

NEW JERSEY DEPARTMENT OF BANKING AND INSURANCE
LIFE & HEALTH ACTUARIAL

To: Ellen DeRosa, Executive Director, IHC and SEH Boards
 From: Avnee Parekh, Managing Actuary, NJ DOBI
 Re: Summary of Exhibit J (IHC Loss Ratio Reports) for 2013
 Date: March 31, 2016 (Revised)

The above reports were due on August 15, 2014. Reports were received from all 6 IHC carriers (Aetna, AmeriHealth, Celtic, CIGNA, Horizon, and United HealthCare, including Health Net and Oxford). Horizon files an additional report for pre-1992 business (pre-standard).

The IHC market in 2013 had premiums of \$734.6 mm and claims of \$677.0 mm, for a loss ratio of 92.2%. The table summarizes statistics for the total IHC market for the last 3 years.

Year	Premium (mms)	Claims (mms)	Loss Ratio	Enrollment
2013	\$ 734.6	\$ 677.0	92.2%	146,000
2012	\$ 686.7	\$ 592.0	86.2%	144,000
2011	\$ 626.0	\$ 548.2	87.6%	137,000

The only carrier paying a refund was Celtic, which has one policy. It paid a refund of \$14,669.

The other carriers have loss ratios in excess of 80%.

CARRIER	Premium	Loss Ratio
Aetna	\$ 16,023,181	146.7%
AmeriHealth	\$ 52,330,827	81.5%
CIGNA	\$ 309,878	174.1%
Horizon	\$560,474,415	86.4%
Oxford	\$105,216,890	119.4%