

## Clear One Health Plans, Inc.

### Condensed Consolidated Income Statement

(dollars in thousands, unaudited)

	Quarter Ended		Year to Date Ending	
	12/31/09	12/31/08	12/31/09	12/31/08
Premium Revenue	\$54,506	\$53,135	\$217,590	\$216,445
Other Revenues	1,527	(75)	6,062	329
<b>Total Revenue</b>	<b>56,033</b>	<b>53,060</b>	<b>223,652</b>	<b>216,774</b>
Medical Expenses	(49,821)	(44,903)	(195,601)	(188,575)
<i>Medical Loss Ratio</i>	<i>(91.4%)</i>	<i>(84.5%)</i>	<i>(89.9%)</i>	<i>(87.1%)</i>
Administration Expenses	(8,155)	(3,740)	(31,025)	(21,755)
<i>Administrative Expense Ratio</i>	<i>(14.6%)</i>	<i>(7.0%)</i>	<i>(13.9%)</i>	<i>(10.0%)</i>
<b>Income from Operations</b>	<b>(1,943)</b>	<b>4,417</b>	<b>(2,974)</b>	<b>6,444</b>
Investment Income	782	(1,357)	2,383	1,158
Interest Expense	(233)	(415)	(961)	(429)
Depreciation / Amortization	(614)	(354)	(2,449)	(1,290)
Settlement Income	0	0	1,000	0
<b>Earnings Before Taxes</b>	<b>(2,008)</b>	<b>2,291</b>	<b>(3,001)</b>	<b>5,883</b>
Income Taxes	952	(788)	155	(2,617)
<b>Net Income</b>	<b>(1,056)</b>	<b>1,503</b>	<b>(2,846)</b>	<b>3,266</b>
Basic Earnings per Share	(\$0.61)	\$0.88	(\$1.66)	\$1.83
Weighted Average Shares Outstanding (basic)	1,721,619	1,704,648	1,713,676	1,787,798

# Clear One Health Plans, Inc.

## Condensed Consolidated Balance Sheet (dollars in thousands, unaudited)

	<u>12/31/09</u>	<u>12/31/08</u>
<b>Assets</b>		
Cash & cash equivalents	\$10,548	\$8,569
Trust funds	3,047	1,988
Investments - Current	6,158	5,661
Accounts and other receivables	12,777	23,077
Deferred Income taxes, net	307	998
Other assets	451	405
<b>Total Current Assets</b>	<b>33,288</b>	<b>40,698</b>
Investments, net of current portion	42,744	35,577
Property and equipment, net	18,388	19,196
Restricted security	4,252	4,210
Goodwill & Intangible assets, net	7,944	7,889
<b>Total Assets</b>	<b>\$106,616</b>	<b>\$107,570</b>
<b>Liabilities</b>		
Claims and withhold payable	\$35,177	\$32,037
Accounts Payable and accrued liabilities	3,635	5,796
Premiums received in advance	151	1,319
Collections for others and reserves	3,046	1,988
Current debt	237	1,749
<b>Total Current Liabilities</b>	<b>42,246</b>	<b>42,889</b>
Long Term Liabilities	14,839	14,859
Deferred Tax Liability, net	906	543
<b>Total Liabilities</b>	<b>57,991</b>	<b>58,291</b>
<b>Equity</b>		
Stock	10,883	10,584
Retained Earnings and Accumulated other	37,742	38,696
<b>Total Stockholders' Equity</b>	<b>48,625</b>	<b>49,279</b>
<b>Total Liabilities and Equity</b>	<b>\$106,616</b>	<b>\$107,570</b>