               | XXX                 | XXX       | 0                       | 0                       |
| 19. Increase in aggregate reserves for life and accident and health contracts                                                                                                    | (507,000)   | 0               | 0          | 0                    | 0               | (507,000)           | XXX       | 0                       | 0                       |
| 20. Totals (Lines 10 to 19)                                                                                                                                                      | 119,325,519 | 0               | 81,000     | 0                    | 0               | 119,244,519         | XXX       | 0                       | 0                       |
| 21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)                                                                       | 6,766,565   | 0               | 73,264     | 0                    | 0               | 6,693,301           | 0         | 0                       | XXX                     |
| 22. Commissions and expense allowances on reinsurance assumed                                                                                                                    | 0           | 0               | 0          | 0                    | 0               | 0                   | XXX       | 0                       | 0                       |
| 23. General insurance expenses and fraternal expenses                                                                                                                            | 16,989,710  | 0               | 59,537     | 0                    | 0               | 16,930,173          | 0         | 0                       | 0                       |
| 24. Insurance taxes, licenses and fees, excluding federal income taxes                                                                                                           | 1,894,940   | 0               | 7,073      | 0                    | 0               | 1,887,867           | 0         | 0                       | 0                       |
| 25. Increase in loading on deferred and uncollected premiums                                                                                                                     | 0           | 0               | 0          | 0                    | 0               | 0                   | XXX       | 0                       | 0                       |
| 26. Net transfers to or (from) Separate Accounts net of reinsurance                                                                                                              | 0           | 0               | 0          | 0                    | 0               | 0                   | XXX       | 0                       | 0                       |
| 27. Aggregate write-ins for deductions                                                                                                                                           | 0           | 0               | 0          | 0                    | 0               | 0                   | 0         | 0                       | 0                       |
| 28. Totals (Lines 20 to 27)                                                                                                                                                      | 144,976,734 | 0               | 220,874    | 0                    | 0               | 144,755,860         | 0         | 0                       | 0                       |
| 29. Net gain from operations before dividends to policyholders, refunds to members and federal income taxes (Line 9 minus Line 28)                                               | (6,057,779) | 0               | 269,819    | 0                    | 0               | (6,327,598)         | 0         | 0                       | 0                       |
| 30. Dividends to policyholders and refunds to members                                                                                                                            | 0           | 0               | 0          | 0                    | 0               | 0                   | XXX       | 0                       | 0                       |
| 31. Net gain from operations after dividends to policyholders, refunds to members and before federal income taxes (Line 29 minus Line 30)                                        | (6,057,779) | 0               | 269,819    | 0                    | 0               | (6,327,598)         | 0         | 0                       | 0                       |
| 32. Federal income taxes incurred (excluding tax on capital gains)                                                                                                               | 39,447      | 0               | 141        | 0                    | 0               | 39,306              | 0         | 0                       | 0                       |
| 33. Net gain from operations after dividends to policyholders, refunds to members and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32) | (6,097,226) | 0               | 269,678    | 0                    | 0               | (6,366,904)         | 0         | 0                       | 0                       |
| 34. Policies/certificates in force end of year                                                                                                                                   | 73,767      | 0               | 10,113     | 0                    | 0               | 63,654              | XXX       | 0                       | 0                       |
| <b>DETAILS OF WRITE-INS</b>                                                                                                                                                      |             |                 |            |                      |                 |                     |           |                         |                         |
| 08.301. Miscellaneous Income                                                                                                                                                     | 3,710       | 0               | 0          | 0                    | 0               | 3,710               | 0         | 0                       | 0                       |
| 08.302.                                                                                                                                                                          |             |                 |            |                      |                 |                     |           |                         |                         |
| 08.303.                                                                                                                                                                          |             |                 |            |                      |                 |                     |           |                         |                         |
| 08.398. Summary of remaining write-ins for Line 8.3 from overflow page                                                                                                           | 0           | 0               | 0          | 0                    | 0               | 0                   | 0         | 0                       | 0                       |
| 08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)                                                                                                           | 3,710       | 0               | 0          | 0                    | 0               | 3,710               | 0         | 0                       | 0                       |
| 2701.                                                                                                                                                                            |             |                 |            |                      |                 |                     |           |                         |                         |
| 2702.                                                                                                                                                                            |             |                 |            |                      |                 |                     |           |                         |                         |
| 2703.                                                                                                                                                                            |             |                 |            |                      |                 |                     |           |                         |                         |
| 2798. Summary of remaining write-ins for Line 27 from overflow page                                                                                                              | 0           | 0               | 0          | 0                    | 0               | 0                   | 0         | 0                       | 0                       |
| 2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)                                                                                                                    | 0           | 0               | 0          | 0                    | 0               | 0                   | 0         | 0                       | 0                       |

ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Humana Insurance of Puerto Rico Inc.  
**ANALYSIS OF OPERATIONS BY LINES OF BUSINESS - INDIVIDUAL LIFE INSURANCE (b)**

|                                                                                                                                                                                  | 1     | 2               | 3          | 4         | 5            | 6              | 7                                        | 8             | 9                       | 10              | 11                    | 12                      |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------|-----------------|------------|-----------|--------------|----------------|------------------------------------------|---------------|-------------------------|-----------------|-----------------------|-------------------------|
|                                                                                                                                                                                  | Total | Industrial Life | Whole Life | Term Life | Indexed Life | Universal Life | Universal Life With Secondary Guarantees | Variable Life | Variable Universal Life | Credit Life (c) | Other Individual Life | YRT Mortality Risk Only |
| 1. Premiums for life contracts (a)                                                                                                                                               |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 2. Considerations for supplementary contracts with life contingencies                                                                                                            | XXX   | XXX             | XXX        | XXX       | XXX          | XXX            | XXX                                      | XXX           | XXX                     | XXX             | XXX                   | XXX                     |
| 3. Net investment income                                                                                                                                                         |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 4. Amortization of Interest Maintenance Reserve (IMR)                                                                                                                            |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 5. Separate Accounts net gain from operations excluding unrealized gains or losses                                                                                               |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 6. Commissions and expense allowances on reinsurance ceded                                                                                                                       |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 7. Reserve adjustments on reinsurance ceded                                                                                                                                      |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 8. Miscellaneous Income:                                                                                                                                                         |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts                                                        |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 8.2 Charges and fees for deposit-type contracts                                                                                                                                  |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 8.3 Aggregate write-ins for miscellaneous income                                                                                                                                 |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 9. Totals (Lines 1 to 8.3)                                                                                                                                                       |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 10. Death benefits                                                                                                                                                               |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 11. Matured endowments (excluding guaranteed annual pure endowments)                                                                                                             |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 12. Annuity benefits                                                                                                                                                             | XXX   | XXX             | XXX        | XXX       | XXX          | XXX            | XXX                                      | XXX           | XXX                     | XXX             | XXX                   | XXX                     |
| 13. Disability benefits and benefits under accident and health contracts                                                                                                         |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 14. Coupons, guaranteed annual pure endowments and similar benefits                                                                                                              |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 15. Surrender benefits and withdrawals for life contracts                                                                                                                        |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 16. Group conversions                                                                                                                                                            |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 17. Interest and adjustments on contract or deposit-type contract funds                                                                                                          |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 18. Payments on supplementary contracts with life contingencies                                                                                                                  |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 19. Increase in aggregate reserves for life and accident and health contracts                                                                                                    |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 20. Totals (Lines 10 to 19)                                                                                                                                                      |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)                                                                       |       |                 |            |           |              |                |                                          |               |                         |                 |                       | XXX                     |
| 22. Commissions and expense allowances on reinsurance assumed                                                                                                                    |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 23. General insurance expenses                                                                                                                                                   |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 24. Insurance taxes, licenses and fees, excluding federal income taxes                                                                                                           |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 25. Increase in loading on deferred and uncollected premiums                                                                                                                     |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 26. Net transfers to or (from) Separate Accounts net of reinsurance                                                                                                              |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 27. Aggregate write-ins for deductions                                                                                                                                           |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 28. Totals (Lines 20 to 27)                                                                                                                                                      |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 29. Net gain from operations before dividends to policyholders, refunds to members and federal income taxes (Line 9 minus Line 28)                                               |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 30. Dividends to policyholders and refunds to members                                                                                                                            |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 31. Net gain from operations after dividends to policyholders, refunds to members and before federal income taxes (Line 29 minus Line 30)                                        |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 32. Federal income taxes incurred (excluding tax on capital gains)                                                                                                               |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 33. Net gain from operations after dividends to policyholders, refunds to members and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32) |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 34. Policies/certificates in force end of year                                                                                                                                   |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| <b>DETAILS OF WRITE-INS</b>                                                                                                                                                      |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 08.301.                                                                                                                                                                          |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 08.302.                                                                                                                                                                          |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 08.303.                                                                                                                                                                          |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 08.398. Summary of remaining write-ins for Line 8.3 from overflow page                                                                                                           |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)                                                                                                           |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 2701.                                                                                                                                                                            |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 2702.                                                                                                                                                                            |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 2703.                                                                                                                                                                            |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 2798. Summary of remaining write-ins for Line 27 from overflow page                                                                                                              |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |
| 2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)                                                                                                                    |       |                 |            |           |              |                |                                          |               |                         |                 |                       |                         |

**NONE**

(a) Include premium amounts for preneed plans included in Line 1  
 (b) Indicate if blocks of business in run-off that comprise less than 5% of premiums and less than 5% of reserve and loans liability are aggregated with material blocks of business and which columns are affected.  
 (c) Individual and Group Credit Life are combined and included on page. (Indicate whether included with Individual or Group.)

ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Humana Insurance of Puerto Rico Inc.  
**ANALYSIS OF OPERATIONS BY LINES OF BUSINESS - GROUP LIFE INSURANCE (c)**

|                                                                                                                                                                                  | 1       | 2          | 3         | 4              | 5             | 6                       | 7               | 8                    | 9                       |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------|------------|-----------|----------------|---------------|-------------------------|-----------------|----------------------|-------------------------|
|                                                                                                                                                                                  | Total   | Whole Life | Term Life | Universal Life | Variable Life | Variable Universal Life | Credit Life (d) | Other Group Life (a) | YRT Mortality Risk Only |
| 1. Premiums for life contracts (b)                                                                                                                                               | 489,725 | 0          | 0         | 0              | 489,725       | 0                       | 0               | 0                    | 0                       |
| 2. Considerations for supplementary contracts with life contingencies                                                                                                            | XXX     | XXX        | XXX       | XXX            | XXX           | XXX                     | XXX             | XXX                  | XXX                     |
| 3. Net investment income                                                                                                                                                         | 908     | 0          | 0         | 0              | 908           | 0                       | 0               | 0                    | 0                       |
| 4. Amortization of Interest Maintenance Reserve (IMR)                                                                                                                            | 60      | 0          | 0         | 0              | 60            | 0                       | 0               | 0                    | 0                       |
| 5. Separate Accounts net gain from operations excluding unrealized gains or losses                                                                                               | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 6. Commissions and expense allowances on reinsurance ceded                                                                                                                       | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 7. Reserve adjustments on reinsurance ceded                                                                                                                                      | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 8. Miscellaneous Income:                                                                                                                                                         |         |            |           |                |               |                         |                 |                      |                         |
| 8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts                                                        | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 8.2 Charges and fees for deposit-type contracts                                                                                                                                  | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 8.3 Aggregate write-ins for miscellaneous income                                                                                                                                 | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 9. Totals (Lines 1 to 8.3)                                                                                                                                                       | 490,693 | 0          | 0         | 0              | 490,693       | 0                       | 0               | 0                    | 0                       |
| 10. Death benefits                                                                                                                                                               | 81,000  | 0          | 0         | 0              | 81,000        | 0                       | 0               | 0                    | 0                       |
| 11. Matured endowments (excluding guaranteed annual pure endowments)                                                                                                             | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 12. Annuity benefits                                                                                                                                                             | XXX     | XXX        | XXX       | XXX            | XXX           | XXX                     | XXX             | XXX                  | XXX                     |
| 13. Disability benefits and benefits under accident and health contracts                                                                                                         | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 14. Coupons, guaranteed annual pure endowments and similar benefits                                                                                                              | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 15. Surrender benefits and withdrawals for life contracts                                                                                                                        | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 16. Group conversions                                                                                                                                                            | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 17. Interest and adjustments on contract or deposit-type contract funds                                                                                                          | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 18. Payments on supplementary contracts with life contingencies                                                                                                                  | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 19. Increase in aggregate reserves for life and accident and health contracts                                                                                                    | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 20. Totals (Lines 10 to 19)                                                                                                                                                      | 81,000  | 0          | 0         | 0              | 81,000        | 0                       | 0               | 0                    | 0                       |
| 21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)                                                                       | 73,264  | 0          | 0         | 0              | 73,264        | 0                       | 0               | 0                    | XXX                     |
| 22. Commissions and expense allowances on reinsurance assumed                                                                                                                    | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 23. General insurance expenses                                                                                                                                                   | 59,537  | 0          | 0         | 0              | 59,537        | 0                       | 0               | 0                    | 0                       |
| 24. Insurance taxes, licenses and fees, excluding federal income taxes                                                                                                           | 7,073   | 0          | 0         | 0              | 7,073         | 0                       | 0               | 0                    | 0                       |
| 25. Increase in loading on deferred and uncollected premiums                                                                                                                     | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 26. Net transfers to or (from) Separate Accounts net of reinsurance                                                                                                              | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 27. Aggregate write-ins for deductions                                                                                                                                           | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 28. Totals (Lines 20 to 27)                                                                                                                                                      | 220,874 | 0          | 0         | 0              | 220,874       | 0                       | 0               | 0                    | 0                       |
| 29. Net gain from operations before dividends to policyholders, refunds to members and federal income taxes (Line 9 minus Line 28)                                               | 269,819 | 0          | 0         | 0              | 269,819       | 0                       | 0               | 0                    | 0                       |
| 30. Dividends to policyholders and refunds to members                                                                                                                            | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 31. Net gain from operations after dividends to policyholders, refunds to members and before federal income taxes (Line 29 minus Line 30)                                        | 269,819 | 0          | 0         | 0              | 269,819       | 0                       | 0               | 0                    | 0                       |
| 32. Federal income taxes incurred (excluding tax on capital gains)                                                                                                               | 141     | 0          | 0         | 0              | 141           | 0                       | 0               | 0                    | 0                       |
| 33. Net gain from operations after dividends to policyholders, refunds to members and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32) | 269,678 | 0          | 0         | 0              | 269,678       | 0                       | 0               | 0                    | 0                       |
| 34. Policies/certificates in force end of year                                                                                                                                   | 10,113  | 0          | 0         | 0              | 10,113        | 0                       | 0               | 0                    | 0                       |
| <b>DETAILS OF WRITE-INS</b>                                                                                                                                                      |         |            |           |                |               |                         |                 |                      |                         |
| 08.301.                                                                                                                                                                          |         |            |           |                |               |                         |                 |                      |                         |
| 08.302.                                                                                                                                                                          |         |            |           |                |               |                         |                 |                      |                         |
| 08.303.                                                                                                                                                                          |         |            |           |                |               |                         |                 |                      |                         |
| 08.398. Summary of remaining write-ins for Line 8.3 from overflow page                                                                                                           | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)                                                                                                           | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 2701.                                                                                                                                                                            |         |            |           |                |               |                         |                 |                      |                         |
| 2702.                                                                                                                                                                            |         |            |           |                |               |                         |                 |                      |                         |
| 2703.                                                                                                                                                                            |         |            |           |                |               |                         |                 |                      |                         |
| 2798. Summary of remaining write-ins for Line 27 from overflow page                                                                                                              | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |
| 2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)                                                                                                                    | 0       | 0          | 0         | 0              | 0             | 0                       | 0               | 0                    | 0                       |

(a) Includes the following amounts for FEGLI/SGLI: Line 1 ..... 0, Line 10 ..... 0, Line 16 ..... 0, Line 23 ..... 0, Line 24 ..... 0

(b) Include premium amounts for preneed plans included in Line 1 ..... 0

(c) Indicate if blocks of business in run-off that comprise less than 5% of premiums and less than 5% of reserve and loans liability are aggregated with material blocks of business and which columns are affected. ....

(d) Individual and Group Credit Life are combined and included on ..... page. (Indicate whether included with Individual or Group.)

Analysis of Operations by Lines of Business - Individual Annuities

**N O N E**

Analysis of Operations by Lines of Business - Group Annuities

**N O N E**

ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Humana Insurance of Puerto Rico Inc.  
**ANALYSIS OF OPERATIONS BY LINES OF BUSINESS - ACCIDENT AND HEALTH (a)**

|                                                                                                                                                                                  | 1<br>Total  | Comprehensive   |             | 4<br>Medicare Supplement | 5<br>Vision Only | 6<br>Dental Only | 7<br>Federal Employees Health Benefits Plan | 8<br>Title XVIII Medicare | 9<br>Title XIX Medicaid | 10<br>Credit A&H | 11<br>Disability Income | 12<br>Long-Term Care | 13<br>Other Health |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------|-----------------|-------------|--------------------------|------------------|------------------|---------------------------------------------|---------------------------|-------------------------|------------------|-------------------------|----------------------|--------------------|
|                                                                                                                                                                                  |             | 2<br>Individual | 3<br>Group  |                          |                  |                  |                                             |                           |                         |                  |                         |                      |                    |
| 1. Premiums for accident and health contracts                                                                                                                                    | 136,987,171 | .0              | 120,338,033 | 1,863,112                | 226,532          | 3,078,605        | .0                                          | 7,105,784                 | .0                      | .0               | .0                      | .0                   | 4,375,105          |
| 2. Considerations for supplementary contracts with life contingencies                                                                                                            | XXX         | XXX             | XXX         | XXX                      | XXX              | XXX              | XXX                                         | XXX                       | XXX                     | XXX              | XXX                     | XXX                  | XXX                |
| 3. Net investment income                                                                                                                                                         | 1,348,815   | .0              | 1,194,638   | 43,629                   | .0               | 20,816           | .0                                          | 76,443                    | .0                      | .0               | .0                      | .0                   | 13,289             |
| 4. Amortization of Interest Maintenance Reserve (IMR)                                                                                                                            | 88,566      | .0              | 78,442      | 2,865                    | .0               | 1,367            | .0                                          | 5,019                     | .0                      | .0               | .0                      | .0                   | 873                |
| 5. Separate Accounts net gain from operations excluding unrealized gains or losses                                                                                               | .0          | .0              | .0          | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 6. Commissions and expense allowances on reinsurance ceded                                                                                                                       | .0          | .0              | .0          | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 7. Reserve adjustments on reinsurance ceded                                                                                                                                      | .0          | .0              | .0          | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 8. Miscellaneous Income:                                                                                                                                                         |             |                 |             |                          |                  |                  |                                             |                           |                         |                  |                         |                      |                    |
| 8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts                                                        | .0          | .0              | .0          | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 8.2 Charges and fees for deposit-type contracts                                                                                                                                  | XXX         | XXX             | XXX         | XXX                      | XXX              | XXX              | XXX                                         | XXX                       | XXX                     | XXX              | XXX                     | XXX                  | XXX                |
| 8.3 Aggregate write-ins for miscellaneous income                                                                                                                                 | 3,710       | .0              | 3,710       | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 9. Totals (Lines 1 to 8.3)                                                                                                                                                       | 138,428,262 | 0               | 121,614,823 | 1,909,606                | 226,532          | 3,100,788        | 0                                           | 7,187,246                 | 0                       | 0                | 0                       | 0                    | 4,389,267          |
| 10. Death benefits                                                                                                                                                               | XXX         | XXX             | XXX         | XXX                      | XXX              | XXX              | XXX                                         | XXX                       | XXX                     | XXX              | XXX                     | XXX                  | XXX                |
| 11. Matured endowments (excluding guaranteed annual pure endowments)                                                                                                             | XXX         | XXX             | XXX         | XXX                      | XXX              | XXX              | XXX                                         | XXX                       | XXX                     | XXX              | XXX                     | XXX                  | XXX                |
| 12. Annuity benefits                                                                                                                                                             | XXX         | XXX             | XXX         | XXX                      | XXX              | XXX              | XXX                                         | XXX                       | XXX                     | XXX              | XXX                     | XXX                  | XXX                |
| 13. Disability benefits and benefits under accident and health contracts                                                                                                         | 119,751,519 | .6              | 105,856,949 | 1,547,889                | (27)             | 2,630,072        | .0                                          | 5,979,374                 | .0                      | .0               | .0                      | .0                   | 3,737,256          |
| 14. Coupons, guaranteed annual pure endowments and similar benefits                                                                                                              | .0          | .0              | .0          | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 15. Surrender benefits and withdrawals for life contracts                                                                                                                        | XXX         | XXX             | XXX         | XXX                      | XXX              | XXX              | XXX                                         | XXX                       | XXX                     | XXX              | XXX                     | XXX                  | XXX                |
| 16. Group conversions                                                                                                                                                            | .0          | .0              | .0          | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 17. Interest and adjustments on contract or deposit-type contract funds                                                                                                          | .0          | .0              | .0          | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 18. Payments on supplementary contracts with life contingencies                                                                                                                  | XXX         | XXX             | XXX         | XXX                      | XXX              | XXX              | XXX                                         | XXX                       | XXX                     | XXX              | XXX                     | XXX                  | XXX                |
| 19. Increase in aggregate reserves for life and accident and health contracts                                                                                                    | (507,000)   | 3               | (507,003)   | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 20. Totals (Lines 10 to 19)                                                                                                                                                      | 119,244,519 | .9              | 105,349,946 | 1,547,889                | (27)             | 2,630,072        | .0                                          | 5,979,374                 | .0                      | .0               | .0                      | .0                   | 3,737,256          |
| 21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)                                                                       | 6,693,301   | .0              | 6,526,816   | 693                      | 319              | 2,838            | .0                                          | 29,832                    | .0                      | .0               | .0                      | .0                   | 132,803            |
| 22. Commissions and expense allowances on reinsurance assumed                                                                                                                    | .0          | .0              | .0          | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 23. General insurance expenses                                                                                                                                                   | 16,930,173  | .0              | 16,213,395  | 60,602                   | 35,851           | 407,229          | .0                                          | 1,437,339                 | .0                      | .0               | .0                      | .0                   | (1,224,243)        |
| 24. Insurance taxes, licenses and fees, excluding federal income taxes                                                                                                           | 1,887,867   | .0              | 1,765,848   | 20,610                   | 3,534            | 41,406           | .0                                          | 36,253                    | .0                      | .0               | .0                      | .0                   | 20,216             |
| 25. Increase in loading on deferred and uncollected premiums                                                                                                                     | .0          | .0              | .0          | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 26. Net transfers to or (from) Separate Accounts net of reinsurance                                                                                                              | .0          | .0              | .0          | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 27. Aggregate write-ins for deductions                                                                                                                                           | .0          | .0              | .0          | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 28. Totals (Lines 20 to 27)                                                                                                                                                      | 144,755,860 | 9               | 129,856,005 | 1,629,794                | 39,677           | 3,081,545        | 0                                           | 7,482,798                 | 0                       | 0                | 0                       | 0                    | 2,666,032          |
| 29. Net gain from operations before dividends to policyholders, and refunds to members and federal income taxes (Line 9 minus Line 28)                                           | (6,327,598) | (9)             | (8,241,182) | 279,812                  | 186,855          | 19,243           | .0                                          | (295,552)                 | .0                      | .0               | .0                      | .0                   | 1,723,235          |
| 30. Dividends to policyholders and refunds to members                                                                                                                            | .0          | .0              | .0          | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 31. Net gain from operations after dividends to policyholders, refunds to members and before federal income taxes (Line 29 minus Line 30)                                        | (6,327,598) | (9)             | (8,241,182) | 279,812                  | 186,855          | 19,243           | .0                                          | (295,552)                 | .0                      | .0               | .0                      | .0                   | 1,723,235          |
| 32. Federal income taxes incurred (excluding tax on capital gains)                                                                                                               | 39,306      | .0              | 34,529      | 535                      | 65               | 883              | .0                                          | 2,039                     | .0                      | .0               | .0                      | .0                   | 1,255              |
| 33. Net gain from operations after dividends to policyholders, refunds to members and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32) | (6,366,904) | (9)             | (8,275,711) | 279,277                  | 186,790          | 18,360           | .0                                          | (297,591)                 | .0                      | .0               | .0                      | .0                   | 1,721,980          |
| 34. Policies/certificates in force end of year                                                                                                                                   | 63,654      | 0               | 25,256      | 1,362                    | 6,676            | 17,337           | 0                                           | 950                       | 0                       | 0                | 0                       | 0                    | 12,073             |
| <b>DETAILS OF WRITE-INS</b>                                                                                                                                                      |             |                 |             |                          |                  |                  |                                             |                           |                         |                  |                         |                      |                    |
| 08.301. Miscellaneous Income                                                                                                                                                     | 3,710       | .0              | 3,710       | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 08.302. ....                                                                                                                                                                     |             |                 |             |                          |                  |                  |                                             |                           |                         |                  |                         |                      |                    |
| 08.303. ....                                                                                                                                                                     |             |                 |             |                          |                  |                  |                                             |                           |                         |                  |                         |                      |                    |
| 08.398. Summary of remaining write-ins for Line 8.3 from overflow page                                                                                                           | .0          | .0              | .0          | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)                                                                                                           | 3,710       | 0               | 3,710       | 0                        | 0                | 0                | 0                                           | 0                         | 0                       | 0                | 0                       | 0                    | 0                  |
| 2701. ....                                                                                                                                                                       |             |                 |             |                          |                  |                  |                                             |                           |                         |                  |                         |                      |                    |
| 2702. ....                                                                                                                                                                       |             |                 |             |                          |                  |                  |                                             |                           |                         |                  |                         |                      |                    |
| 2703. ....                                                                                                                                                                       |             |                 |             |                          |                  |                  |                                             |                           |                         |                  |                         |                      |                    |
| 2798. Summary of remaining write-ins for Line 27 from overflow page                                                                                                              | .0          | .0              | .0          | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)                                                                                                                    | 0           | 0               | 0           | 0                        | 0                | 0                | 0                                           | 0                         | 0                       | 0                | 0                       | 0                    | 0                  |

(a) Indicate if blocks of business in run-off that comprise less than 5% of premiums and less than 5% of reserve and loans liability are aggregated with material blocks of business and which columns are affected.

Analysis of Increase in Reserves During the Year - Individual Life Insurance

**N O N E**

Analysis of Increase in Reserves During the Year - Group Life Insurance

**N O N E**

Analysis of Increase in Reserves During the Year - Individual Annuities

**N O N E**

Analysis of Increase in Reserves During the Year - Group Annuities

**N O N E**

**EXHIBIT OF NET INVESTMENT INCOME**

|                                                                         | 1<br>Collected During Year | 2<br>Earned During Year |
|-------------------------------------------------------------------------|----------------------------|-------------------------|
| 1. U.S. Government bonds                                                | (a) 43,535                 | 50,545                  |
| 1.1 Bonds exempt from U.S. tax                                          | (a) 0                      | 0                       |
| 1.2 Other bonds (unaffiliated)                                          | (a) 1,333,211              | 1,372,434               |
| 1.3 Bonds of affiliates                                                 | (a) 0                      | 0                       |
| 2.1 Preferred stocks (unaffiliated)                                     | (b) 0                      | 0                       |
| 2.11 Preferred stocks of affiliates                                     | (b) 0                      | 0                       |
| 2.2 Common stocks (unaffiliated)                                        | 0                          | 0                       |
| 2.21 Common stocks of affiliates                                        | 0                          | 0                       |
| 3. Mortgage loans                                                       | (c) 0                      | 0                       |
| 4. Real estate                                                          | (d) 0                      | 0                       |
| 5. Contract loans                                                       | 0                          | 0                       |
| 6. Cash, cash equivalents and short-term investments                    | (e) 13,398                 | 13,398                  |
| 7. Derivative instruments                                               | (f) 0                      | 0                       |
| 8. Other invested assets                                                | 0                          | 0                       |
| 9. Aggregate write-ins for investment income                            | 0                          | 0                       |
| 10. Total gross investment income                                       | 1,390,144                  | 1,436,377               |
| 11. Investment expenses                                                 |                            | (g) 0                   |
| 12. Investment taxes, licenses and fees, excluding federal income taxes |                            | (g) 0                   |
| 13. Interest expense                                                    |                            | (h) 0                   |
| 14. Depreciation on real estate and other invested assets               |                            | (i) 0                   |
| 15. Aggregate write-ins for deductions from investment income           |                            | 86,653                  |
| 16. Total deductions (Lines 11 through 15)                              |                            | 86,653                  |
| 17. Net investment income (Line 10 minus Line 16)                       |                            | 1,349,724               |
| <b>DETAILS OF WRITE-INS</b>                                             |                            |                         |
| 0901.                                                                   |                            |                         |
| 0902.                                                                   |                            |                         |
| 0903.                                                                   |                            |                         |
| 0998. Summary of remaining write-ins for Line 9 from overflow page      | 0                          | 0                       |
| 0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)           | 0                          | 0                       |
| 1501. Miscellaneous Investment Expenses                                 |                            | 86,653                  |
| 1502.                                                                   |                            |                         |
| 1503.                                                                   |                            |                         |
| 1598. Summary of remaining write-ins for Line 15 from overflow page     |                            | 0                       |
| 1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above)          |                            | 86,653                  |

- (a) Includes \$ 15,694 accrual of discount less \$ 111,597 amortization of premium and less \$ 32,100 paid for accrued interest on purchases.
- (b) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued dividends on purchases.
- (c) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.
- (d) Includes \$ 0 for company's occupancy of its own buildings; and excludes \$ 0 interest on encumbrances.
- (e) Includes \$ 11,446 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.
- (f) Includes \$ 0 accrual of discount less \$ 0 amortization of premium.
- (g) Includes \$ 0 investment expenses and \$ 0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ 0 interest on surplus notes and \$ 0 interest on capital notes.
- (i) Includes \$ 0 depreciation on real estate and \$ 0 depreciation on other invested assets.

**EXHIBIT OF CAPITAL GAINS (LOSSES)**

|                                                                    | 1<br>Realized Gain (Loss)<br>On Sales or Maturity | 2<br>Other Realized<br>Adjustments | 3<br>Total Realized<br>Capital Gain (Loss)<br>(Columns 1 + 2) | 4<br>Change in<br>Unrealized<br>Capital Gain (Loss) | 5<br>Change in Unrealized<br>Foreign Exchange<br>Capital Gain (Loss) |
|--------------------------------------------------------------------|---------------------------------------------------|------------------------------------|---------------------------------------------------------------|-----------------------------------------------------|----------------------------------------------------------------------|
| 1. U.S. Government bonds                                           | 0                                                 | 0                                  | 0                                                             | 0                                                   | 0                                                                    |
| 1.1 Bonds exempt from U.S. tax                                     | 0                                                 | 0                                  | 0                                                             | 0                                                   | 0                                                                    |
| 1.2 Other bonds (unaffiliated)                                     | 51,570                                            | 0                                  | 51,570                                                        | 0                                                   | 0                                                                    |
| 1.3 Bonds of affiliates                                            | 0                                                 | 0                                  | 0                                                             | 0                                                   | 0                                                                    |
| 2.1 Preferred stocks (unaffiliated)                                | 0                                                 | 0                                  | 0                                                             | 0                                                   | 0                                                                    |
| 2.11 Preferred stocks of affiliates                                | 0                                                 | 0                                  | 0                                                             | 0                                                   | 0                                                                    |
| 2.2 Common stocks (unaffiliated)                                   | 0                                                 | 0                                  | 0                                                             | 0                                                   | 0                                                                    |
| 2.21 Common stocks of affiliates                                   | 0                                                 | 0                                  | 0                                                             | 0                                                   | 0                                                                    |
| 3. Mortgage loans                                                  | 0                                                 | 0                                  | 0                                                             | 0                                                   | 0                                                                    |
| 4. Real estate                                                     | 0                                                 | 0                                  | 0                                                             | 0                                                   | 0                                                                    |
| 5. Contract loans                                                  | 0                                                 | 0                                  | 0                                                             | 0                                                   | 0                                                                    |
| 6. Cash, cash equivalents and short-term investments               | 0                                                 | 0                                  | 0                                                             | 0                                                   | 0                                                                    |
| 7. Derivative instruments                                          | 0                                                 | 0                                  | 0                                                             | 0                                                   | 0                                                                    |
| 8. Other invested assets                                           | 0                                                 | 0                                  | 0                                                             | 0                                                   | 0                                                                    |
| 9. Aggregate write-ins for capital gains (losses)                  | 0                                                 | 0                                  | 0                                                             | 0                                                   | 0                                                                    |
| 10. Total capital gains (losses)                                   | 51,570                                            | 0                                  | 51,570                                                        | 0                                                   | 0                                                                    |
| <b>DETAILS OF WRITE-INS</b>                                        |                                                   |                                    |                                                               |                                                     |                                                                      |
| 0901.                                                              |                                                   |                                    |                                                               |                                                     |                                                                      |
| 0902.                                                              |                                                   |                                    |                                                               |                                                     |                                                                      |
| 0903.                                                              |                                                   |                                    |                                                               |                                                     |                                                                      |
| 0998. Summary of remaining write-ins for Line 9 from overflow page | 0                                                 | 0                                  | 0                                                             | 0                                                   | 0                                                                    |
| 0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)      | 0                                                 | 0                                  | 0                                                             | 0                                                   | 0                                                                    |

ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Humana Insurance of Puerto Rico Inc.

**EXHIBIT - 1 PART 1 - PREMIUMS AND ANNUITY CONSIDERATIONS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS**

|                                                               | Insurance   |                      |                     |                              |                                            |                     |                |                       |                                       |             |   | 11<br>Aggregate of All<br>Other Lines of<br>Business | 12<br>Fraternal<br>(Fraternal Benefit<br>Societies Only) |
|---------------------------------------------------------------|-------------|----------------------|---------------------|------------------------------|--------------------------------------------|---------------------|----------------|-----------------------|---------------------------------------|-------------|---|------------------------------------------------------|----------------------------------------------------------|
|                                                               | 1<br>Total  | 2<br>Industrial Life | 3 Ordinary          |                              | 5<br>Credit Life (Group<br>and Individual) | 6 Group             |                | 8 Accident and Health |                                       |             |   |                                                      |                                                          |
|                                                               |             |                      | 3<br>Life Insurance | 4<br>Individual<br>Annuities |                                            | 6<br>Life Insurance | 7<br>Annuities | 8<br>Group            | 9<br>Credit (Group and<br>Individual) | 10<br>Other |   |                                                      |                                                          |
| <b>FIRST YEAR (other than single)</b>                         |             |                      |                     |                              |                                            |                     |                |                       |                                       |             |   |                                                      |                                                          |
| 1. Uncollected                                                | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 2. Deferred and accrued                                       | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 3. Deferred, accrued and uncollected:                         |             |                      |                     |                              |                                            |                     |                |                       |                                       |             |   |                                                      |                                                          |
| 3.1 Direct                                                    | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 3.2 Reinsurance assumed                                       | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 3.3 Reinsurance ceded                                         | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 3.4 Net (Line 1 + Line 2)                                     | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 4. Advance                                                    | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 5. Line 3.4 - Line 4                                          | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 6. Collected during year:                                     |             |                      |                     |                              |                                            |                     |                |                       |                                       |             |   |                                                      |                                                          |
| 6.1 Direct                                                    | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 6.2 Reinsurance assumed                                       | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 6.3 Reinsurance ceded                                         | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 6.4 Net                                                       | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 7. Line 5 + Line 6.4                                          | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 8. Prior year (uncollected + deferred and accrued - advance)  | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 9. First year premiums and considerations:                    |             |                      |                     |                              |                                            |                     |                |                       |                                       |             |   |                                                      |                                                          |
| 9.1 Direct                                                    | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 9.2 Reinsurance assumed                                       | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 9.3 Reinsurance ceded                                         | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 9.4 Net (Line 7 - Line 8)                                     | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| <b>SINGLE</b>                                                 |             |                      |                     |                              |                                            |                     |                |                       |                                       |             |   |                                                      |                                                          |
| 10. Single premiums and considerations:                       |             |                      |                     |                              |                                            |                     |                |                       |                                       |             |   |                                                      |                                                          |
| 10.1 Direct                                                   | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 10.2 Reinsurance assumed                                      | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 10.3 Reinsurance ceded                                        | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 10.4 Net                                                      | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| <b>RENEWAL</b>                                                |             |                      |                     |                              |                                            |                     |                |                       |                                       |             |   |                                                      |                                                          |
| 11. Uncollected                                               | 3,685,338   | 0                    | 0                   | 0                            | 0                                          | 10,480              | 0              | 4,217,423             | 0                                     | (542,565)   | 0 | 0                                                    | 0                                                        |
| 12. Deferred and accrued                                      | (2,941,533) | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | (247,322)             | 0                                     | (2,694,211) | 0 | 0                                                    | 0                                                        |
| 13. Deferred, accrued and uncollected:                        |             |                      |                     |                              |                                            |                     |                |                       |                                       |             |   |                                                      |                                                          |
| 13.1 Direct                                                   | 743,805     | 0                    | 0                   | 0                            | 0                                          | 10,480              | 0              | 3,970,101             | 0                                     | (3,236,776) | 0 | 0                                                    | 0                                                        |
| 13.2 Reinsurance assumed                                      | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 13.3 Reinsurance ceded                                        | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 13.4 Net (Line 11 + Line 12)                                  | 743,805     | 0                    | 0                   | 0                            | 0                                          | 10,480              | 0              | 3,970,101             | 0                                     | (3,236,776) | 0 | 0                                                    | 0                                                        |
| 14. Advance                                                   | 3,748,121   | 0                    | 0                   | 0                            | 0                                          | 13,525              | 0              | 3,607,070             | 0                                     | 127,526     | 0 | 0                                                    | 0                                                        |
| 15. Line 13.4 - Line 14                                       | (3,004,316) | 0                    | 0                   | 0                            | 0                                          | (3,045)             | 0              | 363,031               | 0                                     | (3,364,302) | 0 | 0                                                    | 0                                                        |
| 16. Collected during year:                                    |             |                      |                     |                              |                                            |                     |                |                       |                                       |             |   |                                                      |                                                          |
| 16.1 Direct                                                   | 138,668,346 | 0                    | 0                   | 0                            | 0                                          | 495,334             | 0              | 124,321,943           | 0                                     | 13,851,069  | 0 | 0                                                    | 0                                                        |
| 16.2 Reinsurance assumed                                      | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 16.3 Reinsurance ceded                                        | 388,092     | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 388,092     | 0 | 0                                                    | 0                                                        |
| 16.4 Net                                                      | 138,280,254 | 0                    | 0                   | 0                            | 0                                          | 495,334             | 0              | 124,321,943           | 0                                     | 13,462,977  | 0 | 0                                                    | 0                                                        |
| 17. Line 15 + Line 16.4                                       | 135,275,938 | 0                    | 0                   | 0                            | 0                                          | 492,289             | 0              | 124,684,974           | 0                                     | 10,098,675  | 0 | 0                                                    | 0                                                        |
| 18. Prior year (uncollected + deferred and accrued - advance) | (2,200,957) | 0                    | 0                   | 0                            | 0                                          | 2,564               | 0              | 383,156               | 0                                     | (2,586,677) | 0 | 0                                                    | 0                                                        |
| 19. Renewal premiums and considerations:                      |             |                      |                     |                              |                                            |                     |                |                       |                                       |             |   |                                                      |                                                          |
| 19.1 Direct                                                   | 137,864,987 | 0                    | 0                   | 0                            | 0                                          | 489,725             | 0              | 124,301,818           | 0                                     | 13,073,444  | 0 | 0                                                    | 0                                                        |
| 19.2 Reinsurance assumed                                      | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 19.3 Reinsurance ceded                                        | 388,092     | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 388,092     | 0 | 0                                                    | 0                                                        |
| 19.4 Net (Line 17 - Line 18)                                  | 137,476,895 | 0                    | 0                   | 0                            | 0                                          | 489,725             | 0              | 124,301,818           | 0                                     | 12,685,352  | 0 | 0                                                    | 0                                                        |
| <b>TOTAL</b>                                                  |             |                      |                     |                              |                                            |                     |                |                       |                                       |             |   |                                                      |                                                          |
| 20. Total premiums and annuity considerations:                |             |                      |                     |                              |                                            |                     |                |                       |                                       |             |   |                                                      |                                                          |
| 20.1 Direct                                                   | 137,864,987 | 0                    | 0                   | 0                            | 0                                          | 489,725             | 0              | 124,301,818           | 0                                     | 13,073,444  | 0 | 0                                                    | 0                                                        |
| 20.2 Reinsurance assumed                                      | 0           | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 0           | 0 | 0                                                    | 0                                                        |
| 20.3 Reinsurance ceded                                        | 388,092     | 0                    | 0                   | 0                            | 0                                          | 0                   | 0              | 0                     | 0                                     | 388,092     | 0 | 0                                                    | 0                                                        |
| 20.4 Net (Lines 9.4 + 10.4 + 19.4)                            | 137,476,895 | 0                    | 0                   | 0                            | 0                                          | 489,725             | 0              | 124,301,818           | 0                                     | 12,685,352  | 0 | 0                                                    | 0                                                        |

**EXHIBIT - 1 PART 2 - POLICYHOLDERS' DIVIDENDS, REFUNDS TO MEMBERS AND COUPONS APPLIED, REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES AND COMMISSIONS INCURRED (Direct Business Only)**

|                                                                                              | 1               | 2              | Insurance            |                                    |                |           |       |                               |       |                                          | 11                                           | 12 |
|----------------------------------------------------------------------------------------------|-----------------|----------------|----------------------|------------------------------------|----------------|-----------|-------|-------------------------------|-------|------------------------------------------|----------------------------------------------|----|
|                                                                                              |                 |                | Ordinary             |                                    | 5              | Group     |       | Accident and Health           |       |                                          |                                              |    |
|                                                                                              |                 |                | 3                    | 4                                  |                | 6         | 7     | 8                             | 9     | 10                                       |                                              |    |
| Total                                                                                        | Industrial Life | Life Insurance | Individual Annuities | Credit Life (Group and Individual) | Life Insurance | Annuities | Group | Credit (Group and Individual) | Other | Aggregate of All Other Lines of Business | Fraternal (Fraternal Benefit Societies Only) |    |
| <b>POLICYHOLDERS' DIVIDENDS, REFUNDS TO MEMBERS AND COUPONS APPLIED (included in Part 1)</b> |                 |                |                      |                                    |                |           |       |                               |       |                                          |                                              |    |
| 21. To pay renewal premiums .....                                                            | 0               | 0              | 0                    | 0                                  | 0              | 0         | 0     | 0                             | 0     | 0                                        | 0                                            | 0  |
| 22. All other .....                                                                          | 0               | 0              | 0                    | 0                                  | 0              | 0         | 0     | 0                             | 0     | 0                                        | 0                                            | 0  |
| <b>REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED</b>                               |                 |                |                      |                                    |                |           |       |                               |       |                                          |                                              |    |
| 23. First year (other than single):                                                          |                 |                |                      |                                    |                |           |       |                               |       |                                          |                                              |    |
| 23.1 Reinsurance ceded .....                                                                 | 0               | 0              | 0                    | 0                                  | 0              | 0         | 0     | 0                             | 0     | 0                                        | 0                                            | 0  |
| 23.2 Reinsurance assumed .....                                                               | 0               | 0              | 0                    | 0                                  | 0              | 0         | 0     | 0                             | 0     | 0                                        | 0                                            | 0  |
| 23.3 Net ceded less assumed .....                                                            | 0               | 0              | 0                    | 0                                  | 0              | 0         | 0     | 0                             | 0     | 0                                        | 0                                            | 0  |
| 24. Single:                                                                                  |                 |                |                      |                                    |                |           |       |                               |       |                                          |                                              |    |
| 24.1 Reinsurance ceded .....                                                                 | 0               | 0              | 0                    | 0                                  | 0              | 0         | 0     | 0                             | 0     | 0                                        | 0                                            | 0  |
| 24.2 Reinsurance assumed .....                                                               | 0               | 0              | 0                    | 0                                  | 0              | 0         | 0     | 0                             | 0     | 0                                        | 0                                            | 0  |
| 24.3 Net ceded less assumed .....                                                            | 0               | 0              | 0                    | 0                                  | 0              | 0         | 0     | 0                             | 0     | 0                                        | 0                                            | 0  |
| 25. Renewal:                                                                                 |                 |                |                      |                                    |                |           |       |                               |       |                                          |                                              |    |
| 25.1 Reinsurance ceded .....                                                                 | 0               | 0              | 0                    | 0                                  | 0              | 0         | 0     | 0                             | 0     | 0                                        | 0                                            | 0  |
| 25.2 Reinsurance assumed .....                                                               | 0               | 0              | 0                    | 0                                  | 0              | 0         | 0     | 0                             | 0     | 0                                        | 0                                            | 0  |
| 25.3 Net ceded less assumed .....                                                            | 0               | 0              | 0                    | 0                                  | 0              | 0         | 0     | 0                             | 0     | 0                                        | 0                                            | 0  |
| 26. Totals:                                                                                  |                 |                |                      |                                    |                |           |       |                               |       |                                          |                                              |    |
| 26.1 Reinsurance ceded (Page 6, Line 6) .....                                                | 0               | 0              | 0                    | 0                                  | 0              | 0         | 0     | 0                             | 0     | 0                                        | 0                                            | 0  |
| 26.2 Reinsurance assumed (Page 6, Line 22) .....                                             | 0               | 0              | 0                    | 0                                  | 0              | 0         | 0     | 0                             | 0     | 0                                        | 0                                            | 0  |
| 26.3 Net ceded less assumed .....                                                            | 0               | 0              | 0                    | 0                                  | 0              | 0         | 0     | 0                             | 0     | 0                                        | 0                                            | 0  |
| <b>COMMISSIONS INCURRED (direct business only)</b>                                           |                 |                |                      |                                    |                |           |       |                               |       |                                          |                                              |    |
| 27. First year (other than single) .....                                                     | 0               | 0              | 0                    | 0                                  | 0              | 0         | 0     | 0                             | 0     | 0                                        | 0                                            | 0  |
| 28. Single .....                                                                             | 0               | 0              | 0                    | 0                                  | 0              | 0         | 0     | 0                             | 0     | 0                                        | 0                                            | 0  |
| 29. Renewal .....                                                                            | 6,766,565       | 0              | 0                    | 0                                  | 0              | 73,264    | 0     | 6,540,147                     | 0     | 153,154                                  | 0                                            | 0  |
| 30. Deposit-type contract funds .....                                                        | 0               | 0              | 0                    | 0                                  | 0              | 0         | 0     | 0                             | 0     | 0                                        | 0                                            | 0  |
| 31. Totals (to agree with Page 6, Line 21)                                                   | 6,766,565       | 0              | 0                    | 0                                  | 0              | 73,264    | 0     | 6,540,147                     | 0     | 153,154                                  | 0                                            | 0  |

ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Humana Insurance of Puerto Rico Inc.

**EXHIBIT 2 - GENERAL EXPENSES**

|                                                                          | Insurance |                          |                |                                  | 5<br>Investment | 6<br>Fraternal | 7<br>Total  |
|--------------------------------------------------------------------------|-----------|--------------------------|----------------|----------------------------------|-----------------|----------------|-------------|
|                                                                          | 1<br>Life | 2<br>Accident and Health |                | 4<br>All Other Lines of Business |                 |                |             |
|                                                                          |           | Cost Containment         | 3<br>All Other |                                  |                 |                |             |
| 1. Rent                                                                  | 929       | 61,898                   | 222,476        | 0                                | 0               | 0              | 285,303     |
| 2. Salaries and wages                                                    | 25,368    | 2,062,797                | 5,125,631      | 0                                | 0               | 0              | 7,213,796   |
| 3.11 Contributions for benefit plans for employees                       | 5,679     | 0                        | 2,528,795      | 0                                | 0               | 0              | 2,534,474   |
| 3.12 Contributions for benefit plans for agents                          | 0         | 0                        | 0              | 0                                | 0               | 0              | 0           |
| 3.21 Payments to employees under non-funded benefit plans                | 0         | 0                        | 0              | 0                                | 0               | 0              | 0           |
| 3.22 Payments to agents under non-funded benefit plans                   | 0         | 0                        | 0              | 0                                | 0               | 0              | 0           |
| 3.31 Other employee welfare                                              | 345       | 24,504                   | 67,805         | 0                                | 0               | 0              | 92,654      |
| 3.32 Other agent welfare                                                 | 0         | 0                        | 0              | 0                                | 0               | 0              | 0           |
| 4.1 Legal fees and expenses                                              | 1,542     | 17,018                   | 312,988        | 0                                | 0               | 0              | 331,548     |
| 4.2 Medical examination fees                                             | 0         | 0                        | 0              | 0                                | 0               | 0              | 0           |
| 4.3 Inspection report fees                                               | 0         | 0                        | 0              | 0                                | 0               | 0              | 0           |
| 4.4 Fees of public accountants and consulting actuaries                  | 900       | 74,186                   | 223,689        | 0                                | 0               | 0              | 298,775     |
| 4.5 Expense of investigation and settlement of policy claims             | 0         | 4                        | 14             | 0                                | 0               | 0              | 18          |
| 5.1 Traveling expenses                                                   | 737       | 56,969                   | 180,950        | 0                                | 0               | 0              | 238,656     |
| 5.2 Advertising                                                          | 3,645     | 247,637                  | 875,652        | 0                                | 0               | 0              | 1,126,934   |
| 5.3 Postage, express, telegraph and telephone                            | 2,577     | 181,335                  | 622,742        | 0                                | 0               | 0              | 806,654     |
| 5.4 Printing and stationery                                              | 637       | 47,735                   | 155,545        | 0                                | 0               | 0              | 203,917     |
| 5.5 Cost or depreciation of furniture and equipment                      | 305       | 20,341                   | 73,117         | 0                                | 0               | 0              | 93,763      |
| 5.6 Rental of equipment                                                  | 435       | 28,961                   | 104,100        | 0                                | 0               | 0              | 133,496     |
| 5.7 Cost or depreciation of EDP equipment and software                   | 945       | 63,520                   | 226,690        | 0                                | 0               | 0              | 291,155     |
| 6.1 Books and periodicals                                                | 4         | 900                      | 1,262          | 0                                | 0               | 0              | 2,166       |
| 6.2 Bureau and association fees                                          | 97        | 18,178                   | 30,932         | 0                                | 0               | 0              | 49,207      |
| 6.3 Insurance, except on real estate                                     | 212       | 14,773                   | 51,124         | 0                                | 0               | 0              | 66,109      |
| 6.4 Miscellaneous losses                                                 | 0         | 0                        | 0              | 0                                | 0               | 0              | 0           |
| 6.5 Collection and bank service charges                                  | 543       | 36,206                   | 130,140        | 0                                | 0               | 0              | 166,889     |
| 6.6 Sundry general expenses                                              | (21)      | (1,238)                  | 7,937          | 0                                | 0               | 0              | 6,678       |
| 6.7 Group service and administration fees                                | 45        | 115,146                  | 75,442         | 0                                | 0               | 0              | 190,633     |
| 6.8 Reimbursements by uninsured plans                                    | 0         | 0                        | (2,315,165)    | 0                                | 0               | 0              | (2,315,165) |
| 7.1 Agency expense allowance                                             | 0         | 0                        | 0              | 0                                | 0               | 0              | 0           |
| 7.2 Agents' balances charged off (less \$ 0 recovered)                   | 0         | 0                        | 0              | 0                                | 0               | 0              | 0           |
| 7.3 Agency conferences other than local meetings                         | 0         | 0                        | 0              | 0                                | 0               | 0              | 0           |
| 8.1 Official publication (Fraternal Benefit Societies Only)              | XXX       | XXX                      | XXX            | XXX                              | XXX             | 0              | 0           |
| 8.2 Expense of supreme lodge meetings (Fraternal Benefit Societies Only) | XXX       | XXX                      | XXX            | XXX                              | XXX             | 0              | 0           |
| 9.1 Real estate expenses                                                 | 743       | 49,524                   | 177,961        | 0                                | 0               | 0              | 228,228     |
| 9.2 Investment expenses not included elsewhere                           | 203       | 13,487                   | 48,480         | 0                                | 0               | 0              | 62,170      |
| 9.3 Aggregate write-ins for expenses                                     | 13,666    | 1,358,614                | 3,509,370      | 0                                | 0               | 0              | 4,881,650   |
| 10. General expenses incurred                                            | 59,536    | 4,492,495                | 12,437,677     | 0                                | (b)             | (a)            | 16,989,708  |
| 11. General expenses unpaid Dec. 31, prior year                          | 378       | 0                        | 143,969        | 0                                | 0               | 0              | 144,347     |
| 12. General expenses unpaid Dec. 31, current year                        | 0         | 0                        | 127,997        | 0                                | 0               | 0              | 127,997     |
| 13. Amounts receivable relating to uninsured plans, prior year           | 0         | 0                        | 2,150,455      | 0                                | 0               | 0              | 2,150,455   |
| 14. Amounts receivable relating to uninsured plans, current year         | 0         | 0                        | 3,366,587      | 0                                | 0               | 0              | 3,366,587   |
| 15. General expenses paid during year (Lines 10+11-12-13+14)             | 59,914    | 4,492,495                | 13,669,781     | 0                                | 0               | 0              | 18,222,190  |
| <b>DETAILS OF WRITE-INS</b>                                              |           |                          |                |                                  |                 |                |             |
| 09.301.                                                                  | 13,666    | 1,358,614                | 3,509,370      | 0                                | 0               | 0              | 4,881,650   |
| 09.302.                                                                  |           |                          |                |                                  |                 |                |             |
| 09.303.                                                                  |           |                          |                |                                  |                 |                |             |
| 09.398. Summary of remaining write-ins for Line 9.3 from overflow page   | 0         | 0                        | 0              | 0                                | 0               | 0              | 0           |
| 09.399. Totals (Lines 09.301 thru 09.303 plus 09.398) (Line 9.3 above)   | 13,666    | 1,358,614                | 3,509,370      | 0                                | 0               | 0              | 4,881,650   |

(a) Includes management fees of \$ 16,989,708 to affiliates and \$ 0 to non-affiliates.

(b) Show the distribution of this amount in the following categories (Fraternal Benefit Societies Only):

1. Charitable \$ 0 ; 2. Institutional \$ 0 ; 3. Recreational and Health \$ 0 ; 4. Educational \$ 0 ; 5. Religious \$ 0 ; 6. Membership \$ 0 ; 7. Other \$ 0 ; 8. Total \$ 0

**EXHIBIT 3 - TAXES, LICENSES AND FEES (EXCLUDING FEDERAL INCOME TAXES)**

|                                                                 | Insurance |                          |                                  | 4<br>Investment | 5<br>Fraternal | 6<br>Total |
|-----------------------------------------------------------------|-----------|--------------------------|----------------------------------|-----------------|----------------|------------|
|                                                                 | 1<br>Life | 2<br>Accident and Health | 3<br>All Other Lines of Business |                 |                |            |
| 1. Real estate taxes                                            | 0         | 0                        | 0                                | 0               | 0              | 0          |
| 2. State insurance department licenses and fees                 | 307       | 74,764                   | 0                                | 0               | 0              | 75,071     |
| 3. State taxes on premiums                                      | 4,990     | 1,236,396                | 0                                | 0               | 0              | 1,241,386  |
| 4. Other state taxes, including \$ 0 for employee benefits      | 52        | 12,435                   | 0                                | 0               | 0              | 12,487     |
| 5. U.S. Social Security taxes                                   | 1,713     | 409,979                  | 0                                | 0               | 0              | 411,692    |
| 6. All other taxes                                              | 10        | 154,294                  | 0                                | 0               | 0              | 154,304    |
| 7. Taxes, licenses and fees incurred                            | 7,072     | 1,887,868                | 0                                | 0               | 0              | 1,894,940  |
| 8. Taxes, licenses and fees unpaid Dec. 31, prior year          | 1,993     | 1,357,131                | 0                                | 0               | 0              | 1,359,124  |
| 9. Taxes, licenses and fees unpaid Dec. 31, current year        | 0         | 1,358,525                | 0                                | 0               | 0              | 1,358,525  |
| 10. Taxes, licenses and fees paid during year (Lines 7 + 8 - 9) | 9,065     | 1,886,474                | 0                                | 0               | 0              | 1,895,539  |

**EXHIBIT 4 - DIVIDENDS OR REFUNDS**

|                                                                                       | 1<br>Life | 2<br>Accident and Health |
|---------------------------------------------------------------------------------------|-----------|--------------------------|
| 1. Applied to pay renewal premiums                                                    |           |                          |
| 2. Applied to shorten the endowment or premium-paying period                          |           |                          |
| 3. Applied to provide paid-up additions                                               |           |                          |
| 4. Applied to provide paid-up annuities                                               |           |                          |
| 5. Total Lines 1 through 4                                                            |           |                          |
| 6. Paid in cash                                                                       |           |                          |
| 7. Left on deposit                                                                    |           |                          |
| 8. Aggregate write-ins for dividend or refund options                                 |           |                          |
| 9. Total Lines 5 through 8                                                            |           |                          |
| 10. Amount due and unpaid                                                             |           |                          |
| 11. Provision for dividends or refunds payable in the following calendar year         |           |                          |
| 12. Terminal dividends                                                                |           |                          |
| 13. Provision for deferred dividend contracts                                         |           |                          |
| 14. Amount provisionally held for deferred dividend contracts not included in Line 13 |           |                          |
| 15. Total Lines 10 through 14                                                         |           |                          |
| 16. Total from prior year                                                             |           |                          |
| 17. Total dividends or refunds (Lines 9 + 15 - 16)                                    |           |                          |
| <b>DETAILS OF WRITE-INS</b>                                                           |           |                          |
| 0801.                                                                                 |           |                          |
| 0802.                                                                                 |           |                          |
| 0803.                                                                                 |           |                          |
| 0898. Summary of remaining write-ins for Line 8 from overflow page                    |           |                          |
| 0899. Totals (Lines 0801 thru 0803 plus 0898) (Line 8 above)                          |           |                          |

**NONE**

Exhibit 5 - Aggregate Reserve for Life Contracts

**N O N E**

**EXHIBIT 5 - INTERROGATORIES**

- 1.1 Has the reporting entity ever issued both participating and non-participating contracts?..... Yes [ ] No [ X ]
- 1.2 If not, state which kind is issued. ....
- 2.1 Does the reporting entity at present issue both participating and non-participating contracts?..... Yes [ ] No [ X ]
- 2.2 If not, state which kind is issued. ....
- 3. Does the reporting entity at present issue or have in force contracts that contain non-guaranteed elements?..... Yes [ ] No [ X ]  
If so, attach a statement that contains the determination procedures, answers to the interrogatories and an actuarial opinion as described in the instructions.
- 4. Has the reporting entity any assessment or stipulated premium contracts in force? ..... Yes [ ] No [ X ]  
If so, state:  
4.1 Amount of insurance? ..... \$ ..... 0  
4.2 Amount of reserve? ..... \$ ..... 0  
4.3 Basis of reserve: .....  
4.4 Basis of regular assessments: .....  
4.5 Basis of special assessments: .....  
4.6 Assessments collected during the year ..... \$ ..... 0
- 5. If the contract loan interest rate guaranteed in any one or more of its currently issued contracts is less than 5%, not in advance, state the contract loan rate guarantees on any such contracts. ....
- 6. Does the reporting entity hold reserves for any annuity contracts that are less than the reserves that would be held on a standard basis? ..... Yes [ ] No [ X ]  
6.1 If so, state the amount of reserve on such contracts on the basis actually held: ..... \$ ..... 0  
6.2 That would have been held (on an exact or approximate basis) using the actual ages of the annuitants; the interest rate(s) used in 6.1; and the same mortality basis used by the reporting entity for the valuation of comparable annuity benefits issued to standard lives. If the reporting entity has no comparable annuity benefits for standard lives to be valued, the mortality basis shall be the table most recently approved by the state of domicile for valuing individual annuity benefits: ..... \$ ..... 0  
Attach statement of methods employed in their valuation.
- 7. Does the reporting entity have any Synthetic GIC contracts or agreements in effect as of December 31 of the current year? ..... Yes [ ] No [ X ]  
7.1 If yes, state the total dollar amount of assets covered by these contracts or agreements ..... \$ ..... 0  
7.2 Specify the basis (fair value, amortized cost, etc.) for determining the amount: .....  
7.3 State the amount of reserves established for this business: ..... \$ ..... 0  
7.4 Identify where the reserves are reported in the blank: .....
- 8. Does the reporting entity have any Contingent Deferred Annuity contracts or agreements in effect as of December 31 of the current year? ..... Yes [ ] No [ X ]  
8.1 If yes, state the total dollar amount of account value covered by these contracts or agreements: ..... \$ ..... 0  
8.2 State the amount of reserves established for this business: ..... \$ ..... 0  
8.3 Identify where the reserves are reported in the blank: .....
- 9. Does the reporting entity have any Guaranteed Lifetime Income Benefit contracts, agreements or riders in effect as of December 31 of the current year? ..... Yes [ ] No [ X ]  
9.1 If yes, state the total dollar amount of any account value associated with these contracts, agreements or riders: ..... \$ ..... 0  
9.2 State the amount of reserves established for this business: ..... \$ ..... 0  
9.3 Identify where the reserves are reported in the blank: .....

**EXHIBIT 5A - CHANGES IN BASES OF VALUATION DURING THE YEAR**

| 1<br>Description of Valuation Class | Valuation Basis   |                 | 4<br>Increase in Actuarial Reserve Due to Change |
|-------------------------------------|-------------------|-----------------|--------------------------------------------------|
|                                     | 2<br>Changed From | 3<br>Changed To |                                                  |
| <b>NONE</b>                         |                   |                 |                                                  |
| 9999999 - Total (Column 4, only)    |                   |                 |                                                  |

**EXHIBIT 6 - AGGREGATE RESERVES FOR ACCIDENT AND HEALTH CONTRACTS (a)**

|                                                                     | 1<br>Total | Comprehensive   |            | 4<br>Medicare Supplement | 5<br>Vision Only | 6<br>Dental Only | 7<br>Federal Employees Health Benefits Plan | 8<br>Title XVIII Medicare | 9<br>Title XIX Medicaid | 10<br>Credit A&H | 11<br>Disability Income | 12<br>Long-Term Care | 13<br>Other Health |
|---------------------------------------------------------------------|------------|-----------------|------------|--------------------------|------------------|------------------|---------------------------------------------|---------------------------|-------------------------|------------------|-------------------------|----------------------|--------------------|
|                                                                     |            | 2<br>Individual | 3<br>Group |                          |                  |                  |                                             |                           |                         |                  |                         |                      |                    |
| <b>ACTIVE LIFE RESERVE</b>                                          |            |                 |            |                          |                  |                  |                                             |                           |                         |                  |                         |                      |                    |
| 1. Unearned premium reserves                                        | .0         | .0              | .0         | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 2. Additional contract reserves (b)                                 | .0         | .0              | .0         | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 3. Additional actuarial reserves-Asset/Liability analysis           | 2,491,000  | .0              | 2,491,000  | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 4. Reserve for future contingent benefits                           | .0         | .0              | .0         | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 5. Reserve for rate credits                                         | .0         | .0              | .0         | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 6. Aggregate write-ins for reserves                                 | .0         | .0              | .0         | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 7. Totals (Gross)                                                   | 2,491,000  | .0              | 2,491,000  | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 8. Reinsurance ceded                                                | .0         | .0              | .0         | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 9. Totals (Net)                                                     | 2,491,000  | .0              | 2,491,000  | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| <b>CLAIM RESERVE</b>                                                |            |                 |            |                          |                  |                  |                                             |                           |                         |                  |                         |                      |                    |
| 10. Present value of amounts not yet due on claims                  | 74,000     | .0              | 74,000     | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 11. Additional actuarial reserves-Asset/Liability analysis          | .0         | .0              | .0         | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 12. Reserve for future contingent benefits                          | .0         | .0              | .0         | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 13. Aggregate write-ins for reserves                                | .0         | .0              | .0         | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 14. Totals (Gross)                                                  | 74,000     | .0              | 74,000     | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 15. Reinsurance ceded                                               | .0         | .0              | .0         | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 16. Totals (Net)                                                    | 74,000     | .0              | 74,000     | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 17. TOTAL (Net)                                                     | 2,565,000  | .0              | 2,565,000  | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 18. TABULAR FUND INTEREST                                           | .0         | .0              | .0         | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| <b>DETAILS OF WRITE-INS</b>                                         |            |                 |            |                          |                  |                  |                                             |                           |                         |                  |                         |                      |                    |
| 0601.                                                               |            |                 |            |                          |                  |                  |                                             |                           |                         |                  |                         |                      |                    |
| 0602.                                                               |            |                 |            |                          |                  |                  |                                             |                           |                         |                  |                         |                      |                    |
| 0603.                                                               |            |                 |            |                          |                  |                  |                                             |                           |                         |                  |                         |                      |                    |
| 0698. Summary of remaining write-ins for Line 6 from overflow page  | .0         | .0              | .0         | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 0699. TOTALS (Lines 0601 thru 0603 plus 0698) (Line 6 above)        | .0         | .0              | .0         | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 1301.                                                               |            |                 |            |                          |                  |                  |                                             |                           |                         |                  |                         |                      |                    |
| 1302.                                                               |            |                 |            |                          |                  |                  |                                             |                           |                         |                  |                         |                      |                    |
| 1303.                                                               |            |                 |            |                          |                  |                  |                                             |                           |                         |                  |                         |                      |                    |
| 1398. Summary of remaining write-ins for Line 13 from overflow page | .0         | .0              | .0         | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |
| 1399. TOTALS (Lines 1301 thru 1303 plus 1398) (Line 13 above)       | .0         | .0              | .0         | .0                       | .0               | .0               | .0                                          | .0                        | .0                      | .0               | .0                      | .0                   | .0                 |

(a) Indicate if blocks of business in run-off that comprise less than 5% of premiums and less than 5% of reserve and loans liability are aggregated with material blocks of business and which columns are affected. ....  
 (b) Attach statement as to valuation standard used in calculating this reserve, specifying reserve bases, interest rates and methods.

**EXHIBIT 7 - DEPOSIT TYPE CONTRACTS**

|                                                                                        | 1     | 2                             | 3                 | 4                      | 5                                 | 6                               |
|----------------------------------------------------------------------------------------|-------|-------------------------------|-------------------|------------------------|-----------------------------------|---------------------------------|
|                                                                                        | Total | Guaranteed Interest Contracts | Annuities Certain | Supplemental Contracts | Dividend Accumulations or Refunds | Premium and Other Deposit Funds |
| 1. Balance at the beginning of the year before reinsurance .....                       |       |                               |                   |                        |                                   |                                 |
| 2. Deposits received during the year .....                                             |       |                               |                   |                        |                                   |                                 |
| 3. Investment earnings credited to the account .....                                   |       |                               |                   |                        |                                   |                                 |
| 4. Other net change in reserves .....                                                  |       |                               |                   |                        |                                   |                                 |
| 5. Fees and other charges assessed .....                                               |       |                               |                   |                        |                                   |                                 |
| 6. Surrender charges .....                                                             |       |                               |                   |                        |                                   |                                 |
| 7. Net surrender or withdrawal payments .....                                          |       |                               |                   |                        |                                   |                                 |
| 8. Other net transfers to or (from) Separate Accounts .....                            |       |                               |                   |                        |                                   |                                 |
| 9. Balance at the end of current year before reinsurance (Lines 1+2+3+4-5-6-7-8) ..... |       |                               |                   |                        |                                   |                                 |
| 10. Reinsurance balance at the beginning of the year .....                             |       |                               |                   |                        |                                   |                                 |
| 11. Net change in reinsurance assumed .....                                            |       |                               |                   |                        |                                   |                                 |
| 12. Net change in reinsurance ceded .....                                              |       |                               |                   |                        |                                   |                                 |
| 13. Reinsurance balance at the end of the year (Lines 10+11-12) .....                  |       |                               |                   |                        |                                   |                                 |
| 14. Net balance at the end of current year after reinsurance (Lines 9 + 13)            |       |                               |                   |                        |                                   |                                 |

**NONE**

ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Humana Insurance of Puerto Rico Inc.  
**EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS**

**PART 1 - Liability End of Current Year**

|                                    | 1          | 2               | Ordinary       |                      |                         | 6                                  | Group          |           | Accident and Health |                               |           |
|------------------------------------|------------|-----------------|----------------|----------------------|-------------------------|------------------------------------|----------------|-----------|---------------------|-------------------------------|-----------|
|                                    |            |                 | 3              | 4                    | 5                       |                                    | 7              | 8         | 9                   | 10                            | 11        |
|                                    | Total      | Industrial Life | Life Insurance | Individual Annuities | Supplementary Contracts | Credit Life (Group and Individual) | Life Insurance | Annuities | Group               | Credit (Group and Individual) | Other     |
| <b>1. Due and unpaid:</b>          |            |                 |                |                      |                         |                                    |                |           |                     |                               |           |
| 1.1 Direct .....                   | 1,588,106  | .0              | .0             | .0                   | .0                      | .0                                 | .0             | .0        | 1,337,347           | .0                            | 250,759   |
| 1.2 Reinsurance assumed .....      | .0         | .0              | .0             | .0                   | .0                      | .0                                 | .0             | .0        | .0                  | .0                            | .0        |
| 1.3 Reinsurance ceded .....        | .0         | .0              | .0             | .0                   | .0                      | .0                                 | .0             | .0        | .0                  | .0                            | .0        |
| 1.4 Net .....                      | 1,588,106  | .0              | .0             | .0                   | .0                      | .0                                 | .0             | .0        | 1,337,347           | .0                            | 250,759   |
| <b>2. In course of settlement:</b> |            |                 |                |                      |                         |                                    |                |           |                     |                               |           |
| 2.1 Resisted .....                 |            |                 |                |                      |                         |                                    |                |           |                     |                               |           |
| 2.11 Direct .....                  | .0         | .0              | .0             | .0                   | .0                      | .0                                 | .0             | .0        | .0                  | .0                            | .0        |
| 2.12 Reinsurance assumed .....     | .0         | .0              | .0             | .0                   | .0                      | .0                                 | .0             | .0        | .0                  | .0                            | .0        |
| 2.13 Reinsurance ceded .....       | .0         | .0              | .0             | .0                   | .0                      | .0                                 | .0             | .0        | .0                  | .0                            | .0        |
| 2.14 Net .....                     | .0         | .0              | (b)            | (b)                  | .0                      | (b)                                | (b)            | .0        | .0                  | .0                            | .0        |
| 2.2 Other .....                    |            |                 |                |                      |                         |                                    |                |           |                     |                               |           |
| 2.21 Direct .....                  | .0         | .0              | .0             | .0                   | .0                      | .0                                 | .0             | .0        | .0                  | .0                            | .0        |
| 2.22 Reinsurance assumed .....     | .0         | .0              | .0             | .0                   | .0                      | .0                                 | .0             | .0        | .0                  | .0                            | .0        |
| 2.23 Reinsurance ceded .....       | .0         | .0              | .0             | .0                   | .0                      | .0                                 | .0             | .0        | .0                  | .0                            | .0        |
| 2.24 Net .....                     | .0         | .0              | (b)            | (b)                  | .0                      | (b)                                | (b)            | .0        | .0                  | (b)                           | (b)       |
| <b>3. Incurred but unreported:</b> |            |                 |                |                      |                         |                                    |                |           |                     |                               |           |
| 3.1 Direct .....                   | 12,768,235 | .0              | .0             | .0                   | .0                      | .0                                 | 11,386         | .0        | 11,384,274          | .0                            | 1,372,575 |
| 3.2 Reinsurance assumed .....      | .0         | .0              | .0             | .0                   | .0                      | .0                                 | .0             | .0        | .0                  | .0                            | .0        |
| 3.3 Reinsurance ceded .....        | .0         | .0              | .0             | .0                   | .0                      | .0                                 | .0             | .0        | .0                  | .0                            | .0        |
| 3.4 Net .....                      | 12,768,235 | .0              | (b)            | (b)                  | .0                      | (b)                                | (b)            | 11,386    | .0                  | (b)                           | (b)       |
| <b>4. TOTALS .....</b>             |            |                 |                |                      |                         |                                    |                |           |                     |                               |           |
| 4.1 Direct .....                   | 14,356,341 | .0              | .0             | .0                   | .0                      | .0                                 | 11,386         | .0        | 12,721,621          | .0                            | 1,623,334 |
| 4.2 Reinsurance assumed .....      | .0         | .0              | .0             | .0                   | .0                      | .0                                 | .0             | .0        | .0                  | .0                            | .0        |
| 4.3 Reinsurance ceded .....        | .0         | .0              | .0             | .0                   | .0                      | .0                                 | .0             | .0        | .0                  | .0                            | .0        |
| 4.4 Net .....                      | 14,356,341 | (a)             | (a)            | .0                   | .0                      | .0                                 | (a)            | 11,386    | .0                  | .0                            | 1,623,334 |

(a) Including matured endowments (but not guaranteed annual pure endowments) unpaid amounting to \$ .....0 in Column 2, \$ .....0 in Column 3 and \$ .....0 in Column 7.

(b) Include only portion of disability and accident and health claim liabilities applicable to assumed "accrued" benefits. Reserves (including reinsurance assumed and net of reinsurance ceded) for unaccrued benefits for Ordinary Life Insurance \$ .....0 Individual Annuities \$ .....0, Credit Life (Group and Individual) \$ .....0, and Group Life \$ .....0, are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health \$ .....74,000 Credit (Group and Individual) Accident and Health \$ .....0, and Other Accident and Health \$ .....0 are included in Page 3, Line 2 (See Exhibit 6, Claim Reserve).

ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Humana Insurance of Puerto Rico Inc.  
**EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS**

**PART 2 - Incurred During the Year**

|                                                                              | 1<br>Total      | 2<br>Industrial Life<br>(a) | Ordinary                   |                           |                                 | 6<br>Credit Life (Group<br>and Individual) | Group                      |                | Accident and Health |                                        |             |
|------------------------------------------------------------------------------|-----------------|-----------------------------|----------------------------|---------------------------|---------------------------------|--------------------------------------------|----------------------------|----------------|---------------------|----------------------------------------|-------------|
|                                                                              |                 |                             | 3<br>Life Insurance<br>(b) | 4<br>Individual Annuities | 5<br>Supplementary<br>Contracts |                                            | 7<br>Life Insurance<br>(c) | 8<br>Annuities | 9<br>Group          | 10<br>Credit (Group<br>and Individual) | 11<br>Other |
| 1. Settlements During the Year:                                              |                 |                             |                            |                           |                                 |                                            |                            |                |                     |                                        |             |
| 1.1 Direct .....                                                             | 118,035,114     | 0                           | 0                          | 0                         | 0                               | 0                                          | 78,999                     | 0              | 107,160,452         | 0                                      | 10,795,663  |
| 1.2 Reinsurance assumed .....                                                | 0               | 0                           | 0                          | 0                         | 0                               | 0                                          | 0                          | 0              | 0                   | 0                                      | 0           |
| 1.3 Reinsurance ceded .....                                                  | 354,796         | 0                           | 0                          | 0                         | 0                               | 0                                          | 0                          | 0              | 0                   | 0                                      | 354,796     |
| 1.4 Net .....                                                                | (d) 117,680,318 | 0                           | 0                          | 0                         | 0                               | 0                                          | 78,999                     | 0              | 107,160,452         | 0                                      | 10,440,867  |
| 2. Liability December 31, current<br>year from Part 1:                       |                 |                             |                            |                           |                                 |                                            |                            |                |                     |                                        |             |
| 2.1 Direct .....                                                             | 14,356,341      | 0                           | 0                          | 0                         | 0                               | 0                                          | 11,386                     | 0              | 12,721,621          | 0                                      | 1,623,334   |
| 2.2 Reinsurance assumed .....                                                | 0               | 0                           | 0                          | 0                         | 0                               | 0                                          | 0                          | 0              | 0                   | 0                                      | 0           |
| 2.3 Reinsurance ceded .....                                                  | 0               | 0                           | 0                          | 0                         | 0                               | 0                                          | 0                          | 0              | 0                   | 0                                      | 0           |
| 2.4 Net .....                                                                | 14,356,341      | 0                           | 0                          | 0                         | 0                               | 0                                          | 11,386                     | 0              | 12,721,621          | 0                                      | 1,623,334   |
| 3. Amounts recoverable from<br>reinsurers December 31, current<br>year ..... | 0               | 0                           | 0                          | 0                         | 0                               | 0                                          | 0                          | 0              | 0                   | 0                                      | 0           |
| 4. Liability December 31, prior year:                                        |                 |                             |                            |                           |                                 |                                            |                            |                |                     |                                        |             |
| 4.1 Direct .....                                                             | 12,204,140      | 0                           | 0                          | 0                         | 0                               | 0                                          | 9,385                      | 0              | 11,020,029          | 0                                      | 1,174,726   |
| 4.2 Reinsurance assumed .....                                                | 0               | 0                           | 0                          | 0                         | 0                               | 0                                          | 0                          | 0              | 0                   | 0                                      | 0           |
| 4.3 Reinsurance ceded .....                                                  | 0               | 0                           | 0                          | 0                         | 0                               | 0                                          | 0                          | 0              | 0                   | 0                                      | 0           |
| 4.4 Net .....                                                                | 12,204,140      | 0                           | 0                          | 0                         | 0                               | 0                                          | 9,385                      | 0              | 11,020,029          | 0                                      | 1,174,726   |
| 5. Amounts recoverable from<br>reinsurers December 31, prior<br>year .....   | 0               | 0                           | 0                          | 0                         | 0                               | 0                                          | 0                          | 0              | 0                   | 0                                      | 0           |
| 6. Incurred Benefits                                                         |                 |                             |                            |                           |                                 |                                            |                            |                |                     |                                        |             |
| 6.1 Direct .....                                                             | 120,187,315     | 0                           | 0                          | 0                         | 0                               | 0                                          | 81,000                     | 0              | 108,862,044         | 0                                      | 11,244,271  |
| 6.2 Reinsurance assumed .....                                                | 0               | 0                           | 0                          | 0                         | 0                               | 0                                          | 0                          | 0              | 0                   | 0                                      | 0           |
| 6.3 Reinsurance ceded .....                                                  | 354,796         | 0                           | 0                          | 0                         | 0                               | 0                                          | 0                          | 0              | 0                   | 0                                      | 354,796     |
| 6.4 Net .....                                                                | 119,832,519     | 0                           | 0                          | 0                         | 0                               | 0                                          | 81,000                     | 0              | 108,862,044         | 0                                      | 10,889,475  |

(a) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ .....0 in Line 1.1, \$ .....0 in Line 1.4.  
 \$ .....0 in Line 6.1, and \$ .....0 in Line 6.4.

(b) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ .....0 in Line 1.1, \$ .....0 in Line 1.4.  
 \$ .....0 in Line 6.1, and \$ .....0 in Line 6.4.

(c) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ .....0 in Line 1.1, \$ .....0 in Line 1.4.  
 \$ .....0 in Line 6.1, and \$ .....0 in Line 6.4.

(d) Includes \$ .....0 premiums waived under total and permanent disability benefits.

**EXHIBIT OF NON-ADMITTED ASSETS**

|                                                                                                                         | 1                                        | 2                                      | 3                                                          |
|-------------------------------------------------------------------------------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------------------------|
|                                                                                                                         | Current Year Total<br>Nonadmitted Assets | Prior Year Total<br>Nonadmitted Assets | Change in Total<br>Nonadmitted Assets<br>(Col. 2 - Col. 1) |
| 1. Bonds (Schedule D) .....                                                                                             | 0                                        | 0                                      | 0                                                          |
| 2. Stocks (Schedule D):                                                                                                 |                                          |                                        |                                                            |
| 2.1 Preferred stocks .....                                                                                              | 0                                        | 0                                      | 0                                                          |
| 2.2 Common stocks .....                                                                                                 | 0                                        | 0                                      | 0                                                          |
| 3. Mortgage loans on real estate (Schedule B):                                                                          |                                          |                                        |                                                            |
| 3.1 First liens .....                                                                                                   | 0                                        | 0                                      | 0                                                          |
| 3.2 Other than first liens.....                                                                                         | 0                                        | 0                                      | 0                                                          |
| 4. Real estate (Schedule A):                                                                                            |                                          |                                        |                                                            |
| 4.1 Properties occupied by the company .....                                                                            | 0                                        | 0                                      | 0                                                          |
| 4.2 Properties held for the production of income.....                                                                   | 0                                        | 0                                      | 0                                                          |
| 4.3 Properties held for sale .....                                                                                      | 0                                        | 0                                      | 0                                                          |
| 5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments<br>(Schedule DA) ..... | 0                                        | 0                                      | 0                                                          |
| 6. Contract loans .....                                                                                                 | 0                                        | 0                                      | 0                                                          |
| 7. Derivatives (Schedule DB) .....                                                                                      | 0                                        | 0                                      | 0                                                          |
| 8. Other invested assets (Schedule BA) .....                                                                            | 0                                        | 0                                      | 0                                                          |
| 9. Receivables for securities .....                                                                                     | 0                                        | 0                                      | 0                                                          |
| 10. Securities lending reinvested collateral assets (Schedule DL) .....                                                 | 0                                        | 0                                      | 0                                                          |
| 11. Aggregate write-ins for invested assets .....                                                                       | 0                                        | 0                                      | 0                                                          |
| 12. Subtotals, cash and invested assets (Lines 1 to 11) .....                                                           | 0                                        | 0                                      | 0                                                          |
| 13. Title plants (for Title insurers only) .....                                                                        | 0                                        | 0                                      | 0                                                          |
| 14. Investment income due and accrued .....                                                                             | 0                                        | 0                                      | 0                                                          |
| 15. Premiums and considerations:                                                                                        |                                          |                                        |                                                            |
| 15.1 Uncollected premiums and agents' balances in the course of collection .....                                        | 439,440                                  | 876,219                                | 436,779                                                    |
| 15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due ..                        | 0                                        | 0                                      | 0                                                          |
| 15.3 Accrued retrospective premiums and contracts subject to redetermination .....                                      | 0                                        | 0                                      | 0                                                          |
| 16. Reinsurance:                                                                                                        |                                          |                                        |                                                            |
| 16.1 Amounts recoverable from reinsurers .....                                                                          | 0                                        | 0                                      | 0                                                          |
| 16.2 Funds held by or deposited with reinsured companies .....                                                          | 0                                        | 0                                      | 0                                                          |
| 16.3 Other amounts receivable under reinsurance contracts .....                                                         | 0                                        | 0                                      | 0                                                          |
| 17. Amounts receivable relating to uninsured plans .....                                                                | 65,687                                   | 126,796                                | 61,109                                                     |
| 18.1 Current federal and foreign income tax recoverable and interest thereon .....                                      | 0                                        | 0                                      | 0                                                          |
| 18.2 Net deferred tax asset .....                                                                                       | 0                                        | 0                                      | 0                                                          |
| 19. Guaranty funds receivable or on deposit .....                                                                       | 0                                        | 0                                      | 0                                                          |
| 20. Electronic data processing equipment and software .....                                                             | 0                                        | 0                                      | 0                                                          |
| 21. Furniture and equipment, including health care delivery assets .....                                                | 0                                        | 0                                      | 0                                                          |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates .....                                        | 0                                        | 0                                      | 0                                                          |
| 23. Receivables from parent, subsidiaries and affiliates .....                                                          | 0                                        | 0                                      | 0                                                          |
| 24. Health care and other amounts receivable .....                                                                      | 102,326                                  | 484,413                                | 382,087                                                    |
| 25. Aggregate write-ins for other than invested assets .....                                                            | 65,375                                   | 66,000                                 | 625                                                        |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts<br>(Lines 12 to 25) ..... | 672,828                                  | 1,553,428                              | 880,600                                                    |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....                                       | 0                                        | 0                                      | 0                                                          |
| 28. Total (Lines 26 and 27) .....                                                                                       | 672,828                                  | 1,553,428                              | 880,600                                                    |
| <b>DETAILS OF WRITE-INS</b>                                                                                             |                                          |                                        |                                                            |
| 1101. ....                                                                                                              |                                          |                                        |                                                            |
| 1102. ....                                                                                                              |                                          |                                        |                                                            |
| 1103. ....                                                                                                              |                                          |                                        |                                                            |
| 1198. Summary of remaining write-ins for Line 11 from overflow page .....                                               | 0                                        | 0                                      | 0                                                          |
| 1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above) .....                                                      | 0                                        | 0                                      | 0                                                          |
| 2501. Prepaid Expenses .....                                                                                            | 65,000                                   | 65,000                                 | 0                                                          |
| 2502. Prepaid Commissions .....                                                                                         | 375                                      | 1,000                                  | 625                                                        |
| 2503. ....                                                                                                              |                                          |                                        |                                                            |
| 2598. Summary of remaining write-ins for Line 25 from overflow page .....                                               | 0                                        | 0                                      | 0                                                          |
| 2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....                                                      | 65,375                                   | 66,000                                 | 625                                                        |

**STATEMENT AS OF December 31, 2019 OF Humana Insurance of Puerto Rico, Inc.**

**NOTES TO THE FINANCIAL STATEMENTS**

1. Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices

The financial statements of the Company are presented on the basis of accounting practices prescribed or permitted by the Insurance Commissioner of Puerto Rico.

The Insurance Commissioner of Puerto Rico (the Commissioner) recognizes only statutory accounting practices prescribed or permitted by the Commonwealth of Puerto Rico for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the Puerto Rico Insurance Law. The National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures manual (NAIC SSAP) has been adopted as a component of prescribed or permitted practices by the Commonwealth of Puerto Rico. The Commissioner of Insurance has the right to permit other specific practices that deviate from prescribed practices. No deviations from the Codification currently exist.

A reconciliation of the Company's net income and capital and surplus between NAIC SSAP and practices prescribed and permitted by the Commonwealth of Puerto Rico is shown below:

|                                                                        | SSAP<br># | F/S<br>Page | F/S<br>Line # | 2019                  | 2018                  |
|------------------------------------------------------------------------|-----------|-------------|---------------|-----------------------|-----------------------|
| Net Loss                                                               |           |             |               |                       |                       |
| 1. Humana Insurance of Puerto Rico, Inc. Puerto Rico basis             | xxx       | xxx         | xxx           | \$ (6,097,226)        | \$ (2,349,121)        |
| 2. State Prescribed Practices that is an increase/(decrease) NAIC SSAP |           |             |               | -                     | -                     |
| 3. State Permitted Practices that is an increase/(decrease) NAIC SSAP  |           |             |               | -                     | -                     |
| 4. NAIC SSAP                                                           | xxx       | xxx         | xxx           | <u>\$ (6,097,226)</u> | <u>\$ (2,349,121)</u> |
| Surplus                                                                |           |             |               |                       |                       |
| 5. Humana Insurance of Puerto Rico, Inc. Puerto Rico basis             | xxx       | xxx         | xxx           | \$ 43,061,179         | \$ 48,723,214         |
| 6. State Prescribed Practices that is an increase/(decrease) NAIC SSAP |           |             |               | -                     | -                     |
| 7. State Permitted Practices that is an increase/(decrease) NAIC SSAP  |           |             |               | -                     | -                     |
| 8. NAIC SSAP                                                           | xxx       | xxx         | xxx           | <u>\$ 43,061,179</u>  | <u>\$ 48,723,214</u>  |

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

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. These estimates are based on knowledge of current events and anticipated future events, and accordingly, actual results could differ from those estimates.

C. Accounting Policy

Premiums are reported as earned in the period in which members are entitled to receive services, and are net of retroactive membership adjustments. Retroactive membership adjustments result from enrollment changes not yet processed, or not yet reported by an employer group or the government. Premiums received prior to such period are recorded as advance premiums.

Benefits incurred and loss adjustment expenses include claim payments, capitation payments, pharmacy costs net of rebates, allocations of certain centralized expenses, legal and administrative costs to settle claims, and various other costs incurred to provide health insurance coverage to members, as well as estimates of future payments to hospitals and others for medical care provided prior to the date of the statements of admitted assets, liabilities and surplus. Capitation payments represent monthly contractual fees disbursed to participating primary care physicians, and other providers who are responsible for providing medical care to members. Pharmacy costs represent payments for members' prescription drug benefits, net of rebates from drug manufacturers.

In addition, the Company uses the following accounting policies:

- (1) Short-term investments include investments mainly in U.S. Government obligations with a maturity of twelve months or less from the date of purchase. Short-term investments are recorded at amortized cost. The carrying value of short-term investments approximates fair value due to the short-term maturities of the investments.
- (2-4) Investments are valued and classified in accordance with methods prescribed by the NAIC. Bonds with an NAIC rating of 1 or 2 are carried at amortized cost, with all other bonds being recorded at the lower of amortized cost or fair value; redeemable preferred stocks are carried at amortized cost; and non-redeemable preferred stocks are carried at fair value. Common stocks are carried at fair value.

The Company regularly evaluates investment securities for impairment. For all securities other than loan-backed and structured securities, the Company considers factors affecting the investee, factors affecting the industry the investee operates within, and general debt and equity market trends. The Company also considers the length of time an investment's fair value has been below carrying value, the near term prospects for recovery to carrying value, and the Company's intent and ability to hold the investment until maturity or market recovery is realized. If and when a determination is made that a decline in fair value below the cost basis is other-than-temporary, the related investment is written down to its estimated fair value through earnings.

Amortization of bond premium or discount is computed using the scientific interest method.

## NOTES TO THE FINANCIAL STATEMENTS

Income from investments is recorded on an accrual basis. For the purpose of determining realized gains and losses, the cost of securities sold is based upon specific identification. Investment income due and accrued over 90 days past due is nonadmitted.

- (5) Not Applicable.
- (6) For loan backed and structured securities where the securities fair value is less than the amortized cost, the Company considers several factors to determine if the security's impairment is other-than-temporary. If the Company has the intent to sell the security or if the Company does not have the intent and ability to retain the security until recovery of its fair value, the related investment is written down to its estimated fair value through earnings. If, however, the Company has the intent and ability to retain the security until recovery of its fair value, the Company considers factors affecting the investee, factors affecting the industry the investee operates within, and general debt and equity market trends. The Company also considers the length of time an investment's fair value has been below carrying value and the near term prospects for recovery to carrying value. If the determination is made, based on these factors, that the Company does expect to recover the entire amortized cost of the security, then an other-than-temporary impairment has not occurred. If, however, the determination is made that the Company does not expect to recover the entire amortized cost of the security based on the factors noted above, the Company recognizes a realized loss in earnings for the non-interest related decline. No loss is recognized for the interest impairment.
- (7) Not Applicable.
- (8) Not Applicable.
- (9) Not Applicable.
- (10-11) The estimates of future medical benefit payments are developed using actuarial methods and assumptions based upon claim payment patterns, medical cost inflation, historical development such as claim inventory levels and claim receipt patterns, and other relevant factors. Corresponding administrative costs to process outstanding claims are estimated and accrued. Estimates of future payments relating to services incurred in the current and prior periods are continually reviewed by management and adjusted as necessary.

The Company assesses the profitability of its contracts for providing health insurance coverage to its members when current operating results or forecasts indicate probable future losses. The Company records a premium deficiency liability in current operations to the extent that the sum of expected future medical costs, claim adjustment expenses and maintenance costs exceed related future premiums. Investment income is not contemplated in the calculation of the premium deficiency liability.

Management believes the Company's benefits payable and loss adjustment expense are adequate to cover future claims and loss adjustment expense payments required, however, such estimates are based on knowledge of current events and anticipated future events and, therefore, the actual liability could differ from the amounts provided.

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

Equipment is stated at cost less accumulated depreciation. Depreciation expense is computed using the straight-line method over estimated useful lives generally ranging from three to five years. Improvements to leased facilities are depreciated over the shorter of the remaining lease term or the anticipated life of the improvement.

The Company recognizes an asset or liability for the deferred tax consequences of temporary differences between the tax basis of assets or liabilities and their reported amounts in the financial statements. The temporary differences will result in taxable or deductible amounts in future years when the reported amounts of the assets or liabilities are recovered or settled.

- (13) The Company estimates anticipated Pharmacy Rebate Receivables using the analysis of historical recovery patterns.
- (14) The asset valuation reserve ("AVR") is determined using NAIC prescribed formulas and is reported as a liability rather than as a valuation allowance or appropriation of surplus. The AVR represents an allowance for possible fluctuations in the value of bonds, equity securities, mortgage loans, real estate and other invested assets.
- (15) Not Applicable.

### D. Going Concern

Management of the Company has evaluated the Company's ability to continue as a going concern under SSAP No. 1, *Accounting Policies, Risks & Uncertainties, and Other Disclosures* (SSAP No. 1). Based on this evaluation, Management has determined that there is no substantial doubt about the Company's ability to continue as a going concern.

### 2. Accounting Changes and Corrections of Errors

Not Applicable.

### 3. Business Combinations and Goodwill

#### A. Statutory Purchase Method

Not Applicable.

NOTES TO THE FINANCIAL STATEMENTS

B. Statutory Merger

Not Applicable.

C. Assumption Reinsurance

Not Applicable.

D. Impairment Loss

Not Applicable.

4. Discontinued Operations

Not Applicable.

5. Investments

A. Mortgage Loans, Including Mezzanine Real Estate Loans

Not Applicable.

B. Debt Restructuring

Not Applicable.

C. Reverse Mortgages

Not Applicable.

D. Loan-Backed Securities

(1) Prepayment assumptions for mortgage-backed/loan-backed and structured securities were obtained from industry market sources.

(2) Not Applicable.

(3) Not Applicable.

(4) The Company does not have any investments in an other-than-temporary impairment position at December 31, 2019.

Gross unrealized losses and related fair value of temporarily impaired securities that have been in a continuous unrealized loss position were as follows at December 31, 2019:

(a) The aggregate amount of unrealized losses:

|                            |    |         |
|----------------------------|----|---------|
| 1. Less than Twelve Months | \$ | (433)   |
| 2. Twelve Months or Longer | \$ | (2,878) |

(b) The aggregate related fair value of securities with unrealized losses:

|                            |    |         |
|----------------------------|----|---------|
| 1. Less than Twelve Months | \$ | 203,045 |
| 2. Twelve Months or Longer | \$ | 497,122 |

(5) Unrealized losses are primarily due to increases in market interest rates and tighter liquidity conditions in the current markets than when the securities were purchased. All issuers of securities trading at an unrealized loss remain current on all contractual payments and the Company believes it is probable that all amounts due according to the contractual terms of the debt securities are collectible. After taking into account these and other factors, including the severity of the decline and the Company's ability and intent to hold these securities until recovery or maturity, the Company determined the unrealized losses on these investment securities were temporary and, as such, no impairment was required.

E. Dollar Repurchase Agreements and/or Securities Lending Transactions

(1) The Company has no repurchase agreements or securities lending transactions.

(2) The Company has not pledged any of its assets as collateral.

(3-7) Not Applicable.

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing

Not Applicable.

G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing

Not Applicable.

STATEMENT AS OF December 31, 2019 OF Humana Insurance of Puerto Rico, Inc.

NOTES TO THE FINANCIAL STATEMENTS

H. Repurchase Agreements Transactions Accounted for as a Sale

Not Applicable.

I. Reverse Repurchase Agreements Transactions Accounted for as a Sale

Not Applicable.

J. Real Estate

Not Applicable.

K. Low-Income Housing Tax Credits (LIHTC)

Not Applicable.

L. Restricted Assets

(1) Restricted Assets (Including Pledged)

| Restricted Asset Category                                                      | Gross (Admitted & Nonadmitted) Restricted |                                 |                                                |                                        |           |             |                       |                       |
|--------------------------------------------------------------------------------|-------------------------------------------|---------------------------------|------------------------------------------------|----------------------------------------|-----------|-------------|-----------------------|-----------------------|
|                                                                                | Current Year                              |                                 |                                                |                                        |           | Total       | Total From Prior Year | Increase / (Decrease) |
|                                                                                | Total General Account (G/A)               | G/A Supporting S/A Activity (a) | Total Separate Account (S/A) Restricted Assets | S/A Assets Supporting G/A Activity (b) |           |             |                       |                       |
| a. Subject to contractual obligation for which liability is not shown          | \$ -                                      | \$ -                            | \$ -                                           | \$ -                                   | \$ -      | \$ -        | \$ -                  | \$ -                  |
| b. Collateral held under security lending agreements                           | -                                         | -                               | -                                              | -                                      | -         | -           | -                     | -                     |
| c. Subject to repurchase agreements                                            | -                                         | -                               | -                                              | -                                      | -         | -           | -                     | -                     |
| d. Subject to reverse repurchase agreements                                    | -                                         | -                               | -                                              | -                                      | -         | -           | -                     | -                     |
| e. Subject to dollar repurchase agreements                                     | -                                         | -                               | -                                              | -                                      | -         | -           | -                     | -                     |
| f. Subject to dollar reverse repurchase agreements                             | -                                         | -                               | -                                              | -                                      | -         | -           | -                     | -                     |
| g. Placed under option contracts                                               | -                                         | -                               | -                                              | -                                      | -         | -           | -                     | -                     |
| h. Letter stock or securities restricted to sale— excluding FHLB capital stock | -                                         | -                               | -                                              | -                                      | -         | -           | -                     | -                     |
| i. FHLB capital stock                                                          | -                                         | -                               | -                                              | -                                      | -         | -           | -                     | -                     |
| j. On deposit with states                                                      | 500,000                                   | -                               | -                                              | -                                      | 500,000   | 1,500,675   | (1,000,675)           |                       |
| k. On deposit with other regulatory bodies                                     | -                                         | -                               | -                                              | -                                      | -         | -           | -                     | -                     |
| l. Pledged collateral to FHLB (including assets backing funding agreements)    | -                                         | -                               | -                                              | -                                      | -         | -           | -                     | -                     |
| m. Pledged as collateral not captured in other categories                      | -                                         | -                               | -                                              | -                                      | -         | -           | -                     | -                     |
| n. Other restricted assets                                                     | -                                         | -                               | -                                              | -                                      | -         | -           | -                     | -                     |
|                                                                                |                                           |                                 |                                                |                                        |           |             |                       | \$                    |
| o. Total restricted assets                                                     | \$500,000                                 | \$ -                            | \$ -                                           | \$ -                                   | \$500,000 | \$1,500,675 | (1,000,675)           |                       |

STATEMENT AS OF December 31, 2019 OF Humana Insurance of Puerto Rico, Inc.

NOTES TO THE FINANCIAL STATEMENTS

| Restricted Asset Category                                                     | Total Nonadmitted Restricted | Total Current Year Admitted Restricted | Percentage                       |                                              |
|-------------------------------------------------------------------------------|------------------------------|----------------------------------------|----------------------------------|----------------------------------------------|
|                                                                               |                              |                                        | Gross Restricted to Total Assets | Admitted Restricted to Total Admitted Assets |
| a. Subject to contractual obligation for which liability is not shown         | -                            | \$ -                                   | -%                               | -%                                           |
| b. Collateral held under security lending agreements                          | -                            | -                                      | -                                | -                                            |
| c. Subject to repurchase agreements                                           | -                            | -                                      | -                                | -                                            |
| d. Subject to reverse repurchase agreements                                   | -                            | -                                      | -                                | -                                            |
| e. Subject to dollar repurchase agreements                                    | -                            | -                                      | -                                | -                                            |
| f. Subject to dollar reverse repurchase agreements                            | -                            | -                                      | -                                | -                                            |
| g. Placed under option contracts                                              | -                            | -                                      | -                                | -                                            |
| h. Letter stock or securities restricted to sale—excluding FHLB capital stock | -                            | -                                      | -                                | -                                            |
| i. FHLB capital stock                                                         | -                            | -                                      | -                                | -                                            |
| j. On deposit with states                                                     | -                            | 500,000                                | 0.64%                            | 0.65%                                        |
| k. On deposit with other regulatory bodies                                    | -                            | -                                      | -                                | -                                            |
| l. Pledged collateral to FHLB (including assets backing funding agreements)   | -                            | -                                      | -                                | -                                            |
| m. Pledged as collateral not captured in other categories                     | -                            | -                                      | -                                | -                                            |
| n. Other restricted assets                                                    | -                            | -                                      | -                                | -                                            |
| <b>o. Total restricted assets</b>                                             | <b>-</b>                     | <b>\$500,000</b>                       | <b>0.64%</b>                     | <b>0.65%</b>                                 |

(2) Detail of Assets Pledged as Collateral Not Captured in Other Categories (Contracts that Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate)

Not Applicable.

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

Not Applicable.

(4) Collateral Received and Reflected as Assets Within the Reporting Entity's Financial Statements

Not Applicable.

M. Working Capital Finance Investments

Not Applicable.

N. Offsetting and Netting of Assets and Liabilities

Not Applicable.

O. 5GI\* Securities

Not Applicable.

P. Short Sales

Not Applicable.

Q. Prepayment Penalty and Acceleration Fees

Not Applicable.

6. Joint Ventures, Partnerships and Limited Liability Companies

A. The Company has no investments in Joint Ventures, Partnerships or Limited Liability Companies that exceed 10.0 percent of its admitted assets.

B. The Company did not recognize any impairment write down for its investments in Joint Ventures, Partnerships and Limited Liability Companies during the statement periods.

**STATEMENT AS OF December 31, 2019 OF Humana Insurance of Puerto Rico, Inc.**

**NOTES TO THE FINANCIAL STATEMENTS**

7. Investment Income

A. Due and accrued income was excluded from surplus on the following basis:

All investment income due and accrued with amounts that are over 90 days past due with the exception of mortgage loans in default.

B. The total amount excluded was \$0.

8. Derivative Instruments

Not Applicable.

9. Income Taxes

A. Deferred Tax Assets/(Liabilities)

(1) The components of the net admitted deferred tax asset/(liability) by tax character were as follows:

|                                                | December 31, 2019 |         |       |
|------------------------------------------------|-------------------|---------|-------|
|                                                | Ordinary          | Capital | Total |
| a. Gross deferred tax assets                   | \$ -              | \$ -    | \$ -  |
| b. Statutory valuation allowance adjustments   | -                 | -       | -     |
| c. Adjusted gross deferred tax assets          | -                 | -       | -     |
| d. Deferred tax assets nonadmitted             | -                 | -       | -     |
| e. Net admitted deferred tax assets            | -                 | -       | -     |
| f. Deferred tax liabilities                    | -                 | -       | -     |
| g. Net admitted deferred tax asset/(liability) | \$ -              | \$ -    | \$ -  |

|                                                | December 31, 2018 |         |       |
|------------------------------------------------|-------------------|---------|-------|
|                                                | Ordinary          | Capital | Total |
| a. Gross deferred tax assets                   | \$ -              | \$ -    | \$ -  |
| b. Statutory valuation allowance adjustments   | -                 | -       | -     |
| c. Adjusted gross deferred tax assets          | -                 | -       | -     |
| d. Deferred tax assets nonadmitted             | -                 | -       | -     |
| e. Net admitted deferred tax assets            | -                 | -       | -     |
| f. Deferred tax liabilities                    | -                 | -       | -     |
| g. Net admitted deferred tax asset/(liability) | \$ -              | \$ -    | \$ -  |

|                                                | Change   |         |       |
|------------------------------------------------|----------|---------|-------|
|                                                | Ordinary | Capital | Total |
| a. Gross deferred tax assets                   | \$ -     | \$ -    | \$ -  |
| b. Statutory valuation allowance adjustments   | -        | -       | -     |
| c. Adjusted gross deferred tax assets          | -        | -       | -     |
| d. Deferred tax assets nonadmitted             | -        | -       | -     |
| e. Net admitted deferred tax assets            | -        | -       | -     |
| f. Deferred tax liabilities                    | -        | -       | -     |
| g. Net admitted deferred tax asset/(liability) | \$ -     | \$ -    | \$ -  |

(2) The amount of admitted adjusted gross deferred tax assets under SSAP No. 101 were as follows:

|                                                                                                             | December 31, 2019 |         |       |
|-------------------------------------------------------------------------------------------------------------|-------------------|---------|-------|
|                                                                                                             | Ordinary          | Capital | Total |
| a. Federal income taxes paid in prior years recoverable through loss carrybacks                             | \$ -              | \$ -    | \$ -  |
| b. Adjusted gross deferred tax assets expected to be realized after application of the threshold limitation | -                 | -       | -     |
| 1. Adjusted gross deferred tax assets expected to be realized following the Balance Sheet date              | XXX               | XXX     | -     |
| 2. Adjusted gross deferred tax assets allowed per limitation threshold                                      | XXX               | XXX     | -     |
| c. Adjusted gross deferred tax assets offset by gross deferred tax liabilities                              | -                 | -       | -     |
| d. Deferred tax assets admitted as the result of application of SSAP No. 101. Total                         | \$ -              | \$ -    | \$ -  |

STATEMENT AS OF December 31, 2019 OF Humana Insurance of Puerto Rico, Inc.

NOTES TO THE FINANCIAL STATEMENTS

|                                                                                                             | December 31, 2018 |         |       |
|-------------------------------------------------------------------------------------------------------------|-------------------|---------|-------|
|                                                                                                             | Ordinary          | Capital | Total |
| a. Federal income taxes paid in prior years recoverable through loss carrybacks                             | \$ -              | \$ -    | \$ -  |
| b. Adjusted gross deferred tax assets expected to be realized after application of the threshold limitation | -                 | -       | -     |
| 1. Adjusted gross deferred tax assets expected to be realized following the Balance Sheet date              | XXX               | XXX     | -     |
| 2. Adjusted gross deferred tax assets allowed per limitation threshold                                      | XXX               | XXX     | -     |
| c. Adjusted gross deferred tax assets offset by gross deferred tax liabilities                              | -                 | -       | -     |
| d. Deferred tax assets admitted as the result of application of SSAP No. 101. Total                         | \$ -              | \$ -    | \$ -  |

|                                                                                                             | Change   |         |       |
|-------------------------------------------------------------------------------------------------------------|----------|---------|-------|
|                                                                                                             | Ordinary | Capital | Total |
| a. Federal income taxes paid in prior years recoverable through loss carrybacks                             | \$ -     | \$ -    | \$ -  |
| b. Adjusted gross deferred tax assets expected to be realized after application of the threshold limitation | -        | -       | -     |
| 1. Adjusted gross deferred tax assets expected to be realized following the Balance Sheet date              | XXX      | XXX     | -     |
| 2. Adjusted gross deferred tax assets allowed per limitation threshold                                      | XXX      | XXX     | -     |
| c. Adjusted gross deferred tax assets offset by gross deferred tax liabilities                              | -        | -       | -     |
| d. Deferred tax assets admitted as the result of application of SSAP No. 101. Total                         | \$ -     | \$ -    | \$ -  |

(3) The ratio percentage used to determine recovery period and threshold limitation amount was as follows:

|                                                                                                                     | December 31, 2019 | December 31, 2018 |
|---------------------------------------------------------------------------------------------------------------------|-------------------|-------------------|
| a. Ratio percentage used to determine recovery period and threshold limitation amount                               | 749%              | 839%              |
| b. Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2 b.2 above | 43,061,179        | 48,723,214        |

(4) The impact of tax planning strategies on adjusted gross DTAs and net admitted DTAs was as follows:

|                                                                                                                               | December 31, 2019 |         |
|-------------------------------------------------------------------------------------------------------------------------------|-------------------|---------|
|                                                                                                                               | Ordinary          | Capital |
| a. Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage |                   |         |
| 1. Adjusted gross DTAs amount from note 9A1(c)                                                                                | \$ -              | \$ -    |
| 2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies                   | 0.00%             | 0.00%   |
| 3. Net admitted adjusted gross DTAs amount from note 9A1(e)                                                                   | \$ -              | \$ -    |
| 4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies  | 0.00%             | 0.00%   |
|                                                                                                                               |                   |         |
|                                                                                                                               | December 31, 2018 |         |
|                                                                                                                               | Ordinary          | Capital |
| a. Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage |                   |         |
| 1. Adjusted gross DTAs amount from note 9A1(c)                                                                                | \$ -              | \$ -    |
| 2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies                   | 0.00%             | 0.00%   |
| 3. Net admitted adjusted gross DTAs amount from note 9A1(e)                                                                   | \$ -              | \$ -    |
| 4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies  | 0.00%             | 0.00%   |

STATEMENT AS OF December 31, 2019 OF Humana Insurance of Puerto Rico, Inc.

NOTES TO THE FINANCIAL STATEMENTS

|                                                                                                                               | Ordinary | Change | Capital |
|-------------------------------------------------------------------------------------------------------------------------------|----------|--------|---------|
| a. Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage |          |        |         |
| 1. Adjusted gross DTAs amount from note 9A1(c)                                                                                | \$       | -      | \$ -    |
| 2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies                   |          | 0.00%  | 0.00%   |
| 3. Net admitted adjusted gross DTAs amount from note 9A1(e)                                                                   | \$       | -      | \$ -    |
| 4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies  |          | 0.00%  | 0.00%   |

b. Does the Company's tax planning strategies include the use of reinsurance? Yes [  ] No [  ]

B. There are no temporary differences for which a DTL has not been established.

C. Current and deferred income taxes

(1) Current income taxes incurred consist of the following major components:

|                                              | December<br>31, 2019 | December<br>31, 2018 | Change    |
|----------------------------------------------|----------------------|----------------------|-----------|
| a. Federal                                   | \$ -                 | \$ -                 | -         |
| b. Foreign                                   | 39,447               | (22,954)             | 62,401    |
| c. Subtotal                                  | 39,447               | (22,954)             | 62,401    |
| d. Federal income tax on net capital gains   | -                    | -                    | -         |
| e. Utilization of capital loss carryforwards | -                    | -                    | -         |
| f. Other                                     | -                    | -                    | -         |
| g. Federal and foreign income taxes incurred | \$ 39,447            | \$ (22,954)          | \$ 62,401 |

**STATEMENT AS OF December 31, 2019 OF Humana Insurance of Puerto Rico, Inc.**

**NOTES TO THE FINANCIAL STATEMENTS**

(2-3) The tax effects of temporary differences that give rise to significant portions of the deferred tax assets and deferred tax liabilities are as follows:

DTAs resulting from Book/Tax Differences in:

|                                             | December 31,<br>2019 | December<br>31, 2018 | Change |
|---------------------------------------------|----------------------|----------------------|--------|
| a. Ordinary                                 |                      |                      |        |
| 1. Discounting of unpaid losses             | \$ -                 | \$ -                 | \$ -   |
| 2. Unearned premium reserve                 | -                    | -                    | -      |
| 3. Policyholder reserves                    | -                    | -                    | -      |
| 4. Investments and other                    | -                    | -                    | -      |
| 5. Deferred acquisition costs               | -                    | -                    | -      |
| 6. Policyholder dividends accrual           | -                    | -                    | -      |
| 7. Fixed assets                             | -                    | -                    | -      |
| 8. Compensation and benefit accruals        | -                    | -                    | -      |
| 9. Pension accruals                         | -                    | -                    | -      |
| 10. Receivables – nonadmitted               | -                    | -                    | -      |
| 11. Net operating loss carry-forward        | -                    | -                    | -      |
| 12. Tax credit carry-forward                | -                    | -                    | -      |
| 13. Other                                   | -                    | -                    | -      |
| 14. Bad debts                               | -                    | -                    | -      |
| 15. Accrued litigation                      | -                    | -                    | -      |
| 16. CMS Rx reserve                          | -                    | -                    | -      |
| 17. CMS risk corridor -ACA                  | -                    | -                    | -      |
| 18. Medicare risk adjustment data           | -                    | -                    | -      |
| 19. Miscellaneous reserves                  | -                    | -                    | -      |
| 20. Accrued lease                           | -                    | -                    | -      |
| 21. Section 197 intangible                  | -                    | -                    | -      |
| 22. Reinsurance fee                         | -                    | -                    | -      |
| 23. Provider contracts                      | -                    | -                    | -      |
| 24. Premium Acquisition Expense             | -                    | -                    | -      |
| 99. Subtotal                                | -                    | -                    | -      |
| b. Statutory valuation allowance adjustment | -                    | -                    | -      |
| c. Nonadmitted                              | -                    | -                    | -      |
| d. Admitted Ordinary DTAs                   | -                    | -                    | -      |
| e. Capital                                  |                      |                      |        |
| 1. Investments                              | -                    | -                    | -      |
| 2. Net capital loss carry-forward           | -                    | -                    | -      |
| 3. Real estate                              | -                    | -                    | -      |
| 4. Other                                    | -                    | -                    | -      |
| 99. Subtotal                                | -                    | -                    | -      |
| f. Statutory valuation allowance adjustment | -                    | -                    | -      |
| g. Nonadmitted                              | -                    | -                    | -      |
| h. Admitted capital DTAs                    | -                    | -                    | -      |
| i. Admitted DTAs                            | \$ -                 | \$ -                 | \$ -   |

**STATEMENT AS OF December 31, 2019 OF Humana Insurance of Puerto Rico, Inc.**

**NOTES TO THE FINANCIAL STATEMENTS**

DTLs resulting from Book/Tax Differences in:

|                                                | December 31,<br>2019 | December<br>31, 2018 | Change |
|------------------------------------------------|----------------------|----------------------|--------|
| a. Ordinary                                    |                      |                      |        |
| 1. Investments                                 | \$ -                 | \$ -                 | \$ -   |
| 2. Fixed assets                                | -                    | -                    | -      |
| 3. Deferred and uncollected premium            | -                    | -                    | -      |
| 4. Policyholder reserves/salvage & subrogation | -                    | -                    | -      |
| 5. Other                                       | -                    | -                    | -      |
| 6. Premium acquisition reserve                 | -                    | -                    | -      |
| 7. Bad Debts                                   | -                    | -                    | -      |
| 8. Reserve Transition Adjustment               | -                    | -                    | -      |
| 99. Subtotal                                   | -                    | -                    | -      |
| b. Capital                                     |                      |                      |        |
| 1. Investments                                 | -                    | -                    | -      |
| 2. Real estate                                 | -                    | -                    | -      |
| 3. Other                                       | -                    | -                    | -      |
| 99. Subtotal                                   | -                    | -                    | -      |
| c. DTLs                                        | \$ -                 | \$ -                 | \$ -   |
| (4) Net deferred tax asset/(liability)         | \$ -                 | \$ -                 | \$ -   |

D. The provision for federal income taxes incurred is different from that which would be obtained by applying the statutory Federal income tax rate to income before income taxes. The significant items causing this difference as of December 31, 2019 are as follows:

|                                                      | Amount         | Tax Effect     | Effective Tax Rate |
|------------------------------------------------------|----------------|----------------|--------------------|
| Income before taxes                                  | \$ (6,418,056) | \$ (1,155,250) | 18.00%             |
| Tax-exempt interest                                  | -              | -              | 0.00%              |
| Dividends received deduction                         | -              | -              | 0.00%              |
| Proration                                            | -              | -              | 0.00%              |
| Meals & entertainment, lobbying expenses, etc.       | -              | -              | 0.00%              |
| Statutory valuation allowance adjustment             | 6,418,056      | 1,155,250      | (18.00%)           |
| Change to nonadmitted assets & deferred tax true-up  | -              | -              | 0.00%              |
| Other, including prior year true-up                  | 219,147        | 39,447         | (0.61%)            |
| Total                                                | \$ 219,147     | \$ 39,447      | (0.61%)            |
| Federal income taxes incurred [expense/(benefit)]    |                | \$ 39,447      | (0.61%)            |
| Change in net deferred income tax [charge/(benefit)] |                | -              | 0.00%              |
| Total statutory income taxes                         |                | \$ 39,447      | (0.61%)            |

E. Operating loss and tax credit carry-forwards and protective tax deposits

At December 31, 2019, the Company had no net operating loss carry-forwards.

At December 31, 2019, the Company had no capital loss carry-forwards.

At December 31, 2019, the Company had no AMT credit carry-forwards.

(2) The following table demonstrates the income tax expense for 2018 and 2019 that is available for the recoupment in the event of future net losses:

|       | Ordinary | Capital | Total |
|-------|----------|---------|-------|
| 2018  | -        | -       | -     |
| 2019  | -        | -       | -     |
| Total | \$ -     | \$ -    | \$ -  |

(3) There are no deposits admitted under IRC § 6603.

F. The Company is included in a consolidated federal income tax return with its parent Company, Humana Inc. The Company has a written agreement, approved by the Company's 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 consolidation. Pursuant to this agreement, the Company has the enforceable right to be paid for any future net losses it may incur. The Company has no contingent income tax liabilities. The Company has not adjusted gross deferred tax assets due to changes in judgment about the realizability of the related deferred tax asset. The Company has no deposits under Section 6603 of the Internal Revenue Code.

STATEMENT AS OF December 31, 2019 OF Humana Insurance of Puerto Rico, Inc.

NOTES TO THE FINANCIAL STATEMENTS

- G. The Company does not have any tax loss contingencies for which it is reasonably possible that the total liability will significantly increase within twelve months of the reporting date.

10. Information Concerning Parent, Subsidiaries and Affiliates

A-F. The Company has one management contract with Humana Health Plans of Puerto Rico, Inc. (HHP-PR) whereby the Company is provided with medical and executive management, information systems, claims processing, billing and enrollment, and telemarketing and other services as required by the Company. Management fees charged to operations for the years ended December 31, 2019 and 2018 were \$16,601,392 and \$15,377,122, respectively. As a part of this agreement, HHP-PR makes cash disbursements on behalf of the Company, which includes, but is not limited to, medical related items, general and administrative expenses, commissions and payroll. HHP-PR is reimbursed by the Company monthly. The Company continues to be primarily liable for any outstanding payments made on behalf of the Company, should HHP-PR not be able to fulfill its obligations.

In the ordinary course of business, the Company also has a contracted relationship with Humana Pharmacy Solutions, Inc. (HPS). HPS is responsible for designing pharmacy benefits, including defining member co-share responsibilities, determining formulary listings, contracting with retail pharmacies, confirming member eligibility, reviewing drug utilization, and processing claims for Humana entities. HPS has various contracts with pharmacy manufacturers to provide the Company with purchase discounts and volume rebates to certain prescription drugs utilized by its members. The Company had \$57,069,864 and \$53,185,479 of administrative service and prescription costs in 2019 and 2018, respectively, with HPS. The prescription costs included in fees paid to HPS are gross of the pharmacy rebates that the Company receives, see Footnote 28, and also includes payments for Medicare Part D claims that CMS reimburses the Company for through the Coverage GAP, Low Income and Reinsurance subsidies.

Included in the payments to HPS are also costs incurred from Humana Pharmacy, Inc. Humana Pharmacy, Inc. provides covered members with prescription services through use of the mail order as well as brick and mortar locations. These services are limited to maintenance medication prescription drug and allied services and supplies normally provided to the general public in the ordinary course of pharmacy business. The Company had \$1,624,340 and \$1,387,372 of prescription costs in 2019 and 2018, respectively, with Humana Pharmacy, Inc.

No dividends were paid by the Company as of December 31, 2019.

- G. All outstanding shares of the Company are owned by the Parent Company.
- H. Not Applicable.
- I. Not Applicable.
- J. Not Applicable.
- K. Not Applicable.
- L. Not Applicable.
- M. All SCA Investments  
Not Applicable.
- N. Investment in Insurance SCA  
Not Applicable.
- O. SCA Loss Tracking  
Not Applicable.

11. Debt

- A. Debt Including Capital Notes  
The Company has no debentures outstanding.  
The Company has no capital notes outstanding.  
The Company does not have any reverse repurchase agreements.

- B. Federal Home Loan Bank (FHLB) Agreements  
The Company does not have any FHLB agreements.

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

- A.-D. Defined Benefit Plans  
Not Applicable.

STATEMENT AS OF December 31, 2019 OF Humana Insurance of Puerto Rico, Inc.

NOTES TO THE FINANCIAL STATEMENTS

E. Defined Contribution Plans

Not Applicable.

F. Multiemployer Plans

Not Applicable.

G. Consolidated/Holding Company Plans

The Company employees are eligible to participate in the Humana Retirement and Savings Plan (“the Plan”), a defined contribution plan, sponsored by Humana Inc. The Plan maintains two accounts, the Savings Account and the Retirement Account.

Humana Inc.’s total contributions paid to the Savings and Retirement accounts of the Humana Retirement Savings Plan were \$219,268,247 and \$194,704,927 for the years ended December 31, 2019 and 2018, respectively. As of December 31, 2019 and 2018, the fair market value of the Humana Retirement Savings Plan’s assets was \$59,448,872 and \$46,406,295, respectively.

H. Postemployment Benefits and Compensated Absences

Not Applicable.

I. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17)

Not Applicable.

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

(1) The Company has \$6 par value common stock with 600,000 shares authorized and 416,671 shares issued and 416,671 outstanding. All shares are common stock shares.

(2) The Company has 250,000 shares of preferred stock outstanding.

(3-5) Dividends and returns of capital to shareholders are noncumulative and are paid as determined by the Board of Directors. In accordance with the Commissioner statutes, the maximum amount which can be paid by the Company to shareholders without prior approval by the Commissioner is the lesser of 10% of total surplus or net gain from operations from the prior year. All ordinary dividends are limited to available and accumulated surplus funds. Based on these restrictions, no dividend was available without prior approval.

Within the limitations above, there are no restrictions placed on the portion of Company profits that may be paid as ordinary dividends to stockholders.

No dividends or returns of capital were paid by the Company as of December 31, 2019.

(6) There were no restrictions placed on the Company’s surplus, including for whom the surplus is being held.

(7) Not Applicable.

(8) Not Applicable.

(9) Changes in balances of special surplus funds from the prior year is due to the estimated health insurance industry fee that will be payable on September 30, 2020.

(10) The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and losses is \$0.

(11) The Company issued the following surplus debentures or similar obligations:

The Company issued a surplus note totaling \$16,000,000 to an affiliated entity Humana Health Plan of Puerto Rico, Inc. in exchange for cash on December 31, 2018. As of December 31, 2018, the carrying value of the surplus note was \$16,000,000.

The principal and accrued interest begins December 31, 2021 and must be paid in full by 2025. Principal payments are stated in the surplus note as \$3,200,000 per year. Interest on the surplus note is 5%, does not compound and is due in the following manner on December 31 of the respective years: \$480,000 in 2021, \$640,000 in 2022, \$800,000 in 2023, \$960,000 in 2024 and \$1,120,000 in 2025.

Humana has unconditionally guaranteed the repayment of all amounts due pursuant to the surplus note in the event the Company is unable to repay amounts when due.

Any payments of the principal, whether prior to or at maturity, and any payment of interest on this debenture may be made in whole or in part only after the prior written approval of the Commissioner. No payment of accrued interest or repayment of the principal amount can be made if such repayment would reduce the capital and surplus of the Company to less than the minimum surplus amount required by the Commissioner. Repayment of the principal and payment of interest is subordinated to the prior payment of, or provision for, all general liabilities of the Company, but ranks superior to the claim, interest and equity of the shares or shareholders of the Company. No dividend can be paid on any security of the Company unless all unpaid accrued interest on the principal sum hereof has been first paid in full by the Company.

The Company accounts for the interest on its surplus note in accordance with SSAP No. 41, *Surplus Notes*. Interest is not recorded as a liability nor an expense until approval for payment of such interest has been granted by the Commissioner of the state of domicile.

NOTES TO THE FINANCIAL STATEMENTS

(12) Not Applicable.

(13) Not Applicable.

14. Liabilities, Contingencies and Assessments

A. Contingent Commitments

Not Applicable.

B. Assessments

Not Applicable.

C. Gain Contingencies

Not Applicable.

D. Claims related extra contractual obligation and bad faith losses stemming from lawsuits

Not Applicable.

E. Joint and Several Liabilities

Not Applicable.

F. All Other Contingencies

During the ordinary course of business, the Company is subject to pending and threatened legal actions. Management of the Company does not believe that any of these actions will have a material adverse effect on the Company's surplus, results of operations or cash flows. However, the likelihood or outcome of current or future legal proceedings cannot be accurately predicted, and they could adversely affect the Company's surplus, results of operations and cash flows.

The Company is not aware of any other material contingent liabilities as of December 31, 2019.

15. Leases

Not Applicable.

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

The Company has no investment in Financial Instruments with Off-Balance Sheet Risk or Concentrations of Credit Risk.

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

Not Applicable.

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

A. ASO Plans

The gain from operations from Administrative Services Only (ASO) uninsured plans and the uninsured portion of partially insured plans were as follows for the year ended December 31, 2019:

|                                                                                                               | ASO Uninsured Plans | Uninsured Portion of Partially Insured Plans | Total ASO    |
|---------------------------------------------------------------------------------------------------------------|---------------------|----------------------------------------------|--------------|
| a. Net reimbursement for administrative expenses (including administrative fees) in excess of actual expenses | \$ 1,685,348        | \$ -                                         | \$ 1,685,348 |
| b. Total net other income or expenses (including interest paid to or received from plans)                     | \$ -                | \$ -                                         | \$ -         |
| c. Net gain or (loss) from operations                                                                         | \$ 1,685,348        | \$ -                                         | \$ 1,685,348 |
| d. Total claim payment volume                                                                                 | 15,855,936          | -                                            | 15,855,936   |

B. ASC Plans

Not Applicable.

**STATEMENT AS OF December 31, 2019 OF Humana Insurance of Puerto Rico, Inc.**

**NOTES TO THE FINANCIAL STATEMENTS**

C. Medicare or Other Similarly Structured Cost Based Reimbursement Contract

- (1) The Company records no revenue explicitly attributable to the cost share and reinsurance components of its Medicare or other similarly structured cost based reimbursement contracts.
- (2) As of December 31, 2019, the Company has recorded a receivable from CMS of \$597,599 related to the cost share and reinsurance components of administered Medicare products and a receivable from ASO customers of \$2,768,988. The Company has recorded receivables from the following payors whose account balance are greater than 10% of the Company's accounts receivable from uninsured accident and health plans or \$10,000:

|                                |              |
|--------------------------------|--------------|
| Boston Scientific              | \$ 1,091,598 |
| Abbott Pharmaceuticals PR Ltd. | 694,986      |
| Becton Dickinson               | 600,723      |

- (3) As no revenue is recorded in connection with the cost share and reinsurance components of the Company's Medicare or other similarly structured cost based reimbursement contracts, the Company has recorded no allowances and reserves for adjustment of recorded revenues and receivables.
- (4) The Company has made no adjustment to revenue resulting from audit of receivables related to revenues recorded in the prior period.

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

Not Applicable.

20. Fair Value Measurements

- A. (1) The Company did not have any financial assets carried at fair value at December 31, 2019.

The Company reports transfers between Level 1 and Level 2 of the fair value hierarchy levels at the end of the reporting period. There were no transfers between Level 1 and Level 2 of the fair value hierarchy between December 31, 2018 and December 31, 2019.

- (2) Fair Value Measurements in (Level 3) of the Fair Value Hierarchy

Not Applicable.

- (3) The Company reports transfers into or out of Level 3 of the fair value hierarchy levels at the end of the reporting period. There were no transfers into or out of Level 3 of the fair value hierarchy levels between December 31, 2018 and December 31, 2019.

- (4) Fair value of actively traded debt securities are based on quoted market prices. Fair value of other debt securities are based on quoted market prices of identical or similar securities or based on observable inputs like interest rates generally using a market valuation approach, or, less frequently, an income valuation approach and are generally classified as Level 2. The Company generally obtains one quoted price for each security from a third party pricing service. These prices are generally derived from recently reported trades for identical or similar securities, including adjustments through the reporting date based upon observable market information. When quoted prices are not available, the third party pricing service may use quoted market prices of comparable securities or discounted cash flow analyses, incorporating inputs that are currently observable in the markets for similar securities. Inputs that are often used in the valuation methodologies include benchmark yields, reported trades, credit spreads, broker quotes, default rates and prepayment speeds. The Company is responsible for the determination of fair value and as such, the Company performs analysis on the prices received from the third party pricing service to determine whether the prices are reasonable estimates of fair value. The Company's analysis includes a review of monthly price fluctuations as well as a quarterly comparison of the prices received from the pricing service to prices reported by the Company's third party investment advisor. Based on the Company's internal price verification procedures and review of fair value methodology documentation provided by the third party pricing service, there were no material adjustments to the prices obtained from the third party pricing service during the year ended December 31, 2019.

- (5) Derivative Fair Values

Not Applicable.

- B. Other Fair Value Disclosures

Not Applicable.

- C. Fair Values for All Financial Instruments by Levels 1, 2 and 3

| Type of Financial Instrument | Aggregate Fair Value | Admitted Assets      | Level 1             | Level 2              | Level 3              | Net Asset Value (NAV) | Not Practicable (Carrying Value) |
|------------------------------|----------------------|----------------------|---------------------|----------------------|----------------------|-----------------------|----------------------------------|
| Bonds and cash equivalents   | \$ 48,092,584        | \$ 47,145,125        | \$ 2,497,874        | \$ 45,594,710        | \$ -                 | \$ -                  | \$ -                             |
| Surplus Note                 | 16,000,000           | 16,000,000           | -                   | -                    | 16,000,000           | -                     | -                                |
| <b>Total</b>                 | <b>\$ 64,092,584</b> | <b>\$ 63,145,125</b> | <b>\$ 2,497,874</b> | <b>\$ 45,594,710</b> | <b>\$ 16,000,000</b> | <b>\$ -</b>           | <b>\$ -</b>                      |

- D. Financial Instruments for which Not Practicable to Estimate Fair Values

Not Applicable.

NOTES TO THE FINANCIAL STATEMENTS

21. Other Items

A. Extraordinary Items

Not Applicable.

B. Troubled Debt Restructuring: Debtors

Not Applicable.

C. Other Disclosures and Unusual Items

Not Applicable.

D. Business Interruption Insurance Recoveries

Not Applicable.

E. State Transferable and Non-transferable Tax Credits

Not Applicable.

F. Subprime Mortgage Related Risk Exposure

(1) The Company consults with its external investment managers to assess its subprime mortgage related risk exposure. Certain characteristics are utilized to determine if a mortgage-backed security has subprime exposure. The main characteristics reviewed when determining this are the collateral and structure of the security, the loan purpose, loan documentation, occupancy, geographical location, loan size and type. Subprime mortgage borrowers typically have lower credit scores, lower loan balances and higher loan-to-values than other conforming loans. Management's practices include reviewing quantitative and qualitative credit models that analyze loan-level collateral composition, historical underwriter performance trends, the impact of macroeconomic factors, and issuer risks; as well as reviewing the estimation of security cash flows and monthly model calibrations.

(2) Direct exposure through investments in sub-prime mortgage loans.

The Company has no direct exposure through investment to sub-prime mortgage loans.

(3) Direct exposure through other investments:

- a. Residential mortgage backed securities – No substantial exposure noted.
- b. Commercial mortgage backed securities – No substantial exposure noted.
- c. Collateralized debt obligations – No substantial exposure noted.
- d. Structured securities – No substantial exposure noted.
- e. Equity investment in SCAs – No substantial exposure noted.
- f. Other assets – No substantial exposure noted.
- g. Total – No substantial exposure noted.

(4) Underwriting exposure to sub-prime mortgage risk through Mortgage Guaranty coverage, Financial Guaranty coverage, Directors and Officers liability coverage, or Errors and Omissions liability coverage.

Not Applicable.

Classification of mortgage related securities is primarily based on information from outside data services, including rating agency actions. When considering our exposure, the Company evaluated the percentage of full documentation loans, percent of owner occupied properties, FICO scores, average margin for ARM loans, percent of loans with prepayment penalties, the existence of non-traditional underwriting standards, among other factors.

G. Retained Assets

Not Applicable.

H. Insurance Linked Securities

Not Applicable.

**STATEMENT AS OF December 31, 2019 OF Humana Insurance of Puerto Rico, Inc.**

**NOTES TO THE FINANCIAL STATEMENTS**

22. Events Subsequent

On January 1, 2020 the Company will be subject to the annual fee under Section 9010 of the Federal Affordable Care Act (ACA). The Consolidated Appropriations Act enacted on December 18, 2015, included a one-time one year suspension in 2017 of the health insurer fee. The Continuing Resolution bill, H.R. 195, enacted on January 22, 2018, included a one year suspension in 2019 of the health insurer fee, but the fee has resumed for calendar year 2020. No segregation was recorded within special surplus for the annual health insurance industry fee related to the 2018 data year due to the moratorium. The further consolidated Appropriations Act 2020, enacted on December 20, 2019, permanently repealed the health insurance industry fee for calendar years 2021 and thereafter. In 2018, the Company was subject to an annual fee under section 9010 of the ACA. This annual fee was allocated to individual health insurers based on the ratio of the amount of the entity's net premiums written during the preceding calendar year to the amount of health insurance for any U.S. health risk that was written during the preceding calendar year. The 2018 fee was paid September 30, 2018. The impact of the annual health insurance industry fee on the Company's operations as of December 31, 2019 and 2018 were as follows:

|                                                                                                                                                      | Current Year   | Prior Year    |
|------------------------------------------------------------------------------------------------------------------------------------------------------|----------------|---------------|
| A. Did the reporting entity write accident and health insurance premium that is subject to Section 9010 of the federal Affordable Care Act (YES/NO)? | Yes            |               |
| B. ACA fee assessment payable for the upcoming year                                                                                                  | \$ 2,688,750   | \$ -          |
| C. ACA fee assessment paid                                                                                                                           | \$ -           | \$ 2,511,582  |
| D. Premiums written subject to ACA 9010 assessment                                                                                                   | \$ 135,262,474 | \$ -          |
| E. Total Adjusted Capital before surplus adjustment (Five-Year Historical Line 14)                                                                   | \$ 44,138,354  | \$ 49,354,981 |
| F. Total Adjusted Capital after surplus adjustment (Five-Year Historical Line 14 minus 22B above)                                                    | \$ 44,138,354  | \$ 49,354,981 |
| G. Authorized Control Level (Five-Year Historical Line 15)                                                                                           | \$ 5,949,052   | \$ 5,806,249  |
| H. Would reporting the ACA assessment as of December 31, 2019, have triggered an RBC action level (YES/NO)                                           | No             |               |

The Company is not aware of any events or transactions occurring subsequent to the close of the books for this statement which may have a material effect on its financial condition. Subsequent events have been considered through April 8, 2020 for the Statutory Statement issued on April 8, 2020.

23. Reinsurance

A. Ceded Reinsurance Report

Section 1 – General Interrogatories

(1) Are any of the reinsurers, listed in Schedule S as non-affiliated, owned in excess of 10.0 percent or controlled, either directly or indirectly, by the company or by any representative, officer, trustee, or director of the company?

Yes ( ) No ( X )

(2) Have any policies issued by the company been reinsured with a company chartered in a country other than the United States (excluding U.S. Branches of such companies) that is owned in excess of 10.0 percent or controlled directly or indirectly by an insured, a beneficiary, a creditor or an insured or any other person not primarily engaged in the insurance business?

Yes ( ) No ( X )

Section 2 – Ceded Reinsurance Report – Part A

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

Yes ( ) No ( X )

(2) Does the reporting entity have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts that, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsured policies?

Yes ( ) No ( X )

Section 3 – Ceded Reinsurance Report – Part B

(1) What is the estimated amount of the aggregate reduction in surplus, (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits that are reflected in Section 2 above) of termination of ALL reinsurance agreements, by either party, as of the date of this statement? Where necessary, the company may consider the current or anticipated experience of the business reinsured in making this estimate. \$0

**STATEMENT AS OF December 31, 2019 OF Humana Insurance of Puerto Rico, Inc.**

**NOTES TO THE FINANCIAL STATEMENTS**

(2) Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts that were in force or which had existing reserves established by the company as of the effective date of the agreement?

Yes ( ) No (X)

B. Uncollectible Reinsurance

Not Applicable.

C. Commutation of Ceded Reinsurance

Not Applicable.

D. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

Not Applicable.

E. Reinsurance of Variable Annuity Contracts with an Affiliated Captive Reinsurer

Not Applicable

F. Reinsurance Agreement with an Affiliated Captive Reinsurer

Not Applicable

G. Ceding Entities That Utilize Captive Reinsurers to Assume Reserves Subject to the XX/AXXX Captive Framework

Not Applicable

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

A. The Company estimates accrued retrospective premium adjustments for its Medicare business through a mathematical approach using an algorithm based upon settlement procedures defined by contracts with CMS.

The Company estimates accrued retrospective premium adjustments for its Commercial business based on experience to date, knowledge of the marketplace, and the terms of the risk corridors program with HHS.

B. The Company records accrued retrospective premium as an adjustment to earned premiums.

C. The amount of net premiums written by the Company at December 31, 2019 that are subject to retrospective rating features was \$131,818,922, or 95.88% of the total net premiums written. No other net premiums written by the Company are subject to retrospective rating features.

D. Medical loss ratio rebates required pursuant to the Public Health Service Act

|                                     | Individual | Small Group<br>Employer | Large Group<br>Employer | Other<br>Categories<br>with rebates | Total        |
|-------------------------------------|------------|-------------------------|-------------------------|-------------------------------------|--------------|
| Prior Reporting Year:               |            |                         |                         |                                     |              |
| Medical loss ratio rebates incurred | \$ -       | \$ -                    | \$ 1,177,550            | \$ (14,977)                         | \$ 1,162,573 |
| Medical loss ratio rebates paid     | -          | -                       | 1,383,922               | 548,989                             | 1,932,911    |
| Medical loss rebates unpaid         | -          | -                       | -                       | 517,023                             | 517,023      |
| Plus reinsurance assumed amounts    | XXX        | XXX                     | XXX                     | XXX                                 | -            |
| Less reinsurance ceded amounts      | XXX        | XXX                     | XXX                     | XXX                                 | -            |
| Rebates unpaid net of reinsurance   | XXX        | XXX                     | XXX                     | XXX                                 | \$ 517,023   |
| Current Reporting Year-to-date:     |            |                         |                         |                                     |              |
| Medical loss ratio rebates incurred | \$ -       | \$ -                    | \$ -                    | \$ -                                | \$ -         |
| Medical loss ratio rebates paid     | -          | -                       | -                       | 517,023                             | 517,023      |
| Medical loss rebates unpaid         | -          | -                       | -                       | -                                   | -            |
| Plus reinsurance assumed amounts    | XXX        | XXX                     | XXX                     | XXX                                 | -            |
| Less reinsurance ceded amounts      | XXX        | XXX                     | XXX                     | XXX                                 | -            |
| Rebates unpaid net of reinsurance   | XXX        | XXX                     | XXX                     | XXX                                 | \$ -         |

E. Risk Sharing Provisions of the Affordable Care Act

Not Applicable.

25. Change in Incurred Claims and Claim Adjustment Expenses

Reserves as of December 31, 2018 were \$12,569,550. As of December 31, 2019, \$11,779,372 has been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$452,485 as a result of re-estimation of unpaid claims and claim adjustment expenses. Therefore, there has been a \$337,694 favorable prior-year development since December 31, 2018. This is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased as additional information becomes known regarding individual claims. The amounts presented in this footnote exclude any impact related to Pharmacy Rebates and other Healthcare Receivable activity. Impact of such receivables can be seen in Footnote 28. The Company did not experience any material prior year claim development on retrospectively rated policies.

26. Intercompany Pooling Arrangements

Not Applicable.

**STATEMENT AS OF December 31, 2019 OF Humana Insurance of Puerto Rico, Inc.**

**NOTES TO THE FINANCIAL STATEMENTS**

27. Structured Settlements

The Company has no structured settlements.

28. Health Care Receivables

A. Pharmaceutical Rebate Receivables

| Quarter    | Estimate Pharmacy Rebates as Reported on Financial Statements | Pharmacy Rebates as Billed or Otherwise Confirmed | Actual Rebates Received Within 90 Days of Billing | Actual Rebates Received Within 91 to 180 Days of Billing | Actual Rebates Received More than 181 Days after Billing |
|------------|---------------------------------------------------------------|---------------------------------------------------|---------------------------------------------------|----------------------------------------------------------|----------------------------------------------------------|
| 12/31/2019 | \$ 1,935,445                                                  | \$ 1,935,445                                      | \$ -                                              | \$ -                                                     | \$ -                                                     |
| 9/30/2019  | 2,060,728                                                     | 2,060,728                                         | 2,038,561                                         | -                                                        | -                                                        |
| 6/30/2019  | 3,830,596                                                     | 3,830,596                                         | 3,780,770                                         | 16,861                                                   | -                                                        |
| 3/31/2019  | 2,767,850                                                     | 2,767,850                                         | 2,729,852                                         | -                                                        | -                                                        |
| 12/31/2018 | 1,983,199                                                     | 1,983,199                                         | 1,938,865                                         | 28,989                                                   | 53,499                                                   |
| 9/30/2018  | 2,466,938                                                     | 2,466,938                                         | 2,450,225                                         | 16,713                                                   | -                                                        |
| 6/30/2018  | 2,931,406                                                     | 2,931,406                                         | 2,906,207                                         | 25,199                                                   | -                                                        |
| 3/31/2018  | 2,340,069                                                     | 2,340,069                                         | 2,340,069                                         | -                                                        | -                                                        |
| 12/31/2017 | 1,632,684                                                     | 1,632,684                                         | 1,529,537                                         | 98,577                                                   | 94,188                                                   |
| 9/30/2017  | 1,886,538                                                     | 1,886,538                                         | 1,885,683                                         | -                                                        | 855                                                      |
| 6/30/2017  | 1,596,458                                                     | 1,596,458                                         | 1,591,556                                         | -                                                        | 4,902                                                    |
| 3/31/2017  | 1,563,579                                                     | 1,563,579                                         | 1,563,409                                         | -                                                        | 170                                                      |

B. Risk Sharing Receivables

Not Applicable.

29. Participating Policies

The Company has no participating policies.

30. Premium Deficiency Reserves

1. Liability carried for premium deficiency reserves \$ 2,491,000
2. Date of the most recent evaluation of this liability December 31, 2019
3. Was anticipated investment income utilized in the calculation? Yes ( ) No ( X )

The Company did recognize the time value of money by discounting future losses at an annual interest rate of 1.75%.

31. Reserves for Life Contracts and Annuity Contracts

Not Applicable.

32. Analysis of Annuity Actuarial Reserves and Deposit Type Liabilities by Withdrawal Characteristics

Not Applicable.

33. Premiums and Annuity Considerations Deferred and Uncollected

Deferred and uncollected life insurance premiums and annuity considerations as of December 31, 2019, were as follows:

|     | Type                  | Gross | Net of Loading |
|-----|-----------------------|-------|----------------|
| (1) | Industrial            | \$ -  | \$ -           |
| (2) | Ordinary New Business | -     | -              |
| (3) | Ordinary Renewal      | -     | -              |
| (4) | Credit Life           | -     | -              |
| (5) | Group Life            | -     | -              |
| (6) | Group Annuity         | -     | -              |
| (7) | Totals                | \$ -  | \$ -           |

34. Separate Accounts

Not Applicable.

35. Loss/Claim Adjustment Expenses

The balance in the liability for unpaid accident and health claim adjustment expenses as of December 31, 2019 and December 31, 2018 was \$111,510 and \$121,968, respectively. The Company incurred \$514,399 and paid \$503,941 of claim adjustment expenses in calendar year 2019, of which \$12,577 of the paid amount was attributable to insured or covered events of prior years. The Company did not increase or decrease the provision for insured events of prior years. The Company did not reduce the liability for unpaid claims/losses for estimated salvage and subrogation.

# GENERAL INTERROGATORIES

## PART 1 - COMMON INTERROGATORIES GENERAL

- 1.1 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, 1A and 2
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? ..... Yes [ X ] No [ ] N/A [ ]
- 1.3 State Regulating? ..... Puerto Rico
- 1.4 Is the reporting entity publicly traded or a member of a publicly traded group? ..... Yes [ X ] No [ ]
- 1.5 If the response to 1.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group. .... 0000049071
- 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 State as of what date the latest financial examination of the reporting entity was made or is being made. .... 12/31/2013
- 3.2 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
- 3.3 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). .... 02/26/2016
- 3.4 By what department or departments?  
Insurance Commissioner of Puerto Rico .....
- 3.5 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 ]
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? ..... Yes [ X ] No [ ] N/A [ ]
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:  
4.11 sales of new business? ..... Yes [ ] No [ X ]  
4.12 renewals? ..... Yes [ ] No [ X ]
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:  
4.21 sales of new business? ..... Yes [ ] No [ X ]  
4.22 renewals? ..... Yes [ ] No [ X ]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? ..... Yes [ ] No [ X ]  
If yes, complete and file the merger history data file with the NAIC.
- 5.2 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<br>Name of Entity | 2<br>NAIC Company Code | 3<br>State of Domicile |
|---------------------|------------------------|------------------------|
|                     |                        |                        |

- 6.1 Has the 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 ]
- 6.2 If yes, give full information: .....
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? ..... Yes [ ] No [ X ]
- 7.2 If yes,  
7.21 State the percentage of foreign control; ..... 0.0 %  
7.22 State the nationality(s) of the foreign person(s) or entity(s) or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact; and identify the type of entity(s) (e.g., individual, corporation or government, manager or attorney in fact).

| 1<br>Nationality | 2<br>Type of Entity |
|------------------|---------------------|
|                  |                     |

**GENERAL INTERROGATORIES**

- 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.  
Not Applicable. ....
- 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<br>Affiliate Name | 2<br>Location (City, State) | 3<br>FRB | 4<br>OCC | 5<br>FDIC | 6<br>SEC |
|---------------------|-----------------------------|----------|----------|-----------|----------|
|                     |                             |          |          |           |          |

- 9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?  
PricewaterhouseCoopers LLC, 304 Ponce de Leon Avenue, Suite 800, San Juan, Puerto Rico 00918
- 10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? ..... Yes [ ] No [ X ]
- 10.2 If the response to 10.1 is yes, provide information related to this exemption: .....
- 10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation? ..... Yes [ ] No [ X ]
- 10.4 If the response to 10.3 is yes, provide information related to this exemption: .....
- 10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? ..... Yes [ X ] No [ ] N/A [ ]
- 10.6 If the response to 10.5 is no or n/a, please explain .....
- 11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?  
Drew Besendorf, Appointed Actuary, 500 West Main Street, Louisville, KY 40202 .....
- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? ..... Yes [ ] No [ X ]
  - 12.11 Name of real estate holding company ....
  - 12.12 Number of parcels involved .....0
  - 12.13 Total book/adjusted carrying value .....\$ .....0
- 12.2 If, yes provide explanation: .....
- 13. **FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:**
- 13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?  
Not Applicable. ....
- 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? ..... Yes [ ] No [ ]
- 13.3 Have there been any changes made to any of the trust indentures during the year? ..... Yes [ ] No [ ]
- 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? ..... Yes [ ] No [ ] N/A [ X ]
- 14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? ..... Yes [ X ] No [ ]
  - a. Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
  - b. Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
  - c. Compliance with applicable governmental laws, rules and regulations;
  - d. The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
  - e. Accountability for adherence to the code.
- 14.11 If the response to 14.1 is No, please explain: .....
- 14.2 Has the code of ethics for senior managers been amended? ..... Yes [ X ] No [ ]
- 14.21 If the response to 14.2 is yes, provide information related to amendment(s).  
Ethics Every Day was amended in July 2019 to update content based on operational and regulatory changes, clarify content where necessary and perform general document maintenance. ....
- 14.3 Have any provisions of the code of ethics been waived for any of the specified officers? ..... Yes [ ] No [ X ]
- 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s). .....

## GENERAL INTERROGATORIES

- 15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? ..... Yes [ ] No [ X ]
- 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

| 1<br>American Bankers Association (ABA) Routing Number | 2<br>Issuing or Confirming Bank Name | 3<br>Circumstances That Can Trigger the Letter of Credit | 4<br>Amount |
|--------------------------------------------------------|--------------------------------------|----------------------------------------------------------|-------------|
|                                                        |                                      |                                                          |             |

### BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? ..... Yes [ X ] No [ ]
17. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? ..... Yes [ X ] No [ ]
18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict with the official duties of such person? ..... Yes [ X ] No [ ]

### FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? ..... Yes [ ] No [ X ]
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- |                                                        |    |   |
|--------------------------------------------------------|----|---|
| 20.11 To directors or other officers.....              | \$ | 0 |
| 20.12 To stockholders not officers.....                | \$ | 0 |
| 20.13 Trustees, supreme or grand (Fraternal Only)..... | \$ | 0 |
- 20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- |                                                        |    |   |
|--------------------------------------------------------|----|---|
| 20.21 To directors or other officers.....              | \$ | 0 |
| 20.22 To stockholders not officers.....                | \$ | 0 |
| 20.23 Trustees, supreme or grand (Fraternal Only)..... | \$ | 0 |
- 21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? ..... Yes [ ] No [ X ]
- 21.2 If yes, state the amount thereof at December 31 of the current year:
- |                                 |    |   |
|---------------------------------|----|---|
| 21.21 Rented from others.....   | \$ | 0 |
| 21.22 Borrowed from others..... | \$ | 0 |
| 21.23 Leased from others.....   | \$ | 0 |
| 21.24 Other.....                | \$ | 0 |
- 22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? ..... Yes [ ] No [ X ]
- 22.2 If answer is yes:
- |                                                        |    |   |
|--------------------------------------------------------|----|---|
| 22.21 Amount paid as losses or risk adjustment \$..... | \$ | 0 |
| 22.22 Amount paid as expenses.....                     | \$ | 0 |
| 22.23 Other amounts paid.....                          | \$ | 0 |
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? ..... Yes [ ] No [ X ]
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: ..... \$ 0

### INVESTMENT

- 24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03)..... Yes [ X ] No [ ]
- 24.02 If no, give full and complete information relating thereto  
.....
- 24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)  
N/A .....
- 24.04 Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? ..... Yes [ ] No [ ] N/A [ X ]
- 24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. .... \$ 0
- 24.06 If answer to 24.04 is no, report amount of collateral for other programs. .... \$ 0
- 24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? ..... Yes [ ] No [ ] N/A [ X ]
- 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? ..... Yes [ ] No [ ] N/A [ X ]
- 24.09 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities lending Agreement (MSLA) to conduct securities lending? ..... Yes [ ] No [ ] N/A [ X ]

## GENERAL INTERROGATORIES

24.10 For the reporting entity's security lending program state the amount of the following as December 31 of the current year:

|                                                                                                                        |          |   |
|------------------------------------------------------------------------------------------------------------------------|----------|---|
| 24.101 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 .....                   | \$ ..... | 0 |
| 24.102 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 ..... | \$ ..... | 0 |
| 24.103 Total payable for securities lending reported on the liability page .....                                       | \$ ..... | 0 |

25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03)..... Yes [  ] No [  ]

25.2 If yes, state the amount thereof at December 31 of the current year:

|                                                                                                |          |         |
|------------------------------------------------------------------------------------------------|----------|---------|
| 25.21 Subject to repurchase agreements .....                                                   | \$ ..... | 0       |
| 25.22 Subject to reverse repurchase agreements .....                                           | \$ ..... | 0       |
| 25.23 Subject to dollar repurchase agreements .....                                            | \$ ..... | 0       |
| 25.24 Subject to reverse dollar repurchase agreements .....                                    | \$ ..... | 0       |
| 25.25 Placed under option agreements .....                                                     | \$ ..... | 0       |
| 25.26 Letter stock or securities restricted as to sale -<br>excluding FHLB Capital Stock ..... | \$ ..... | 0       |
| 25.27 FHLB Capital Stock .....                                                                 | \$ ..... | 0       |
| 25.28 On deposit with states .....                                                             | \$ ..... | 500,000 |
| 25.29 On deposit with other regulatory bodies .....                                            | \$ ..... | 0       |
| 25.30 Pledged as collateral - excluding collateral pledged to<br>an FHLB .....                 | \$ ..... | 0       |
| 25.31 Pledged as collateral to FHLB - including assets<br>backing funding agreements .....     | \$ ..... | 0       |
| 25.32 Other .....                                                                              | \$ ..... | 0       |

25.3 For category (25.26) provide the following:

| 1<br>Nature of Restriction | 2<br>Description | 3<br>Amount |
|----------------------------|------------------|-------------|
|                            |                  |             |

26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? ..... Yes [  ] No [  ]

26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? ..... Yes [  ] No [  ] N/A [  ]  
If no, attach a description with this statement.

LINES 26.3 through 26.5: FOR LIFE/FRATERNAL REPORTING ENTITIES ONLY:

26.3 Does the reporting entity utilize derivatives to hedge variable annuity guarantees subject to fluctuations as a result of interest rate sensitivity? .. Yes [  ] No [  ]

26.4 If the response to 26.3 is YES, does the reporting entity utilize:

|                                                          |                                  |                                 |
|----------------------------------------------------------|----------------------------------|---------------------------------|
| 26.41 Special accounting provision of SSAP No. 108 ..... | Yes [ <input type="checkbox"/> ] | No [ <input type="checkbox"/> ] |
| 26.42 Permitted accounting practice .....                | Yes [ <input type="checkbox"/> ] | No [ <input type="checkbox"/> ] |
| 26.43 Other accounting guidance .....                    | Yes [ <input type="checkbox"/> ] | No [ <input type="checkbox"/> ] |

26.5 By responding YES to 26.41 regarding utilizing the special accounting provisions of SSAP No. 108, the reporting entity attests to the following: ..... Yes [  ] No [  ]

- The reporting entity has obtained explicit approval from the domiciliary state.
- Hedging strategy subject to the special accounting provisions is consistent with the requirements of VM-21.
- Actuarial certification has been obtained which indicates that the hedging strategy is incorporated within the establishment of VM-21 reserves and provides the impact of the hedging strategy within the Actuarial Guideline Conditional Tail Expectation Amount.
- Financial Officer Certification has been obtained which indicates that the hedging strategy meets the definition of a Clearly Defined Hedging Strategy within VM-21 and that the Clearly Defined Hedging Strategy is the hedging strategy being used by the company in its actual day-to-day risk mitigation efforts.

27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? ..... Yes [  ] No [  ]

27.2 If yes, state the amount thereof at December 31 of the current year. .... \$ ..... 0

28. 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 [  ]

28.01 For agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

| 1<br>Name of Custodian(s) | 2<br>Custodian's Address                                                                       |
|---------------------------|------------------------------------------------------------------------------------------------|
| Citibank N.A. ....        | Securities Services Unit, PO Box 70301, San Juan, PR 00936-70301, Attn: Victor Colon Cartagena |

## GENERAL INTERROGATORIES

28.02 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<br>Name(s) | 2<br>Location(s) | 3<br>Complete Explanation(s) |
|--------------|------------------|------------------------------|
|              |                  |                              |

28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year?..... Yes [  ] No [  ]

28.04 If yes, give full and complete information relating thereto:

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

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

| 1<br>Name of Firm or Individual           | 2<br>Affiliation |
|-------------------------------------------|------------------|
| BLACKROCK FINANCIAL MANAGEMENT, INC ..... | U.....           |
| W. Mark Preston .....                     | I.....           |

28.0597 For those firms/individuals listed in the table for Question 28.05, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's invested assets?..... Yes [  ] No [  ]

28.0598 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 28.05, does the total assets under management aggregate to more than 50% of the reporting entity's invested assets?..... Yes [  ] No [  ]

28.06 For those firms or individuals listed in the table for 28.05 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

| 1                                      | 2                                         | 3                             | 4               | 5                                           |
|----------------------------------------|-------------------------------------------|-------------------------------|-----------------|---------------------------------------------|
| Central Registration Depository Number | Name of Firm or Individual                | Legal Entity Identifier (LEI) | Registered With | Investment Management Agreement (IMA) Filed |
| 107105 .....                           | BLACKROCK FINANCIAL MANAGEMENT, INC ..... | 549300LVXY1VJKE13M84 .....    | The SEC .....   | DS.....                                     |

29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D, Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5(b)(1)])? ..... Yes [  ] No [  ]

29.2 If yes, complete the following schedule:

| 1<br>CUSIP #    | 2<br>Name of Mutual Fund | 3<br>Book/Adjusted Carrying Value |
|-----------------|--------------------------|-----------------------------------|
| 29.2999 - Total |                          | 0                                 |

29.3 For each mutual fund listed in the table above, complete the following schedule:

| 1                                      | 2                                              | 3                                                                                | 4                 |
|----------------------------------------|------------------------------------------------|----------------------------------------------------------------------------------|-------------------|
| Name of Mutual Fund (from above table) | Name of Significant Holding of the Mutual Fund | Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding | Date of Valuation |
|                                        |                                                |                                                                                  |                   |

## GENERAL INTERROGATORIES

30. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

|                             | 1<br>Statement (Admitted)<br>Value | 2<br>Fair Value | 3<br>Excess of Statement<br>over Fair Value (-), or<br>Fair Value over<br>Statement (+) |
|-----------------------------|------------------------------------|-----------------|-----------------------------------------------------------------------------------------|
| 30.1 Bonds .....            | 47,145,125                         | 48,092,583      | 947,459                                                                                 |
| 30.2 Preferred stocks ..... | 0                                  | 0               | 0                                                                                       |
| 30.3 Totals                 | 47,145,125                         | 48,092,583      | 947,459                                                                                 |

30.4 Describe the sources or methods utilized in determining the fair values:

Fair value of actively traded debt and equity securities are based on quoted market prices. Fair value of inactively traded debt securities are based on quoted market prices of identical or similar securities or based on observable inputs like interest rates using either a market or income valuation. ....

31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? ..... Yes [ ] No [ X ]

31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? ..... Yes [ ] No [ ]

31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:  
.....

32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed? ..... Yes [ X ] No [ ]

32.2 If no, list exceptions:  
.....

33. By self-designating 5GI securities, the reporting entity is certifying the following elements of each self-designated 5GI security:  
 a. Documentation necessary to permit a full credit analysis of the security does not exist or an NAIC CRP credit rating for an FE or PL security is not available.  
 b. Issuer or obligor is current on all contracted interest and principal payments.  
 c. The insurer has an actual expectation of ultimate payment of all contracted interest and principal.  
 Has the reporting entity self-designated 5GI securities? ..... Yes [ ] No [ X ]

34. By self-designating PLGI securities, the reporting entity is certifying the following elements of each self-designated PLGI security:  
 a. The security was purchased prior to January 1, 2018.  
 b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.  
 c. The NAIC Designation was derived from the credit rating assigned by an NAIC CRP in its legal capacity as a NRSRO which is shown on a current private letter rating held by the insurer and available for examination by state insurance regulators.  
 d. The reporting entity is not permitted to share this credit rating of the PL security with the SVO.  
 Has the reporting entity self-designated PLGI securities? ..... Yes [ ] No [ X ]

35. By assigning FE to a Schedule BA non-registered private fund, the reporting entity is certifying the following elements of each self-designated FE fund:  
 a. The shares were purchased prior to January 1, 2019.  
 b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.  
 c. The security had a public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO prior to January 1, 2019.  
 d. The fund only or predominantly holds bonds in its portfolio.  
 e. The current reported NAIC Designation was derived from the public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO.  
 f. The public credit rating(s) with annual surveillance assigned by an NAIC CRP has not lapsed.  
 Has the reporting entity assigned FE to Schedule BA non-registered private funds that complied with the above criteria? ..... Yes [ ] No [ X ]

### OTHER

36.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? .....\$ .....0

36.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

| 1<br>Name | 2<br>Amount Paid |
|-----------|------------------|
| .....     | .....            |

**GENERAL INTERROGATORIES**

37.1 Amount of payments for legal expenses, if any? .....\$ .....253,766

37.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

| 1<br>Name                                                        | 2<br>Amount Paid |
|------------------------------------------------------------------|------------------|
| ELIZABETH BARRETT LIPPINCOTT PLLC DBA STRATEGIC HEALTH LAW ..... | 214,679          |
| .....                                                            | .....            |

38.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? .....\$ .....0

38.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

| 1<br>Name | 2<br>Amount Paid |
|-----------|------------------|
| .....     | .....            |
| .....     | .....            |

# GENERAL INTERROGATORIES

## PART 2 - LIFE, ACCIDENT AND HEALTH COMPANIES/FRATERNAL BENEFIT SOCIETIES INTERROGATORIES

**Life, Accident and Health Companies/Fraternal Benefit Societies:**

- 1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? ..... Yes [ X ] No [ ]
- 1.2 If yes, indicate premium earned on U.S. business only .....\$ .....1,863,112
- 1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? .....\$ .....0  
 1.31 Reason for excluding: .....
- 1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. ....\$ .....0
- 1.5 Indicate total incurred claims on all Medicare Supplement insurance. ....\$ .....1,547,889

- 1.6 Individual policies:
- |                              |                                             |           |
|------------------------------|---------------------------------------------|-----------|
|                              | Most current three years:                   |           |
| 1.61 Total premium earned    | .....\$                                     | 1,863,112 |
| 1.62 Total incurred claims   | .....\$                                     | 1,547,889 |
| 1.63 Number of covered lives | .....                                       | 1,362     |
|                              | All years prior to most current three years |           |
| 1.64 Total premium earned    | .....\$                                     | 0         |
| 1.65 Total incurred claims   | .....\$                                     | 0         |
| 1.66 Number of covered lives | .....                                       | 0         |

- 1.7 Group policies:
- |                              |                                             |   |
|------------------------------|---------------------------------------------|---|
|                              | Most current three years:                   |   |
| 1.71 Total premium earned    | .....\$                                     | 0 |
| 1.72 Total incurred claims   | .....\$                                     | 0 |
| 1.73 Number of covered lives | .....                                       | 0 |
|                              | All years prior to most current three years |   |
| 1.74 Total premium earned    | .....\$                                     | 0 |
| 1.75 Total incurred claims   | .....\$                                     | 0 |
| 1.76 Number of covered lives | .....                                       | 0 |

2. Health Test:

|                             | 1<br>Current Year | 2<br>Prior Year |
|-----------------------------|-------------------|-----------------|
| 2.1 Premium Numerator       | 136,987,171       | 132,704,450     |
| 2.2 Premium Denominator     | 137,476,896       | 133,177,725     |
| 2.3 Premium Ratio (2.1/2.2) | 0.996             | 0.996           |
| 2.4 Reserve Numerator       | 14,344,955        | 12,194,755      |
| 2.5 Reserve Denominator     | 14,430,341        | 12,451,140      |
| 2.6 Reserve Ratio (2.4/2.5) | 0.994             | 0.979           |

- 3.1 Does this reporting entity have Separate Accounts? ..... Yes [ ] No [ X ]
- 3.2 If yes, has a Separate Accounts Statement been filed with this Department? ..... Yes [ ] No [ ] N/A [ X ]
- 3.3 What portion of capital and surplus funds of the reporting entity covered by assets in the Separate Accounts statement, is not currently distributable from the Separate Accounts to the general account for use by the general account? .....\$ .....0
- 3.4 State the authority under which Separate Accounts are maintained: .....
- 3.5 Was any of the reporting entity's Separate Accounts business reinsured as of December 31? ..... Yes [ ] No [ X ]
- 3.6 Has the reporting entity assumed by reinsurance any Separate Accounts business as of December 31? ..... Yes [ ] No [ X ]
- 3.7 If the reporting entity has assumed Separate Accounts business, how much, if any, reinsurance assumed receivable for reinsurance of Separate Accounts reserve expense allowances is included as a negative amount in the liability for "Transfers to Separate Accounts due or accrued (net)"? .....\$ .....0
4. For reporting entities having sold annuities to another insurer where the insurer purchasing the annuities has obtained a release of liability from the claimant (payee) as the result of the purchase of an annuity from the reporting entity only:
- 4.1 Amount of loss reserves established by these annuities during the current year: .....\$ .....0
- 4.2 List the name and location of the insurance company purchasing the annuities and the statement value on the purchase date of the annuities.

| 1                                  | 2<br>Statement Value<br>on Purchase Date<br>of Annuities<br>(i.e., Present Value) |
|------------------------------------|-----------------------------------------------------------------------------------|
| P&C Insurance Company And Location |                                                                                   |

# GENERAL INTERROGATORIES

## PART 2 - LIFE, ACCIDENT AND HEALTH COMPANIES/FRATERNAL BENEFIT SOCIETIES INTERROGATORIES

- 5.1 Do you act as a custodian for health savings accounts? ..... Yes [ ] No [ X ]
- 5.2 If yes, please provide the amount of custodial funds held as of the reporting date. .... \$ ..... 0
- 5.3 Do you act as an administrator for health savings accounts? ..... Yes [ ] No [ X ]
- 5.4 If yes, please provide the balance of funds administered as of the reporting date. .... \$ ..... 0
- 6.1 Are any of the captive affiliates reported on Schedule S, Part 3, authorized reinsurers? ..... Yes [ ] No [ X ] N/A [ ]
- 6.2 If the answer to 6.1 is yes, please provide the following:

| 1<br>Company Name | 2<br>NAIC<br>Company<br>Code | 3<br>Domiciliary<br>Jurisdiction | 4<br>Reserve<br>Credit | Assets Supporting Reserve Credit |                          |            |
|-------------------|------------------------------|----------------------------------|------------------------|----------------------------------|--------------------------|------------|
|                   |                              |                                  |                        | 5<br>Letters of<br>Credit        | 6<br>Trust<br>Agreements | 7<br>Other |
|                   |                              |                                  |                        |                                  |                          |            |

7. Provide the following for individual ordinary life insurance\* policies (U.S. business only) for the current year (prior to reinsurance assumed or ceded):
- 7.1 Direct Premium Written ..... \$ ..... 0
- 7.2 Total Incurred Claims ..... \$ ..... 0
- 7.3 Number of Covered Lives ..... 0

| *Ordinary Life Insurance Includes                                                         |
|-------------------------------------------------------------------------------------------|
| Term (whether full underwriting, limited underwriting, jet issue, "short form app")       |
| Whole Life (whether full underwriting, limited underwriting, jet issue, "short form app") |
| Variable Life (with or without secondary gurarantee)                                      |
| Universal Life (with or without secondary gurarantee)                                     |
| Variable Universal Life (with or without secondary gurarantee)                            |

8. Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states? ..... Yes [ ] No [ X ]
- 8.1 If no, does the reporting entity assume reinsurance business that covers risks residing in at least one state other than the state of domicile of the reporting entity? ..... Yes [ ] No [ X ]

**Life, Accident and Health Companies Only:**

- 9.1 Are personnel or facilities of this reporting entity used by another entity or entities or are personnel or facilities of another entity or entities used by this reporting entity (except for activities such as administration of jointly underwritten group contracts and joint mortality or morbidity studies)? ..... Yes [ X ] No [ ]
- 9.2 Net reimbursement of such expenses between reporting entities:
- 9.21 Paid ..... \$ ..... 16,601,392
- 9.22 Received ..... \$ ..... 0
- 10.1 Does the reporting entity write any guaranteed interest contracts? ..... Yes [ ] No [ X ]
- 10.2 If yes, what amount pertaining to these lines is included in:
- 10.21 Page 3, Line 1 ..... \$ ..... 0
- 10.22 Page 4, Line 1 ..... \$ ..... 0
11. For stock reporting entities only:
- 11.1 Total amount paid in by stockholders as surplus funds since organization of the reporting entity: ..... \$ ..... 0
12. Total dividends paid stockholders since organization of the reporting entity:
- 12.11 Cash ..... \$ ..... 0
- 12.12 Stock ..... \$ ..... 0
- 13.1 Does the reporting entity reinsure any Workers' Compensation Carve-Out business defined as: ..... Yes [ ] No [ X ]  
 Reinsurance (including retrocessional reinsurance) assumed by life and health insurers of medical, wage loss and death benefits of the occupational illness and accident exposures, but not the employers liability exposures, of business originally written as workers' compensation insurance.
- 13.2 If yes, has the reporting entity completed the Workers' Compensation Carve-Out Supplement to the Annual Statement? ..... Yes [ ] No [ ]
- 13.3 If 13.1 is yes, the amounts of earned premiums and claims incurred in this statement are:
- |                                                               | 1<br>Reinsurance<br>Assumed | 2<br>Reinsurance<br>Ceded | 3<br>Net<br>Retained |
|---------------------------------------------------------------|-----------------------------|---------------------------|----------------------|
| 13.31 Earned premium ..... 0                                  | 0                           | 0                         | 0                    |
| 13.32 Paid claims ..... 0                                     | 0                           | 0                         | 0                    |
| 13.33 Claim liability and reserve (beginning of year) ..... 0 | 0                           | 0                         | 0                    |
| 13.34 Claim liability and reserve (end of year) ..... 0       | 0                           | 0                         | 0                    |
| 13.35 Incurred claims ..... 0                                 | 0                           | 0                         | 0                    |

# GENERAL INTERROGATORIES

## PART 2 - LIFE, ACCIDENT AND HEALTH COMPANIES/FRATERNAL BENEFIT SOCIETIES INTERROGATORIES

13.4 If reinsurance assumed included amounts with attachment points below \$1,000,000, the distribution of the amounts reported in Lines 13.31 and 13.34 for Column (1) are:

|       | Attachment Point    | 1<br>Earned Premium | 2<br>Claim Liability and Reserve |
|-------|---------------------|---------------------|----------------------------------|
| 13.41 | <\$25,000           | 0                   | 0                                |
| 13.42 | \$25,000 - 99,999   | 0                   | 0                                |
| 13.43 | \$100,000 - 249,999 | 0                   | 0                                |
| 13.44 | \$250,000 - 999,999 | 0                   | 0                                |
| 13.45 | \$1,000,000 or more | 0                   | 0                                |

13.5 What portion of earned premium reported in 13.31, Column 1 was assumed from pools? .....\$ .....0

**Fraternal Benefit Societies Only:**

- 14. Is the reporting entity organized and conducted on the lodge system, with ritualistic form of work and representative form of government? ..... Yes [ ] No [ ]
- 15. How often are meetings of the subordinate branches required to be held?  
.....
- 16. How are the subordinate branches represented in the supreme or governing body?  
.....
- 17. What is the basis of representation in the governing body?  
.....
- 18.1 How often are regular meetings of the governing body held?  
.....
- 18.2 When was the last regular meeting of the governing body held? .....
- 18.3 When and where will the next regular or special meeting of the governing body be held?  
.....
- 18.4 How many members of the governing body attended the last regular meeting? .....
- 18.5 How many of the same were delegates of the subordinate branches? .....
- 19. How are the expenses of the governing body defrayed?  
.....
- 20. When and by whom are the officers and directors elected?  
.....
- 21. What are the qualifications for membership?  
.....
- 22. What are the limiting ages for admission?  
.....
- 23. What is the minimum and maximum insurance that may be issued on any one life?  
.....
- 24. Is a medical examination required before issuing benefit certificates to applicants? ..... Yes [ ] No [ ]
- 25. Are applicants admitted to membership without filing an application with and becoming a member of a local branch by ballot and initiation? ..... Yes [ ] No [ ]
- 26.1 Are notices of the payments required sent to the members? ..... Yes [ ] No [ ] N/A [ ]
- 26.2 If yes, do the notices state the purpose for which the money is to be used? ..... Yes [ ] No [ ]
- 27. What proportion of first and subsequent year's payments may be used for management expenses?  
27.11 First Year ..... %  
27.12 Subsequent Years ..... %
- 28.1 Is any part of the mortuary, disability, emergency or reserve fund, or the accretions from or payments for the same, used for expenses? ..... Yes [ ] No [ ]
- 28.2 If so, what amount and for what purpose? ..... \$ .....
- 29.1 Does the reporting entity pay an old age disability benefit? ..... Yes [ ] No [ ]
- 29.2 If yes, at what age does the benefit commence? .....
- 30.1 Has the constitution or have the laws of the reporting entity been amended during the year? ..... Yes [ ] No [ ]
- 30.2 If yes, when?  
.....
- 31. Have you filed with this Department all forms of benefit certificates issued, a copy of the constitution and all of the laws, rules and regulations in force at the present time? ..... Yes [ ] No [ ]
- 32.1 State whether all or a portion of the regular insurance contributions were waived during the current year under premium-paying certificates on account of meeting attained age or membership requirements? ..... Yes [ ] No [ ]
- 32.2 If so, was an additional reserve included in Exhibit 5? ..... Yes [ ] No [ ] N/A [ ]
- 32.3 If yes, explain  
.....
- 33.1 Has the reporting entity reinsured, amalgamated with, or absorbed any company, order, society, or association during the year? ..... Yes [ ] No [ ]
- 33.2 If yes, was there any contract agreement, or understanding, written or oral, expressed or implied, by means of which any officer, director, trustee, or any other person, or firm, corporation, society or association, received or is to receive any fee, commission, emolument, or compensation of any nature whatsoever in connection with, on an account of such reinsurance, amalgamation, absorption, or transfer of membership or funds? ..... Yes [ ] No [ ] N/A [ ]
- 34. Has any present or former officer, director, trustee, incorporator, or any other persons, or any firm, corporation, society or association, any claims of any nature whatsoever against this reporting entity, which is not included in the liabilities on Page 3 of this statement? ..... Yes [ ] No [ ]
- 35.1 Does the reporting entity have outstanding assessments in the form of liens against policy benefits that have increased surplus? ..... Yes [ ] No [ ]
- 35.2 If yes, what is the date of the original lien and the outstanding balance as the surplus remains? .....

| Date | Outstanding Lien amount |
|------|-------------------------|
|      |                         |
|      |                         |

NONE

**FIVE-YEAR HISTORICAL DATA**

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.  
\$000 omitted for amounts of life insurance

|                                                                                                                                              | 1<br>2019   | 2<br>2018   | 3<br>2017   | 4<br>2016   | 5<br>2015   |
|----------------------------------------------------------------------------------------------------------------------------------------------|-------------|-------------|-------------|-------------|-------------|
| <b>Life Insurance in Force</b><br>(Exhibit of Life Insurance)                                                                                |             |             |             |             |             |
| 1. Ordinary - whole life and endowment (Line 34, Col. 4).....                                                                                | 0           | 0           | 0           | 0           | 0           |
| 2. Ordinary - term (Line 21, Col. 4, less Line 34, Col. 4).....                                                                              | 0           | 0           | 0           | 0           | 0           |
| 3. Credit life (Line 21, Col. 6).....                                                                                                        | 0           | 0           | 0           | 0           | 0           |
| 4. Group, excluding FEGLI/SGLI (Line 21, Col. 9 less Lines 43 & 44, Col. 4).....                                                             | 96,004      | 106,386     | 104,311     | 91,729      | 94,602      |
| 5. Industrial (Line 21, Col. 2).....                                                                                                         | 0           | 0           | 0           | 0           | 0           |
| 6. FEGLI/SGLI (Lines 43 & 44, Col. 4).....                                                                                                   | 0           | 0           | 0           | 0           | 0           |
| 7. Total (Line 21, Col. 10).....                                                                                                             | 96,004      | 106,386     | 104,311     | 91,729      | 94,602      |
| 7.1 Total in force for which VM-20 deterministic/stochastic reserves are calculated.....                                                     | 0           | 0           | 0           | XXX         | XXX         |
| <b>New Business Issued</b><br>(Exhibit of Life Insurance)                                                                                    |             |             |             |             |             |
| 8. Ordinary - whole life and endowment (Line 34, Col. 2).....                                                                                | 0           | 0           | 0           | 0           | 0           |
| 9. Ordinary - term (Line 2, Col. 4, less Line 34, Col. 2).....                                                                               | 0           | 0           | 0           | 0           | 0           |
| 10. Credit life (Line 2, Col. 6).....                                                                                                        | 0           | 0           | 0           | 0           | 0           |
| 11. Group (Line 2, Col. 9).....                                                                                                              | 13,290      | 22,441      | 25,710      | 13,196      | 1,025       |
| 12. Industrial (Line 2, Col. 2).....                                                                                                         | 0           | 0           | 0           | 0           | 0           |
| 13. Total (Line 2, Col. 10).....                                                                                                             | 13,290      | 22,441      | 25,710      | 13,196      | 1,025       |
| <b>Premium Income - Lines of Business</b><br>(Exhibit 1 - Part 1)                                                                            |             |             |             |             |             |
| 14. Industrial life (Line 20.4, Col. 2).....                                                                                                 | 0           | 0           | 0           | 0           | 0           |
| 15.1 Ordinary-life insurance (Line 20.4, Col. 3).....                                                                                        | 0           | 0           | 0           | 0           | 0           |
| 15.2 Ordinary-individual annuities (Line 20.4, Col. 4).....                                                                                  | 0           | 0           | 0           | 0           | 0           |
| 16. Credit life (group and individual) (Line 20.4, Col. 5).....                                                                              | 0           | 0           | 0           | 0           | 0           |
| 17.1 Group life insurance (Line 20.4, Col. 6).....                                                                                           | 489,725     | 473,275     | 468,542     | 439,672     | 426,036     |
| 17.2 Group annuities (Line 20.4, Col. 7).....                                                                                                | 0           | 0           | 0           | 0           | 0           |
| 18.1 A & H-group (Line 20.4, Col. 8).....                                                                                                    | 124,301,818 | 119,410,590 | 116,309,051 | 98,813,545  | 82,021,130  |
| 18.2 A & H-credit (group and individual) (Line 20.4, Col. 9).....                                                                            | 0           | 0           | 0           | 0           | 0           |
| 18.3 A & H-other (Line 20.4, Col. 10).....                                                                                                   | 12,685,352  | 13,293,860  | 14,137,065  | 11,536,974  | 14,432,351  |
| 19. Aggregate of all other lines of business (Line 20.4, Col. 11).....                                                                       | 0           | 0           | 0           | 0           | 0           |
| 20. Total.....                                                                                                                               | 137,476,895 | 133,177,725 | 130,914,658 | 110,790,191 | 96,879,517  |
| <b>Balance Sheet (Pages 2 &amp; 3)</b>                                                                                                       |             |             |             |             |             |
| 21. Total admitted assets excluding Separate Accounts business (Page 2, Line 26, Col. 3).....                                                | 77,364,057  | 83,395,498  | 77,017,473  | 67,281,619  | 69,308,070  |
| 22. Total liabilities excluding Separate Accounts business (Page 3, Line 26).....                                                            | 34,302,878  | 34,672,284  | 27,594,279  | 21,051,074  | 18,130,966  |
| 23. Aggregate life reserves (Page 3, Line 1).....                                                                                            | 0           | 0           | 0           | 0           | 0           |
| 23.1 Excess VM-20 deterministic/stochastic reserve over NPR related to Line 7.1.....                                                         | 0           | 0           | 0           | XXX         | XXX         |
| 24. Aggregate A & H reserves (Page 3, Line 2).....                                                                                           | 2,565,000   | 3,072,000   | 4,729,000   | 42,000      | 928,000     |
| 25. Deposit-type contract funds (Page 3, Line 3).....                                                                                        | 0           | 0           | 0           | 0           | 0           |
| 26. Asset valuation reserve (Page 3, Line 24.01).....                                                                                        | 1,077,175   | 631,767     | 228,819     | 177,758     | 224,617     |
| 27. Capital (Page 3, Lines 29 and 30).....                                                                                                   | 2,500,026   | 2,500,026   | 2,500,026   | 2,500,026   | 2,500,026   |
| 28. Surplus (Page 3, Line 37).....                                                                                                           | 40,561,153  | 46,223,188  | 46,923,168  | 43,730,519  | 48,677,078  |
| <b>Cash Flow (Page 5)</b>                                                                                                                    |             |             |             |             |             |
| 29. Net Cash from Operations (Line 11).....                                                                                                  | (4,868,833) | (4,828,109) | 10,532,892  | 740,551     | (1,127,052) |
| <b>Risk-Based Capital Analysis</b>                                                                                                           |             |             |             |             |             |
| 30. Total adjusted capital.....                                                                                                              | 44,138,354  | 49,354,981  | 49,652,013  | 46,408,303  | 51,401,721  |
| 31. Authorized control level risk - based capital.....                                                                                       | 5,949,052   | 5,806,249   | 4,527,879   | 4,269,599   | 3,585,868   |
| <b>Percentage Distribution of Cash, Cash Equivalents and Invested Assets</b><br>(Page 2, Col. 3) (Line No. /Page 2, Line 12, Col. 3) x 100.0 |             |             |             |             |             |
| 32. Bonds (Line 1).....                                                                                                                      | 66.0        | 66.2        | 85.9        | 80.9        | 66.3        |
| 33. Stocks (Lines 2.1 and 2.2).....                                                                                                          | 0.0         | 0.0         | 0.0         | 0.0         | 0.0         |
| 34. Mortgage loans on real estate(Lines 3.1 and 3.2 ).....                                                                                   | 0.0         | 0.0         | 0.0         | 0.0         | 0.0         |
| 35. Real estate (Lines 4.1, 4.2 and 4.3).....                                                                                                | 0.0         | 0.0         | 0.0         | 0.0         | 0.0         |
| 36. Cash, cash equivalents and short-term investments (Line 5).....                                                                          | 9.6         | 12.3        | 14.1        | 19.1        | 33.7        |
| 37. Contract loans (Line 6).....                                                                                                             | 0.0         | 0.0         | 0.0         | 0.0         | 0.0         |
| 38. Derivatives (Page 2, Line 7).....                                                                                                        | 0.0         | 0.0         | 0.0         | 0.0         | 0.0         |
| 39. Other invested assets (Line 8).....                                                                                                      | 23.6        | 21.5        | 0.0         | 0.0         | 0.0         |
| 40. Receivables for securities (Line 9).....                                                                                                 | 0.8         | 0.0         | 0.0         | 0.0         | 0.0         |
| 41. Securities lending reinvested collateral assets (Line 10).....                                                                           | 0.0         | 0.0         | 0.0         | 0.0         | 0.0         |
| 42. Aggregate write-ins for invested assets (Line 11).....                                                                                   | 0.0         | 0.0         | 0.0         | 0.0         | 0.0         |
| 43. Cash, cash equivalents and invested assets (Line 12).....                                                                                | 100.0       | 100.0       | 100.0       | 100.0       | 100.0       |

**FIVE-YEAR HISTORICAL DATA**

(Continued)

|                                                                                                                                                             | 1<br>2019   | 2<br>2018   | 3<br>2017  | 4<br>2016   | 5<br>2015   |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------|-------------|------------|-------------|-------------|
| <b>Investments in Parent, Subsidiaries and Affiliates</b>                                                                                                   |             |             |            |             |             |
| 44. Affiliated bonds (Schedule D Summary, Line 12, Col. 1).....                                                                                             | 0           | 0           | 0          | 0           | 0           |
| 45. Affiliated preferred stocks (Schedule D Summary, Line 18, Col. 1).....                                                                                  | 0           | 0           | 0          | 0           | 0           |
| 46. Affiliated common stocks (Schedule D Summary Line 24, Col. 1),.....                                                                                     | 0           | 0           | 0          | 0           | 0           |
| 47. Affiliated short-term investments (subtotal included in Schedule DA Verification, Col. 5, Line 10).....                                                 | 0           | 0           | 0          | 0           | 0           |
| 48. Affiliated mortgage loans on real estate.....                                                                                                           | 0           | 0           | 0          | 0           | 0           |
| 49. All other affiliated.....                                                                                                                               | 0           | 0           | 0          | 0           | 0           |
| 50. Total of above Lines 44 to 49.....                                                                                                                      | 0           | 0           | 0          | 0           | 0           |
| 51. Total Investment in Parent included in Lines 44 to 49 above.....                                                                                        | 0           | 0           | 0          | 0           | 0           |
| <b>Total Nonadmitted and Admitted Assets</b>                                                                                                                |             |             |            |             |             |
| 52. Total nonadmitted assets (Page 2, Line 28, Col. 2).....                                                                                                 | 672,828     | 1,553,428   | 3,607,940  | 2,456,401   | 1,830,914   |
| 53. Total admitted assets (Page 2, Line 28, Col. 3).....                                                                                                    | 77,364,057  | 83,395,498  | 77,017,473 | 67,281,619  | 69,308,070  |
| <b>Investment Data</b>                                                                                                                                      |             |             |            |             |             |
| 54. Net investment income (Exhibit of Net Investment Income).....                                                                                           | 1,349,724   | 1,687,444   | 1,441,174  | 415,337     | 1,633,933   |
| 55. Realized capital gains (losses) (Page 4, Line 34, Column 1).....                                                                                        | 0           | 0           | 2,644      | 0           | 0           |
| 56. Unrealized capital gains (losses) (Page 4, Line 38, Column 1).....                                                                                      | 0           | 0           | 0          | 0           | 0           |
| 57. Total of above Lines 54, 55 and 56.....                                                                                                                 | 1,349,724   | 1,687,444   | 1,443,818  | 415,336     | 1,633,933   |
| <b>Benefits and Reserve Increases (Page 6)</b>                                                                                                              |             |             |            |             |             |
| 58. Total contract/certificate benefits - life (Lines 10, 11, 12, 13, 14 and 15, Col. 1 minus Lines 10, 11, 12, 13, 14 and 15, Cols. 6, 7 and 8).....       | 81,000      | 127,100     | 80,993     | 105,945     | 176,749     |
| 59. Total contract/certificate benefits - A & H (Lines 13 & 14, Col. 6).....                                                                                | 119,751,519 | 113,376,555 | 98,223,173 | 91,963,132  | 75,186,993  |
| 60. Increase in life reserves - other than group and annuities (Line 19, Col. 2).....                                                                       | 0           | 0           | 0          | 0           | 0           |
| 61. Increase in A & H reserves (Line 19, Col. 6).....                                                                                                       | (507,000)   | (1,657,001) | 4,687,000  | (886,000)   | (2,648,000) |
| 62. Dividends to policyholders and refunds to members (Line 30, Col. 1).....                                                                                | 0           | 0           | 0          | 0           | 0           |
| <b>Operating Percentages</b>                                                                                                                                |             |             |            |             |             |
| 63. Insurance expense percent (Page 6, Col. 1, Lines 21, 22 & 23, less Line 6)/(Page 6, Col. 1, Line 1 plus Exhibit 7, Col. 2, Line 2) x 100.0.....         | 17.3        | 15.9        | 17.1       | 19.2        | 21.1        |
| 64. Lapse percent (ordinary only) [(Exhibit of Life Insurance, Col. 4, Lines 14 & 15) / 1/2 (Exhibit of Life Insurance, Col. 4, Lines 1 & 21)] x 100.0..... | 0.0         | 0.0         | 0.0        | 0.0         | 0.0         |
| 65. A & H loss percent (Schedule H, Part 1, Lines 5 and 6, Col. 2).....                                                                                     | 90.3        | 86.8        | 81.6       | 85.5        | 77.1        |
| 66. A & H cost containment percent (Schedule H, Pt. 1, Line 4, Col. 2).....                                                                                 | 3.3         | 2.6         | 2.7        | 3.0         | 1.9         |
| 67. A & H expense percent excluding cost containment expenses (Schedule H, Pt. 1, Line 10, Col. 2).....                                                     | 15.3        | 16.5        | 15.8       | 19.2        | 23.3        |
| <b>A &amp; H Claim Reserve Adequacy</b>                                                                                                                     |             |             |            |             |             |
| 68. Incurred losses on prior years' claims - group health (Schedule H, Part 3, Line 3.1 Col. 2).....                                                        | 11,179,647  | 9,962,797   | 7,731,054  | 5,987,364   | 6,380,979   |
| 69. Prior years' claim liability and reserve - group health (Schedule H, Part 3, Line 3.2 Col. 2).....                                                      | 11,267,029  | 10,506,123  | 8,186,651  | 5,754,377   | 5,925,640   |
| 70. Incurred losses on prior years' claims-health other than group (Schedule H, Part 3, Line 3.1 Col. 1 less Col. 2).....                                   | 936,980     | 926,553     | 1,526,905  | 1,252,619   | 2,139,883   |
| 71. Prior years' claim liability and reserve-health other than group (Schedule H, Part 3, Line 3.2 Col. 1 less Col. 2).....                                 | 1,174,725   | 1,142,259   | 1,124,281  | 1,707,110   | 3,198,617   |
| <b>Net Gains From Operations After Dividends to Policyholders/Members' Refunds and Federal Income Taxes by Lines of Business (Page 6.x, Line 33)</b>        |             |             |            |             |             |
| 72. Industrial life (Page 6.1, Col. 2).....                                                                                                                 | 0           | 0           | 0          | 0           | 0           |
| 73. Ordinary - life (Page 6.1, Col. 1 less Cols. 2, 10 and 12).....                                                                                         | 0           | 0           | 0          | 0           | 0           |
| 74. Ordinary - individual annuities (Page 6, Col. 4).....                                                                                                   | 0           | 0           | 0          | 0           | 0           |
| 75. Ordinary-supplementary contracts.....                                                                                                                   | XXX         | 0           | 0          | 0           | 0           |
| 76. Credit life (Page 6.1, Col. 10 plus Page 6.2, Col. 7).....                                                                                              | 0           | 0           | 0          | 0           | 0           |
| 77. Group life (Page 6.2, Col. 1 Less Cols. 7 and 9).....                                                                                                   | 269,678     | 228,516     | 245,101    | 206,369     | 114,216     |
| 78. Group annuities (Page 6, Col. 5).....                                                                                                                   | 0           | 0           | 0          | 0           | 0           |
| 79. A & H-group (Page 6.5, Col. 3).....                                                                                                                     | (8,275,711) | (5,170,681) | 347,629    | (5,467,703) | 599,927     |
| 80. A & H-credit (Page 6.5, Col. 10).....                                                                                                                   | 0           | 0           | 0          | 0           | 0           |
| 81. A & H-other (Page 6.5, Col. 1 less Cols. 3 and 10).....                                                                                                 | 1,908,807   | 2,593,044   | 3,799,875  | 893,403     | 835,697     |
| 82. Aggregate of all other lines of business (Page 6, Col. 8).....                                                                                          | 0           | 0           | 0          | 0           | 0           |
| 83. Fraternal (Page 6, Col. 7).....                                                                                                                         | 0           | 0           | 0          | 0           | 0           |
| 84. Total (Page 6, Col. 1).....                                                                                                                             | (6,097,226) | (2,349,121) | 4,392,605  | (4,367,931) | 1,549,840   |

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3, Accounting Changes and Correction of Errors?.....

Yes [ ] No [ ]

If no, please explain: .....

ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Humana Insurance of Puerto Rico Inc.

**EXHIBIT OF LIFE INSURANCE**

(\$000 Omitted for Amounts of Life Insurance)

|                                                                     | Industrial         |                     | Ordinary           |                     | Credit Life (Group and Individual)                   |                     | Group     |              |                     | 10<br>Total<br>Amount of Insurance |
|---------------------------------------------------------------------|--------------------|---------------------|--------------------|---------------------|------------------------------------------------------|---------------------|-----------|--------------|---------------------|------------------------------------|
|                                                                     | 1                  | 2                   | 3                  | 4                   | 5                                                    | 6                   | Number of |              | 9                   |                                    |
|                                                                     | Number of Policies | Amount of Insurance | Number of Policies | Amount of Insurance | Number of Individual Policies and Group Certificates | Amount of Insurance | Policies  | Certificates | Amount of Insurance |                                    |
| 1. In force end of prior year                                       | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | 0         | 10,916       | 106,386             | 106,386                            |
| 2. Issued during year                                               | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | 0         | 1,338        | 13,290              | 13,290                             |
| 3. Reinsurance assumed                                              | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | 0         | 0            | 0                   | 0                                  |
| 4. Revived during year                                              | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | 0         | 0            | 0                   | 0                                  |
| 5. Increased during year (net)                                      | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | 0         | (2,141)      | (23,672)            | (23,672)                           |
| 6. Subtotals, Lines 2 to 5                                          | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | 0         | (803)        | (10,382)            | (10,382)                           |
| 7. Additions by dividends during year                               | XXX                | 0                   | XXX                | 0                   | XXX                                                  | 0                   | XXX       | XXX          | 0                   | 0                                  |
| 8. Aggregate write-ins for increases                                | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | 0         | 0            | 0                   | 0                                  |
| 9. Totals (Lines 1 and 6 to 8)                                      | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | 0         | 10,113       | 96,004              | 96,004                             |
| Deductions during year:                                             |                    |                     |                    |                     |                                                      |                     |           |              |                     |                                    |
| 10. Death                                                           | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | XXX       | 0            | 0                   | 0                                  |
| 11. Maturity                                                        | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | XXX       | 0            | 0                   | 0                                  |
| 12. Disability                                                      | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | XXX       | 0            | 0                   | 0                                  |
| 13. Expiry                                                          | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | 0         | 0            | 0                   | 0                                  |
| 14. Surrender                                                       | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | 0         | 0            | 0                   | 0                                  |
| 15. Lapse                                                           | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | 0         | 0            | 0                   | 0                                  |
| 16. Conversion                                                      | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | XXX       | XXX          | XXX                 | 0                                  |
| 17. Decreased (net)                                                 | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | 0         | 0            | 0                   | 0                                  |
| 18. Reinsurance                                                     | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | 0         | 0            | 0                   | 0                                  |
| 19. Aggregate write-ins for decreases                               | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | 0         | 0            | 0                   | 0                                  |
| 20. Totals (Lines 10 to 19)                                         | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | 0         | 0            | 0                   | 0                                  |
| 21. In force end of year (b) (Line 9 minus Line 20)                 | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | 0         | 10,113       | 96,004              | 96,004                             |
| 22. Reinsurance ceded end of year                                   | XXX                | 0                   | XXX                | 0                   | XXX                                                  | 0                   | XXX       | XXX          | 0                   | 0                                  |
| 23. Line 21 minus Line 22                                           | XXX                | 0                   | XXX                | 0                   | XXX                                                  | (a)                 | XXX       | XXX          | 96,004              | 96,004                             |
| <b>DETAILS OF WRITE-INS</b>                                         |                    |                     |                    |                     |                                                      |                     |           |              |                     |                                    |
| 0801.                                                               |                    |                     |                    |                     |                                                      |                     |           |              |                     |                                    |
| 0802.                                                               |                    |                     |                    |                     |                                                      |                     |           |              |                     |                                    |
| 0803.                                                               |                    |                     |                    |                     |                                                      |                     |           |              |                     |                                    |
| 0898. Summary of remaining write-ins for Line 8 from overflow page  | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | 0         | 0            | 0                   | 0                                  |
| 0899. TOTALS (Lines 0801 thru 0803 plus 0898) (Line 8 above)        | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | 0         | 0            | 0                   | 0                                  |
| 1901.                                                               |                    |                     |                    |                     |                                                      |                     |           |              |                     |                                    |
| 1902.                                                               |                    |                     |                    |                     |                                                      |                     |           |              |                     |                                    |
| 1903.                                                               |                    |                     |                    |                     |                                                      |                     |           |              |                     |                                    |
| 1998. Summary of remaining write-ins for Line 19 from overflow page | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | 0         | 0            | 0                   | 0                                  |
| 1999. TOTALS (Lines 1901 thru 1903 plus 1998) (Line 19 above)       | 0                  | 0                   | 0                  | 0                   | 0                                                    | 0                   | 0         | 0            | 0                   | 0                                  |

Life, Accident and Health Companies Only:

(a) Group \$ 0 ; Individual \$ 0

Fraternal Benefit Societies Only:

(b) Paid-up insurance included in the final totals of Line 21 (including additions to certificates) number of certificates 0 , Amount \$ 0

Additional accidental death benefits included in life certificates were in amount \$ 0 , Does the society collect any contributions from members for general expenses of the society under fully paid-up certificates? Yes [ ] No [ ]

If not, how are such expenses met?

.....

ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Humana Insurance of Puerto Rico Inc.

**EXHIBIT OF LIFE INSURANCE**

(\$000 Omitted for Amounts of Life Insurance) (Continued)  
**ADDITIONAL INFORMATION ON INSURANCE IN FORCE END OF YEAR**

|                                    | Industrial              |                          | Ordinary                |                          |
|------------------------------------|-------------------------|--------------------------|-------------------------|--------------------------|
|                                    | 1<br>Number of Policies | 2<br>Amount of Insurance | 3<br>Number of Policies | 4<br>Amount of Insurance |
| 24. Additions by dividends .....   | XX                      |                          | XXX                     |                          |
| 25. Other paid-up insurance .....  |                         |                          |                         |                          |
| 26. Debit ordinary insurance ..... | XX                      |                          |                         |                          |

**NONE**

**ADDITIONAL INFORMATION ON ORDINARY INSURANCE**

| Term Insurance Excluding Extended Term Insurance | Issued During Year<br>(Included in Line 2) |                          | In Force End of Year<br>(Included in Line 21) |                          |
|--------------------------------------------------|--------------------------------------------|--------------------------|-----------------------------------------------|--------------------------|
|                                                  | 1<br>Number of Policies                    | 2<br>Amount of Insurance | 3<br>Number of Policies                       | 4<br>Amount of Insurance |
| 27. Term policies - decreasing .....             |                                            |                          |                                               |                          |
| 28. Term policies - other .....                  |                                            |                          |                                               |                          |
| 29. Other term insurance - decreasing .....      | XX                                         |                          | XXX                                           |                          |
| 30. Other term insurance .....                   |                                            |                          | XXX                                           |                          |
| 31. Totals (Lines 27 to 30) .....                |                                            |                          |                                               |                          |
| Reconciliation to Lines 2 and 21:                |                                            |                          |                                               |                          |
| 32. Term additions .....                         | XX                                         |                          | XXX                                           |                          |
| 33. Totals, extended term insurance .....        | XXX                                        | XXX                      |                                               |                          |
| 34. Totals, whole life and endowment .....       |                                            |                          |                                               |                          |
| 35. Totals (Lines 31 to 34) .....                |                                            |                          |                                               |                          |

**NONE**

**CLASSIFICATION OF AMOUNT OF INSURANCE BY PARTICIPATING STATUS**

|                                              | Issued During Year<br>(Included in Line 2) |                    | In Force End of Year<br>(Included in Line 21) |                    |
|----------------------------------------------|--------------------------------------------|--------------------|-----------------------------------------------|--------------------|
|                                              | 1<br>Non-Participating                     | 2<br>Participating | 3<br>Non-Participating                        | 4<br>Participating |
| 36. Industrial .....                         | 0                                          | 0                  | 0                                             | 0                  |
| 37. Ordinary .....                           | 0                                          | 0                  | 0                                             | 0                  |
| 38. Credit Life (Group and Individual) ..... | 0                                          | 0                  | 0                                             | 0                  |
| 39. Group .....                              | 13,290                                     | 0                  | 96,004                                        | 0                  |
| 40. Totals (Lines 36 to 39) .....            | 13,290                                     | 0                  | 96,004                                        | 0                  |

**ADDITIONAL INFORMATION ON CREDIT LIFE AND GROUP INSURANCE**

|                                                                                                       | Credit Life                                              |                          | Group                       |                          |
|-------------------------------------------------------------------------------------------------------|----------------------------------------------------------|--------------------------|-----------------------------|--------------------------|
|                                                                                                       | 1<br>Number of Individual Policies or Group Certificates | 2<br>Amount of Insurance | 3<br>Number of Certificates | 4<br>Amount of Insurance |
| 41. Amount of insurance included in Line 2 ceded to other companies .....                             | XX                                                       |                          | XXX                         |                          |
| 42. Number in force end of year if the number under ceded groups is limited on a pro-rata basis ..... |                                                          |                          |                             | XXX                      |
| 43. Federal Employees' Group Life Insurance included in Line 21 .....                                 |                                                          |                          |                             |                          |
| 44. Servicemen's Group Life Insurance included in Line 21 .....                                       |                                                          |                          |                             |                          |
| 45. Group Permanent Insurance included in Line 21 .....                                               |                                                          |                          |                             |                          |

**NONE**

**ADDITIONAL ACCIDENTAL DEATH BENEFITS**

|                                                                                                       |  |
|-------------------------------------------------------------------------------------------------------|--|
| 46. Amount of additional accidental death benefits in force end of year under ordinary policies ..... |  |
|-------------------------------------------------------------------------------------------------------|--|

**NONE**

**BASIS OF CALCULATION OF ORDINARY TERM INSURANCE**

|                                                                                                                                                                                                                                                                              |  |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|
| 47. State basis of calculation of (47.1) decreasing term insurance contracts issued in Family Income Mortgage Protection, etc., policies and riders and of (47.2) term insurance on wife and children under Family, Parent and Child Income, etc., policies and riders ..... |  |
| 47.1 .....                                                                                                                                                                                                                                                                   |  |
| 47.2 .....                                                                                                                                                                                                                                                                   |  |

**NONE**

**POLICIES WITH DISABILITY PROVISIONS**

| Disability Provisions       | Industrial              |                          | Ordinary                |                          | Credit                  |                          | Group                       |                          |
|-----------------------------|-------------------------|--------------------------|-------------------------|--------------------------|-------------------------|--------------------------|-----------------------------|--------------------------|
|                             | 1<br>Number of Policies | 2<br>Amount of Insurance | 3<br>Number of Policies | 4<br>Amount of Insurance | 5<br>Number of Policies | 6<br>Amount of Insurance | 7<br>Number of Certificates | 8<br>Amount of Insurance |
| 48. Waiver of Premium ..... |                         |                          |                         |                          |                         |                          |                             |                          |
| 49. Disability Income ..... |                         |                          |                         |                          |                         |                          |                             |                          |
| 50. Extended Benefits ..... |                         |                          | XX                      | XX                       |                         |                          |                             |                          |
| 51. Other .....             |                         |                          |                         |                          |                         |                          |                             |                          |
| 52. Total .....             | (a)                     |                          | (a)                     |                          | (a)                     |                          | (a)                         |                          |

**NONE**

(a) See the Annual Audited Financial Reports section of the annual statement instructions

Exhibit of Number of Policies, Contracts, ...Supplementary Contracts

**N O N E**

Exhibit of Number of Policies, Contracts, ...Annuities

**N O N E**

Exhibit of Number of Policies, Contracts, ...Accident and Health Insurance

**N O N E**

Exhibit of Number of Policies, Contracts, ...Deposit Funds

**N O N E**

**ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Humana Insurance of Puerto Rico Inc.**  
**SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS (b)**

Allocated by States and Territories

| States, Etc.                                                                               | 1                 | Life Contracts          |                        | Direct Business Only                                                                |                      |                           | 7                      |
|--------------------------------------------------------------------------------------------|-------------------|-------------------------|------------------------|-------------------------------------------------------------------------------------|----------------------|---------------------------|------------------------|
|                                                                                            |                   | 2                       | 3                      | 4                                                                                   | 5                    | 6                         |                        |
|                                                                                            | Active Status (a) | Life Insurance Premiums | Annuity Considerations | Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees | Other Considerations | Total Columns 2 through 5 | Deposit-Type Contracts |
| 1. Alabama                                                                                 | AL                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 2. Alaska                                                                                  | AK                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 3. Arizona                                                                                 | AZ                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 4. Arkansas                                                                                | AR                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 5. California                                                                              | CA                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 6. Colorado                                                                                | CO                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 7. Connecticut                                                                             | CT                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 8. Delaware                                                                                | DE                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 9. District of Columbia                                                                    | DC                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 10. Florida                                                                                | FL                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 11. Georgia                                                                                | GA                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 12. Hawaii                                                                                 | HI                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 13. Idaho                                                                                  | ID                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 14. Illinois                                                                               | IL                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 15. Indiana                                                                                | IN                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 16. Iowa                                                                                   | IA                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 17. Kansas                                                                                 | KS                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 18. Kentucky                                                                               | KY                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 19. Louisiana                                                                              | LA                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 20. Maine                                                                                  | ME                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 21. Maryland                                                                               | MD                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 22. Massachusetts                                                                          | MA                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 23. Michigan                                                                               | MI                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 24. Minnesota                                                                              | MN                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 25. Mississippi                                                                            | MS                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 26. Missouri                                                                               | MO                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 27. Montana                                                                                | MT                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 28. Nebraska                                                                               | NE                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 29. Nevada                                                                                 | NV                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 30. New Hampshire                                                                          | NH                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 31. New Jersey                                                                             | NJ                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 32. New Mexico                                                                             | NM                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 33. New York                                                                               | NY                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 34. North Carolina                                                                         | NC                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 35. North Dakota                                                                           | ND                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 36. Ohio                                                                                   | OH                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 37. Oklahoma                                                                               | OK                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 38. Oregon                                                                                 | OR                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 39. Pennsylvania                                                                           | PA                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 40. Rhode Island                                                                           | RI                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 41. South Carolina                                                                         | SC                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 42. South Dakota                                                                           | SD                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 43. Tennessee                                                                              | TN                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 44. Texas                                                                                  | TX                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 45. Utah                                                                                   | UT                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 46. Vermont                                                                                | VT                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 47. Virginia                                                                               | VA                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 48. Washington                                                                             | WA                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 49. West Virginia                                                                          | WV                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 50. Wisconsin                                                                              | WI                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 51. Wyoming                                                                                | WY                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 52. American Samoa                                                                         | AS                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 53. Guam                                                                                   | GU                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 54. Puerto Rico                                                                            | PR                | L                       | 489,725                | .0                                                                                  | 136,858,240          | .0                        | 137,347,965            |
| 55. U.S. Virgin Islands                                                                    | VI                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 56. Northern Mariana Islands                                                               | MP                | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 57. Canada                                                                                 | CAN               | N                       | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 58. Aggregate Other Alien                                                                  | OT                | XXX                     | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 59. Subtotal                                                                               | XXX               |                         | 489,725                | .0                                                                                  | 136,858,240          | .0                        | 137,347,965            |
| 90. Reporting entity contributions for employee benefits plans                             | XXX               |                         | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 91. Dividends or refunds applied to purchase paid-up additions and annuities               | XXX               |                         | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 92. Dividends or refunds applied to shorten endowment or premium paying period             | XXX               |                         | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 93. Premium or annuity considerations waived under disability or other contract provisions | XXX               |                         | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 94. Aggregate or other amounts not allocable by State                                      | XXX               |                         | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 95. Totals (Direct Business)                                                               | XXX               |                         | 489,725                | .0                                                                                  | 136,858,240          | .0                        | 137,347,965            |
| 96. Plus reinsurance assumed                                                               | XXX               |                         | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 97. Totals (All Business)                                                                  | XXX               |                         | 489,725                | .0                                                                                  | 136,858,240          | .0                        | 137,347,965            |
| 98. Less reinsurance ceded                                                                 | XXX               |                         | .0                     | .0                                                                                  | 388,092              | .0                        | 388,092                |
| 99. Totals (All Business) less Reinsurance Ceded                                           | XXX               |                         | 489,725                | 0                                                                                   | (c) 136,470,148      | 0                         | 136,959,873            |
| <b>DETAILS OF WRITE-INS</b>                                                                |                   |                         |                        |                                                                                     |                      |                           |                        |
| 58001.                                                                                     | XXX               |                         |                        |                                                                                     |                      |                           |                        |
| 58002.                                                                                     | XXX               |                         |                        |                                                                                     |                      |                           |                        |
| 58003.                                                                                     | XXX               |                         |                        |                                                                                     |                      |                           |                        |
| 58998. Summary of remaining write-ins for Line 58 from overflow page                       | XXX               |                         | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)                        | XXX               |                         | 0                      | 0                                                                                   | 0                    | 0                         | 0                      |
| 9401.                                                                                      | XXX               |                         |                        |                                                                                     |                      |                           |                        |
| 9402.                                                                                      | XXX               |                         |                        |                                                                                     |                      |                           |                        |
| 9403.                                                                                      | XXX               |                         |                        |                                                                                     |                      |                           |                        |
| 9498. Summary of remaining write-ins for Line 94 from overflow page                        | XXX               |                         | .0                     | .0                                                                                  | .0                   | .0                        | .0                     |
| 9499. Totals (Lines 9401 through 9403 plus 9498)(Line 94 above)                            | XXX               |                         | 0                      | 0                                                                                   | 0                    | 0                         | 0                      |

(a) Active Status Counts:

L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG .....1 R - Registered - Non-domiciled RRGs .....0  
E - Eligible - Reporting entities eligible or approved to write surplus lines in the state .....0 Q - Qualified - Qualified or accredited reinsurer .....0  
N - None of the above - Not allowed to write business in the state .....56

(b) Explanation of basis of allocation by states, etc., of premiums and annuity considerations

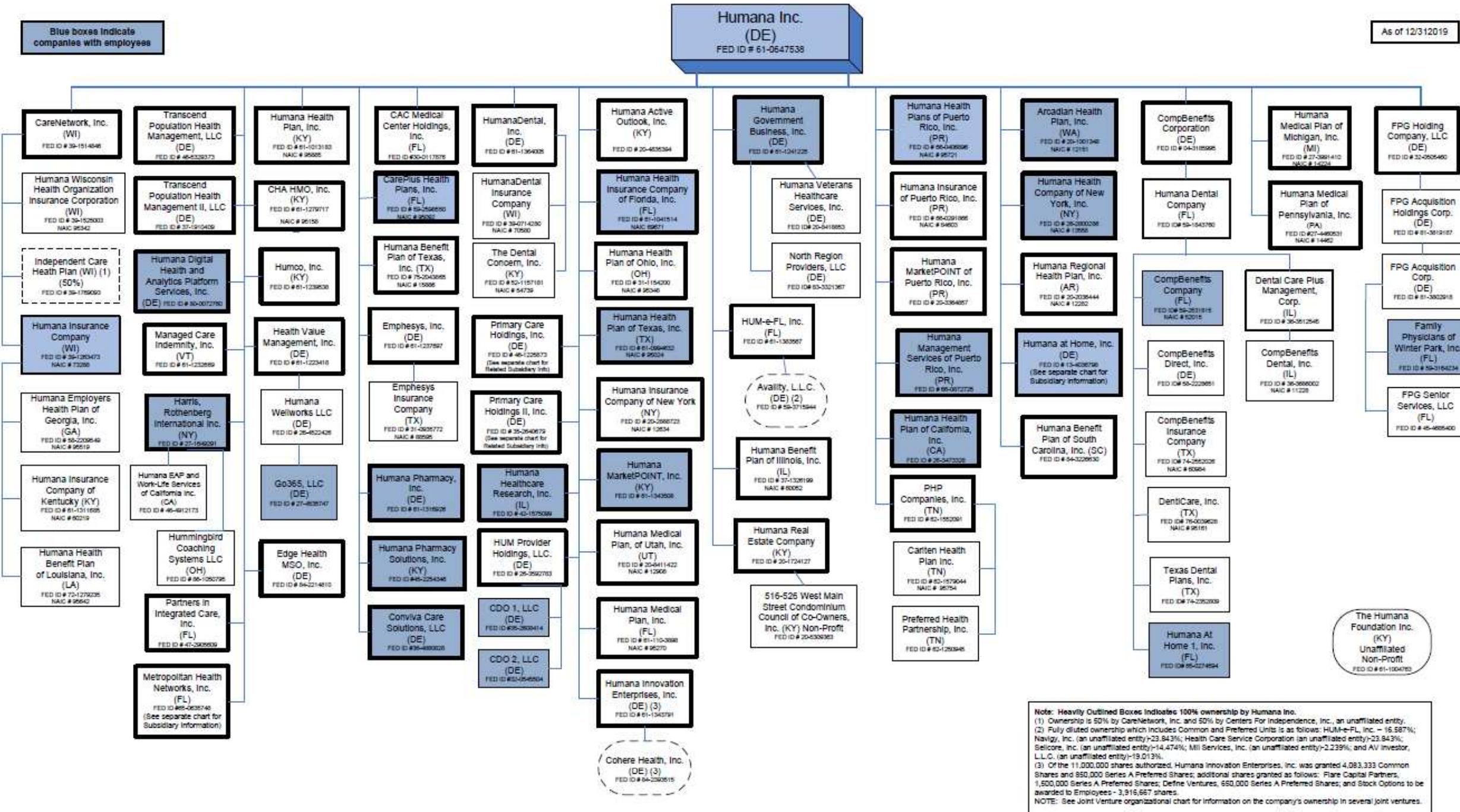
The Company reports premium based on the situs of the contract

(c) Column 4 should balance with Exhibit 1, Lines 6.4, 10.4, and 16.4, Cols. 8, 9, 10, or with Schedule H, Part 1, Line 1, indicate which: Schedule H, Part 1, Line 1.....

ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Humana Insurance of Puerto Rico Inc.

Blue boxes indicate companies with employees

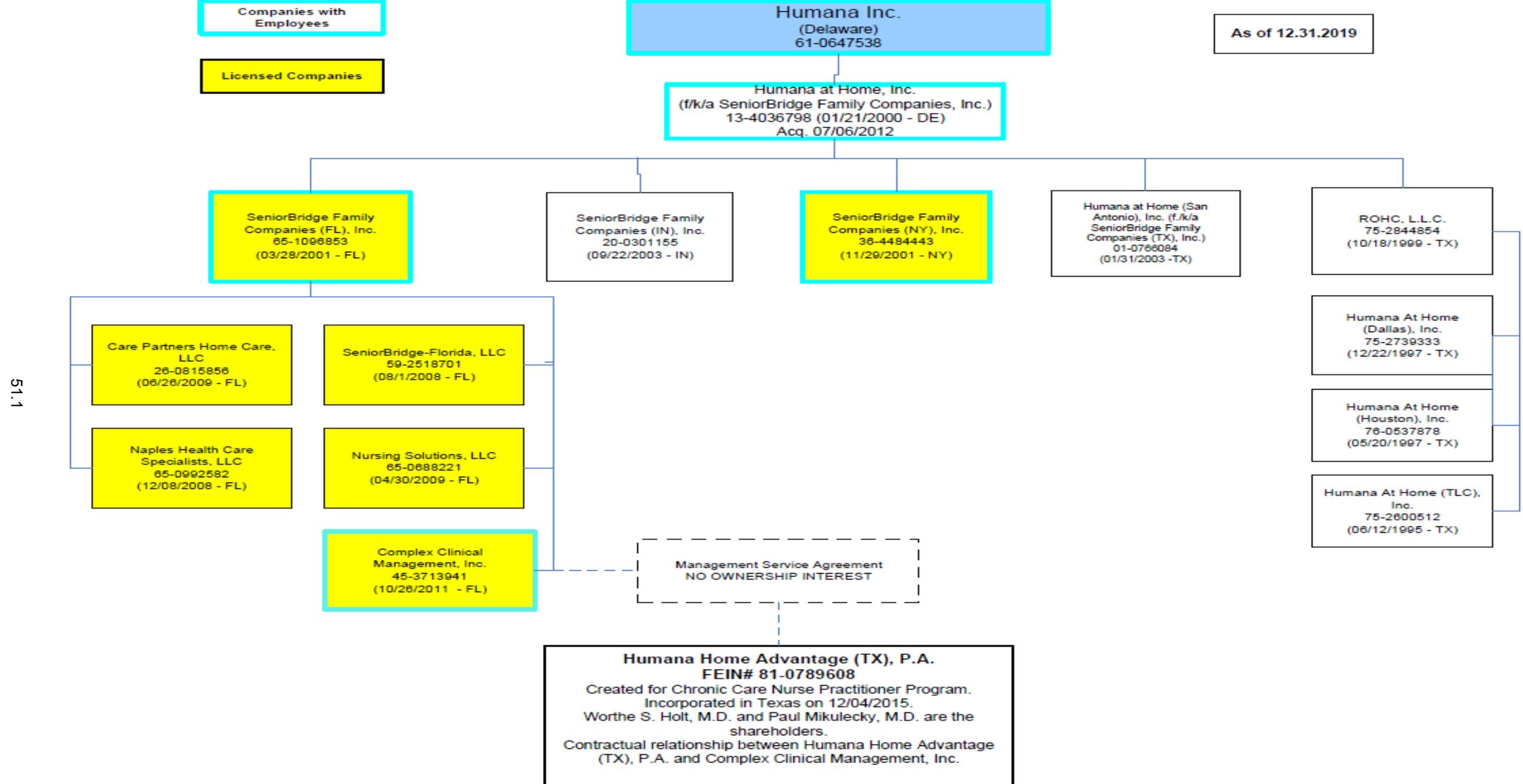
As of 12/31/2019



51

Note: Heavily Outlined Boxes Indicate 100% ownership by Humana Inc.  
 (1) Ownership is 50% by CareNetwork, Inc. and 50% by Centers For Independence, Inc., an unaffiliated entity.  
 (2) Fully listed ownership which includes Common and Preferred Units is as follows: HUM-e-FL, Inc. - 95.587%; Navigi, Inc. (an unaffiliated entity)-23.843%; Health Care Service Corporation (an unaffiliated entity)-23.843%; Selcore, Inc. (an unaffiliated entity)-14.474%; Mill Services, Inc. (an unaffiliated entity)-2.239%; and AV Investor, L.L.C. (an unaffiliated entity)-19.013%.  
 (3) Of the 11,000,000 shares authorized, Humana Innovation Enterprises, Inc. was granted 4,083,333 Common Shares and 850,000 Series A Preferred Shares; additional shares granted as follows: Flare Capital Partners, 1,500,000 Series A Preferred Shares; Define Ventures, 650,000 Series A Preferred Shares; and Stock Options to be awarded to Employees - 3,916,667 shares.  
 NOTE: See Joint Venture organizational chart for information on the company's ownership in several joint ventures.

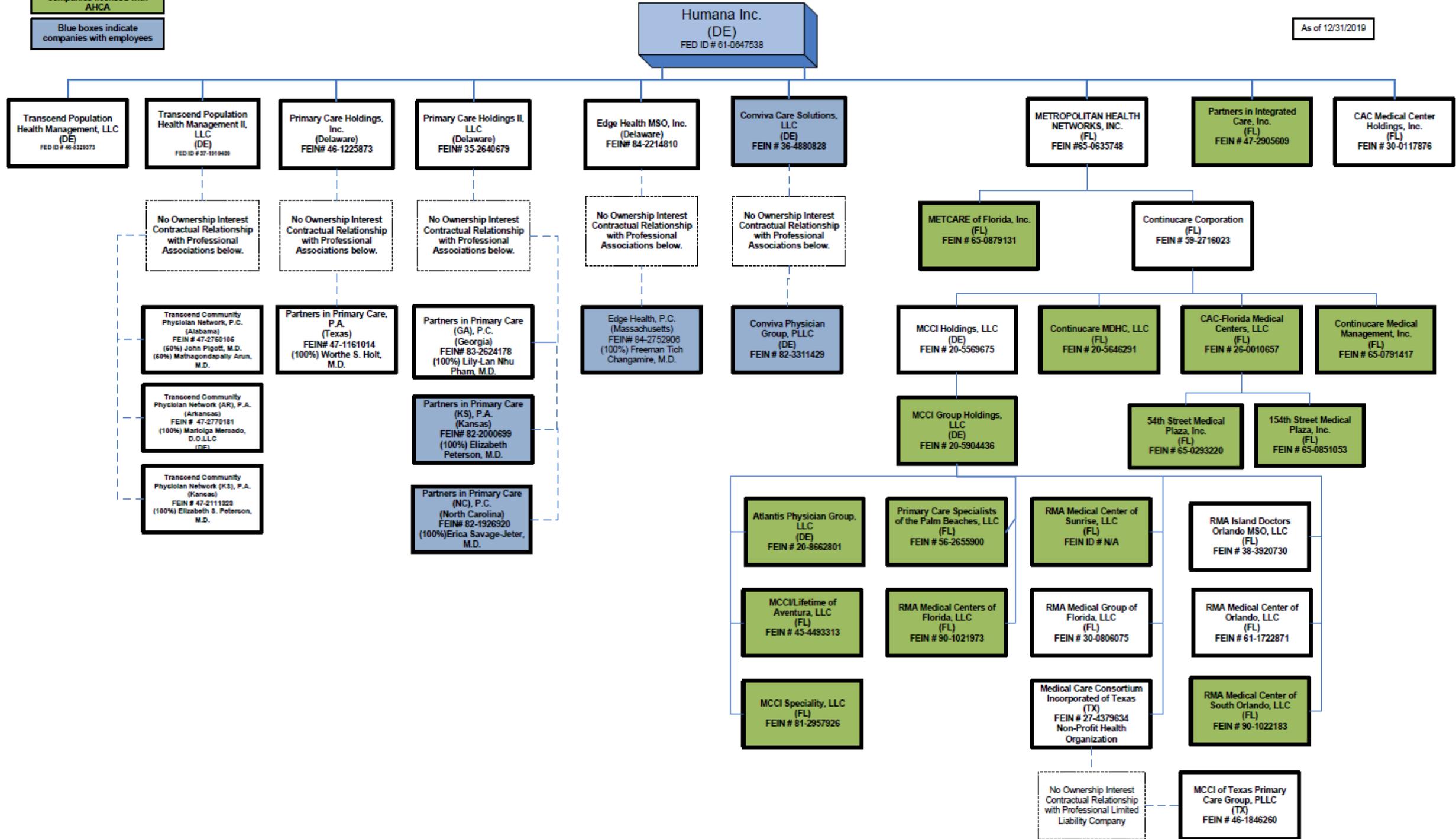
ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Humana Insurance of Puerto Rico Inc.



ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Humana Insurance of Puerto Rico Inc.

Green Boxes indicate companies licensed with AHCA  
 Blue boxes indicate companies with employees

As of 12/31/2019



**OVERFLOW PAGE FOR WRITE-INS**

## ALPHABETICAL INDEX

### ANNUAL STATEMENT BLANK

|                                                                                                           |      |
|-----------------------------------------------------------------------------------------------------------|------|
| Analysis of Increase in Reserves During The Year .....                                                    | 7.1  |
| Analysis of Operations By Lines of Business .....                                                         | 6    |
| Asset Valuation Reserve Default Component .....                                                           | 30   |
| Asset Valuation Reserve Equity .....                                                                      | 32   |
| Asset Valuation Reserve Replications (Synthetic) Assets .....                                             | 35   |
| Asset Valuation Reserve .....                                                                             | 29   |
| Assets .....                                                                                              | 2    |
| Cash Flow .....                                                                                           | 5    |
| Exhibit 1 - Part 1 - Premiums and Annuity Considerations for Life and Accident and Health Contracts ..... | 9    |
| Exhibit 1 - Part 2 - Dividends and Coupons Applied, Reinsurance Commissions and Expense .....             | 10   |
| Exhibit 2 - General Expenses .....                                                                        | 11   |
| Exhibit 3 - Taxes, Licenses and Fees (Excluding Federal Income Taxes) .....                               | 11   |
| Exhibit 4 - Dividends or Refunds .....                                                                    | 11   |
| Exhibit 5 - Aggregate Reserve for Life Contracts .....                                                    | 12   |
| Exhibit 5 - Interrogatories .....                                                                         | 13   |
| Exhibit 5A - Changes in Bases of Valuation During The Year .....                                          | 13   |
| Exhibit 6 - Aggregate Reserves for Accident and Health Contracts .....                                    | 14   |
| Exhibit 7 - Deposit-Type Contracts .....                                                                  | 15   |
| Exhibit 8 - Claims for Life and Accident and Health Contracts - Part 1 .....                              | 16   |
| Exhibit 8 - Claims for Life and Accident and Health Contracts - Part 2 .....                              | 17   |
| Exhibit of Capital Gains (Losses) .....                                                                   | 8    |
| Exhibit of Life Insurance .....                                                                           | 25   |
| Exhibit of Net Investment Income .....                                                                    | 8    |
| Exhibit of Nonadmitted Assets .....                                                                       | 18   |
| Exhibit of Number of Policies, Contracts, Certificates, Income Payable and Account Values .....           | 27   |
| Five-Year Historical Data .....                                                                           | 22   |
| Form for Calculating the Interest Maintenance Reserve (IMR) .....                                         | 28   |
| General Interrogatories .....                                                                             | 20   |
| Jurat Page .....                                                                                          | 1    |
| Liabilities, Surplus and Other Funds .....                                                                | 3    |
| Life Insurance (State Page) .....                                                                         | 24   |
| Notes To Financial Statements .....                                                                       | 19   |
| Overflow Page For Write-ins .....                                                                         | 55   |
| Schedule A - Part 1 .....                                                                                 | E01  |
| Schedule A - Part 2 .....                                                                                 | E02  |
| Schedule A - Part 3 .....                                                                                 | E03  |
| Schedule A - Verification Between Years .....                                                             | SI02 |
| Schedule B - Part 1 .....                                                                                 | E04  |
| Schedule B - Part 2 .....                                                                                 | E05  |
| Schedule B - Part 3 .....                                                                                 | E06  |
| Schedule B - Verification Between Years .....                                                             | SI02 |
| Schedule BA - Part 1 .....                                                                                | E07  |
| Schedule BA - Part 2 .....                                                                                | E08  |
| Schedule BA - Part 3 .....                                                                                | E09  |
| Schedule BA - Verification Between Years .....                                                            | SI03 |
| Schedule D - Part 1 .....                                                                                 | E10  |
| Schedule D - Part 1A - Section 1 .....                                                                    | SI05 |
| Schedule D - Part 1A - Section 2 .....                                                                    | SI08 |
| Schedule D - Part 2 - Section 1 .....                                                                     | E11  |
| Schedule D - Part 2 - Section 2 .....                                                                     | E12  |
| Schedule D - Part 3 .....                                                                                 | E13  |
| Schedule D - Part 4 .....                                                                                 | E14  |
| Schedule D - Part 5 .....                                                                                 | E15  |
| Schedule D - Part 6 - Section 1 .....                                                                     | E16  |
| Schedule D - Part 6 - Section 2 .....                                                                     | E16  |
| Schedule D - Summary By Country .....                                                                     | SI04 |
| Schedule D - Verification Between Years .....                                                             | SI03 |
| Schedule DA - Part 1 .....                                                                                | E17  |
| Schedule DA - Verification Between Years .....                                                            | SI10 |

**ANNUAL STATEMENT BLANK (Continued)**

|                                                                                                    |      |
|----------------------------------------------------------------------------------------------------|------|
| Schedule DB - Part A - Section 1 .....                                                             | E18  |
| Schedule DB - Part A - Section 2 .....                                                             | E19  |
| Schedule DB - Part A - Verification Between Years .....                                            | SI11 |
| Schedule DB - Part B - Section 1 .....                                                             | E20  |
| Schedule DB - Part B - Section 2 .....                                                             | E21  |
| Schedule DB - Part B - Verification Between Years .....                                            | SI11 |
| Schedule DB - Part C - Section 1 .....                                                             | SI12 |
| Schedule DB - Part C - Section 2 .....                                                             | SI13 |
| Schedule DB - Part D - Section 1 .....                                                             | E22  |
| Schedule DB - Part D - Section 2 .....                                                             | E23  |
| Schedule DB - Part E .....                                                                         | E24  |
| Schedule DB - Verification .....                                                                   | SI14 |
| Schedule DL - Part 1 .....                                                                         | E25  |
| Schedule DL - Part 2 .....                                                                         | E26  |
| Schedule E - Part 1 - Cash .....                                                                   | E27  |
| Schedule E - Part 2 - Cash Equivalents .....                                                       | E28  |
| Schedule E - Part 2 - Verification Between Years .....                                             | SI15 |
| Schedule E - Part 3 - Special Deposits .....                                                       | E29  |
| Schedule F .....                                                                                   | 36   |
| Schedule H - Accident and Health Exhibit - Part 1 .....                                            | 37   |
| Schedule H - Part 2, Part 3 and Part 4 .....                                                       | 38   |
| Schedule H - Part 5 - Health Claims .....                                                          | 39   |
| Schedule S - Part 1 - Section 1 .....                                                              | 40   |
| Schedule S - Part 1 - Section 2 .....                                                              | 41   |
| Schedule S - Part 2 .....                                                                          | 42   |
| Schedule S - Part 3 - Section 1 .....                                                              | 43   |
| Schedule S - Part 3 - Section 2 .....                                                              | 44   |
| Schedule S - Part 4 .....                                                                          | 45   |
| Schedule S - Part 5 .....                                                                          | 46   |
| Schedule S - Part 6 .....                                                                          | 47   |
| Schedule S - Part 7 .....                                                                          | 48   |
| Schedule T - Part 2 Interstate Compact .....                                                       | 50   |
| Schedule T - Premiums and Annuity Considerations .....                                             | 49   |
| Schedule Y - Information Concerning Activities of Insurer Members of a Holding Company Group ..... | 51   |
| Schedule Y - Part 1A - Detail of Insurance Holding Company System .....                            | 52   |
| Schedule Y - Part 2 - Summary of Insurer's Transactions With Any Affiliates .....                  | 53   |
| Summary Investment Schedule .....                                                                  | SI01 |
| Summary of Operations .....                                                                        | 4    |
| Supplemental Exhibits and Schedules Interrogatories .....                                          | 54   |