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

IN THE MATTER OF
SCOTTISH RE (U.S.), INC.)

CONSENT ORDER

) )

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:

SCOTTISH RE (US) INC ("SCOTTISH RE"), whose address of record is 14120 Ballantyne Corp. Pl., STE 300, Charlotte, NC 28277-2800, is an accredited reinsurer in the State of South Dakota;

SCOTTISH RE 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) SCOTTISH RE failed to file a copy of its annual statement and a copy of its most recent audited financial statement with the Division;

2) SCOTTISH RE was placed into rehabilitation on March 6, 2019;

3) Any of the above-cited conduct may be grounds for the revocation or suspension of SCOTTISH RE’s accreditation;

SCOTTISH RE 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;

In return for SCOTTISH RE 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 accreditation matter pursuant to SDCL § 1-26-20;

SCOTTISH RE agrees to the suspension of its accreditation pursuant to SDCL § 58-14-16.20, in lieu of a Notice of Hearing, administrative hearing, and Final Decision;

By execution of this Consent Order, SCOTTISH RE waives its right to contest the allegations contained in this Consent Order in any future actions or accreditation procedures;

Wherefore, good cause appearing from the foregoing, it is hereby ORDERED the SCOTTISH RE’s reinsurance accreditation be suspended; 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 6th day of January, 2021.

[Signature]
Larry Deiter, Director
South Dakota Division of Insurance

The undersigned, on behalf of SCOTTISH RE, represents it understands the terms of this Consent Order and the waiver of its due process rights and voluntarily enters into this Consent Order.

Dated this 5th day of January, 2021.

[Signature]
Signature of Authorized Representative

Michael J. Johnson
Printed Name

Deputy Receiver, Scottish Re (U.S.), Inc.
Title