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

IN THE MATTER OF LUMBERMEN'S MUTUAL CASUALTY COMPANY

ORDER SUSPENDING CERTIFICATE OF AUTHORITY

LUMBERMEN'S MUTUAL CASUALTY COMPANY (hereinafter "the Company"), whose mailing address of record is 1 Corporate Dr, #200 Lake Zurich, IL 60047 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 that 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 that, 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 that, 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 11th day of January, 2017 in Pierre, SD.

Larry Deiter, Director South Dakota Division of Insurance Department of Labor and Regulation

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

IN THE MATTER OF LUMBERMEN'S MUTUAL CASUALTY COMPANY

NOTICE OF ENTRY OF ORDER

NOTICE IS HEREBY GIVEN that attached hereto is a true and correct copy of the Order Suspending Certificate of Authority, a final administrative decision as entered by Larry Deiter, Director of the South Dakota Division of Insurance, Department of Labor and Regulation, dated January 11, 2017.

Dated this 11th day of January, 2017.

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Benjamin Eirikson, Legal Counsel South Dakota Division of Insurance 124 S. Euclid Ave., 2nd Floor Pierre, SD 57501

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

IN THE MATTER OF LUMBERMEN'S MUTUAL CASUALTY COMPANY

CERTIFICATE OF SERVICE

I, Benjamin Eirikson, the undersigned, do hereby certify that on this 11th day of January, 2017, a true and correct copy of the above Order Suspending Certificate of Authority and Notice of Entry of Order with respect to the above-entitled action was sent U.S. Certified Mail thereon, to the following:

Lumbermen's Mutual Casualty Company 1 Corporate Dr, #200 Lake Zurich, IL 60047

Dated this 11th day of January, 2017 in Pierre, South Dakota.

BMG:ni

Benjamin Eirikson, Legal Counsel South Dakota Division of Insurance 124 S. Euclid Ave., 2nd Floor Pierre, SD 57501