

STATE CORPORATION COMMISSION

ROBERT C. BROWN

AT RICHMOND, JANUARY 30, 2003

COMMONWEALTH OF VIRGINIA
JAN 30 2003 4:31

At the relation of the

STATE CORPORATION COMMISSION

v.

CASE NO. INS-2002-01314

UNUM LIFE INSURANCE COMPANY,

Defendant

SETTLEMENT ORDER

Based on a market conduct examination performed by the Bureau of Insurance, it appears that Defendant, duly licensed by the Commission to transact the business of insurance in the Commonwealth of Virginia, in certain instances, violated §§ 38.2-316 B, 38.2-316 C 1, 38.2-510 A 2, 38.2-610, 38.2-1318 C, 38.2-1812 A, 38.2-1822 A, 38.2-1833 A, 38.2-3115, 38.2-3407.1, and 38.2-3407.4 A of the Code of Virginia, as well as 14 VAC 5-400-60 B.

The Commission is authorized by §§ 38.2-218, 38.2-219, and 38.2-1040 of the Code of Virginia to impose certain monetary penalties, issue cease and desist orders, and suspend or revoke Defendant's license upon a finding by the Commission, after notice and opportunity to be heard, that Defendant has committed the aforesaid alleged violations.

Defendant has been advised of its right to a hearing in this matter, whereupon Defendant has made an offer of settlement to the Commission wherein Defendant has tendered to the

Commonwealth of Virginia the sum of fourteen thousand dollars (\$14,000) and waived its right to a hearing.

The Bureau of Insurance has recommended that the Commission accept the offer of settlement of Defendant pursuant to the authority granted the Commission in § 12.1-15 of the Code of Virginia.

THE COMMISSION, having considered the record herein, the offer of settlement of Defendant, and the recommendation of the Bureau of Insurance, is of the opinion that Defendant's offer should be accepted.

IT IS THEREFORE ORDERED THAT:

(1) The offer of Defendant in settlement of the matter set forth herein be, and it is hereby, accepted; and

(2) The papers herein be placed in the file for ended causes.

AN ATTESTED COPY hereof shall be sent by the Clerk of the Commission to Joan Sarles Lee, Vice President and Chief Compliance Officer, Unum Life Insurance Company of America, 2211 Congress Street, Portland, Maine 04122; and the Bureau of Insurance in care of Deputy Commissioner Gerald A. Milsky.