BEFORE THE INSURANCE DEPARTMENT OF THE COMMONWEALTH OF PENNSYLVANIA

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

Hospital Service Association of Northeastern Pennsylvania d/b/a Blue Cross of Northeastern Pennsylvania; First Priority Life Insurance Company, Inc.; HMO of Northeastern Pennsylvania, Inc., d/b/a First Priority Health

By Highmark Inc.

HIGHMARK INC. ("Highmark") RESPONSE TO INFORMATION REQUEST 2.1.7 FROM THE PENNSYLVANIA INSURANCE DEPARTMENT

REQUEST 2.1.7:

Provide a full and complete copy of any updates to the disclosure schedules or exceptions to the Merger Agreement and any notices given pursuant to the Merger Agreement as and when made.

RESPONSE:

Highmark certifies that Highmark has not updated its disclosure letter nor has it proposed any exceptions to the Merger Agreement and that it has not provided BCNEPA with any notices pursuant to the Merger Agreement. Highmark will update this response if and when necessary.

Highmark Inc. Fifth Avenue Place 120 Fifth Avenue Pittsburgh, PA 15222