

Evergreen Health Inc. in Liquidation
Statement of Assets, Liabilities, and Capital and Surplus (A)
December 31, 2019
(Unaudited)

	September 01, 2017	December 31, 2019
	Estimated Realizable	Estimated Realizable
	Value	Value
ASSETS		
Cash and Cash Equivalents	\$ 10,121,774	\$ 9,828,351
Investments	12,728,371	2,381,495
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	110,562
Amounts due from Federal and State Programs	2,621,380	-
Premiums in Course of Collection	2,080,289	191,554
Rebates Receivable	1,601,406	1,782,173
Provider and Other Claims Recoverable	1,093,868	518,844
Fixed Assets	64,000	-
Prepaid Expenses	281,262	12,879
Investment Income due and accrued	57,525	23,539
Other Assets	17,221	38,324
Total Assets	\$ 32,135,157	\$ 14,887,722
LIABILITIES		
Claims unpaid	\$ 33,974,661	\$ 39,353,502
Unpaid claims adjustment expenses	200,000	-
Premium Deficiency	1,033,000	-
Aggregate health policy reserves	25,536,535	33,382,001
Premiums received in advance	640,668	-
General expenses due and accrued	4,253,848	3,053,518
Ceded reinsurance premiums payable	125,355	-
Amount due to parent, subsidiaries, and affiliates	312,906	80,000
Other liabilities	655,803	-
Total Liabilities	\$ 66,732,776	\$ 75,869,022
Capital and Surplus		
Surplus Notes	\$ 12,000,000	\$ 12,000,000
Accumulated Deficit	(46,597,619)	(72,981,300)
Total Capital & Surplus	\$ (34,597,619)	\$ (60,981,300)
Total Liabilities, Capital and Surplus	\$ 32,135,157	\$ 14,887,722

Note:

(A) See Notes to Financial Statements as of December 31, 2019.

Evergreen Health Inc. in Liquidation
Statement of Revenue and Expenses (A)
For The Period September 1, 2017 ("Liquidation date") through December 31, 2019
(Unaudited)

	Date of Liquidation through December 31, 2019
Revenues	\$ (5,809,078)
Medical and Pharmacy Benefits	
Direct Hospital & Medical Benefits	12,161,570
Direct Prescriptions Drugs	1,058,985
Change in Reinsurance Recoverables	1,301,774
Total Medical and Pharmacy Benefits Expenses	14,522,329
Claim Adjustment Expenses	2,048,680
General Administrative Expenses	
Estate Administration	2,574,352
Employee and Personnel	2,425,623
Facility and Operations	1,283,985
Total General and Administrative Expenses	6,283,960
Decrease in Premium Deficiency Reserves	(1,033,000)
Net Underwriting Gain/(Loss)	(27,631,047)
Investment Income	308,851
Realized Gains/(Losses)	(15,214)
Reversal of Surplus Interest Expense	396,065
Total Investment Income	689,702
Net Operating Gain/(Loss)	\$ (26,941,345)

Notes:

(A) See Notes to Financial Statements as of December 31, 2019.

Evergreen Health Inc. in Liquidation

Notes to the Financial Statements as of December 31, 2019

1. Evergreen Health, Inc. ("Evergreen") was ordered into Rehabilitation on July 31, 2017 and Liquidation on September 1, 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. Failure of the numbers to add in all cases is due to rounding. 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.'s financial statements as of December 31, 2019 have been prepared utilizing a liquidation basis of accounting.
5. Evergreen Health, Inc. has adjusted the pre-receivership liabilities based on Proof of Claims amounts filed by the claim filing deadline as of July 31, 2018.
6. Evergreen Health, Inc.'s financial statements as of September 1, 2017 reflected interest payable to the Surplus Note Holders in the amount of \$396,065. These amounts were not approved by the MIA, no amounts were paid to the Surplus Note Holders, and no amounts are reported as due the Surplus Note Holders as of December 31, 2019.