

JUN 23 2006

STATE OF ARIZONA
FILED

STATE OF ARIZONA

DEPARTMENT OF INSURANCE

In the Matter of)
)
COFACE NORTH AMERICA)
INSURANCE COMPANY (MA))
(NAIC NO. 31887))
)
Petitioner.)

Docket No. 06A-098 -INS

**ORDER REDUCING
RETALIATORY DEPOSIT AND
RELEASING EXCESS FUNDS**

Arizona Revised Statutes ("A.R.S.") § 20-588(A)(2) requires that any deposit made in this state pursuant to A.R.S. Title 20 shall be released and returned to the insurer to the extent such deposit is in excess of the amount required.

Based upon reliable evidence provided to the Director of Insurance by the Financial Affairs Division of the Department of Insurance, the Director finds as follows:

FINDINGS OF FACT

1. Coface North America Insurance Company ("Petitioner"), a foreign insurer domiciled in the State of Massachusetts, received a certificate of authority to transact casualty without workers' compensation and surety insurance in the State of Arizona effective December 9, 2004.

2. Pursuant to an Order filed October 17, 2004 under Docket No. 04A-167-INS, Petitioner established and has continuously maintained a deposit of at least \$500,000 (Five hundred thousand dollars) with the Arizona State Treasurer for the sole protection of policyholders residing in Arizona and any risk that is resident, located or to be performed in Arizona (the "Retaliatory Deposit").

