



THE STATE OF FLORIDA

**OFFICE OF INSURANCE REGULATION
MARKET INVESTIGATIONS**

TARGET MARKET CONDUCT FINAL EXAMINATION REPORT

OF

AXA EQUITABLE LIFE INSURANCE COMPANY

AS OF

August 27, 2008

NAIC COMPANY CODE: 62944

NAIC GROUP CODE: 0968

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EXECUTIVE SUMMARY

In June 2006, the Florida Legislature enacted the Freedom to Travel Act, which modified Florida's Unfair Trade Practices Act by placing prohibitions on life insurance limitations upon an individual based solely on the individual's past or future lawful foreign travel plans.

A target market conduct examination of AXA Equitable Life Insurance Company was performed to determine compliance with Section 626.9541(1)(dd), Florida Statutes, and Rule 69O-125.003, Florida Administrative Code.

No violations were found during this examination.

PURPOSE AND SCOPE OF EXAMINATION

The Office of Insurance Regulation (Office), Market Investigations, conducted a target market conduct examination of AXA Equitable Life Insurance Company (Company) pursuant to Section 624.3161, Florida Statutes. The examination was performed by INS Regulatory Insurance Services, Inc. The scope period of this examination was July 1, 2006 through June 30, 2008. The examination began July 28, 2008 ended August 27, 2008.

The purpose of this examination was to verify compliance with Section 626.9541(1)(dd), Florida Statutes, and Rule 69O-125.003, Florida Administrative Code, which place prohibitions on life insurance limitations upon an individual based solely on the individual's past lawful foreign travel or future lawful travel plans. The examination included a review of the following:

- Compliance with Section 626.9541(1)(dd), Florida Statutes.
- All policies denied or issued in a manner other than applied for during the scope period were reviewed for compliance with Section 626.9541(1)(dd), Florida Statutes, and Rule 69O-125.003, Florida Administrative Code.

In reviewing materials for this draft report, the examiners relied upon records provided by the Company. Procedures and conduct of the examination are in accordance with the *Market Regulation Handbook* produced by the National Association of Insurance Commissioners.

COMPANY OPERATIONS

AXA Equitable Life Insurance Company is a foreign Life and Health insurer licensed to conduct business in the State of Florida on September 16, 1915. The Company provides Accident and Health, Credit Disability, Credit Life, Group Life and Annuities, Life, Variable Annuities and Variable Life coverage in the State of Florida.

Total Direct Premiums Written in Florida for Life Insurance was as follows:

Year	Total Written Premium In Florida (Per Schedule T of the Annual Statement)
2007	\$214,895,673
2006	\$176,795,970
2005	\$158,087,994

FILE REVIEW

The examiners reviewed information contained in the Company's Individual Life and Group Life underwriting files which consisted of applications, questionnaires, field underwriting guidelines, field questionnaires, telephone interviews, supplemental applications, underwriting notes, systems' notes and letters sent to the consumer. In addition, the examiners reviewed information regarding the Company's Agent Training Materials and Reinsurance information. The examiners also reviewed the underlying medical records and/or financial information.

The Company received 7,600 applications for life insurance coverage during the scope period. The examiners reviewed 1,147 applications and related policies comprised of Declined, Postponed, Approved-rated, Exceptions and Issued-Other-Than-as-Applied-For files. The Company did use an application and a questionnaire that contained travel related questions.

There were no policies cancelled solely due to foreign travel during the scope of the examination.

EXAMINATION FINAL REPORT SUBMISSION

The Office issued this Final Report based upon information from the examiner's draft report, additional research conducted by the Office, and additional information provided by the Company.