

**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.

**BCNEPA RESPONSE TO INFORMATION REQUEST 5.3.5 FROM THE
PENNSYLVANIA INSURANCE DEPARTMENT**

REQUEST 5.3.5:

Describe the impact on each of the sets of financial projections provided pursuant to the items above resulting from the (termination/extension - whichever was NOT assumed in the financial projections of Highmark and BCNEPA) of the UPMC/Highmark reimbursement or payor contract in December 2014.

RESPONSE:

BCNEPA certifies to the best of its information, knowledge and belief that it did not prepare any post-Merger projections and is not in a position to comment on the impact of the termination/extension of the UPMC/Highmark reimbursement or payor contract in December 2014.

**Hospital Service Association of
Northeastern Pennsylvania
d/b/a Blue Cross of Northeastern
Pennsylvania ("BCNEPA")
19 North Main Street
Wilkes-Barre, PA 18711**