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

IN THE MATTER OF: )
) No.: 08-101 )
TRH HEALTH INSURANCE COMPANY )
) JUN 30 2008

ORDER ADOPTING EXAMINATION REPORT WITH DIRECTIVES

Pursuant to Tenn. Code Ann. §§ 56-1-401, et seg., the Insurance Division of the State of Tennessee Department of Commerce and Insurance (hereinafter referred to as the "Division") has examined certain affairs of the TRH Health Insurance Company (hereinafter also referred to as the "Company"), an insurance company domiciled in the State of Tennessee. As a result of an examination conducted as of the 31st day of December, 2005, the examiner-in-charge filed with the Division, on the 13th day of June, 2008, a verified, written report on the examination, and a copy of that report has been sent to the TRH Health Insurance Company. (The Report on Examination of the TRH Health Insurance Company is attached hereto and marked as Exhibit A). The Division received no written rebuttal to said examination report from the Company. The TRH Health Insurance Company waived any right to rebuttal with respect to the Report on Examination of the Tennessee Insurance Guarantee Association filed with the Division, on the 13th day of June, 2008. (The letter waiving rebuttal is attached hereto and marked as Exhibit B.)

Pursuant to Tenn. Code Ann. § 56-1-411, said examination report regarding the affairs of the TRH Health Insurance Company, filed with the Insurance Division of the State of Tennessee Department of Commerce and Insurance on the 13th day of June, 2008, is hereby ADOPTED as filed with the following DIRECTIVE:

1. The Company is DIRECTED to comply with Tenn. Code Ann. § 56-11-206(a)(2) by filing with the Tennessee Department of Commerce and Insurance a Form D "Prior
Notice of a Transaction” which includes both the Tax Sharing Agreement with Tennessee Rural Health Improvement Association and the “Administrative Services Agreement for the Employee Welfare Benefit Plan of Tennessee Rural Health Improvement Association.”

The company shall comply with the directives contained in this order within thirty (30) days of its entry.

The adoption of this examination report shall not preclude the Department from imposing sanctions against the TRH Health Insurance 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 Directives merely to adopt the examination report filed by the examiner-in-charge.

It is so ORDERED.

ENTERED this the 24th day of June, 2008.

Leslie A. Newman
Commissioner
Department of Commerce and Insurance
State of Tennessee

PREPARED FOR ENTRY:

[Signature]
Tony Green (BPR# 023657)
Assistant General Counsel
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CERTIFICATE OF SERVICE

The undersigned hereby certifies that a true and correct copy of the foregoing Order Adopting Examination Report as Filed has been messenger mailed to Larry C. Knight, Jr., Assistant Commissioner for Insurance, Department of Commerce and Insurance, and Philip Blustein, Chief Examiner, Department of Commerce and Insurance, and mailed, first class, postage prepaid, to the TRH Health Insurance Company, 147 Bear Creek Pike Columbia, TN 38401, on this the 30th day of June, 2008.

[Signature]

Tony Greer
Certifying Attorney