

Patriot Questions and Answers

Roger A. Sevigny, the New Hampshire Insurance Commissioner, today obtained an order from the Merrimack County Superior Court appointing the Commissioner as Rehabilitator of Patriot Health Insurance Company, Inc. ("Patriot"). Patriot's Board of Directors consented to the Commissioner's action. The Court also issued an order approving an assumption agreement between the Rehabilitator and MVP Health Insurance Company of New Hampshire ("MVP").

Why was Patriot placed into rehabilitation?

The Commissioner sought appointment as Rehabilitator of Patriot because Patriot's surplus had fallen below the minimum level required by law and in order to facilitate the assumption of Patriot's insurance business by another health and accident insurer.

What does the rehabilitation proceeding for Patriot mean to me as a subscriber or policyholder?

The rehabilitation proceeding means that the Commissioner as Rehabilitator will supervise Patriot's operations and that claims incurred on and after the date of the rehabilitation order will be paid in full. It also means that as of January 1, 2008, the insurance business of Patriot will be transferred to another insurer. The Rehabilitator has entered an agreement with MVP Health Insurance Company of New Hampshire ("MVP") to assume the policies and operations of Patriot effective January 1, 2008. The Rehabilitator filed a motion requesting the Court's approval of the assumption agreement transferring the policies to MVP, and the Court has approved the agreement.

The agreement will provide for the transfer of policies with no disruption to policyholders and subscribers. Members will continue to call the same phone numbers and receive the same service. Claims can be submitted to the same address. Employers will call the same phone numbers for service and mail premium payments to the same address. Employers and members can continue to use the same Health Savings Accounts.

MVP's intent is to maintain all of Patriot Healthcare's plans in substantially the same form. Patriot Healthcare employer groups and members will have the same products and rates they do now, and those products and rates will remain the same through the end of each group's contract year.

What does the rehabilitation proceeding for Patriot mean to me as a provider?

The rehabilitation proceeding means that the Commissioner as Rehabilitator will supervise Patriot's operations and that claims incurred on and after the date of the rehabilitation order will be paid in full. It also means that as of January 1, 2008, the insurance business of Patriot will be transferred to another insurer. The Rehabilitator has entered an agreement with MVP Health Insurance Company of New Hampshire

("MVP") to assume the policies and operations of Patriot effective January 1, 2008. The Rehabilitator filed a motion requesting the Court's approval of the assumption agreement transferring the policies to MVP, and the Court has approved the agreement.

The agreement will provide for the transfer of policies with no disruption to policyholders and subscribers. Providers will continue to call the same phone numbers and receive the same service. Both pre-and post-January 1, 2008 claims will continue to be processed by EBPA. Providers should continue to submit claims in the same manner as before.

MVP's intent is to maintain all of Patriot Healthcare's plans in substantially the same form. MVP will honor all current Patriot Healthcare provider fee schedules and network contracting agreements. Patriot Healthcare employer groups and members will have the same products and rates they do now, and those products and rates will remain the same through the end of each group's contract year.

What does the rehabilitation proceeding for Patriot mean to me as a producer?

The rehabilitation proceeding means that the Commissioner as Rehabilitator will supervise Patriot's operations and that as of January 1, 2008, the insurance business of Patriot will be transferred to another insurer. The Rehabilitator has entered into an agreement with MVP Health Insurance Company of New Hampshire ("MVP") to assume the policies and operations of Patriot effective January 1, 2008. The Rehabilitator filed a motion requesting the Court's approval of the assumption agreement transferring the policies to MVP, and the Court has approved the agreement.

The agreement will provide for the transfer of policies with no disruption to policyholders and subscribers. MVP's intent is to maintain all of Patriot Healthcare's plans in substantially the same form. Patriot Healthcare employer groups and members will have the same products and rates they do now, and those products and rates will remain the same through the end of each group's contract year. MVP will also honor all current Patriot Healthcare provider fee schedules and network contracting agreements.

Producers will continue to be paid according to MVP producer commission schedules for MVP plans and according to Patriot producer commission schedules for Patriot plans. Producers can continue to call their MVP sales representative for information on MVP plans and their Patriot representative for Patriot plans.

For further information, please contact:

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