

MAY 6 2013

STATE OF ARIZONA

DEPARTMENT OF INSURANCE

DEPT OF INSURANCE
BY 

In the Matter of:

**PMI MORTGAGE INSURANCE CO. and
PMI INSURANCE CO.**
(NAIC Nos. 27251 and 10287)

Respondents.

No. 11A-112-INS

**ORDER ABATING SUPERVISION FOR
RESPONDENT PMI INSURANCE CO.
(NAIC NO. 10287)**

On August 19, 2011, the Director of the Arizona Department of Insurance ("Director") issued a Notice of Determination, Order for Supervision and Consent Thereto ("Supervision Order") placing PMI Mortgage Insurance Co. (NAIC No. 27251) ("PMI") and its wholly owned subsidiary, Respondent PMI Insurance Co. ("PIC") into administrative supervision. PIC was primarily engaged in the reinsurance of risks assumed from PMI.

In order to abate the Supervision Order, PMI and PIC were required to file a plan with the Department that satisfactorily cured the deficiencies noted in the Findings of Fact in the Supervision Order. Upon a failure to cure, the Arizona Superior Court, Maricopa County ("Court") placed PMI under the Possession and Control of the Director, and subsequently, on March 14, 2012, the Court entered an Order placing PMI into rehabilitation receivership (CV11-018944), with the Director appointed the statutory Receiver ("Receiver") of PMI.

PIC, an asset of PMI in rehabilitation, remained subject to the Supervision Order. On March 21, 2013, the Receiver requested the abatement of the Supervision Order of PIC citing the following grounds:

1. PIC is a 100% wholly owned subsidiary of PMI in rehabilitation and as such, is under the complete control of the Director in her capacity as Receiver. The Receiver is preparing to sell or otherwise dispose of the assets of PMI to maximize the return to policyholders, and is desirous of abating the Supervision Order.

1 Joseph M. Hennelly, Jr.
Hennelly & Steadman PLC
2 Goldsworthy House
322 West Roosevelt
3 Phoenix, AZ 85003

4 Kurt Regner, Assistant Director
Darren T. Ellingson, Deputy Receiver
5 Mary E. Kosinski, Exec. Assistant for Regulatory Affairs
Arizona Department of Insurance
6 2910 N. 44th Street, Suite 210
Phoenix, AZ 85018

7 
8 Curvey Burton

9
10
11
12
13
14
15
16
17
18
19
20
21
22
23