

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

<i>(Dollars in thousands)</i> <i>(unaudited)</i>	Quarter Ended		Year to Date	
	06/30/2008	06/30/2007	06/30/2008	06/30/2007
Premium Revenue	\$ 54,226	\$ 45,965	\$ 106,540	\$ 92,677
Other Revenues	118	110	265	224
Total Revenue	54,344	46,075	106,805	92,901
Medical Expenses	(47,054)	(40,854)	(93,285)	(81,669)
<i>Medical Loss Ratio</i>	<i>(86.6%)</i>	<i>(88.7%)</i>	<i>(87.3%)</i>	<i>(87.9%)</i>
Administration Expense	(7,066)	(5,111)	(13,486)	(9,823)
<i>Administrative Expense Ratio</i>	<i>(13.0%)</i>	<i>(11.1%)</i>	<i>(12.6%)</i>	<i>(10.6%)</i>
Income from Operations	224	110	34	1,409
Investment Income	526	3,332	2,129	4,171
Earnings Before Taxes	750	3,442	2,163	5,580
Income Taxes	(324)	(1,145)	(891)	(1,992)
Net Income	\$ 426	\$ 2,297	\$ 1,272	\$ 3,588
Basic Earnings per Share	\$ 0.23	\$ 1.24	\$ 0.69	\$ 1.95
Weighted Average Shares Outstanding				
Basic	1,832,425	1,853,833	1,843,381	1,842,706

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

*(Dollars in thousands)*  
*(unaudited)*

	<u>06/30/08</u>	<u>12/31/07</u>
<b>ASSETS</b>		
Current assets:		
Cash & cash equivalents	\$ 12,796	\$ 6,184
Investments - current	3,336	2,583
Accounts and other receivables	12,439	12,051
Deferred income taxes, net	1,232	503
Other assets	287	317
Total current assets	<u>30,090</u>	<u>21,638</u>
Investments, net of current portion	46,214	52,019
Property, plant and equipment, net	19,476	14,101
Restricted security	4,031	3,517
<b>Total assets</b>	<b><u>\$ 99,811</u></b>	<b><u>\$ 91,275</u></b>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Current liabilities:		
Claims and withhold payable	\$ 28,329	\$ 28,454
Accounts payable and accrued liabilities	7,182	4,168
Premiums received in advance	3,607	483
Construction Loan	10,153	6,125
Total current liabilities	<u>49,271</u>	<u>39,230</u>
Deferred tax liability, net	0	624
<b>Total liabilities</b>	<u>49,271</u>	<u>39,854</u>
Stockholders' equity:		
Stock	11,599	12,251
Retained earnings and accumulated other	38,941	39,170
Total stockholders' equity	<u>50,540</u>	<u>51,421</u>
<b>Total liabilities and stockholders' equity</b>	<b><u>\$ 99,811</u></b>	<b><u>\$ 91,275</u></b>