

Blue Cross and Blue Shield of Massachusetts, Inc.
 Combined Statutory-Basis Balance Sheets
 (in thousands)

	December 31	
	2015	2014
ADMITTED ASSETS		
Bonds	\$ 1,570,611	\$ 1,380,301
Preferred stock	1,272	1,245
Common stock	426,789	570,032
Properties occupied by the company	202,217	206,905
Cash, cash equivalents and short-term investments	89,867	63,903
Receivable for securities	75,409	13,455
Other invested assets	826,157	1,030,513
TOTAL CASH AND INVESTED ASSETS	3,192,322	3,266,354
Accrued investment income	8,269	7,611
Premiums receivable	241,054	211,630
Reinsurance recoverables	35,803	36,713
Receivables related to uninsured plans	142,421	153,728
Income tax recoverable	4,307	6,442
Net deferred tax asset	26,819	30,067
Data processing equipment	15,404	15,374
Receivable from affiliates	2,550	1,355
Health care receivables	162,792	142,757
Other receivables	0	0
Other Assets	62,118	47,382
TOTAL ADMITTED ASSETS	\$ 3,893,859	\$ 3,919,413
LIABILITIES AND SURPLUS		
Unpaid claim liabilities	\$ 663,993	\$ 624,517
Accrued medical incentive pool and bonus payments	77,927	67,667
Aggregate policy reserves	83,016	87,726
Premiums received in advance	184,895	163,469
Accounts payable and accrued expenses	443,137	443,219
Ceded reinsurance payable	12,347	12,996
Borrowed funds	380,323	395,030
Payable for securities	31,279	19,692
Liability for amounts held under uninsured plans	308,693	309,678
TOTAL LIABILITIES	2,185,610	2,123,994
Special surplus funds	79,888	79,559
Unassigned surplus	1,628,361	1,715,860
TOTAL SURPLUS	1,708,249	1,795,419
TOTAL LIABILITIES AND SURPLUS	\$ 3,893,859	\$ 3,919,413

Blue Cross and Blue Shield of Massachusetts, Inc.
 Combined Statutory-Basis Statements of Income
 (in thousands)

	Year Ended December 31	
	2015	2014
Premiums earned	\$ 6,797,415	\$ 6,500,692
Health care benefits	6,087,390	5,866,766
Claim adjustment expenses	288,728	325,666
General and administrative expenses	452,115	427,056
Total expenses	6,828,233	6,619,488
Underwriting loss	(30,818)	(118,796)
Net investment income	65,512	66,589
Net realized capital gains less capital gains tax of (\$769) and \$4,780 in 2015 and 2014, respectively	(13,803)	44,176
Total investment gains	51,709	110,765
Other income	1,299	7,248
Net income (loss) before federal income tax expense	22,190	(783)
Federal income tax expense (benefit)	7,132	(8,732)
Net income	\$ 15,058	\$ 7,949