



**Exhibit A: PGAMC Adjustment**

Plan	Total	Blue Plus	First Plan	HP	IMCare	Medica	MHP	Primewest	SCHA	UCare
<b>Step 1&gt; Analyze 2004 adjusted reported experience</b>										
<b>Adjusted Revenues (000s)</b>										
PMAP	\$1,057,284	\$216,823	\$11,036	\$115,532	\$13,083	\$365,583	\$57,416	\$35,903	\$47,679	\$194,229
PGAMC	\$172,576	\$23,846	\$4,006	\$26,613	\$2,073	\$59,821	\$19,685	\$2,608	\$4,159	\$29,764
Combined Programs Total	\$1,229,860	\$240,669	\$15,042	\$142,145	\$15,156	\$425,404	\$77,101	\$38,512	\$51,838	\$223,993
PGAMC Revenue as % PMAP Revenue	16.3%	11.0%	36.3%	23.0%	15.8%	16.4%	34.3%	7.3%	8.7%	15.3%
Plan Revenue as % of Total Revenue	100.0%	19.6%	1.2%	11.6%	1.2%	34.6%	6.3%	3.1%	4.2%	18.2%
<b>Adjusted Claims &amp; Expenses (000s)</b>										
PMAP	\$1,053,618	\$214,514	\$16,461	\$124,469	\$12,897	\$365,491	\$59,245	\$31,480	\$43,800	\$185,263
PGAMC	\$195,869	\$31,496	\$4,293	\$29,386	\$1,253	\$66,584	\$21,697	\$2,921	\$4,662	\$33,577
Combined Programs Total	\$1,249,487	\$246,010	\$20,754	\$153,855	\$14,150	\$432,075	\$80,942	\$34,401	\$48,462	\$218,840
<b>Combined Loss Ratio</b>										
PMAP	99.7%	98.9%	149.2%	107.7%	98.6%	100.0%	103.2%	87.7%	91.9%	95.4%
PGAMC	113.5%	132.1%	107.2%	110.4%	60.4%	111.3%	110.2%	112.0%	112.1%	112.8%
Combined Programs Total	101.6%	102.2%	138.0%	108.2%	93.4%	101.6%	105.0%	89.3%	93.5%	97.7%

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**Exhibit A: PGAMC Adjustment (continued)**

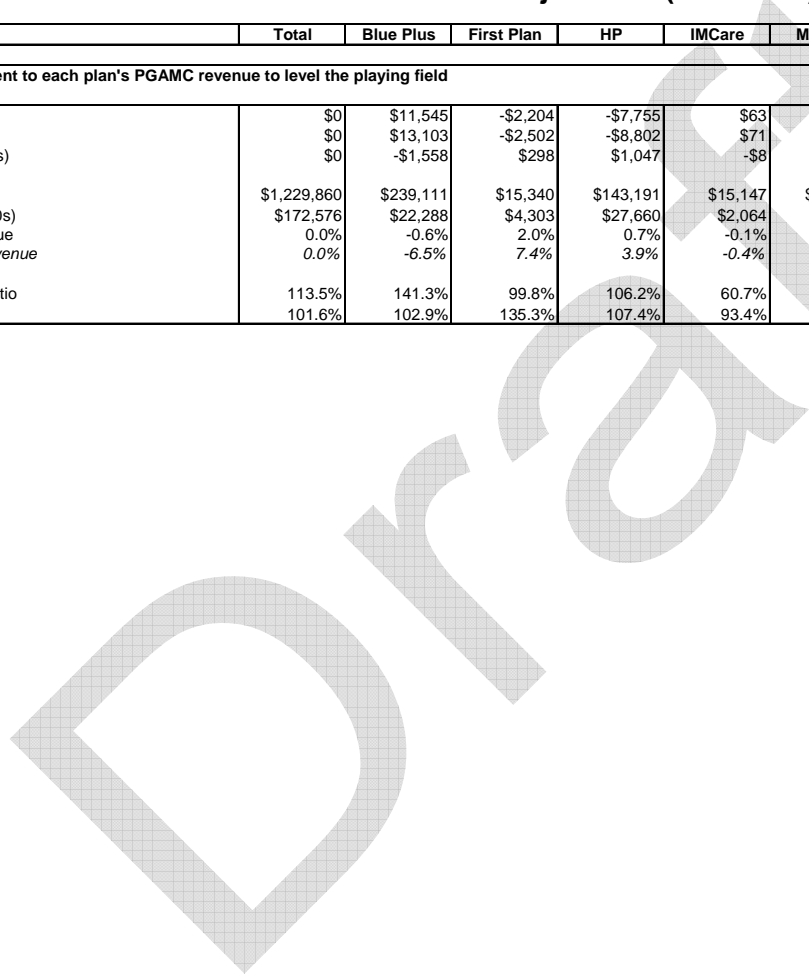
Plan	Total	Blue Plus	First Plan	HP	IMCare	Medica	MHP	Primewest	SCHA	UCare
<b>Step 2&gt; Restate each plan's experience, assuming an equal concentration of PGAMC business.</b>										
<b>Revenues (000s)</b>										
PMAP	\$1,057,284	\$216,823	\$11,036	\$115,532	\$13,083	\$365,583	\$57,416	\$35,903	\$47,679	\$194,229
PGAMC	\$172,576	\$35,391	\$1,801	\$18,858	\$2,135	\$59,673	\$9,372	\$5,860	\$7,782	\$31,703
Combined Programs Total	\$1,229,860	\$252,214	\$12,838	\$134,389	\$15,218	\$425,256	\$66,787	\$41,764	\$55,462	\$225,932
PGAMC Revenue as % PMAP Revenue	16.3%	16.3%	16.3%	16.3%	16.3%	16.3%	16.3%	16.3%	16.3%	16.3%
Plan Revenue as % of Total Revenue	100.0%	20.5%	1.0%	10.9%	1.2%	34.6%	5.4%	3.4%	4.5%	18.4%
<b>Claims &amp; Exp (000s) (assume adj at average loss ratio)</b>										
PMAP	\$1,053,618	\$214,514	\$16,461	\$124,469	\$12,897	\$365,491	\$59,245	\$31,480	\$43,800	\$185,263
PGAMC	\$195,869	\$44,599	\$1,791	\$20,584	\$1,324	\$66,416	\$9,991	\$6,612	\$8,775	\$35,777
Combined Programs Total	\$1,249,487	\$259,113	\$18,252	\$145,053	\$14,221	\$431,906	\$69,237	\$38,091	\$52,574	\$221,040
<b>Combined Loss Ratio</b>										
PMAP	99.7%	98.9%	149.2%	107.7%	98.6%	100.0%	103.2%	87.7%	91.9%	95.4%
PGAMC	113.5%	126.0%	99.4%	109.2%	62.0%	111.3%	106.6%	112.8%	112.7%	112.9%
Combined Programs Total	101.6%	102.7%	142.2%	107.9%	93.4%	101.6%	103.7%	91.2%	94.8%	97.8%

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**Exhibit A: PGAMC Adjustment (continued)**

Plan	Total	Blue Plus	First Plan	HP	IMCare	Medica	MHP	Primewest	SCHA	UCare
<b>Step 3&gt; Calculate an adjustment to each plan's PGAMC revenue to level the playing field</b>										
Additional Revenue (000s)	\$0	\$11,545	-\$2,204	-\$7,755	\$63	-\$148	-\$10,314	\$3,252	\$3,623	\$1,939
Additional Claims (000s)	\$0	\$13,103	-\$2,502	-\$8,802	\$71	-\$168	-\$11,706	\$3,691	\$4,113	\$2,200
Net Impact = Revenue Adj (000s)	\$0	-\$1,558	\$298	\$1,047	-\$8	\$20	\$1,392	-\$439	-\$489	-\$262
Adjusted Total Revenue (000s)	\$1,229,860	\$239,111	\$15,340	\$143,191	\$15,147	\$425,424	\$78,493	\$38,073	\$51,349	\$223,732
Adjusted PGAMC Revenue (000s)	\$172,576	\$22,288	\$4,303	\$27,660	\$2,064	\$59,841	\$21,077	\$2,169	\$3,670	\$29,503
Percent Change in Total Revenue	0.0%	-0.6%	2.0%	0.7%	-0.1%	0.0%	1.8%	-1.1%	-0.9%	-0.1%
Percent Change in PGAMC Revenue	0.0%	-6.5%	7.4%	3.9%	-0.4%	0.0%	7.1%	-16.8%	-11.8%	-0.9%
Adjusted PGAMC Combined Ratio	113.5%	141.3%	99.8%	106.2%	60.7%	111.3%	102.9%	134.6%	127.0%	113.8%
Adjusted Total Combined Ratio	101.6%	102.9%	135.3%	107.4%	93.4%	101.6%	103.1%	90.4%	94.4%	97.8%



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