

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

IN THE MATTER OF)
KNIGHT MANAGEMENT) CONSENT ORDER
INSURANCE SERVICES, LLC)

In resolution of the above matter and in lieu of issuance of a Notice of Hearing and a formal hearing, the undersigned parties do hereby agree to the following:

KNIGHT MANAGEMENT INSURANCE SERVICES, LLC (KNIGHT MANAGEMENT), whose address of record is 4751 Wilshire Blvd. 111, Los Angeles, CA 90010, is an insurance company holding a business entity license in the State of South Dakota;

KNIGHT MANAGEMENT is aware that the South Dakota Division of Insurance (Division) has conducted an investigation of its insurance-related activities in South Dakota;

The Division has alleged the following:

- 1) KNIGHT MANAGEMENT failed to report an administrative action taken by the State of New York in May 2012 to the Division within 30 days in violation of SDCL § 58-30-193;
- 2) The above-cited conduct may be grounds for the revocation or suspension of KNIGHT MANAGEMENT's business entity license pursuant to SDCL § 58-30-167(2);

KNIGHT MANAGEMENT is aware of and understands the nature of the charges and has been informed that it has the right to notice, hearing, and appeal, and that by agreeing to and signing this Consent Order waives these rights;

By the execution of this Consent Order and the payment of a penalty pursuant to this Consent Order, KNIGHT MANAGEMENT neither admits to nor denies any violation of the laws of the State of South Dakota, but waives its right to contest the allegations contained in this Consent Order;

In return for KNIGHT MANAGEMENT agreeing to the provisions of this Consent Order, the Division agrees not to proceed to hearing and agrees that this Consent Order will constitute an informal disposition of this licensing matter pursuant to SDCL § 1-26-20;

KNIGHT MANAGEMENT agrees to a monetary penalty in the amount of \$1,000 pursuant to SDCL § 58-4-28.1, in lieu of contesting this matter formally;

KNIGHT MANAGEMENT agrees that this Consent Order may be considered for the purpose of determining the appropriate sanction in any future actions with the Division for any violations of the laws or regulations of the State of South Dakota or for failing to abide by any order of the Director;

KNIGHT MANAGEMENT further agrees to conduct itself in accordance with the insurance laws and regulations of the State of South Dakota;

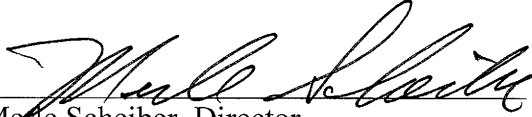
Wherefore, good cause appearing from the foregoing, it is hereby ORDERED that KNIGHT MANAGEMENT pay a monetary penalty in the amount of \$1,000 payable to "South Dakota Division of Insurance" for deposit in the general fund of the State of South Dakota; and it is further

ORDERED that should KNIGHT MANAGEMENT fail to comply with the provisions of this Order, the South Dakota Division of Insurance may seek the suspension or revocation of KNIGHT MANAGEMENT's business entity license at hearing pursuant to SDCL § 58-30-167, or seek other remedies available at law; and it is further

ORDERED that the use of this Consent Order for competitive purposes by an insurance agent or third-party administrator holding a license in the State of South Dakota, or by any company holding a Certificate of Authority, or by anyone on their behalf, may be deemed unfair competition and be grounds for suspension or revocation of said license or authority; and it is further

ORDERED that the provisions of this Consent Order shall be effective from the date the Director signs this Order.

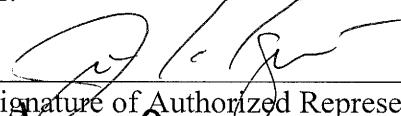
Dated at Pierre, South Dakota this 12th day of October, 2012.



Merle Scheiber, Director
South Dakota Division of Insurance

The undersigned, on behalf of KNIGHT MANAGEMENT, represents it understands the terms of this Consent Order and the waiver of its due process rights and voluntarily enter into this Consent Order.

Dated this 8th day of October, 2012.



Signature of Authorized Representative
José Aguiar

Printed Name
President

Title