

**Clear Choice Health Plans, Inc.**  
**Condensed Consolidated Income Statement**

<i>(Dollars in thousands)</i> <i>(unaudited)</i>	Quarter Ended	
	<u>3/31/2008</u>	<u>3/31/2007</u>
Premium Revenue	\$ 52,455	\$ 47,273
Other Revenues	154	117
Total Revenue	<u>52,609</u>	<u>47,390</u>
Medical Expenses	(46,675)	(41,601)
<i>Medical Loss Ratio</i>	<i>-88.7%</i>	<i>-87.8%</i>
Administration Expense	<u>(6,125)</u>	<u>(4,493)</u>
<i>Administrative Expense Ratio</i>	<i>-11.6%</i>	<i>-9.5%</i>
Income from Operations	(191)	1,296
Investment Income	<u>1,603</u>	<u>840</u>
Earnings Before Taxes	1,412	2,136
Income Taxes	<u>(567)</u>	<u>(847)</u>
<i>Income Tax Rate</i>	<i>-40.2%</i>	<i>-39.7%</i>
Net Income	<u>\$ 845</u>	<u>\$ 1,289</u>
Basic EPS	\$0.46	\$0.70
Weighted Average Shares Outstanding Basic	1,854,338	1,831,578

**Clear Choice Health Plans, Inc.**  
**Condensed Consolidated Balance Sheet**

<i>(Dollars in thousands)</i> <i>(unaudited)</i>	<u>3/31/2008</u>	<u>12/31/07</u>
<b>ASSETS</b>		
Current assets:		
Cash & cash equivalents	\$ 8,175	\$ 6,184
Investments - current	5,045	2,583
Accounts and other receivables	11,177	12,051
Other assets	348	317
Deferred income taxes, net	503	503
Total current assets	<u>25,248</u>	<u>21,638</u>
Investments, net of current portion	46,462	52,019
Property, plant and equipment, net	16,478	14,101
Restricted security	3,723	3,517
<b>Total assets</b>	<u><b>\$ 91,911</b></u>	<u><b>\$ 91,275</b></u>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Current liabilities:		
Claims and withhold payable	\$ 26,466	\$ 28,454
Accounts payable and accrued liabilities	5,747	4,168
Premiums received in advance	924	483
Construction Loan	8,178	6,125
Total current liabilities	<u>41,315</u>	<u>39,230</u>
Deferred tax liability, net	<u>(283)</u>	<u>624</u>
<b>Total liabilities</b>	<u>41,032</u>	<u>39,854</u>
Stockholders' equity:		
Stock	12,323	12,251
Retained earnings and accumulated other	38,556	39,170
Total stockholders' equity	<u>50,879</u>	<u>51,421</u>
<b>Total liabilities and stockholders' equity</b>	<u><b>\$ 91,911</b></u>	<u><b>\$ 91,275</b></u>