

Highlights 2006

Health Advantage



An Independent Licensee of the Blue Cross and Blue Shield Association

Health Advantage is Arkansas' largest health maintenance organization (HMO). It is 50 percent owned by Arkansas Blue Cross and Blue Shield and 50 percent owned by Baptist Medical System HMO, Inc.

| | Balance Sheet | | Statutory basis | |
|--|---------------|----------------------|-----------------|---------------------|
| | | 2006 | | 2005 |
| We Have | | | | |
| Cash and Investments | | \$89,407,246 | | \$81,956,212 |
| Accounts Receivable | | 17,379,232 | | 13,183,721 |
| Total Assets: | | \$106,786,478 | | \$95,139,933 |
| We Owe | | | | |
| Claims Payable | | \$13,998,123 | | \$17,145,415 |
| Advanced Premiums | | 1,384,182 | | 1,394,162 |
| Accounts Payable and Other Liabilities | | 25,218,933 | | 20,017,886 |
| Total Liabilities: | | \$40,601,238 | | \$38,557,463 |
| We Have Set Aside | | | | |
| Capital and Surplus | | 66,185,240 | | 56,582,470 |
| Total Liabilities, Capital and Surplus: | | \$106,786,478 | | \$95,139,933 |

Summary of Operations

| | | | | |
|------------------------------|--|---------------------|--|----------------------|
| Premium Income | | \$89,579,403 | | \$113,372,429 |
| Investment Income | | 4,297,469 | | 2,734,401 |
| Other Income | | 286,973 | | 190,881 |
| Total Income: | | \$94,163,845 | | \$116,297,711 |
| Claims Incurred | | \$68,713,548 | | \$91,006,413 |
| Operating Expenses | | 11,265,945 | | 11,448,013 |
| Total Expenses: | | \$79,979,493 | | \$102,454,426 |
| Net Income Before Tax | | \$14,184,352 | | \$13,843,285 |
| Federal Income Tax | | 4,437,206 | | 4,715,108 |
| Net Income After Tax: | | \$9,747,146 | | \$9,128,177 |

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P.O. Box 8069
 Little Rock, AR 72203-8069 • (501) 221-1800
 An Equal Opportunity Employer

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