

**BEFORE THE INSURANCE COMMISSIONER
FOR THE STATE OF ARKANSAS**

**IN THE MATTER OF THE
CERTIFICATE OF AUTHORITY OF
AF&L INSURANCE COMPANY**

A.I.D. NO. 2012- 075

AMENDED ORDER OF SUSPENSION

Now on this day the matter of Arkansas Certificate of Authority No. 2564 of AF&L INSURANCE COMPANY, NAIC No. 35963 ("Company"), a Pennsylvania-domiciled insurer, is taken under consideration by Jay Bradford, Insurance Commissioner for the State of Arkansas ("Commissioner"), as presented by Amanda Capps Rose, Associate Counsel, Legal Division of the Arkansas Insurance Department ("Department") and by the Finance Division of the Department. From the facts, matters and other things before the Commissioner, he finds as follows:

FINDINGS OF FACT

1. The Company is domiciled in the Commonwealth of Pennsylvania and authorized to sell accident and health insurance in the State of Arkansas.
2. As of June 30, 2011, the Company's quarterly financial statement shows a total surplus of seven hundred eighty thousand, eight hundred sixty-three dollars (\$780,863.00).
3. Based on its total capital and surplus, the Company no longer meets the requirements for the authority originally granted it.
4. On August 26, 2011, the Commissioner suspended the Company's Arkansas Certificate of Authority pursuant to A.I.D. Order No. 2011-059.

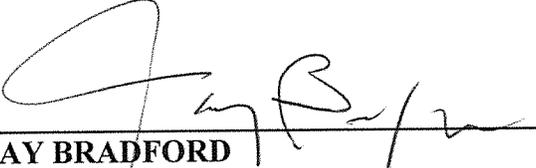
CONCLUSIONS OF LAW

5. The Commissioner has jurisdiction over the parties and the subject matter involved herein.

6. Pursuant to the waiver provisions of Department Rule 56, the Company's payment of the Rule 56 fee ("CFRF") is waived; further, under the provisions of Department Rule 5, any anti-fraud assessments are also hereby waived for the Company during the duration of the Company's suspension. All filing and license fees are likewise waived during the period of suspension, beginning August 26, 2011.

IT IS THEREFORE ORDERED AND ADJUDGED that the Arkansas Certificate of Authority of AF&L Insurance Company remains suspended and all fees and assessments are waived during the suspension.

IT IS SO ORDERED THIS 14th DAY OF FEBRUARY, 2012.


JAY BRADFORD
INSURANCE COMMISSIONER
STATE OF ARKANSAS