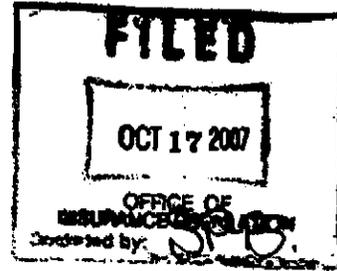




OFFICE OF INSURANCE REGULATION

KEVIN M. MCCARTY
COMMISSIONER



IN THE MATTER OF:

CASE NO: 91453-07-CO

**ST. PAUL FIRE & MARINE INSURANCE
COMPANY**

2005 Market Conduct Examination

CONSENT ORDER

THIS CAUSE came on for consideration upon the agreement between ST. PAUL FIRE & MARINE INSURANCE COMPANY (hereinafter referred to as "ST. PAUL FIRE & MARINE") and the OFFICE OF INSURANCE REGULATION (hereinafter referred to as the "OFFICE"). Following a complete review of the entire record, and upon consideration thereof, and being otherwise fully advised in the premises, the COMMISSIONER OF THE OFFICE OF INSURANCE REGULATION hereby finds as follows:

1. The OFFICE has jurisdiction over the subject matter of, and parties to, this proceeding.
2. ST. PAUL FIRE & MARINE is a foreign property and casualty insurer authorized to transact insurance business in Florida and is subject to the jurisdiction and regulation of the OFFICE pursuant to the Florida Insurance Code.
3. The OFFICE conducted a market conduct examination of ST. PAUL FIRE & MARINE pursuant to Section 624.3161, Florida Statutes, in 2005, and as a result of that

examination it contends that ST. PAUL FIRE & MARINE has violated the following provision of the Florida Insurance Code and/or Florida Administrative Code, to wit:

Medical Malpractice

Section 627.912, Florida Statutes – Failure to Timely Report Closed Claims.

4. ST. PAUL FIRE & MARINE expressly waives a hearing in this matter, the making of Findings of Fact and Conclusions of Law by the OFFICE, and all further and other proceedings herein to which the parties may be entitled by law. ST. PAUL FIRE & MARINE hereby knowingly and voluntarily waives all rights to challenge or to contest this Consent Order, in any forum, including the right to any administrative proceeding, circuit or federal court action, or any appeal.

5. ST. PAUL FIRE & MARINE agrees that upon the execution of this Consent Order it shall be subject to the following terms and conditions:

(a) ST. PAUL FIRE & MARINE shall pay a penalty of \$20,750 and administrative costs of \$3,000 on or before the 30th day after this Consent Order is executed.

(b) ST. PAUL FIRE & MARINE shall henceforth comply with all of the provisions of the Florida Insurance Code and the Florida Administrative Code.

(c) ST. PAUL FIRE & MARINE is hereby placed on notice of the requirements of the above referenced section of law and agrees that any future violations of this section by ST. PAUL FIRE & MARINE may be deemed willful, subjecting ST. PAUL FIRE & MARINE to appropriate penalties.

(d) ST. PAUL FIRE & MARINE shall, within 30 days of the execution of the Consent Order, provide to the OFFICE certification by an officer of the Company that all necessary corrective actions have been completed.

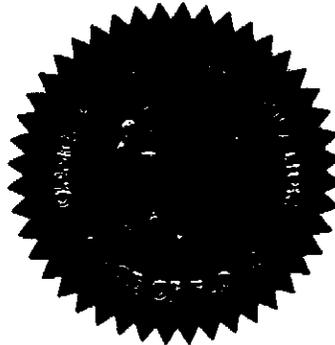
6. ST. PAUL FIRE & MARINE agrees that the failure to adhere to one or more of the above terms and conditions of this Consent Order shall constitute a violation of a lawful order of the OFFICE, and shall subject ST. PAUL FIRE & MARINE to such administrative action as the OFFICE may deem appropriate.

7. Except as noted above, each party to this action shall bear its own costs and attorney's fees.

THEREFORE, the agreement between ST. PAUL FIRE & MARINE and the OFFICE, the terms and conditions of which are set forth above, is APPROVED.

FURTHER, all terms and conditions contained herein are hereby ORDERED.

DONE AND ORDERED this 17TH day of OCTOBER, 2007.



KEVIN M. McCARTY/
Commissioner
Office of Insurance Regulation

By execution hereof, ST. PAUL FIRE & MARINE INSURANCE COMPANY consents to entry of this Order, agrees without reservation to all of the above terms and conditions, and shall be bound by all provisions therein. The undersigned represents that he or she has the authority to bind ST. PAUL FIRE & MARINE INSURANCE COMPANY to the terms and conditions of this Consent Order.

ST. PAUL FIRE & MARINE INSURANCE COMPANY

[Corporate Seal]

By: _____

Print Name: J. ANDREW WHITNEY

Title: VICE PRESIDENT

Date: 10/5/07

STATE OF CONNECTICUT

COUNTY OF HARTFORD

The foregoing instrument was acknowledged before me this 5th day of Feb, 2007, by J. Andrew Whitney, who is personally known to me or has produced the following identification Drivers Lic.

[Notarial Seal]

Signature of Notary _____

Peter E. Liss

Print or Type Name

My Commission Expires: 11/30/11

PETER E. LISS
NOTARY PUBLIC
MY COMMISSION EXPIRES NOV. 30, 2011

COPIES FURNISHED TO:

BRIAN W. MACLEAN, President
St. Paul Fire & Marine Insurance Company
One Tower Square
Hartford, CT 06183

J. STEVE RODDENBERRY, Special Consultant
Pennington Law Firm
215 S. Monroe Street, 2nd Floor
Tallahassee, FL 32301

SAM BINNUN, Director
Market Investigations
Florida Office of Insurance Regulation
200 E. Gaines Street, 2nd Floor
Tallahassee, FL 32399-4210

JIM BENNETT, Assistant General Counsel
Legal Services Office
Florida Office of Insurance Regulation
200 E. Gaines Street, 6th Floor
Tallahassee, FL 32399-4206

LORI RIDNER, Assistant General Counsel
Legal Services Office
Florida Office of Insurance Regulation
200 E. Gaines Street, 6th Floor
Tallahassee, FL 32399-4206