

Louisiana Health Service & Indemnity Company and Subsidiaries

Five-Year Comparative Statement (in thousands)*

Assets	2004	2005	2006	2007	2008
Cash and Investments	\$572,134	\$667,088	\$775,849	\$837,056	\$834,800
Premium Receivable	6,358	17,137	8,269	9,249	10,444
Other Assets, Including Real Estate	128,473	130,791	137,473	186,354	192,273
Total Assets	\$706,965	\$815,016	\$921,591	\$1,032,659	\$1,037,517

Liabilities and Surplus

Policyholder Liabilities	\$188,327	\$189,690	\$230,311	\$217,765	\$252,613
Unearned Premium	37,318	23,561	32,809	32,608	42,331
Deposits and Other Liabilities	128,580	149,178	114,846	156,104	121,431
Total Liabilities	354,225	362,429	377,966	406,477	\$416,375
Surplus	352,740	452,587	543,625	626,182	621,142
Total Liabilities and Surplus	\$706,965	\$815,016	\$921,591	\$1,032,659	\$1,037,517

*Prior years have been restated for comparative purposes

Louisiana Health Service & Indemnity Company and Subsidiaries

Members Served 2004 - 2008*

Number of Medical Members as of December 31 of Corresponding Year				
2004	2005	2006	2007	2008
986,947	1,018,150	1,070,453	1,142,136	1,156,194

*Consolidated member total includes Blue Cross and Blue Shield of Louisiana, HMO Louisiana, Inc., Southern National Life Insurance Company, Inc. and BlueCard® members.

Independent licensees of the Blue Cross and Blue Shield Association

Louisiana Health Service & Indemnity Company and Subsidiaries

Consolidated Income Statement *(in millions)**

	2004	2005	2006	2007	2008
Premium Income	\$1,497	\$1,626	\$1,764	\$1,946	\$2,115
Claims Expense	1,218	1,302	1,483	1,665	1,777
Gross Margin	\$279	\$324	\$281	\$281	\$338
Service Revenue and Other Income	65	68	69	75	84
Commissions	82	85	96	101	105
Administrative Expenses	183	171	176	190	213
Operating Income without Strategic Projects	79	136	78	65	104
Strategic Projects Expense	15	17	25	21	25
Net Operating Income	\$64	\$119	\$53	\$44	\$79
Investment Income	22	30	34	48	2
Pre-Tax Income	\$86	\$149	\$87	\$92	\$81
Income Taxes	5	38	9	26	32
Net Income	\$81	\$111	\$78	\$66	\$49

**Prior years have been restated for comparative purposes*