

**Evergreen Health Inc. in Liquidation**  
**Statement of Assets, Liabilities, and Capital and Surplus**  
**June 30, 2018**  
**(Unaudited)**

	<b>September 01, 2017</b>	<b>June 30, 2018</b>
	<b>Estimated Realizable</b>	<b>Estimated Realizable</b>
	<b>Value</b>	<b>Value</b>
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 10,121,774	\$ 7,062,304
Investments	\$ 12,728,371	\$ 7,151,134
Risk Corridor Receivable	2,421,113	2,384,976
Risk Corridor Receivable Valuation Adjustment	(2,421,113)	(2,384,976)
Amounts Recoverable from Reinsurer	1,468,061	-
Amounts due from Federal and State Programs	2,621,380	11,671
Premiums in Course of Collection	2,080,289	313,229
Rebates Receivable	1,601,406	1,726,526
Provider and Other Claims Recoverable	1,093,868	806,904
Fixed Assets	64,000	50,000
Prepaid Expenses	281,262	86,829
Investment Income due and accrued	57,525	47,276
Other Assets	17,221	41,121
<b>Total Assets</b>	<b>\$ 32,135,157</b>	<b>\$ 17,296,994</b>
<b>LIABILITIES</b>		
Claims unpaid	\$ 33,974,661	\$ 41,568,333
Unpaid claims adjustment expenses	200,000	150,000
Premium Deficiency	1,033,000	-
Aggregate health policy reserves	25,536,535	33,404,040
Premiums received in advance	640,668	-
General expenses due and accrued	4,253,848	4,388,623
Ceded reinsurance premiums payable	125,355	-
Amount due to parent, subsidiaries, and affiliates	312,906	312,906
Other liabilities	655,803	396,065
<b>Total Liabilities</b>	<b>66,732,776</b>	<b>80,219,967</b>
<b>Capital and Surplus</b>		
Surplus Notes	12,000,000	12,000,000
Accumulated Deficit	(46,597,619)	<b>(74,922,973)</b>
Total Capital & Surplus	(34,597,619)	<b>(62,922,973)</b>
<b>Total Liabilities, Capital and Surplus</b>	<b>\$ 32,135,157</b>	<b>\$ 17,296,994</b>

**Notes:**

(1) See Notes to Financial Statements as of June 30, 2018

**Evergreen Health Inc. in Liquidation**  
**Statement of Revenue and Expenses**  
**For The Period September 1, 2017 ("Liquidation date") through June 30, 2018**  
**(Unaudited)**

		<b>Date of Liquidation through June 30, 2018</b>
<b>Revenues</b>		
Change in Net Premium Income Earned	\$	(5,623,236)
Returned Premiums	\$	(86,093)
<b>Total Revenues</b>		<b>(5,709,329)</b>
Medical and Pharmacy Benefits		
Direct Hospital & Medical Benefits		15,174,583
Direct Prescriptions Drugs		1,114,632
Change in Reinsurance Recoverables		1,417,249
<b>Total Medical and Pharmacy Benefits Expenses</b>		<b>17,706,464</b>
Claim Adjustment Expenses		2,341,055
General Administrative Expenses		
Estate Administration		1,417,883
Employee and Personnel		1,664,866
Facility and Operations		779,716
<b>Total General and Administrative Expenses</b>		<b>3,862,465</b>
Decrease in Premium Deficiency Reserves		(1,033,000)
<b>Net Underwriting Gain/(Loss)</b>		<b>(28,586,313)</b>
Investment Income		103,184
Realized Gains/(Losses)		(11,836)
Total Investment Income		91,348
<b>Net Operating Gain/(Loss)</b>	<b>\$</b>	<b>(28,494,965)</b>

**Notes:**

(1) See Notes to Financial Statements as of June 30, 2018

## **Evergreen Health Inc. in Liquidation**

### **Notes to the Financial Statements as of June 30, 2018**

1. Evergreen Health, Inc. ("Evergreen") was ordered into Rehabilitation on July 31, 2017 and Liquidation on September 30, 2017. As a result of the Liquidation all policies were terminated as of September 30, 2017.
2. Evergreen is currently evaluating legal actions and remedies. No amounts are currently recorded in the financial statements for litigation expenses.
3. The financial statements are prepared by the Receiver from information available to, known, or estimated by the Receiver as of the date of the financial statements. The financial statements are unaudited. Amounts reported in the financial statements do not include all possible recoveries that may result from various legal and/or collection efforts. Inclusion of an item as a liability is not admission by the Receiver that such amount is owed. The estimates reflected will continue to be updated as the Receiver gathers additional information.
4. Evergreen Health, Inc. in Liquidation Statement of Affairs as of June 30, 2018 have been prepared utilizing a liquidation basis of accounting.