

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

**IN THE MATTER OF THE  
CERTIFICATE OF AUTHORITY OF  
LEMIC INSURANCE COMPANY**

A.I.D. NO. 2014-

068

**ORDER OF SUSPENSION**

Now on this day the matter of Arkansas Certificate of Authority No. 2742 of LEMIC INSURANCE COMPANY, NAIC No. 10708 (“Company”), a Louisiana-domiciled insurer, is taken under consideration by Jay Bradford, Insurance Commissioner for the State of Arkansas (“Commissioner”), as presented by Amanda Capps Rose, Associate Counsel, Legal Division of the Arkansas Insurance Department (“Department”) and by the Finance Division of the Department. From the facts, matters and other things before the Commissioner, he finds and concludes as follows:

**FINDINGS OF FACT**

1. The Company is domiciled in the state of Louisiana. The Company is licensed to write property and casualty (including workers’ compensation) insurance in Arkansas.
2. On March 31, 2014, the Company was placed in rehabilitation by its state of domicile pursuant to the Order of Rehabilitation in the Nineteenth Judicial District Court for the Parish of East Baton Rouge in the State of Louisiana, which order is incorporated herein by reference.
3. The Company is in a hazardous financial condition and no longer meets the requirements for the authority originally granted to conduct business in Arkansas.

**CONCLUSIONS OF LAW**

4. The Commissioner has jurisdiction over the parties and the subject matter involved herein.

5. On this date the Commissioner has determined that the causes as stated make it appropriate and expedient to suspend the Company's Arkansas Certificate of Authority pursuant to Ark. Code Ann. §§ 23-63-212(a)(2) and (b)(1) and 23-63-213(b).

6. Ark. Code Ann. § 23-63-212 states, in pertinent part, as follows:

(a) The Insurance Commissioner shall suspend or revoke an insurer's certificate of authority:

[...]

(2) If the insurer no longer meets the requirements for the authority originally granted, on account of deficiency of assets or otherwise...

[...]

(b)(1) Except in cases of insolvency or impairment of required capital or surplus, or suspension or revocation by another state as referred to in subdivision (a)(3) of this section, the commissioner shall give the insurer at least ten (10) days' written notice in advance of any suspension or revocation under this section.

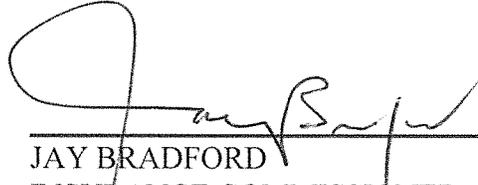
7. Pursuant to Ark. Code Ann. § 23-63-213(b), the Commissioner may immediately suspend the certificate of authority of any foreign insurer as to which rehabilitation proceedings have been instituted by its state of domicile.

**IT IS THEREFORE ORDERED AND ADJUDGED** as follows:

1. That the Company will cease renewing policies or writing new business in the State of Arkansas as of the date of this Order of Suspension; and

2. That the Arkansas Certificate of Authority of LEMIC Insurance Company is hereby immediately suspended.

IT IS SO ORDERED THIS 2<sup>nd</sup> DAY OF MAY, 2014.

  
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JAY BRADFORD  
INSURANCE COMMISSIONER  
STATE OF ARKANSAS