

PUBLIC

**TEXAS DEPARTMENT OF INSURANCE
HEALTH MAINTENANCE ORGANIZATIONS
FINANCIAL REPORT
LIMITED SERVICE
ANNUAL 2004**

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FINANCIAL REPORT
LIMITED SERVICE
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DISCLAIMER: *The following information is intended only as a guide and may in no respect be relied upon as an alternative or supplement to the data filed by the company. TDI assumes no responsibility for omissions, inaccuracies or ambiguities. although every effort has been made to ensure the accuracy of the information, all parties are advised to consult the company directly and/or other sources regarding the extent and nature of this information.*

**Source: HMO database L1204A.xls
HMO Financial Statements**

HMO's Service Areas/Divisions

Ty	TDI#	NAIC#	GRP	2-Company Name	Licensed	Division 1	Division 2	Division 3	Division 4	Division 5	Division 6	Division 7
28-	95576	11098		Coordinated Care Solutions of Texas, In	03/30/01	Consolidated						
28-	94409	95058	1260	Magellan Behavioral Health of Texas, In	04/02/99	Dallas*						
28-	94865	95799		Value Options of Texas, Inc.	08/18/98	Irving*						

*Only operates in one service area

FINANCIAL DATA REPORT ALL COMPANIES

ANNUAL 2004 HEALTH MAINTENANCE ORGANIZATION	E YEAR	F CASH	G SHORT-TERM INVESTMENT	H PREMIUMS RECEIVABLE	I CURRENT ADMITTED ASSETS	J LONG-TERM INVESTMENT
Coordinated Care Solutions of Texas, Inc.	Dec-04	99,951	0	0	424,951	0
Magellan Behavioral Health of Texas, Inc.	Dec-04	381,000	0	0	381,000	0
Value Options of Texas, Inc.	Dec-04	1,056,951	11,000,000	1,148,652	14,208,874	0
TOTAL LIMITED SERVICE		1,537,902	11,000,000	1,148,652	15,014,825	0

ANNUAL 2004 HEALTH MAINTENANCE ORGANIZATION	E YEAR	K TOTAL ADMITTED ASSETS	L CLAIMS PAYABLE	M CURRENT LIABILITIES	N TOTAL LIABILITIES	O UNCOVERED LIABILITIES	P NET WORTH
Coordinated Care Solutions of Texas, Inc.	Dec-04	424,951	493,205	585,688	585,688	82,619	(160,737)
Magellan Behavioral Health of Texas, Inc.	Dec-04	381,000	0	6,068	6,068	0	374,932
Value Options of Texas, Inc.	Dec-04	14,224,274	7,796,994	11,842,620	11,842,620	0	2,381,654
TOTAL LIMITED SERVICE		15,030,225	8,290,199	12,434,376	12,434,376	82,619	2,595,849

ANNUAL 2004 HEALTH MAINTENANCE ORGANIZATION	E YEAR	Q COMMERCIAL RISK PREMIUM	R MEDICARE PREMIUM	S MEDICAID PREMIUM	T TOTAL REVENUE	U OTHER PROFESSIONAL SERVICES	V OUTSIDE REFERRAL
Coordinated Care Solutions of Texas, Inc.	Dec-04	0	0	0	0	0	0
Magellan Behavioral Health of Texas, Inc.	Dec-04	0	0	0	0	0	0
Value Options of Texas, Inc.	Dec-04	0	0	49,926,618	120,392,807	0	0
TOTAL LIMITED SERVICE		0	0	49,926,618	120,392,807	0	0

ANNUAL 2004 HEALTH MAINTENANCE ORGANIZATION	E YEAR	W HOSP/MEDICAL BENEFITS	X TOTAL MED & HOSP	Y TOTAL ADMIN & OTHER	Z TOTAL EXPENSES	AA INCOME BEFORE TAX	AB INCOME AFTER TAX
Coordinated Care Solutions of Texas, Inc.	Dec-04	0	0	(50,554)	(50,554)	50,554	50,554
Magellan Behavioral Health of Texas, Inc.	Dec-04	0	0	0	0	0	0
Value Options of Texas, Inc.	Dec-04	13,439,849	113,570,395	6,735,510	120,305,905	86,902	(54,386)
TOTAL LIMITED SERVICE		13,439,849	113,570,395	6,684,956	120,255,351	137,456	(3,832)

ANNUAL 2004 HEALTH MAINTENANCE ORGANIZATION	E YEAR	NET INCR/ (DECR) CASH & EQUIV'T	AD PRIOR YEAR ENROLLMENT	AE ENDING ENROLLMENT	MEM MONTHS CURRENT YEAR	AG MEDICARE YR CUMUL MEMBER MOS	AH MEDICAID YR CUMUL MEMBER MOS
Coordinated Care Solutions of Texas, Inc.	Dec-04	(383,103)	0	0	0	0	0
Magellan Behavioral Health of Texas, Inc.	Dec-04	323	0	0	0	0	0
Value Options of Texas, Inc.	Dec-04	1,802,747	244,034	262,697	3,492,466	0	3,492,466
TOTAL LIMITED SERVICE		1,419,967	244,034	262,697	3,492,466	0	3,492,466

ANNUAL 2004 HEALTH MAINTENANCE ORGANIZATION	E YEAR	TOTAL PHY & NON-PHY ENCOUNTERS	AJ TOTAL MED PHY&NONPHY ENCOUNTERS	AK TOTAL M-AID PHY&NONPHY ENCOUNTERS	TOTAL HOSP PAT DAYS INCURRED	AM MED HOSP PAT DAYS INCURRED	AN CLAIMS PAYABLE UNREPORTED
Coordinated Care Solutions of Texas, Inc.	Dec-04	0	0	0	0	0	0
Magellan Behavioral Health of Texas, Inc.	Dec-04	0	0	0	0	0	0
Value Options of Texas, Inc.	Dec-04	633,147	0	633,147	5,446	0	7,151,189
TOTAL LIMITED SERVICE		633,147	0	633,147	5,446	0	7,151,189

FINANCIAL DATA REPORT ALL COMPANIES

ANNUAL 2004 HEALTH MAINTENANCE ORGANIZATION	E YEAR	AO CLAIMS PAYABLE REPORTED	NET CASH PROVIDED BY OPER. ACTIV.	CUMULATIVE MEM MONTHS YTD	AR MEDICARE MEM MONTHS YTD	AS MEDICAID MEM MONTHS YTD	TEXAS WRITTEN PREMIUM	TOTAL WRITTEN PREMIUM
Coordinated Care Solutions of Texas, Inc.	Dec-04	0	(368,555)	0	0	0	0	0
Magellan Behavioral Health of Texas, Inc.	Dec-04	0	0	0	0	0	0	0
Value Options of Texas, Inc.	Dec-04	645,805	(990,530)	3,492,466	0	3,492,466	49,926,618	49,926,618
TOTAL LIMITED SERVICE		645,805	(1,359,085)	3,492,466	0	3,492,466	49,926,618	49,926,618

**Health Maintenance Organizations
Operations by Areas**

As of 12/31/04

	Coordinated Care Solutions of Texas, Inc.	Magellan Behavioral Health of Texas, Inc.	ValueOptions of Texas, Inc.
	Consolidated	Dallas*	Irving*
Tot. Member Months (CP)	0	0	918,549
Tot. Member Months (YTD)	0	0	3,492,466
Dec 03/Tot. Member Months (YTD)	0	0	3,246,717
Medicare Months (CP)	0	0	0
Medicare Months (YTD)	0	0	0
Medicaid Months (CP)	0	0	918,549
Medicaid Months (YTD)	0	0	3,492,466
Enrollment			
Group	0	0	0
Medicare Risk	0	0	0
Medicare Cost	0	0	0
Medicaid Risk	0	0	262,697
Medicaid Cost	0	0	0
Individual	0	0	0
Other	0	0	0
Total Membrs Dec 04	0	0	262,697
% Share in each market			
Total Members Dec 03	0	0	244,034
% Share in each market			
O/P encounters			
Physician P7 C7 L7	0	0	36,740
Non-Physician	0	0	596,407
Total	0	0	633,147
Current Period			
Patient Days (no medicare)	0	0	880
Medicare Patient Days	0	0	0
Total Patient Days	0	0	880
Days/1000 (No medicare)	0	0	11
Medicare Days/1000	0	0	0
Year to Date			
Patient Days (no medicare)	0	0	5,446
Medicare Patient Days	0	0	0
Total Patient Days	0	0	5,446
YTD Annualized			
Days/1000 (No medicare)	0	0	19
Medicare Days/1000	0	0	0
Comm. Premiums (CP)	\$0	\$0	\$0
Comm. Premiums (YTD)	\$0	\$0	\$0
Medicare XVIII (CP)	\$0	\$0	\$0
Medicare XVIII (YTD)	\$0	\$0	\$0

* Only operates in one service area

**Health Maintenance Organizations
Operations by Areas**

	Coordinated Care Solutions of Texas, Inc.	Magellan Behavioral Health of Texas, Inc.	ValueOptions of Texas, Inc.
As of 12/31/04	Consolidated	Dallas*	Irving*
Medicaid XIX (CP)	\$0	\$0	\$13,098,810
Medicaid XIX (YTD)	\$0	\$0	\$49,926,618
Point of Serv Rider Cov (CP)	\$0	\$0	\$0
Point of Serv Rider Cov (YTD)	\$0	\$0	\$0
Publicly Supported (CP)	\$0	\$0	\$0
Publicly Supported (YTD)	\$0	\$0	\$0
Children's Health Ins Plan (CP)	\$0	\$0	\$0
Children's Health Ins Plan (YTD)	\$0	\$0	\$0
Total Premium (CP)	\$0	\$0	\$13,098,810
Total Premium (YTD)	\$0	\$0	\$49,926,618
2002 Premium PMPM	\$0.00	\$0.00	\$14.92
2003 Premium PMPM	\$0.00	\$0.00	\$14.10
2004 Premium PMPM	\$0.00	\$0.00	\$14.30
ACTUAL PMPM '04 YTD			
Commercial Premium	\$0.00	\$0.00	\$0.00
Medicare Premium	\$0.00	\$0.00	\$0.00
Medicaid Premium	\$0.00	\$0.00	\$14.30
Total Premium	\$0.00	\$0.00	\$14.30
Other Revenue	\$0.00	\$0.00	\$0.00
TOTAL REVENUE	\$0.00	\$0.00	\$34.47
Physician Services	\$0.00	\$0.00	\$0.01
Hosp/Medical Benefits	\$0.00	\$0.00	\$3.85
Total Med & Hosp	\$0.00	\$0.00	\$32.52
Total Admin. & Other Exp	\$0.00	\$0.00	\$1.93
TOTAL EXPENSES	\$0.00	\$0.00	\$34.45
INCOME (loss) YTD	\$0.00	\$0.00	(\$0.02)
INCOME (loss) Dec 03	\$0.00	\$0.00	(\$0.84)
YTD M & H/Total Prens. (%)	0.00%	0.00%	227.47%
YTD M & H/Total Expenses (%)	0.00%	0.00%	94.40%
Admin/Total Expenses (%)	100.00%	0.00%	5.60%
ACTUAL INCOME/LOSS			
Before Tax Net Inc (CP)	(\$7)	\$0	\$1,596,064
After Tax Net Inc (CP)	(\$7)	\$0	\$926,569
Before Tax Net Inc (YTD)	\$50,554	\$0	\$86,902
After Tax Net Inc (YTD)	\$50,554	\$0	(\$54,386)
Before Tax Net Inc (2004)	\$50,554	\$0	\$86,902
After Tax Net Inc (2004)	\$50,554	\$0	(\$54,386)
Before Tax Net Inc (2003)	\$9,991	\$0	(\$1,572,831)
After Tax Net Inc (2003)	\$9,991	\$0	(\$969,133)
Before Tax Net Inc (2002)	(\$2,069,761)	\$0	(\$1,866,035)
After Tax Net Inc (2002)	(\$2,069,761)	\$0	(\$1,248,308)

**BALANCE SHEET DATA
2004 ANNUAL INFORMATION**

TOTAL ADMITTED ASSETS

LIMITED SERVICE HMOs	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	\$0	\$2,252,369	\$1,551,465	\$808,054	\$424,951
Magellan Behavioral Health of Texas, Inc.	\$8,307,956	\$374,932	\$375,902	\$380,677	\$381,000
ValueOptions of Texas, Inc.	\$9,690,649	\$13,492,632	\$13,396,895	\$11,194,500	\$14,224,274
TOTAL LIMITED SERVICE	\$17,998,605	\$16,119,933	\$15,324,262	\$12,383,231	\$15,030,225

**BALANCE SHEET DATA
2004 ANNUAL INFORMATION**

TOTAL LIABILITIES

LIMITED SERVICE HMOs	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	\$0	\$1,544,838	\$1,772,747	\$1,019,345	\$585,688
Magellan Behavioral Health of Texas, Inc.	\$1,718,723	\$0	\$970	\$5,745	\$6,068
ValueOptions of Texas, Inc.	\$7,557,116	\$11,589,551	\$12,192,122	\$9,623,860	\$11,842,620
TOTAL LIMITED SERVICE	\$9,275,839	\$13,134,389	\$13,965,839	\$10,648,950	\$12,434,376

**BALANCE SHEET DATA
2004 ANNUAL INFORMATION**

TOTAL UNCOVERED LIABILITIES

LIMITED SERVICE HMOs	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	\$0	\$0	\$130,405	\$163,801	\$82,619
Magellan Behavioral Health of Texas, Inc.	\$0	\$0	\$0	\$0	\$0
ValueOptions of Texas, Inc.	\$0	\$0	\$0	\$0	\$0
TOTAL LIMITED SERVICE	\$0	\$0	\$130,405	\$163,801	\$82,619

**BALANCE SHEET DATA
2004 ANNUAL INFORMATION**

TOTAL NET WORTH

LIMITED SERVICE HMOs	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	\$0	\$707,531	(\$221,282)	(\$211,291)	(\$160,737)
Magellan Behavioral Health of Texas, Inc.	\$6,589,233	\$374,932	\$374,932	\$374,932	\$374,932
ValueOptions of Texas, Inc.	\$2,133,533	\$1,903,081	\$1,204,773	\$1,570,640	\$2,381,654
TOTAL LIMITED SERVICE	\$8,722,766	\$2,985,544	\$1,358,423	\$1,734,281	\$2,595,849

**BALANCE SHEET DATA
2004 ANNUAL INFORMATION**

STATUTORY SURPLUS

LIMITED SERVICE HMOs	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	\$0	\$2,252,369	\$1,421,060	\$644,253	\$342,332
Magellan Behavioral Health of Texas, Inc.	\$8,307,956	\$374,932	\$375,902	\$380,677	\$381,000
ValueOptions of Texas, Inc.	\$9,690,649	\$13,492,632	\$13,396,895	\$11,194,500	\$14,224,274
TOTAL LIMITED SERVICE	\$17,998,605	\$16,119,933	\$15,193,857	\$12,219,430	\$14,947,606

**BALANCE SHEET DATA
2004 ANNUAL INFORMATION**

ENDING ENROLLMENT

LIMITED SERVICE HMOs	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	0	15,562	0	0	0
Magellan Behavioral Health of Texas, Inc.	27,661	0	0	0	0
ValueOptions of Texas, Inc.	140,546	144,841	229,484	244,034	262,697
TOTAL LIMITED SERVICE	168,207	160,403	229,484	244,034	262,697

**INCOME STATEMENT DATA
2004 ANNUAL INFORMATION**

COMMERCIAL PREMIUMS

LIMITED SERVICE HMOs	DIVISION	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	Consolidated	\$0	\$0	\$0	\$0	\$0
Magellan Behavioral Health of Texas, Inc.	Dallas*	\$0	\$0	\$0	\$0	\$0
ValueOptions of Texas, Inc.	Irving*	\$0	\$0	\$0	\$0	\$0
TOTAL LIMITED SERVICE TEXAS		\$0	\$0	\$0	\$0	\$0
TOTAL LIMITED SERVICE IND WIDE		\$0	\$0	\$0	\$0	\$0

* Only operates in one service area

**INCOME STATEMENT DATA
2004 ANNUAL INFORMATION**

MEDICARE PREMIUM

LIMITED SERVICE HMOs		DIVISION	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	Consolidated		\$0	\$0	\$0	\$0	\$0
Magellan Behavioral Health of Texas, Inc.	Dallas*		\$0	\$0	\$0	\$0	\$0
ValueOptions of Texas, Inc.	Irving*		\$0	\$0	\$0	\$0	\$0
TOTAL LIMITED SERVICE TEXAS			\$0	\$0	\$0	\$0	\$0
TOTAL LIMITED SERVICE IND WIDE			\$0	\$0	\$0	\$0	\$0

* Only operates in one service area

**INCOME STATEMENT DATA
2004 ANNUAL INFORMATION**

MEDICAID PREMIUM

LIMITED SERVICE HMOs	DIVISION	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	Consolidated	\$0	\$0	\$0	\$0	\$0
Magellan Behavioral Health of Texas, Inc.	Dallas*	\$35,516,109	\$0	\$0	\$0	\$0
ValueOptions of Texas, Inc.	Irving*	\$21,184,005	\$39,957,680	\$39,126,331	\$45,770,339	\$49,926,618
TOTAL LIMITED SERVICE TEXAS		\$56,700,114	\$39,957,680	\$39,126,331	\$45,770,339	\$49,926,618
TOTAL LIMITED SERVICE IND WIDE		\$56,700,114	\$39,957,680	\$39,126,331	\$45,770,339	\$49,926,618

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INCOME STATEMENT DATA
2004 ANNUAL INFORMATION

TOTAL REVENUES

LIMITED SERVICE HMOs	DIVISION	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	Consolidated	\$0	\$2,829,242	\$10,880,622	\$0	\$0
Magellan Behavioral Health of Texas, Inc.	Dallas*	\$36,108,224	\$0	\$0	\$0	\$0
ValueOptions of Texas, Inc.	Irving*	\$58,795,581	\$103,016,866	\$109,000,903	\$115,829,274	\$120,392,807
TOTAL LIMITED SERVICE TEXAS		\$94,903,805	\$105,846,108	\$119,881,525	\$115,829,274	\$120,392,807
TOTAL LIMITED SERVICE IND WIDE		\$94,903,805	\$105,846,108	\$119,881,525	\$115,829,274	\$120,392,807

* Only operates in one service area

INCOME STATEMENT DATA
2004 ANNUAL INFORMATION

TOTAL MEDICAL & HOSPITAL EXPENSE

LIMITED SERVICE HMOs	DIVISION	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	Consolidated	\$0	\$3,166,550	\$11,094,060	\$12,588	\$0
Magellan Behavioral Health of Texas, Inc.	Dallas*	\$32,665,449	\$0	\$0	\$0	\$0
ValueOptions of Texas, Inc.	Irving*	\$54,775,133	\$94,968,508	\$100,045,386	\$109,463,632	\$113,570,395
TOTAL LIMITED SERVICE TEXAS		\$87,440,582	\$98,135,058	\$111,139,446	\$109,476,220	\$113,570,395
TOTAL LIMITED SERVICE IND WIDE		\$87,440,582	\$98,135,058	\$111,139,446	\$109,476,220	\$113,570,395

* Only operates in one service area

INCOME STATEMENT DATA
2004 ANNUAL INFORMATION

TOTAL ADMINISTRATION EXPENSE

LIMITED SERVICE HMOs	DIVISION	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	Consolidated	\$0	\$1,271,083	\$1,856,323	(\$22,579)	(\$50,554)
Magellan Behavioral Health of Texas, Inc.	Dallas*	\$4,027,779	\$0	\$0	\$0	\$0
ValueOptions of Texas, Inc.	Irving*	\$8,231,317	\$14,047,207	\$10,821,552	\$7,938,473	\$6,735,510
TOTAL LIMITED SERVICE TEXAS		\$12,259,096	\$15,318,290	\$12,677,875	\$7,915,894	\$6,684,956
TOTAL LIMITED SERVICE IND WIDE		\$12,259,096	\$15,318,290	\$12,677,875	\$7,915,894	\$6,684,956

* Only operates in one service area

INCOME STATEMENT DATA
2004 ANNUAL INFORMATION

TOTAL EXPENSES

LIMITED SERVICE HMOs	DIVISION	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	Consolidated	\$0	\$4,437,633	\$12,950,383	(\$9,991)	(\$50,554)
Magellan Behavioral Health of Texas, Inc.	Dallas*	\$36,693,228	\$0	\$0	\$0	\$0
ValueOptions of Texas, Inc.	Irving*	\$63,006,450	\$109,015,715	\$110,866,938	\$117,402,105	\$120,305,905
TOTAL LIMITED SERVICE TEXAS		\$99,699,678	\$113,453,348	\$123,817,321	\$117,392,114	\$120,255,351
TOTAL LIMITED SERVICE IND WIDE		\$99,699,678	\$113,453,348	\$123,817,321	\$117,392,114	\$120,255,351

* Only operates in one service area

INCOME STATEMENT DATA
2004 ANNUAL INFORMATION

NET INCOME BEFORE TAXES

LIMITED SERVICE HMOs	DIVISION	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	Consolidated	\$0	(\$1,608,391)	(\$2,069,761)	\$9,991	\$50,554
Magellan Behavioral Health of Texas, Inc.	Dallas*	(\$585,004)	\$0	\$0	\$0	\$0
ValueOptions of Texas, Inc.	Irving*	(\$4,210,869)	(\$5,998,849)	(\$1,866,035)	(\$1,572,831)	\$86,902
TOTAL LIMITED SERVICE TEXAS		(\$4,795,873)	(\$7,607,240)	(\$3,935,796)	(\$1,562,840)	\$137,456
TOTAL LIMITED SERVICE IND WIDE		(\$4,795,873)	(\$7,607,240)	(\$3,935,796)	(\$1,562,840)	\$137,456

* Only operates in one service area

INCOME STATEMENT DATA
2004 ANNUAL INFORMATION

AFTER TAX NET INCOME

LIMITED SERVICE HMOs	DIVISION	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	Consolidated	\$0	(\$1,608,391)	(\$2,069,761)	\$9,991	\$50,554
Magellan Behavioral Health of Texas, Inc.	Dallas*	(\$585,004)	\$0	\$0	\$0	\$0
ValueOptions of Texas, Inc.	Irving*	(\$2,737,064)	(\$3,951,995)	(\$1,248,308)	(\$969,133)	(\$54,386)
TOTAL LIMITED SERVICE TEXAS		(\$3,322,068)	(\$5,560,386)	(\$3,318,069)	(\$959,142)	(\$3,832)
TOTAL LIMITED SERVICE IND WIDE		(\$3,322,068)	(\$5,560,386)	(\$3,318,069)	(\$959,142)	(\$3,832)

* Only operates in one service area

**INCOME STATEMENT DATA
2004 ANNUAL INFORMATION**

TOTAL ENDING ENROLLMENT

LIMITED SERVICE HMOs	DIVISION	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	Consolidated	0	15,562	0	0	0
Magellan Behavioral Health of Texas, Inc.	Dallas*	27,661	0	0	0	0
ValueOptions of Texas, Inc.	Irving*	140,546	144,841	229,484	244,034	262,697
TOTAL LIMITED SERVICE TEXAS		168,207	160,403	229,484	244,034	262,697
TOTAL LIMITED SERVICE IND WIDE		168,207	160,403	229,484	244,034	262,697

* Only operates in one service area

INCOME STATEMENT DATA
2004 ANNUAL INFORMATION

CUMULATIVE MEMBER MONTHS

LIMITED SERVICE HMOs	DIVISION	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	Consolidated	0	76,742	41,639	0	0
Magellan Behavioral Health of Texas, Inc.	Dallas*	5,760,922	0	0	0	0
ValueOptions of Texas, Inc.	Irving*	1,116,461	1,957,960	2,623,130	3,246,717	3,492,466
TOTAL LIMITED SERVICE TEXAS		6,877,383	2,034,702	2,664,769	3,246,717	3,492,466
TOTAL LIMITED SERVICE IND WIDE		6,877,383	2,034,702	2,664,769	3,246,717	3,492,466

* Only operates in one service area

COMMERCIAL PREMIUMS

LIMITED SERVICE HMOs	DIVISION	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	Consolidated	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Magellan Behavioral Health of Texas, Inc.	Dallas*	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ValueOptions of Texas, Inc.	Irving*	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL LIMITED SERVICE TEXAS		\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL LIMITED SERVICE IND WIDE		\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

* Only operates in one service area

PER MEMBER PER MONTH (PMPM)

2004 ANNUAL INFORMATION

TOTAL REVENUE

LIMITED SERVICE HMOs		DIVISION	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	Consolidated		\$0.00	\$36.87	\$261.31	\$0.00	\$0.00
Magellan Behavioral Health of Texas, Inc.	Dallas*		\$6.27	\$0.00	\$0.00	\$0.00	\$0.00
ValueOptions of Texas, Inc.	Irving*		\$52.66	\$52.61	\$41.55	\$35.68	\$34.47
TOTAL LIMITED SERVICE TEXAS			\$13.80	\$52.02	\$44.99	\$35.68	\$34.47
TOTAL LIMITED SERVICE IND WIDE			\$13.80	\$52.02	\$44.99	\$35.68	\$34.47

* Only operates in one service area

TOTAL MEDICAL & HOSPITAL EXPENSE

LIMITED SERVICE HMOs	DIVISION	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	Consolidated	\$0.00	\$41.26	\$266.43	\$0.00	\$0.00
Magellan Behavioral Health of Texas, Inc.	Dallas*	\$5.67	\$0.00	\$0.00	\$0.00	\$0.00
ValueOptions of Texas, Inc.	Irving*	\$49.06	\$48.50	\$38.14	\$33.72	\$32.52
TOTAL LIMITED SERVICE TEXAS		\$12.71	\$48.23	\$41.71	\$33.72	\$32.52
TOTAL LIMITED SERVICE IND WIDE		\$12.71	\$48.23	\$41.71	\$33.72	\$32.52

* Only operates in one service area

PER MEMBER PER MONTH (PMPM)

2004 ANNUAL INFORMATION

TOTAL ADMINISTRATION EXPENSE

LIMITED SERVICE HMOs		DIVISION	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	Consolidated		\$0.00	\$16.56	\$44.58	\$0.00	\$0.00
Magellan Behavioral Health of Texas, Inc.	Dallas*		\$0.70	\$0.00	\$0.00	\$0.00	\$0.00
ValueOptions of Texas, Inc.	Irving*		\$7.37	\$7.17	\$4.13	\$2.45	\$1.93
TOTAL LIMITED SERVICE TEXAS			\$1.78	\$7.53	\$4.76	\$2.44	\$1.91
TOTAL LIMITED SERVICE IND WIDE			\$1.78	\$7.53	\$4.76	\$2.44	\$1.91

* Only operates in one service area

PER MEMBER PER MONTH (PMPM)

2004 ANNUAL INFORMATION

TOTAL EXPENSES

LIMITED SERVICE HMOs	DIVISION	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	Consolidated	\$0.00	\$57.83	\$311.02	\$0.00	\$0.00
Magellan Behavioral Health of Texas, Inc.	Dallas*	\$6.37	\$0.00	\$0.00	\$0.00	\$0.00
ValueOptions of Texas, Inc.	Irving*	\$56.43	\$55.68	\$42.27	\$36.16	\$34.45
TOTAL LIMITED SERVICE TEXAS		\$14.50	\$55.76	\$46.46	\$36.16	\$34.43
TOTAL LIMITED SERVICE IND WIDE		\$14.50	\$55.76	\$46.46	\$36.16	\$34.43

* Only operates in one service area

PER MEMBER PER MONTH (PMPM)

2004 ANNUAL INFORMATION

NET INCOME BEFORE TAXES

LIMITED SERVICE HMOs	DIVISION	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	Consolidated	\$0.00	(\$20.96)	(\$49.71)	\$0.00	\$0.00
Magellan Behavioral Health of Texas, Inc.	Dallas*	(\$0.10)	\$0.00	\$0.00	\$0.00	\$0.00
ValueOptions of Texas, Inc.	Irving*	(\$3.77)	(\$3.06)	(\$0.71)	(\$0.48)	\$0.02
TOTAL LIMITED SERVICE TEXAS		(\$0.70)	(\$3.74)	(\$1.48)	(\$0.48)	\$0.04
TOTAL LIMITED SERVICE IND WIDE		(\$0.70)	(\$3.74)	(\$1.48)	(\$0.48)	\$0.04

* Only operates in one service area

PER MEMBER PER MONTH (PMPM)

2004 ANNUAL INFORMATION

AFTER TAX NET INCOME

LIMITED SERVICE HMOs	DIVISION	12/00 Year	12/01 Year	12/02 Year	12/03 Year	12/04 Year
Coordinated Care Solutions of Texas, Inc.	Consolidated	\$0.00	(\$20.96)	(\$49.71)	\$0.00	\$0.00
Magellan Behavioral Health of Texas, Inc.	Dallas*	(\$0.10)	\$0.00	\$0.00	\$0.00	\$0.00
ValueOptions of Texas, Inc.	Irving*	(\$2.45)	(\$2.02)	(\$0.48)	(\$0.30)	(\$0.02)
TOTAL LIMITED SERVICE TEXAS		(\$0.48)	(\$2.73)	(\$1.25)	(\$0.30)	(\$0.00)
TOTAL LIMITED SERVICE IND WIDE		(\$0.48)	(\$2.73)	(\$1.25)	(\$0.30)	(\$0.00)

* Only operates in one service area