

BCBSRI Disclosure Statement

Update Annual Statement will be filed by April 15, 2016

As a result of our external financial statement audit, BCBSRI will be making the follow corrections to the 2015 Annual Insurance Filing:

Non- admitted assets will increase by \$1,930,292 for Rx receivables greater than 90 days. This will reduce surplus by a corresponding \$1,930,292.

Prescription Drugs –Comprehensive Prescription Drug benefits will decrease by \$968,961 with a corresponding increase in Medicare Supplement Prescriptions Drugs benefits of \$968,961. This is a line of business reclassification of claims with no impact to overall financial results.

Due to the adjustments above, the deferred tax asset line on page 2, will change as follows – Assets \$27,905,641, Non-admitted assets \$13,462,148, Net admitted assets \$14,443,993. This will increase surplus \$347,632.

The net charge to surplus is \$1,582,660.