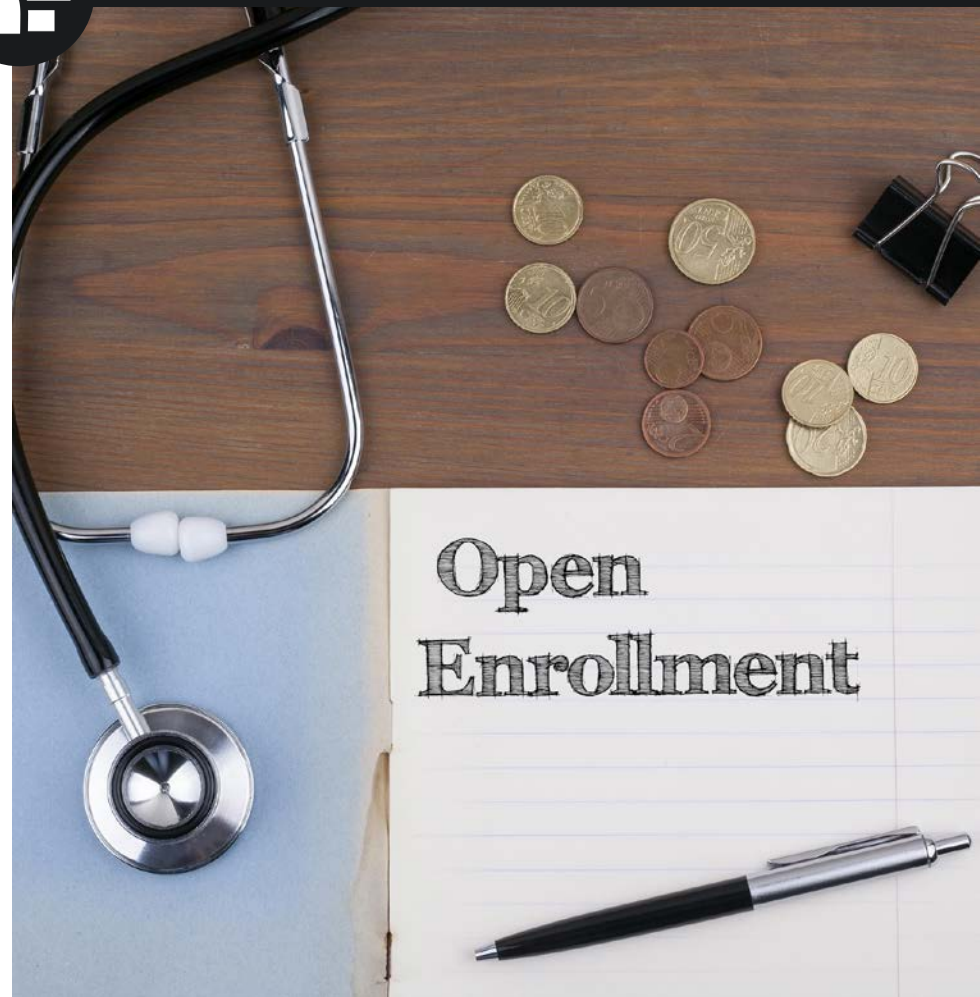




MEDICAID FOR THE MIDDLE CLASS?

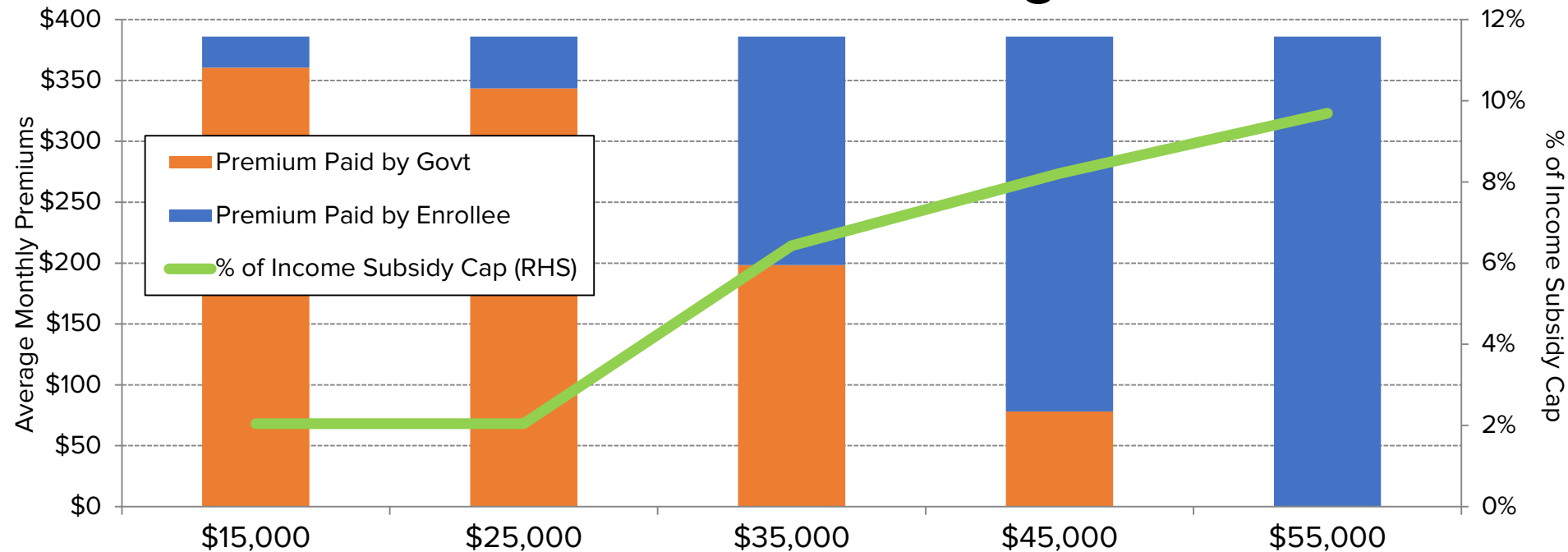
THE BIGGEST HEALTH INSURERS ARE BAILING OUT OF THE EXCHANGES— WITH OMINOUS CONSEQUENCES FOR THE FUTURE OF PRIVATE INSURANCE.

LIVE SEPTEMBER 9TH AT 12:00PM ET



DEATH SPIRAL BEGINS AT > 150% OF POVERTY

Average Premium for 3-Person Family on Federal ACA Public Exchange in 2016*

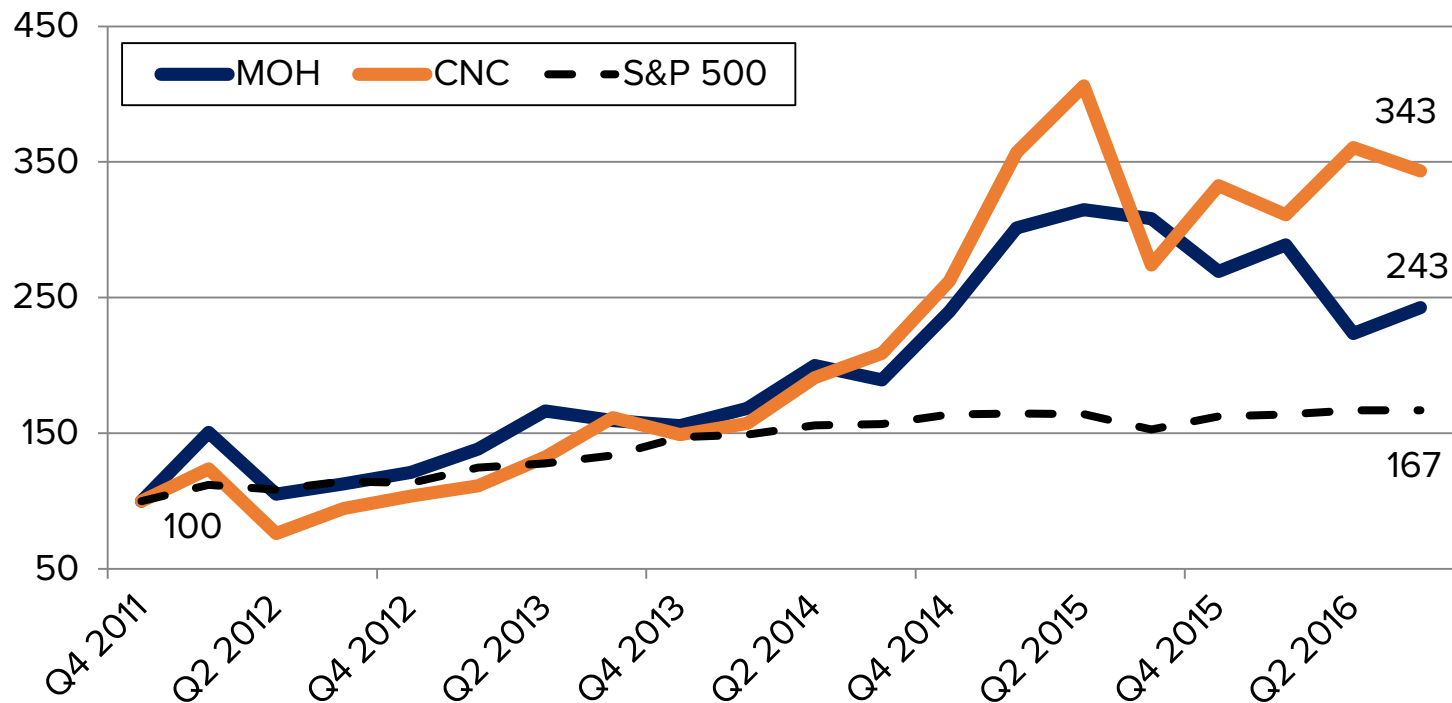


* \$386 monthly premium, which is the 2016 average for all plan types in all 38 states served by HealthCare.gov.

Source: Healthinsurace.org (2016)

BUY OPPORTUNITY: MOH, CNC

Stock Price of MOH, CNC versus S&P 500, Indexed Q4 2011 = 100

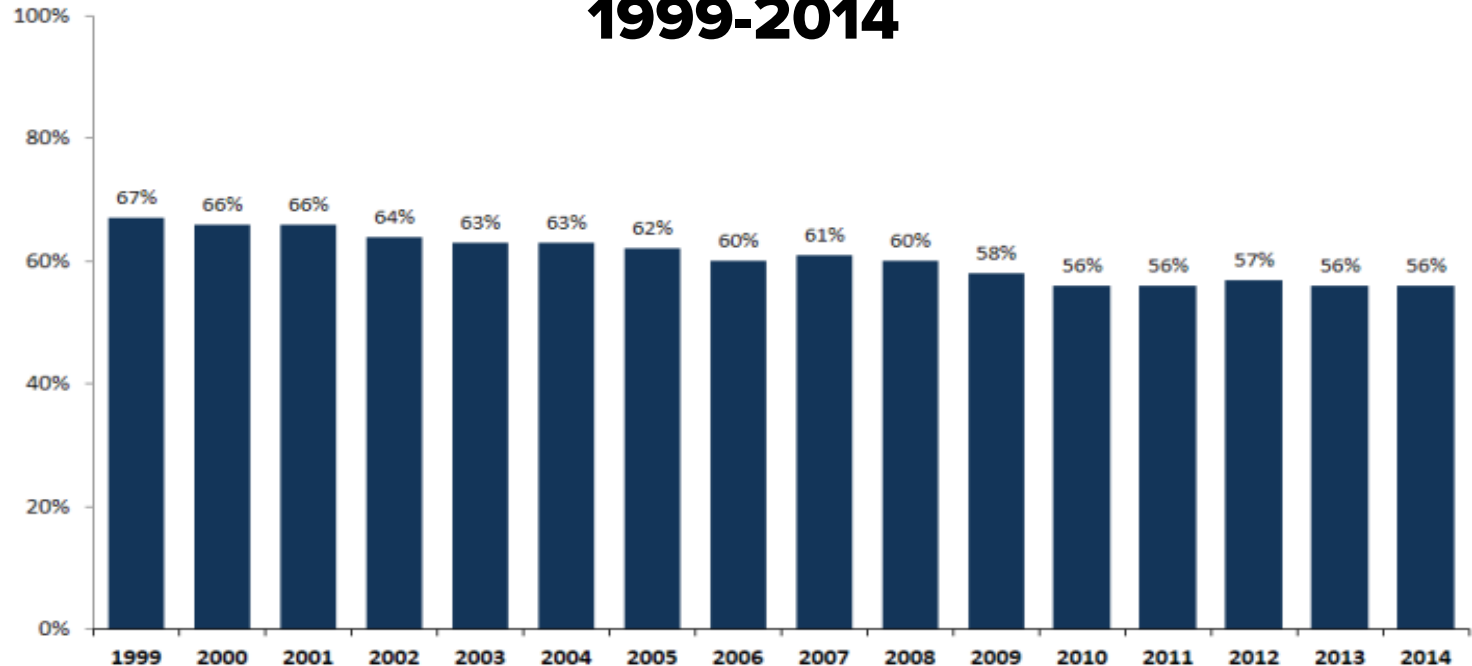


Source: FactSet (2016)

MOH & CNC: Small Medicaid providers with meteoric sales growth—now moving profitably into the exchanges. Key expertise is managing low-income populations.

EMPLOYER COVERAGE: GRADUAL DECLINE

Percent of Nonelderly Population Covered by Employers, 1999-2014

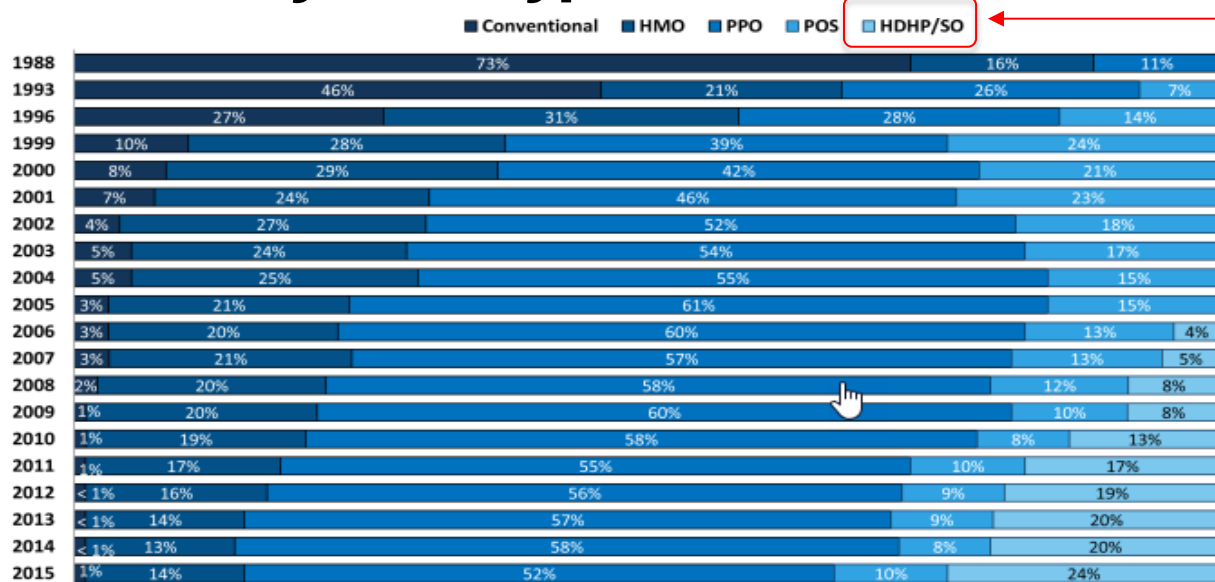


SOURCE: Kaiser Family Foundation analysis of the National Health Interview Survey, 1999-2014.



EMPLOYER COVERAGE: SPLINTERING TIERS

Distribution of Health Plan Enrollment for Covered Workers, by Plan Type, 1988-2014



“consumer-driven”
healthcare

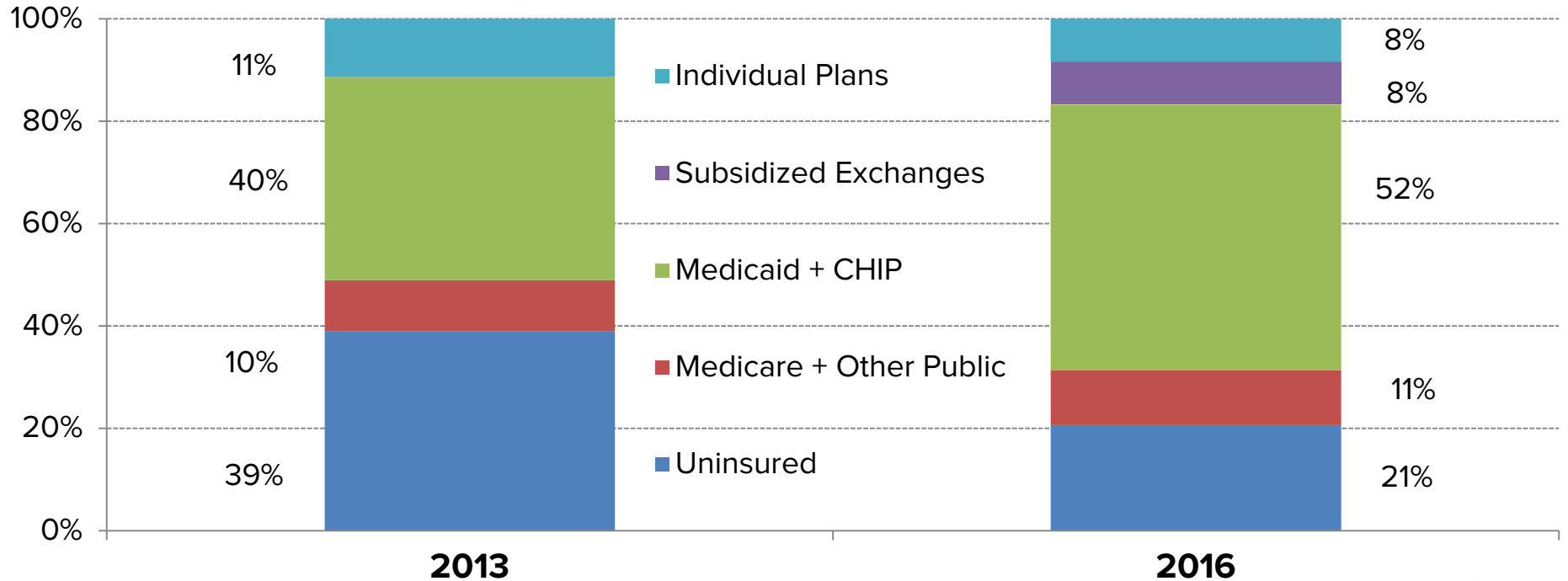
NOTE: Information was not obtained for POS plans in 1988. A portion of the change in plan type enrollment for 2005 is likely attributable to incorporating more recent Census Bureau estimates of the number of state and local government workers and removing federal workers from the weights. See the Survey Design and Methods section from the 2005 Kaiser/HRET Survey of Employer-Sponsored Health Benefits for additional information.

SOURCE: Kaiser/HRET Survey of Employer-Sponsored Health Benefits, 1999-2015; KPMG Survey of Employer-Sponsored Health Benefits, 1993, 1996; The Health Insurance Association of America (HIAA), 1988.



POST ACA, MEDICAID BOOMS & EXCHANGES STRUGGLE

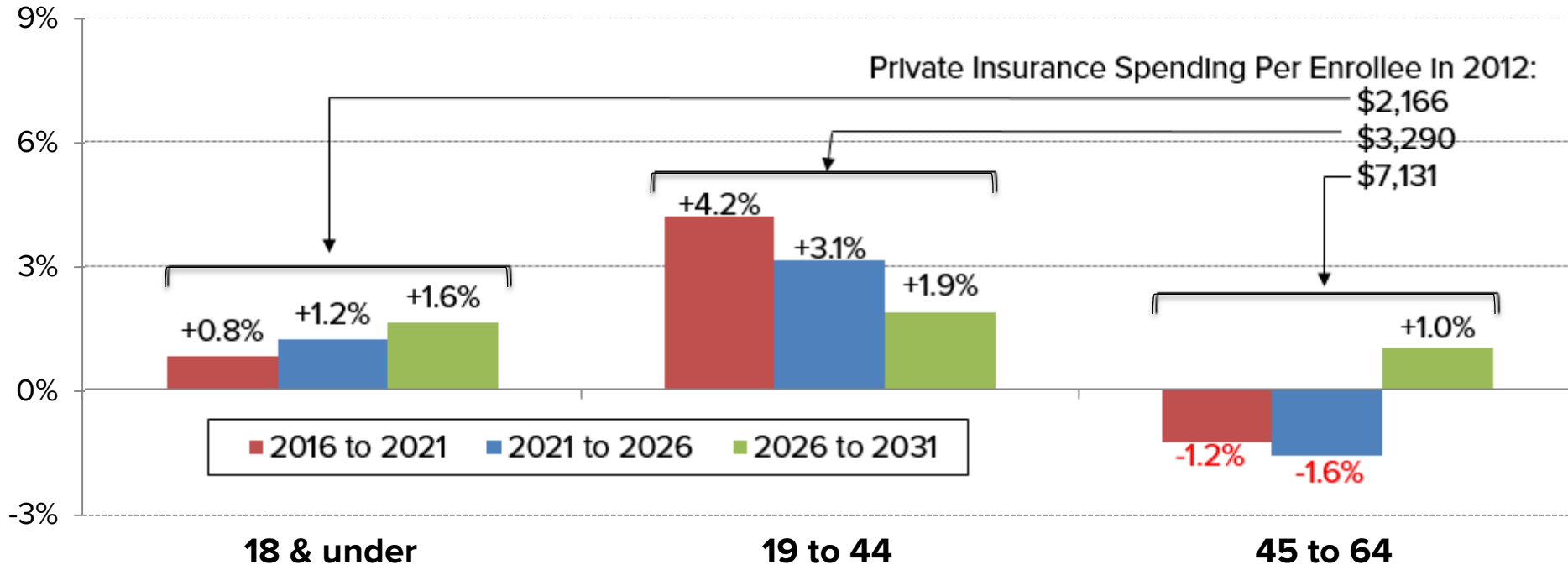
Health Insurance Status of Nonelderly Americans Not Covered by Employer: 2013 to 2016



Source: CBO (2013-2016)

IMPENDING “MIDDLE AGE” ENROLLEE DEARTH

Projected Changes in Population by Age Bracket (v. Private Insurance Spending by Age Bracket)



Source: Census (2016), CMS (2016)