

UNITEDHEALTH GROUP
Earnings Release Schedules and Supplementary Information
Quarter Ended June 30, 2007 - Final

The second quarter 2007 Form 10-Q filed by UnitedHealth Group Incorporated (the "Company") today reflected the following information. On July 27, 2007 the Company was informed by the Centers for Medicare and Medicaid Services (CMS) of final favorable adjustments related to its 2006 Medicare business. Given this timing, the Company is required under GAAP to reflect this in its second quarter results.

Accordingly, final second quarter 2007 results for UnitedHealth Group improved two cents per share compared with the preliminary results reported in the Company's press release issued on July 19, 2007. Second quarter consolidated net earnings are \$1.228 billion, or \$0.89 per share, which were preliminarily reported as net earnings of \$1.197 billion, or \$0.87 per share.

As a result of this development, the Company is increasing its full year 2007 earnings outlook to a range of \$3.45 to \$3.50 per share, excluding \$0.08 in Section 409A charges related to historic stock option matters. Third quarter earnings continue to be expected to be in the range of \$0.91 to \$0.93 per share. The Company anticipates that full year reported earnings will be in the range of \$3.37 to \$3.42 per share, including first quarter 409A charges.

- Consolidated Statements of Operations
- Condensed Consolidated Balance Sheets
- Condensed Consolidated Statements of Cash Flows
- Segment Financial Information
- Customer Profile Summary
- Non-GAAP Financial Measures:
 - Operating Results Excluding IRS Section 409A Charges
 - Adjusted Cash Flows from Operating Activities
 - Consolidated Reporting Excluding AARP
 - 2007 Forecasted Operating Results

UNITEDHEALTH GROUP
CONSOLIDATED STATEMENTS OF OPERATIONS
(in millions, except per share data)
(unaudited)

	<u>Three Months Ended June 30,</u>		<u>Six Months Ended June 30,</u>	
	<u>2007</u>	<u>2006</u>	<u>2007 (a)</u>	<u>2006</u>
REVENUES				
Premiums	\$ 17,369	\$ 16,439	\$ 34,833	\$ 32,618
Services	1,136	1,065	2,252	2,103
Products	202	165	399	330
Investment and Other Income	293	194	563	393
Total Revenues	<u>19,000</u>	<u>17,863</u>	<u>38,047</u>	<u>35,444</u>
OPERATING COSTS				
Medical Costs	13,944	13,410	28,384	26,693
Operating Costs	2,605	2,475	5,269	5,006
Cost of Products Sold	181	143	351	280
Depreciation and Amortization	196	168	387	325
Total Operating Costs	<u>16,926</u>	<u>16,196</u>	<u>34,391</u>	<u>32,304</u>
EARNINGS FROM OPERATIONS	<u>2,074</u>	<u>1,667</u>	<u>3,656</u>	<u>3,140</u>
Interest Expense	<u>(133)</u>	<u>(116)</u>	<u>(249)</u>	<u>(198)</u>
EARNINGS BEFORE INCOME TAXES	<u>1,941</u>	<u>1,551</u>	<u>3,407</u>	<u>2,942</u>
Provision for Income Taxes	<u>(713)</u>	<u>(570)</u>	<u>(1,252)</u>	<u>(1,070)</u>
NET EARNINGS	<u>\$ 1,228</u>	<u>\$ 981</u>	<u>\$ 2,155</u>	<u>\$ 1,872</u>
BASIC NET EARNINGS PER COMMON SHARE	<u>\$ 0.93</u>	<u>\$ 0.73</u>	<u>\$ 1.61</u>	<u>\$ 1.39</u>
DILUTED NET EARNINGS PER COMMON SHARE	<u>\$ 0.89</u>	<u>\$ 0.70</u>	<u>\$ 1.55</u>	<u>\$ 1.33</u>
Diluted Weighted-Average Common Shares Outstanding	<u>1,377</u>	<u>1,395</u>	<u>1,389</u>	<u>1,407</u>

(a) Includes \$87 million of Operating Costs (\$55 million after-tax or \$.04 per share) for the settlement of Internal Revenue Code Section 409A (IRS Section 409A) surtax liabilities on behalf of non-officer employees who exercised certain options in 2006 and 2007, and \$89 million of non-cash Operating Costs (\$57 million after-tax or \$.04 per share) for the modification charge due to repricing unexercised options subject to IRS Section 409A.

UNITEDHEALTH GROUP
CONDENSED CONSOLIDATED BALANCE SHEETS

(in millions)

(unaudited)

	<u>June 30,</u> <u>2007</u>	<u>December 31,</u> <u>2006</u>
ASSETS		
Cash and Short-Term Investments	\$ 13,898	\$ 10,940
Accounts Receivable, net	1,536	1,323
Other Current Assets	<u>4,519</u>	<u>3,781</u>
Total Current Assets	19,953	16,044
Long-Term Investments	10,557	9,642
Other Long-Term Assets	<u>22,644</u>	<u>22,634</u>
Total Assets	<u>\$ 53,154</u>	<u>\$ 48,320</u>
 LIABILITIES AND SHAREHOLDERS' EQUITY		
Medical Costs Payable	\$ 8,452	\$ 8,076
Commercial Paper and Current Maturities of Long-Term Debt	1,465	1,483
Other Current Liabilities	<u>12,046</u>	<u>8,938</u>
Total Current Liabilities	21,963	18,497
Long-Term Debt, less current maturities	6,964	5,973
Future Policy Benefits for Life and Annuity Contracts	1,830	1,850
Deferred Income Taxes and Other Liabilities	1,332	1,190
Shareholders' Equity	<u>21,065</u>	<u>20,810</u>
Total Liabilities and Shareholders' Equity	<u>\$ 53,154</u>	<u>\$ 48,320</u>

The table below summarizes certain non-GAAP balance sheet data excluding AARP related amounts:

	<u>June 30, 2007</u>	<u>December 31, 2006</u>
Accounts Receivable, net	\$ 1,080	\$ 906
Other Current Assets	\$ 2,550	\$ 1,857
Other Current Liabilities	\$ 10,711	\$ 7,601
Medical Costs Payable	\$ 7,362	\$ 7,072
Days Medical Costs in Medical Costs Payable	52	53

UNITEDHEALTH GROUP
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

(in millions)

(unaudited)

	Six Months Ended June 30,	
	2007	2006
Operating Activities		
Net Earnings	\$ 2,155	\$ 1,872
Noncash Items:		
Depreciation and amortization	387	325
Deferred income taxes and other	(270)	(293)
Stock-based compensation	350	184
Net changes in operating assets and liabilities	1,669	2,524
Cash Flows From Operating Activities (a)	<u>4,291</u>	<u>4,612</u>
Investing Activities		
Cash paid for acquisitions, net of cash assumed	(143)	(647)
Purchases of property, equipment and capitalized software, net	(463)	(329)
Net sales and maturities/(purchases) of investments	(1,269)	(147)
Cash Flows Used For Investing Activities	<u>(1,875)</u>	<u>(1,123)</u>
Financing Activities		
Common stock repurchases	(2,380)	(2,345)
Net change in commercial paper and debt	975	583
Stock-based compensation excess tax benefit	196	190
Customer funds administered	1,190	1,983
Other, net	315	151
Cash Flows From Financing Activities	<u>296</u>	<u>562</u>
Increase in cash and cash equivalents	2,712	4,051
Cash and cash equivalents, beginning of period	10,320	5,421
Cash and cash equivalents, end of period	<u>\$ 13,032</u>	<u>\$ 9,472</u>

(a) See Cash Flows From Operating Activities as adjusted for the timing of CMS premium payments on page 8 of these financial schedules.

UNITEDHEALTH GROUP
SEGMENT FINANCIAL INFORMATION

(in millions)

(unaudited)

REVENUES

	Three Months Ended June 30,		Six Months Ended June 30,	
	2007	2006	2007	2006
UnitedHealthcare	\$ 8,931	\$ 8,792	\$ 17,831	\$ 17,489
Ovations	6,994	6,369	14,208	12,577
AmeriChoice	1,128	898	2,106	1,788
Health Care Services	17,053	16,059	34,145	31,854
Uniprise	1,408	1,349	2,847	2,683
Specialized Care Services	1,163	991	2,276	1,972
Ingenix	286	216	549	424
Eliminations	(910)	(752)	(1,770)	(1,489)
Total Consolidated	\$ 19,000	\$ 17,863	\$ 38,047	\$ 35,444

EARNINGS FROM OPERATIONS

	Three Months Ended June 30,		Six Months Ended June 30,	
	2007	2006	2007	2006
Health Care Services	\$ 1,616	\$ 1,227	\$ 2,916	\$ 2,284
Uniprise	201	221	416	430
Specialized Care Services	213	189	418	366
Ingenix	44	30	82	60
Corporate	-	-	(176) (a)	-
Total Consolidated	\$ 2,074	\$ 1,667	\$ 3,656	\$ 3,140

(a) Includes \$87 million of Operating Costs for the settlement of Internal Revenue Code Section 409A (IRS Section 409A) surtax liabilities on behalf of non-officer employees who exercised certain options in 2006 and 2007, and \$89 million of non-cash Operating Costs for the modification charge due to repricing unexercised options subject to IRS Section 409A.

**UNITEDHEALTH GROUP
CUSTOMER PROFILE SUMMARY**

(in thousands)
(unaudited)

Customer Profile	June 2007	March 2007	December 2006	June 2006	December 2005
Commercial Businesses					
Risk-based	14,930	14,830	14,490	14,310	14,410
Fee-based	18,860	18,915	18,870	18,575	17,380
Federal, State, and Municipal Governments	14,770	14,435	14,275	14,085	9,110
Individual Consumers	1,090	1,075	1,115	1,180	1,685
Institutional	21,445	21,715	21,930	21,935	23,360
Grand Total	<u>71,095</u>	<u>70,970</u>	<u>70,680</u>	<u>70,085</u>	<u>65,945</u>
Total Medicare Part D (included above)	<u>5,890</u>	<u>5,865</u>	<u>5,740</u>	<u>5,670</u>	<u>-</u>
Consumer-Directed Health Plans (included above)	<u>2,245</u>	<u>2,180</u>	<u>1,890</u>	<u>1,800</u>	<u>1,175</u>

Supplemental Segment Profile - Health Care Services and Uniprise	June 2007	March 2007	December 2006	June 2006	December 2005
Health Care Services:					
Risk-based commercial	9,765	9,800	10,040	9,945	10,105
Fee-based commercial	4,800	4,775	4,735	4,640	3,990
Medicare Advantage	1,320	1,310	1,410	1,395	1,150
Medicaid	1,650	1,445	1,425	1,360	1,250
Total Health Care Services	<u>17,535</u>	<u>17,330</u>	<u>17,610</u>	<u>17,340</u>	<u>16,495</u>
Uniprise	<u>11,125</u>	<u>11,170</u>	<u>10,925</u>	<u>11,035</u>	<u>10,495</u>

UNITEDHEALTH GROUP
Reconciliation of Non-GAAP Measures
Operating Results Excluding IRS Section 409A Charges (a)
(in millions)
(unaudited)

	Three Months Ended March 31, 2007			Six Months Ended June 30, 2007		
	Consolidated GAAP Reporting	Non-GAAP Reconciling Items	Operating Results Excluding IRS Section 409A Charges (a)	Consolidated GAAP Reporting	Non-GAAP Reconciling Items	Operating Results Excluding IRS Section 409A Charges (a)
REVENUES						
Premiums	\$ 17,464	\$ -	\$ 17,464	\$ 34,833	\$ -	\$ 34,833
Services	1,116	-	1,116	2,252	-	2,252
Products	197	-	197	399	-	399
Investment and Other Income	270	-	270	563	-	563
Total Revenues	<u>19,047</u>	<u>-</u>	<u>19,047</u>	<u>38,047</u>	<u>-</u>	<u>38,047</u>
OPERATING COSTS						
Medical Costs	14,440	-	14,440	28,384	-	28,384
Operating Costs	2,664	(176)	2,488	5,269	(176)	5,093
Cost of Products Sold	170	-	170	351	-	351
Depreciation and Amortization	191	-	191	387	-	387
Total Operating Costs	<u>17,465</u>	<u>(176)</u>	<u>17,289</u>	<u>34,391</u>	<u>(176)</u>	<u>34,215</u>
EARNINGS FROM OPERATIONS	1,582	176	1,758	3,656	176	3,832
Interest Expense	(116)	-	(116)	(249)	-	(249)
EARNINGS BEFORE INCOME TAXES	1,466	176	1,642	3,407	176	3,583
Provision for Income Taxes	(539)	(64)	(603)	(1,252)	(64)	(1,316)
NET EARNINGS	<u>\$ 927</u>	<u>\$ 112</u>	<u>\$ 1,039</u>	<u>\$ 2,155</u>	<u>\$ 112</u>	<u>\$ 2,267</u>
DILUTED NET EARNINGS PER COMMON SHARE	<u>\$ 0.66</u>	<u>\$ 0.08</u>	<u>\$ 0.74</u>	<u>\$ 1.55</u>	<u>\$ 0.08</u>	<u>\$ 1.63</u>
Diluted Weighted-Average Common Shares Outstanding	<u>1,399</u>	<u>-</u>	<u>1,399</u>	<u>1,389</u>	<u>-</u>	<u>1,389</u>
Medical Care Ratio	82.7%		82.7%	81.5%		81.5%
Operating Cost Ratio	14.0%		13.1%	13.8%		13.4%
Operating Margin	8.3%		9.2%	9.6%		10.1%

(a) Excludes charges recorded in the first quarter of 2007 related to IRS Section 409A stock option matters. This is a non-GAAP measure that management believes improves the comparability of the Company's results between periods.

UNITEDHEALTH GROUP
Reconciliation of Non-GAAP Measures
Adjusted Cash Flows from Operating Activities (a)
(in millions)
(unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2007	2006	2007	2006
GAAP Cash Flows From Operating Activities	\$ 1,703	\$ 1,722	\$ 4,291	\$ 4,612
July CMS Premium Payment Received in June	(1,569)	(1,511)	(1,569)	(1,511)
April CMS Premium Payment Received in March	1,514	1,336	-	-
Adjusted Cash Flows From Operating Activities (a)	<u>\$ 1,648</u>	<u>\$ 1,547</u>	<u>\$ 2,722</u>	<u>\$ 3,101</u>

(a) Adjusted Cash Flows From Operating Activities is presented to facilitate the comparison of cash flows from operating activities for periods in which the Company does not receive its monthly premium payments from the Centers for Medicare and Medicaid Services (CMS) in the applicable quarter. CMS generally pays their monthly premium on the first calendar day of the applicable month. If the first calendar day of the month falls on a weekend or a holiday, CMS has typically paid the Company on the last business day of the preceding calendar month. As such, GAAP operating cash flows may vary depending upon which payments are received by the Company from CMS during a particular period. Adjusted Cash Flows From Operating Activities presents operating cash flows assuming that each monthly CMS premium payment was received on the first calendar day of the applicable month.

UNITEDHEALTH GROUP
Reconciliation of Non-GAAP Measures
Consolidated Reporting Excluding AARP (a)

(in millions)
(unaudited)

	June 30, 2007			December 31, 2006			June 30, 2006		
	Consolidated GAAP Reporting	AARP Program Balance	Consolidated Reporting Excluding AARP (a)	Consolidated GAAP Reporting	AARP Program Balance	Consolidated Reporting Excluding AARP (a)	Consolidated GAAP Reporting	AARP Program Balance	Consolidated Reporting Excluding AARP (a)
Accounts Receivable, net	\$ 1,536	\$ 456	\$ 1,080	\$ 1,323	\$ 417	\$ 906	\$ 1,350	\$ 421	\$ 929
Medical Costs Payable	\$ 8,452	\$ 1,090	\$ 7,362	\$ 8,076	\$ 1,004	\$ 7,072	\$ 8,171	\$ 1,050	\$ 7,121
Medical Costs	\$ 13,944	\$ 1,174	\$ 12,770	\$ 13,246	\$ 1,082	\$ 12,164	\$ 13,410	\$ 1,108	\$ 12,302
Medical Days Payable	55	84	52	56	85	53	55	86	53
Days Sales Outstanding	7	31	6	7	31	5	7	31	5

(a) Certain account balances and financial measures have been presented in this earnings release excluding our AARP business. Management believes these disclosures are meaningful since underwriting gains or losses related to the AARP business are recorded as an increase or decrease to a rate stabilization fund (RSF) and the effects of changes in balance sheet amounts associated with the AARP program accrue to the overall benefit of the AARP policyholders through the RSF balance. Although the Company is at risk for underwriting losses to the extent cumulative net losses exceed the balance in the RSF, the Company has not been required to fund any underwriting deficits to date and management believes the RSF balance is sufficient to cover potential future underwriting or other risks associated with the contract.

UNITEDHEALTH GROUP
Reconciliation of Non-GAAP Measures
2007 Forecasted Operating Results
(in millions, except per share data)
(unaudited)

	Year Ended December 31, 2007
GAAP Diluted Net Earnings per Common Share	\$3.37 to \$3.42
IRS Section 409A Impact per Common Share	\$0.08
Diluted Net Earnings per Common Share Excluding IRS Section 409A Charges	<u>\$3.45 to \$3.50</u>
Year Ended December 31, 2007	
GAAP Operating Cost Ratio	13.4% to 14.0%
IRS Section 409A Impact	0.2%
Operating Cost Ratio Excluding IRS Section 409A Charges	<u>13.2% to 13.8%</u>