

BEFORE THE DEPUTY INSURANCE COMMISSIONER
OF THE
COMMONWEALTH OF PENNSYLVANIA

In Re:	:	Pursuant to the Insurance Company
	:	Law, Act of May 17, 1921, P.L. 682,
The Request of Philadelphia-United Fire	:	<u>as amended</u> , 40 P.S. §§341 <u>et seq.</u>
Insurance Company for Approval to	:	
Surrender its Certificate of Authority to	:	
Operate as an Insurance Company	:	Order No. ID-RC-12-04

DECISION AND ORDER

AND NOW, on this 27th day of February, 2012, Stephen J. Johnson, Deputy Insurance Commissioner of the Commonwealth of Pennsylvania (“Deputy Commissioner”), hereby makes the following Decision and Order:

Pursuant to the Insurance Holding Companies Act and in consideration of the documents, presentations and reports received, as well as other inquiries and studies as permitted by law, the Deputy Commissioner hereby makes the following findings of fact:

FINDINGS OF FACT

Identity of Applicant

1. Philadelphia-United Fire Insurance Company (“PUFIC”) is a domestic stock property insurance company organized under the laws of the Commonwealth of Pennsylvania with its principal place of business in Bala Cynwyd, Pennsylvania.
2. PUFIC holds a certificate authorizing the transaction of the business of insurance in this Commonwealth (“Certificate of Authority”).

The Surrender Filing

3. On January 17, 2012, the Pennsylvania Insurance Department (“Department”) received a request (which, together with all material received subsequently, is hereinafter referenced as “Request”) from PUFIC to voluntarily surrender its Certificate of Authority.
4. The Request includes a Plan of Withdrawal and proof of adequate provisions made for the discharge of liabilities.

Department Procedures

5. On January 28, 2012, the Department published notice in the *Pennsylvania Bulletin* that the Request was submitted by PUFIC, and such notice invited interested persons to submit comments to the Department regarding the Request for a thirty day period, ending February 27, 2012.
6. During the thirty day period, the Department received no comments regarding the proposed Request.

The Filing

7. PUFIC has provided documentation that its Board of Directors has resolved to surrender its Certificate of Authority.
8. PUFIC has provided documentation that it has surrendered all its Certificates of Authority issued by foreign jurisdictions.
9. If any of the above Findings of Fact are determined to be Conclusions of Law, they shall be incorporated in the Conclusions of Law as if fully set forth therein.

CONCLUSIONS OF LAW

1. Inasmuch as PUFIC does not have any policyholders, PUFIC is not required to make provision for payment of policyholder claims.
2. Inasmuch as PUFIC will be a going concern, the Department's approval of the Request will have no impact on any creditors of PUFIC.
3. After the surrender of the Certificate of Authority, PUFIC will no longer be authorized to transact the business of insurance in this Commonwealth.
4. Based on all the information and analyses received and the Department's independent review, the Request is reasonable and in accordance with law.
5. If any of the above Conclusions of Law are determined to be Findings of Fact, they shall be incorporated in the Findings of Fact as if fully set forth therein.

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	:	Order No. ID-RC-12-04

ORDER

Upon consideration of the foregoing, the Deputy Insurance Commissioner of the Commonwealth of Pennsylvania (“Deputy Commissioner”) hereby approves the Request for the voluntary surrender of the Certificate of Authority as filed on January 17, 2011, by Philadelphia-United Fire Insurance Company (“PUFIC”), subject to the following conditions:

1. PUFIC shall not engage in transacting the business of insurance in the Commonwealth of Pennsylvania or in any other jurisdiction, without the prior approval of the Pennsylvania Insurance Department.
2. The surrender shall be effective upon receipt of the tender of the Certificate of Authority by the Insurance Department.
3. Should PUFIC, as a continuing business corporation, determine that at some time in the future it would like to engage in the business of insurance, it will be necessary to file a new application with the Department for an appropriate certificate of authority.

This Order is effective immediately.

STEPHEN J. JOHNSON
Deputy Insurance Commissioner