

### III. PARTICIPATION AND CLAIMS EXPERIENCE

The following schedule shows participation for the past two years and experience to-date under the Program.

#### PARTICIPATION

|                                    | <u>As of<br/>March 1, 2003</u> | <u>As of<br/>March 1, 2004</u> |
|------------------------------------|--------------------------------|--------------------------------|
| Members without dependent coverage | 1,188                          | 1,035                          |
| Members with dependent coverage    | <u>1,109</u>                   | <u>1,062</u>                   |
| <b>Total Participation</b>         | <b>2,297</b>                   | <b>2,097</b>                   |
| <b>TOTAL VOLUME</b>                | <b>\$542,818,000</b>           | <b>\$504,068,000</b>           |

#### CLAIMS EXPERIENCE

| <u>Period</u>           | <u>Premium<br/>Earned</u> | <u>Total Claims<br/>Paid</u> | <u>Pending<br/>Claims<br/>Reserves</u> | <u>Total Claims<br/>Incurred</u> |
|-------------------------|---------------------------|------------------------------|--|----------------------------------|
| 3/1/70 - 2/28/98        | \$15,498,880              | \$9,948,236                  | \$0                                    | \$9,948,236                      |
| 3/1/98 - 2/28/99        | 415,228                   | 250,000                      | \$0                                    | 250,000                          |
| 3/1/99 - 2/29/00        | 418,240                   | 250,000                      | \$0                                    | 250,000                          |
| 3/1/00 - 2/28/01        | 372,053                   | 0                            | \$0                                    | 0                                |
| 3/1/01 - 2/28/02        | 440,997                   | 600,000                      | \$0                                    | 600,000                          |
| 3/1/02-2/28/03          | 348,054                   | 500,122                      | \$0                                    | 500,122                          |
| 3/1/03-2/29/04          | <u>406,512</u>            | <u>500,000</u>               | <u>\$0</u>                             | <u>500,000</u>                   |
| <b>3/1/70 - 2/28/03</b> | <b>\$17,899,964</b>       | <b>\$12,048,358</b>          | <b>\$0</b>                             | <b>\$12,048,358</b>              |

