



FINANCIAL SERVICES
COMMISSION

RON DESANTIS
GOVERNOR

JIMMY PATRONIS
CHIEF FINANCIAL OFFICER

ASHLEY MOODY
ATTORNEY GENERAL

NICOLE "NIKKI" FRIED
COMMISSIONER OF
AGRICULTURE

OFFICE OF INSURANCE REGULATION

DAVID ALTMAIER
COMMISSIONER

March 2, 2022

The Honorable Jimmy Patronis
The Chief Financial Officer
Department of Financial Services
The Capitol, PL-11
Tallahassee, FL 32399

Re: Avatar Property & Casualty Insurance Company

Dear Chief Financial Officer Patronis:

Please be advised that the Office of Insurance Regulation (the "Office") has determined that one or more grounds exist for the initiation of delinquency proceedings, pursuant to Chapter 631, Florida Statutes, against the above-referenced company. As such, I am advising you of that determination and including herewith a consent to order of receivership signed by the company in which it admits that it is insolvent, so that delinquency proceedings can be initiated by the Division of Rehabilitation and Liquidation ("Division").

OIR has worked closely with Avatar Property & Casualty Insurance Company ("Avatar") to facilitate options for consumers so they have access to continuous coverage in the voluntary market. While no insurer has expressed an interest in providing coverage to all of Avatar's policyholders, several insurers have expressed an interest in potentially providing coverage to some of Avatar's policyholders through direct solicitation by their appointed agents.

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DAVID ALTMAIER • COMMISSIONER
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Affirmative Action / Equal Opportunity Employer

The Honorable Jimmy Patronis
March 2, 2022
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We appreciate the collaborative working relationship we have with the Division and look forward to working with you and your staff to facilitate continued access to coverage for the benefit of affected Floridians.

Sincerely,



David Altmaier, Commissioner
Office of Insurance Regulation

Enclosure

cc:

John MacIver, General Counsel,
Department of Financial Services

**CONSENT TO ORDER OF RECEIVERSHIP
AVATAR PROPERTY & CASUALTY INSURANCE COMPANY**

IT IS HEREBY AGREED TO AS FOLLOWS:

1. Avatar Property & Casualty Insurance Company (“Respondent”) is a Florida corporation and is a domestic property and casualty insurer authorized to transact insurance business in Florida and regulated by the Florida Office of Insurance Regulation.

2. Respondent admits that grounds exist for the appointment of a Receiver of the company for Rehabilitation or Liquidation, pursuant to Sections 631.051 and 631.061, Florida Statutes.

3. Respondent specifically admits that it is insolvent as that term is defined in Section 631.011(14), Florida Statutes.

4. Pursuant to Sections 631.051 and 631.061, Florida Statutes, Respondent consents through a majority of its directors to the entry of an Order appointing the Florida Department of Financial Services, Division of Rehabilitation and Liquidation (hereinafter “Department”) as the Receiver of Respondent and acknowledges that the Department may apply to the Court for an Order of Rehabilitation or Liquidation. Respondent further agrees that the Department shall have the sole discretion to determine the type of order to be sought and entered and consents to any injunctions the receivership court, as defined by section 631.021, Florida Statutes, deems necessary and appropriate. Respondent additionally agrees that the Department may, at its sole discretion, apply to the Court for any additional orders regarding Respondent, and that all such orders entered shall be final when entered, with Respondent waiving any right to appeal such orders, including any order liquidating Respondent. The Resolution of the Board of Directors is attached as Attachment A to this Consent.

5. Respondent acknowledges that it has executed this Consent to Order of Receivership

voluntarily and of its own accord, having had the opportunity to consult counsel of its choosing, and has not been threatened or coerced to execute this consent by the Department of Financial Services, Florida Office of Insurance Regulation, or any other individual or entity.

By execution hereof, AVATAR PROPERTY & CASUALTY INSURANCE COMPANY consents to the appointment of the Department of Financial Services as receiver for purposes of Rehabilitation or Liquidation, agrees without reservation to all of the above terms and conditions, and shall be bound by all provisions herein. The undersigned represents that they have the authority to bind AVATAR PROPERTY & CASUALTY INSURANCE COMPANY to the terms and conditions of this Consent Order.

AVATAR PROPERTY & CASUALTY INSURANCE COMPANY

By: [Signature]

[Corporate Seal]

Print Name: Hitesh P Adhia

Title: President / Chairman

Date: 3/2/22

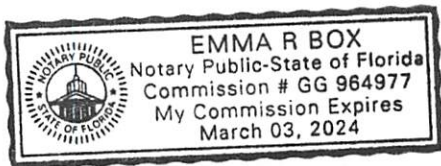
STATE OF Florida

COUNTY OF Hillsborough

The foregoing instrument was acknowledged before me by means of physical presence

or online notarization, this 2 day of March 2022, by Hitesh Adhia
(name of person)

as President / Chairman for Avatar Property + Casualty.
(type of authority; e.g., officer, trustee, attorney in fact) (company name)



[Signature]
(Signature of the Notary)

Emma Box
(Print, Type or Stamp Commissioned Name of Notary)

Personally Known OR Produced Identification _____

Type of Identification Produced _____

My Commission Expires March 3, 2024

**RESOLUTION OF THE BOARD OF DIRECTORS OF
AVATAR PROPERTY & CASUALTY INSURANCE COMPANY
ATTACHMENT A**

A telephonic meeting of the Board of Directors of Avatar Property & Casualty Insurance Company (hereinafter "the Company") was held on February 28, 2022, for the sole purpose of approving the following resolutions as follows:

RESOLVED that the majority of the current Directors on the Board of Directors consent to the referral of the Company by the Florida Office of Insurance Regulation to the Department of Financial Services for delinquency proceedings under Chapter 631, Part I, Florida Statutes due to the insolvency of the Company as defined in Section 631.011(14), Florida Statutes.

FURTHER RESOLVED that the majority of the current Directors on the Board of Directors consent to the entry of an Order of Rehabilitation and/or Liquidation of the Company.

FURTHER RESOLVED, that pursuant to Sections 631.051 and 631.061, Florida Statutes, the majority of the current Directors on the Board of Directors consent to the immediate appointment of the Florida Department of Financial Services, Division of Rehabilitation (hereinafter "Department") as the Receiver of Company, without further notice or hearing, and waive any and all rights to notice and hearing.

FURTHER RESOLVED, that the majority of the Directors waive any right to appeal any Order of Rehabilitation or Liquidation entered by the court and agrees that said Order shall be final for the purposes of triggering the Florida Insurance Guaranty Association "FIGA" pursuant to Section 631.54(8), Florida Statutes.

FURTHER RESOLVED, that the Chairman of the Board of Directors and the President of the company, Mr. Hitesh Adhia, are hereby authorized to execute any and all consent agreements or documents on behalf of the Company, and are authorized to take any and all additional actions, including the Consent to Receivership under Chapter 631, Part I, Florida Statutes, as deemed necessary or appropriate by the Office of Insurance Regulation and/or the Department, without further approval of the shareholders or directors.

Directors of Avatar Property & Casualty Insurance Company

By: [Signature]

[Corporate Seal]

Print Name: Hitesh P Adhia

Title: President / Chairman

Date: 3/2/22

STATE OF Florida

COUNTY OF Hillsborough

The foregoing instrument was acknowledged before me by means of physical presence

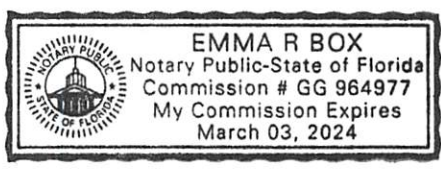
or online notarization, this 2 day of March 2022, by Hitesh Adhia

(name of person)

as President / Chairman for Avatar Property & Casualty

(type of authority; e.g., officer, trustee, attorney in fact)

(company name)



[Signature]
(Signature of the Notary)

Emma Box
(Print, Type or Stamp Commissioned Name of Notary)

Personally Known OR Produced Identification _____

Type of Identification Produced _____

My Commission Expires March 3, 2024