

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

**IN THE MATTER OF THE
CERTIFICATE OF AUTHORITY OF
GRAMERCY INSURANCE COMPANY**

A.I.D. NO. 2013- 046

ORDER OF SUSPENSION

Now on this day the matter of Arkansas Certificate of Authority No. 2757 of GRAMERCY INSURANCE COMPANY, NAIC No. 43265 (“Company”), a Texas-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 and concludes as follows:

FINDINGS OF FACT

1. The Company is domiciled in the state of Texas. The Company is licensed to write property, casualty (excluding workers’ compensation), surety and marine insurance in Arkansas.
2. On December 4, 2012, the Company was placed in rehabilitation by its state of domicile pursuant to the Agreed Order Appointing Rehabilitator and Permanent Injunction in the District Court of Travis County, Texas, Case No. D-1-GV-12-001713, which order is incorporated herein by reference.
3. The Company is in a hazardous financial condition and no longer meets the requirements for the authority originally granted to conduct business in Arkansas.

CONCLUSIONS OF LAW

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

herein.

5. On this date the Commissioner has determined that the causes as stated make it appropriate and expedient to suspend the Company's Arkansas Certificate of Authority pursuant to Ark. Code Ann. §§ 23-63-212(a)(2) and (b)(1).

6. Ark. Code Ann. § 23-63-212 states, in pertinent part, as follows:

(a) The Insurance Commissioner shall suspend or revoke an insurer's certificate of authority:

[...]

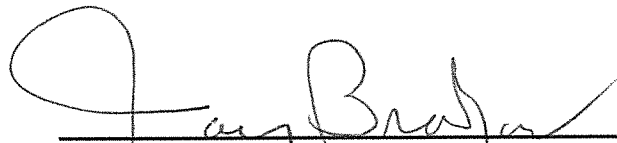
(2) If the insurer no longer meets the requirements for the authority originally granted, on account of deficiency of assets or otherwise...

[...]

(b)(1) Except in cases of insolvency or impairment of required capital or surplus, or suspension or revocation by another state as referred to in subdivision (a)(3) of this section, the commissioner shall give the insurer at least ten (10) days' written notice in advance of any suspension or revocation under this section.

IT IS THEREFORE ORDERED AND ADJUDGED that the Arkansas Certificate of Authority of Gramercy Insurance Company is hereby immediately suspended.

IT IS SO ORDERED THIS 10th **DAY OF APRIL, 2013.**



JAY BRADFORD
INSURANCE COMMISSIONER
STATE OF ARKANSAS