

**BEFORE THE INSURANCE COMMISSIONER
FOR THE STATE OF ARKANSAS**

**IN THE MATTER OF
THE REPORT OF EXAMINATION OF
FIDELITY STANDARD LIFE
INSURANCE COMPANY**

A.I.D. NO. 2009- 099

ADOPTION ORDER

Now on this day the matter of the Report of Examination (“Report” or “Report of Examination”) as of December 31, 2008, of Fidelity Standard Life Insurance Company (“Company”), of Brinkley, Arkansas, NAIC No. 84018, is taken under consideration by Jay Bradford, Insurance Commissioner for the State of Arkansas (“Commissioner”), as presented by the Finance Division and Amanda Capps Rose, Associate Counsel, of the Arkansas Insurance Department (“Department”). From the facts, matters and other things before him, the Commissioner finds as follows:

FINDINGS OF FACT

1. The Commissioner has jurisdiction over the Company and the subject matter involved herein pursuant to Ark. Code Ann. §§ 23-61-103 and 23-61-201, *et seq.*
2. The Company is an Arkansas-domiciled legal reserve stock insurer authorized to transact life and disability (health and accident) insurance in the State of Arkansas.
3. Pursuant to Ark. Code Ann. §§ 23-61-201, *et seq.*, and other applicable law, the Commissioner authorized and directed the Department to conduct a regular examination of the affairs, transactions, accounts, records and assets of the Company as of December 31, 2008.

4. Said examination was commenced by the Department on August 10, 2009 and completed on September 10, 2009.

5. The verified Report of Examination was filed with the Department on November 5, 2009 and sent to the Company via certified mail on November 6, 2009. The Report was received by the Company on November 9, 2009, according to the certified mail return receipt returned to the Department.

6. The Company sent a response to the Report of Examination dated November 19, 2009, stating that the Company accepts the report as written.

7. IBNR claims liability was noted to be \$3,500 less than the Company's reported liability as of December 31, 2008.

8. It is recommended that the Company monitor claims payable carefully during 2009 when establishing the liability for year-end 2009.

9. Subsequent to finalizing the Report of Examination, the Department received a Form A filing for the acquisition of Old Reliance Insurance Company, the Company's parent, by David Elmore.

CONCLUSIONS OF LAW

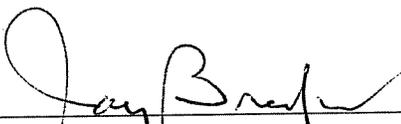
THEREFORE, pursuant to the provisions of Ark. Code Ann. § 23-61-205, the Commissioner hereby orders:

1. The Examination Report, as filed with the Department, is hereby adopted.
2. The Department shall forward a copy of this Order and the adopted Examination Report, as filed, to the Company via certified mail. The mailing to the Company shall include specimen affidavit forms for the Company's directors to use in acknowledging receipt of the adopted Report of Examination and this Order.

3. That within twenty (20) days of receipt of this Order and the adopted Examination Report, the Company shall file with the Department affidavits executed by each one of its directors, stating under oath or affirmation that each has received a copy of this Order and the adopted Examination Report pursuant to Ark. Code Ann. § 23-61-205(b)(1); and

4. That the adopted Examination Report shall be open for public inspection upon the expiration of thirty (30) days from the Company's receipt of this Order pursuant to Ark. Code Ann. § 23-61-205(c).

IT IS SO ORDERED this 15 day of December, 2009.



**JAY BRADFORD
INSURANCE COMMISSIONER
STATE OF ARKANSAS**