

1 CERTIFIED MAILED  
2 RETURN RECEIPT REQUESTED

3  
4 STATE OF ALASKA  
5 DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT  
6 DIVISION OF INSURANCE  
7 P.O. BOX 110805  
8 JUNEAU, AK 99811-0805

9 Order No. SR 93-01(g) ) Order under the Provisions  
10 In the Matter of ) Of 21.09.140(a)  
11 PHILADELPHIA REINSURANCE ) Suspension of Certificate of  
12 CORPORATION ) Authority No F-0758  
13 )  
14 )  
15 NAIC NO. 12319 )  
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22 WHEREAS, a Certificate of Authority to transact the  
23 business of insurance in the State of Alaska has been issued to  
24 PHILADELPHIA REINSURANCE CORPORATION, domiciled in  
25 Pennsylvania.

26 WHEREAS, on December 24, 1991, PHILADELPHIA REINSURANCE  
CORPORATION was placed under an Order of Supervision by it's  
domicilery state of Pennsylvania and that order continues to  
the present.

WHEREAS, the State of Alaska suspended the Certificate of  
Authority of PHILADELPHIA REINSURANCE CORPORATION, effective  
January 8, 1993, for a period of one year. The suspension was  
due to the disallowance of the Surplus Fund Due to Discounting  
which reduced the total Capital and Surplus of the company to  
less than the minimum required under AS 21.090.070 and the  
hazardous financial condition of the company.

STATE OF ALASKA  
DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT  
DIVISION OF INSURANCE  
3601 C STREET, SUITE 1324  
ANCHORAGE, ALASKA 99503-5948  
PHONE (907) 269-7900  
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1           **WHEREAS**, the September 30, 1998 Quarterly Statement of  
2 **PHILADELPHIA REINSURANCE CORPORATION** reflects that the company  
3 continues to have less than the minimum required Capital and  
4 Surplus after the disallowance of the Surplus Fund Due to  
5 Discounting.

6           **WHEREAS, PHILADELPHIA REINSURANCE CORPORATION** continues in  
7 hazardous financial condition due to large losses and  
8 discounting of its reserves.


9           It is hereby ordered pursuant to the provision of AS  
10 21.09.140(a) that Certificate of Authority No F-0758 issued to  
11 **PHILADELPHIA REINSURANCE CORPORATION** to transact the business  
12 of insurance in the State of Alaska shall continue to be  
13 suspended for a period of one year unless terminated sooner as  
14 permitted by statute.

15           During the period of suspension, **PHILADELPHIA REINSURANCE**  
16 **CORPORATION** shall not solicit or write any new or renew  
17 business in Alaska, but shall file the Annual Statement, pay  
18 fees and any taxes due as provided by AS 21.09.170(b).

19           It is further ordered that Certificate of Authority No.  
20 F-0758 will continue to be held at **PHILADELPHIA REINSURANCE**  
21 **CORPORATION** until such time as this Order of Suspension is  
22 lifted or is replaced by an Order of Revocation.

23           This order is effective 5th day of January 1999.

24           Date this 23<sup>rd</sup> day of December 1998.

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26  
  
MARIANNE K. BURKE, DIRECTOR  
DIVISION OF INSURANCE