

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

**IN THE MATTER OF
THE REPORT OF EXAMINATION OF
SELECTED FUNERAL AND LIFE
INSURANCE COMPANY**

A.I.D. NO. 2013- 116

ADOPTION ORDER

Now on this day the matter of the Report of Examination (“Report”) as of December 31, 2012 of Selected Funeral and Life Insurance Company (“Company”) of Hot Springs, Arkansas, NAIC No. 83836, is taken under consideration by Jay Bradford, Insurance Commissioner for the State of Arkansas (“Commissioner”), as presented by Associate Counsel, Amanda Capps Rose, and the Finance Division of the Arkansas Insurance Department (“Department”). From the facts, matters and other things before him, the Commissioner finds as follows:

FINDINGS OF FACT

1. The Commissioner has jurisdiction over the Company and the subject matter involved herein.
2. The Company is an Arkansas-domiciled life and accident and health insurer.
3. Pursuant to Ark. Code Ann. §§ 23-61-201, *et seq.*, the Commissioner authorized and directed the Department to conduct a regular examination of the affairs, transactions, accounts, records, and assets of the Company as of December 31, 2012.
4. Said examination was commenced by the Department on March 26, 2013, and completed on September 12, 2013.

5. The verified Report of Examination was filed with the Department on November 4, 2013. It was then mailed to the Company via certified mail on November 5, 2013. The Company received the Report on November 6, 2013, according to the tracking service available through the United States Postal Service.

6. As of the date of the examination, the appraisals relied upon by the Company for two pieces of real property were more than five (5) years old and therefore out of compliance with SSAP No. 40. The Company took steps subsequent to the date of the examination to become compliant with SSAP No. 40.

CONCLUSIONS OF LAW

Based upon the above and foregoing Findings of Fact, the Commissioner makes the following Conclusions of Law:

1. The Commissioner and the Department have jurisdiction over the parties and the subject matter contained herein.

2. This Adoption Order has been properly entered in accordance with the Arkansas Insurance Code and Department Rules.

THEREFORE, pursuant to the provisions of Ark. Code Ann. § 23-61-205 and other provisions of the Arkansas Insurance Code, the Commissioner hereby orders:

1. That the Examination Report, as filed with the Department, is hereby adopted;

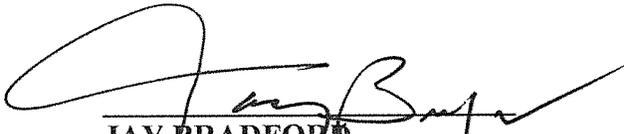
2. That the Department shall forward a copy of this Adoption Order and the adopted Examination Report, as filed, to the Company via certified mail. The mailing to the Company shall include specimen affidavit forms for the Company's Board of

Directors to use in acknowledgement of receipt of the adopted Report of Examination and this Adoption Order;

3. That within twenty (20) days of receipt of this Adoption Order and the adopted Examination Report, the Company shall file with the Department affidavits executed by each one of its directors, stating under oath or affirmation that each has received a copy of this Adoption Order and the adopted Examination Report; and

4. That the adopted Examination Report shall be open for public inspection upon the expiration of thirty (30) days from the Company's receipt of this Adoption Order.

IT IS SO ORDERED this 11th day of December, 2013.


JAY BRADFORD
INSURANCE COMMISSIONER
STATE OF ARKANSAS