

MedAmerica Mutual Risk Retention Group, Inc.Summary Statement of Admitted Assets, Liabilities, and Surplus
December 31, 2006 and 2005

	<u>Admitted Assets</u>	
	<u>2006</u>	<u>2005</u>
Cash and investments	\$ 29,180,625	\$ 24,200,704
Other assets	<u>1,657,210</u>	<u>1,379,688</u>
Total admitted assets	<u>\$ 30,837,835</u>	<u>\$ 25,580,392</u>
	<u>Liabilities and Surplus</u>	
	<u>2006</u>	<u>2005</u>
Loss reserves	\$ 13,237,796	\$ 12,823,576
Other liabilities	<u>6,533,517</u>	<u>2,907,462</u>
Total liabilities	\$ 19,771,313	\$ 15,731,038
Surplus	<u>\$ 11,066,522</u>	<u>\$ 9,849,354</u>
Total liabilities and surplus	<u>\$ 30,837,835</u>	<u>\$ 25,580,392</u>

MedAmerica Mutual Risk Retention Group, Inc.Summary Statement of Income
For the Years Ended December 31, 2006 and 2005

	<u>2006</u>	<u>2005</u>
Premiums earned	\$ 7,742,267	\$ 8,926,526
Losses and loss adjustment expense	(6,023,231)	(7,141,219)
Other underwriting expense	<u>(1,419,100)</u>	<u>(905,367)</u>
Net underwriting income	299,936	879,940
Investment income	904,572	692,761
Dividends to Policyholders	<u>(134,208)</u>	<u>(66,837)</u>
Income before federal income taxes	1,070,300	1,505,864
Federal income tax expense	<u>(198,577)</u>	<u>(524,096)</u>
Net income	<u>\$ 871,723</u>	<u>\$ 981,768</u>