### ECONOMIC DEVELOPMENT DEPARTMENT OF COMMUNITY

CERTIFIED MAIL

### RETURN RECEIPT REQUESTED

## STATE OF ALASKA DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT

C STREET, SUITE 1324

DIVISION OF INSURANCE

ANCHORAGE, ALASKA 99503-5948

Order No. SR 01-07(a)	)	Suspension of Certificate of
	)	Authority No F- 631;
In the Matter of	)	Order under the Provisions
RELIANCE NATIONAL	)	Of AS 21.09.140
INDEMNITY COMPANY	)	
	)	
NAIC NO. 24430	)	
	)	

WHEREAS, a Certificate of Authority to transact the business of insurance in the State of Alaska was issued to RELIANCE NATIONAL INDEMNITY COMPANY, domiciled in the State of Wisconsin.

WHEREAS, the Commonwealth Court of Pennsylvania on May 29, 2001 placed Reliance Insurance Company ("Reliance") into Rehabilitation.

WHEREAS, the Order of Rehabilitation states that, "All references to "Reliance" hereinafter shall include the former subsidiaries which were

# STATE OF ALASKA DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT DIVISION OF INSURANCE 3601 C STREET, SUITE 1124 ANCHORAGE, ALASKA 99503-5948 PHONE: (907) 269-7900 FAX: (907) 269-7910 / TDD: (907) 465-5437

Pacific Insurance Company, Reliance Direct Company, Reliance Surety

Company, Reliance Company, Reliance Company, United Pacific Insurance Company, Reliance Company, United Pacific Insurance Company, Reliance Company, United Pacific Insurance Company of New York and Reliance Insurance Company of Illinois."

WHEREAS, RELIANCE NATIONAL INDEMNITY COMPANY failed to properly notify the State of Alaska of the change in corporate structure which took place before the issuance of the Order of Rehabilitation.

WHEREAS, RELIANCE NATIONAL INDEMNITY COMPANY has failed to submit the 2000 annual statement due on March 1, 2001 under AS 21.09.200.

IT IS HEREBY ORDERED, pursuant to the provision of AS 21.09.140(a) that Certificate of Authority No F- 631 issued to RELIANCE NATIONAL INDEMNITY COMPANY to transact the business of insurance in the State of Alaska shall be suspended for a period of one year unless terminated sooner as permitted by statute. Pursuant to AS 21.09.160(b), this suspension shall automatically suspend the authority of all its agents to act as agents of RELIANCE NATIONAL INDEMNITY COMPANY in this state.

IT IS FURTHER ORDERED, during the period of suspension,

RELIANCE NATIONAL INDEMNITY COMPANY shall not solicit or write

any new business in Alaska, but shall file the Annual Statement, pay fees and any
taxes due as provided by AS 21.09.170(b).

# STATE OF ALASKA DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT DIVISION OF INSURANCE 3601 C STREET, SUITE 1324 ANCHORAGE, ALASKA 99503-5948 PHONE: (907) 269-7900 FAY: (907) 36-79010 FAY: (907) 36-79010

IT IS FURTHER ORDERED, Certificate of Authority No. F-631 will continue to be held in safekeeping by RELIANCE NATIONAL INDEMNITY COMPANY until such time as this Order of Suspension is replaced by an order of Revocation or the Certificate of Authority is surrendered.

This Order is effective the \_\_\_\_day of June 2001

Dated this Sth day of June 2001.

ROBERT A. LOHR, DIRECTOR DIVISION OF INSURNACE

### DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT FAX: (907) 269-7910 / TDD: (907) 465-5437

CERTIFIED MAIL

### RETURN RECEIPT REQUESTED

### STATE OF ALASKA

## DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT DIVISION OF INSURANCE

3601 C STREET, SUITE 1324

ANCHORAGE, ALASKA 99503-5948

Order No. SR 01-07(b)	)	Revocation of Certificate of
	)	Authority No F- 631;
In the Matter of	)	Order under the Provisions
RELIANCE NATIONAL	)	
INDEMNITY COMPANY	)	Of AS 21.09.140
	)	
NAIC NO. 24430	)	
	)	

WHEREAS, a Certificate of Authority to transact the business of insurance in the State of Alaska was issued to RELIANCE NATIONAL INDEMNITY COMPANY, domiciled in the State of Wisconsin.

WHEREAS, the Commonwealth Court of Pennsylvania on October 3, 2001 placed Reliance Insurance Company ("Reliance") under an Order of Liquidation with a finding of insolvency.

STATE OF ALASKA
DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT
DIVISION OF INSURANCE
3601 C STREET, SUITE 1324
ANCHORAGE, ALASKA 99503-5948
PHONE: (907) 269-7910 / TDD: (907) 465-5437

WHEREAS, the Order of Liquidation states that, "All references to "Reliance" herein shall include the former subsidiaries which were previously merged into Reliance by the approval of the Commissioner, including Reliance National Indemnity Company, Reliance National Insurance Company, United Pacific Insurance Company, Reliance Direct Company, Reliance Surety Company, Reliance Universal Insurance Company, United Pacific Insurance Company of New York and Reliance Insurance Company of Illinois."

WHEREAS, RELIANCE NATIONAL INDEMNITY COMPANY failed to properly notify the State of Alaska of the change in corporate structure which took place before the issuance of the Order of Liquidation.

WHEREAS, RELIANCE NATIONAL INDEMNITY COMPANY failed to submit the 2000 annual statement due on March 1, 2001 as required under AS 21.09.200.

IT IS HEREBY ORDERED, pursuant to the provision of

AS 21.09.140 (a) (2) that certificate of authority No. F-631 issued to RELIANCE

NATIONAL INDEMNITY COMPANY to transact the business of insurance in
the State of Alaska shall be revoked. The authority of all persons to act as agents
of RELIANCE NATIONAL INDEMNITY COMPANY in the State of Alaska
shall also be revoked.

## STATE OF ALASKA DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT DIVISION OF INSURANCE 3601 C STREET, SUITE 1324 ANCHORAGE, ALASKA 99503-5948 PHONE: (907) 269-7910 / TDD: (907) 465-5437

**IT IS FURTHER ORDERED**, that Certificate of Authority No. F-631 held in safekeeping by **RELIANCE NATIONAL INDEMNITY COMPANY** shall be returned by November 15, 2001.

This Order is effective the  $\frac{q^{f^{M}}}{q^{d}}$  day of October 2001

Dated this  $\frac{q^{f^{M}}}{q^{d}}$  day of October 2001.

ROBERT A. LOHR, DIRECTOR DIVISION OF INSURNACE