



THE STATE OF FLORIDA

OFFICE OF INSURANCE REGULATION MARKET INVESTIGATIONS

TARGET MARKET CONDUCT FINAL EXAMINATION REPORT

OF

CUNA MUTUAL LIFE INSURANCE COMPANY

AS OF

January 4, 2008

NAIC COMPANY CODE: 65749

NAIC GROUP CODE: 0306

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PURPOSE AND SCOPE OF EXAMINATION

Under authorization of the Financial Services Commission, Office of Insurance Regulation (Office), Market Investigations, pursuant to Section 624.3161, Florida Statutes, a target market conduct examination of CUNA Mutual Life Insurance Company (Company) was performed by Examination Resources, LLC., the contract examination firm for the Office. The scope of this examination was July 1, 2006 through September 30, 2007. The examination began January 2, 2008 and ended on January 4, 2008.

The purpose of this examination was to verify the Company's compliance with the Freedom to Travel Act; Section 626.9541(1)(dd), Florida Statutes and Rule 69O-125.003, Florida Administrative Code. The examination included the following procedures:

- Review of the Company's procedures regarding declining, limiting, or canceling policies based on the applicant's or insured's past or future lawful travel plans outside the United States.
- Review of all applications, based on NAIC guidelines, denied or issued in a manner different than applied for during the exam period to verify the Company is complying with the Freedom to Travel Act; Section 626.9541(1)(dd), Florida Statutes Rule 69O-125.003, Florida Administrative Code.

This Final Report is based upon information from the examiner's draft report, additional research conducted by the Office, and additional information provided by the Company. Procedures and conduct of the examination were in accordance with the Market Regulation Handbook produced by the National Association of Insurance Commissioners.

COMPANY OPERATIONS

CUNA Mutual Life Insurance Company is a foreign insurer licensed to conduct business in the State of Florida. The Company provides life insurance coverage in the State of Florida.

Total Direct Premiums Written in Florida for life insurance was as follows:

Year	Total Written Life Premium In Florida (Per Schedule T of the Financial Statement)
2006	\$3,714,797.91
2007*	\$2,861,887.37

*As of September 31, 2007

FOREIGN TRAVEL PROCEDURES REVIEW

Company Procedures Review

The Company's life policy applications include foreign travel related questions. Underwriters were instructed to ignore the answers.

Policy Review

There were 766 life applications received during the examination period, of which 250 applications were issued in a manner different than applied for, denied, refused by applicant, or canceled.

All 250 applications issued in a manner different than applied for, denied, refused by applicant, or canceled were reviewed to determine that the Company was in compliance with the Freedom to Travel Act; Section 626.9541(1)(dd), Florida Statutes and Rule 69O-125.003, Florida Administrative Code.

The examiner determined that none of the applications reviewed were declined, refused to continue, or limited based on the applicant's past or future lawful travel plans.

REPORT SUMMARIZATION

A review was made of the Company's travel policy with respect to the application process for life insurance, in addition to 250 application files. No errors were found. The following represents general findings, specific details are found in each section of the report.

Application Files Reviewed

- Applications – 250 files

Findings

- Application Review – No errors were identified.

EXAMINATION FINAL REPORT

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