BEFORE THE INSURANCE DEPARTMENT OF THE <u>COMMONWEALTH OF PENNSYLVANIA</u>

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 6.3.1.5 FROM THE <u>PENNSYLVANIA INSURANCE DEPARTMENT</u>

REQUEST 6.3.1.5:

Background Material for BCNEPA: Describe any changes or proposed changes to health care payment or reimbursement contracts by BCNEPA or BCNEPA Affiliates implemented or to be implemented in connection with the Transaction.

RESPONSE:

BCNEPA certifies to the best of its information, knowledge and belief that it is not aware of any changes or proposed changes to health care payment or reimbursement contracts implemented or to be implemented in connection with the Transaction and it anticipates that Highmark will address any such changes or proposed changes of which it is aware.

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