

**STATE OF NEW HAMPSHIRE
INSURANCE DEPARTMENT**

In Re: Pharmacists Mutual Insurance Company

Docket No.: INS No. 07-032-EP

Consent Order and Agreement

This matter commenced pursuant to an Order to Show Cause and Notice of Hearing dated March 2, 2007, wherein the New Hampshire Insurance Department (“Department”) alleged that Pharmacists Mutual Company (“Respondent”) violated the insurance laws of the State of New Hampshire, specifically RSA 417:30, I and therefore subject to the penalties prescribed in RSA 417:30, IV. The Order also notified the Respondent of the date, time and place of the hearing in which Respondent would have the opportunity to show cause why the Department Respondent should not be disciplined under RSA 417:30, IV.

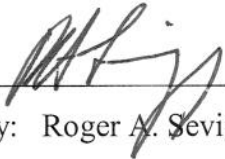
In lieu of a hearing and to resolve this matter, the Department and Respondent agree to the following:

1. The Respondent shall waive its right to a hearing in this matter.
2. The Respondent neither admits nor denies the allegations contained in the Order to Show Cause and Notice of Hearing.
3. The Respondent shall pay to the Department an administrative penalty of Two Thousand Five Hundred Dollars (\$2,500) to the Department. Payment shall be made upon Respondent’s execution of this Consent Order and Agreement.
4. Should the Respondent violate the payment provisions of this Order, the Commissioner, at his discretion, may bring an action in Superior Court to collect the full amount due.
5. This Order shall be fully enforceable in the State of New Hampshire in any Superior Court convenient to the Department.

IT IS SO ORDERED.

NEW HAMPSHIRE INSURANCE DEPARTMENT


Date: 6-21-07



By: Roger A. Sevigny, Commissioner

Pharmacists Mutual Insurance Company

Date: July 10, 2007



By: Karen Lierkely
Its: Assistant VP, Compliance