



State of New Jersey
DEPARTMENT OF BANKING AND INSURANCE
OFFICE OF SOLVENCY REGULATION
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JON S. CORZINE
Governor

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STEVEN M. GOLDMAN
Commissioner

March 9, 2009

Gail L. Whitney
ORG Captive Management
Crestview Professional Center
104 Crestview Drive, Suite 105
PO Box 510
Bigfork, MT 59911

RE: National Contractors Insurance Company, Inc., A Risk Retention Group

Dear Ms. Whitney:

This letter will serve to acknowledge receipt of the initial registration documents dated February 17, 2009, from the above referenced Risk Retention Group.

Be advised that the group has filed the necessary documents with the State of New Jersey, as detailed under 15 USC 3901 et seq., N.J.S.A 17:47A et seq. and N.J.AC. 11:2-36, and is now registered in New Jersey as a Risk Retention Group. The registration date is March 9, 2009.

National Contractors Insurance Company, Inc., A Risk Retention Group. is advised that although registered, they have not been subject to the formal admission process, and as such, have no status in New Jersey other than as a Risk Retention Group. The Group should not make any representations to prospective new members in New Jersey to the effect that the Department approves or has licensed the group.

In addition, the members of the group should be reminded that they are not entitled to all of the same rights and protections that are available to policyholders of admitted insurance companies. For example, State Insurance Insolvency Guarantee Funds are not available in the event that the risk retention group is unable to pay the claims of its members.

Members should also be informed that:

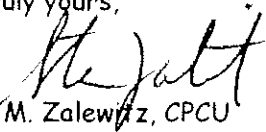
- 1) **National Contractors Insurance Company, Inc., A Risk Retention Group.** has not demonstrated to the Department, satisfaction of New Jersey's minimum capital requirements for admitted companies.
- 2) In addition, rates, forms, reinsurance or other areas that may be subject to review in the case of authorized and admitted insurers, are not so subject in the case of risk retention groups. Accordingly, these areas have not been reviewed by the Department for adequacy or

solvency problems.

- 3) RRG's may be chartered and operated for purposes other than self-insurance, and the Department is not in a position to determine the suitability of the coverages offered by **National Contractors Insurance Company, Inc., A Risk Retention Group.** to its members.
- 4) **National Contractors Insurance Company, Inc., A Risk Retention Group.** is chartered/licensed in a state in which it may currently offer coverages; and although **National Contractors Insurance Company, Inc., A Risk Retention Group.** seeks to offer coverages in NJ, it has not sought status in NJ as an admitted company.

The Department requests that you provide a copy of this letter to all prospective members. Should you have any questions on the above information, please do not hesitate to contact the Department.

Very truly yours,



Steven M. Zalewitz, CPCU
Manager

c: Domiciliary Regulator
L. Barry
W. Leach
L. Frawley

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Retention