BEFORE THE INSURANCE DEPARTMENT OF THE COMMONWEALTH OF PENNSYLVANIA

Statement Regarding the Acquisition of Control of or Merger with Domestic Insurers:

Highmark Inc.; First Priority Life Insurance Company, Inc.; Gateway Health Plan, Inc.; Highmark Casualty Insurance Company; Highmark Senior Resources Inc.; HM Casualty Insurance Company; HM Health Insurance Company, d/b/a Highmark Health Insurance Company; HM Life Insurance Company; HMO of Northeastern Pennsylvania, Inc., d/b/a First Priority Health; Inter-County Health Plan, Inc.; Inter-County Hospitalization Plan, Inc.; Keystone Health Plan West, Inc.; United Concordia Companies, Inc.; United Concordia Dental Plans of Pennsylvania, Inc.; United Concordia Life and Health Insurance Company

By UPE, a Pennsylvania nonprofit corporation

<u>RESPONSE TO PID INFORMATION REQUEST 4.1.2 FROM THE</u> <u>PENNSYLVANIA INSURANCE DEPARTMENT</u>

Information Request 4.1.2

Identify Highmark's and each Highmark Affiliate's current status as a licensee under the Pennsylvania Insurance Code, Hospital Plan Corporation Act and/or Professional Health Services Plan Corporation Act, as well as any potential changes to this status, for Highmark or any Highmark Affiliate, as a result of or in connection with, the Transaction.

Highmark is currently licensed to operate a nonprofit hospital plan and a nonprofit professional health services plan pursuant to provisions of the Health Plan Corporations Act. Likewise, Inter-County Hospitalization Plan, Inc. and Inter-County Health Plan, Inc. are currently licensed under the Health Plan Corporations Act to operate a nonprofit hospital plan and a nonprofit professional health services plan, respectively:

The following Highmark Affiliates which are domestic Insurers are currently licensed under the provisions of the Insurance Company Law (the Act of May 17, 1921, P.L. 682, No. 284):

First Priority Life Insurance Company, Inc. Highmark Casualty Insurance Company Highmark Senior Resources Inc. HM Casualty Insurance Company HM Health Insurance Company (d/b/a Highmark Health Insurance Company) HM Life Insurance Company United Concordia Companies, Inc. United Concordia Dental Plans of Pennsylvania, Inc. United Concordia Life and Health Insurance Company

The following Highmark Affiliates are currently licensed under the provisions of the Health Maintenance Organization Act, Act of December 29, 1072, P.L. 1701, No. 364, as amended by the Act of December 19, 1980, P.L. 1300, No. 234:

Gateway Health Plan, Inc. HMO of Northeastern Pennsylvania, Inc. (d/b/a First Priority Health) Keystone Health Plan West, Inc.

As stated in the response to PID Information Request 4.1.1, none of the insurance subsidiaries or insurance affiliates of Highmark that are domiciled in other states are currently licensed to transact insurance in Pennsylvania. Therefore, the only Highmark Affiliates licensed to transact insurance under the Pennsylvania statutes cited in this Information Request are the Domestic Insurers.

The license for each of the Domestic Insurers is in good standing as far as UPE is aware. There will be no change in the status of any Domestic Insurer's license as a result of or in connection with the Transaction.

UPE 120 Fifth Avenue Pittsburgh, PA 15222