

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 Urban Insurance Company : as amended, 40 P.S. §§341 et seq.
of Pennsylvania for Approval to Surrender :
its Certificate of Authority to Operate as :
an Insurance Company : Order No. ID-RC-07-31

DECISION AND ORDER

AND NOW, on this 5th day of October, 2007, Stephen J. Johnson, Deputy Insurance Commissioner of the Commonwealth of Pennsylvania (“Deputy Commissioner”), hereby makes this Decision and Order:

Pursuant to the Insurance Company Law, and in consideration of the documents, representations, 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. Urban Insurance Company of Pennsylvania (“Urban”) is a stock casualty insurance company organized under the laws of the Commonwealth of Pennsylvania with its principal place of business in Bethpage, New York.
2. Urban holds a certificate authorizing the transaction of the business of insurance in this Commonwealth (“Certificate of Authority”).

The Surrender Filing

3. On August 29, 2007, the Pennsylvania Insurance Department (“Department”) received a request (which, together with all material received subsequently, is hereinafter referenced as “Request”) from Urban to voluntarily surrender its Certificate of Authority.

Department Procedures

4. On September 15, 2007, the Department published notice in the *Pennsylvania Bulletin* that the Request was submitted by Urban, and such notice invited interested persons to submit comments to the Department regarding the Request for a seven day period, ending

September 22, 2007.

5. During the seven day period, the Department received no comments regarding the proposed Request.

The Filing

6. As stated in the Request, Urban has no current policyholders.
7. As stated in the Request, Urban has no known liabilities.
8. As stated in the Request, the purpose of this transaction is to surrender the authority to operate an insurance company, but continue the corporate existence.
9. Urban has provided documentation that its Board of Directors has resolved to surrender its Certificate of Authority to act as an insurance company in the Commonwealth of Pennsylvania and to continue the corporate existence of the company.
10. Urban has provided documentation that the sole shareholder has resolved to surrender the Urban Certificate of Authority to act as an insurance company in the Commonwealth of Pennsylvania and to cause Urban to continue its corporate existence.
11. 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 Urban does not have any policyholders, Urban is not required to make provision for payment of policyholder claims.
2. Inasmuch as Urban will be a going concern, the Department's approval of the Request will have no impact on any creditors of Urban.
3. After the surrender of the Certificate of Authority, Urban 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

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 August 29, 2007, by Urban Insurance Company of Pennsylvania (“Urban”), subject to the following conditions:

1. Urban 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 Urban, 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
Commonwealth of Pennsylvania