

WellPoint, Inc.
GAAP RECONCILIATIONS
Second Quarter 2006 Earnings Call
July 26, 2006

WellPoint, Inc. (the "Company") anticipates that the following non-GAAP financial measures will be discussed during its earnings call scheduled for July 26, 2006, to discuss the Company's financial results for the quarterly period ended June 30, 2006. These non-GAAP financial measures are not intended to be alternatives to any measures calculated in accordance with GAAP. Rather, these non-GAAP financial measures are presented in order to aid investors when comparing the Company's financial results among periods. The information in this document was prepared as of July 25, 2006, and should be read in conjunction with the Company's various SEC reports filed from time to time, including, but not limited to, its Annual Report on Form 10-K for the year ended December 31, 2005, and its Quarterly Reports on Form 10-Q for the reporting periods of 2006.

Net Income per Diluted Share – Quarter Ended June 30, 2006, compared with Quarter Ended June 30, 2005

For the quarter ended June 30, 2006, net income was \$1.17 per diluted share, an increase of 30 percent compared with net income of \$0.90 per share for the quarter ended June 30, 2005. Net income for the quarter ended June 30, 2006, included net realized investment losses of \$0.01 per diluted share and stock option expense of \$0.05 per diluted share incurred in accordance with FAS 123R. Net income for the quarter ended June 30, 2005, included expenses of \$0.10 per share related to an agreement that resolved two national multi-district lawsuits. Excluding the items noted in each period, net income for the quarter ended June 30, 2006, was \$1.23 per diluted share, an increase of 23 percent compared with net income of \$1.00 per diluted share for the quarter ended June 30, 2005.

	Three Months Ended June 30		Change
	2006	2005	
Net income per diluted share	\$1.17	\$0.90	30%
Addback:			
Net realized investment losses ⁽¹⁾	0.01	—	
Stock option expense incurred in accordance with FAS 123R ⁽²⁾	0.05	—	
Expenses related to the multi-district agreement ⁽³⁾	—	0.10	
Adjusted net income per diluted share	<u>\$1.23</u>	<u>\$1.00</u>	23%

(\$ In Millions, Except Per Share Data)

⁽¹⁾ Pre-tax net realized investment losses (gains)	\$8.9	(\$2.8)
Approximate after-tax diluted per share effect	\$0.01	—
⁽²⁾ Pre-tax stock option expense incurred in accordance with FAS 123R	\$52.8	—
Approximate after-tax diluted per share effect	\$0.05	—
⁽³⁾ Pre-tax expenses related to the multi-district agreement	—	\$103.0
Approximate after-tax diluted per share effect	—	\$0.10

Benefit Expense Ratio – Quarter Ended June 30, 2006, compared with Quarter Ended June 30, 2005

For the quarter ended June 30, 2006, the benefit expense ratio was 81.2 percent, an increase of 50 basis points compared with 80.7 percent for the quarter ended June 30, 2005.

On a comparable basis (including the former WellChoice, Inc. in the 2005 results and reclassifying 2005 data to conform to 2006 presentation), the benefit expense ratio for the quarter ended June 30, 2005, was 81.3 percent. The benefit expense ratio for the quarter ended June 30, 2006, declined by 10 basis points from the comparable basis ratio in the quarter ended June 30, 2005.

The benefit expense ratio for the quarter ended June 30, 2005, included an unfavorable impact related to an agreement that resolved two national multi-district lawsuits. On a comparable basis and excluding expenses related to the multi-district agreement, the benefit expense ratio for the quarter ended June 30, 2006, increased by 20 basis points from 81.0 percent in the quarter ended June 30, 2005.

	Three Months Ended		Three Months Ended			Change		
	June 30, 2006		June 30, 2005					
	(A)	(B)	(C)	(D)	(E)	(A) vs. (B)	(A) vs. (C)	(A) vs. (E)
	As Reported	As Reported	Comparable Basis ⁽¹⁾	Subtract: Agreement expenses	Excluding Agreement expenses	As Reported vs. As Reported	As Reported vs. Comparable	As Reported vs. Excluding Agreement
Premiums	\$12,918.8	\$10,196.8	\$11,683.4	–	\$11,683.4			
Benefit expense	\$10,492.3	\$8,229.6	\$9,497.1	(\$35.0)	\$9,462.1			
Benefit expense as a percentage of premiums	81.2%	80.7%	81.3%	–	81.0%	50 bp	(10) bp	20 bp

⁽¹⁾ Refer to the table entitled, "Reclassified Consolidated Statements of Income - Comparable Basis Reconciliation."

Selling, General & Administrative Expense (“SG&A”) Ratio – Quarter Ended June 30, 2006, compared with Quarter Ended June 30, 2005

For the quarter ended June 30, 2006, the SG&A expense ratio was 15.7 percent, a decrease of 100 basis points compared with 16.7 percent for the quarter ended June 30, 2005.

On a comparable basis (including the former WellChoice, Inc. in the 2005 results and reclassifying 2005 data to conform to 2006 presentation), the SG&A expense ratio for the quarter ended June 30, 2005, was 16.6 percent. The SG&A expense ratio for the quarter ended June 30, 2006, declined by 90 basis points from the comparable basis ratio in the quarter ended June 30, 2005.

The SG&A expense ratio for the quarter ended June 30, 2006, included costs for expensing stock options in accordance with FAS 123R. The SG&A expense ratio for the quarter ended June 30, 2005, included an unfavorable impact related to an agreement that resolved two national multi-district lawsuits. On a comparable basis and excluding expenses related to FAS 123R and the multi-district agreement, the SG&A expense ratio for the quarter ended June 30, 2006, was 15.3 percent, a decrease of 80 basis points from 16.1 percent for the quarter ended June 30, 2005.

(\$ In Millions)

	Three Months Ended June 30, 2006			
	(A)	(A)	(B)	(A) - (B)
	As Reported	As Reported	Subtract: FAS 123R Expense	Adjusted
Total operating revenue	\$13,942.3	\$13,942.3	—	\$13,942.3
Selling, general and administrative expense				
Selling expense	413.2	413.2	—	413.2
General and administrative expense	1,778.9	1,778.9	(52.8)	1,726.1
Total selling, general and administrative expense	\$2,192.1	\$2,192.1	(\$52.8)	\$2,139.3
Selling, general and administrative expense as a percentage of total operating revenue	15.7%	15.7%	—	15.3%
	Three Months Ended June 30, 2005			
	(D)	(E)	(F)	(E) - (F)
	As Reported	Comparable Basis ⁽¹⁾	Subtract: Agreement expenses	Adjusted
Total operating revenue	\$10,986.4	\$12,616.6	—	\$12,616.6
Selling, general and administrative expense				
Selling expense	367.6	386.6	—	386.6
General and administrative expense	1,465.3	1,713.3	(68.0)	1,645.3
Total selling, general and administrative expense	\$1,832.9	\$2,099.9	(\$68.0)	\$2,031.9
Selling, general and administrative expense as a percentage of total operating revenue	16.7%	16.6%	—	16.1%
Change	(100) bp	(90) bp	—	(80) bp

⁽¹⁾ Refer to the table entitled, "Reclassified Consolidated Statements of Income - Comparable Basis Reconciliation."

WellPoint, Inc.
Reclassified Consolidated Statements of Income - Comparable Basis Reconciliation
(Unaudited)

(\$ In Millions)	Three Months Ended June 30, 2005						
	WLP ⁽¹⁾		WLP ⁽¹⁾		WC ⁽¹⁾		WellPoint, Inc. Comparable Basis ⁽³⁾
	As Reported	Reclassifications ⁽²⁾	Reclassified	As Reported	Reclassifications ⁽²⁾	Reclassified	
Revenues							
Premiums	\$ 10,332.9	\$ (136.1)	\$ 10,196.8	\$ 1,491.1	\$ (4.5)	\$ 1,486.6	\$ 11,683.4
Administrative fees	667.8	(3.6)	664.2	139.8	3.9	143.7	807.9
Other revenue (expense)	135.9	(10.5)	125.4	(0.1)	-	(0.1)	125.3
Total operating revenue	11,136.6	(150.2)	10,986.4	1,630.8	(0.6)	1,630.2	12,616.6
Net investment income	159.8	-	159.8	20.1	-	20.1	179.9
Net realized gains on investments	2.8	-	2.8	3.0	-	3.0	5.8
Total revenues	11,299.2	(150.2)	11,149.0	1,653.9	(0.6)	1,653.3	12,802.3
Expenses							
Benefit expense	8,379.8	(150.2)	8,229.6	1,283.2	(15.7)	1,267.5	9,497.1
Selling, general and administrative expense							
Selling expense	367.6	-	367.6	-	19.0	19.0	386.6
General and administrative expense	1,465.3	-	1,465.3	251.9	(3.9)	248.0	1,713.3
Total selling, general and administrative expense	1,832.9	-	1,832.9	251.9	15.1	267.0	2,099.9
Cost of drugs	71.1	-	71.1	-	-	-	71.1
Interest expense	58.9	-	58.9	-	-	-	58.9
Amortization of other intangible assets	59.9	-	59.9	-	-	-	59.9
Total expenses	10,402.6	(150.2)	10,252.4	1,535.1	(0.6)	1,534.5	11,786.9
Income before income taxes	896.6	-	896.6	118.8	-	118.8	1,015.4
Income taxes	337.2	-	337.2	44.2	-	44.2	381.4
Net income	<u>\$ 559.4</u>	<u>\$ -</u>	<u>\$ 559.4</u>	<u>\$ 74.6</u>	<u>\$ -</u>	<u>\$ 74.6</u>	<u>\$ 634.0</u>
Benefit expense as a percentage of premiums	81.1%		80.7%	86.1%		85.3%	81.3%
Selling, general and administrative expense as a percentage of total operating revenue	16.5%		16.7%	15.4%		16.4%	16.6%

⁽¹⁾ WLP = WellPoint, Inc.; WC = WellChoice, Inc.

⁽²⁾ To reflect the reclassification of certain historical amounts to a consistent presentation format adopted by the combined organization. In connection with the acquisition of WellChoice, Inc., the Company adopted a consistent practice for reporting minimum premium amendments to fully-insured contracts throughout the combined enterprise.

⁽³⁾ The "Comparable Basis" information was calculated by adding the reclassified consolidated statements of income for WellPoint, Inc. and the former WellChoice, Inc. This "Comparable Basis" information contains no intercompany eliminations or pro forma adjustments resulting from WellPoint, Inc.'s acquisition of WellChoice, Inc. in 2005. "Comparable Basis" information is presented in order to provide investors with a more meaningful comparison to the current period, due to the acquisition of WellChoice, Inc. "Comparable Basis" information is not calculated in accordance with GAAP and is not intended to represent or be indicative of the results that WellPoint, Inc. would have reported, had the acquisition been completed as of January 1, 2005.