

**STATE OF MINNESOTA
COMMISSIONER OF COMMERCE**

In the Matter of the Certificate of Authority
Of Chubb Indemnity Insurance Company, NAIC 12777,
a New Jersey corporation licensed
to do business in the State of Minnesota.

CONSENT ORDER

TO: Thomas S. Botsford, Vice President
Northern Zone Underwriting Center Manager
Chubb Personal Insurance
Sears Tower Suite 4700
233 South Wacker Drive
Chicago, IL 60606

Commissioner of Commerce James C. Bernstein (hereinafter "Commissioner") has determined as follows:

1. The Commissioner has advised Chubb Indemnity Insurance Company (hereinafter "Respondent") that as a result of an investigation by the Commissioner concerning Respondent's conduct as a corporation engaged in the business of insurance in Minnesota, the Commissioner is prepared to commence formal proceedings in accordance with the provisions of Minn. Stat. §45.027 (2000) against Respondent's Certificate of Authority to engage in the business of insurance in Minnesota based on allegations that Respondent knowingly issued a policy upon property in this state for an amount which, together with existing insurance thereon, exceeded the fair value of the property, in violation of Minn. Stat. §65A.09.

2. Respondent acknowledges that it has been advised of its rights to a hearing in this matter, to present argument to the Commissioner and to appeal from any adverse determination after a hearing, and Respondent hereby expressly waives those rights. Respondent further acknowledges that it has been represented by legal counsel throughout these proceedings, or has been advised of its right to be represented by legal counsel, which it hereby waives.

3. Respondent, without admitting or denying the allegations as referred to in paragraph one, has agreed to informal disposition of this matter without a hearing as provided under Minn. Stat. §14.59 (2000) and Minn. Rule 1400.5900 (1999).

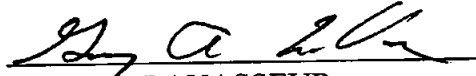
4. The following Order is in the public interest:

NOW, THEREFORE, IT IS HEREBY ORDERED, pursuant to Minn. Stat. § 45.027, subd. 6 (2000), as amended, that Respondent shall pay, to the State of Minnesota, for the benefit of the school fund, a civil penalty of \$5,000.

This Order shall be effective upon signature on behalf of the Commissioner.

Dated: 09/30/02

JAMES C. BERNSTEIN
Commissioner of Commerce
State of Minnesota

By: 
GARY A. LAVASSEUR
Deputy Commissioner
Enforcement Division

85 Seventh Place East, Suite 500
St. Paul, Minnesota 55101-2198
Telephone: (651) 296-2594

CONSENT TO ENTRY OF ORDER

The undersigned, acting on behalf of Respondent, Chubb Indemnity Insurance Company, states that he has read the foregoing Consent Order; that he knows and fully understands its contents and effect; that he is authorized to execute this Consent to entry of Order on behalf of Respondent; that he has been advised of Respondent's right to a hearing; that Respondent has been represented by legal counsel in this matter; or that he has been advised of Respondent's right to be represented by legal counsel and that he has waived this right; and that he consents to entry of this Order by the Commissioner of Commerce. It is further expressly understood that this Order constitutes the entire settlement agreement between the parties hereto, there being no other promises or agreements, either express or implied.

Chubb Indemnity Insurance Company

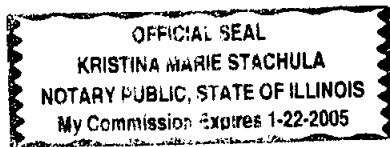
By: Thomas A. Bote Ford

Its: Vice President

STATE OF Illinois)
) SS:
COUNTY OF COOK)

This instrument was acknowledged before me on 9/23/07 (date) by Thomas A. Bote Ford
(name(s) of person(s)) as Officer (type of authority, e.g., officer, trustee, etc.) of
Chubb Indemnity (name of party on behalf of whom the instrument was executed).

(stamp)



Kristina Marie Stachula
(Signature of notary officer)
Underwriter
Title (and Rank)
My Commission expires: 1-22-2005