

SEP 9 1998

DEPT. OF INSURANCE  
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STATE OF ARIZONA

DEPARTMENT OF INSURANCE

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In the Matter of: )  
)  
**STATESMAN NATIONAL LIFE** )  
**INSURANCE COMPANY,** )  
NAIC No. 69183 )  
)  
Respondent. )  
\_\_\_\_\_ )

Docket No. 98A-129-INS  
**SUSPENSION ORDER**

Upon information obtained by the Assistant Director of the Corporate and Financial Affairs Division of the Arizona Department of Insurance, the Director of Insurance makes the following findings of fact, conclusions of law and issues the following order:

1. Statesman National Life Insurance Company ("Respondent") is domiciled in Texas and presently holds a certificate of authority issued by the Arizona Department of Insurance to transact life and disability insurance business.

2. Respondent's Quarterly Financial Statement as of March 31, 1998, filed with the Department, reflects that Respondent's liabilities and required reserves together with its total issued and outstanding capital stock exceed its assets by \$1,349,047.00. Respondent is therefore "insolvent" within the meaning of A.R.S. §20-611(7).

3. Pursuant to A.R.S. §20-210, Respondent is required to maintain surplus in the amount of \$100,000.00. Therefore, Respondent's total statutory deficiency is \$1,449,047.00.

4. Respondent no longer meets the requirements of the authority originally granted, on account of deficiency of assets, within the meaning of A.R.S. §20-219(2).



1 If you file a Notice of Appeal, you may also request an Informal Settlement Conference by filing  
2 a written request no later than twenty (20) days before the scheduled hearing. The conference will be  
3 held within fifteen (15) days of your request. If an Informal Settlement Conference is requested, a  
4 person with authority to act on behalf of the Department of Insurance will be present. Please note that  
5 you waive any right to object to the participation of the Department's representative in the final  
6 administrative decision of the matter if it is not settled.

7 The Notice of Appeal and request for Informal Settlement Conference described above may be  
8 addressed to:

9 Deputy Director  
10 Arizona Department of Insurance  
11 2910 North 44th Street, Suite 210  
12 Phoenix, Arizona 85018  
13 ATTN: Hearing Administration

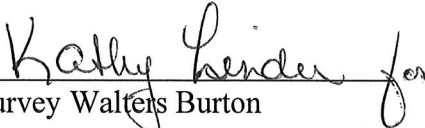
14 COPY of the foregoing mailed/delivered  
15 this 9 day of September, 1998, to:

16 Eugene L. Ligon  
17 President  
18 Statesman National Life Insurance Company  
19 3815 Montrose Boulevard  
20 Houston, TX 77006

21 Larry J. White  
22 Statesman National Life Insurance Company  
23 3815 Montrose Boulevard  
Houston, TX 77006

Charles R. Cohen, Deputy Director  
Sara M. Begley, Deputy Receiver  
Gary A. Torticill, Assistant Director  
Deloris E. Williamson, Assistant Director  
Erin Haney-Klug, Market Conduct Chief Examiner

1 Scott B. Greenberg, Business Administrator  
Catherine M. O'Neil, Consumer Services Legal Officer  
2 Jeffrey Solem, Chief Analyst  
Arizona Department of Insurance  
3 2910 North 44th Street, Suite 210  
Phoenix, AZ 85018

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5  for  
Curvey Walters Burton

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