BEFORE THE DEPARTMENT OF COMMERCE AND INSURANCE
FOR THE STATE OF TENNESSEE

IN THE MATTER OF: FARMERS MUTUAL OF TENNESSEE

ORDER ADOPTING EXAMINATION REPORT with DIRECTIVE

Pursuant to Tenn. Code Ann. § 56-1-401 et seq., and Tenn. Code Ann. § 56-19-101 et seq., the Insurance Division of the State of Tennessee Department of Commerce and Insurance ("Division") has examined certain affairs of Farmers Mutual of Tennessee ("Company"), an insurance company domiciled in the state of Tennessee. As a result of an examination conducted as of the 31st day of December 2011, the insurance examiner filed with the Division, on the 8th day of March 2013, a verified, written report on the examination, and a copy of that report has been sent to the Company. (The Report on Examination of Farmers Mutual of Tennessee is attached hereto and marked as Exhibit A.) The Division received a written response letter to said examination report from the Company on April 8, 2013. (The Company’s response letter is attached hereto and marked as Exhibit B.)

Pursuant to Tenn. Code Ann. § 56-1-411 and Tenn. Code Ann. § 56-19-119, said examination report regarding the affairs of the Company, filed with the Division on the 8th day of March 2013, is hereby ADOPTED as filed with the following DIRECTIVE:

1. The Company is DIRECTED to adopt and provide a privacy statement to all policyholders as defined in Tenn. Comp. R. & Regs. 0780-1-72 with respect to the privacy of non-public personal information.

The Company shall comply with the Directive contained in this Order within 30 days of
the entry date of this Order.

    The adoption of this examination report shall not preclude the Department from imposing sanctions against the Company for potential violations of the Tennessee Insurance Law which may be revealed in the examination report, it being the intent of this Order Adopting Examination Report with Directive merely to adopt the examination report filed by the examiner-in-charge.

    It is so ORDERED.

    ENTERED this the 28th day of June, 2013.

Julie Mix McPeak, Commissioner
Department of Commerce and Insurance
State of Tennessee

PREPARED FOR ENTRY:

Sharon K. Hawkins (BPR# 014470)
Assistant General Counsel
Tennessee Department of Commerce and Insurance
500 James Robertson Parkway
Davy Crockett Tower, 8th Floor
Nashville, Tennessee 37243
(615) 253-4701

CERTIFICATE OF SERVICE

    The undersigned hereby certifies that a true and correct copy of the foregoing Order Adopting Examination Report has been messenger mailed to: Chlora Lindley-Myers, Deputy Commissioner, Department of Commerce and Insurance; James E. York, Jr., Insurance Examinations Director, Department of Commerce and Insurance; Mark Jaquish, Insurance Analysis Director, Department of Commerce and Insurance; and mailed first class, postage prepaid, to Farmers Mutual of Tennessee, 903 North Hall of Fame Drive, Knoxville, TN 37917, on this the 28th day of June, 2013.

Sharon K. Hawkins, Certifying Attorney