

**STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS
DEPARTMENT OF BUSINESS REGULATION
1511 Pontiac Avenue, Bldgs. 68 and 69
Cranston, Rhode Island 02920**

IN THE MATTER OF:

**THE BEACON MUTUAL INSURANCE COMPANY,

RESPONDENT**

DBR NO. 06-I-0052

FINAL ORDER

WHEREAS, the Department of Business Regulation ("Department") entered into a Consent Order with The Beacon Mutual Insurance Company ("Respondent") on or about July 27, 2007, as amended by an Amendment to Consent Order entered into by and between the Department and Respondent dated March 10, 2008 (hereinafter collectively the "Consent Order"); and

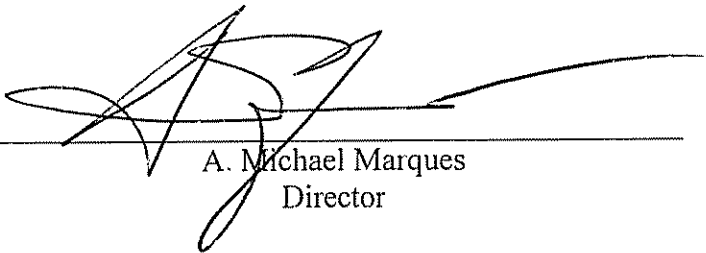
WHEREAS, the Department finds that: (i) Respondent timely paid the civil penalty in accordance with Paragraphs 3(i) and (ii) of the Consent Order; (ii) Respondent timely completed the implementation of procedures to address each of the recommendations detailed in the Market Conduct Report; (iii) Respondent timely made the distribution of the policyholder pool as required by the Consent Order; and (iv) Respondent timely complied with all of the corrective actions required by the Consent Order and successfully completed its obligations pursuant to the Consent Order in full and complete satisfaction of the violations cited in the Market Conduct Report dated April 20, 2007.

WHEREFORE, based upon the foregoing findings of fact, the Department hereby orders as follows:

1. That the suspended portion of the penalty as set forth in Paragraph 3 of the Consent Order is hereby withdrawn.

2. This Order relates strictly to the Consent Order and compliance with the corrective actions referenced therein. Any future noncompliance related to the same or similar issues could result in implementation of additional administrative proceedings or penalties by the Department pursuant to RI Gen. Laws § 42-35-1 *et seq.* and this Order, therefore, is not to be construed to bar or limit such future actions.

I hereby approve this Final Order, adopt its contents and enter this as an Order of the Department this 22nd day of December, 2008.



A. Michael Marques
Director

THIS ORDER CONSTITUTES A FINAL ORDER OF THE DEPARTMENT OF BUSINESS REGULATION PURSUANT TO RHODE ISLAND GENERAL LAWS TITLE 42 CHAPTER 35. IF ALL OTHER PREREQUISITES ARE MET, THIS ORDER MAY BE APPEALED TO THE SUPERIOR COURT SITTING IN AND FOR THE COUNTY OF PROVIDENCE WITHIN THIRTY (30) DAYS OF THE DATE OF THIS ORDER. SUCH APPEAL, IF TAKEN, MAY BE COMPLETED BY FILING A PETITION FOR REVIEW IN SAID COURT.

CERTIFICATION

I hereby certify that on this _____ day of December a copy of this Final Order was sent by first class mail postage prepaid and electronic mail to

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