

No. **97-1295**

OFFICIAL ORDER
of the
COMMISSIONER OF INSURANCE
of the
STATE OF TEXAS
AUSTIN, TEXAS

Date: **DEC 22 1997**

Subject Considered:

AMERICAN EAGLE INSURANCE COMPANY
DALLAS, TEXAS

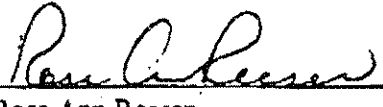
DESIGNATION AS AN IMPAIRED INSURER UNDER
TEXAS INSURANCE CODE ARTICLE 21.28-C
DOCKET NO. R-97-1110

General Remarks and official action taken:

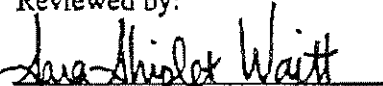
On this day came on for consideration by the Commissioner of Insurance, the matters of American Eagle Insurance Company, organized under the laws of Texas, holding a Certificate of Authority and doing the business of insurance in the State of Texas. On December 3, 1997, a Temporary Restraining Order was issued against American Eagle Insurance by the 201st Judicial District Court of Travis County, Texas, in Cause No. 97-13405. On December 16, 1997, the 201st Judicial District Court issued its Temporary Injunction placing American Eagle Insurance Company into Temporary Receivership. The Order further appointed the Commissioner of Insurance of the State of Texas as Temporary Receiver.

The Court found that American Eagle Insurance Company is insolvent and that its financial condition is such that its continued operation is hazardous to its insureds and creditors. Based upon such finding, and having considered the purposes of TEX. INS. CODE ANN. art. 21.28-C, the Commissioner of Insurance finds that American Eagle Insurance Company should be and is hereby designated as an "impaired insurer," as that term is defined in TEX. INS. CODE ANN. art. 21.28-C, §5 (9) (A).

Elton Bomer
Commissioner of Insurance

By: 
Rose Ann Reeser
Associate Commissioner
Regulation and Safety
Delegation Order No. 97-1276

Reviewed by:


Sara Shipler Waitt
Section Chief, Financial
Legal & Compliance