

TEXAS HMO SUPPLEMENT

STATEMENT FOR THE PERIOD ENDING **DECEMBER 31, 2004**

OF THE **Scott & White Health Plan**
(Name of Company)

REPORT FOR :1. CORPORATION / 2. DIVISION **CONSOLIDATED**
(Location)

EXHIBIT II - 2004 Quarter/Annual
ACTUAL REVENUES AND EXPENSES BY MAJOR SPECIFIED LINES

Indicate Reporting Period: Current Quarter X

	1. Total	2. COMMERCIAL RISK (Omit Provider HMO Business)	3. MEDICARE (Omit Provider HMO Business)		4. MEDICAID (Omit Provider HMO Business)		5. POINT OF SERVICE RIDER COVERAGE	6. ASSUMED RISK (as Provider HMO)	7. CHILDREN'S HEALTH INSURANCE PLAN	8. PUBLICLY SUPPORTED HEALTH CARE	9. NON-RISK
			RISK	COST	RISK	COST					
1. ENROLLEES AT THE END OF REPT PERIOD.....	166,410	142,506	0	23,904	0	0	0	0	0	0	0
2. MEMBER MONTHS.....	499,026	427,152	0	71,874	0	0	0	0	0	0	0
3. Direct Premiums.....	106,171,942	87,711,963	0	18,459,979	0	0	0	XXXXXXXX	0	0	XXXXXXXX
4. Net Premiums.....	106,171,942	87,711,963	0	18,459,979	0	0	0	XXXXXXXX	0	0	XXXXXXXX
5. Change in unearned premium reserve & reserve for rate cre	0	0	0	0	0	0	0	0	0	0	0
6. Fee-for-Service (gross revenues).....	0	XXXXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX	0	0
7. Risk Revenue.....	0	XXXXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX	0	XXXXXXXX	XXXXXXXX	XXXXXXXX
8. Other Health Related Revenues.....	5,093,275	2,288,269	0	788	0	0	0	0	0	0	2,804,218
9. TOTAL HEALTHCARE RELATED REVENUES (L4 to L8).	111,265,217	90,000,232	0	18,460,767	0	0	0	0	0	0	2,804,218
10. Other Revenues (excluding investment income).....	0	0	0	0	0	0	0	0	0	0	0
11. TOTAL REVENUE (L9 to L10).....	111,265,217	90,000,232	0	18,460,767	0	0	0	0	0	0	2,804,218
MEDICAL AND HOSPITAL:											
12. Hospital/Medical Benefits.....	67,166,148	53,494,971	0	13,671,177	0	0	0	0	0	0	0
13. Other Professional Services.....	785,504	616,839	0	168,665	0	0	0	0	0	0	0
14. Outside Referrals.....	7,060,628	6,375,851	0	684,777	0	0	0	0	0	0	0
15. Emergency Room and Out-of-Area.....	9,690,009	8,736,258	0	953,751	0	0	XXXXXXXX	0	0	0	0
16. Other Medical & Hospital.....	12,027,632	9,599,170	0	2,428,462	0	0	0	0	0	0	0
17. Incentive Pool & Withhold Adjustments.....	762,345	762,345	0	0	0	0	0	0	0	0	0
18. SUBTOTAL MED & HOSP (L12 to L17).....	97,492,266	79,585,434	0	17,906,832	0	0	0	0	0	0	0
19. Net Reins Claims Incurred.....	63,618	63,618	0	0	0	0	0	0	0	0	0
20. TOTAL MEDICAL & HOSP (L18 less L19).....	97,428,648	79,521,816	0	17,906,832	0	0	0	0	0	0	0
21. Claims Adjustment Expenses.....	3,227,060	3,227,060	0	0	0	0	0	0	0	0	0
22. General Administrative Expenses.....	7,542,176	2,822,818	0	2,130,739	0	0	0	0	0	0	2,588,619
23. Increase in Reserves for A&H contracts.....	1,163,782	0	0	1,163,782	0	0	0	0	0	0	0
24. TOTAL UNDERWRITING DEDUCTIONS(L20 to L23).....	109,361,666	85,571,694	0	21,201,353	0	0	0	0	0	0	2,588,619
25. NET UNDERWRITING GAIN/(LOSS) (L9 less L24).....	1,903,551	4,428,538	0	(2,740,586)	0	0	0	0	0	0	215,599
26. Net Investment Income Earned.....	(50,302)	(50,302)	0	0	0	0	0	0	0	0	0
27. Net Realized Capital Gains/(Losses).....	193,675	193,675	0	0	0	0	0	0	0	0	0
28. NET INVESTMENT GAINS/(LOSSES) (L26 to L27).....	143,373	143,373	0	0	0	0	0	0	0	0	0
29. Other Expenses.....	2,937,079	2,937,079	0	0	0	0	0	0	0	0	0
30. INCOME (LOSS) BEFORE FIT & EXP ITEMS (L10 + L25 +	(890,155)	1,634,832	0	(2,740,586)	0	0	0	0	0	0	215,599
31. Extraordinary Items & Federal Income Taxes.....	(607,686)	(607,686)	0	0	0	0	0	0	0	0	0
32. NET INCOME (LOSS) (L30 less L31).....	(282,469)	2,242,518	0	(2,740,586)	0	0	0	0	0	0	215,599
33a. NON-TAXABLE COMMERCIAL RISK ENROLLEES.....		54,408	(Examples of non-taxable enrollees are State								
33b. NON-TAXABLE COMMERCIAL RISK MEMBER MONTHS.....		163,718	of Texas enrollees and Federal employees.)								

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(Location)

EXHIBIT II - 2004 Quarter/Annual
ACTUAL REVENUES AND EXPENSES BY MAJOR SPECIFIED LINES

Indicate Reporting Period: Year-to-Date **X**

	1. Total	2. COMMERCIAL RISK (Omit Provider HMO Business)	3. MEDICARE (Omit Provider HMO Business)		4. MEDICAID (Omit Provider HMO Business)		5. POINT OF SERVICE RIDER COVERAGE	6. ASSUMED RISK (as Provider HMO)	7. CHILDREN'S HEALTH INSURANCE PLAN	8. PUBLICLY SUPPORTED HEALTH CARE	9. NON-RISK
			RISK	COST	RISK	COST					
1. ENROLLEES AT THE END OF REPT PERIOD.....	166,410	142,506	0	23,904	0	0	0	0	0	0	0
2. MEMBER MONTHS.....	1,998,771	1,709,620	0	289,151	0	0	0	0	0	0	0
3. Direct Premiums.....	425,715,463	346,715,799	0	78,999,664	0	0	0	XXXXXXXX	0	0	XXXXXXXX
4. Net Premiums.....	425,715,463	346,715,799	0	78,999,664	0	0	0	XXXXXXXX	0	0	XXXXXXXX
5. Change in unearned premium reserve & reserve for rate cre	0	0	0	0	0	0	0	0	0	0	0
6. Fee-for-Service (gross revenues).....	0	XXXXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX	0	0
7. Risk Revenue.....	0	XXXXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX	0	XXXXXXXX	XXXXXXXX	XXXXXXXX
8. Other Health Related Revenues.....	20,543,625	17,395,426	0	343,981	0	0	0	0	0	0	2,804,218
9. TOTAL HEALTHCARE RELATED REVENUES (L4 to L8).....	446,259,088	364,111,225	0	79,343,645	0	0	0	0	0	0	2,804,218
10. Other Revenues (excluding investment income).....	0	0	0	0	0	0	0	0	0	0	0
11. TOTAL REVENUE (L9 to L10).....	446,259,088	364,111,225	0	79,343,645	0	0	0	0	0	0	2,804,218
MEDICAL AND HOSPITAL:											
12. Hospital/Medical Benefits.....	287,591,335	228,511,984	0	59,079,351	0	0	0	0	0	0	0
13. Other Professional Services.....	2,449,112	1,982,986	0	466,126	0	0	0	0	0	0	0
14. Outside Referrals.....	15,320,736	13,779,896	0	1,540,840	0	0	0	0	0	0	0
15. Emergency Room and Out-of-Area.....	19,057,358	17,810,862	0	1,246,496	0	0	XXXXXXXX	0	0	0	0
16. Other Medical & Hospital.....	52,463,412	38,644,124	0	13,819,288	0	0	0	0	0	0	0
17. Incentive Pool & Withhold Adjustments.....	21,745,052	21,745,052	0	0	0	0	0	0	0	0	0
18. SUBTOTAL MED & HOSP (L12 to L17).....	398,627,005	322,474,904	0	76,152,101	0	0	0	0	0	0	0
19. Net Reins Claims Incurred.....	20,347	20,347	0	0	0	0	0	0	0	0	0
20. TOTAL MEDICAL & HOSP (L18 less L19).....	398,606,658	322,454,557	0	76,152,101	0	0	0	0	0	0	0
21. Claims Adjustment Expenses.....	5,361,955	5,361,955	0	0	0	0	0	0	0	0	0
22. General Administrative Expenses.....	30,703,949	21,162,318	0	6,953,012	0	0	0	0	0	0	2,588,619
23. Increase in Reserves for A&H contracts.....	(944,555)	0	0	(944,555)	0	0	0	0	0	0	0
24. TOTAL UNDERWRITING DEDUCTIONS(L20 to L23).....	433,728,007	348,978,830	0	82,160,558	0	0	0	0	0	0	2,588,619
25. NET UNDERWRITING GAIN/(LOSS) (L9 less L24).....	12,531,081	15,132,395	0	(2,816,913)	0	0	0	0	0	0	215,599
26. Net Investment Income Earned.....	718,870	718,870	0	0	0	0	0	0	0	0	0
27. Net Realized Capital Gains/(Losses).....	789,732	789,732	0	0	0	0	0	0	0	0	0
28. NET INVESTMENT GAINS/(LOSSES) (L26 to L27).....	1,508,602	1,508,602	0	0	0	0	0	0	0	0	0
29. Other Expenses.....	11,346,640	11,346,640	0	0	0	0	0	0	0	0	0
30. INCOME (LOSS) BEFORE FIT & EXP ITEMS (L10 + L25 +	2,693,043	5,294,357	0	(2,816,913)	0	0	0	0	0	0	215,599
31. Extraordinary Items & Federal Income Taxes.....	343	343	0	0	0	0	0	0	0	0	0
32. NET INCOME (LOSS) (L30 less L31).....	2,692,700	5,294,014	0	(2,816,913)	0	0	0	0	0	0	215,599
33a. NON-TAXABLE COMMERCIAL RISK ENROLLEES.....		54,408	(Examples of non-taxable enrollees are State								
33b. NON-TAXABLE COMMERCIAL RISK MEMBER MONTHS.....		651,714	of Texas enrollees and Federal employees.)								