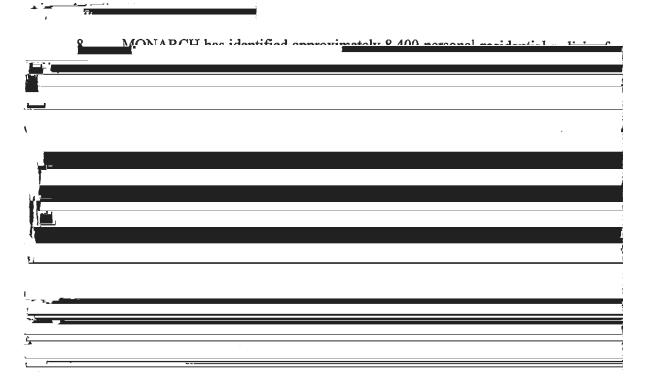
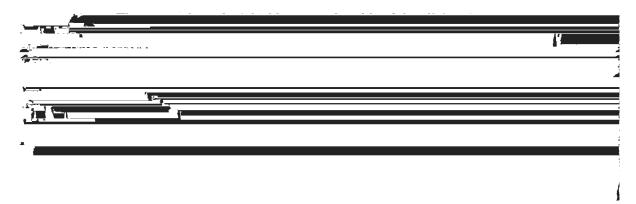
reserved to address insurers which are or may be in hazardous financial condition without the
cancellation of some or all of its policies After a complete review of the anti-
as follows:
INTRODUCTION
1. The OFFICE has jurisdiction over the parties and the subject matter of this
proceeding.
2 EFDNAT is a domestic property and casualty insurer authorized to transact.
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insurance business in the state of Florida pursuant to a Certificate of Authority issued by the OFFICE pursuant to Chapter 624, Part III, Florida Statutes. MAISON is a foreign property and casualty insurer authorized to transact insurance business in the state of Florida pursuant to a
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personal residential polices.
5. MONARCH has entered into an agreement with a new investor that would
provide capital to MONARCH. A Form A, filed with the OFFICE on May 9, 2022 and currently
under review, stipulates that cancellation of the Cancelled Block for the Companies must be
Affantrated as a condition of its investment and as next of its alon for minute.
ANALYSIS OF POLICIES FOR EARLY CANCELLATION
6. Section 627.4133(2)(b)6, Florida Statutes, provides the following regarding the
early cancellation of a property insurance policy:
"Notwithstanding any other provision of law, an insurer may cancel or nonrenew a property insurance policy after at least 45 days' notice if the office finds that the early cancellation of some or all of the insurer's policies is necessary to protect the best interests of the public or policyholders and the office corrected the insurer's

cancellation request, FEDNAT provided financial projections which demonstrated that absent such action, it will not be able secure adequate reinsurance coverage for hurricane risk for the 2022-2023 season and maintain surplus as to policyholders sufficient to meet the requirements



10. The Companies provided the OFFICE with a number of additional pro forma financial projections to allow the OFFICE to evaluate both the potential impacts to the Companies' financial condition as well as its impact on policyholders.



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10 mobile home (MH-3) policies.

COMPANY RE UIREMENTS FOR EARLY CANCELLATION

	14.	After review	of the information	filed in suppo	ort of this req	uest, and co	nsidering
all of	the a	ttendant facts a	and circumstances	the OFFICE	finds that a	pproval of	the early
cance	llation	plan filed by	the Companies is	necessary to	protect the	hest interes	ete of ite
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f.	-	-					,
policy	holder	s and the public	. The Companies'	compliance wi	th the correct	ive measure	s listed in
5.							

15. The Companies must issue cancellation notices, to be approved in advance by the OFFICE, for the cancellation of the approximately 56,500 FEDNAT policies, 8,400 MONARCH policies and the 3,300 MAISON policies, providing at least 45 days' notice of cancellation to the policyholders. In addition, notices to the agents must be provided to the OFFICE for approval.



service script for review and approval.

17. The Companies must adhere to the representations made to the OFFICE in its plan for early cancellation.

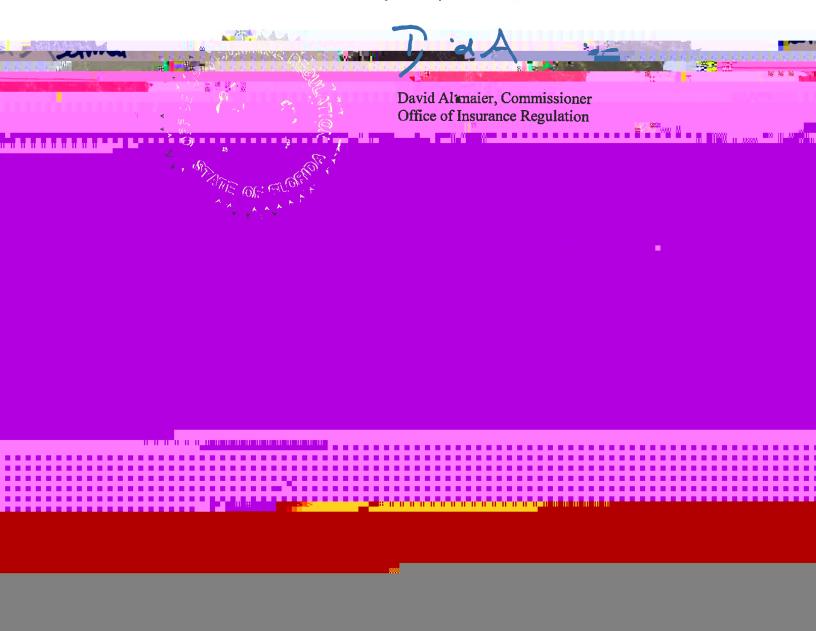
	g. Terminate, surrender, forfeit, convert, or lapse any insurance policy,
	certificate, or contract of insurance, except as permitted in accordance with its
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	,
	i. Make any material change in management or provide bonus or severance
	packages to any employee;
	j. Pay any dividends; or
	k. Enter into any new or amend any existing agreements with affiliates.
22.	The OFFICE reserves the right to retain an individual or entity at the expense of
FEDNAT to	review all of the its direct and indirect expenses of its affiliates to determine if those
expenses are	fair and reasonable.
	GENERAL TERMS
23.	The Companies acknowledge and agree that failure to comply with any of the
terms of this	Consent Order would constitute an immediate danger to the public and the OFFICE
may immedia	ately suspend, revoke, or take other administrative action as it deems appropriate
upon the Cer	tificate of Authority of the Companies in this state, in accordance with Sections
120.569(2)(n)	and 120.60(6), Florida Statutes.
24.	Any prior orders, consent orders, or corrective action plans that the Companies
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orders, or corrective action plans have expired; have been superseded by subsequent orders, consent orders, or corrective action plans; or are inconsistent with this Consent Order.

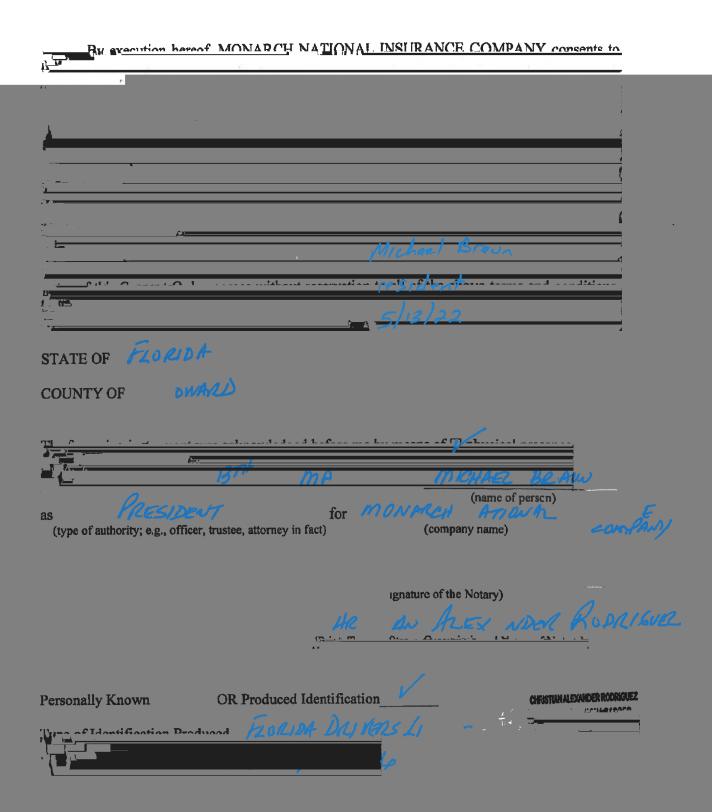
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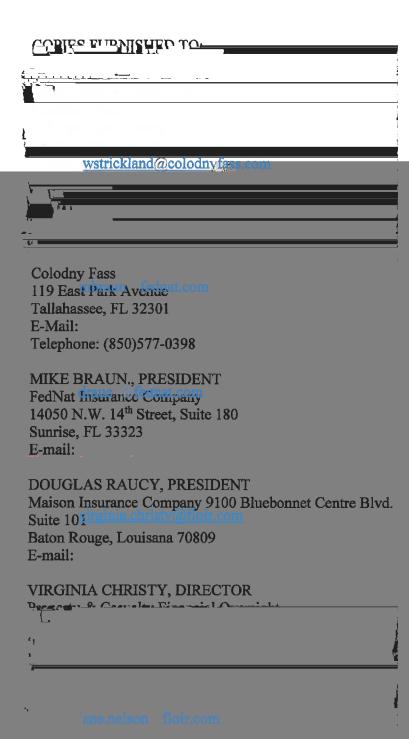
WHEREFORE, the agreement between FEDNAT INSURANCE COMPANY,
MAISON INSURANCE COMPANY, and MONARCH NATIONAL INSURANCE
COMPANY and the FLORIDA OFFICE OF INSURANCE REGULATION, the terms and

DONE and ORDERED this 13th day of May 2022.



By execution hereof, MAISON INSURANCE COMPANY consents to entry of this Consent Order, agrees without reservation to all of the above terms and conditions, and shall be
to and har all amountains bounds. The amountains of non-short hardens has the authority of 1 · 1
NY-
January M
Title: Section
Date: 5/3/8027
STATE OF LOCALDA
COUNTY OF (LOWARD)
The foregoing instrument was acknowledged before me by means of physical presence
or \square online notarization, this $\frac{\cancel{0}}{\cancel{0}}$ day of $\frac{\cancel{0}}{\cancel{0}}$ as $\frac{\cancel{0}}{\cancel{0}}$ (name of person) (type of authority; e.g., officer, trustee, attorney in fact) (company name)
nature of the Notary)
(Print, Type or Stamp Commissioned Name of Notary)
Personally Known OR Produced Identification
Type of Identification Produced ONDA DAMES LICENSE
My Commission Expires: MA 4 202
CHRISTIAN ALEXANDER ROOMSUEZ CONTRIBSION # HH 213658 Expires May 4, 2026





SHALICE RIVERS, FINANCIAL EXAMINER/ANALYST SUPERVISOR Florida Office of Insurance Regulation shalice.rivers@floir.com shalice.rivers@floir.com Tallahassee, Florida 32399 E-Mail: ELIOT PARDEE, FINANCIAL CONTROL ANALYST