



# HEALTH QUARTERLY STATEMENT

AS OF MARCH 31, 2014  
OF THE CONDITION AND AFFAIRS OF THE  
**CareFirst BlueChoice, Inc.**

NAIC Group Code 0380 0380 NAIC Company Code 96202 Employer's ID Number 52-1358219  
(Current) (Prior)

Organized under the Laws of District of Columbia, State of Domicile or Port of Entry District of Columbia

Country of Domicile United States of America

Licensed as business type: Health Maintenance Organization

Is HMO Federally Qualified? Yes [ ] No [ X ]

Incorporated/Organized 06/22/1984 Commenced Business 03/01/1985

Statutory Home Office 840 First Street, NE Washington, DC, US 20065  
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 10455 Mill Run Circle  
(Street and Number) Owings Mills, MD, US 21117  
(City or Town, State, Country and Zip Code) 410-581-3000-  
(Area Code) (Telephone Number)

Mail Address 10455 Mill Run Circle Owings Mills, MD, US 21117  
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 10455 Mill Run Circle  
(Street and Number) Owings Mills, MD, US 21117  
(City or Town, State, Country and Zip Code) 410-998-7011  
(Area Code) (Telephone Number)

Internet Website Address www.carefirst.com

Statutory Statement Contact William Vincent Stack 410-998-7011-  
(Name) (Area Code) (Telephone Number)  
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(E-mail Address) (FAX Number)

### OFFICERS

President and Chief Executive Officer Chester Emerson Burrell Treasurer Jeanne Ann Kennedy  
Secretary Meryl Davis Burgin

### OTHER

<u>Gregory Mark Chaney</u> EVP, CFO	<u>Fred Adrian Walton Plumb</u> EVP, SBU-FEP	<u>William Scott Gould</u> EVP, Medical Affairs
<u>Michael Thomas Avotins</u> EVP, Large Group SBU	<u>Harry Dietz Fox</u> EVP, Technical & Ops Support	<u>Steven Jon Margolis</u> EVP, Small & Medium Group SBU
<u>Wanda Kay Oneferu-Bey</u> EVP, Consumer Direct SBU	<u>Gwendolyn Denise Skillern</u> SVP, General Auditor	<u>Maria Harris Tildon</u> SVP, Public Policy
<u>Rita Ann Costello</u> SVP, Strategic Marketing	<u>Kenny Waitem Kan</u> SVP, Chief Actuary	<u>Michael Bruce Edwards</u> SVP, Networks Mgmt
<u>Jennifer Ann Cryor Baldwin</u> SVP, Patient Centered Medical Home (PCMH)	<u>Jon Paul Shematek</u> SVP, Chief Medical Officer	<u>Michelle Judith Wright</u> SVP, Human Resource

### DIRECTORS OR TRUSTEES

<u>Chester Emerson Burrell</u> #	<u>Wendell Lee Johns</u> #	<u>Jack Allan Meyer</u> #
<u>John Frederick Reim</u>	<u>James Jerry Xinis</u> #	

State of Maryland SS:  
County of Baltimore

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Chester Emerson Burrell  
Chester Emerson Burrell  
President and Chief Executive Officer

Meryl Davis Burgin  
Meryl Davis Burgin  
Secretary

Jeanne Ann Kennedy  
Jeanne Ann Kennedy  
Treasurer

Subscribed and sworn to before me this 13th day of MAY, 2014  
Cynthia L. Kipp

- a. Is this an original filing? ..... Yes [ X ] No [ ]
- b. If no,
1. State the amendment number.....
  2. Date filed .....
  3. Number of pages attached.....



## STATEMENT AS OF MARCH 31, 2014 OF THE CareFirst BlueChoice, Inc.

**ASSETS**

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds .....	643,454,448	0	643,454,448	637,103,861
2. Stocks:				
2.1 Preferred stocks .....	0	0	0	0
2.2 Common stocks .....	132,325,162	12,140	132,313,022	137,426,278
3. Mortgage loans on real estate:				
3.1 First liens .....	0	0	0	0
3.2 Other than first liens.....	0	0	0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ .....0 encumbrances) .....	0	0	0	0
4.2 Properties held for the production of income (less \$ .....0 encumbrances) .....	0	0	0	0
4.3 Properties held for sale (less \$ .....0 encumbrances) .....	0	0	0	0
5. Cash (\$ .....(38,318,120) ), cash equivalents (\$ .....0 ) and short-term investments (\$ .....108,328,030 ) .....	70,009,910	0	70,009,910	65,291,090
6. Contract loans (including \$ .....0 premium notes) .....	0	0	0	0
7. Derivatives .....	0	0	0	0
8. Other invested assets .....	0	0	0	0
9. Receivables for securities .....	0	0	0	0
10. Securities lending reinvested collateral assets .....	0	0	0	0
11. Aggregate write-ins for invested assets .....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	845,789,520	12,140	845,777,380	839,821,229
13. Title plants less \$ .....0 charged off (for Title insurers only) .....	0	0	0	0
14. Investment income due and accrued .....	4,180,426	0	4,180,426	4,643,420
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	88,776,913	6,783,817	81,993,096	64,384,931
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ .....0 earned but unbilled premiums) .....	0	0	0	0
15.3 Accrued retrospective premiums .....	0	0	0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	581,501	0	581,501	0
16.2 Funds held by or deposited with reinsured companies .....	0	0	0	0
16.3 Other amounts receivable under reinsurance contracts .....	571,317	0	571,317	635,042
17. Amounts receivable relating to uninsured plans .....	0	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon .....	0	0	0	5,999,727
18.2 Net deferred tax asset .....	8,256,174	0	8,256,174	7,720,368
19. Guaranty funds receivable or on deposit .....	0	0	0	0
20. Electronic data processing equipment and software .....	0	0	0	0
21. Furniture and equipment, including health care delivery assets (\$ .....0 ) .....	0	0	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....	0	0	0	0
23. Receivables from parent, subsidiaries and affiliates .....	80,071,518	0	80,071,518	58,747,296
24. Health care (\$ .....39,962,851 ) and other amounts receivable .....	65,845,814	3,616,010	62,229,804	61,211,111
25. Aggregate write-ins for other than invested assets .....	972,914	972,914	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	1,095,046,097	11,384,881	1,083,661,216	1,043,163,124
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0	0	0
28. Total (Lines 26 and 27) .....	1,095,046,097	11,384,881	1,083,661,216	1,043,163,124
<b>DETAILS OF WRITE-INS</b>				
1101. ....	0	0	0	0
1102. ....	0	0	0	0
1103. ....	0	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above) .....	0	0	0	0
2501. Other Assets-Prepaid Expenses .....	972,914	972,914	0	0
2502. ....	0	0	0	0
2503. ....	0	0	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above) .....	972,914	972,914	0	0

**LIABILITIES, CAPITAL AND SURPLUS**

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$ .....0 reinsurance ceded) .....	160,419,649	1,154,292	161,573,941	138,229,712
2. Accrued medical incentive pool and bonus amounts .....	0	0	0	0
3. Unpaid claims adjustment expenses .....	6,106,858	43,942	6,150,800	5,849,835
4. Aggregate health policy reserves, including the liability of \$ .....0 for medical loss ratio rebate per the Public Health Service Act .....	0	24,386,953	24,386,953	24,906,663
5. Aggregate life policy reserves .....	0	0	0	0
6. Property/casualty unearned premium reserve .....	0	0	0	0
7. Aggregate health claim reserves .....	0	0	0	0
8. Premiums received in advance .....	0	63,277,998	63,277,998	53,978,404
9. General expenses due or accrued .....	0	68,449,742	68,449,742	29,775,212
10.1 Current federal and foreign income tax payable and interest thereon (including \$ .....1,933,877 on realized gains (losses)) .....	0	1,109,821	1,109,821	0
10.2 Net deferred tax liability .....	0	0	0	0
11. Ceded reinsurance premiums payable .....	0	0	0	0
12. Amounts withheld or retained for the account of others .....	0	4,019,840	4,019,840	4,034,459
13. Remittances and items not allocated .....	0	383,423	383,423	1,417,198
14. Borrowed money (including \$ .....0 current) and interest thereon \$ .....0 (including \$ .....0 current) .....	0	0	0	0
15. Amounts due to parent, subsidiaries and affiliates .....	0	1,434,153	1,434,153	3,775,327
16. Derivatives .....	0	0	0	0
17. Payable for securities .....	0	0	0	0
18. Payable for securities lending .....	0	0	0	0
19. Funds held under reinsurance treaties (with \$ .....0 authorized reinsurers, \$ .....0 unauthorized reinsurers and \$ .....0 certified reinsurers) .....	0	0	0	0
20. Reinsurance in unauthorized and certified (\$ .....0 ) companies .....	0	0	0	0
21. Net adjustments in assets and liabilities due to foreign exchange rates .....	0	0	0	0
22. Liability for amounts held under uninsured plans .....	0	966,792	966,792	0
23. Aggregate write-ins for other liabilities (including \$ .....36,657,410 current) .....	0	42,908,649	42,908,649	47,845,518
24. Total liabilities (Lines 1 to 23) .....	166,526,507	208,135,605	374,662,112	309,812,328
25. Aggregate write-ins for special surplus funds .....	XXX	XXX	13,561,000	0
26. Common capital stock .....	XXX	XXX	10,000	10,000
27. Preferred capital stock .....	XXX	XXX	0	0
28. Gross paid in and contributed surplus .....	XXX	XXX	50,615,750	50,615,750
29. Surplus notes .....	XXX	XXX	0	0
30. Aggregate write-ins for other than special surplus funds .....	XXX	XXX	0	0
31. Unassigned funds (surplus) .....	XXX	XXX	644,812,348	682,725,046
32. Less treasury stock, at cost:				
32.1 .....0 shares common (value included in Line 26 \$ .....0 ) .....	XXX	XXX	0	0
32.2 .....0 shares preferred (value included in Line 27 \$ .....0 ) .....	XXX	XXX	0	0
33. Total capital and surplus (Lines 25 to 31 minus Line 32) .....	XXX	XXX	708,999,098	733,350,796
34. Total liabilities, capital and surplus (Lines 24 and 33) .....	XXX	XXX	1,083,661,210	1,043,163,124
<b>DETAILS OF WRITE-INS</b>				
2301. Reinsurance Payable .....	0	358,987	358,987	533,493
2302. Other Liabilities .....	0	37,182,025	37,182,025	42,929,299
2303. Amounts held for escheatment to state .....	0	5,367,637	5,367,637	4,382,726
2398. Summary of remaining write-ins for Line 23 from overflow page .....	0	0	0	0
2399. Totals (Lines 2301 through 2303 plus 2398)(Line 23 above) .....	0	42,908,649	42,908,649	47,845,518
2501. Special Surplus - 2015 Health Insurer Tax .....	XXX	XXX	13,561,000	0
2502. ....	XXX	XXX	0	0
2503. ....	XXX	XXX	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page .....	XXX	XXX	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above) .....	XXX	XXX	13,561,000	0
3001. ....	XXX	XXX	0	0
3002. ....	XXX	XXX	0	0
3003. ....	XXX	XXX	0	0
3098. Summary of remaining write-ins for Line 30 from overflow page .....	XXX	XXX	0	0
3099. Totals (Lines 3001 through 3003 plus 3098)(Line 30 above) .....	XXX	XXX	0	0

**STATEMENT OF REVENUE AND EXPENSES**

	Current Year To Date		Prior Year To Date	Prior Year Ended December 31
	1 Uncovered	2 Total	3 Total	4 Total
1. Member Months	XXX	1,813,873	1,692,047	6,780,748
2. Net premium income ( including \$ .....0 non-health premium income)	XXX	660,314,368	583,366,196	2,392,136,068
3. Change in unearned premium reserves and reserve for rate credits	XXX	519,710	2,942,983	7,174,512
4. Fee-for-service (net of \$ .....0 medical expenses)	XXX	0	0	0
5. Risk revenue	XXX	0	0	0
6. Aggregate write-ins for other health care related revenues	XXX	639,063	16,396	2,022,782
7. Aggregate write-ins for other non-health revenues	XXX	0	0	0
8. Total revenues (Lines 2 to 7)	XXX	661,473,141	586,325,575	2,401,333,362
<b>Hospital and Medical:</b>				
9. Hospital/medical benefits	1,736,031	370,523,486	363,018,960	1,333,583,923
10. Other professional services	0	24,941,942	16,341,036	96,789,460
11. Outside referrals	1,837,865	1,837,865	307,686	12,635,244
12. Emergency room and out-of-area	135,969	17,580,642	8,007,047	69,657,169
13. Prescription drugs	0	104,410,497	89,987,923	393,824,140
14. Aggregate write-ins for other hospital and medical	0	0	0	0
15. Incentive pool, withhold adjustments and bonus amounts	0	0	0	0
16. Subtotal (Lines 9 to 15)	3,709,865	519,294,432	477,662,652	1,906,489,936
<b>Less:</b>				
17. Net reinsurance recoveries	0	(452,177)	(1,369,244)	(5,367,639)
18. Total hospital and medical (Lines 16 minus 17)	3,709,865	519,746,609	479,031,896	1,911,857,575
19. Non-health claims (net)	0	0	0	0
20. Claims adjustment expenses, including \$ .....9,932,047 cost containment expenses	0	26,387,184	24,243,930	105,307,341
21. General administrative expenses	0	137,788,996	76,652,311	330,911,969
22. Increase in reserves for life and accident and health contracts (including \$ .....0 increase in reserves for life only)	0	0	0	0
23. Total underwriting deductions (Lines 18 through 22)	3,709,865	683,922,789	579,928,137	2,348,076,885
24. Net underwriting gain or (loss) (Lines 8 minus 23)	XXX	(22,449,648)	6,397,438	53,256,477
25. Net investment income earned	0	4,337,032	3,209,687	16,362,382
26. Net realized capital gains (losses) less capital gains tax of \$ .....1,933,877	0	3,591,485	5,874,986	13,051,331
27. Net investment gains (losses) (Lines 25 plus 26)	0	7,928,517	9,084,673	29,413,713
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$ .....0 ) (amount charged off \$ .....0 )]	0	0	0	0
29. Aggregate write-ins for other income or expenses	0	(24,886)	(41,734)	206,041
30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29)	XXX	(14,546,017)	15,440,377	82,876,231
31. Federal and foreign income taxes incurred	XXX	5,175,670	3,211,376	13,662,047
32. Net income (loss) (Lines 30 minus 31)	XXX	(19,721,687)	12,229,001	69,214,184
<b>DETAILS OF WRITE-INS</b>				
0601. TDN Access fees	XXX	17,063	16,396	72,618
0602. FEHBP OPMHMO Incentive	XXX	622,000	0	1,950,164
0603. ....	XXX	0	0	0
0698. Summary of remaining write-ins for Line 6 from overflow page	XXX	0	0	0
0699. Totals (Lines 0601 through 0603 plus 0698)(Line 6 above)	XXX	639,063	16,396	2,022,782
0701. ....	XXX	0	0	0
0702. ....	XXX	0	0	0
0703. ....	XXX	0	0	0
0798. Summary of remaining write-ins for Line 7 from overflow page	XXX	0	0	0
0799. Totals (Lines 0701 through 0703 plus 0798)(Line 7 above)	XXX	0	0	0
1401. ....	0	0	0	0
1402. ....	0	0	0	0
1403. ....	0	0	0	0
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0	0
1499. Totals (Lines 1401 through 1403 plus 1498)(Line 14 above)	0	0	0	0
2901. Miscellaneous Income/Expense	0	(24,091)	(37,967)	407,790
2902. Fines and penalties	0	(795)	(3,767)	(201,749)
2903. ....	0	0	0	0
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0	0	0
2999. Totals (Lines 2901 through 2903 plus 2998)(Line 29 above)	0	(24,886)	(41,734)	206,041

**STATEMENT OF REVENUE AND EXPENSES (Continued)**

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
33. Capital and surplus prior reporting year.....	733,350,796	671,169,509	671,169,509
34. Net income or (loss) from Line 32.....	(19,721,687)	12,716,542	69,214,184
35. Change in valuation basis of aggregate policy and claim reserves.....	0	0	0
36. Change in net unrealized capital gains (losses) less capital gains tax of \$ (628,420).....	(1,189,310)	4,928,924	(1,875,258)
37. Change in net unrealized foreign exchange capital gain or (loss).....	0	0	0
38. Change in net deferred income tax.....	(92,614)	(145,174)	(3,615,876)
39. Change in nonadmitted assets.....	(3,348,087)	106,461	(1,541,763)
40. Change in unauthorized and certified reinsurance.....	0	0	0
41. Change in treasury stock.....	0	0	0
42. Change in surplus notes.....	0	0	0
43. Cumulative effect of changes in accounting principles.....	0	0	0
44. Capital Changes:			
44.1 Paid in.....	0	0	0
44.2 Transferred from surplus (Stock Dividend).....	0	0	0
44.3 Transferred to surplus.....	0	0	0
45. Surplus adjustments:			
45.1 Paid in.....	0	0	0
45.2 Transferred to capital (Stock Dividend).....	0	0	0
45.3 Transferred from capital.....	0	0	0
46. Dividends to stockholders.....	0	0	0
47. Aggregate write-ins for gains or (losses) in surplus.....	0	0	0
48. Net change in capital & surplus (Lines 34 to 47).....	(24,351,698)	17,606,753	62,181,287
49. Capital and surplus end of reporting period (Line 33 plus 48)	708,999,098	688,776,262	733,350,796
<b>DETAILS OF WRITE-INS</b>			
4701. ....	0	0	0
4702. ....	0	0	0
4703. ....	0	0	0
4798. Summary of remaining write-ins for Line 47 from overflow page.....	0	0	0
4799. Totals (Lines 4701 through 4703 plus 4798)(Line 47 above)	0	0	0

## STATEMENT AS OF MARCH 31, 2014 OF THE CareFirst BlueChoice, Inc.

**CASH FLOW**

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>Cash from Operations</b>			
1. Premiums collected net of reinsurance .....	647,862,407	573,447,192	2,384,266,455
2. Net investment income .....	6,016,702	5,854,717	23,388,544
3. Miscellaneous income .....	639,063	503,937	2,022,782
4. Total (Lines 1 to 3) .....	654,518,172	579,805,846	2,409,677,781
5. Benefit and loss related payments .....	498,089,763	479,303,895	1,919,750,353
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions .....	124,258,779	107,262,944	435,570,241
8. Dividends paid to policyholders .....	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ .....1,933,877 tax on capital gains (losses) .....	(1)	(1,696)	18,646,938
10. Total (Lines 5 through 9) .....	622,348,541	586,565,143	2,373,967,532
11. Net cash from operations (Line 4 minus Line 10) .....	32,169,631	(6,759,297)	35,710,249
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds .....	108,992,975	220,088,100	884,364,874
12.2 Stocks .....	15,000,000	23,220,321	127,692,506
12.3 Mortgage loans .....	0	0	0
12.4 Real estate .....	0	0	0
12.5 Other invested assets .....	0	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....	4,367	0	7,873
12.7 Miscellaneous proceeds .....	0	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	123,997,342	243,308,421	1,012,065,253
13. Cost of investments acquired (long-term only):			
13.1 Bonds .....	115,243,372	201,358,092	932,729,500
13.2 Stocks .....	7,500,000	54,397,098	67,221,868
13.3 Mortgage loans .....	0	0	0
13.4 Real estate .....	0	0	0
13.5 Other invested assets .....	0	0	0
13.6 Miscellaneous applications .....	0	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	122,743,372	255,755,190	999,951,368
14. Net increase (or decrease) in contract loans and premium notes .....	0	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) .....	1,253,970	(12,446,769)	12,113,885
<b>Cash from Financing and Miscellaneous Sources</b>			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes .....	0	0	0
16.2 Capital and paid in surplus, less treasury stock .....	0	0	0
16.3 Borrowed funds .....	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....	0	0	0
16.5 Dividends to stockholders .....	0	0	0
16.6 Other cash provided (applied) .....	(28,704,787)	2,292,274	(13,316,163)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6) .....	(28,704,787)	2,292,274	(13,316,163)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....	4,718,814	(16,913,792)	34,507,971
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year .....	65,291,090	30,783,116	30,783,119
19.2 End of period (Line 18 plus Line 19.1) .....	70,009,904	13,869,324	65,291,090

Note: Supplemental disclosures of cash flow information for non-cash transactions:

**EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION**

	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefit Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
<b>Total Members at end of:</b>										
1. Prior Year .....	569,861	35,746	478,891	0	101	136	54,987	0	0	0
2. First Quarter .....	614,361	78,243	478,269	0	464	1,067	56,318	0	0	0
3. Second Quarter .....	0	0	0	0	0	0	0	0	0	0
4. Third Quarter .....	0	0	0	0	0	0	0	0	0	0
5. Current Year	0	0	0	0	0	0	0	0	0	0
6. Current Year Member Months	1,813,873	198,028	1,441,842	0	2,249	2,971	168,783	0	0	0
<b>Total Member Ambulatory Encounters for Period:</b>										
7. Physician .....	770,178	71,021	607,961	0	0	0	91,196	0	0	0
8. Non-Physician .....	402,516	37,379	316,199	0	0	0	48,938	0	0	0
9. Total	1,172,694	108,400	924,160	0	0	0	140,134	0	0	0
10. Hospital Patient Days Incurred	22,069	1,784	17,525	0	0	0	2,760	0	0	0
11. Number of Inpatient Admissions	6,492	557	5,198	0	0	0	737	0	0	0
12. Health Premiums Written (a) .....	658,722,441	48,968,695	536,470,979	0	102,398	1,832,377	71,347,992	0	0	0
13. Life Premiums Direct .....	0	0	0	0	0	0	0	0	0	0
14. Property/Casualty Premiums Written .....	0	0	0	0	0	0	0	0	0	0
15. Health Premiums Earned .....	659,242,152	48,968,695	536,470,979	0	102,398	1,832,377	71,867,703	0	0	0
16. Property/Casualty Premiums Earned .....	0	0	0	0	0	0	0	0	0	0
17. Amount Paid for Provision of Health Care Services.....	495,925,661	30,322,155	397,673,792	0	79,256	1,213,546	66,636,912	0	0	0
18. Amount Incurred for Provision of Health Care Services	519,294,432	46,422,198	405,609,622	0	79,256	1,202,482	65,980,874	0	0	0

(a) For health premiums written: amount of Medicare Title XVIII exempt from state taxes or fees \$ .....0



## UNDERWRITING AND INVESTMENT EXHIBIT

### ANALYSIS OF CLAIMS UNPAID - PRIOR YEAR - NET OF REINSURANCE

Line of Business	Claims Paid Year to Date		Liability End of Current Quarter		5	6
	1	2	3	4	Claims Incurred in Prior Years (Columns 1 + 3)	Estimated Claim Reserve and Claim Liability December 31 of Prior Year
	On Claims Incurred Prior to January 1 of Current Year	On Claims Incurred During the Year	On Claims Unpaid Dec. 31 of Prior Year	On Claims Incurred During the Year		
1. Comprehensive (hospital and medical) .....	94,466,859	346,318,746	13,127,438	132,544,775	107,594,297	121,635,304
2. Medicare Supplement .....	0	0	0	0	0	0
3. Dental Only .....	551,433	1,720,331	68,392	615,759	619,825	720,793
4. Vision Only .....	0	79,256	0	0	0	0
5. Federal Employees Health Benefits Plan .....	14,930,537	51,706,375	1,790,644	13,426,933	16,721,181	15,873,615
6. Title XVIII - Medicare .....	0	0	0	0	0	0
7. Title XIX - Medicaid .....	0	0	0	0	0	0
8. Other health .....	0	0	0	0	0	0
9. Health subtotal (Lines 1 to 8) .....	109,948,829	399,824,708	14,986,474	146,587,467	124,935,303	138,229,712
10. Healthcare receivables (a) .....	0	13,371,160	0	0	0	0
11. Other non-health .....	0	0	0	0	0	0
12. Medical incentive pools and bonus amounts .....	0	0	0	0	0	0
13. Totals (Lines 9-10+11+12)	109,948,829	386,453,548	14,986,474	146,587,467	124,935,303	138,229,712

(a) Excludes \$ 30,150,400 loans or advances to providers not yet expensed.

## NOTES TO FINANCIAL STATEMENTS

### 1. Summary of Significant Accounting Policies

#### A. Accounting Practices

The financial statements of CareFirst BlueChoice Inc. (CFBC or the Company) are presented on the basis of accounting practices prescribed or permitted by the District of Columbia Department of Insurance, Securities, and Banking (DISB).

The DISB recognizes only statutory accounting practices prescribed or permitted by the District of Columbia for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the District of Columbia Insurance Law. The National Association of Insurance Commissioners' (NAIC) *Accounting Practices and Procedures* manual (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the District of Columbia. The Company does not utilize any permitted practices.

For the three months ended March 31, 2014 and 2013, there were no differences in net income and surplus between NAIC SAP and practices prescribed by the District of Columbia.

#### B. Use of Estimates in the Preparation of the Financial Statements

No change.

#### C. Accounting Policy

No change.

### 2. Accounting Changes and Corrections of Errors

None.

### 3. Business Combinations and Goodwill

Not applicable.

### 4. Discontinued Operations

Not applicable.

### 5. Investments

#### A. Mortgage Loans, including Mezzanine Real Estate Loans

None.

#### B. Debt Restructuring

None.

#### C. Reverse Mortgages

None.

#### D. Loan-Backed Securities

- (1) The Company records its investment in loan-backed securities using the prospective adjustment method. Prepayment assumptions for single and multi-class mortgage-backed/other asset-backed securities are obtained from broker survey values. The Company uses IDC to determine the fair value for such securities.
- (2) The Company does not have any mortgage-backed/other asset-backed securities which are other-than-temporarily impaired where the Company intends to sell, or does not have the intent and ability to hold until recovery.
- (3) For the quarter ended March 31, 2014, the Company did not recognize other than temporary impairment in mortgage-backed/other asset-backed securities that the Company has the intent to hold, but does not expect to recover the entire amortized cost basis of the securities. At March 31, 2014, the Company did not hold any mortgage-backed or other asset-backed securities where the present value of cash flows expected to be collected is less than the amortized cost basis.
- (4) The following table shows the gross unrealized losses and fair value of the Company's mortgage-backed/other asset-backed securities with unrealized losses that are not deemed to be other than temporarily impaired, aggregated by investment category and by length of time that individual securities have been in a continuous unrealized loss position (*in thousands*).

## NOTES TO FINANCIAL STATEMENTS

	Fair Value < 1 Year	Unrealized Losses < 1 Year	Fair Value > 1 Year	Unrealized Losses > 1 Year	Total Unrealized Losses
<b>March 31, 2014</b>					
Government sponsored enterprise mortgage-backed securities	\$ 60,102	\$ 879	\$ 33,373	\$ 2,105	\$ 2,984
Other mortgage-backed and asset- backed securities	24,512	292	15,333	695	987
Total	\$ 84,614	\$ 1,171	\$ 48,706	\$ 2,800	\$ 3,971

(5) No change.

**E. Repurchase Agreements and/or Securities Lending Transactions**

None.

**F. Real Estate**

None.

**G. Low-Income Housing Tax Credits (LIHTC)**

None.

**H. Restricted Assets**

No change.

**I. Working Capital Finance Investments**

None.

**6. Joint Ventures, Partnerships and Limited Liability Companies**

A. - B. Not applicable.

**7. Investment Income**

A. - B. No change.

**8. Derivative Instruments**

No change.

**9. Income Taxes**

The Company is part of a federal tax sharing agreement that exists among CFBC (and its related subsidiaries). Through this agreement and the tax allocation methodology, federal taxes have been allocated to the Company. The tax sharing agreement calls for allocation of current federal income tax liability to the Company on the basis of the percentage of the consolidated federal income tax liability attributable to the Company computed on a separate company basis to the total consolidated federal income tax liability. The agreement also provides that to the extent the Company's subsidiaries tax attributes (e.g., NOLs) reduce the consolidated federal income tax liability, CFBC shall pay the subsidiaries for use of such attributes in the year utilized. Amounts due from the subsidiaries for federal income taxes are settled quarterly.

Pursuant to this agreement, the Company and its subsidiaries have an enforceable right to recoup federal income taxes paid in prior years in the event of future net losses, which it may incur, or to recoup its net losses carried forward as an offset to future net income subject to federal income taxes.

The following table shows the components of the net deferred tax asset and deferred tax liability recognized in the Company's financial statements by tax character (*in thousands*):

	March 31, 2014			December 31, 2013			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
Gross deferred tax assets	10,280	313	10,593	10,373	313	10,686	(93)	-	(93)
Statutory valuation allowance adjustment	-	-	-	-	-	-	-	-	-
Adjusted gross deferred tax assets	10,280	313	10,593	10,373	313	10,686	(93)	-	(93)
Deferred tax assets nonadmitted	-	-	-	-	-	-	-	-	-
Subtotal net admitted deferred tax asset	10,280	313	10,593	10,373	313	10,686	(93)	-	(93)
Deferred tax liabilities	3	2,334	2,337	3	2,963	2,966	-	(629)	(629)
Net admitted deferred tax asset/(liability)	10,277	(2,021)	8,256	10,370	(2,650)	7,720	(93)	629	536

## NOTES TO FINANCIAL STATEMENTS

The amount of admitted adjusted gross deferred tax assets are as follows (*in thousands*):

	March 31, 2014			December 31, 2013			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
a. Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks	\$ 10,080	-	\$ 10,080	\$ 9,865	-	\$ 9,865	\$ 215	\$ -	\$ 215
b. Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets from a, above) After application of the Threshold Limitation. (Lesser of b.i. and b.ii. Below)	-	-	-	-	-	-	\$ -	\$ -	\$ -
i. Adjusted gross DTA expected to be realized following the Balance Sheet Date	-	-	-	-	-	-	NA	NA	-
ii. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold	NA	NA	105,111	NA	NA	108,845	NA	NA	(3,734)
c. Adjusted Gross Deferred Tax Assets (Excluding The Amount of Deferred Tax Assets From a. and b. above) Offset by Gross Deferred Tax Liabilities.	200	313	513	508	313	821	(308)	-	(308)
Deferred Tax Asset Admitted as the result of application of SSAP No. 101 Total (a.+b.+c.)	\$ 10,280	\$ 313	\$ 10,593	\$ 10,373	\$ 313	\$ 10,686	\$ (93)	\$ -	\$ (93)

	2014	2013
Ratio Percentage Used To Determine Recovery Period And Threshold Limitation Amount	1058%	1058%
Amount Of Adjusted Capital And Surplus Used To Determine Recovery Period And Threshold Limitation	700,743	725,630

The impact of tax planning strategies on adjusted gross DTA's and net admitted DTA's is as follows (*in thousands*):

	3/31/2014			12/31/2013			Change		
	Ordinary Percent	Capital Percent	Total Percent	Ordinary Percent	Capital Percent	Total Percent	Ordinary Percent	Capital Percent	Total Percent
Adjusted Gross DTAs amount	10,280	313	10,593	10,373	313	10,686	(93)	-	(93)
Percentage of Adjusted G.ross DTAs	0%	0%	0%	0%	0%	0%	0%	0%	0%
Net Admitted Adjusted Gross DTAs	10,280	313	10,593	10,373	313	10,686	(93)	-	(93)
Percentage of Net Admitted Adjusted Gross DTAs	0%	0%	0%	0%	0%	0%	0%	0%	0%

The Company's tax-planning strategy does not include the use of reinsurance.

The provision for income taxes on earnings for the quarters ended March 31, 2014 and 2013 and year ended December 31, 2013 are as follows (*in thousands*):

	Mar. 31, 2014	Mar. 31, 2013	Dec. 31, 2013
Federal provision	5,176	3,211	13,662
Federal income tax on net capital gains	1,934	3,163	7,028
Federal income taxes incurred	<u>7,110</u>	<u>6,375</u>	<u>20,690</u>

## NOTES TO FINANCIAL STATEMENTS

The tax effects of temporary differences that give rise to significant portions of the deferred tax assets and deferred tax liabilities are as follows *(in thousands)*:

<b>Deferred Tax Assets:</b>	<b><u>Mar. 31, 2014</u></b>	<b><u>Dec. 31, 2013</u></b>	<b><u>Change</u></b>
<b>Ordinary</b>			
Unearned Revenues	4,429	3,801	628
Unpaid Claims	1,270	1,289	(19)
Accrued Expenses	936	2,962	(2,026)
Nonadmitted assets	3,645	2,321	1,324
Subtotal	10,280	10,373	(93)
Admitted ordinary deferred tax assets	10,280	10,373	(93)
<b>Capital</b>			
Investments	313	313	-
Subtotal	313	313	-
Admitted capital deferred tax assets	313	313	-
Admitted deferred tax assets	10,593	10,686	(93)
<b>Deferred Tax Liabilities:</b>			
<b>Ordinary</b>			
Unpaid Claims	3	3	-
Subtotal	3	3	-
<b>Capital</b>			
Investments	2,334	2,963	(629)
Subtotal	2,334	2,963	(629)
Deferred Tax Liabilities	2,337	2,966	(629)
Net deferred tax assets	8,256	7,720	536

Deferred tax assets are reflected as admitted assets, subject to certain limitations. The components of the net deferred tax asset recognized in the Company's balance sheets—statutory basis are as follows *(in thousands)*:

	<b><u>Mar. 31, 2014</u></b>	<b><u>Dec. 31, 2013</u></b>	<b><u>Change</u></b>
Adjusted gross deferred tax assets	10,593	10,686	(93)
Total deferred tax liabilities	2,337	2,966	629
Net deferred tax assets	8,256	7,720	536
Tax effect of unrealized gains(losses)			(628)
Change in net deferred income tax			(92)

The reconciliation of the federal income tax rate to the actual effective rate is as follows *(in thousands)*:

	<b><u>Mar. 31, 2014</u></b>	<b><u>Effective Tax Rate</u></b>
Provision computed at statutory rate	(4,414)	35.00%
Permanent book to tax and other reserve adjustment	12,939	-102.59%
Nonadmitted assets and other	(1,323)	10.49%
Total	7,202	-57.11%
Federal income taxes incurred	7,110	-56.37%
Change in net deferred income taxes	92	-0.73%
Total statutory income taxes	7,202	-57.11%

The Company is subject to examination by the Internal Revenue Service and state taxing authorities. In general, the Company's tax years 2010 and forward remain open under the statutes of limitation and subject to examination.

The Company is exempt from all state income taxes in the jurisdictions for which it is registered to do business.

#### 10. Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

CareFirst BlueChoice, Inc. (CFBC or the Company) is a health maintenance organization (HMO) that provides managed health care products and services to individuals and to employees of business and governmental agencies in the Washington, D.C. metropolitan area, Northern Virginia and the state of Maryland. Benefits are provided to members

## NOTES TO FINANCIAL STATEMENTS

through fee-for-service and capitation agreements with local area physicians, hospitals and other health care providers. CFBC has two wholly-owned subsidiaries; The Dental Network, Inc. (TDN) and CapitalCare, Inc. (CapCare). TDN is a licensed dental service corporation that provides dental health coverage to its subscribers through a network of dentist in the state of Maryland. Effective December 13, 2011, CapCare withdrew its HMO license and became a non-insurance entity.

CFBC and its subsidiaries are wholly-owned subsidiaries of CareFirst Holdings, LLC (CFH). CFH, a Maryland limited liability company, was formed on December 31, 2010 by contributed assets from CareFirst of Maryland, Inc. (CFMI) and Group Hospitalization and Medical Services, Inc. (GHMSI).

CFMI and GHMSI are both affiliates of CareFirst, Inc. (CFI). These affiliates do business as CareFirst BlueCross BlueShield.

**11. Debt**

Not applicable.

**12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans**

Not applicable.

**13. Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations**

(1) No change.

(2) – (9) Not applicable.

(10) Change in net unrealized capital gains (losses) for the three months ended March 31, 2014:

Change in the unrealized gains (losses) from:

Affiliated common stocks

CapCare	\$	(347)
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TDN		(21,897)
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Unaffiliated common stocks		(1,816,245)
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Bonds		20,759
-------	--	--------

Total unrealized gains (losses)		<u>(1,817,730)</u>
---------------------------------	--	--------------------

Capital gains deferred taxes		<u>628,420</u>
------------------------------	--	----------------

**Change in net unrealized capital gains (losses)**

less capital gains taxes (page 5 line 36)	\$	<b>(1,189,310)</b>
---	----	--------------------

(11) – (13) Not applicable.

**14. Contingencies****A. Contingent Commitments**

None.

**B. Assessments**

None.

**C. Gain Contingencies**

None.

**D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits**

None.

**E. All Other Contingencies**

The Company insures individuals and provides administrative services to non-risk groups with members who are qualified Medicare beneficiaries. Medicare law identifies the primary payer and secondary payer of claims when individuals are insured by either the Company or an employer and Medicare. Principally as a result of information systems programming errors, the Company incorrectly paid certain claims in years prior to 2009 as the secondary payer rather than as the primary payer for individuals that were insured by the Company. The issues were communicated to Centers for Medicare and Medicaid Services (CMS) in May 2009. The Company has implemented corrective measures to (1) correctly identify Medicare beneficiaries that should be paid primary and (2) modify information systems to correctly adjudicate claims on behalf of Medicare beneficiaries.

## NOTES TO FINANCIAL STATEMENTS

Based on its interpretation of Medicare law, the Company believes it is liable for improperly processed claims for the period from January 1, 2006 to December 31, 2008. In 2009, CFMI, GHMSI and CFBC provided CMS with the data of the incorrectly paid claims and offered to settle its obligations to CMS for \$19,000,000. Accordingly, CFMI, GHMSI and CFBC recorded a liability of \$19,000,000 at December 31, 2009 for this proposed settlement, of which \$6,888,000 was recorded by the Company. The Company received demand letters from CMS regarding certain of these individual claims during 2010 and 2011. No demand letters were received in 2012 or 2013. Based on the claims processed in response to these demand letters and its ongoing evaluation of the Company's liability for this matter, the Company released a portion of the reserves that had been established in 2009 at December 31, 2012. The remaining balance of the liability was \$5,070,000 at December 31, 2012. During 2013, CMS made a settlement offer of \$16,054,000, which represented the total liability established in 2009 minus the amount paid to date from the demand letters processed in 2010 and 2011. As a result, the Company re-established a portion of the reserve that was released in 2012 to restore the liability back to the settlement amount offered by CMS. Accordingly, the balance of the liability was \$5,747,000 as of December 31, 2013, and was included in general expenses due or accrued. The final settlement amount of \$5,743,000 was paid in February 2014.

**15. Leases**

Not applicable.

**16. Information About Financial Instruments With Off-Balance-Sheet Risk And Financial Instruments With Concentrations of Credit Risk**

Not applicable.

**17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities****A. Transfers of Receivables Reported as Sales**

Not Applicable.

**B. Transfer and Servicing of Financial Assets**

Not Applicable.

**C. Wash Sales**

None.

**18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans****A. ASO Plans**

Not applicable.

**B. ASC Plans**

Not applicable.

**C. Medicare or Similarly Structured Cost Based Reimbursement Contract**

Not applicable.

**19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators**

Not applicable.

**20. Fair Value Measurements**

Included in various investment-related line items in the financial statements are certain financial instruments carried at fair value. Other financial instruments are periodically measured at fair value, such as when impaired, or, for certain bonds and preferred stocks, when carried at the lower of cost or market. SSAP No. 100 *Fair Value Measurements* defines fair value, establishes a framework for measuring fair value and establishes disclosures about fair value. The fair value hierarchy is as follows:

- Level 1 – Quoted (unadjusted) prices for identical assets or liabilities in active markets.
- Level 2 – Other observable inputs, either directly or indirectly.
- Level 3 – Unobservable inputs that cannot be corroborated by observable market data.

In instances in which the inputs used to measure fair value fall into different levels of the fair value hierarchy, the fair value measurement has been determined based on the lowest level input that is significant to the fair value measurement

## NOTES TO FINANCIAL STATEMENTS

in its entirety. The Company's assessment of the significance of a particular item to the fair value measurement in its entirety requires judgment, including the consideration of inputs specific to the asset. Management is responsible for the determination of fair value, and performs monthly analyses on the prices received from third parties to determine whether the prices appear to be reasonable estimates of fair value.

There were no transfers between levels during the three months ended March 31, 2014.

The following methods and assumptions were used to estimate the fair value of each class of financial instrument:

**Bonds.** The fair value of U.S. Treasury securities is determined by an active price for an identical security in an observable market and is therefore classified as Level 1. Other U.S. government agencies securities, state and municipal securities, foreign governments securities, corporate bonds, mortgage-backed securities and other asset-backed securities that are priced by independent pricing services using observable inputs are classified as Level 2. Observable inputs used for other U.S. government agencies securities include quoted prices for like or similar assets, benchmark yields, reported trades and credit spreads. Observable inputs used for state and municipal securities, foreign governments securities and corporate bonds include quoted prices for identical or similar assets that are traded in an active market, benchmark yields, new issuances, issuer ratings, reported trades of comparable securities and credit spreads. The fair value of mortgage-backed securities and other asset-backed securities is determined by a cash flow model which utilizes observable inputs such as quoted prices for identical or similar assets, benchmark yields, prepayment speeds, collateral performance, credit spreads and default rates at commonly quoted intervals.

**Stocks.** Fair values of publicly-traded index funds where market quotes are available but are not considered actively traded are classified as Level 2. Net asset value of the fixed income index fund invested in U.S. Treasury inflation-protected securities (USTIPS) is calculated as of the close of business of the New York Exchange. Fair value of the fixed income index fund where a market quote is available but is not considered actively traded is classified as Level 2.

The following table presents information about the fair value of the Company's financial instruments measured and reported at fair value (*in thousands*).

	Quoted Prices in Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	Total Fair Value as of March 31, 2014
<b>Assets</b>				
Bonds	\$	–	\$ 100	\$ 100
Common stocks				
Large capital equity index fund		21,371	–	21,371
Small capital equity index fund		32,580	–	32,580
International equity index fund		12,268	–	12,268
Publicly-traded fixed income index fund (a)		65,577	–	65,577
Total common stocks		131,796	–	131,796
Total assets measured and reported at fair value	\$	–	\$ 131,896	\$ 131,896

(a) Represent investments in USTIPS.

As of March 31, 2014, the Company has no financial instruments measured at fair value using Level 3 inputs.

The following table presents information about the aggregate fair value of the Company's financial instruments (*in thousands*).

	Quoted Prices in Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	Aggregate Fair Value as of March 31, 2014	Admitted Assets as of March 31, 2014
Bonds	\$ 161,329	\$ 486,991	\$ –	\$ 648,320	\$ 643,454
Common stocks	–	131,796	–	131,796	131,796
Total	\$ 161,329	\$ 618,787	\$ –	\$ 780,116	\$ 775,250

As of March 31, 2014, the Company has no financial instruments for which it is not practicable to estimate fair value.

## 21. Other Items

### A. Extraordinary Items

## NOTES TO FINANCIAL STATEMENTS

Not applicable.

### **B. Troubled Debt Restructuring: Debtors**

Not applicable.

### **C. Other Disclosures and Unusual Items**

The Company is subject to the Health Insurer Tax (HIT) under Section 9010 of the Patient Protection and Affordable Care Act. In accordance with SSAP No. 35R *Guaranty Fund and Other Assessments*, the entire HIT fee for 2014 is recognized as general administrative expense on January 1. Therefore, on January 1, 2014, the Company recorded its estimated 2014 HIT fee of \$36,738,000.

### **D. Business Interruption Insurance Recoveries**

Not applicable.

### **E. State Transferable and Non-transferable Tax Credits**

Not applicable.

### **F. Subprime-Mortgage-Related Risk Exposure**

- (1) The Company categorizes mortgage securities with an average FICO score of less than 675 (credit score) as a subprime mortgage security. The Company has no subprime mortgage securities as of March 31, 2014.
- (2) The Company does not engage in mortgage lending and therefore has no direct exposure through investments in subprime mortgage loans.
- (3) The Company has no exposure in subprime mortgage lending through its fixed maturity and equity investments.

### **G. Retained Assets**

Not applicable.

### **H. Offsetting and Netting of Assets and Liabilities**

Not applicable.

### **I. Joint and Several Liabilities**

Not applicable.

### **J. Risk Sharing Provisions of the Affordable Care Act**

The following admitted assets, liabilities and revenue elements, by program of the Affordable Care Act (ACA), were recorded for the three months ended March 31, 2014 (*in thousands*):

## NOTES TO FINANCIAL STATEMENTS

a.	ACA Permanent Risk Adjustment Program		
i.	Premium adjustments receivable due to ACA Risk Adjustment	\$	–
ii.	Risk adjustment user fees payable for ACA Risk Adjustment		138
iii.	Premium adjustments payable due to ACA Risk Adjustment		–
iv.	Reported as revenue in premium for accident and health contracts written due to ACA Risk Adjustment		–
v.	Reported in expenses as ACA risk adjustment user fees incurred		138
b.	ACA Transitional Reinsurance Program		
i.	Amounts recoverable for claims paid due to ACA Reinsurance	\$	582
ii.	Amounts recoverable for claims unpaid due to ACA Reinsurance		–
iii.	Amounts receivable relating to uninsured plans for contributions for ACA Reinsurance		–
iv.	Claims unpaid – ceded due from ACA Reinsurance		–
v.	Liabilities for contributions payable due to ACA Reinsurance - not reported as ceded premium		9,282
vi.	Ceded reinsurance premiums payable due to ACA Reinsurance		–
vii.	Liability for amounts held under uninsured plans contributions for ACA Reinsurance		–
viii.	Ceded reinsurance premiums due to ACA Reinsurance		–
ix.	Reinsurance recoveries (income statement) due to ACA Reinsurance payments or expected payments		582
x.	ACA Reinsurance Contributions – not reported as ceded premium		9,282
c.	ACA Temporary Risk Corridors Program		
i.	Accrued retrospective premium due from ACA Risk Corridors	\$	–
ii.	Reserve for rate credits or policy experience rating refunds due to ACA Risk Corridors		–
iii.	Effect of ACA Risk Corridors on net premium income		–
iv.	Effect of ACA Risk Corridors on change in reserves for rate credits		–

**22. Events Subsequent**

Not Applicable.

**23. Reinsurance****A. Ceded Reinsurance Report**

The Company maintains a reinsurance agreement with CFMI and GHMSI providing stop-loss coverage. This coverage does not have an expiration date.

The Company also maintains a quota-share reinsurance agreement with TDN. Under the terms of the agreement, the Company assumes all the underwriting risk on the business written by TDN. The Company assumed revenue from TDN in the amount of \$1,624,000 and \$1,659,000 and incurred an underwriting gain (loss) in the amount of \$130,000 and \$(1,258,000) for the three months ended March 31, 2014 and 2013, respectively.

**B. Uncollectible Reinsurance**

Not applicable.

**C. Commutation of Ceded Reinsurance**

Not applicable.

**D. Certified Reinsurer Rating Downgraded or Status Subject to Revocation**

Not applicable.

**24. Retrospectively Rated Contracts and Contracts Subject to Redetermination**

A. – C. Not applicable.

D. Medical loss ratio rebates required pursuant to the Public Health Service Act are as follows (*in thousands*):

## NOTES TO FINANCIAL STATEMENTS

	Individual	Small Group Employer	Large Group Employer	Other Categories with Rebates	Total
Prior Reporting Year					
(1) Medical loss ratio rebates incurred	\$ -	\$ 531	\$ (1,920)	\$ -	\$ (1,389)
(2) Medical loss ratio rebates paid	-	1,121	-	-	1,121
(3) Medical loss ratio rebates unpaid	-	-	-	-	-
(4) Plus reinsurance assumed amounts	XXX	XXX	XXX	XXX	-
(5) Less reinsurance ceded amounts	XXX	XXX	XXX	XXX	-
(6) Rebates unpaid net of reinsurance	XXX	XXX	XXX	XXX	\$ -
Current Reporting Year-to-Date					
(7) Medical loss ratio rebates incurred	\$ -	\$ -	\$ -	\$ -	\$ -
(8) Medical loss ratio rebates paid	-	-	-	-	-
(9) Medical loss ratio rebates unpaid	-	-	-	-	-
(10) Plus reinsurance assumed amounts	XXX	XXX	XXX	XXX	-
(11) Less reinsurance ceded amounts	XXX	XXX	XXX	XXX	-
(12) Rebates unpaid net of reinsurance	XXX	XXX	XXX	XXX	\$ -

**25. Change in Incurred Claims and Claim Adjustment Expenses**

As of March 31, 2014, \$109,949,000 has been paid for incurred claims attributable to insured events for prior years. Reserves remaining for prior years are now \$14,986,000 as a result of re-estimation of unpaid claims and unpaid claims adjustment expenses. Therefore, there has been a \$13,294,000 favorable prior year development since December 31, 2013 to March 31, 2014, which includes an \$848,000 unfavorable development in the Federal Employee Program line of business. Original estimates are increased or decreased as additional information becomes known regarding individual claims.

**26. Intercompany Pooling Arrangements**

Not applicable.

**27. Structured Settlements**

Not applicable.

**28. Health Care Receivables**

- A. No change.
- B. Not applicable.

**29. Participating Policies**

Not applicable.

**30. Premium Deficiency Reserve**

1. Liability carried for premium deficiency reserves: \$2,120,000 within aggregate health policy reserves
2. Date of the most recent evaluation of this liability: March 31, 2014
3. Was anticipated investment income utilized in the calculation? No

**31. Salvage and Subrogation**

No change.

# GENERAL INTERROGATORIES

## PART 1 - COMMON INTERROGATORIES

### GENERAL

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? ..... Yes [ ] No [ X ]
- 1.2 If yes, has the report been filed with the domiciliary state? ..... Yes [ ] No [ ]
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? ..... Yes [ ] No [ X ]
- 2.2 If yes, date of change: .....
- 3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? ..... Yes [ X ] No [ ]  
If yes, complete Schedule Y, Parts 1 and 1A.
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? ..... Yes [ ] No [ X ]
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes.
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? ..... Yes [ ] No [ X ]
- 4.2 If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? ..... Yes [ ] No [ ] N/A [ X ]  
If yes, attach an explanation.
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. .... 12/31/2013
- 6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. .... 12/31/2008
- 6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). .... 09/25/2009
- 6.4 By what department or departments?  
District of Columbia Department of Insurance, Securities and Banking
- 6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? ..... Yes [ ] No [ ] N/A [ X ]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? ..... Yes [ X ] No [ ] N/A [ ]
- 7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? ..... Yes [ ] No [ X ]
- 7.2 If yes, give full information:
- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? ..... Yes [ ] No [ X ]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? ..... Yes [ ] No [ X ]
- 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC

**GENERAL INTERROGATORIES**

- 9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? ..... Yes [ X ] No [ ]
- (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c) Compliance with applicable governmental laws, rules and regulations;
- (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e) Accountability for adherence to the code.
- 9.11 If the response to 9.1 is No, please explain:
- 9.2 Has the code of ethics for senior managers been amended? ..... Yes [ X ] No [ ]
- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s).  
The code was amended in 2013 with an effective date of January 1, 2014. The code is periodically updated to reflect best practices and new policies.
- 9.3 Have any provisions of the code of ethics been waived for any of the specified officers? ..... Yes [ ] No [ X ]
- 9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

**FINANCIAL**

- 10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? ..... Yes [ X ] No [ ]
- 10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: ..... \$ .....0

**INVESTMENT**

- 11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) ..... Yes [ ] No [ X ]
- 11.2 If yes, give full and complete information relating thereto:
12. Amount of real estate and mortgages held in other invested assets in Schedule BA: ..... \$ .....0
13. Amount of real estate and mortgages held in short-term investments: ..... \$ .....0
- 14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? ..... Yes [ X ] No [ ]
- 14.2 If yes, please complete the following:
- |   | 1<br>Prior Year-End<br>Book/Adjusted<br>Carrying Value | 2<br>Current Quarter<br>Book/Adjusted<br>Carrying Value |
|---|--|---|
| 14.21 Bonds   | \$ .....0  | \$ .....0   |
| 14.22 Preferred Stock   | \$ .....0  | \$ .....0   |
| 14.23 Common Stock  | \$ .....551,353  | \$ .....529,109   |
| 14.24 Short-Term Investments  | \$ .....0  | \$ .....0   |
| 14.25 Mortgage Loans on Real Estate   | \$ .....0  | \$ .....0   |
| 14.26 All Other   | \$ .....0  | \$ .....0   |
| 14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26) | \$ .....551,353  | \$ .....529,109   |
| 14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above                       | \$ .....0  | \$ .....0   |
- 15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? ..... Yes [ ] No [ X ]
- 15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? ..... Yes [ ] No [ ]  
If no, attach a description with this statement.

## GENERAL INTERROGATORIES

16. For the reporting entity's security lending program, state the amount of the following as of the current statement date:
- |  |          |   |
|--|----------|---|
| 16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 .....                   | \$ ..... | 0 |
| 16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 ..... | \$ ..... | 0 |
| 16.3 Total payable for securities lending reported on the liability page .....                                       | \$ ..... | 0 |

17. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? ..... Yes [ X ] No [ ]
- 17.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address
SunTrust Bank .....	1445 New York Ave, Washington DC 20005 .....

- 17.2 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

- 17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? ..... Yes [ ] No [ X ]

- 17.4 If yes, give full information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

- 17.5 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
15958 .....	Vanguard .....	P.O. Box 2900 Valley Forge, PA 19482 .....
104596 .....	Dodge & Cox .....	55 California St., San Francisco, CA 94104 .....
105496 .....	T. Rowe Price .....	100 E. Pratt St., Baltimore, MD 21202 .....

- 18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? ..... Yes [ X ] No [ ]

- 18.2 If no, list exceptions:

# GENERAL INTERROGATORIES

## PART 2 - HEALTH

1. Operating Percentages:

1.1 A&H loss percent .....80.2 %  
1.2 A&H cost containment percent .....1.5 %  
1.3 A&H expense percent excluding cost containment expenses .....23.3 %

2.1 Do you act as a custodian for health savings accounts? ..... Yes [ ] No [ X ]

2.2 If yes, please provide the amount of custodial funds held as of the reporting date .....\$.....0

2.3 Do you act as an administrator for health savings accounts? ..... Yes [ ] No [ X ]

2.4 If yes, please provide the balance of the funds administered as of the reporting date .....\$.....0

**SCHEDULE S - CEDED REINSURANCE**

Showing All New Reinsurance Treaties - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Reinsurer	5 Domiciliary Jurisdiction	6 Type of Reinsurance Ceded	7 Type of Reinsurer	8 Certified Reinsurer Rating (1 through 6)	9 Effective Date of Certified Reinsurer Rating
<b>NONE</b>								

**SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS**

Current Year to Date - Allocated by States and Territories

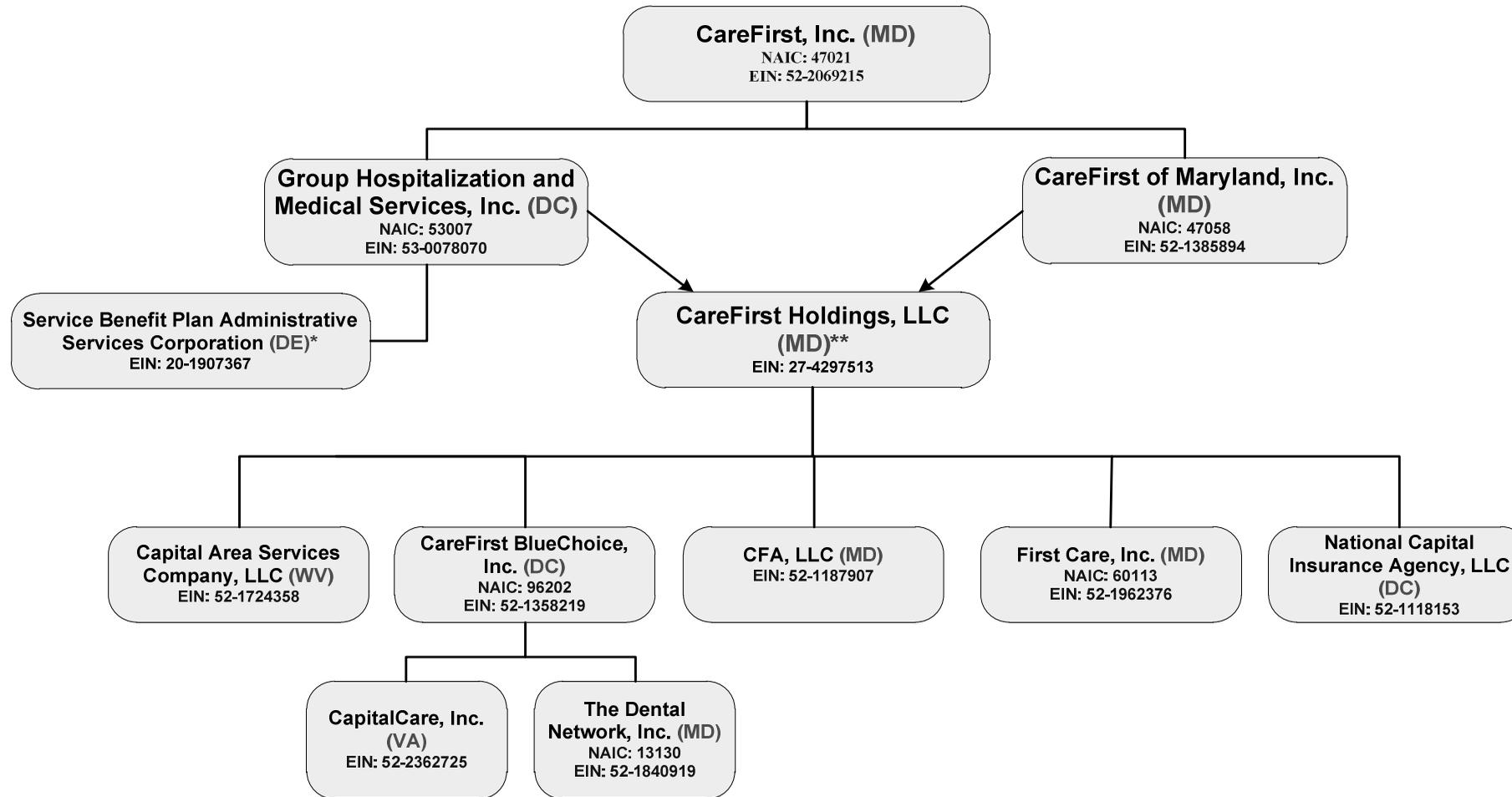
States, etc.	1 Active Status	Direct Business Only							9 Deposit-Type Contracts	
		2 Accident and Health Premiums	3 Medicare Title XVIII	4 Medicaid Title XIX	5 Federal Employees Health Benefits Program Premiums	6 Life and Annuity Premiums & Other Considerations	7 Property/Casualty Premiums	8 Total Columns 2 Through 7		
1. Alabama	AL	N	0	0	0	0	0	0	0	0
2. Alaska	AK	N	0	0	0	0	0	0	0	0
3. Arizona	AZ	N	0	0	0	0	0	0	0	0
4. Arkansas	AR	N	0	0	0	0	0	0	0	0
5. California	CA	N	0	0	0	0	0	0	0	0
6. Colorado	CO	N	0	0	0	0	0	0	0	0
7. Connecticut	CT	N	0	0	0	0	0	0	0	0
8. Delaware	DE	N	0	0	0	0	0	0	0	0
9. District of Columbia	DC	L	88,262,574	0	0	0	0	0	88,262,574	0
10. Florida	FL	N	0	0	0	0	0	0	0	0
11. Georgia	GA	N	0	0	0	0	0	0	0	0
12. Hawaii	HI	N	0	0	0	0	0	0	0	0
13. Idaho	ID	N	0	0	0	0	0	0	0	0
14. Illinois	IL	N	0	0	0	0	0	0	0	0
15. Indiana	IN	N	0	0	0	0	0	0	0	0
16. Iowa	IA	N	0	0	0	0	0	0	0	0
17. Kansas	KS	N	0	0	0	0	0	0	0	0
18. Kentucky	KY	N	0	0	0	0	0	0	0	0
19. Louisiana	LA	N	0	0	0	0	0	0	0	0
20. Maine	ME	N	0	0	0	0	0	0	0	0
21. Maryland	MD	L	412,493,132	0	0	71,347,992	0	0	483,841,124	0
22. Massachusetts	MA	N	0	0	0	0	0	0	0	0
23. Michigan	MI	N	0	0	0	0	0	0	0	0
24. Minnesota	MN	N	0	0	0	0	0	0	0	0
25. Mississippi	MS	N	0	0	0	0	0	0	0	0
26. Missouri	MO	N	0	0	0	0	0	0	0	0
27. Montana	MT	N	0	0	0	0	0	0	0	0
28. Nebraska	NE	N	0	0	0	0	0	0	0	0
29. Nevada	NV	N	0	0	0	0	0	0	0	0
30. New Hampshire	NH	N	0	0	0	0	0	0	0	0
31. New Jersey	NJ	N	0	0	0	0	0	0	0	0
32. New Mexico	NM	N	0	0	0	0	0	0	0	0
33. New York	NY	N	0	0	0	0	0	0	0	0
34. North Carolina	NC	N	0	0	0	0	0	0	0	0
35. North Dakota	ND	N	0	0	0	0	0	0	0	0
36. Ohio	OH	N	0	0	0	0	0	0	0	0
37. Oklahoma	OK	N	0	0	0	0	0	0	0	0
38. Oregon	OR	N	0	0	0	0	0	0	0	0
39. Pennsylvania	PA	N	0	0	0	0	0	0	0	0
40. Rhode Island	RI	N	0	0	0	0	0	0	0	0
41. South Carolina	SC	N	0	0	0	0	0	0	0	0
42. South Dakota	SD	N	0	0	0	0	0	0	0	0
43. Tennessee	TN	N	0	0	0	0	0	0	0	0
44. Texas	TX	N	0	0	0	0	0	0	0	0
45. Utah	UT	N	0	0	0	0	0	0	0	0
46. Vermont	VT	N	0	0	0	0	0	0	0	0
47. Virginia	VA	L	86,618,743	0	0	0	0	0	86,618,743	0
48. Washington	WA	N	0	0	0	0	0	0	0	0
49. West Virginia	WV	N	0	0	0	0	0	0	0	0
50. Wisconsin	WI	N	0	0	0	0	0	0	0	0
51. Wyoming	WY	N	0	0	0	0	0	0	0	0
52. American Samoa	AS	N	0	0	0	0	0	0	0	0
53. Guam	GU	N	0	0	0	0	0	0	0	0
54. Puerto Rico	PR	N	0	0	0	0	0	0	0	0
55. U.S. Virgin Islands	VI	N	0	0	0	0	0	0	0	0
56. Northern Mariana Islands	MP	N	0	0	0	0	0	0	0	0
57. Canada	CAN	N	0	0	0	0	0	0	0	0
58. Aggregate Other Aliens	OT	XXX	0	0	0	0	0	0	0	0
59. Subtotal	XXX	3	587,374,449	0	0	71,347,992	0	0	658,722,441	0
60. Reporting Entity Contributions for Employee Benefit Plans	XXX		0	0	0	0	0	0	0	0
61. Totals (Direct Business)	(a)	3	587,374,449	0	0	71,347,992	0	0	658,722,441	0
DETAILS OF WRITE-INS										
58001.	XXX									
58002.	XXX									
58003.	XXX									
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX		0	0	0	0	0	0	0	0
58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)	XXX		0	0	0	0	0	0	0	0

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

(a) Insert the number of L responses except for Canada and Other Alien.

Enrollment and billing systems capture and report premiums by group situs.

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP  
PART 1 - ORGANIZATIONAL CHART**



15

\*Service Benefit Plan Administrative Services Corporation is owned 90% by Group Hospitalization and Medical Services, Inc. and 10% by the Blue Cross and Blue Shield Association.

\*\*CareFirst Holdings, LLC is owned 50.001% by CareFirst of Maryland, Inc. and 49.999% by Group Hospitalization and Medical Services, Inc.

**SCHEDULE Y**  
**PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	Federal ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries Or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	*
.0380	Carefirst Inc Group	47021	52-2069215				CareFirst, Inc.	MD	IA			0.000	CareFirst, Inc.	
.0380	Carefirst Inc Group	53007	53-0078070				Group Hospitalization and Medical Services, Inc.	DC	IA	CareFirst, Inc.	Board of Directors	0.000	CareFirst, Inc.	
.0380	Carefirst Inc Group	47058	52-1385894				CareFirst of Maryland, Inc.	MD	IA	CareFirst, Inc.	Board of Directors	0.000	CareFirst, Inc.	
		00000	20-1907367				Service Benefit Plan Administrative Services Corporation	DE	NIA	Group Hospitalization and Medical Services, Inc.	Ownership	90.000	CareFirst, Inc.	
		00000	27-4297513				CareFirst Holdings, LLC	MD	UDP	CareFirst, Inc.	Board of Directors	0.000	CareFirst, Inc.	
		00000	52-1724358				Capital Area Services Company, LLC	WV	NIA	CareFirst Holdings, LLC	Ownership	100.000	CareFirst, Inc.	
.0380	Carefirst Inc Group	96202	52-1358219				CareFirst BlueChoice, Inc.	DC	RE	CareFirst Holdings, LLC	Ownership	100.000	CareFirst, Inc.	
		00000	52-1187907				CFA, LLC	MD	NIA	CareFirst Holdings, LLC	Ownership	100.000	CareFirst, Inc.	
.0380	Carefirst Inc Group	60113	52-1962376				First Care, Inc.	MD	IA	CareFirst Holdings, LLC	Ownership	100.000	CareFirst, Inc.	
		00000	52-1118153				National Capital Insurance Agency, LLC	DC	NIA	CareFirst Holdings, LLC	Ownership	100.000	CareFirst, Inc.	
		00000	52-2362725				CapitalCare, Inc.	VA	DS	CareFirst BlueChoice, Inc.	Ownership	100.000	CareFirst, Inc.	
.0380	Carefirst Inc Group	13130	52-1840919				The Dental Network, Inc.	MD	DS	CareFirst BlueChoice, Inc.	Ownership	100.000	CareFirst, Inc.	

Asterisk	Explanation
N/A	

# SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

	Response
1. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement? .....	NO

Explanation:

1.

Bar Code:

1. Medicare Part D Coverage Supplement [Document Identifier 365]



**OVERFLOW PAGE FOR WRITE-INS**

STATEMENT AS OF MARCH 31, 2014 OF THE CareFirst BlueChoice, Inc.

**SCHEDULE A - VERIFICATION**

Real Estate

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Current year change in encumbrances		
4. Total gain (loss) on disposals		
5. Deduct amounts received on disposals		
6. Total foreign exchange change in book/adjusted carrying value		
7. Deduct current year's other than temporary impairment recognized		
8. Deduct current year's depreciation		
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)		
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)		

NONE

**SCHEDULE B - VERIFICATION**

Mortgage Loans

	1 Year to Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)		
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		
8. Deduct amortization of premium and mortgage interest and commitment fees		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest		
10. Deduct current year's other than temporary impairment recognized		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)		
12. Total valuation allowance		
13. Subtotal (Line 11 plus Line 12)		
14. Deduct total nonadmitted amounts		
15. Statement value at end of current period (Line 13 minus Line 14)		

NONE

**SCHEDULE BA - VERIFICATION**

Other Long-Term Invested Assets

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)		
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		
8. Deduct amortization of premium and depreciation		
9. Total foreign exchange change in book/adjusted carrying value		
10. Deduct current year's other than temporary impairment recognized		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)		
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)		

NONE

**SCHEDULE D - VERIFICATION**

Bonds and Stocks

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	774,542,553	776,812,355
2. Cost of bonds and stocks acquired	122,743,372	999,951,368
3. Accrual of discount	104,742	301,978
4. Unrealized valuation increase (decrease)	(1,817,732)	(2,904,274)
5. Total gain (loss) on disposals	5,520,995	20,071,096
6. Deduct consideration for bonds and stocks disposed of	123,992,975	1,012,057,380
7. Deduct amortization of premium	1,321,418	7,632,590
8. Total foreign exchange change in book/adjusted carrying value	0	0
9. Deduct current year's other than temporary impairment recognized	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	775,779,537	774,542,553
11. Deduct total nonadmitted amounts	12,140	12,487
12. Statement value at end of current period (Line 10 minus Line 11)	775,767,397	774,530,066

STATEMENT AS OF MARCH 31, 2014 OF THE CareFirst BlueChoice, Inc.

**SCHEDULE D - PART 1B**

Showing the Acquisitions, Dispositions and Non-Trading Activity  
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
<b>BONDS</b>								
1. NAIC 1 (a) .....	611,089,364	176,383,517	163,297,319	(215,046)	623,960,516	0	0	611,089,364
2. NAIC 2 (a) .....	121,282,244	15,777,178	9,429,682	(932,362)	126,697,378	0	0	121,282,244
3. NAIC 3 (a) .....	243,774	0	8,452	(100,104)	135,218	0	0	243,774
4. NAIC 4 (a) .....	987,165	0	1,088	(372,936)	613,141	0	0	987,165
5. NAIC 5 (a) .....	0	0	0	376,216	376,216	0	0	0
6. NAIC 6 (a) .....	10	0	0	0	10	0	0	10
7. Total Bonds	733,602,557	192,160,695	172,736,541	(1,244,232)	751,782,479	0	0	733,602,557
<b>PREFERRED STOCK</b>								
8. NAIC 1 .....	0	0	0	0	0	0	0	0
9. NAIC 2 .....	0	0	0	0	0	0	0	0
10. NAIC 3 .....	0	0	0	0	0	0	0	0
11. NAIC 4 .....	0	0	0	0	0	0	0	0
12. NAIC 5 .....	0	0	0	0	0	0	0	0
13. NAIC 6 .....	0	0	0	0	0	0	0	0
14. Total Preferred Stock	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock	733,602,557	192,160,695	172,736,541	(1,244,232)	751,782,479	0	0	733,602,557

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$ .....0 ; NAIC 2 \$ .....0 ; NAIC 3 \$ .....0 ;  
NAIC 4 \$ .....0 ; NAIC 5 \$ .....0 ; NAIC 6 \$ .....0

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**SCHEDULE DA - PART 1**

## Short-Term Investments

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year-to-Date	Paid for Accrued Interest Year-to-Date
9199999 Totals	108,328,030	xxx	108,391,352	37,679	7,326

**SCHEDULE DA - VERIFICATION**

## Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	96,498,693	15,268,421
2. Cost of short-term investments acquired .....	76,917,325	320,989,378
3. Accrual of discount .....	0	500
4. Unrealized valuation increase (decrease) .....	(752)	1,598
5. Total gain (loss) on disposals .....	4,367	7,873
6. Deduct consideration received on disposals .....	65,044,042	239,702,042
7. Deduct amortization of premium .....	47,561	67,035
8. Total foreign exchange change in book/adjusted carrying value .....	0	0
9. Deduct current year's other than temporary impairment recognized .....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	108,328,030	96,498,693
11. Deduct total nonadmitted amounts .....	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	108,328,030	96,498,693

Schedule DB - Part A - Verification - Options, Caps, Floors, Collars, Swaps and Forwards

**N O N E**

Schedule DB - Part B - Verification - Futures Contracts

**N O N E**

Schedule DB - Part C - Section 1 - Replication (Synthetic Asset) Transactions (RSATs) Open

**N O N E**

Schedule DB-Part C-Section 2-Reconciliation of Replication (Synthetic Asset) Transactions Open

**N O N E**

Schedule DB - Verification - Book/Adjusted Carrying Value, Fair Value and Potential Exposure of  
Derivatives

**N O N E**

Schedule E - Verification - Cash Equivalents

**N O N E**

Schedule A - Part 2 - Real Estate Acquired and Additions Made

**N O N E**

Schedule A - Part 3 - Real Estate Disposed

**N O N E**

Schedule B - Part 2 - Mortgage Loans Acquired

**N O N E**

Schedule B - Part 3 - Mortgage Loans Disposed, Transferred or Repaid

**N O N E**

Schedule BA - Part 2 - Other Long-Term Invested Assets Acquired

**N O N E**

Schedule BA - Part 3 - Other Long-Term Invested Assets Disposed, Transferred or Repaid

**N O N E**

STATEMENT AS OF MARCH 31, 2014 OF THE CareFirst BlueChoice, Inc.

**SCHEDULE D - PART 3**

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
36179M-X2-1	GNMA PASS-THRU M SINGLE FAMILY		.02/20/2014	CHASE SECURITIES, INC.		301,743	319,675	533	1
36241L-UE-4	GNMA PASS-THRU X PLATINUM 30YR		.03/26/2014	SALOMON SMITH BARNEY INC/		287,004	264,787	993	1
38378N-PP-2	GNMA REMIC TRUST 2014-16		.01/29/2014	RAYMOND JAMES & ASSOCIATE		983,906	1,000,000	178	1
912810-Q2-4	UNITED STATES TREAS BDS		.03/28/2014	VARIOUS		1,731,032	1,900,000	10,734	1
912810-RB-6	UNITED STATES TREAS BDS		.01/27/2014	BOENNING & SCATTERGOOD IN		10,286,250	12,000,000	76,243	1
912810-RD-2	UNITED STATES TREAS BDS		.02/12/2014	VARIOUS		24,353,437	24,000,000	231,215	1
912810-RE-0	UNITED STATES TREAS BDS		.03/04/2014	BOENNING & SCATTERGOOD IN		11,955,000	12,000,000	28,840	1
912810-RF-7	UNITED STATES TREAS BDS TIPS		.02/20/2014	VARIOUS		771,993	795,000	393	1
912828-A5-9	UNITED STATES TREAS NTS		.01/10/2014	VARIOUS		6,975,664	7,000,000	3,185	1
912828-A7-5	UNITED STATES TREAS NTS		.01/10/2014	LINSCO/PRIVATE LEDGER COR		3,475,955	3,500,000	1,885	1
912828-B3-3	UNITED STATES TREAS NTS		.02/10/2014	LINSCO/PRIVATE LEDGER COR		8,015,680	8,000,000	3,646	1
912828-C2-4	UNITED STATES TREAS NTS		.03/27/2014	NOMURA SECURITIES INTL		421,231	425,000	537	1
912828-SP-6	UNITED STATES TREAS NTS		.02/28/2014	BARCLAYS CAPITAL INC		3,108,113	3,100,000	4,503	1
912828-WD-8	UNITED STATES TREAS NTS		.03/06/2014	VARIOUS		3,009,232	3,065,000	7,816	1
912828-B2-5	UNITED STATES TREAS NTS TIPS		.03/20/2014	VARIOUS		1,630,517	1,635,000	1,259	1
912828-MY-3	UNITED STATES TREAS NTS TIPS		.01/15/2014	GREENWICH CAPITAL MKTS, I		798,440	725,000	997	1
<b>0599999. Subtotal - Bonds - U.S. Governments</b>						<b>78,105,197</b>	<b>79,729,462</b>	<b>372,957</b>	<b>XXX</b>
38377H-AA-5	GOVERNMENT OF BERMUDA 144A	R	.01/23/2014	NOMURA SECURITIES INTL		245,813	225,000	263	1FE
087160-W6-5	ICELAND REP	R	.01/22/2014	EUROPEAN SECURITIES CORP		167,000	160,000	1,984	2FE
P3772N-HK-1	REPUBLIC OF COLOMBIA	R	.03/13/2014	CITIGROUP GLOBAL MARKET I		180,600	200,000	44	2FE
857524-AC-6	REPUBLIC OF POLAND	R	.01/16/2014	EUROCLEAR BANK S.A. BRUSS		114,073	115,000	0	1FE
857524-AB-8	REPUBLIC OF POLAND NT	R	.02/07/2014	VARIOUS		242,632	225,000	4,209	1FE
836205-AM-6	SOUTH AFRICA REP	R	.01/22/2014	MORGAN STANLEY&CO INC PRO		160,125	140,000	1,604	2FE
836205-AN-4	SOUTH AFRICA REP	R	.01/22/2014	STANDARD BANK OF SOUTH AF		155,694	145,000	3,057	2FE
<b>1099999. Subtotal - Bonds - All Other Governments</b>						<b>1,265,937</b>	<b>1,210,000</b>	<b>11,161</b>	<b>XXX</b>
3128MJ-SY-7	FHLMC PC GOLD COMB 30		.02/06/2014	SALOMON SMITH BARNEY INC/		564,656	583,342	583	1
31300M-H7-1	FHLMC PC GUAR ADJ 30YR		.01/29/2014	BARCLAYS CAPITAL INC		2,097,405	2,032,000	3,725	1
313788-LR-6	FHLMC REMIC SERIES 4319		.02/27/2014	CHASE SECURITIES, INC.		620,915	553,000	2,820	1
3138EJ-DE-5	FNMA PASS-THRU INT 15 YEAR		.02/27/2014	BARCLAYS CAPITAL INC		381,406	350,719	745	1
31418A-SZ-7	FNMA PASS-THRU INT 20 YEAR		.03/05/2014	CHASE SECURITIES, INC.		867,906	841,734	982	1
3138EJ-MS-4	FNMA PASS-THRU LNG 30 YEAR		.02/03/2014	CHASE SECURITIES, INC.		74,841	73,329	86	1
3138EK-VL-6	FNMA PASS-THRU LNG 30 YEAR		.02/03/2014	CREDIT SUISSE FIRST BOSTO		13,149	12,885	15	1
3138EM-FV-8	FNMA PASS-THRU LNG 30 YEAR		.02/03/2014	CHASE SECURITIES, INC.		75,149	73,630	86	1
3138EM-FX-4	FNMA PASS-THRU LNG 30 YEAR		.02/03/2014	CHASE SECURITIES, INC.		68,123	66,797	78	1
3138W9-2S-4	FNMA PASS-THRU LNG 30 YEAR		.03/20/2014	WACHOVIA SECURITIES CAPIT		791,771	822,219	1,644	1
3138WM-W4-9	FNMA PASS-THRU LNG 30 YEAR		.02/03/2014	NOMURA SECURITIES INTL		10,646	10,440	12	1
31410L-IN-9	FNMA PASS-THRU LNG 30 YEAR		.02/07/2014	MORGAN STANLEY & CO. INC		1,167,271	1,200,073	1,200	1
31417G-FT-8	FNMA PASS-THRU LNG 30 YEAR		.02/03/2014	CREDIT SUISSE FIRST BOSTO		62,104	60,905	71	1
31417G-TZ-9	FNMA PASS-THRU LNG 30 YEAR		.02/03/2014	WACHOVIA SECURITIES CAPIT		10,806	10,598	12	1
31402C-VY-5	FNMA PASS-THRU LNG 30 YEAR		.02/27/2014	DEUTSCHE BANK SECURITIES		864,904	782,497	1,304	1
3136AJ-AN-6	FNMA REMIC TRUST 2014-1		.01/15/2014	CHASE SECURITIES, INC.		1,247,297	1,245,740	158	1
73358W-RP-1	PORT AUTH N Y & N J		.01/23/2014	M LYNCH, PIERCE, FENNER & S		220,000	220,000	0	1FE
<b>3199999. Subtotal - Bonds - U.S. Special Revenues</b>						<b>9,138,349</b>	<b>8,939,907</b>	<b>13,521</b>	<b>XXX</b>
00817Y-AN-8	AETNA INC NEW		.03/04/2014	BANC AMERICA SECURITIES L		129,870	130,000	0	2FE
02005A-DV-7	ALLY MSTR OIWR TR 2014-1		.01/28/2014	CHASE SECURITIES, INC.		154,958	155,000	0	1FE
023772-AA-4	AMER AIRLINES PT TR 2013-1 144A		.01/27/2014	CANTOR FITZGERALD & CO		194,582	194,582	324	1FE
05377R-BN-3	AVIS BUDGET RENTAL FDG 2014-1 144A		.02/05/2014	BARCLAYS CAPITAL INC		399,818	400,000	0	1FE
101137-AK-3	BOSTON SCIENTIFIC CORP		.01/07/2014	CHASE SECURITIES, INC.		260,856	225,000	6,563	2FE
12189L-AR-2	BURLINGTON NORTHN SANTA FE CP		.03/04/2014	CHASE SECURITIES, INC.		34,886	35,000	0	2FE
13975G-AF-5	CAPITAL AUTO RECV ABN 2014-1		.01/16/2014	SALOMON SMITH BARNEY INC/		39,994	40,000	0	1FE
143130-AE-5	CARMAX AUTO OWNER TR 2014-1		.02/04/2014	BANC AMERICA SECURITIES L		34,999	35,000	0	1FE
143130-AF-2	CARMAX AUTO OWNER TR 2014-1		.02/04/2014	BANC AMERICA SECURITIES L		44,984	45,000	0	1FE
126117-AS-9	CNA FINL CORP		.03/10/2014	BARCLAYS CAPITAL INC		179,366	180,000	219	2FE
12591R-BF-6	COMM MTG TR 2014-CORE15		.02/10/2014	DEUTSCHE BANK SECURITIES		184,750	185,000	441	1FE
12591T-AH-9	COMM MTG TR 2014-LC15		.03/14/2014	DEUTSCHE BANK SECURITIES		144,192	140,000	429	1FE
20047T-AA-7	COMM MTG TR 2014-TWC FLT 144A		.01/30/2014	DEUTSCHE BANK SECURITIES		125,000	125,000	0	1FE
12591U-AL-7	COMM MTG TR 2014-UBS2		.03/03/2014	DEUTSCHE BANK SECURITIES		159,640	155,000	377	1FE
21079U-AA-3	CONTINENTAL AIRL PT TR		.03/19/2014	DEUTSCHE BANK SECURITIES		309,283	264,345	7,134	2FE
23311V-AE-7	DCP MIDSTREAM OPERATING PL		.03/10/2014	GREENWICH CAPITAL MKTS, I		14,912	15,000	0	2FE
23311V-AF-4	DCP MIDSTREAM OPERATING PL		.03/10/2014	GREENWICH CAPITAL MKTS, I		59,404	60,000	0	2FE
247126-AJ-4	DELPHI CORP		.03/13/2014	VARIOUS		259,733	260,000	261	2FE
25459H-BF-1	DIRECTV HLDGS LLC / DIRECTV		.03/14/2014	VARIOUS		190,730	193,000	2,944	2FE

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STATEMENT AS OF MARCH 31, 2014 OF THE CareFirst BlueChoice, Inc.

**SCHEDULE D - PART 3**

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
25459H-BL-8	DIRECTV HLDGS LLC / DIRECTV		.03/17/2014	BARCLAYS CAPITAL INC		298,890	300,000	.0	2FE
260543-BJ-1	DOW CHEM CO		.01/08/2014	VARIOUS		482,896	375,000	5,531	2FE
361448-AT-0	GATX CORP		.02/27/2014	SALOMON SMITH BARNEY INC/		34,953	35,000	.0	2FE
428236-BP-7	HEWLETT PACKARD CO		.03/13/2014	BOENNING & SCATTERGOOD IN		1,046,000	1,000,000	250	2FE
43289U-AW-5	HILTON USA TRUST 2013-HLT 144A		.01/29/2014	UBS FINANCIAL SERVICES IN		4,174,313	4,100,000	12,690	1FM
44923Q-AJ-3	HYUNDAI CAP AMER INC 144A		.02/03/2014	BARCLAYS CAPITAL INC		204,608	205,000	.0	2FE
46629P-AC-2	JP MORGAN COM MTG 2006-LDP9		.03/20/2014	BARCLAYS CAPITAL INC		338,687	310,000	1,103	1FM
59022C-AJ-2	MERRILL LYNCH & CO INC		.03/27/2014	BANC AMERICA SECURITIES L		313,676	280,000	2,946	2FE
629568-BA-3	NABORS INDS INC 144A		.02/27/2014	RBC CAPITAL MARKETS CORP		1,041,210	1,000,000	24,367	2FE
772739-AP-3	ROCK-TENN CO		.03/05/2014	CANTOR FITZGERALD & CO		514,380	500,000	438	2FE
78390X-AC-5	SAIC INC		.03/13/2014	MERRILL LYNCH PROFESSNL C		783,992	800,000	14,148	2FE
82652C-AA-0	SIERRA RECEIVABLES FDG 2014-144A		.03/11/2014	DEUTSCHE BANK SECURITIES		259,968	260,000	.0	1FE
871911-AS-2	SYSTEM ENERGY RESOURCES INC		.03/05/2014	VARIOUS		2,537,400	2,500,000	39,121	2FE
883203-BU-4	TEXTRON INC		.01/23/2014	SALOMON SMITH BARNEY INC/		119,761	120,000	.0	2FE
883556-BF-8	THERMO FISHER SCIENTIFIC INC		.01/29/2014	VARIOUS		106,117	105,000	592	2FE
88732J-AJ-7	TIME WARNER CABLE INC		.03/13/2014	MORGAN STANLEY & CO. INC		237,687	205,000	4,827	2FE
88732J-AS-7	TIME WARNER CABLE INC		.02/18/2014	BANC AMERICA SECURITIES L		316,608	250,000	8,021	2FE
907818-DR-6	UNION PAC CORP		.01/21/2014	EXCHANGE		567,276	578,000	.0	2FE
90345H-AD-6	US AIRWAYS PT TRUST		.03/13/2014	SALOMON SMITH BARNEY INC/		236,000	224,228	3,025	1FE
92343V-BR-4	VERIZON COMMUNICATIONS INC		.01/08/2014	BANC AMERICA SECURITIES L		154,696	145,000	2,385	2FE
92343V-BS-2	VERIZON COMMUNICATIONS INC		.01/08/2014	SALOMON SMITH BARNEY INC/		154,740	135,000	2,760	2FE
92343V-BY-9	VERIZON COMMUNICATIONS INC		.03/11/2014	VARIOUS		400,006	400,000	.0	2FE
92343V-BZ-6	VERIZON COMMUNICATIONS INC		.03/10/2014	SALOMON SMITH BARNEY INC/		274,794	275,000	.0	2FE
92938V-AT-2	WELL FARGO COM MTG TR 2014-C19		.03/12/2014	VARIOUS		46,390	45,000	159	1FE
94974B-FR-6	WELLS FARGO CO MTN BE		.03/24/2014	MERRILL LYNCH PROFESSNL C		1,004,500	1,000,000	5,250	1FE
867229-AC-0	SUNCOR ENERGY INC NEW	I	.03/05/2014	RAYMOND JAMES & ASSOCIATE		589,779	450,000	3,486	2FE
08679C-Q1-0	BANCO DE CREDITO DEL PERU	R	.01/15/2014	VARIOUS		105,500	100,000	1,857	2FE
06739F-HT-1	BARCLAYS BK PLC	R	.02/12/2014	BARCLAYS CAPITAL INC		199,990	200,000	.0	1FE
06739G-BP-3	BARCLAYS BK PLC	R	.02/19/2014	BARCLAYS CAPITAL INC		324,203	300,000	5,376	2FE
404280-AP-4	HSBC HLDGS PLC	R	.03/05/2014	HSBC SECURITIES, INC.		198,680	200,000	.0	1FE
404280-AO-2	HSBC HLDGS PLC	R	.03/05/2014	HSBC SECURITIES, INC.		197,824	200,000	.0	1FE
0899K0-Q0-0	IFC DEV CORP	R	.01/13/2014	NETSCOUT SYSTEMS INC		232,456	245,000	889	1FE
53947N-AA-2	LLOYDS TSB BANK PLC 144A	R	.02/12/2014	VARIOUS		607,842	530,000	13,383	2FE
552081-AG-6	LYONDELLBASELL INDUSTRIES NV	R	.03/28/2014	GOLDMAN, SACHS & CO.		387,937	350,000	8,069	2FE
55608P-AD-6	MACQUARIE BK LTD 144A	R	.02/25/2014	MERRILL LYNCH PROFESSNL C		500,000	500,000	.0	1FE
71647N-AB-5	PETROBRAS GLBL FIN B V	R	.01/22/2014	NOMURA SECURITIES INTL		166,813	176,000	176	2FE
71647N-AM-1	PETROBRAS GLBL FIN B V	R	.03/10/2014	SALOMON SMITH BARNEY INC/		424,031	425,000	.0	2FE
71645H-AP-6	PETROBRAS INTL FIN CO	R	.01/22/2014	BANK OF AMERICA		192,363	185,000	207	2FE
71656L-AY-7	PETROLEOS MEXICANOS MTN 144A	R	.01/23/2014	VARIOUS		1,080,915	1,075,000	576	2FE
76720A-AC-0	RIO TINTO FIN USA PLC	R	.03/18/2014	BARCLAYS CAPITAL INC		24,876	25,000	435	1FE
76720A-AF-3	RIO TINTO FIN USA PLC	R	.03/20/2014	VARIOUS		18,806	20,000	54	1FE
78010X-AK-7	ROYAL BK OF SCOTLAND PLC	R	.01/23/2014	CHASE SECURITIES, INC.		464,724	400,000	1,157	1FE
80283L-AA-1	SANTANDER UK PLC 144A	R	.03/24/2014	HSBC SECURITIES, INC.		205,648	200,000	3,889	2FE
089959-NA-1	SUN HUNG KAI PPTYS CAP MKT LTD	R	.01/13/2014	CITIBANK CP/IPA		236,375	250,000	.0	1FE
92857H-BA-7	VODAFONE GROUP PLC NEW	R	.02/20/2014	BOENNING & SCATTERGOOD IN		2,003,620	2,000,000	300	1FE
3899999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					26,733,887	25,815,154	186,159	XXX
8399997	Total - Bonds - Part 3					115,243,370	115,694,523	583,798	XXX
8399998	Total - Bonds - Part 5					XXX	XXX	XXX	XXX
8399999	Total - Bonds					115,243,370	115,694,523	583,798	XXX
8999997	Total - Preferred Stocks - Part 3					0	XXX	0	XXX
8999998	Total - Preferred Stocks - Part 5					XXX	XXX	XXX	XXX
8999999	Total - Preferred Stocks					0	XXX	0	XXX
922908-88-4	VANGUARD EXTENDED MKT INDEX INSTL		.01/08/2014	VANGUARD GROUP	119,674,486	7,500,000	0	0	L
9299999	Subtotal - Common Stocks - Mutual Funds					7,500,000	XXX	0	XXX
9799997	Total - Common Stocks - Part 3					7,500,000	XXX	0	XXX
9799998	Total - Common Stocks - Part 5					XXX	XXX	XXX	XXX
9799999	Total - Common Stocks					7,500,000	XXX	0	XXX

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STATEMENT AS OF MARCH 31, 2014 OF THE CareFirst BlueChoice, Inc.

**SCHEDULE D - PART 3**

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Desig- nation or Market Indicator (a)
9899999. Total - Preferred and Common Stocks						7,500,000	XXX	0	XXX
9999999 - Totals						122,743,370	XXX	583,798	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues .....0

STATEMENT AS OF MARCH 31, 2014 OF THE CareFirst BlueChoice, Inc.

**SCHEDULE D - PART 4**

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in Book/Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
36210J-CH-9	GNMA 493372 6.00% OF 12/15/28		03/15/2014	PRINCIPAL RECEIPT		14,781	14,781	14,680	14,694	.0	.88	.0	.88	.0	14,781	.0	.0	.0	.111	12/15/2028	1
36211H-QK-0	GNMA 513558 7.50% OF 12/15/29		03/15/2014	PRINCIPAL RECEIPT		.928	.928	.926	.926	.0	.2	.0	.2	.0	.928	.0	.0	.0	.8	12/15/2029	1
36202F-M7-8	GNMA II POOL #004882 4.000%		03/20/2014	PRINCIPAL RECEIPT		5,492	5,492	5,971	5,968	.0	(476)	.0	(476)	.0	5,492	.0	.0	.0	.30	12/20/2040	1
36179M-2N-9	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	PRINCIPAL RECEIPT		14,435	14,435	14,281	14,280	.0	.155	.0	.155	.0	14,435	.0	.0	.0	.45	02/20/2043	1
36179M-CH-1	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	VARIOUS		170,093	167,571	175,190	174,942	.0	(311)	.0	(311)	.0	174,631	.0	(4,538)	(4,538)	.630	05/20/2027	1
36179M-K6-6	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	PRINCIPAL RECEIPT		4,950	4,950	5,207	5,205	.0	(255)	.0	(255)	.0	4,950	.0	.0	.0	.20	08/20/2042	1
36179M-MX-5	GNMA PASS-THRU M SINGLE FAMILY		02/20/2014	VARIOUS		730,046	719,566	739,954	739,585	.0	(510)	.0	(510)	.0	739,075	.0	(9,029)	(9,029)	3,477	09/20/2027	1
36179M-NH-9	GNMA PASS-THRU M SINGLE FAMILY		02/20/2014	VARIOUS		220,739	213,572	232,894	232,754	.0	(359)	.0	(359)	.0	232,395	.0	(11,656)	(11,656)	1,628	09/20/2042	1
36179M-VR-8	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	PRINCIPAL RECEIPT		5,789	5,789	6,092	6,091	.0	(302)	.0	(302)	.0	5,789	.0	.0	.0	.23	12/20/2042	1
36179M-X2-1	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	PRINCIPAL RECEIPT		8,723	8,723	8,546	8,542	.0	.165	.0	.165	.0	8,723	.0	.0	.0	.30	01/20/2043	1
36179M-XB-1	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	VARIOUS		91,035	89,376	93,537	93,452	.0	(179)	.0	(179)	.0	93,273	.0	(2,238)	(2,238)	.572	01/20/2028	1
36179M-CX-4	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	VARIOUS		845,203	829,730	833,860	833,777	.0	(174)	.0	(174)	.0	833,603	.0	11,600	11,600	5,319	05/20/2028	1
36179M-DQ-8	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	PRINCIPAL RECEIPT		6,489	6,489	6,632	6,647	.0	(158)	.0	(158)	.0	6,489	.0	.0	.0	.26	05/20/2043	1
36179M-DR-6	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	VARIOUS		120,249	116,829	122,044	122,036	.0	(767)	.0	(767)	.0	121,269	.0	(1,020)	(1,020)	.560	05/20/2043	1
36179M-F6-0	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	PRINCIPAL RECEIPT		6,414	6,414	6,334	6,333	.0	.81	.0	.81	.0	6,414	.0	.0	.0	.26	06/20/2043	1
36179M-FD-5	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	VARIOUS		113,073	110,997	111,231	111,227	.0	(11)	.0	(11)	.0	111,216	.0	1,857	1,857	.712	06/20/2028	1
36179M-HJ-0	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	VARIOUS		203,274	199,560	199,061	199,063	.0	.15	.0	.15	.0	199,078	.0	4,196	4,196	.869	07/20/2028	1
36179M-TC-2	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	VARIOUS		1,618,618	1,657,515	1,611,183	1,611,113	.0	.319	.0	.319	.0	1,611,432	.0	7,185	7,185	5,645	11/20/2043	1
36202F-CP-9	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	PRINCIPAL RECEIPT		6,969	6,969	7,657	7,685	.0	(716)	.0	(716)	.0	6,969	.0	.0	.0	.45	11/20/2039	1
36202F-GE-0	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	PRINCIPAL RECEIPT		4,602	4,602	5,057	5,075	.0	(473)	.0	(473)	.0	4,602	.0	.0	.0	.30	05/20/2040	1
36202F-GY-6	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	PRINCIPAL RECEIPT		6,902	6,902	7,584	7,611	.0	(709)	.0	(709)	.0	6,902	.0	.0	.0	.45	06/20/2040	1
36202F-LP-9	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	PRINCIPAL RECEIPT		5,980	5,980	6,339	6,344	.0	(364)	.0	(364)	.0	5,980	.0	.0	.0	.33	10/20/2040	1
36202F-LQ-7	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	PRINCIPAL RECEIPT		8,292	8,292	9,111	9,143	.0	(851)	.0	(851)	.0	8,292	.0	.0	.0	.59	10/20/2040	1
36202F-MA-1	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	PRINCIPAL RECEIPT		22,482	22,482	24,227	24,227	.0	(1,745)	.0	(1,745)	.0	22,482	.0	.0	.0	.93	11/20/2040	1
36202F-O7-4	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	PRINCIPAL RECEIPT		9,277	9,277	10,060	10,067	.0	(789)	.0	(789)	.0	9,277	.0	.0	.0	.56	03/20/2041	1
36202F-UF-1	GNMA PASS-THRU M SINGLE FAMILY		03/20/2014	PRINCIPAL RECEIPT		51,190	51,190	55,877	55,869	.0	(4,680)	.0	(4,680)	.0	51,190	.0	.0	.0	.298	06/20/2041	1
36241L-DM-5	GNMA PASS-THRU X PLATINUM 30YR		03/15/2014	PRINCIPAL RECEIPT		58,570	58,570	63,787	63,760	.0	(5,190)	.0	(5,190)	.0	58,570	.0	.0	.0	.374	11/15/2039	1
36241L-TS-5	GNMA PASS-THRU X PLATINUM 30YR		03/15/2014	VARIOUS		2,286,422	2,118,089	2,313,350	2,312,910	.0	(9,976)	.0	(9,976)	.0	2,302,934	.0	(16,512)	(16,512)	15,654	03/15/2041	1
36241L-UN-4	GNMA PASS-THRU X PLATINUM 30YR		03/15/2014	PRINCIPAL RECEIPT		6,868	6,868	7,328	7,329	.0	(461)	.0	(461)	.0	6,868	.0	.0	.0	.34	04/15/2041	1
36176X-KP-3	GNMA PASS-THRU X SINGLE FAMILY		03/15/2014	PRINCIPAL RECEIPT		19,768	19,768	20,858	20,846	.0	(1,078)	.0	(1,078)	.0	19,768	.0	.0	.0	.81	04/15/2042	1
362000-2Y-3	GNMA PASS-THRU X SINGLE FAMILY		03/15/2014	PRINCIPAL RECEIPT		38,212	38,212	41,997	42,003	.0	(3,791)	.0	(3,791)	.0	38,212	.0	.0	.0	.181	07/15/2040	1
362000-2B-7	GNMA PASS-THRU X SINGLE FAMILY		03/15/2014	PRINCIPAL RECEIPT		49,091	49,091	53,954	53,961	.0	(4,870)	.0	(4,870)	.0	49,091	.0	.0	.0	.218	06/15/2040	1
36296T-SS-3	GNMA PASS-THRU X SINGLE FAMILY		01/29/2014	VARIOUS		557,962	507,310	565,809	566,378	.0	(1,394)	.0	(1,394)	.0	564,984	.0	(7,023)	(7,023)	4,647	10/15/2038	1
36296X-JP-0	GNMA PASS-THRU X SINGLE FAMILY		02/03/2014	VARIOUS		596,881	543,206	605,845	606,443	.0	(2,061)	.0	(2,061)	.0	604,382	.0	(7,501)	(7,501)	4,950	01/15/2039	1
36220F-LV-4	GNMA POOL #276996		03/15/2014	PRINCIPAL RECEIPT		219	219	227	224	.0	(5)	.0	(5)	.0	219	.0	.0	.0	.2	08/15/2020	1
38378B-PB-6	GNMA REMIC TRUST 2012-123		03/16/2014	PRINCIPAL RECEIPT		10,407	10,407	10,433	10,432	.0	(25)	.0	(25)	.0	10,407	.0	.0	.0	.12	07/16/2046	1
83162C-LT-8	SMALL BUS ADMIN GTD DEV PTC		03/03/2014	PRINCIPAL RECEIPT		13,261	13,261	14,156	13,261	.0	.0	.0	.0	.0	13,261	.0	.0	.0	.406	09/01/2021	1
83162C-PS-6	SMALL BUS ADMIN GTD DEV PTC		02/03/2014	VARIOUS		27,879	27,879	28,176	28,176	.0	(13)	.0	(13)	.0	28,163	.0	(284)	(284)	.731	08/01/2025	1
83162C-QV-8	SMALL BUS ADMIN GTD DEV PTC		02/03/2014	PRINCIPAL RECEIPT		27,397	27,397	27,397	27,397	.0	.0	.0	.0	.0	27,397	.0	.0	.0	.781	02/01/2027	1
83162C-KM-4	SMALL BUSINESS ADMIN GTD 00-20A		01/01/2014	PRINCIPAL RECEIPT		1,299	1,299	1,518	1,357	.0	(58)	.0	(58)	.0	1,299	.0	.0	.0	.0	01/01/2020	1
83162C-LG-6	SMALL BUSINESS ADMIN GTD 01-20B		02/01/2014	PRINCIPAL RECEIPT		5,229	5,229	5,229	5,229	.0	.0	.0	.0	.0	5,229	.0	.0	.0	.0	02/01/2021	1
83162C-JC-8	SMALL BUSINESS ADMIN GTD 98-20C		03/01/2014	PRINCIPAL RECEIPT		2,430	2,430	2,193	2,311	.0	.120	.0	.120	.0	2,430	.0	.0	.0	.0	03/01/2018	1
83162C-KC-6	SMALL BUSINESS ADMIN GTD 99-20G		01/01/2014	PRINCIPAL RECEIPT		3,313	3,313	3,313	3,313	.0	.0	.0	.0	.0	3,313	.0	.0	.0	.0	07/01/2019	1
83162C-KF-9	SMALL BUSINESS ADMIN GTD 99-20I		03/01/2014	PRINCIPAL RECEIPT		415	415	415	415	.0	.0	.0	.0	.0	415	.0	.0	.0	.0	09/01/2019	1
912810-QZ-4	UNITED STATES TREAS BDS		03/27/2014	VARIOUS		2,798,276	3,120,000	2,770,528	2,772,302	.0	.762	.0	.762	.0	2,773,065	.0	25,211	25,211	49,801	02/15/2043	1
912810-RB-6	UNITED STATES TREAS BDS		01/31/2014	BOENNING & SCATTERGOOD IN		10,338,750	12,000,000	10,286,250		.0	.361	.0	.361	.0	10,286,611	.0	52,139	52,139	76,243	05/15/2043	1
912810-RC-4	UNITED STATES TREAS BDS		03/10/2014	BOENNING & SCATTERGOOD IN		11,791,875	12,000,000	11,435,625	11,436,180	.0	1,904	.0	1,904	.0	11,438,084	.0	353,791	353,791	246,340	08/15/2043	1
912810-RD-2	UNITED STATES TREAS BDS		02/18/2014	VARIOUS		24,326,250	24,000,000	24,209,297	4,892,288	.0	.93	.0	.93	.0	24,209,490	.0	116,760	116,760	231,215	11/15/2043	1
912828-SB-7	UNITED STATES TREAS NTS		01/31/2014	MATURITY		4,500,000	4,500,000	4,500,879	4,500,053	.0	(53)	.0	(53)	.0	4,500,000	.0	.0	.0	5,625	01/31/2014	1
912828-SG-6	UNITED STATES TREAS NTS		02/28/2014	MATURITY		1,220,000	1,220,000	1,217,338	1,219,780	.0	.220	.0	.220	.0	1,220,000	.0	.0	.0	1,525	02/28/2014	1
912828-SJ-0	UNITED STATES TREAS NTS																				

STATEMENT AS OF MARCH 31, 2014 OF THE CareFirst BlueChoice, Inc.

**SCHEDULE D - PART 4**

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in Book/Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book/Adjusted Carrying Value	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
911760-PP-3	US VA VENDEE MTG TR 2002-1		03/15/2014	PRINCIPAL RECEIPT		41,367	41,367	49,226	49,104	0	(7,737)	0	(7,737)	0	41,367	0	0	0	281	08/15/2031	1
0599999	Subtotal - Bonds - U.S. Governments					69,066,210	70,712,741	68,580,280	35,971,142	0	(44,401)	0	(44,401)	0	68,540,968	0	525,241	525,241	681,927	XXX	XXX
168863-AV-0	CHILE REP	R	03/13/2014	CITIGROUP GLOBAL MARKET		154,280	145,000	157,760	155,360	0	(288)	0	(288)	0	155,072	0	(792)	(792)	3,481	08/05/2020	1FE
698299-AX-2	PANAMA REP GLBL	R	03/12/2014	MORGAN STANLEY & CO. INC		110,750	100,000	107,924	107,797	0	(226)	0	(226)	0	107,571	0	3,179	3,179	3,279	01/30/2020	2FE
731011-AS-1	POLAND REP GLBL NT	R	02/06/2014	EUROCLEAR BANK S.A. BRUSS		209,243	200,000	211,458	205,534	0	(309)	0	(309)	0	205,225	0	4,018	4,018	4,322	07/16/2015	1FE
1099999	Subtotal - Bonds - All Other Governments					474,273	445,000	477,142	468,691	0	(823)	0	(823)	0	467,868	0	6,405	6,405	11,082	XXX	XXX
13063A-SE-0	CALIFORNIA ST GO		03/13/2014	BARCLAYS CAPITAL INC		404,634	300,000	376,482	375,754	0	(419)	0	(419)	0	375,335	0	29,299	29,299	10,438	04/01/2034	1FE
419791-D5-4	HAWAII ST		02/27/2014	VARIOUS		146,546	125,000	154,716	150,082	0	(399)	0	(399)	0	149,682	0	(3,136)	(3,136)	1,492	12/01/2023	1FE
57582P-F7-0	MASSACHUSETTS ST		03/27/2014	CHASE SECURITIES, INC.		52,002	45,000	53,226	51,736	0	(232)	0	(232)	0	51,504	0	499	499	750	06/01/2025	1FE
70914P-SK-9	PENNSYLVANIA ST		01/09/2014	BARCLAYS CAPITAL INC		119,454	105,000	128,819	125,214	0	(48)	0	(48)	0	125,166	0	(5,712)	(5,712)	627	06/01/2024	1FE
70914P-TD-4	PENNSYLVANIA ST		01/29/2014	THE PRINCERIDGE GROUP LLC		125,172	105,000	133,678	130,089	0	(244)	0	(244)	0	129,844	0	(4,673)	(4,673)	3,092	07/01/2021	1FE
1799999	Subtotal - Bonds - U.S. States, Territories and Possessions					847,808	680,000	846,921	832,875	0	(1,342)	0	(1,342)	0	831,531	0	16,277	16,277	16,399	XXX	XXX
235308-SK-0	DALLAS TEX INDPY SCH DIST		03/12/2014	DEPPA FIRST ALBANY SECURI		39,578	35,000	43,323	42,461	0	(155)	0	(155)	0	42,306	0	(2,728)	(2,728)	1,031	08/15/2029	1FE
930863-T6-2	WAKE CNTY N C		03/05/2014	CITIGROUP GLOBAL MARKET		103,437	85,000	109,897	106,477	0	(382)	0	(382)	0	106,095	0	(2,657)	(2,657)	2,231	03/01/2023	1FE
2499999	Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions					143,015	120,000	153,220	148,938	0	(537)	0	(537)	0	148,401	0	(5,385)	(5,385)	3,262	XXX	XXX
3128LX-S7-6	FHLMC GOLD #G02342		03/15/2014	PRINCIPAL RECEIPT		42,300	42,300	45,995	45,962	0	(3,662)	0	(3,662)	0	42,300	0	0	0	221	10/01/2036	1
3128M5-K5-8	FHLMC GOLD #G03616		03/15/2014	PRINCIPAL RECEIPT		35,059	35,059	38,894	38,866	0	(3,806)	0	(3,806)	0	35,059	0	0	0	214	12/01/2037	1
3128M5-NQ-9	FHLMC GOLD #G03699		03/15/2014	PRINCIPAL RECEIPT		40,149	40,149	43,794	43,750	0	(3,601)	0	(3,601)	0	40,149	0	0	0	261	01/01/2038	1
3128JN-RT-4	FHLMC PC 1YR LIBOR VR		03/15/2014	PRINCIPAL RECEIPT		77,448	77,448	83,693	83,703	0	(6,255)	0	(6,255)	0	77,448	0	0	0	610	03/01/2037	1
3128MT-6K-9	FHLMC PC GOLD 10/20 11		03/15/2014	PRINCIPAL RECEIPT		4,479	4,479	4,537	4,535	0	(56)	0	(56)	0	4,479	0	0	0	24	09/01/2037	1
3128MT-XG-8	FHLMC PC GOLD 10/20 11		03/15/2014	PRINCIPAL RECEIPT		339	339	342	342	0	(3)	0	(3)	0	339	0	0	0	2	08/01/2036	1
3128UN-DB-5	FHLMC PC GOLD 10/20 11		03/15/2014	PRINCIPAL RECEIPT		21,788	21,788	22,101	22,089	0	(301)	0	(301)	0	21,788	0	0	0	176	10/01/2037	1
3128UN-GE-6	FHLMC PC GOLD 10/20 11		03/15/2014	PRINCIPAL RECEIPT		17,448	17,448	18,522	18,497	0	(1,049)	0	(1,049)	0	17,448	0	0	0	107	10/01/2038	1
3128PR-P8-6	FHLMC PC GOLD 15 YR		03/15/2014	PRINCIPAL RECEIPT		70,653	70,653	74,362	74,020	0	(3,367)	0	(3,367)	0	70,653	0	0	0	369	05/01/2025	1
3128P7-DM-2	FHLMC PC GOLD CASH 20		03/15/2014	PRINCIPAL RECEIPT		29,898	29,898	30,505	30,438	0	(541)	0	(541)	0	29,898	0	0	0	167	12/01/2026	1
3128P7-PH-0	FHLMC PC GOLD CASH 20		03/15/2014	PRINCIPAL RECEIPT		333,888	333,888	359,921	360,705	0	(26,817)	0	(26,817)	0	333,888	0	0	0	1,537	08/01/2030	1
31292H-GP-3	FHLMC PC GOLD CASH 30		03/15/2014	PRINCIPAL RECEIPT		136	136	138	138	0	(1)	0	(1)	0	136	0	0	0	1	12/01/2030	1
31292S-AB-6	FHLMC PC GOLD CASH 30		03/15/2014	PRINCIPAL RECEIPT		38,188	38,188	39,817	39,816	0	(1,627)	0	(1,627)	0	38,188	0	0	0	109	06/01/2042	1
31292S-AG-5	FHLMC PC GOLD CASH 30		03/15/2014	PRINCIPAL RECEIPT		1,379	1,379	1,474	1,473	0	(94)	0	(94)	0	1,379	0	0	0	5	08/01/2042	1
31292S-BD-1	FHLMC PC GOLD CASH 30		03/15/2014	PRINCIPAL RECEIPT		4,018	4,018	4,259	4,257	0	(239)	0	(239)	0	4,018	0	0	0	13	03/01/2043	1
31292S-BK-5	FHLMC PC GOLD CASH 30		03/15/2014	PRINCIPAL RECEIPT		5,644	5,644	5,830	5,831	0	(187)	0	(187)	0	5,644	0	0	0	20	05/01/2043	1
3132L5-A2-9	FHLMC PC GOLD CI 30YR		03/15/2014	PRINCIPAL RECEIPT		1,772	1,772	1,841	1,841	0	(69)	0	(69)	0	1,772	0	0	0	5	04/01/2043	1
3128MB-Y5-0	FHLMC PC GOLD COMB 15		03/15/2014	PRINCIPAL RECEIPT		128,655	128,655	138,545	137,876	0	(9,221)	0	(9,221)	0	128,655	0	0	0	687	06/01/2023	1
3128MC-4J-1	FHLMC PC GOLD COMB 15		03/15/2014	PRINCIPAL RECEIPT		12,690	12,690	13,504	13,478	0	(787)	0	(787)	0	12,690	0	0	0	56	08/01/2026	1
3128MC-A9-6	FHLMC PC GOLD COMB 15		03/15/2014	PRINCIPAL RECEIPT		45,971	45,971	50,166	49,942	0	(3,971)	0	(3,971)	0	45,971	0	0	0	282	01/01/2024	1
3128MC-GV-1	FHLMC PC GOLD COMB 15		03/15/2014	PRINCIPAL RECEIPT		9,958	9,958	10,837	10,783	0	(825)	0	(825)	0	9,958	0	0	0	66	02/01/2024	1
3128MC-QG-3	FHLMC PC GOLD COMB 15		03/15/2014	PRINCIPAL RECEIPT		15,124	15,124	16,245	16,192	0	(1,068)	0	(1,068)	0	15,124	0	0	0	75	06/01/2025	1
3128MC-VU-6	FHLMC PC GOLD COMB 15		03/15/2014	PRINCIPAL RECEIPT		75,102	75,102	80,265	80,163	0	(5,061)	0	(5,061)	0	75,102	0	0	0	358	05/01/2025	1
3128MD-AH-6	FHLMC PC GOLD COMB 15		03/15/2014	PRINCIPAL RECEIPT		76,413	76,413	81,213	81,265	0	(4,852)	0	(4,852)	0	76,413	0	0	0	318	11/01/2026	1
3128MD-H3-0	FHLMC PC GOLD COMB 15		03/15/2014	PRINCIPAL RECEIPT		152,063	152,063	163,325	163,088	0	(11,026)	0	(11,026)	0	152,063	0	0	0	735	09/01/2026	1
3128MD-H8-9	FHLMC PC GOLD COMB 15		03/15/2014	PRINCIPAL RECEIPT		62,548	62,548	66,389	66,340	0	(3,792)	0	(3,792)	0	62,548	0	0	0	266	06/01/2026	1
3128MD-KB-8	FHLMC PC GOLD COMB 15		03/15/2014	PRINCIPAL RECEIPT		146,631	146,631	156,964	156,483	0	(9,851)	0	(9,851)	0	146,631	0	0	0	722	07/01/2026	1
3128MD-SE-4	FHLMC PC GOLD COMB 15		03/15/2014	VARIOUS		351,857	334,240	352,362	353,168	0	(1,081)	0	(1,081)	0	352,087	0	(230)	(230)	3,151	10/01/2026	1
3128MM-OT-3	FHLMC PC GOLD COMB 15		03/15/2014	PRINCIPAL RECEIPT		1,056	1,056	1,080	1,081	0	(25)	0	(25)	0	1,056	0	0	0	3	05/01/2028	1
31283G-2C-0	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		3,673	3,673	4,113	4,102	0	(430)	0	(430)	0	3,673	0	0	0	30	10/01/2027	1
31283H-6C-4	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		3,108	3,108	3,168	3,164	0	(56)	0	(56)	0	3,108	0	0	0	22	12/01/2032	1
31283H-6D-2	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		7,110	7,110	7,269	7,255	0	(144)	0	(144)	0	7,110	0	0	0	52	12/01/2031	1
31283H-WY-7	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		4,222	4,222	4,590	4,600	0	(377)	0	(377)	0	4,222	0	0	0	25	06/01/2033	1
3128M4-W9-0	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		25,456	25,456	27,485	27,494	0	(2,037)	0	(2,037)	0	25,456	0	0	0	135	11/01/2036	1
3128M4-XA-6	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		283,528	283,528	309,489	309,363	0	(26,035)	0	(26,035)	0	283,528	0	0	0	1,630	07/01/2037	1

E05.1

STATEMENT AS OF MARCH 31, 2014 OF THE CareFirst BlueChoice, Inc.

**SCHEDULE D - PART 4**

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in Book/Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
3128M5-NP-1	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		37,653	37,653	41,407	41,386	0	(3,733)	0	(3,733)	0	37,653	0	0	0	243	12/01/2037	1
3128M5-QY-9	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		125,875	125,875	139,509	139,700	0	(13,825)	0	(13,825)	0	125,875	0	0	0	890	01/01/2038	1
3128M6-FT-0	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		15,133	15,133	15,705	15,700	0	(567)	0	(567)	0	15,133	0	0	0	107	03/01/2038	1
3128M6-XU-7	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		34,922	34,922	38,218	38,232	0	(3,310)	0	(3,310)	0	34,922	0	0	0	215	01/01/2038	1
3128M7-ST-9	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		2,582	2,582	2,792	2,792	0	(214)	0	(214)	0	2,582	0	0	0	14	08/01/2040	1
3128M7-PU-4	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		30,420	30,420	32,663	32,654	0	(2,243)	0	(2,243)	0	30,420	0	0	0	146	07/01/2039	1
3128M7-TQ-9	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		10,464	10,464	11,073	11,074	0	(610)	0	(610)	0	10,464	0	0	0	48	10/01/2039	1
3128M7-YJ-9	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		79,997	79,997	86,909	87,014	0	(7,017)	0	(7,017)	0	79,997	0	0	0	557	12/01/2039	1
3128M7-Z3-3	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		26,260	26,260	27,815	27,739	0	(1,479)	0	(1,479)	0	26,260	0	0	0	150	07/01/2035	1
3128M8-4R-2	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		67,850	67,850	74,168	74,096	0	(6,247)	0	(6,247)	0	67,850	0	0	0	426	03/01/2040	1
3128M8-6L-3	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		69,481	69,481	76,429	76,437	0	(6,956)	0	(6,956)	0	69,481	0	0	0	399	12/01/2038	1
3128M8-AW-4	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		54,903	54,903	59,364	59,424	0	(4,521)	0	(4,521)	0	54,903	0	0	0	324	01/01/2040	1
3128M8-CB-8	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		167,471	167,471	183,956	183,848	0	(16,377)	0	(16,377)	0	167,471	0	0	0	1,141	05/01/2040	1
3128M8-CW-2	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		5,003	5,003	5,629	5,632	0	(629)	0	(629)	0	5,003	0	0	0	38	09/01/2038	1
3128M8-H5-6	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		397	397	412	412	0	(16)	0	(16)	0	397	0	0	0	2	02/01/2041	1
3128M8-H6-2	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		853	853	898	898	0	(46)	0	(46)	0	853	0	0	0	4	12/01/2040	1
3128M8-R3-0	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		2,429	2,429	2,614	2,613	0	(184)	0	(184)	0	2,429	0	0	0	10	12/01/2040	1
3128M8-Z7-2	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		22,607	22,607	24,654	24,673	0	(2,067)	0	(2,067)	0	22,607	0	0	0	130	09/01/2041	1
3128M9-B7-6	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		319,687	319,687	354,003	353,956	0	(34,270)	0	(34,270)	0	319,687	0	0	0	2,044	05/01/2040	1
3128M9-D2-5	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		38,337	38,337	41,129	41,163	0	(2,826)	0	(2,826)	0	38,337	0	0	0	203	09/01/2039	1
3128M9-D7-4	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		42,162	42,162	44,956	45,100	0	(2,938)	0	(2,938)	0	42,162	0	0	0	192	06/01/2042	1
3128M9-LV-2	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		4,537	4,537	4,740	4,749	0	(212)	0	(212)	0	4,537	0	0	0	14	12/01/2042	1
3128MJ-Q9-4	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		60,193	60,193	64,068	64,048	0	(3,855)	0	(3,855)	0	60,193	0	0	0	237	03/01/2042	1
3128MJ-SY-7	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		1,896	1,896	1,835	0	0	61	0	61	0	1,896	0	0	0	0	06/01/2043	1
3128MJ-TR-1	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		147,315	147,315	157,144	157,671	0	(10,356)	0	(10,356)	0	147,315	0	0	0	598	11/01/2043	1
312931-C3-0	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		65,117	65,117	71,262	71,308	0	(6,192)	0	(6,192)	0	65,117	0	0	0	424	02/01/2039	1
312936-NA-1	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		17,590	17,590	18,769	18,778	0	(1,188)	0	(1,188)	0	17,590	0	0	0	85	10/01/2039	1
312941-NS-2	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		4,288	4,288	4,637	4,642	0	(354)	0	(354)	0	4,288	0	0	0	26	07/01/2040	1
312941-SV-0	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		820	820	876	875	0	(56)	0	(56)	0	820	0	0	0	4	08/01/2040	1
312943-DQ-3	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		21,927	21,927	23,729	23,734	0	(1,807)	0	(1,807)	0	21,927	0	0	0	101	10/01/2040	1
312943-UJ-0	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		3,112	3,112	3,324	3,322	0	(211)	0	(211)	0	3,112	0	0	0	13	11/01/2040	1
312944-FE-6	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		1,493	1,493	1,579	1,580	0	(87)	0	(87)	0	1,493	0	0	0	7	12/01/2040	1
312945-AM-0	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		3,449	3,449	3,688	3,687	0	(237)	0	(237)	0	3,449	0	0	0	14	01/01/2041	1
312945-DS-4	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		524	524	552	552	0	(28)	0	(28)	0	524	0	0	0	2	01/01/2041	1
312945-XY-9	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		3,747	3,747	3,955	3,956	0	(209)	0	(209)	0	3,747	0	0	0	15	02/01/2041	1
312945-ZD-3	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		3,443	3,443	3,569	3,569	0	(126)	0	(126)	0	3,443	0	0	0	15	02/01/2041	1
31296R-ZH-4	FHLMC PC GOLD COMB 30		03/15/2014	PRINCIPAL RECEIPT		10,765	10,765	11,698	11,725	0	(961)	0	(961)	0	10,765	0	0	0	68	01/01/2034	1
3132GK-2F-2	FHLMC PC GOLD PC 30YR		03/15/2014	PRINCIPAL RECEIPT		1,764	1,764	1,887	1,886	0	(122)	0	(122)	0	1,764	0	0	0	8	12/01/2041	1
3132HM-K9-1	FHLMC PC GOLD PC 30YR		03/15/2014	PRINCIPAL RECEIPT		15,130	15,130	16,113	16,110	0	(980)	0	(980)	0	15,130	0	0	0	58	09/01/2042	1
3132HQ-4K-5	FHLMC PC GOLD PC 30YR		03/15/2014	PRINCIPAL RECEIPT		6,911	6,911	7,234	7,236	0	(325)	0	(325)	0	6,911	0	0	0	27	01/01/2043	1
3132J8-6L-9	FHLMC PC GOLD PC 30YR		03/15/2014	PRINCIPAL RECEIPT		2,572	2,572	2,668	2,667	0	(95)	0	(95)	0	2,572	0	0	0	9	04/01/2043	1
3132ZY-U3-3	FHLMC PC JUNBO 30 YEAR		03/15/2014	PRINCIPAL RECEIPT		32,886	32,886	33,318	33,320	0	(433)	0	(433)	0	32,886	0	0	0	87	10/01/2042	1
31392P-BJ-3	FHLMC REMIC SERIES 2456		03/15/2014	PRINCIPAL RECEIPT		17,663	17,663	17,953	17,987	0	(324)	0	(324)	0	17,663	0	0	0	113	06/15/2032	1
31397C-K5-7	FHLMC REMIC SERIES 3243		03/15/2014	PRINCIPAL RECEIPT		25,667	25,667	27,496	27,251	0	(1,583)	0	(1,583)	0	25,667	0	0	0	120	11/15/2036	1
3137AY-CD-1	FHLMC REMIC SERIES K-025		03/25/2014	PRINCIPAL RECEIPT		643	643	656	655	0	(11)	0	(11)	0	643	0	0	0	2	04/25/2022	1
31392M-EM-0	FHLMC REMIC SERIES T0041		03/25/2014	PRINCIPAL RECEIPT		987	987	1,025	989	0	(2)	0	(2)	0	987	0	0	0	9	07/25/2032	1
3133T1-W8-1	FHLMC SERIES 1608		03/15/2014	PRINCIPAL RECEIPT		4,576	4,576	4,887	4,631	0	(55)	0	(55)	0	4,576	0	0	0	32	09/15/2023	1
31392D-7G-1	FNMA GRANTOR TRUST 2002-T12 CL A3		03/25/2014	PRINCIPAL RECEIPT		2,928	2,928	3,229	2,976	0	(48)	0	(48)	0	2,928	0	0	0	37	05/25/2042	1
3138EH-SF-0	FNMA PASS-THRU ADJ SINGLE		03/25/2014	PRINCIPAL RECEIPT		618,467	618,467	666,495	667,794	0	(49,327)	0	(49,327)	0	618,467	0	0	0	2,211	11/01/2038	1
31381J-U5-2	FNMA PASS-THRU BLLN MULTI 7+		03/25/2014	PRINCIPAL RECEIPT		953	953	933	943	0	9	0	9	0	953	0	0	0	8	11/01/2015	1
31405F-D5-8	FNMA PASS-THRU GOV SNGLE FAM		03/25/2014	PRINCIPAL RECEIPT		176	176	185	184	0	(8)	0	(8)	0	176	0	0	0	2	10/01/2032	1
31385J-D2-1	FNMA PASS-THRU INT 15 YEAR		03/25/2014	PRINCIPAL RECEIPT		5,986	5,986	6,302	6,094	0	(108)	0	(108)	0	5,986	0	0	0	57	05/01/2017	1
3138AF-KH-2	FNMA PASS-THRU INT 15 YEAR		03/25/2014	PRINCIPAL RECEIPT		6,223	6,223	6,650	6,637	0	(414)	0	(414)	0	6,223	0	0	0	29	05/01/2026	1
3138EH-RB-0	FNMA PASS-THRU INT 15 YEAR		03/25/2014	PRINCIPAL RECEIPT		4,820	4,820	4,948	4,949	0	(128)	0	(128)	0	4,820	0	0	0	17	02/01/2027	1
3138EH-U8-3	FNMA PASS-THRU INT 15 YEAR		03/25/2014	VARIOUS		176,947	167,744	177,153	176,776	0	(471)	0	(471)	0	176,304	0	642	642	1,588	12/01/2026	1
3138EJ-KA-5	FNMA PASS-THRU INT 15 YEAR		03/25/2014	PRINCIPAL RECEIPT		11,840	11,840	12,668	12,651	0	(810)	0	(810)	0	11,840	0	0	0	62	09/01/2026	1
3138EJ-WY-0	FNMA PASS-THRU INT 15 YEAR		03/25/2014	VARIOUS		171,950	171,265	171,774	172,120	0	(178)	0	(178)	0	171,942	0	8	8	500	10/01/2027	1
3138EL-KX-0	FNMA PASS-THRU INT 15 YEAR		03/25/2014	PRINCIPAL RECEIPT		18,959	18,959	20,													

STATEMENT AS OF MARCH 31, 2014 OF THE CareFirst BlueChoice, Inc.

**SCHEDULE D - PART 4**

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in Book/Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
3138LY-2K-2	FNMA PASS-THRU INT 15 YEAR		03/25/2014	PRINCIPAL RECEIPT		9,195	9,195	9,701	9,693	.0	(498)	.0	(498)	.0	9,195	.0	.0	.0	.37	06/01/2027	1
3138MD-2T-8	FNMA PASS-THRU INT 15 YEAR		03/25/2014	PRINCIPAL RECEIPT		11,877	11,877	12,409	12,401	.0	(524)	.0	(524)	.0	11,877	.0	.0	.0	.40	10/01/2027	1
3138WP-JE-5	FNMA PASS-THRU INT 15 YEAR		03/25/2014	PRINCIPAL RECEIPT		6,319	6,319	6,611	6,610	.0	(291)	.0	(291)	.0	6,319	.0	.0	.0	.21	04/01/2028	1
31403D-DK-2	FNMA PASS-THRU INT 15 YEAR		03/25/2014	PRINCIPAL RECEIPT		23,774	23,774	24,205	24,034	.0	(260)	.0	(260)	.0	23,774	.0	.0	.0	.05	03/01/2021	1
31410L-EC-2	FNMA PASS-THRU INT 15 YEAR		03/25/2014	PRINCIPAL RECEIPT		19,560	19,560	21,217	21,050	.0	(1,489)	.0	(1,489)	.0	19,560	.0	.0	.0	.134	07/01/2024	1
31417C-7C-3	FNMA PASS-THRU INT 15 YEAR		03/25/2014	PRINCIPAL RECEIPT		15,509	15,509	16,403	16,382	.0	(873)	.0	(873)	.0	15,509	.0	.0	.0	.65	09/01/2027	1
31417D-CC-5	FNMA PASS-THRU INT 15 YEAR		03/25/2014	PRINCIPAL RECEIPT		8,624	8,624	9,030	9,027	.0	(403)	.0	(403)	.0	8,624	.0	.0	.0	.31	10/01/2027	1
31418A-EG-9	FNMA PASS-THRU INT 15 YEAR		03/25/2014	VARIOUS		360,785	341,829	362,566	361,915	.0	(761)	.0	(761)	.0	361,155	.0	(370)	(370)	3,245	04/01/2027	1
31418M-PE-6	FNMA PASS-THRU INT 15 YEAR		03/25/2014	PRINCIPAL RECEIPT		148,880	148,880	163,024	162,958	.0	(14,077)	.0	(14,077)	.0	148,880	.0	.0	.0	1,283	11/01/2023	1
31371M-GB-7	FNMA PASS-THRU INT 20 YEAR		03/25/2014	PRINCIPAL RECEIPT		31,942	31,942	34,677	34,615	.0	(2,673)	.0	(2,673)	.0	31,942	.0	.0	.0	.210	10/01/2025	1
31371N-A5-4	FNMA PASS-THRU INT 20 YEAR		03/25/2014	PRINCIPAL RECEIPT		7,157	7,157	7,301	7,285	.0	(127)	.0	(127)	.0	7,157	.0	.0	.0	.74	02/01/2027	1
31403D-DS-5	FNMA PASS-THRU LNG 15+ YR		03/25/2014	PRINCIPAL RECEIPT		252,636	252,636	280,821	280,872	.0	(28,236)	.0	(28,236)	.0	252,636	.0	.0	.0	.888	01/01/2036	1
31368H-LZ-4	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		70,364	70,364	74,322	74,176	.0	(3,812)	.0	(3,812)	.0	70,364	.0	.0	.0	.573	12/01/2033	1
31371K-K7-5	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		5,705	5,705	6,447	6,454	.0	(749)	.0	(749)	.0	5,705	.0	.0	.0	.72	02/01/2032	1
31371K-T9-2	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		2,623	2,623	2,631	2,629	.0	(6)	.0	(6)	.0	2,623	.0	.0	.0	.21	09/01/2032	1
31371K-VH-1	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		3,936	3,936	4,094	4,084	.0	(147)	.0	(147)	.0	3,936	.0	.0	.0	.24	11/01/2032	1
31371N-H4-0	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		10,573	10,573	11,079	11,065	.0	(492)	.0	(492)	.0	10,573	.0	.0	.0	.104	08/01/2037	1
31384J-LF-5	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		5,859	5,859	6,094	6,075	.0	(216)	.0	(216)	.0	5,859	.0	.0	.0	.59	05/01/2031	1
31385J-FB-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		2,603	2,603	2,707	2,700	.0	(97)	.0	(97)	.0	2,603	.0	.0	.0	.21	06/01/2032	1
31385J-JF-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		1,412	1,412	1,469	1,465	.0	(53)	.0	(53)	.0	1,412	.0	.0	.0	.15	07/01/2032	1
31385W-V6-3	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		1,095	1,095	1,139	1,136	.0	(41)	.0	(41)	.0	1,095	.0	.0	.0	.14	10/01/2032	1
31385X-F8-5	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		6,506	6,506	7,103	7,118	.0	(612)	.0	(612)	.0	6,506	.0	.0	.0	.42	07/01/2033	1
3138A2-AX-7	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		17,726	17,726	18,383	18,384	.0	(658)	.0	(658)	.0	17,726	.0	.0	.0	.101	12/01/2040	1
3138A2-BX-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		9,485	9,485	10,208	10,208	.0	(723)	.0	(723)	.0	9,485	.0	.0	.0	.55	12/01/2040	1
3138AV-GD-1	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		86,735	86,735	93,132	93,213	.0	(6,478)	.0	(6,478)	.0	86,735	.0	.0	.0	.938	11/01/2041	1
3138EG-FA-7	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		8,238	8,238	8,828	8,833	.0	(594)	.0	(594)	.0	8,238	.0	.0	.0	.45	05/01/2041	1
3138EG-H5-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		20,257	20,257	22,026	22,040	.0	(1,784)	.0	(1,784)	.0	20,257	.0	.0	.0	.121	07/01/2037	1
3138EH-3F-7	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		7,355	7,355	7,857	7,855	.0	(501)	.0	(501)	.0	7,355	.0	.0	.0	.38	10/01/2041	1
3138EH-GP-1	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		4,701	4,701	5,041	5,053	.0	(352)	.0	(352)	.0	4,701	.0	.0	.0	.34	12/01/2040	1
3138EH-JH-3	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		27,753	27,753	31,326	31,367	.0	(3,614)	.0	(3,614)	.0	27,753	.0	.0	.0	.224	10/01/2039	1
3138EJ-MS-4	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		373	373	381	381	.0	(8)	.0	(8)	.0	373	.0	.0	.0	.1	06/01/2042	1
3138EK-F5-9	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		3,097	3,097	3,342	3,342	.0	(245)	.0	(245)	.0	3,097	.0	.0	.0	.14	12/01/2041	1
3138EK-VL-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		61	61	63	63	.0	(1)	.0	(1)	.0	61	.0	.0	.0	.0	03/01/2043	1
3138EK-WB-7	FNMA PASS-THRU LNG 30 YEAR		03/26/2014	VARIOUS		311,531	300,344	320,852	320,742	.0	(2,203)	.0	(2,203)	.0	318,539	.0	(7,008)	(7,008)	3,798	06/01/2042	1
3138EM-FV-8	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		147	147	150	150	.0	(3)	.0	(3)	.0	147	.0	.0	.0	.0	12/01/2043	1
3138EM-FX-4	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		519	519	529	529	.0	(10)	.0	(10)	.0	519	.0	.0	.0	.2	12/01/2043	1
3138MD-ZA-3	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		9,342	9,342	9,837	9,834	.0	(493)	.0	(493)	.0	9,342	.0	.0	.0	.42	10/01/2042	1
3138MF-TC-1	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	VARIOUS		176,867	176,154	177,365	177,382	.0	(42)	.0	(42)	.0	177,340	.0	(473)	(473)	1,432	11/01/2042	1
3138MR-LL-3	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		8,689	8,689	9,177	9,182	.0	(493)	.0	(493)	.0	8,689	.0	.0	.0	.37	01/01/2043	1
3138NX-KF-3	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		25,676	25,676	26,919	26,913	.0	(1,237)	.0	(1,237)	.0	25,676	.0	.0	.0	.105	01/01/2043	1
3138NY-KJ-5	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		2,755	2,755	2,670	2,670	.0	85	.0	85	.0	2,755	.0	.0	.0	.7	01/01/2043	1
3138NY-EY-7	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		61,242	61,242	64,208	64,192	.0	(2,950)	.0	(2,950)	.0	61,242	.0	.0	.0	.207	01/01/2043	1
3138W0-WP-0	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		10,909	10,909	11,278	11,280	.0	(372)	.0	(372)	.0	10,909	.0	.0	.0	.18	02/01/2043	1
3138W6-WJ-5	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		15,144	15,144	15,182	15,182	.0	(38)	.0	(38)	.0	15,144	.0	.0	.0	.74	03/01/2043	1
3138W1-W4-9	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		44	44	45	45	.0	(1)	.0	(1)	.0	44	.0	.0	.0	.0	04/01/2043	1
3138WQ-A2-8	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		2,318	2,318	2,243	2,242	.0	75	.0	75	.0	2,318	.0	.0	.0	.9	05/01/2043	1
3138WQ-A7-7	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		2,967	2,967	2,985	2,985	.0	(18)	.0	(18)	.0	2,967	.0	.0	.0	.14	05/01/2043	1
31391K-5X-1	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		2,025	2,025	2,106	2,100	.0	(76)	.0	(76)	.0	2,025	.0	.0	.0	.19	05/01/2032	1
31402C-TT-9	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		55,678	55,678	61,472	61,354	.0	(5,676)	.0	(5,676)	.0	55,678	.0	.0	.0	.403	02/01/2034	1
31402C-Y3-0	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		18,660	18,660	19,969	19,942	.0	(1,282)	.0	(1,282)	.0	18,660	.0	.0	.0	.163	03/01/2034	1
31402Q-2V-2	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		33,689	33,689	36,468	36,479	.0	(2,790)	.0	(2,790)	.0	33,689	.0	.0	.0	.170	03/01/2035	1
31402Q-YV-7	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		7,809	7,809	8,526	8,546	.0	(737)	.0	(737)	.0	7,809	.0	.0	.0	.53	02/01/2035	1
31402R-FB-7	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		5,065	5,065	5,504	5,508	.0	(444)	.0	(444)	.0	5,065	.0	.0	.0	.33	06/01/2035	1
31402R-JL-4	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		7,676	7,676	8,340	8,336	.0	(659)	.0	(659)	.0	7,676	.0	.0	.0	.48	07/01/2035	1
31402R-JV-2	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		31,230	31,230	34,055	34,066	.0	(2,836)	.0	(2,836)	.0	31,230	.0	.0	.0	.191	07/01/2035	1
31402R-LZ-0	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		3,786	3,786	4,217	4,217	.0	(431)	.0	(431)	.0	3,786	.0	.0	.0	.26	08/01/2035	1
31402U-R9-5	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		10,171	10,171	11,105	11,123	.0	(958)	.0	(958)	.0	10,171	.0	.0	.0	.70	10/01/2033	1
31403D-D9-7	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		35,358	35,358	38,584	38,60												

STATEMENT AS OF MARCH 31, 2014 OF THE CareFirst BlueChoice, Inc.

**SCHEDULE D - PART 4**

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in Book/Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
31410F-6B-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		80,662	80,662	88,348	88,113	.0	(7,451)	.0	(7,451)	.0	80,662	.0	.0	.0	757	04/01/2037	1
31410G-RL-9	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		50,453	50,453	52,479	52,436	.0	(1,983)	.0	(1,983)	.0	50,453	.0	.0	.0	439	11/01/2037	1
31410K-DN-1	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		85,475	85,475	93,768	93,881	.0	(8,407)	.0	(8,407)	.0	85,475	.0	.0	.0	569	05/01/2038	1
31410K-RB-2	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		26,552	26,552	27,378	27,364	.0	(812)	.0	(812)	.0	26,552	.0	.0	.0	189	07/01/2037	1
31410K-T8-7	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		41,998	41,998	46,329	46,488	.0	(4,490)	.0	(4,490)	.0	41,998	.0	.0	.0	362	05/01/2038	1
31410K-US-1	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		41,509	41,509	45,767	45,778	.0	(4,269)	.0	(4,269)	.0	41,509	.0	.0	.0	294	08/01/2037	1
31410L-DU-3	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		1,773	1,773	1,903	1,904	.0	(131)	.0	(131)	.0	1,773	.0	.0	.0	8	02/01/2041	1
31410L-MN-9	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		4,309	4,309	4,191	.0	.0	118	.0	118	.0	4,309	.0	.0	.0	11	11/01/2043	1
31411B-GT-4	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		32,448	32,448	35,571	35,667	.0	(3,219)	.0	(3,219)	.0	32,448	.0	.0	.0	378	12/01/2036	1
31414B-WE-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		99,332	99,332	106,456	106,349	.0	(7,018)	.0	(7,018)	.0	99,332	.0	.0	.0	827	02/01/2038	1
31414J-RL-9	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		139,856	139,856	152,618	152,568	.0	(12,712)	.0	(12,712)	.0	139,856	.0	.0	.0	1,049	01/01/2038	1
31414N-CC-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		1,890	1,890	2,058	.0	.0	(170)	.0	(170)	.0	1,890	.0	.0	.0	16	12/01/2038	1
31416C-JV-9	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		52,873	52,873	58,755	58,772	.0	(5,899)	.0	(5,899)	.0	52,873	.0	.0	.0	433	11/01/2038	1
31416T-ZU-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		75,945	75,945	84,679	84,849	.0	(8,904)	.0	(8,904)	.0	75,945	.0	.0	.0	411	07/01/2039	1
31416W-H3-9	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		29,277	29,277	32,026	32,056	.0	(2,779)	.0	(2,779)	.0	29,277	.0	.0	.0	168	06/01/2040	1
31416X-U7-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	VARIOUS		304,490	291,658	308,953	309,002	.0	(2,365)	.0	(2,365)	.0	306,637	.0	(2,147)	(2,147)	1,992	01/01/2041	1
31417D-2G-7	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		1,236	1,236	1,297	1,297	.0	(61)	.0	(61)	.0	1,236	.0	.0	.0	4	11/01/2042	1
31417D-2M-4	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		2,336	2,336	2,340	2,340	.0	(4)	.0	(4)	.0	2,336	.0	.0	.0	11	11/01/2042	1
31417D-3H-4	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		3,190	3,190	3,358	3,364	.0	(174)	.0	(174)	.0	3,190	.0	.0	.0	12	11/01/2042	1
31417D-F9-9	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		1,016	1,016	1,075	.0	.0	(59)	.0	(59)	.0	1,016	.0	.0	.0	3	10/01/2042	1
31417D-GE-7	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		5,970	5,970	5,763	5,763	.0	207	.0	207	.0	5,970	.0	.0	.0	22	10/01/2042	1
31417D-LP-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	VARIOUS		89,089	87,858	92,405	92,401	.0	(665)	.0	(665)	.0	91,736	.0	(2,647)	(2,647)	513	10/01/2042	1
31417D-MU-4	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		576	576	606	606	.0	(30)	.0	(30)	.0	576	.0	.0	.0	3	10/01/2042	1
31417D-MV-2	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		1,900	1,900	2,001	2,001	.0	(101)	.0	(101)	.0	1,900	.0	.0	.0	6	10/01/2042	1
31417D-QW-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		4,028	4,028	4,236	4,236	.0	(209)	.0	(209)	.0	4,028	.0	.0	.0	13	10/01/2042	1
31417E-CK-5	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		2,624	2,624	2,718	.0	.0	(94)	.0	(94)	.0	2,624	.0	.0	.0	12	12/01/2042	1
31417F-U2-2	FNMA PASS-THRU LNG 30 YEAR		01/25/2014	VARIOUS		709,909	746,904	777,482	777,290	.0	(164)	.0	(164)	.0	777,126	.0	(67,217)	(67,217)	2,177	03/01/2043	1
31417G-FT-8	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		347	347	354	.0	.0	(7)	.0	(7)	.0	347	.0	.0	.0	1	04/01/2043	1
31417G-TZ-9	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		33	33	.0	.0	.0	(1)	.0	(1)	.0	33	.0	.0	.0	.0	06/01/2043	1
31417L-CP-8	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		15,330	15,330	16,307	16,310	.0	(980)	.0	(980)	.0	15,330	.0	.0	.0	117	09/01/2039	1
31417V-IN-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		25,207	25,207	27,031	27,027	.0	(1,819)	.0	(1,819)	.0	25,207	.0	.0	.0	418	12/01/2039	1
31417Y-W4-5	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		14,289	14,289	15,387	15,396	.0	(1,107)	.0	(1,107)	.0	14,289	.0	.0	.0	81	03/01/2041	1
31418M-2T-8	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		5,703	5,703	6,315	6,316	.0	(613)	.0	(613)	.0	5,703	.0	.0	.0	42	10/01/2039	1
31418M-EA-6	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		20,588	20,588	22,058	22,015	.0	(1,427)	.0	(1,427)	.0	20,588	.0	.0	.0	206	10/01/2038	1
31418M-GG-1	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		71,688	71,688	78,957	78,864	.0	(7,177)	.0	(7,177)	.0	71,688	.0	.0	.0	491	09/01/2038	1
31419A-G4-3	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		3,535	3,535	3,822	3,822	.0	(287)	.0	(287)	.0	3,535	.0	.0	.0	19	08/01/2040	1
31419A-L7-0	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		34,057	34,057	37,356	37,364	.0	(3,308)	.0	(3,308)	.0	34,057	.0	.0	.0	289	04/01/2040	1
31419A-NJ-2	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		58,740	58,740	64,449	64,475	.0	(5,734)	.0	(5,734)	.0	58,740	.0	.0	.0	388	12/01/2039	1
31419A-P5-0	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		10,514	10,514	11,884	11,892	.0	(1,377)	.0	(1,377)	.0	10,514	.0	.0	.0	70	10/01/2039	1
31419A-VS-3	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		3,249	3,249	3,425	3,435	.0	(187)	.0	(187)	.0	3,249	.0	.0	.0	18	11/01/2040	1
31419F-FV-3	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		5,952	5,952	6,381	6,385	.0	(433)	.0	(433)	.0	5,952	.0	.0	.0	28	11/01/2040	1
31419J-SV-1	FNMA PASS-THRU LNG 30 YEAR		03/25/2014	PRINCIPAL RECEIPT		4,448	4,448	4,720	4,722	.0	(274)	.0	(274)	.0	4,448	.0	.0	.0	21	11/01/2040	1
31371H-6M-4	FNMA PASS-THRU LNG 10 7-10YR		03/25/2014	PRINCIPAL RECEIPT		26,660	26,660	28,722	28,709	.0	(2,049)	.0	(2,049)	.0	26,660	.0	.0	.0	190	01/01/2037	1
31371H-LS-2	FNMA PASS-THRU LNG 10 7-10YR		03/25/2014	PRINCIPAL RECEIPT		24,239	24,239	24,682	24,683	.0	(445)	.0	(445)	.0	24,239	.0	.0	.0	245	10/01/2037	1
31413Q-PD-4	FNMA PASS-THRU LNG 10 7-10YR		03/25/2014	PRINCIPAL RECEIPT		107,448	107,448	113,707	114,028	.0	(6,580)	.0	(6,580)	.0	107,448	.0	.0	.0	900	10/01/2037	1
31416C-L9-5	FNMA PASS-THRU LNG 10 7-10YR		03/25/2014	PRINCIPAL RECEIPT		134,694	134,694	145,301	145,988	.0	(11,294)	.0	(11,294)	.0	134,694	.0	.0	.0	775	02/01/2038	1
31418M-XZ-0	FNMA PASS-THRU LNG 10 7-10YR		03/25/2014	PRINCIPAL RECEIPT		23,550	23,550	25,090	25,060	.0	(1,511)	.0	(1,511)	.0	23,550	.0	.0	.0	204	05/01/2038	1
31416X-2J-8	FNMA PASS-THRU SHRT 10 YEAR		01/29/2014	VARIOUS		929,334	883,560	936,573	929,453	.0	(1,956)	.0	(1,956)	.0	927,497	.0	1,837	1,837	5,120	05/01/2021	1
31416Y-LJ-0	FNMA PASS-THRU SHRT 10 YEAR		03/25/2014	PRINCIPAL RECEIPT		49,496	49,496	51,971	51,647	.0	(2,151)	.0	(2,151)	.0	49,496	.0	.0	.0	211	12/01/2021	1
31385W-TY-5	FNMA POOL #555067 6.5%		03/25/2014	PRINCIPAL RECEIPT		378	378	397	377	.0	1	.0	1	.0	378	.0	.0	.0	3	12/01/2014	1
31387D-3Q-0	FNMA POOL #581407		03/25/2014	PRINCIPAL RECEIPT		41	41	41	41	.0	(1)	.0	(1)	.0	41	.0	.0	.0	.0	06/01/2031	1
31418M-FD-9	FNMA POOL #AD0163		03/25/2014	PRINCIPAL RECEIPT		23,463	23,463	24,798	24,755	.0	(1,291)	.0	(1,291)	.0	23,463	.0	.0	.0	246	09/01/2039	1
31418M-J5-2	FNMA POOL #AD0283		03/25/2014	PRINCIPAL RECEIPT		39,373	39,373	42,917	42,363	.0	(2,990)	.0	(2,990)	.0	39,373	.0	.0	.0	356	09/01/2024	1
31392A-JH-9	FNMA REMIC TRUST 2001-50		03/25/2014	PRINCIPAL RECEIPT		7,996	7,996	8,455	8,207	.0	(211)	.0	(211)	.0	7,996	.0	.0	.0	63	10/25/2041	1
31392B-MM-5	FNMA REMIC TRUST 2001-79		03/25/2014	PRINCIPAL RECEIPT		1,341	1,341	1,375	1,347	.0	(6)	.0	(6)	.0	1,341	.0	.0	.0	10	03/25/2045	1
31393A-P9-2	FNMA REMIC TRUST 2003-W4		03/25/2014	PRINCIPAL RECEIPT		2,686	2,686	2,878	2,766	.0	(80)	.0	(80)	.0	2,686	.0	.0	.0	19	10/25/2042	1
31394A-OH-6	FNMA REMIC TRUST 2004-W9		03/25/2014	PRINCIPAL RECEIPT		81,542	81,542	95,404	95,459	.0	(13,917)	.0	(13,917)	.0</							

STATEMENT AS OF MARCH 31, 2014 OF THE CareFirst BlueChoice, Inc.

**SCHEDULE D - PART 4**

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in Book/Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book/Adjusted Carrying Value	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
31396Q-V3-0	FNMA REMIC TRUST 2009-66		03/25/2014	PRINCIPAL RECEIPT		80,009	80,009	87,860	87,423	0	(7,414)	0	(7,414)	0	80,009	0	0	0	574	05/25/2039	1
31398N-2E-3	FNMA REMIC TRUST 2010-123		03/25/2014	PRINCIPAL RECEIPT		80,628	80,628	89,573	87,814	0	(7,186)	0	(7,186)	0	80,628	0	0	0	699	11/25/2040	1
3136A3-7D-7	FNMA REMIC TRUST 2012-39		03/25/2014	PRINCIPAL RECEIPT		83,064	83,064	88,047	87,027	0	(3,963)	0	(3,963)	0	83,064	0	0	0	348	03/25/2042	1
3136AJ-AN-6	FNMA REMIC TRUST 2014-1		03/25/2014	PRINCIPAL RECEIPT		5,027	5,027	5,033	0	0	(6)	0	(6)	0	5,027	0	0	0	5	02/25/2044	1
31358S-7A-3	FNMA SERIES 2001-T3		03/25/2014	PRINCIPAL RECEIPT		1,959	1,959	2,008	1,961	0	(2)	0	(2)	0	1,959	0	0	0	18	11/25/2040	1
31392J-AA-7	FNMA SERIES 2003-W2 6.50%		03/25/2014	PRINCIPAL RECEIPT		2,425	2,425	2,566	2,445	0	(20)	0	(20)	0	2,425	0	0	0	22	07/25/2042	1
646139-X8-3	NEW JERSEY ST TPK AUTH TPK REV		03/26/2014	ASSOCIATE		746,966	550,000	550,000	550,000	0	0	0	0	0	550,000	0	196,966	196,966	29,296	01/01/2041	1FE
927781-D3-5	VIRGINIA COLLEGE BLDG AUTH VA		01/08/2014	CITIGROUP GLOBAL MARKET		46,963	40,000	50,981	49,708	0	(22)	0	(22)	0	49,686	0	(2,723)	(2,723)	900	02/01/2022	1FE
92813T-EE-6	VIRGINIA ST HSG DEV AUTH HOME		03/25/2014	PRINCIPAL RECEIPT		15,080	15,080	15,080	15,080	0	0	0	0	0	15,080	0	0	0	64	08/25/2042	1FE
92817S-YH-5	VIRGINIA ST PUB SCH AUTH		02/20/2014	VARIOUS		141,398	120,000	150,809	146,336	0	(307)	0	(307)	0	146,029	0	(4,632)	(4,632)	3,231	08/01/2023	1FE
319999	Subtotal - Bonds - U.S. Special Revenues					11,653,707	11,347,178	12,145,491	12,115,279	0	(586,198)	0	(586,198)	0	11,541,699	0	112,006	112,006	99,306	XXX	XXX
023772-AA-4	AMER AIRLINES PT TR 2013-1 144A		01/15/2014	Sink PMT @ 100.0000000		1,761	1,761	1,761	1,761	0	0	0	0	0	1,761	0	0	0	0	07/15/2025	1FE
02377U-AA-2	AMER AIRLINES PT TR 2013-2 144A		01/15/2014	Sink PMT @ 100.0000000		5,920	5,920	5,920	5,920	0	0	0	0	0	5,920	0	0	0	0	01/15/2023	1FE
037833-AK-6	APPLE INC		02/28/2014	VARIOUS		498,674	540,000	509,370	510,606	0	426	0	426	0	511,032	0	(12,358)	(12,358)	4,392	05/03/2023	1FE
059513-AE-1	BANC AMER OIBS 2007-4		03/10/2014	PRINCIPAL RECEIPT		129,492	129,492	147,813	141,074	0	(11,582)	0	(11,582)	0	129,492	0	0	0	1,089	02/10/2051	1FM
06051G-DX-4	BANK AMER FDG CORP		01/08/2014	STIFEL, NICOLAUS & CO., IN		454,936	400,000	405,348	403,040	0	(12)	0	(12)	0	403,028	0	51,908	51,908	4,520	05/01/2018	1FE
071813-BL-2	BAXTER INTL INC		01/07/2014	VARIOUS		115,619	120,000	119,230	119,264	0	1	0	1	0	119,265	0	(3,647)	(3,647)	256	06/15/2023	1FE
073902-RU-4	BEAR STEARNS COS INC		01/29/2014	TENDER OFFER		1,815,000	1,500,000	1,812,240	1,723,897	0	(4,017)	0	(4,017)	0	1,719,880	0	95,120	95,120	0	02/01/2018	1FE
091797-AN-0	BLACK & DECKER CORP		01/24/2014	CALLED @ 113.1800000		1,131,800	1,000,000	1,161,550	1,093,932	0	(2,017)	0	(2,017)	0	1,091,915	0	39,885	39,885	11,021	11/15/2016	1FE
096630-AC-2	BOARDWALK PIPELINES LP		02/13/2014	DEUTSCHE BANK SECURITIES		119,710	135,000	134,964	134,967	0	0	0	0	0	134,967	0	(15,257)	(15,257)	2,492	02/01/2023	2FE
120568-AU-4	BUNGE LTD FIN CORP		01/30/2014	VARIOUS		307,038	290,000	306,452	301,780	0	(421)	0	(421)	0	301,358	0	5,679	5,679	4,591	03/15/2016	2FE
120568-AV-2	BUNGE LTD FIN CORP		03/28/2014	JEFFERIES & CO BONDS DIR		82,967	80,000	79,846	79,891	0	7	0	7	0	79,899	0	3,069	3,069	754	06/15/2017	2FE
12189T-AA-2	BURLINGTON NORTH SANTA FE CP		02/28/2014	MERRILL LYNCH PROFESSNL		1,595,313	1,250,000	1,593,275	1,588,816	0	(3,477)	0	(3,477)	0	1,585,338	0	9,974	9,974	19,444	12/15/2025	2FE
12189P-AG-7	BURLINGTON NORTH SF RY PSTH CTF		01/15/2014	Sink PMT @ 100.0000000		21,849	21,849	21,849	21,849	0	0	0	0	0	21,849	0	0	0	901	01/15/2021	1FE
141781-AW-4	CARGILL INC 144A		02/28/2014	MERRILL LYNCH PROFESSNL		1,648,908	1,304,000	1,731,112	1,721,366	0	(1,600)	0	(1,600)	0	1,719,766	0	(70,858)	(70,858)	40,795	09/15/2037	1FE
12622D-AA-2	COMM 2010-C1 144A		03/12/2014	PRINCIPAL RECEIPT		17,878	17,878	18,576	18,444	0	(566)	0	(566)	0	17,878	0	0	0	100	07/12/2046	1FM
12624N-AA-8	COMM MTG TR 2012-LTRT 144A		03/07/2014	PRINCIPAL RECEIPT		32,673	32,673	33,752	33,637	0	(964)	0	(964)	0	32,673	0	0	0	122	10/07/2030	1FM
25272U-AA-9	DIAMOND RESORTS TR 144A		03/20/2014	PRINCIPAL RECEIPT		26,576	26,576	26,570	26,621	0	(45)	0	(45)	0	26,576	0	0	0	79	05/20/2026	1FE
25468P-CV-6	DISNEY WALT CO MTNS BE		01/07/2014	MERRILL LYNCH PROFESSNL		158,198	160,000	158,862	159,105	0	4	0	4	0	159,109	0	(910)	(910)	186	12/01/2017	1FE
25755T-AC-4	DOMINOS PIZZA MSTR 2012-1 144A		01/25/2014	PRINCIPAL RECEIPT		1,088	1,088	1,133	1,125	0	(38)	0	(38)	0	1,088	0	0	0	0	01/25/2042	4AM
278062-AD-6	EATON CORP PLC		02/05/2014	VARIOUS		57,167	60,000	59,819	59,820	0	1	0	1	0	59,820	0	(2,653)	(2,653)	633	11/02/2032	2FE
29364D-AJ-9	ENTERGY ARK INC		01/30/2014	MERRILL LYNCH PROFESSNL		1,001,000	1,000,000	1,004,270	1,004,241	0	(9)	0	(9)	0	1,004,231	0	(3,231)	(3,231)	10,325	06/01/2033	1FE
26884T-AH-5	ERAC USA FINANCE COMPANY 144A		03/20/2014	US BANCORP INVESTMENTS		38,416	40,000	39,875	39,888	0	2	0	2	0	39,891	0	(1,475)	(1,475)	574	10/15/2022	2FE
26884T-AK-8	ERAC USA FINANCE COMPANY 144A		03/10/2014	BANC AMERICA SECURITIES		25,507	25,000	24,963	24,966	0	1	0	1	0	24,967	0	540	540	257	11/01/2018	2FE
30219G-AF-5	EXPRESS SCRIPTS HLDG CO		02/18/2014	DEUTSCHE BANK SECURITIES		241,018	235,000	242,100	241,439	0	(90)	0	(90)	0	241,348	0	(330)	(330)	4,735	02/15/2022	2FE
31331F-AX-9	FEDERAL EXPRESS 6.72%		01/15/2014	Sink PMT @ 100.0000000		8,452	8,452	8,462	8,459	0	(7)	0	(7)	0	8,452	0	0	0	284	01/15/2022	3AM
31331F-BA-8	FEDERAL EXPRESS 7.65%		01/15/2014	Sink PMT @ 100.0000000		15,503	15,503	15,503	15,503	0	0	0	0	0	15,503	0	0	0	0	07/15/2024	2AM
345397-VR-1	FORD MOTOR CREDIT CO LLC		03/26/2014	DEUTSCHE BANK SECURITIES		428,460	375,000	416,666	415,539	0	(1,175)	0	(1,175)	0	414,364	0	14,096	14,096	14,375	02/01/2021	2FE
30290U-AJ-8	FREMF MTG TR 2012-K11 144A		03/26/2014	SALOMON SMITH BARNEY INC/WACHOVIA SECURITIES		72,375	75,000	75,006	75,196	0	(9)	0	(9)	0	75,187	0	(2,812)	(2,812)	922	08/25/2045	1FE
30290X-AN-3	FREMF MTG TR 2013-K24 144A		03/10/2014	CAPIT MORGAN STANLEY & CO. INC		42,711	45,000	44,171	44,233	0	12	0	12	0	44,245	0	(1,534)	(1,534)	447	11/25/2045	1FM
30291G-AN-9	FREMF MTG TR 2013-K27 144A		03/27/2014	MORGAN STANLEY & CO. INC		113,297	120,000	118,634	118,684	0	22	0	22	0	118,707	0	(5,410)	(5,410)	1,364	01/25/2046	1FM

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STATEMENT AS OF MARCH 31, 2014 OF THE CareFirst BlueChoice, Inc.

**SCHEDULE D - PART 4**

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/Decrease	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in Book/Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book/Adjusted Carrying Value	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
30291H-AE-7	FREMF MTG TR 2013-K28		02/10/2014	GREENWICH CAPITAL MKTS, INC		204,471	220,000	198,353	199,272	0	191	0	191	0	199,463	0	5,008	5,008	1,538	06/25/2046	1FM
30291M-AN-6	FREMF MTG TR 2013-K31 144A		03/14/2014	MORGAN STANLEY & CO. INC		148,291	155,000	134,479	135,090	0	329	0	329	0	135,420	0	12,872	12,872	1,686	07/25/2046	1FM
36962G-5Z-3	GENERAL ELEC CAP CORP MTN BE		03/18/2014	NOMURA SECURITIES INTL DEUTSCHE BANK SECURITIES		309,386	305,000	309,398	308,546	0	(501)	0	(501)	0	308,044	0	1,341	1,341	3,552	07/02/2015	1FE
402524-AE-2	GULF SOUTH PIPELINE CO LP		02/13/2014			144,030	145,000	146,291	146,180	0	(14)	0	(14)	0	146,166	0	(2,136)	(2,136)	1,031	06/15/2022	2FE
411707-AA-0	HARDEES FUND LLC 144A		03/20/2014	PRINCIPAL RECEIPT		2,119	2,119	2,118	2,118	0	0	0	0	0	2,119	0	0	0	24	03/20/2043	2AM
46186N-AA-6	INVITATION HOMES TR 2013 144A		03/19/2014	PRINCIPAL RECEIPT		430	430	430	430	0	0	0	0	0	430	0	0	0	1	12/19/2030	1FE
59217G-AY-5	METROPOLITAN LIFE GLOBAL FDG 144A		03/10/2014	ASSOCIATE		2,974,530	3,000,000	2,998,500	2,998,784	0	56	0	56	0	2,998,840	0	(24,310)	(24,310)	30,375	01/10/2018	1FE
59025W-AE-6	ML MTG TRUST 2008-C1		03/14/2014	PRINCIPAL RECEIPT		7,423	7,423	8,453	8,046	0	(624)	0	(624)	0	7,423	0	0	0	0	02/12/2051	1FM
617446-7U-7	MORGAN STANLEY		02/05/2014	MORGAN STANLEY & CO. INC		394,803	395,000	394,720	394,757	0	5	0	5	0	394,762	0	41	41	2,378	04/25/2018	1FE
553893-AA-6	MWV OWNER TRUST 2013-144A		03/20/2014	PRINCIPAL RECEIPT		7,035	7,035	7,034	7,047	0	(12)	0	(12)	0	7,035	0	0	0	21	04/22/2030	1FE
63946C-AD-0	NBCUNIVERSAL ENTERPRISE INC 144A		03/12/2014	VARIOUS		346,773	350,000	355,528	354,940	0	(165)	0	(165)	0	354,775	0	(8,002)	(8,002)	2,765	04/15/2019	1FE
641423-CA-4	NEVADA POWER CO		02/28/2014	GOLDMAN, SACHS & CO.		277,589	240,000	283,301	282,137	0	(133)	0	(133)	0	282,004	0	(4,415)	(4,415)	3,997	05/15/2041	1FE
649081-AA-4	NEW VALLEY GEN IV 2003-1		01/15/2014	Sink PMT @ 100.0000000		196,976	196,976	225,837	219,079	0	(22,103)	0	(22,103)	0	196,976	0	0	0	4,616	01/15/2022	1FE
649080-AA-9	NEW VALLEY GEN V 4.929%		01/15/2014	PRINCIPAL RECEIPT		23,796	23,796	23,796	23,796	0	0	0	0	0	23,796	0	0	0	586	01/15/2021	1FE
65477L-AC-4	NISSAN AUTO RECV 2013-B		03/11/2014	SALOMON SMITH BARNEY INC/		120,469	120,000	119,974	119,979	0	2	0	2	0	119,981	0	488	488	249	11/15/2017	1FE
62944T-AE-5	NVR INC		03/28/2014	VARIOUS		178,339	180,000	182,254	182,127	0	(52)	0	(52)	0	182,074	0	(3,736)	(3,736)	3,871	09/15/2022	2FE
68268N-AK-9	ONEOK PARTNERS LP		02/28/2014	VARIOUS		41,599	40,000	40,123	40,119	0	(4)	0	(4)	0	40,116	0	1,483	1,483	615	09/15/2018	2FE
695156-AQ-2	PACKAGING CORP AMER		03/06/2014	VARIOUS		274,044	265,000	267,883	267,838	0	(44)	0	(44)	0	267,794	0	6,251	6,251	4,604	11/01/2023	2FE
74251V-AD-4	PRINCIPAL FINL GROUP INC		03/11/2014	MCDONALD & COMPANY SECURI		154,429	120,000	157,355	149,864	0	(980)	0	(980)	0	148,884	0	5,545	5,545	3,520	05/15/2019	2FE
760759-AN-0	REPUBLIC SVCS INC		03/13/2014	US BANCORP INVESTMENTS IN		79,367	70,000	82,559	82,177	0	(47)	0	(47)	0	82,130	0	(2,763)	(2,763)	1,363	05/15/2041	2FE
81745B-AA-3	SEQUOIA MTG TR 2013-6		03/25/2014	PRINCIPAL RECEIPT		2,470	2,470	2,457	2,458	0	12	0	12	0	2,470	0	0	0	6	05/25/2043	1FM
81745C-AB-9	SEQUOIA MTG TR 2013-7		03/25/2014	PRINCIPAL RECEIPT		946	946	952	951	0	(6)	0	(6)	0	946	0	0	0	4	06/25/2043	1FM
82651Y-AA-3	SIERRA RECEIVABLES FDG 144A		03/20/2014	PRINCIPAL RECEIPT		9,938	9,938	9,936	9,954	0	(15)	0	(15)	0	9,938	0	0	0	20	11/20/2029	1FE
82652B-AA-2	SIERRA RECEIVABLES FDG 144A		03/20/2014	PRINCIPAL RECEIPT		27,562	27,562	27,691	27,691	0	(129)	0	(129)	0	27,562	0	0	0	90	11/20/2025	1FE
82650H-AA-1	SIERRA RECEIVABLES FDG 2013-3 144A		03/20/2014	PRINCIPAL RECEIPT		31,939	31,939	31,930	31,991	0	(52)	0	(52)	0	31,939	0	0	0	81	10/20/2030	1FE
857477-AL-7	STATE STR CORP		03/06/2014	MORGAN STANLEY & CO. INC		118,316	125,000	123,659	123,726	0	21	0	21	0	123,747	0	(5,431)	(5,431)	1,249	05/15/2023	1FE
863572-SM-6	STRUCTURED ASSET SECS 1998-3		03/25/2014	PRINCIPAL RECEIPT		47,421	47,421	43,628	46,672	0	750	0	750	0	47,421	0	0	0	98	03/25/2028	1FM
872312-AA-1	TOM SUB LLC		03/13/2014	WACHOVIA SECURITIES		122,887	120,000	127,421	122,836	0	(542)	0	(542)	0	122,294	0	594	594	2,876	01/15/2015	2FE
87875U-AK-8	TECO FIN INC		03/05/2014	BARCLAYS CAPITAL INC		502,848	450,000	514,670	502,210	0	(1,368)	0	(1,368)	0	500,842	0	2,006	2,006	11,266	03/15/2020	2FE
881561-XJ-8	TERWIN MTG TR 2005-14HE		03/25/2014	PRINCIPAL RECEIPT		656	656	649	649	0	4	0	4	0	656	0	0	0	2	08/25/2036	1FM
88732J-AJ-7	TIME WARNER CABLE INC		02/28/2014	MORGAN STANLEY & CO. INC		606,265	525,000	500,714	500,918	0	67	0	67	0	500,985	0	105,280	105,280	11,845	05/01/2037	2FE
88732J-AN-8	TIME WARNER CABLE INC		02/18/2014	MORGAN STANLEY & CO. INC		655,652	525,000	534,959	534,900	0	(20)	0	(20)	0	534,880	0	120,772	120,772	24,485	07/01/2038	2FE
88732J-AS-7	TIME WARNER CABLE INC		03/04/2014	MORGAN STANLEY & CO. INC		219,840	175,000	210,401	196,980	0	(640)	0	(640)	0	196,340	0	23,500	23,500	6,256	04/01/2019	2FE
88732J-AY-4	TIME WARNER CABLE INC		02/14/2014	MERRILL LYNCH PROFESSIONL		1,627,170	1,500,000	1,367,715	1,368,607	0	217	0	217	0	1,368,824	0	258,346	258,346	23,255	11/15/2040	2FE
90781B-DQ-8	UNION PAC CORP NT 144A		01/21/2014	EXCHANGE		567,276	578,000	566,916	567,227	0	49	0	49	0	567,276	0	0	0	0	02/15/2024	2FE
90783W-AA-1	UNION PAC RR CO 5.866% 7/02/2030		01/15/2014	PRINCIPAL RECEIPT		4,635	4,635	4,635	4,635	0	0	0	0	0	4,635	0	0	0	136	07/02/2030	1FE
90783X-AH-0	UNION PACIFIC RR		01/02/2014	Sink PMT @ 100.0000000		55,827	55,827	57,892	56,696	0	(869)	0	(869)	0	55,827	0	0	0	2,121	01/02/2020	1FE
907833-AJ-6	UNION PACIFIC RR CO 2000-1		01/10/2014	PRINCIPAL RECEIPT		15,593	15,593	15,587	15,591	0	2	0	2	0	15,593	0	0	0	624	01/10/2021	1FE
90783X-AA-9	UNION PACIFIC RR CO 2007-3		01/02/2014	PRINCIPAL RECEIPT		7,925	7,925	7,925	7,925	0	0	0	0	0	7,925	0	0	0	245	01/02/2031	1FE
91324P-BU-5	UNITEDHEALTH GROUP INC		03/11/2014	INC		63,831	65,000	67,037	66,976	0	(7)	0	(7)	0	66,968	0	(3,138)	(3,138)	994	11/15/2041	1FE
92344S-AK-6	VERIZON WIRELESS CAP LLC		03/30/2014	VARIOUS		223,124	175,000	224,301	220,293	0	(2,027)	0	(2,027)	0	218,267	0	4,857	4,857	5,378	11/15/2018	1FE
948741-AJ-2	WEINGARTEN RLTY INVS		01/07/2014	VARIOUS		147,957	160,000	157,544	157,668	0	4	0	4	0	157,672	0	(9,715)	(9,715)	1,322	04/15/2023	2FE

E05.6

STATEMENT AS OF MARCH 31, 2014 OF THE CareFirst BlueChoice, Inc.

**SCHEDULE D - PART 4**

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22	
										11	12	13	14	15								
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in Book/Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book/Adjusted Carrying Value	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)	
94974B-FG-0	WELLS FARGO CO MTN BE		03/24/2014	MERRILL LYNCH PROFESSIONL		992,000	1,000,000	1,006,300	1,005,392	0	(299)	0	(299)	0	1,005,093	0	(13,093)	(13,093)	10,458	01/16/2018	1FE	
96332H-CF-4	WHIRLPOOL CORP SERA MTN BE		02/06/2014	VARIOUS		202,214	205,000	204,296	204,295	0	6	0	6	0	204,301	0	(2,088)	(2,088)	3,330	03/01/2023	2FE	
969457-BU-3	WILLIAMS COS INC DEL		02/04/2014	MILLENNIUM ADVISORS, LLC		108,676	120,000	120,449	120,408	0	(4)	0	(4)	0	120,404	0	(11,729)	(11,729)	2,491	01/15/2023	2FE	
98158V-AC-9	WORLD OMNI AUTO LEASE 2012-A		03/15/2014	PRINCIPAL RECEIPT		10,040	10,040	10,039	10,041	0	(1)	0	(1)	0	10,040	0	0	0	15	11/16/2015	1FE	
87425E-AM-5	TALISMAN ENERGY INC	I	02/06/2014	BOSTO		79,342	80,000	79,668	79,722	0	3	0	3	0	79,725	0	(383)	(383)	1,563	02/01/2021	2FE	
05574L-PT-9	BNP PARIBAS / BNP PARIBAS US	R	01/07/2014	BNP PARIBAS SECURITIES BO		214,757	210,000	209,609	209,637	0	1	0	1	0	209,639	0	5,118	5,118	2,189	08/20/2018	1FE	
24668P-AB-3	DELHAIZE GROUP SA	R	03/18/2014	SEAPORT GROUP SECURITIES		136,700	120,000	138,881	132,970	0	(760)	0	(760)	0	132,210	0	4,490	4,490	2,080	06/15/2017	2FE	
46132F-AB-6	INVESCO FIN PLC	R	03/26/2014	SALOMON SMITH BARNEY INC/		142,579	140,000	138,998	139,010	0	19	0	19	0	139,028	0	3,551	3,551	2,137	01/30/2024	1FE	
50247V-AA-7	LYB INTERNATIONAL FINANCE B.V.	R	03/28/2014	GOLDMAN, SACHS & CO.		55,977	55,000	54,273	54,301	0	14	0	14	0	54,315	0	1,661	1,661	1,558	07/15/2023	2FE	
66711K-AA-3	ODEBRECHT OFFSHORE DRILLING	R	03/01/2014	PRINCIPAL RECEIPT		2,340	2,340	2,387	2,387	0	(1)	0	(1)	0	2,386	0	(46)	(46)	41	10/01/2022	2FE	
71645W-AP-6	PETROBRAS INTL FIN CO	R	02/03/2014	BANK OF AMERICA		31,194	30,000	31,194	0	0	0	0	0	31,194	0	0	0	34	01/20/2020	2FE		
718282-AA-4	PHILIPPINE PIWR TR I CTF 144A	R	03/26/2014	PRINCIPAL RECEIPT		28,571	28,571	28,693	28,693	0	(5)	0	(5)	0	28,687	0	(116)	(116)	771	09/26/2018	1FE	
69353U-AB-7	PPL WEM HOLDINGS PLC	R	01/30/2014	BARCLAYS CAPITAL INC		449,115	425,000	439,508	439,508	0	(487)	0	(487)	0	439,021	0	10,094	10,094	4,282	05/01/2016	2FE	
78009P-CC-3	ROYAL BK OF SCOTLAND PLC	R	01/23/2014	CHASE SECURITIES, INC.		454,542	425,000	424,171	424,611	0	10	0	10	0	424,622	0	29,920	29,920	6,818	03/16/2016	1FE	
85771P-AR-3	STATOIL ASA	R	02/05/2014	SG COWEN SECURITIES CORP		176,117	175,000	174,752	174,759	0	4	0	4	0	174,763	0	1,353	1,353	844	11/08/2018	1FE	
87938W-AN-3	TELEFONICA EMISIONES S A U	R	03/13/2014	RBC CAPITAL MARKETS CORP		419,960	400,000	402,991	403,646	0	(340)	0	(340)	0	403,305	0	16,655	16,655	9,403	02/16/2016	2FE	
893830-BD-0	TRANSOCEAN INC	R	03/19/2014	VARIOUS		55,512	55,000	55,076	55,063	0	(3)	0	(3)	0	55,059	0	452	452	574	10/15/2017	2FE	
893830-AS-8	TRANSOCEAN SEDCO FOREX INC	R	01/14/2014	BARCLAYS CAPITAL INC		78,987	70,000	79,340	78,487	0	(69)	0	(69)	0	78,418	0	569	569	1,423	03/15/2018	2FE	
92857V-BA-7	VODAFONE GROUP PLC NEW	R	03/26/2014	CALLED @ 100.7030000		2,014,060	2,000,000	2,003,620	0	0	(180)	0	(180)	0	2,003,440	0	10,620	10,620	1,850	02/19/2016	1FE	
8399999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					26,807,966	25,011,833	26,470,301	24,187,876	0	(56,290)	0	(56,290)	0	26,166,398	0	641,562	641,562	335,739	XXX	XXX	
8399997	Total - Bonds - Part 4					108,992,979	108,316,752	108,673,355	73,724,801	0	(689,591)	0	(689,591)	0	107,696,865	0	1,296,106	1,296,106	1,147,715	XXX	XXX	
8399998	Total - Bonds - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8399999	Total - Bonds					108,992,979	108,316,752	108,673,355	73,724,801	0	(689,591)	0	(689,591)	0	107,696,865	0	1,296,106	1,296,106	1,147,715	XXX	XXX	
8999997	Total - Preferred Stocks - Part 4					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
8999998	Total - Preferred Stocks - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8999999	Total - Preferred Stocks					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
921909-82-6	VANGUARD DEVELOPED MKTS INDEX INST		01/08/2014	VANGUARD GROUP		352,422,907	4,000,000	3,051,982	4,042,291	(990,308)	0	0	(990,308)	0	3,051,982	0	948,018	948,018	0	0	0	
922040-10-0	VANGUARD INSTITUTIONAL INDEX FUND		01/08/2014	VANGUARD GROUP		65,336,184	11,000,000	7,723,133	11,060,109	(3,336,976)	0	0	(3,336,976)	0	7,723,133	0	3,276,867	3,276,867	0	0	0	
9299999	Subtotal - Common Stocks - Mutual Funds					15,000,000	XXX	10,775,115	15,102,400	(4,327,284)	0	0	(4,327,284)	0	10,775,115	0	4,224,885	4,224,885	0	XXX	XXX	
9799997	Total - Common Stocks - Part 4					15,000,000	XXX	10,775,115	15,102,400	(4,327,284)	0	0	(4,327,284)	0	10,775,115	0	4,224,885	4,224,885	0	XXX	XXX	
9799998	Total - Common Stocks - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
9799999	Total - Common Stocks					15,000,000	XXX	10,775,115	15,102,400	(4,327,284)	0	0	(4,327,284)	0	10,775,115	0	4,224,885	4,224,885	0	XXX	XXX	
9899999	Total - Preferred and Common Stocks					15,000,000	XXX	10,775,115	15,102,400	(4,327,284)	0	0	(4,327,284)	0	10,775,115	0	4,224,885	4,224,885	0	XXX	XXX	
9999999	Totals					123,992,979	XXX	119,448,470	88,827,201	(4,327,284)	(689,591)	0	(5,016,875)	0	118,471,980	0	5,520,991	5,520,991	1,147,715	XXX	XXX	

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues.....0

Schedule DB - Part A - Section 1 - Options, Caps, Floors, Collars, Swaps and Forwards Open  
**N O N E**

Schedule DB - Part B - Section 1 - Futures Contracts Open  
**N O N E**

Schedule DB - Part B - Section 1B - Brokers with whom cash deposits have been made  
**N O N E**

Schedule DB - Part D - Section 1 - Counterparty Exposure for Derivative Instruments Open  
**N O N E**

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged By  
**N O N E**

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged To  
**N O N E**

Schedule DL - Part 1 - Reinvested Collateral Assets Owned  
**N O N E**

Schedule DL - Part 2 - Reinvested Collateral Assets Owned  
**N O N E**



Schedule E - Part 2 - Cash Equivalents - Investments Owned End of Current Quarter

**N O N E**