BEFORE THE DIVISION OF INSURANCE DEPARTMENT OF LABOR AND REGULATION STATE OF SOUTH DAKOTA

IN THE MATTER OF AFFIRMATIVE INSURANCE COMPANY

ORDER SUSPENDING CERTIFICATE OF AUTHORITY

AFFIRMATIVE INSURANCE COMPANY (hereinafter "the Company"), whose mailing address of record is 4450 Sojourn Dr. #500, Addison, TX 75001 is an insurance company holding a certificate of authority to transact business in the State of South Dakota;

The South Dakota Division of Insurance has received information that the Company has been placed in receivership, conservatorship, rehabilitation, or other delinquency proceedings.

Pursuant to SDCL § 58-6-48, a hearing for the suspension of an insurer's certificate of authority is not required when proceedings for receivership, conservatorship, rehabilitation, or other delinquency proceedings have been commenced in any state.

Therefore, pursuant to SDCL §§ 58-6-48 and 58-6-52, it is hereby ORDERED the Company's Certificate of Authority to transact business in the State of South Dakota is suspended for one year from the date of this Order; and it is further

ORDERED pursuant to SDCL § 58-6-53, the Company shall not solicit or write any new business in this state, but shall file its annual statement, pay fees, licenses, and taxes as required under this title, and may service its business already in force in this state, as if the certificate of authority had continued in full force; and it is further

ORDERED pursuant to SDCL § 58-6-61, this Order automatically suspends authority of any insurance producers to act as insurance producers of the Company in this state until such time that the Company's Certificate of Authority is no longer suspended; and it is further

ORDERED that this Order may not be used by any person for any competitive purpose or used in a manner that would violate SDCL Chapter 58-33.

This Order may be appealed to the Circuit Court and South Dakota Supreme Court pursuant to SDCL Chapter 1-26.

Dated this 24th day of June, 2016 in Pierre, SD.

Larry Deiter, Director

South Dakota Division of Insurance Department of Labor and Regulation