

# Outline of Medicare Supplement Coverage

## Premium Rate Information

Blue Cross Blue Shield of Arizona can only raise your premium if we raise the premium for all contracts like yours in the state. Should this occur, you will receive a 30-day notice.

### Early-enrollment Discount

You save on your monthly rate if you qualify for an early-enrollment discount! If you enroll in a Senior Security or Senior Preferred plan no later than the first 6 months after your 65th birthday, you are automatically eligible to receive a 25 percent early-enrollment discount\* on your rate. The early-enrollment discount is always applied to the BlueValue rate of the plan you select.

| BlueValue Rate with 25% Early-enrollment Discount* | Monthly | Quarterly | Semi-Annual | Annually |
|----------------------------------------------------|---------|-----------|-------------|----------|
| Senior Security Plan A                             | \$104   | \$312     | \$624       | \$1,248  |
| Senior Security Plan C                             | 107     | 321       | 642         | 1,284    |
| Senior Security Plan F                             | 113     | 339       | 678         | 1,356    |
| Senior Preferred Plan C                            | 89      | 267       | 534         | 1,068    |

| Enrollment Period          | Eligibility Year | Year 2 | Year 3 | Year 4 | Year 5 | Year 6         |
|----------------------------|------------------|--------|--------|--------|--------|----------------|
| Early-enrollment Discount* | 25%              | 20%    | 15%    | 10%    | 5%     | BlueValue Rate |

\* The early-enrollment discount applied to the BlueValue rate is reduced annually by 5 percent over the next 5 years of continuous enrollment. The change in discount occurs in the next month's bill after your birthday occurs. Following 5 years of continuous enrollment, you will be charged the BlueValue rate assigned to your Senior Security or Senior Preferred plan.

### BlueValue Rate

You may be eligible to receive a lower premium BlueValue rate. Your application for Senior Security or Senior Preferred contains questions about your medical history, which helps us determine your rate. In certain situations, you may be automatically eligible to receive the BlueValue rate, regardless of your medical history.

| BlueValue Rate          | Monthly | Quarterly | Semi-Annual | Annually |
|-------------------------|---------|-----------|-------------|----------|
| Senior Security Plan A  | \$138   | \$414     | \$828       | \$1,656  |
| Senior Security Plan C  | 143     | 429       | 858         | 1,716    |
| Senior Security Plan F  | 151     | 453       | 906         | 1,812    |
| Senior Preferred Plan C | 118     | 354       | 708         | 1,416    |

### Standard Rate

If you don't qualify for the BlueValue rate, you will receive a standard rate.

| Standard Rate           | Monthly | Quarterly | Semi-Annual | Annually |
|-------------------------|---------|-----------|-------------|----------|
| Senior Security Plan A  | \$217   | \$651     | \$1,302     | \$2,604  |
| Senior Security Plan C  | 225     | 675       | 1,350       | 2,700    |
| Senior Security Plan F  | 237     | 711       | 1,422       | 2,844    |
| Senior Preferred Plan C | 184     | 552       | 1,104       | 2,208    |

Rates are effective January 1, 2008.