

**Before The Insurance Commissioner  
Of the State of Arkansas**

**IN THE MATTER OF GREGG  
INSURANCE COMPANY**

**AID NO. 2009- 034**

ORDER

Now on this day the matter of the Report of Examination of Gregg Insurance Company, NAIC #84026, (hereafter, "Gregg Insurance" or the "Company") is taken under consideration by Jay Bradford, Insurance Commissioner for the State of Arkansas (the "Commissioner"), with the Arkansas Insurance Department (the "Department") appearing by Booth Rand, Chief Counsel, and from the facts before him, the Commissioner finds as follows:

1. The Commissioner has jurisdiction over Gregg Insurance and over the subject matter involved. Gregg Insurance is an Arkansas-domiciled legal reserve life insurer authorized to transact life and disability insurance in the state of Arkansas.
2. On or about 2006, Gregg insurance was acquired by First Guaranty Insurance Company of Ashdown, Arkansas. On January 3, 2006, the Company officially moved its office from Jonesboro, Arkansas to Ashdown, Arkansas. In January of 2006, all of the Company's policies were assumption reinsured to First Guaranty Insurance Company.
3. Pursuant to Ark. Code Ann. § 23-61-201, the Commissioner directed the Department to conduct a regular examination of the affairs, transactions, accounts, and assets of Gregg Insurance as of

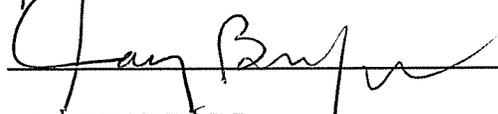
December 31, 2007, hereafter the examination period (the "Period").

4. The examination began on October 6, 2008 and was completed on or about November 24, 2008. A verified report of examination (the "Report") was filed with the Department on January 6, 2009 and was forwarded by mail to Gregg Insurance on January 15, 2009. Gregg Insurance received the report on January 20, 2009. The company did not submit a rebuttal, in response to the report.
5. The Report contained no exceptions or discrepancies concerning the company's operations during the examination period.

THEREFORE, pursuant to the provisions of Ark. Code Ann. §23-61-205, the Commissioner hereby orders:

1. That the Report filed with the Department is hereby adopted;
2. That the Department shall forward a copy of this Order and the Adopted Examination Report to the company via certified mail;
3. That within twenty (20) days from its receipt of this Order and the Adopted Examination Report, the company shall file with the Department affidavits executed by each of its directors stating under oath that they have received a copy of this Order and the Adopted Examination Report.
4. That the Adopted Examination Report will be open for public inspection upon the expiration of thirty (30) days from the date of this Order.

IT IS SO ORDERED this 2<sup>nd</sup> day of April, 2009.

A handwritten signature in black ink, appearing to read "Jay Bradford", written over a horizontal line.

JAY BRADFORD  
INSURANCE COMMISSIONER  
STATE OF ARKANSAS