

**STATE OF NEW HAMPSHIRE
INSURANCE DEPARTMENT**

In re: American International Insurance Company

Consent Order and Agreement

Docket No.: INS NO. 09-014-EP

WHEREAS, American International Insurance Company (“American”) is a foreign insurance company licensed to conduct business in the State of New Hampshire and, as such, adjusts claims on the policies sold in the state; and

WHEREAS, in February 2009, the New Hampshire Insurance Department (“Department”), Consumer Section, was aiding a claimant with a claim under an American automobile policy, Claim No. 820085, when it was discovered that the American adjuster handling the claim was not licensed in New Hampshire; and

WHEREAS, New Hampshire Revised Statutes Annotated (“RSA”) 402-B:1, states that “[i]t is unlawful for any person, whether as agent or employee, to act directly or indirectly, as an insurance claims adjuster in this state for any insurance company unless licensed as provided in this chapter”; and

WHEREAS, after further investigation, the Department determined that American had failed to have the adjuster apply for a license in New Hampshire, even though he was licensed in other states; and

WHEREAS, in the investigation, the Department also determined that the adjuster had handled several claims in New Hampshire while unlicensed; and

WHEREAS, in violating the above statute, American is subject to license revocation, suspension or administrative fine;

NOW THEREFORE, for the purpose of settling this matter in lieu of a hearing, American agrees to the following:

1. American waives its right to notice and hearing in this matter.
2. American shall pay an administrative fine of Two Thousand Five Hundred Dollars (\$2,500) to the Department. This fine shall be paid by check or money order made payable to the Treasurer, State of New Hampshire. The administrative fine shall be payable upon execution of this Consent Order and Agreement (“Consent Order”) by AIG.
3. Within 60 days of the execution of this Consent Order, American shall furnish the Department a corrective action plan, which sets forth the steps AIG has implemented, or will implement, to comply with RSA 402-B:1.

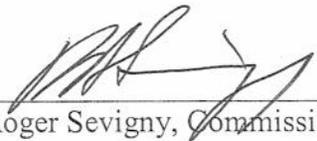
4. The insurance regulatory issues relating to the aforementioned violation are fully resolved. However, nothing herein shall prohibit the use of this Consent Order in any future enforcement actions brought by the Department based upon subsequent matters relative to Respondent's compliance with applicable insurance law and/or regulation.

5. This Consent Order shall be fully enforceable in any Superior Court in the state of New Hampshire.

IT IS SO ORDERED.

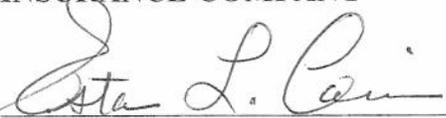
**NEW HAMPSHIRE INSURANCE
DEPARTMENT**

Dated: 3-24-09



Roger Sevigny, Commissioner

**AMERICAN INTERNATIONAL
INSURANCE COMPANY**



(print name) Esta L. Cain

Dated: 3/17/09

Title: Sr. Vice President & General Counsel