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STATE OF WISCONSIN
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VEL PHILLIPS
SECRETARY OF STATE

STATE OF WISCONSIN)
)ss
OFFICE OF THE COMMISSIONER OF INSURANCE)

TO ALL TO WHOM THESE PRESENTS SHALL COME, GREETINGS:

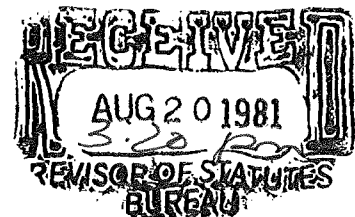
I, Susan Mitchell, Commissioner of Insurance and custodian of the official records of said office, do hereby certify that the annexed order amending a rule relating to the prima facie credit life insurance premium rate standards was issued by this office August 19, 1981.

I further certify that said copy has been compared by me with the original on file in this office and that the same is a true copy thereof, and of the whole of such original.

IN TESTIMONY WHEREOF, I have hereunto subscribed my name in the City of Madison, State of Wisconsin, this 20th day of August, 1981.



Susan Mitchell
Commissioner of Insurance



STATE OF WISCONSIN
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VEL PHILLIPS
SECRETARY OF STATE

ORDER OF THE COMMISSIONER OF INSURANCE
AMENDING RULES

ADOPTING A RULE

Relating to amending the prima facie credit life insurance
premium rate standards.

ANALYSIS PREPARED BY
THE OFFICE OF THE COMMISSIONER OF INSURANCE

The purpose of amending Ins 3.25 (12) (b), (c), (d) and (e) is to change the prima facie credit life insurance premium rate as authorized by section 424.209 (2), Wis. Stats., because the data on file with the Commissioner's office indicates that the premium rate which is currently in the rule produces a ratio of losses to premiums which differs from the loss ratio standard of 50% for credit life insurance which is established in s. 424.209 (1), Wis. Stats.

Pursuant to the authority vested in the Commissioner of Insurance by ss. 601.41 (3) and 424.209 (2), Stats., the Commissioner of Insurance hereby amends a rule interpreting ss. 601.41 (3) and 424.209 (2), Stats., as follows:

Section Ins 3.25 (12) (b), (c), (d), and (e) is amended to read:

(b) The rate standard for premiums payable on the basis of monthly outstanding balance is ~~\$0.923~~ \$0.616 per \$1,000 of insurance. The rates applicable to other methods of payment shall be actuarially equivalent.

(c) The rate standard for premiums payable on single premium decreasing term credit life insurance shall be computed according to the following formula:

$$\frac{P_n = (n) - 0.69}{12} \qquad \frac{P_n = (n) 0.40}{12}$$

Where Pn = Single premium rate per \$100 of initial insured indebtedness repayable in n equal monthly installments

n = Original repayment period, in months

(d) The rate standard for premiums payable on single premium level term credit life insurance shall be computed according to the following formula:

$$\frac{P_n = (n) - 0.923}{10} \qquad \frac{P_n = (n) 0.616}{10}$$

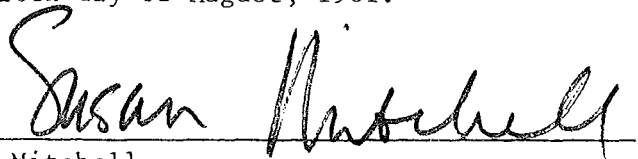
Where Pn = Single premium rate per \$100 of level insured indebtedness repayable in no months

n = Original term of level indebtedness in months

(e) The rate standards for credit life insurance providing coverage on 2 lines with respect to a single indebtedness shall be ~~167%~~ 150% of the rate standard provided in paragraphs (b), (c) and (d) above.

This amendment shall become effective on October 1, 1981.

Dated at Madison, Wisconsin, this 20th day of August, 1981.



Susan Mitchell
Commissioner of Insurance