

Summary Annual Report for the University of Southern California Insured Group Plans for HMO's, Vision, Dental, Life, Personal Accident, and Stop Loss Insurance

This is a summary of the Annual Report for the University of Southern California Insured Group Plans for HMO's, Vision, Dental, Life, personal Accident, and Stop Loss Insurance, Plan number 521, EIN 95-1642934, for the plan year January 1, 1997 to December 31, 1997. The annual report has been filed with the Internal Revenue Service, as required under the Employee Retirement Income Security Act of 1974 (ERISA).

Insurance Information

The plan has contracts with Vision Service Plan, UNUM Life Insurance Company of America, SafeGuard Health Plans, Rx Net, Inc., Prudential Insurance Company, Prudential Life Insurance Company, PacifiCare of California, Kaiser Foundation Health Plan Southern California Region, Blue Cross of California (CaliforniaCare), Delta Dental Plan, and CIGNA Health Plan to pay certain medical, dental, life, personal accident claims incurred under the terms of the plan. The total premiums paid for the plan year ending December 31, 1997 were \$18,901,790.

Because Prudential Life and Delta Dental are partially "experience rated" contracts, the premium costs are affected by, among other things, the number and size of claims. Of the total insurance premiums paid for the plan year ended December 31, 1997, the premiums paid under these "experience rated" contracts were \$3,986,460, and the total of all benefit claims paid was \$3,791,677.

Your Rights to Additional Information

You have a right to receive a copy of the full annual report, or any part thereof, upon request. To obtain a copy of the full annual report, or any part thereof, write or call the Office of Benefits Administration, the plan administrator, STO #200, Los Angeles, CA 90089-1142; (213) 740-6027. The charge to cover copying costs will be \$5.00 for the full annual report or \$0.25 per page for any part thereof.

You also have a right to receive from the plan administrator, on request and at no charge, a statement of the assets and liabilities of the plan and accompanying notes, or a statement of income and expenses of the plan and accompanying notes, or both. If you request a copy of the full annual report from the plan administrator, these two statements and accompanying notes will be included as part of that report. The charge to cover copying costs given above does not include a charge for the copying of these portions of the report because these portions are furnished without charge. You also have the legally protected right to examine the annual report at the main office of the plan, # 200 Stonier Hall, University Park Campus, Los Angeles, CA., and at the U.S. Department of Labor in Washington D.C., or to obtain a copy from the U.S. Department of Labor upon payment of copying costs. Requests to the Department should be addressed to: Public Disclosure Room, N4677, Pension and Welfare Programs, Department of Labor, 200 Constitution Ave., N.W., Washington, D.C. 20216.