

## **Statement of the Method Used in Financing Insurer**

Provide a statement of the method to be used in the financing of the proposed insurer which includes the following information:

1. The amount of surplus as to policyholders to be funded:
  - (a) By source (contributed by whom)
  - (b) Amounts funded by each source
  - (c) The form in which the funding will be made, i.e., state specific dollar amounts of specific stocks, bonds, certificates of deposit, cash, etc.
  - (d) Verification that the funds are not encumbered, hypothecated, or pledged.
2. Residence addresses, business background and qualifications of all individuals named in 1(a) above.
3. Copies of all syndicate, association, firm, partnership, organization or other similar agreements involved in the formation or financing of proposed insurer.
4. Copies of any securities or of any proposed document evidencing any right or interest proposed to be offered.