

**MedAmerica Mutual Risk Retention Group, Inc.**Summary Statement of Admitted Assets, Liabilities, and Surplus  
December 31, 2008 and 2007

	<u>Admitted Assets</u>	
	<u>2008</u>	<u>2007</u>
Cash and investments	\$ 39,387,908	\$ 34,471,264
Other assets	<u>2,682,372</u>	<u>1,931,161</u>
Total admitted assets	<u>\$ 42,070,280</u>	<u>\$ 36,402,425</u>
	<u>Liabilities and Surplus</u>	
	<u>2008</u>	<u>2007</u>
Loss reserves	\$ 17,789,294	\$ 15,989,578
Other liabilities	<u>7,318,683</u>	<u>6,107,280</u>
Total liabilities	\$ 25,107,977	\$ 22,096,858
Surplus	<u>\$ 16,962,303</u>	<u>\$ 14,305,567</u>
Total liabilities and surplus	<u>\$ 42,070,280</u>	<u>\$ 36,402,425</u>

**MedAmerica Mutual Risk Retention Group, Inc.**Summary Statement of Income  
For the Years Ended December 31, 2008 and 2007

	<u>2008</u>	<u>2007</u>
Premiums earned	\$ 12,685,027	\$ 12,643,202
Losses and loss adjustment expense	(9,110,136)	(7,966,916)
Other underwriting expense	<u>(1,478,755)</u>	<u>(1,189,676)</u>
Net underwriting income	2,096,136	3,486,610
Investment income	1,510,285	1,202,303
Dividends to Policyholders	<u>(383,073)</u>	<u>(443,006)</u>
Income before federal income taxes	3,223,348	4,245,907
Federal income tax expense	<u>(888,328)</u>	<u>(1,541,475)</u>
Net income	<u>\$ 2,335,020</u>	<u>\$ 2,704,432</u>