

NOVEMBER 15, 1992

COMMONWEALTH

REGISTER

COMMONWEALTH REGISTER VOLUME 14 NUMBER 11 NOVEMBER 15, 1992

TABLE OF CONTENTS

Executive Order:

Numbers 14-92 to 20-92 Disaster Control Office/Emergency Operation Center
Disaster Control Office/Tanergency Operation Center
Public Notice:
Fourth Annual Report of the Director of Banking for Calender year Ending December 31, 1991.
Commerce and Labor/Director of Banking
Fourth Annual Report of the Insurance Commissioner for the Calender year Ending December 31, 1991.
Commerce and Labor/Insurance Commissioner10034
Proposed Amendment:
1987 Foreign Currency Exchange Rules and Regulations. Commerce and Labor/Director of Banking & Insurance
Adoption:
Amending Rules and Regulations to the Submission Requirements for Major Siting Applications.
Coastal Resources Management



• B • Q • Q •

Commonwealth of the Northern Mariana Islands DISASTER CONTROL OFFICE

Emergency Operation Center

Capitol Hill, Saipan, MP 96950

DATE: <u>11/01/92</u>

TYPHOON DAN (28W)

Tel. 322-9274 322-9529 322-9572 Fax: 322-3598 Cable Address: 728726 DCO SPN 726

EXECUTIVE ORDER NO. 14-92

SUBJECT: Execution of the Commonwealth of the Northern Mariana Islands' Disaster Emergency Plan

WHEREAS, in accordance with provisions of the Commonwealth of the Northern Mariana Islands' Emergency Operation Plan (Disaster Emergency Plan), the declaration automatically ACTIVATES the execution of such plan as mandated by PUBLIC LAW 1-40; NOW, THEREFORE, pursuant to the executive powers vested in the Governor, it is directed that the CNMI Emergency Operation Plan (Disaster Emergency Plan) be ACTIVATED, EFFECTIVE, <u>4:00 A.M.</u> (Time <u>11/01/92</u>, continuing so long as required and Date)

by the disaster emergency situation.

ON GUERRERO

Commonwealth of the Northern Mariana Islands



0

Commonwealth of the Northern Mariana Islands DISASTER CONTROL OFFICE Emergency Operation Center

Genited Will Spinor MR 06050

Capitol Hill, Saipan, MP 96950

DATE: 11/02/92

TYPHOON DAN

Tel. 322-9274 322-9529 322-9572 Fax: 322-3598 Cable Address: 728726 DCO SPN 726

EXECUTIVE ORDER NO. ______

SUBJECT: Execution of the Commonwealth of the Northern Mariana Islands' Disaster Emergency Plan

WHEREAS, the Governor of the Commonwealth of the Northern Mariana Islands declared an <u>"ALL CLEAR"</u> CONDITION to the island(s) of <u>AGRIHAN</u>, _____, ____, effective <u>7:00 A.M. 11/02/92</u> and (Time and Date)

WHEREAS, in accordance with provisions of the Commonwealth of the Northern Mariana Islands' Emergency Operation Plan (Disaster Emergency Plan), the declaration automatically **DEACTIVATES** the execution of such plan as mandated by PUBLIC LAW 1-40; NOW, THEREFORE, pursuant to the executive powers vested in the Governor, it is directed that the CNMI Emergency Operation Plan (Disaster Emergency Plan) be DEACTIVATED, effective,

 7:00 A.M.
 11/02/92

 (Time
 and
 Date)

Governor Commonwealth of the Northern Marian Islands

COMMONWEALTH REGISTER VOLUME 14 NO. 11 NOVEMBER 15, 1992 PAGE 9990



1.0.0°0 00

5

Commonwealth of the Northern Mariana Islands DISASTER CONTROL OFFICE

Emergency Operation Center

Capitol Hill, Saipan, MP 96950

DATE: <u>11/02/92</u>

TYPHOON ELSIE (28W)

Tel. 322-9274 322-9529 322-9572 Fax: 322-3598 Cable Address: 728726 DCO SPN 726

EXECUTIVE ORDER NO. 16-92

SUBJECT: Execution of the Commonwealth of the Northern Mariana Islands' Disaster Emergency Plan

WHEREAS, the Governor of the Commonwealth of the Northern Mariana Islands declared ______TYPHOON _____CONDITION ______ for the island(s) of ______ROTA____, _____, _____, _____, effective _____9:00 A.M. ______11/02/92 ______ and (Time and Date)

WHEREAS, in accordance with provisions of the Commonwealth of the Northern Mariana Islands' Emergency Operation Plan (Disaster Emergency Plan), the declaration automatically ACTIVATES the execution of such plan as mandated by PUBLIC LAW 1-40; NOW, THEREFORE, pursuant to the executive powers vested in the Governor, it is directed that the CNMI Emergency Operation Plan (Disaster Emergency Plan) be ACTIVATED, EFFECTIVE, ______(Time __________, continuing so long as required and __________, continuing so long as required

by the disaster emergency situation.

Covernor Commonwealth of the Northern Mariana Islands

COMMONWEALTH REGISTER VOLUME 14 NO. 11 NOVEMBER 15, 1992 PAGE 9991



1. B. Q. O C.

Commonwealth of the Northern Mariana Islands DISASTER CONTROL OFFICE

Emergency Operation Center

Capitol Hill, Saipan, MP 96950

DATE: <u>11/02/92</u>

TYPHOON ELSIE (28W)

Tel. 322-9274 322-9529 322-9572 Fax: 322-3598 Cable Address: 728726 DCO SPN 726

EXECUTIVE ORDER NO. 17-92

SUBJECT: Execution of the Commonwealth of the Northern Mariana Islands' Disaster Emergency Plan

WHEREAS, in accordance with provisions of the Commonwealth of the Northern Mariana Islands' Emergency Operation Plan (Disaster Emergency Plan), the declaration automatically ACTIVATES the execution of such plan as mandated by PUBLIC LAW 1-40;

NOW, THEREFORE, pursuant to the executive powers vested in the Governor, it is directed that the CNMI Emergency Operation Plan (Disaster Emergency Plan) be ACTIVATED, EFFECTIVE, <u>12:30 P.M.</u> (Time <u>NOVEMBER 02, 1992</u>, continuing so long as required and Date)

by the disaster emergency situation.

Governor Commonwealth of the Northern Mariana Islands



• 0 • 0 • 0 • 0 •

Commonwealth of the Northern Mariana Islands DISASTER CONTROL OFFICE

Emergency Operation Center

Capitol Hill, Saipan, MP 96950	322-9529
	322-9572
DATE: 11/02/92	Fax: 322-3598
DATE: $\underline{11/02/52}$	Cable Address:
	728726
TYPHOON ELSIE (28W)	DCO SPN 726

Tel. 322-9274

EXECUTIVE ORDER NO. <u>18-92</u>

SUBJECT: Execution of the Commonwealth of the Northern Mariana Islands' Disaster Emergency Plan

WHEREAS, the Governor of the Commonwealth of the Northern Mariana Islands declared <u>(UPGRADED) TYPHOON</u> CONDITION <u>II</u> for the island(s) of <u>SAIPAN</u>, <u>TINIAN</u>, _____ effective <u>12:30 P.M. NOVEMBER 02, 1992</u> and (Time and Date)

WHEREAS, in accordance with provisions of the Commonwealth of the Northern Mariana Islands' Emergency Operation Plan (Disaster Emergency Plan), the declaration automatically **ACTIVATES** the execution of such plan as mandated by PUBLIC LAW 1-40;

NOW, THEREFORE, pursuant to the executive powers vested in the Governor, it is directed that the CNMI Emergency Operation Plan (Disaster Emergency Plan) be ACTIVATED, EFFECTIVE, <u>12:30 P.M.</u> (Time <u>NOVEMBER 02, 1992</u>, continuing so long as required and Date)

by the disaster emergency situation.

Gevernor Commonwealth of the Northern Mariana Islands

COMMONWEALTH REGISTER VOLUME 14 NO. 11 NOVEMBER 15, 1992 PAGE 9993



• 0 • 0 • 0 •

Commonwealth of the Northern Mariana Islands DISASTER CONTROL OFFICE

 Emergency Operation Center
 Tel. 322-9274

 Capitol Hill, Saipan, MP 96950
 322-9529

 DATE:
 11/03/92
 Fax: 322-3598

 Cable Address:
 728726

 TYPHOON ELSIE (28W)
 DCO SPN 726

EXECUTIVE ORDER NO. 19-92

SUBJECT: Execution of the Commonwealth of the Northern Mariana Islands' Disaster Emergency Plan

WHEREAS, the Go	overnor of the	e Commonwealth	of the Northern	Mariana
Islands declare	ed <u>(DOWNG</u>	RADED) TYPHOON		N <u>II</u>
for the island	(s) of]	ROTA		
effective			11/03/92	and
	(Time	and	Date)	

WHEREAS, in accordance with provisions of the Commonwealth of the Northern Mariana Islands' Emergency Operation Plan (Disaster Emergency Plan), the declaration automatically EXTENDS the execution of such plan as mandated by PUBLIC LAW 1-40;

NOW, THEREFORE, pursuant to the executive powers vested in the Governor, it is directed that the CNMI Emergency Operation Plan (Disaster Emergency Plan) be EXTENDS, so long as required by the disaster emergency situation.

Governor Commonwealth of the Northern Mariana Islands



Commonwealth of the Northern Mariana Islands DISASTER CONTROL OFFICE

Emergency Operation Center

Capitol Hill, Salpan, MP 96950

DATE: 11/03/92

TYPHOON ELSIE

Tel. 322-9274 322-9529 322-9572 Fax: 322-3598 Cable Address: 728726 DCO SPN 726

EXECUTIVE ORDER NO. 20-92

SUBJECT: Execution of the Commonwealth of the Northern Mariana Islands' Disaster Emergency Plan

WHEREAS, the Governor of the Commonwealth of the Northern Mariana Islands declared an <u>"ALL CLEAR"</u> CONDITION to the island(s) of <u>ROTA</u>, <u>TINIAN</u>, <u>SAIPAN</u>, effective <u>4:00 P.M. 11/03/92</u> and (Time and Date)

WHEREAS, in accordance with provisions of the Commonwealth of the Northern Mariana Islands' Emergency Operation Plan (Disaster Emergency Plan), the declaration automatically **DEACTIVATES** the execution of such plan as mandated by PUBLIC LAW 1-40; NOW, THEREFORE, pursuant to the executive powers vested in the Governor, it is directed that the CNMI Emergency Operation Plan (Disaster Emergency Plan) be **DEACTIVATED**, effective,

 4:00 P.M.
 11/03/92

 (Time
 and
 Date)

Governor Commonwealth of the Northern Marian Islands

TABLE OF CONTENTS

14 g B 1

Description	<u>Page</u>
Transmittal Letter	i-vi
Consolidated Report of Figures of Retail Banks For Calendar Year Ending December 31, 1991	1
Consolidated Report of Conditions of all Banks: For Calendar Year Ending December 31, 1991 Assets Liabilities and Capital	2 3
Consolidated Report of Figures of All Banks From 1983 to 1991	4
Statement of Financial Condition of Each Bank:	
Bank of Saipan	5
Marianas Bank	6
Bank of Guam	7-8
Bank of Hawaii	9-10
First Savings & Loan Association of America	11-12
Union Bank	13-14

Directory of Financial Institutions:

Retail Banks 15	
Offshore Bank	Τ/
Foreign Currency Exchange:	
- Remittance Companies 18	
- Currency Transaction Companies	-24
Finance Companies 25	
Securities Companies	
Trust Companies 29	-30

The Honorable Lorenzo I. De Leon Guerrero

and

The Honorable Members of the Legislature

The Commonwealth Banking Code was enacted in 1984 by the Third Northern Marianas Legislature. The Code conferred on the Department of Commerce and Labor the responsibility for overseeing and regulating banking activities in the Commonwealth.

Since its inception, the Banking Section in the Department of Commerce and Labor has had only one full-time staff (Deputy Director for Banking) and a time shared Administrative Specialist. This section, then, was delegated responsibility over four state banks, three incorporated Commonwealth banks, and well over fifty licensed offshore banks. The Banking Section in 1991 supervised six state retail banks and two incorporated Commonwealth banks, one offshore bank, twenty seven foreign exchange dealers, ten finance companies, two securities broker-dealers, and two trust companies.

The Banking Act of 1984 has remained virtually unchanged despite attempts to introduce sectional as well as comprehensive amendments. There were two Banking Code amendments introduced in 1986, H.B. 5-10 and S.B. 5-38, which were not acted upon. In 1988 and 1989 the Director of Banking recommended legislation to include finance and securities companies which were not regulated under the banking laws.

In 1991 the Director of Banking submitted to the legislature a revised version of previously submitted comprehensive banking amendments incorporating, among others, suggested U.S. Treasury's amendments to the U.S. federal banking laws. The major concern for legislation are the 51% resident ownership requirement of 4 CMC, Div. 6, Section 6205, insider borrowing, and offshore banking business.

Section 6205: The fifty-one percent resident ownership requirement has discouraged well established banks from setting up branches in the Commonwealth. Hong Kong Shanghai Bank has expressed an earnest interest in establishing an office; First Hawaiian Bank has completed all license application requirements and was granted a retail banking license, but is holding back efforts to open a branch; Guam Savings and Loan Association which was granted a license in November 1990 and the Director of Banking were named as defendants in a lawsuit filed by Bank of Saipan on the premise of a violation of Section 6205. The concern with offshore banking: with the assistance of a banking consultant, the Director of Banking had reduced the number of offshore banks to two by 1988 and one by 1990. As of 1991, the remaining offshore bank licensed was extended only to June 30, 1992 and was not licensed afterwards. The Banking Director suspended the processing of offshore banking licenses in 1989 but was vigorously challenged, and a license application was approved for one applicant. Applicant however, neglected to complete certain conditions, and a license was not issued. The Comprehensive Banking Amendments proposal seeks to repeal all provisions dealing with offshore banks.

Finally, insider lending is a problem prevalent with banks incorporated in the Commonwealth. Insider lending has led to many bank failures in the U.S. and is just cause for the same concern here in the Northern Marianas. The Comprehensive Banking Amendments proposal seeks to remedy this lingering problem.

Significant Events in 1991 are Summarized as Follows:

I. First Hawaiian Bank was issued a conditional license for retail banking business. First Hawaiian Bank is ranked as one of the nation's top ten banks in profits, steadiest earners, and safest lenders by Business Week magazine.

Bank of Guam: The Director approved Bank of Guam's Tinian branch relocation from M & F Building at "E" Avenue Street to the Arizapa Building, No.1 Palasyo Street.

Bank of Saipan: The Director approved Bank of Saipan's opening of a second branch located in the Sablan Building in Chalan Kanoa.

- II. The Director of Banking has directed all banks to publish statements of conditions for banking activities in the CNMI. This directive allowed for the publication of individual bank's financial statements and is incorporated for the first time in the annual report. This arrangement fulfills the statutory requirement of §6116 which states in part "The report shall include... a statement of the most recent reported condition of each bank." The disclosures also allow the public and policy makers to evaluate and determine the conditions of their individual banks and the banking industry.
- III. The Director continues to encourage to increase personnel and to improve the skills of the banking section staff. Two staff attended the first part of FDIC Examiner School Training.

COMMONWEALTH REGISTER VOLUME 14 NO. 11 NOVEMBER 15, 1992 PAGE 9998

IV. Foreign Exchange: The Director of Banking completed recommendations for a revised foreign exchange rules and regulations and the Attorney General's office is reviewing the recommendations. A policy guideline was issued to all remittance companies regarding the employment of agents. Policy required corrections on a number of nonresident workers hired as agents. Nonresident agents are required to reveal in their work contracts duties and responsibilities inherent of collection tellers, remittance clerks, and/or cashiers. This requirement was not previously observed and our office initiated corrections.

Another enforcement effort initiated by the Banking Section is the verification and compilation of individual remittances.

V. Federal Deposit Insurance for all banks in the Commonwealth remains an issue. An opinion from the Attorney General in 1990 suggested that the Director of Banking should certify that deposit insurance is available to Commonwealth banks and that affected banks obtain such insurance. The Director has not instituted any certification based on justifiable reasons.

The Comprehensive Banking Amendments proposal addresses this issue and allows for banks to decide whether to be insured or remain non-insured.

A related concern to FDIC requirement is the issue of banking supervisors' (Director of Banking, Deputy Director, and bank examiners) restricted ability to obtain loans from FDIC member or insured banks in the Commonwealth. An effort to address this concern was initiated, and the Attorney General is assisting the Department.

VI. Comprehensive Banking Amendments Proposal: As part of the duties and responsibilities of the Director of Banking and in compliance to Section 6116, the Director actively "makes recommendations for banking legislation(s)." The Comprehensive Banking Amendments proposal has been a continuous effort to address concerns in the banking industry. Analysis of Consolidated Figures of Retail Banks (expressed in current dollars)

<u>Deposits</u>

Deposits between 1987 and 1990 rapidly increased at an average rate of 40% annually. The increase from \$472.9 million in 1990 to 480.4 in 1991 indicates a slow down in total deposit growth of barely 2%. Demand and fixed deposits declined by 11% and 20%, respectively. The consolidated quarterly reports of all banks, however, showed deposit increase to \$502.1 million at the end of the second quarter. Bankers attributed deposit decline by year's end to slow down in overall investments in the economy.

<u>Loans</u>

Between 1989 and 1990 total loans increased by 13% and total loans to deposit ratio was at 26% in 1990. Average annual loan increase since 1985 was at 17% and loan to deposit ratio averaged at 42%. Loans in 1990 totaled \$121.5 million and increased to more than \$148 million by the third quarter of 1991. The percentage increase is 22% and loan to deposit ratio is 31%.

Real estate loans is picking up and increased from \$1.4 million in 1990 to \$4.9 in 1991.

<u>Interest</u>

Between 1983 and 1987, except for 1984, banks collected more interest from borrowers than was paid to depositors. In 1988, interest paid to depositors was \$1 million more than was collected. In 1989, the ratio of interest paid to depositors and interest paid by borrowers was almost equal. In 1990 and 1991, interest paid to depositors exceeded that paid to borrowers by a significant amount, over \$9 million.

<u>Assets</u>

In 1989, banks' assets totaled \$338 million, in 1990, \$484 million; and by 1991, it barely increased to \$488.8 million.

In 1989, banks held \$33 million in cash (or its equivalent), or 35% of demand deposit; by 1990, cash declined to \$12.6 million, or 9% of demand deposit. In 1991, cash dropped to \$11.2 million, or about 10% of demand deposit.

The Director of Banking maintains a policy position to encourage banks to hold minimum of 25% cash to demand deposit.

In 1989, \$169 million was due from head offices or branches; this increased to \$305.5 million in 1990 and remained slightly unchanged in 1991.

COMMONWEALTH REGISTER VOLUME 14 NO. 11 NOVEMBER 15, 1992 PAGE 10000

Foreign Currency Exchange

Prior to 1991, there was no data collected on the amount of money remitted abroad. As promised in the 1990 Annual Report, figures for 1991 would be provided. Seventeen remittance companies reported remittance exclusively to the Philippines totaling \$28.8 million. There were twelve such firms in 1988 and 1989.

Remittance companies are required by regulation to put up cash security deposit or bond for \$25,000 each. The proposed regulation seeks to increase this security to \$50,000 and to align it in proportion to the total amount remitted per company.

Other than remittance companies, there were ten firms dealing in foreign currency exchange transactions of primarily yen and dollar. Most of these firms were hotels providing this service to their guests. The Director of Banking granted waivers to non-remitting firms requesting not to put up security. Proposed regulation seeks to do away with security requirement for hotels.

<u>Finance Companies</u>

There were ten finance companies; and 1990 objective to reveal financial statements was accomplished in this report. However, reports show only most recent statements, and consolidation cannot be done because of the differing company year-ends.

Pacific Financial Corporation (a foreign corporation) and Isla Financial Services (a domestic corporation) are the only firms authorized to sell corporate notes and investment certificates. All others are consumer lending oriented.

Securities and Trust Companies

Descriptions of two securities firms and two trust companies are incorporated in the annual report for the first time.

The Director of Banking continues to recommend legislation to protect depositors and to promote expansion of the banking industry. There is also an earnest effort to improve banking regulator supervisory skills through attendances of FDIC Examiner Schools.

There is clearly an expansion in the banking industry. Banks have established or relocated branches to service clients, while others have submitted applications to open retail banking offices.

The 1991 banking figures indicate an overall slow down in business activities. An indicator of business activity, demand deposit along with total deposits contracted, yet lending increased significantly.

Continuing enforcement of banking statutory requirements and regulations allowed for compliance and corrections by banks and other financial institutions. The Banking and Insurance Section continues to diligently regulate and supervise an expanding banking and financial sector.

This annual report aims to demonstrate and fulfill all requirements as mandated by the Banking Act of 1984.

near C l JOAQUIN S. TORRES fri

CONSOLIDATED FIGURES OF RETAIL BANKS AS OF DECEMBER 31, 1991

IN THOUSANDS OMITTED 000

I. <u>DEPOSITS</u> :	<u>1st Qrt</u> 3/31	<u>2nd_Ort</u> 6/30	<u>3rd Ort</u> 9/30	<u>4th Ort</u> 12/31
1. Demand	\$118,626	129,135	122,320	113,236
2. Regualr Savings	103,204	111,625	127,485	175 , 098
3. TCD	268,583	261,313	251,336	192,087
Total	\$ <u>490,413</u>	<u>502,073</u>	<u>501,141</u>	<u>480,421</u>
II. <u>LOANS</u> :				
1. Consumer	\$ 53,656	55,378	60,408	64,130
2. Commercial	66,535	67,610	79,050	76 , 401
3. Real Estate	1,480	5,521	5,254	4,880
4. Non-Local	-0-	-0-	-0-	-0-
5. Government	3,492	3,426	3,368	3,299
Total	\$ <u>125,163</u>	<u>131,935</u>	<u>148,080</u>	<u>148,710</u>
III. Interest paid on all deposit	accounts	\$ 23,741		

IV. Interest paid by borrowers on loans ... \$ 14,739

 $\frac{\text{LOAN}}{\text{DEPOSIT}}: \frac{148,710}{480,421} = 31\%$

÷ -

- 1 -

CONSOLIDATED REPORT OF CONDITIONS OF ALL BANKS DOING BUSINESS IN THE CNMI AS OF DECEMBER 31, 1991

In Thousands Omitted 000

	ASSETS:	<u>1991</u>	<u>1990</u>
1)	Cash & Cash Items In Process Of Collection	\$ 11,189	\$ 12,613
2)	Securities: a) U.S. Treasury b) U.s. Government Agencies c) Other	-0- -0- -0-	-0- -0- 4
3)	Balances with other banks	24,127	21,706
4)	Loans (Gross) a) Government b) Consumer c) Real Estate d) Commercial e) Non-Local	3,299 64,130 4,880 76,401 -0-	3,560 52,628 1,412 63,859 -0-
5)	Premises & Equipment	5,311	5,677
6)	Other Real Estate Owned	-0-	-0-
7)	Due From Banks: a) Head Office or Branches b) Other	305,618 19	305,529 3
8)	Provisions for Loan Losses/Unearned Discount	(7,884)	(1,343)
9)	Other Assets	1,768	18,707
	TOTAL ASSETS	\$ <u>488,858</u>	\$ <u>484,355</u>

Interest Received from borrowers in 1991\$ 14,730 \$ 12,834

- 2 -

CONSOLIDATED REPORT OF CONDITIONS OF ALL BANKS DOING BUSINESS IN THE CNMI AS OF DECEMBER 31, 1991

In Thousands Omitted 000

LIABILITIES AND CAPITAL:

1)	Deposits:	<u>1991</u>	<u>1990</u>
	 a) Demand Deposit - Govt & Govt Agencis b) Other c) Regular Savings - Govt & Govt Agencies d) Other e) TCD - Govt & Govt Agencies f) Other 	<pre>\$ 11,450 101,786 49,919 125,179 49,525 142,562</pre>	\$ 20,494 106,817 3,029 102,168 53,062 187,392
2)	Due To Other Banks		
	a) Head Office or Branches b) Other	-0- 500	-0- 1
3)	Liabilities On Acceptances Executed & Outstanding	-0-	-0-
4)	Accrued Interest Payable & Other Liabilities	3,971	6,128
*5)	Capital Stock	1,088	1,087
*6)	Capital Surplus	2,565	2,562
*7)	Undivided Profits	313	1,615
8)	Convertible Subordinated Debt & FSLIC Contribution	-0-	-0-
	TOTAL LIABILITIES & CAPITAL	\$ <u>488,858</u>	\$ <u>484,355</u>
	Interest paid to depositors in 1991	\$ 23,741	\$ 22,115

Note: *Figures are from Commonwealth banks only.

s. ...

COMMONWEALTH REGISTER VOLUME 14 NO. 11 NOVEMBER 15, 1992 PAGE 10005

CONSOLIDATED FIGURES OF RETAIL BANKS FROM 1983 TO 1991

IN MILLIONS

		1983	1984	1985	1986	1987	1988	1989	1990	1991
Ι.	<u>DEPOSITS</u> : 1. Demand	13.2	21.5	26.7	33.3	47.1	55.4	94.0	127.3	113.2
	2. Regular Savings	9.8	13.0	13.2	23.0	41.4	57.5	75.5	105.2	175.1
	3. Time Certificate of Deposit	81.2	57.9	72.6	68.0	72.9	110.2	157.3	240.5	192.1
	TOTAL	104.2	92.4	112.5	124.3	161.4	223.1	326.8	473.0	480.4
II.	LOANS:	28.1	22.1	26.7	29.1	32.0	38.9	43.4	52.6	64.1
	1. Consumer	12.9	15.2	22.1	27.0	34.7	40.4	57.4	63.9	76.4
	2. Commercial	5.6	7.8	7.4	4.6	6.2	6.5	2.0	1.4	4.9
	3. Real Estate	N/A	N/A	N/A	N/A	-0-	-0-	-0-	-0-	N/A
	4. Non-Local	2.6	2.5	4.3	4.4	5.3	2.2	3.8	3.6	3.3
	5. Government Agencies	49.2	47.6	60.5	65.1	78.2	88.7	107.1	121.5	148.7
	TOTAL									
III.	INTEREST PAID ON DEPOSIT ACCOUNTS	6.3	6.3	7.6	6.0	5.2	10.1	14.1	22.0	23.7
IV.	INTEREST PAID BY BORROWERS ON LOANS	10.7	6.1	8.4	6.1	5.9	9.1	14.2	12.8	14.7

1000**6**

ŗ

BANK OF SAIPAN STATEMENT OF FINANCIAL CONDITION DECEMBER 31, 1991

<u>1991</u>

139,779

238,854

143,300

295,878

36,704,914

ASSETS

Loans, net of unearned discount

Current assets

Property and equipment, net accumulated depreciation and

amortization of \$183,679 in 1991 and \$146,944 in 1990......

Interest receivable.....

Other receivables.....

Prepaid income taxes.....

Cash and due from banks.....\$ 3,729,972

Interest bearing deposits..... 20,014,132

Other prepaid expenses..... 45,492

TOTAL ASSETS.....\$<u>37,000,792</u>

and allowance for loans losses.. 12,393,385

LIABILITIES AND STOCKHOLDERS' EQUITY

<u>1990</u>	<u>1991</u>	<u>1990</u>
4,415,504 4,100,000	Deposits: Savings\$ 6,263,098 Time 17,491,623 Demand <u>8,299,493</u>	4,628,618
10,565,914 240,983 63,256	Total Deposits 32,054,214	
58,900 74,008	Accounts payable 1,006,459 Accrued interest and	305,264
19,518,565	other liabilities. 600,330	267,174
	Total liabilities 33,661,003	16,633,025
	Stockholders' equity: Common stock,	
55,031	\$1 par value, authorized 500,000 shares;	
<u>19,573,596</u>	issued 286,960 and 202,655 shares at September 30, 1991 and 1990,	
	respectively 286,960 Additional paid-in	255,324
	capital 2,564,725 Retained earnings <u>488,104</u>	2,146,283 538,964
	Total stockholders'	
	equity <u>3,339,789</u>	2,940,571
	TOTAL LIABILITIES AND STOCKHOLDERS EQUITY\$37,000,792	19,573,596

COMMONWEALTH REGISTER VOLUME 14 NO. 11 NOVEMBER 15, 1992 PAGE 10007

MARIANAS BANK, LTD. STATEMENT OF FINANCIAL CONDITION DECEMBER 31, 1991

ASSETS

۲ ۱

LIABILITIES AND STOCKHOLDERS' EQUITY

	<u>1991</u>		<u>1990</u>
Cash and due from banks Interest bearing deposits Restricted time certificate	\$ 34,026 84,200	\$	92,520 783,082
of deposit	500,000		-0-
_			
Loans	1,886,413		731,498
Interest receivable	15,640		17,168
Other receivable	20,590		20,939
Prepaid expenses	3,616		3,966
Property and equipment	89,902		36,083
Security deposit	2,500		2,500
TOTAL ASSETS	\$ <u>2,636,887</u>	\$ <u>1,</u>	687,756

<u>1991</u>	<u>1990</u>
Deposits: Demand\$366,4 Savings 620,3 Time <u>1,049,3</u> Total deposits 2,036,0	32 614,447 50 903,962
Note payable 500,0 Obligations under	-0-
capital leases	31 13,771
Accrued interest	
Accrued expenses <u>6,5</u>	-
Total liabilities <u>2,572,9</u>	<u>00 1,579,222</u>
Stockholders' Equity: Common stock, \$1 par value, authorized shares 1,000,000 issued & outstanding	
shares	
Deficit <u>(736,01</u>	<u>(691,466)</u>
Total Stockholders Equity 63,98	87 108,534
TOTAL LIABILITIES AND STOCKHOLDERS'EQUITY \$ <u>2,636,8</u>	<u>87</u> \$ <u>1,687,756</u>

BANK OF GUAM CONSOLIDATED STATEMENT OF FINANCIAL CONDITION DECEMBER 31, 1991

IN THOUSANDS

Assets:

Cash and due from banks Interest bearing deposits in other banks Federal funds sold Investment securities	\$ 28,178 42,477 31,200 186,638
Loans Less allowance for possible loan losses	280,326 <u>5,526</u>
Net loans	274,800
Accrued interest receivable Premises and equipment Other assets	5,135 29,337 <u>8,120</u>
Total assets	\$ <u>605,885</u>

Liabilities and Shareholders' Equity

Deposits:	Noninterest bearing Interest bearing	\$133,253 <u>422,603</u>
Total	deposits	555,856
Accrued inte Other liabi	erest payable lities	1,158 3,276
Total	liabilities	560,276
\$100 per v Authorized Issued and	preferred stock, value, d 300,000 shares; d outstanding	
	A, 11% cumulative	7,000
Capital st Authorized Issued and	B, 9.8% cumulative cock, \$4,167 per value 1 24,000,000 shares, 1 outstanding	3,000
	shares in 1991 shares in 1990	2,014
Paid in surr Retained ear		11,820 21,761
Total share	nolders' equity	45,595
Commitments	and contingencies	-0-
Total liabil and Shareb	lities nolders' Equity	\$ <u>605,885</u>

BANK OF GUAM SAIPAN BRANCH STATEMENT OF FINANCIAL CONDITION DECEMBER 31, 1991

IN THOUSANDS

LIABILITIES AND RESULTS OF CNMI OPERATIONS ASSETS Noninterest Bearing \$ 24,277 Cash & Due from banks \$ 4,159 Deposits: Interest Bearing 141,285 54,578 Loans Less Allowance for possible Loan losses Total Deposits 1,079 165,563 Net Loans 53,499 Accrued Interest Payable 322 Accrued Interest Reveivable 509 Other liabilities 385 Premises and Equipment 4,240 166,269 Total Liabilites Other Assets 367 357 5,116 Profit/Loss - Current Year Due from Headquarters 103,851 Total Liabilities and Results of CNMI Operations \$166,626 Total Assets \$166,626

BANK OF HAWAII CONSOLIDATED STATEMENT OF FINANCIAL CONDITION DECEMBER 31, 1991

IN THOUSANDS

ASSETS

LIABILITIES AND SHAREHOLDERS' EQUITY

CONS	OLIDATED	BA STATI DECI
ASSETS		I
Interest bearing deposits Investment securities Funds sold Loans Unearned income Reserve for possible loan losses Net loans Total earning assets	\$ 1,060, 2,456, 333, 5,882, (105, (100, <u>5,676,</u> 9,526,	185 136 413 332) <u>118)</u> 963_
Cash and non-interest bearing deposits Premises and equipment Customers' acceptance liability Accrued interest receivable Other real estate Goodwill Trading securities Other assets	86, 11, 76,	223 505 115 428 298 136 433
	ASSETS Interest bearing deposits Investment securities Funds sold Loans Unearned income Reserve for possible loan losses Net loans Total earning assets Cash and non-interest bearing deposits Premises and equipment Customers' acceptance liability Accrued interest receivable Other real estate Goodwill Trading securities	Interest bearing deposits\$ 1,060,Investment securities2,456,Funds sold333,Loans5,882,Unearned income(105,Reserve for possible100,loan losses(100,Net loans5,676,Total earning assets9,526,Cash and non-interest479,Premises and equipment123,Customers' acceptance liability22,Accrued interest receivable86,Other real estate11,Other assets11,

Deposits Short-term borrowing Bank's acceptances outstanding Accrued pension costs Accrued interest payable Income taxes payable Other liabilities Long-term debt Total liabilities	\$ 7,852,514 1,598,518 22,505 24,670 43,224 115,841 62,451 921 9,720,644
Shareholder's equity Capital stock Surplus Unrealized valuation adjustments Retained earnings Total shareholders' equity	14,908 419,820 (2,370) <u>173,435</u> 605,793
TOTAL LIABILITIES AND	

TOIAP PINDIPITI			
SHAREHOLDERS '	EQUITY	• • • • • • • • • • • •	\$ <u>10,326,437</u>

.

BANK OF HAWAII SAIPAN BRANCH STATEMENT OF FINANCIAL CONDITION DECEMBER 31, 1991

IN THOUSANDS

ASSETS

LIABILITIES

Loans Reserve for possible loan losses Net loans Total earning assets	<u>-0-</u> <u>40,682</u>
Cash and non-interest bearing deposits Accrued interest receivable Due from Head Office Total assets	3,838 294 43,915 57
TOTAL ASSETS	\$ <u>88,786</u>

Demand - noninterest bearing Demand - interest bearing Savings Time Total deposits	6,578 19,795
Accrued interest payable Other liabilities	283 31
TOTAL LIABILITIES	\$ <u>88,786</u>

FIRST SAVINGS AND LOAN ASSOCIATION OF AMERICA CONSOLIDATED STATEMENT OF FINANCIAL CONDITION DECEMBER 31, 1991

IN THOUSANDS

Liabilities:

ASSETS

LIABILITIES AND STOCKHOLDERS EQUITY

Cash and amounts

.

due from banks	\$ 2,909
Interest bearing deposits	
in other banks	4,304
Investment securities,	
at amortized cost	13,376
Mortgage-backed securities,	
at amortized cost	1,083
Loans receivable	121,721
Accrued interest receivable	883
Premises and equipment	1,934
Other assets	66
TOTAL ASSETS	\$146,276
	¥ <u>#10/0/0</u>

Deposit accounts Notes payable Notes payable to affiliate	\$ 58,405 13,900 51,830
Advance payments by borrowers for property taxes and insurance Accrued interest payable Other liabilities Income taxes:	505 972 1,014
Current Deferred Total liabilities	48 <u>442</u> 127,116
Commitments	-0-
Stockholders equity: Common stock, \$10 par value, 300 shares authorized; 300 shares issued and outstanding	3
Stockholders equity: Common stock, \$10 par value, 300 shares authorized;	3 15,200 <u>3,957</u>

COMMONWEALTH REGISTER
REGISTER
VOLUME 1
4 NO. 1
11 NOVEMBER 15,
l5, 1992
PAGE
10013

FIRST SAVINGS AND LOAN ASSOCIATION OF AMERICA SAIPAN BRANCH STATEMENT OF FINANCIAL CONDITION

DECEMBER 31, 1991

IN THOUSANDS

ASSETS

ł.

Cash and no-interest bearing deposits Loans Premises and equipment Other assets	3,390 31
TOTAL ASSETS	\$ <u>11,658</u>

Domestic deposits: Demand - interest bearing Savings Time Accrued interest payable Total stockholders equity	3,356
TOTAL LIABILITIES AND STOCKHOLDERS EQUITY	\$ <u>11,658</u>

LIABILITIES AND STOCKHOLDERS EQUITY

UNION BANK CONSOLIDATED STATEMENT OF FINANCIAL CONDITION DECEMBER 31, 1991

IN THOUSANDS

ASSETS				
	<u>1991</u>	<u>1990</u>		
Cash and due from banks \$		\$ 1,175,420		
Interest bearing deposits Federal funds sold and	500,000	150,000		
securities purchased under				
resale agreements	616,400	67,800		
Total cash and				
cash equivalents	2,453,652	1,393,220		
Trading accounts assets	61,072	20,601		
Investment securities				
(market value of \$1,143,304	~ ~			
and \$1,345,451 as of Decembe 31, 1991 and 1990	er			
respectively)	1,075,622	1,312,071		
Loans 13,189,846 12,866,598				
Less allowance for loan losses	402 167	220 145		
10an 10sses	402,167	320,145		
Net Loans	12,787,679	12,546,453		
Premises and equipment	266,758	266,595		
Customers acceptance	229,888	360,596		
liability Other real estate owned	249,840	21,922		
Other assets	349,212	391,625		
Total Assets\$	<u>17,473,723</u>	\$ <u>16,313,083</u>		

	<u>1991</u>	<u> 1990</u>
Deposits in domestic offices:		
Demand\$	4,057,448	\$ 3,693,179
	3,261,208	
Savings and consumer	-,,	_,,
	110 200	1,944,900
	2,118,288	
Large time	3,066,984	2,701,908
Total deposits in		
domestic offices 12	2,503,928	11,151,244
Deposits in		
foreign offices	655,762	770.775
Total Deposits 13	150 600	11 022 010
	5,155,050	11,922,019
Federal funds purchased		
and securities sold under		
repurchase agreements	812,890	765,375
Commercial paper	585,384	688,007
Other borrowed funds	1,065,938	983,792
Acceptances outstanding	229,889	360,587
Other liabilities	223,001	234,865
Subordinated capital notes	321,718	325,314
Total liabilities <u>16</u>	5, <u>398,510</u>	15,279,959
Stockholders' Equity:		
Preferred stock		
authorized 5,000,000 share	es	
issued 1,020 shares	150,000	150,000
	130,000	130,000
Common stock - 5¢ par value		
authorized 50,000,000 sha	res	
issued 32,339,602 and		
32,177,439 shares	161,698	160,887
Surplus	436,752	434,550
Retained earnings	326,763	287,681
Total shareholders equity.		1,033,124
Total puttonoracio edutelet -		
TOTAL LIABILITIES AND		
SHAREHOLDERS EQUITY \$17	1,413,123	20,313,083

LIABILITIES AND CAPITAL

- 13 -

UNION BANK SAIPAN BRANCH STATEMENT OF FINANCIAL CONDITION DECEMBER 31, 1991

IN THOUSANDS

ASSETS

Cash & cash items in	
process of collection	\$ 2,406
Securities:	
a) U.S.Treasury	
b) U.S.Govt Agencies	
c) Others	
Balance with other bank	
Loan (Gross):	
a) Government	
b) Consumer	15,749
c) Real Estate	
d) Non-Local Real Estate	
e) Commercial	23,602
Premises and Equipment	5 03
Other real estate owned	
Due from banks:	
a) Head Office or Branches	156,051
b) Others	(6,894)
Provisions for loan losses/	
unearned discount	
Other Assets	
Standby letter of credit	
Commercial letter of credit	
TOTAL ASSETS	\$ <u>191,417</u>
Interest received	
from borrowers in 1991	<u>Ş 4,192</u>

LIABILITIES AND CAPITAL

Deposits:		
a) Demand deposit - govt & govt agencies	\$	150
b) Other		42,900
c) Regular savings - govt & govt agencies		
d) Other		49,642
e) TCD - govt & govt agencies		18,000
f) Other		79,180
Due to other banks:		
a) Head office or branches		
b) Others		
Liabilities on acceptances executed		
and outstanding		
Accrued interest payable		1 545
and other liabilities		1,545
Capital stock		
Capital surplus		
Undivided profits		
Convertible subordinated debt and		
FSLIC contribution	-	
TOTAL LIABILITIES AND CAPITAL	\$1	191.417
TOTAL BIRDIDITIED MAD ORTINDETTED	74	
Interest paid to depositors in 1991	\$_	11,770

DIRECTORY 1991 FINANCIAL INSTITUTIONS

RETAIL BANKS

1)	Bank of Guam Saipan Branch P. O. Box 678 Saipan, MP 96950
	Manager : Mr. Mike W. Naholowaa Telephone : 233-5000 to 5028 Location : Garapan and Susupe, Saipan Songsong, Rota - Phone: 532-3600 San Jose, Tinian - Phone: 433-3258
	Insurance : FDIC (\$100,000) Commencement: 1980
	Auditor : Price Waterhouse
2)	Bank of Hawaii P. O. Box 566 Saipan, MP 96950
	Manager : Mr. David Buehler Telephone : 234-6102/6673-4 Location : Nauru Bldg., Susupe, Saipan Insurance : FDIC (\$100,000) Commencement: 1968
	Auditor : Ernst & Young
3)	Bank of Saipan P. O. Box 690 Saipan, MP 96950
	Manager : Mr. Joseph Del Rosario Telephone : 234-6908/7282/7694 Location : Chalan Kanoa #2/Garapan, Saipan Insurance : Non-insured Commencement: 1981
	Auditor : KPMG Peat Marwick
4)	First Hawaiian Bank c/o P. O. Box 2607 Saipan, MP 96950
	Resident Agent: Mr. David a. Wiseman P. O. Box 2607 Saipan, MP 96950
	Auditor : Coopers & Lybrand
	- 15 -

į

5) First Savings & Loan Association of America P. O. Box 324 Saipan, MP 96950 Manager : Mr. David Deleon Guerrero Telephone : 234-6617/8561 Location : Joeten Center, Susupe : \$100,000 SAIF (FSLIC) Insurance Commencement: 1984 Auditor : Ernst & Young 6) Guam Savings & Loan Association P. O. Box 3201 Saipan, MP 96950 Manager : Winniefreda De Leon Guerrero-Blair Telephone : 233-2265/4752/5626 : Liberty Plaza, Garapan Location : \$100,000 SAIF (FSLIC) Insurance Commencement: 1990 Auditor : Pickens, Borja & Filush, P.C. 7) Marianas Bank P. O. Box 1867 Saipan, MP 96950 Manager : Ana G. Duenas Telephone : 234-7773/8663/7701/7702 : San Jose, Saipan Location Insurance : Non-Insured Commencement: 1981 Auditor : Deloitte & Touche 8) Union Bank P. O. Box 1053 Saipan, MP 96950 Manager Ken Kato : Telephone : 234-6209/6232/6559/7935 Location : Chalan Laulau, Saipan Insurance : FDIC (\$100,000) Commencement: 1975 Auditor : Arthur Andersen & Co.

- 16 -

-

OFFSHORE BANK

1) First American Bank, Ltd. P. O. Box 232 CHRB Saipan, MP 96950 Principal Location: Susupe, Saipan Resident Agent : Charles K. Novo-Gradac, Esq. WHITE, NOVO-GRADAC & MANGLONA Attorneys-at-Law P. O. Box 222 CHRB Saipan, MP 96950 Telephone : 234-6547/8 Commencement : 1983

COMMONWEALTH REGISTER VOLUME 14 NO. 11 NOVEMBER 15, 1992 PAGE 10019

. - 17 -

1991 LISTING FOREIGN CURRENCY EXCHANGE

A. REMITTANCE COMPANIES

	<u>Name_of_</u>	Company	Security	<u>Total Remitted</u>
1)	Aranda, Esp dba Island P. O. Box 3 Saipan, MP	Foreign Exchange 052 PR 583	\$25,000 Bond J.T.S.Insurance Co.	\$ 5,213,449
	Location : Telephone:	Sablan's Bldg.,Chalan 234-7325	Kanoa,Dist.#2	
		Venerio M. Marcia Leonardo P. Lucas		
2)	Aranda, Rom dba Galaxy P. O. Box 5 Saipan, MP	Services Int'l 87	\$25,000 Bond Century Insurance Co.	\$ 1,219,893
		Chalan Piao, Saipan San Jose, Tinian Songsong, Rota 234-1698/1699		
	-	Roma Diaz-Aranda, Saij Arturo E. Macaspac, S Juan C. Diaz, Tinian	aipan	
3)	Buniag, Rem dba Marfran P. O. Box 1 Saipan, MP	enterprises 1465	\$25,000 Bond J.T.S. Insurance Co.	No activity
	Location : Telephone:			
	Agent :	Remedio S. Buniag		
4)	G.M.C. Int' Caller Box Saipan, MP	1 Services, Inc. PPP 177 96950	\$25,000 TCD Union Bank Saipan	\$ 2,746,386
	Location : Telephone:	UIU Bldg., San Jose 234-5027/5065		
	Agent :	Angelina P. De Lemos		

÷ ~

COMMONWEALTH REGISTER VOLUME 14 NO. 11 NOVEMBER 15, 1992 PAGE 10020

A. REMITTANCE COMPANIES

Name of Company		Security	Total Remitted
5) JCT Service Plus, Inc P. O. Box 137 Saipan, MP 96950	•	\$25,000 TCD Bank of Hawaii Saipan	\$ 55,678
Location : Joeten Ce Telephone: 234-6445/			
Walter I. 3	blan an A. Cepeda Macaranas ae DLC. Cepeda . Domingo		
6) LBC Mabuhay (Saipan), P. O. Box 1910 Saipan, MP 96950	Inc.	\$24,990 TCD Union Bank Saipan	\$ 1,664,747
Location : Susupe, S Telephone: 234-9013	aipan		
Agent : Ricardo R	. Sumayao		
7) Lim, Antonio T. dba Antonio T. Lim En P. O. Box 1579 Saipan, MP 96950	terprise	\$25,000 Bond Century Insurance Co.	\$ 6,034,513
Location : Chalan La Telephone: 234-6834	ulau		
Agents : Nicanor A Medellio	. Bocago C. Oclima		
8) Micronesia (Int'l) Je dba Micronesia Money P. O. Box 1579 Saipan, MP 96950		\$25,000 Bond Century Insurance Co.	\$ 2,3 80, 590
Location : Chalan La Telephone: 234-9531	ulau, Saipan		
Agent : Maria Lou	rdes C. Johnson		

4 -

A. REMITTANCE COMPANIES

Name of Company Total Remitted Security 9) New Builders, Inc. \$25,000 Bond \$ 116,970 J.T.S. Insurance Co. dba Siesca Express P. O. Box 2490 Saipan, MP 96950 Location : San Vicente, Saipan Telephone: 234-9636 Agent : Honesto V. Estabillo \$25,000 86,521 10) Phil-Gets (Guam) Int'l \$ Trading Corporation Century Insurance Co. P. O. Box 800 Saipan, MP 96950 Location : Chong's Building, Gualo Rai Telephone: 234-6560 Agent : Generoso M. Bangayan \$ 445,746 \$25,000 Bond 11) Philippine Goods, Inc. J.T.S. Insurance Co. dba Philippine Goods Currency Expediter P. O. Box 165 Saipan, MP 96950 Location : San Jose, Saipan Telephone: 234-6485 Agent : Victorino U. Villacrusis 12) Pinoy Express (PX Saipan), Inc. \$25,000 Bond \$ 2,791,494 Caller Box AAA 204 J.T.S. Insurance Co. Saipan, MP 96950 Location : Chalan Kanoa, Dist. #4, Saipan San Jose, Tinian 235-5006/7 Telephone: Agents : Ernie T. Ulanday Rebecca T. Cordovez 13) Sai-Phil Services \$25,000 TCD \$ 61,211 dba Rapid Foreign Bank of Saipan Exchange Remittance P. O. Box 1509 Saipan, MP 96950 Location : Sablan's Building, Chalan Kanoa Telephone: 234-3344/2125 Agents : Servando SP. Regis Corazon S. Estella - 20 -

COMMONWEALTH REGISTER VOLUME 14 NO. 11 NOVEMBER 15, 1992 PAGE 10022

÷

A. REMITTANCE COMPANIES

	Name of (Company	Security		<u>Tota</u>	1 Remitted
14)	TAC Int'l. P. O. Box 3 Saipan, MP		\$25,000 Bond Century Insuranc	ce Co.	\$	457,652
		Chalan Laulau, Saipan 235-5004/6834				
	Agent :	Philsag Corporation dba Hafa Adai Retail Stor & Video Rental	ce			
15)	Tri-All In P. O. Box 3 Saipan, MP		\$25,000 Bond Century Insurand	ce Co.	\$2,	,794,748
		Chalan Laulau, Gualo Rai San Jose, Tinian 234-1603/1610	, Garapan			
	Agents :	Esterlita Canadalla, Cha Adela Arcales, Gualo Ra Elizabeth Manio, Garapan Manuel Acaban, Tinian	lan Laulau i			
16)	Valencia, M dba Rustan P. O. Box Saipan, MP	's Foreign Exchange 639	\$25,000 TCD Union Bank Saipan		\$ 1	,095,80 9
		San Vicente, Saipan 234-7299/0329				
	Agents :	Willy O. Valencia Angel V. Magcalas				
17)	Victoria F P. O. Box Saipan, MP		\$25,000 Bond Century Insuran	ce Co.	\$ 1	,214,6 85
	Location : Telephone:	Sablan's Bldg., San Jose 234-8521	, Saipan			
	Agent :	Guadalupe A. Flores				
18)	Viking Int dba Peso R P. O. Box Saipan, MP	1280	\$25,000 Bond Century Insuran	ce Co.	\$	415,170
	Telephone:	Lower Base, Saipan 322-8168/9006 Wellington C. Ang				
		TOTAL FUN - 2	DS REMITTED IN 199 1 -	1	\$ <u>28</u>	<u>,795,262</u>

COMMONWEALTH REGISTER VOLUME 14 NO. 11 NOVEMBER 15, 1992 PAGE 10023

<u>ـ</u>ــــ

	NAME OF COMPANY	1ST QRT	2ND QRT	3RD QRT	4TH QRT	TOTAL	
1)	Antonio T. Lim Enterprises (Antonio T.Lim)	\$1,296,540	\$ 1,582,595	\$ 1,601,109	\$ 1,554,269	\$ 6,034,513	
2)	Galaxy Int'l Services (Roma Diaz-Aranda)	216,375	273,184	349,881	380,453	1,219,893	
3)	GMC Int'l Services, Inc.	704,345	795,619	707,790	538,632	2,746,386	
4)	Island Foreign Exchange (Esperdiona Aranda)	1,519,828	1,610,142	1,166,700	916,779	5,213,449	
5)	JCT Services Plus, Inc.	Licensed	l in Septer	nber 1991	55,678	55,678	
6)	LBC Mabuhay (Saipan), Inc.	NO REPORT	226,904	538,547	899,296	1,664,747	
7)	Micronesia (Int'l) Jewelry, Inc.	398,897	664,543	613,953	703,197	2,380,590	
8)	New Builders, Inc. dba Siesca Express	94,484	22,486	-0-	-0-	116,970	
9)	Phil-Gets (Guam) Int'l Corporation	Licensed i	in May 1991	4,719	81,802	86,521	
10)	Philippine Goods, Inc.	112,801	116,220	110,875	105,850	445,746	
11)	Pinoy Express (PX Saipan), Inc.	708,518	831,707	764,775	486,494	2,791,494	
12)	Rustan's Foreign Exchange (Willy Valencia)	88,568	146,140	258,306	602,795	1,095,809	
13)	Sai-Phil Services dba Green Bucks Express	-0-	9,548	20,059	31,604	61,211	
14)	TAC Int'l Constructor, Inc.	44,430	153,361	133,862	125,999	457 , 652	
15)	Tri-All Int'l Corporation	770,645	651,390	686,272	686,441	2,794,748	
16)	Victoria Foreign Exchange Corporation	416,455	280,042	273,832	244,356	1,214,685	
17)	Viking Int'l Corporation dba Peso Remittance	127,143	107,247	91,032	89,748	415,170	
18)	Marfran Enterprises (Remedio S. Buniag)	NO	ACTIVITY				
	TOTAL	\$6,499,029	\$ 7,471,128	\$ 7,321,712	\$ 7,503,393	\$28,795,262	

FUNDS TRANSMITTED TO COUNTRIES OUTSIDE THE CNMI FOR CALENDAR YEAR ENDING DECEMBER 31, 1991

B. CURRENCY TRANSACTION COMPANIES (Buying and Selling Only)

 CNMI Currency Exchange, Inc. P. O. Box 486 Saipan, MP 96950

Security : Waived Location : San Jose, Saipan Telephone: 234-3318 Resident Agent: Michael P. Tenorio

2) Hotel Nikko Saipan, Inc. P. O. Box 241 CHRB Saipan, MP 96950

Security :	\$25,000
	Union Bank, Saipan
Location :	San Roque, Saipan
Telephone:	322-3311

Agents : Rhodora P. Mosqueda Jocelyn Dabu Terry Moss

3) Michigan Incorporated P. O. Box 2682 Saipan, MP 96950

).
in

Agent : Young Tai Cho

4) Micro Pacific Development, Inc. dba Saipan Grand Hotel
P. O. Box 369
Saipan, MP 96950

Security : \$25,000 TCD Union Bank, Saipan Location : Susupe, Saipan Telephone: 234-6601-3/9911

Agents : Masataka Nagata Kazuo Yano

- 5) Oceania-Fujiken P. O. Box 2607 Saipan, MP 96950
 - Security : Waived Location : Garapan
 - Agents : Jane R. Martinez
- 6) Pacific Micronesia Corporation dba Dai-Ichi Hotel Saipan
 P. O. Box 1029
 Saipan, MP 96950
 - Security : \$25,000 TCD Union Bank, Saipan Location : Garapan, Saipan Telephone: 234-6412/7064
 - Agents : Naoki Koseki Maria Igisaiar Diomedes Nuique Lupe T. Manacop
- 7) Saipan Diamond Hotel P. O. Box 66 Saipan, MP 96950

Security : Waived Location : Susupe, Saipan Telephone: 234-5900

Agent : Shinichi Yamada

8) Saipan Hotel Corporation dba Hafadai Beach Hotel P. O. Box 338 Saipan, MP 96950

> Security : Waived Location : Garapan, Saipan Telephone: 234-6495/8

> Agents : Seigo Horai Yutaka Kurihara Tomio Hanai Toshiichi Kase

- 23 -

B. CURRENCY TRANSACTION COMPANIES (Buying and Selling Only)

9) Saipan Portopia Hotel Corporation* dba Hyatt Regency Saipan P. O. Box 87 Saipan, MP 96950

Security :	\$25,000 Bond	
	Century Insurance	Co.
Location :	Garapan, Saipan	
Telephone:	234-1234/6426	

Agents : Helen Espinoza Erlinda Ngiraibuuch

NOTE: *Bought E.I.E. Corporation in October 1991

10) Suwaso Corporation dba Coral Ocean Point Resort Club P. O. Box 1160 Saipan, MP 96950 Security : \$25,000 Bond J.T.S.Insurance Co. Location : Agingan Point, Saipan Telephone: 234-7000 Agent : Hideo Sugiyama

COMMONWEALTH REGISTER VOLUME 14 NO. 11 NOVEMBER 15, 1992 PAGE 10026

- 24 -

* =

1991 LISTING

FINANCE COMPANIES

1) Daekun Trust Financing Corporation Caller Box PPP 642 Saipan, MP 96950 Location : Chalan Kanoa, Dist.#4 Telephone Telephone : 234-7269/7270 Resident Agent: Jesus Barcinas Incorporated : December 27, 1991 Licensed but never initiated operations 2) Friendly Finance Company, Inc. P. O. Box 567 Saipan, MP 96950 Location : San Jose, Saipan Resident Agent: Michael P. Tenorio Chartered : January 21, 1985 Incorporated : January 23, 1985 Assets..... \$634,526 Liabilities..... \$376,015 Capital Investment..... \$ 25,000 Gross Income as of June 30, 1991... \$183,197 Loans Receivable..... \$590,929 Home Financial Corporation 3) P. O. Box 206 Saipan, MP 96950 Location : San Jose, Saipan : 234-2491 Telephone Resident Agent: Rodney T. Cabrera Incorporated : June 02,1989 CEASED OPERATIONS 4) Isla Financial Services, Inc. P. O. Box 3219 Saipan, MP 96950 Location : Joeten Center, Susupe Telephone : 235-5278/5279 Manager : Anne D. Nabong Incorporated: July 10, 1991

Capital Investment: \$1,000,000

- 25 -

5)	Marianas Realty Financial Corporation P. O. Box 1447 Saipan, MP 96950
	Location : Susupe, Saipan Telephone : 234-6445/6 Resident Agent: Clarence T. Tenorio Incorporated : October 25, 1982
	Capital Investment : \$83,500 Gross Income as of September 30, 1991: \$51,531
6)	Marine Mortgage Bankers, Inc. P. O. Box 3125 Saipan, MP 96950
	Location : Nauru Building, Saipan Telephone : 235-6868 Resident Agent : Jose T. Deleon Guerrero Incroporated : December 06,1989 Capital Investment: \$1,000,000 Gross Income as of December 1990: \$49,846
7)	Pacific Financial Corporation (Industrial Loan Co.) P. O. Box 1657 Saipan, MP 96950
	Location : Professional Bldg., San Jose Telephone : 234-8615/5706 Resident Agent: Magdalena C. Camacho
	Incorporated : December 19, 1974 (Guam) Registered : January 10, 1986
	Assets
	Notes Receivables \$4,622,439 Corporate Notes \$ 776,679
8)	Sablan Finance, Inc. P. O. Box 1430 Saipan, MP 96950
	Location : Sablan Bldg.,Chalan Kanoa,Dist.#2 Telephone : 234-7937/7947 Resident Agent: Karl T. Reyes, Treasurer Incorporated : March 27, 1985
	Assets \$378,607 Liabilities \$ 15,421 Loan Receivables \$282,771 Capital Investment \$ 51,500
	Gross Income as of 12/31/90 \$ 74,194
	- 26 -

COMMONWEALTH REGISTER VOLUME 14 NO. 11 NOVEMBER 15, 1992 PAGE 10028

-- 10) United Trust & Financing Co., Ltd. P. O. Box 2183 Saipan, MP 96950

> Location : San Jose, Saipan Telephone : 234-1333/2777 Resident Agent: Moses B. Quitugua

Incorporated : January 02, 1990 Chartered : January 02, 1990

Assets (11/30/90) \$303,095 Liabilities \$ 11,075 Accounts Receivable \$ 167,462 Capital Investment \$ 50,000

Gross Income as of September 30, 1991: \$ 77,579

1991 LISTING

SECURITY BROKER DEALER

 First American National Securities, Inc. 3120 Breckinridge Boulevard Duluth, Georgia 30199-0001

Incorporated in the state of Georgia in 1981 Registered in the CNMI: September 09, 1987

September 30, 1990

Assets \$13,704,152 Liabilities \$ 5,280,360

Agent: Juan A. Cruz P. O. Box 23007 Agana, Guam 96910

2) Interpacific Investors Services, Inc. 612 Norton Building Seattle, WA 98104

Incorporated in the state of Washington in 1970 Registered in the CNMI on January 25, 1988

September 30, 1990

Assets \$3,870,174 Liabilities \$1,592,745

Agents: Mark R. Curtis 145 Aspinall Ave, Suite 101 Agana, Guam 96910

L _

Michael Pexa 145 Aspinall Ave., Suite 101 Agana, Guam 96910

- 28 -

1991 LISTING TRUST COMPANIES

1) Bishop Trust Company, Ltd. P. O. Box 2390 Honolulu, HI 96804

> Resident Agent: KPMG Peat Marwick Caller Box PPP 543 Saipan, MP 96950 Telephone: 322-0860

Bishop Trust had its beginning in 1858 as the Trust Department of Bishop and Company, Bankers. In 1906 the trust department was incorporated as Bishop Trust Company. In 1980 Bishop became a wholly-owned subsidiary of Crocker National Corporation. More recently, in September of 1984, Bishop Trust was purchased by American Financial Services of Hawaii, Inc.

Bishop's main operations are located in Honolulu with a branch office in Hilo on the Big Island. Throughout Bishop Trust's long history in Hawaii, it has continued to provide full trust services including real estate and portfolio management, tax service, estate and financial planning, and personal trust and employee benefit services.

OVERVIEW 1991

Client Assets:

Market value of all assets held in management	
and custodial capacities	\$1,530,036,251
Personal Trust & Estates	
Employee Benefit Trust & Agencies	. \$ 314,716,865
Corporate Trusteeship, Institutional, Charitable,	
Government Accounts	. \$ 104,377,980

Investment Management (Securities):

Trust & Agency assets under management904,759,762Mutual Funds managed byNONE

Northern Mariana Islands:

Bishop Trust Company one client in Northern Mariana, providing personal trust services.

2) Hawaiian Trust Company, Ltd. 111 South King Street Honolulu, HI Resident Agent: David Nevitt, Esq. CARLSMITH,WICHMAN,CASE & ICHIKI Attorneys-At-Law P. O. Box 241 CHRB Saipan, MP 96950 Telephone: 322-3455

Hawaiian Trust Company, Ltd. is Hawaii's oldest and largest trust company. The company has maintained a business presence in the South Pacific Islands for over 15 years. In 1989, the Guam office opened its doors in order to bring its services to the people more expediently. The Guam office services Guam and the Commonwealth of the Northern Mariana Islands (CNMI).

OVERVIEW 1991

Client Assets:

Market value of all assets held in management	
and custodial capacities 12/31/90	\$6.8 Billion
Personal Trust and Estates	\$2.8 Billion
Employee Benefit Trusts and Agencies	\$1.0 Billion
Corporate Trusteeship, Institutional, Charitables,	
Government Accounts	\$3.0 Billion

Investment Management (Securities):

Trust and Agency assets under management 12/31/90	\$2.4 Billion
Mutual Funds managed by Hawaiian Trust Company 12/31/90	\$900 Million
Total	

Hawaiian Trust Co., Ltd. provides services to the CNMI customers as its Agents, Custodians of Assets, and Investment Managers. The aggregate total of its CNMI clients is in excess of \$83 million. In addition, a total of \$6 million is part of Hawaii's Tax Exempt Pooled Funds for Revenue Bonds issued by the CNMI.

- 30 -

Fourth Annual Report of the Insurance Commissioner

The Fourth Annual Report of the Insurance Commissioner for the year ended December 31, 1991 is submitted in compliance to Section 7112 of the Commonwealth Insurance Act of 1983 (4 CMC Div. 7). The Banking and Insurance Section is delegated by the Insurance Commissioner to regulate the insurance industry. The sources of information contained in this report are derived from filed data maintained by the Section. New sections incorporated in this report include the following:

- 1. Significant Events Summary
- 2. Insurance Statistics
- 3. Appendix A: Listing of General Agents
- 4. Appendix B: Listing of Sub-Agents and Solicitors
- 5. Appendix C: Listing of Brokers and Adjusters
- 6. Appendix D: Listing of Surplus Lines Brokers/Agents

Other items in the report have been slightly modified from their 1990 predecessors in an effort to simplify and present data more clearly. The text under "Recommended Legislation" remains unchanged from the 1990 report. The Insurance Commissioner strongly urges the Legislature to take the proposed legislation under serious consideration.

The performance of the Commonwealth's insurance industry in 1991 can be described as aggressive, despite the economic downturns in several major world economies. Although expenses and losses increased marginally in 1991, total combined assets of insurers increased 44 percent. The statistical data in this report reflects a summarized view of the performances of insurers in the CNMI.

> JOAQUIN S. TORRES Insurance Commissioner

TABLE OF CONTENTS

DESCRIPTION

PAGE

RECOMMENDED LEGISLATION	1
SIGNIFICANT EVENTS SUMMARY	4
ALIEN INSURERS	6
ALIEN INSURERS' SECURITIES DEPOSITS/BONDS	8
DOMESTIC INSURERS	9
FOREIGN INSURERS	12
INSURANCE STATISTICS	18
FINANCIAL STATEMENT OF ALIEN INSURERS	23
FINANCIAL STATEMENT OF DOMESTIC INSURERS	24
FINANCIAL STATEMENT OF FOREIGN INSURERS	26
SUMMARY OF TOTAL LINES OF BUSINESS WRITTEN BY PROPERTY AND CASUALTY COMPANIES	30
EXHIBITS OF PREMIUMS AND LOSSES ON FIRE & ALLIED LINES	32
EXHIBITS OF PREMIUMS AND LOSSES ON HOMEOWNERS MULTIPLE PERIL .	34
EXHIBITS OF PREMIUMS AND LOSSES ON COMMERCIAL MULTIPLE PERIL .	35
EXHIBITS OF PREMIUMS AND LOSSES ON OCEAN MARINE	36
EXHIBITS OF PREMIUMS AND LOSSES ON INLAND MARINE	37
EXHIBITS OF PREMIUMS AND LOSSES ON TYPHOON	38
EXHIBITS OF PREMIUMS AND LOSSES ON EARTHQUAKE	39
EXHIBITS OF PREMIUMS AND LOSSES ON ALL OTHER A & H	40
EXHIBITS OF PREMIUMS AND LOSSES ON WORKERS' COMPENSATION	41
EXHIBITS OF PREMIUMS AND LOSSES ON OTHER LIABILITY	43

EXHIBITS OF PREMIUMS AND LOSSES ON OTHER PRIVATE PASSENGER AUTO LIABILITY 44 EXHIBITS OF PREMIUMS AND LOSSES EXHIBITS OF PREMIUMS AND LOSSES ON PRIVATE PASSENGER AUTO PHYSICAL DAMAGE 46 EXHIBITS OF PREMIUMS AND LOSSES ON COMMERCIAL AUTO PHYSICAL DAMAGE 47 EXHIBITS OF PREMIUMS AND LOSSES ON FIDELITY AND SURETY 48 EXHIBITS OF PREMIUMS AND LOSSES ON PROPERTY DAMAGE AND LIABILITY 50 EXHIBITS OF PREMIUMS AND LOSSES ON AGGREGATE WRITE-INS FOR OTHER LINES BUSINESS 51 SUMMARY OF LIFE INSURANCE - DIRECT PREMIUMS AND ANNUITY CONSIDERATION 52 SUMMARY OF LIFE INSURANCE DIRECT CLAIMS AND BENEFITS PAID 53 EXHIBITS OF LIFE INSURANCE DIRECT CLAIMS AND BENEFITS PAID ... 54 SUMMARY OF LIFE INSURANCE DIRECT DEATH BENEFITS INCURRED 65 EXHIBITS OF LIFE INSURANCE DIRECT DEATH BENEFITS INCURRED 66 APPENDIX D: LISTING OF SURPLUS LINE BORKERS/AGENTS 88

Recommended Legislation

 Presently, only alien insurers are required to put up a security deposit in the amount of \$100,000 for the benefit and security of all policyholders and creditors under 4 CMC, Div. 7, Section 7308(c)(1) through (5) of the Insurance Code.

It is recommended that provisions be added in the Insurance Act to include <u>foreign</u> and <u>domestic</u> insurers to put up security deposits of not less than \$50,000 for the benefit and security of all policyholders and creditors for each class of insurance for which a Certificate of Authority is sought.

2) In addition to the reference made pursuant to Section 7301(b)(2)(ii) that,

> "upon completion of one year's operation of business and every year thereafter, evidence that at least 40% of the company's employees working in the Commonwealth are U.S. citizens or persons of Northern Marianas descent as defined in the CNMI Constitution, Article XII(4);"

The following similar provisions are recommended to apply to domestic insurers, general agents, subagents, solicitors, brokers, and adjusters whereby:

- A) A domestic insurer shall submit, as part of its application for a Certificate of Authority, documentary evidence, showing that at least 40% of its employees in the Commonwealth are U.S. citizens or persons of Northern Marianas descent;
- B) General agents, subagents, solicitors, brokers, and adjusters:
 - if an individual person, shall be restricted to U.S. citizens or persons of Northern Marianas descent, and proof to that effect shall be required for each initial license application; or
 - (2) if other than an individual person, shall include evidence for each initial and subsequent license application that at least 40% of its employees are U.S. citizens or persons of Northern Marianas descent.

- 1 -

3) The Commonwealth Insurance Act does not provide for any admitted insurer's orderly withdrawal from the CNMI. Including such a provision would serve to protect further the interests of policyholders whose policies remain outstanding at withdrawal time or any pending claims.

The following recommended provision, as extracted from the Insurance Law of Guam, fulfills the Insurance Commissioner's intent.

Section _____. Withdrawal.

- (a) An insurer who desires to withdraw from CNMI must first make application to the Commissioner for an order granting permission to withdraw.
- (b) Such application shall be accompanied by an affidavit of its principal officer and general agent, that:
 - (1) It desires to withdraw and to permanently discontinue the transaction of insurance business in the CNMI.
 - (2) All its outstanding policies have either expired or have been reinsured, in which case it shall file an affidavit by the reinsurance company stating that it has reinsured certain policies of the withdrawing company and setting forth in detail the policies it has reinsured; and that
 - (3) All existing claims arising out of insurance transacted in the CNMI have been paid in full.
- (c) It shall cause publication of a notice of its intention to withdraw in a newspaper of general circulation in the CNMI once a week for four (4) consecutive weeks, and shall cause said newspaper to file affidavit of publication with the Commissioner.
- (d) If any person shall object to such withdrawal within one (1) week from date of last publication, and give good and sufficient cause therefore, the Commissioner may order that permission for such withdrawal be refused.

- (e) If the insurer has complied with the provisions of this section and no objection has been made, or if objection is made but without good and sufficient cause, the Commissioner shall order permission to withdraw and the withdrawing insurer shall deliver to the Commissioner for cancellation its Certificate of Authority and current licenses of its agents and solicitors.
- 4) The present insurance license fees are under 4 CMC, Div. 1 (Public Law 3-11, Revenue and Taxation Act of 1982) Chapter 5, as follows.

Section	1503(4)	Insurance	Companies	\$300.00
Section	1503(5)	Insurance	Brokers	100.00
Section	1503(6)	Insurance	Agents	75.00

It is recommended that the insurance fees be deleted from Public Law 3-11 and that all insurance related fees be incorporated and prescribed under rules and regulations to be promulgated by the Insurance Commissioner.

Stipulated further, fees paid in accordance with the provisions of the Insurance Act and accompanying rules and regulations shall not be refundable.

All funds derived from said fees shall be deposited with the CNMI Treasurer to the credit of the General Fund.

SIGNIFICANT EVENTS SUMMARY

In 1990 there were 41 insurers authorized in the Commonwealth of the Northern Mariana Islands. During 1991 that number rose to 45 when four other insurers were admitted, three foreign and one alien. Joining the other 24 existing foreign insurers are Hawaiian Life Insurance Company of America, Lucky Insurance Co., Ltd., and Sunset Life Insurance Company of America. Likewise, Sumitomo Marine & Fire Insurance Co., Ltd. became the sixth licensed alien insurer. As in 1990, the number of domestic insurers in 1991 was 12.

Casualty Assurance Company, a CNMI Corporation, was terminated by Retirement Fund as the carrier for workers compensation for CNMI Government employees. Termination was prompted by serious concerns over the doubtful capability and soundness of the insurer. However, the Insurance Commissioner lacked sufficient instigating evidence to warrant adverse regulatory action against Casualty Assurance Company. Later, the Attorney General's Office notified the Insurance Commissioner that steps were to be taken to initiate the dissolution of the company. Casualty Assurance Company did not submit an application to extend its certificate of authority for 1992.

Corporate ownership of GM Insurance Company, Inc., a domestic insurer, transferred to new owners. By corporate resolution and a filing thereof with the Insurance Commissioner, the insurer's name was changed to Equitable Insurance Company, Inc.

The Insurance Commissioner received inquiries from insurance companies, CNMI Workers Compensation Commission, and the Attorney General's Office regarding marine related insurance coverages for divers, fishermen and other similar occupations. The concern was the difficulty in obtaining such insurance from licensed insurers. Main reason for denied coverage was due to the high risk nature of aquatic occupations. A suggestion was made to seek coverage via surplus lines. Still, the Safe Diving Act of 1990 was passed to ensure the safety of customers of recreational diving services by requiring that dive instructors and tour leaders be certified and obtain substantial liability insurance.

A revealing large number of filing discrepancies by insurers prompted the Insurance Commissioner to initiate a file audit on all insurers' files maintained by his office. Discrepancies were noted, and affected insurers were advised to comply with filing standards. All insurers, as well, were advised to comply with standards for filing their annual financial statement. Filing the annual financial statement in NAIC "Yellow Book Form" was emphasized.

Two staff of Department of Commerce and Labor, Banking & Insurance Section attended FDIC Bank Examiner School I. The course involved technical training in conducting a comprehensive bank examination. Like examinations also apply to insurance companies, and the Insurance Commissioner supports further efforts to avail of such training opportunities.

ALIEN INSURERS

1) Korea Automobile Fire and Marine Insurance Co., Ltd. #21-9, Cho-dong, Chung-gu CPO Box 658 Seoul, Korea Date Admitted : January 01, 1985 Classes of Insurance: All Lines Except Life General Agent : Moylan's Insurance Underwriters (Int'l), Inc. 2) New Zealand Insurance Co., Ltd. 35/F-37/F, World Trade Centre Causeway Bay, GPO Box 783 Hong Kong Date Admitted : June 06, 1975 Classes of Insurance: All Lines Except Life General Agent : Microl Corporation dba Microl Insurance Taisho Marine and Fire 3) Insurance Co., Ltd. 9, Kanda Surugadai 3-Chome Chiyoda-ku, Tokyo Japan 101-11 Date Admitted : July 01, 1982 Classes of Insurance: All Lines Except Disability & Life : Microl Corporation dba Microl Insurance General Agent Tokio Marine and Fire 4) Insurance Co., Ltd. 2-1, Marunouchi 1-Chome Chiyoda-ku, Tokyo 100 Japan : June 12, 1972 Date Admitted Classes of Insurance: All Lines Except Life General Agent : Pacifica Insurance Underwriters, Inc.

5) Sumitomo Marine and Fire Insurance Co., Ltd. 27-2, Shinkawa 2-Chome Chuo-ku, Tokyo 104 Japan Date Admitted : January 30, 1991 Classes of Insurance: All Lines Except Life General Agent : Associated Insurance Underwriters of the Pacific, Inc. 6) Yasuda Fire and Marine Insurance Co., Ltd. 26-1, Nishi-Shinjuku 1-Chome Shinjuku-ku, Tokyo Japan Date Admitted : November 29, 1984 Classes of Insurance: All Lines Except Disability & Life General Agent : Universe Insurance Underwriters (Micronesia), Inc.

ALIEN INSURANCE COMPANIES SECURITIES DEPOSITS/BOND

<u>c</u>	COMPANY NAME	AMOUNT	MATURITY <u>DATE</u>	TYPE OF <u>SECURITY</u>	ISSUER
1)	Korea Automobile, Fire & Marine Insurance Company, Ltd.	\$100,000	06/30/93	Bond#440N9203	Insurance Company of North America
2)	New Zealand Insurance Company, Ltd.	100,000	09/22/92	TDC#6038290	Bank of Hawaii Saipan Branch
3)	Sumitomo Marine & Fire Insurance Co., Ltd.	100,000	Continuous	Bond#1274550	Continental Insurance Co.
4)	Taisho Marine & Fire Insurance Co., Ltd.	100,000	Continuous	Bond#69HF-3518	Insurance Company of North America
5)	Tokio Marine & Fire Insurance Co., Ltd.	100,000	02/13/93	TCD#181584	Union Bank, Saipan Branch
6)	Yasuda Fire & Marine Insurance Co., Ltd.	100,000	04/01/93	Bond#440N9202	Insurance Company of North America

DOMESTIC INSURERS

1) Century Insurance Co., Ltd. Caller Box PPP 193 Saipan, MP 96950 Date Admitted : June 21, 1988 Classes of Insurance : All Lines Except Life General Manager/Agent: Benigno R. Fitial 2) Casualty Assurance Company, A CNMI Corporation Caller Box PPP 570 Saipan, MP 96950 : January 03, 1990 Date Admitted Classes of Insurance : All Lines Except Life General Manager/Agent: Donovan L. Brooks 3) Davilyn Insurance Underwriters, Inc. Caller Box AAA-1001 Saipan, MP 96950 Dated Admitted : February 15, 1990 Classes of Insurance : Surety General Manager/Agent: David C. Sablan 4) Equitable Insurance Co., Inc. P. O. Box 686 Saipan, MP 96950 Date Admitted : November 06, 1990 Classes of Insurance : Surety General Manager/Agent: Alex C. Tudela 5) First Home Insurance Co., Inc. P. O. Box 206 Saipan, MP 96950 Date Admitted : March 15, 1990 Classes of Insurance : Surety General Manager/Agent: Rodney T. Cabrera

6) Global Insurance, Inc. P. O. Box 1638 Saipan, MP 96950 Dated Admitted : January 01, 1989 Classes of Insurance : Surety General Manager/Agent: Norman T. Tenorio 7) J.T.S. Insurance Co., Inc. P. O. Box 2119 Saipan, MP 96950 Date Admitted : July 23, 1987 Classes of Insurance : All Lines Except Life General Manager/Agent: John T. Sablan 8) Marianas Insurance Co., Ltd. P. O. Box 2505 Saipan, MP 96950 Date Admitted : May 19, 1989 Classes of Insurance : All Lines Except Life General Manager/Agent: Rosalia S. Cabrera 9) National Pacific Insurance Company of Saipan, CNMI P. O. Box 2892 Saipan, MP 96950 Date Admitted : January 04, 1990 Classes of Insurance : All Lines Except Life General Manager/Agent: Thomas Lee Ngiratereged 10) New World Reinsurance (CNMI) Corporation Caller Box PPP 570 Saipan, MP 96950

Date Admitted : January 03, 1990 Classes of Insurance : All Lines Except Life General Manager/Agent: Donovan L. Brooks

- 10 -

11) Surety & Guaranty Insurance Corporation P. O. Box 1126 Saipan, MP 96950

> Date Admitted : December 06, 1989 Classes of Insurance : Offshore Surety General Manager/Agent: Bruce M. MacMillan

12) World Surety & Insurance Underwriters, Inc. P. O. Box 2183 Saipan, MP 96950 Date Admitted : June 22, 1988

Classes of Insurance : Surety General Manager/Agent: Moses B. Quitugua

FOREIGN INSURERS

1) Aetna Life Insurance Co. 151 Farmington Avenue Hartford, CT 06156 Date Admitted : November 08, 1990 Classes of Insurance: Disability & Life : Moylan's Insurance Underwriters General Agent (Int'l), Inc. 2) American Family Life Assurance Company of Columbus 1932 Wynnton Road Columbus, GA 31999 Date Admitted : May 18, 1988 Classes of Insurance: Disability & Life General Agent : Pacific Basin Insurance, Inc. 3) American Home Assurance Co. 70 Pine Street New York, NY 10270 Date Admitted : June 29, 1976 Classes of Insurance: All Lines Except Life General Agent : Calvo's Insurance Underwriters, Inc. 4) Commercial Bankers Life Insurance Co. 2301 Dupont Drive Irvine, CA 92715 Date Admitted : September 23,1983 Classes of Insurance: Disability & Life General Agent : Bank of Saipan 5) Continental Insurance Co. One Continental Drive Cranbury, NJ 08570 : July 01, 1980 Date Admitted Classes of Insurance: All Lines Except Life General Agent : Associated Insurance Underwriters of the Pacific, Inc.

Delaware American Life Insurance Co. 6) One Alico Plaza, P. O. Box 667 Wilmington, Delaware 19899 : January 01, 1988 Date Admitted Classes of Insurance: Disability & Life General Agent : Moylan's Insurance Underwriters (Int'l), Inc 7) Grand Pacific Life Insurance Co., Ltd. P. O. Box 420 Honolulu, HI 96809 Date Admitted : 1984 Classes of Insurance: Disability & Life General Agents : Pacifica Insurance Underwriters, Inc. Pacific Basin Insurance, Inc. 8) Hartford Life & Accident Insurance Co. P. O. Box 2999 Hartford, CT 06104-2999 Date Admitted : July 11, 1986 Classes of Insurance: Disability & Life General Agent : Pacific Financial Corporation 9) Hawaiian Life Insurance Co., Ltd. 1311 Kapiolani Blvd. Honolulu, HI 96814 Date Admitted : April 30, 1991 Classes of Insurance: Disability & Life General Agent : Calvo-UMDA Insurance Co., Ltd. 10) Individual Assurance Company, Life, Health & Accident 1600 Oak Street Kansas City, MO 64108 Date Admitted October 24, 1985 : Classes of Insurance: Disability & Life Moylan's Insurance Underwriters General Agent : (Int'l), Inc.

11) Insurance Company of North America 1600 Arch Street Philadelphia, PA 19103 Date Admitted : June 10, 1986 Classes of Insurance: All Lines Except Life Pacific Financial Corporation General Agents : Microl Corporation dba Microl Insurance Moylan's Insurance Underwriters (Int'l), Inc. Associated Insurance Underwriters of the Pacific, Inc. John Hancock Mutual Life Insurance Co. 12) John Hancock Place, P. O. Box 111 Boston, MA 02117 Date Admitted : April 01, 1983 Classes of Insurance: Disability & Life General Agent : Universe Insurance Underwriters (Micronesia), Inc. 13) John Hancock Variable Life Insurance Co. John Hancock Place, P. O. Box 717 Boston, MA 02117 Date Admitted : July 01, 1988 Classes of Insurance: Life General Agent : Universe Insurance Underwriters (Micronesia), Inc. Lincoln National Life Insurance Co. 14) 1300 South Clinton Street Fort Wayne, IN 46801 Date Admitted : July 01, 1982 Classes of Insurance: Disability & Life General Agent : Associated Insurance Underwriters of the Pacific, Inc.

15) Lucky Insurance Co., Ltd. Wm. H. McGee & Co., Inc. 4 World Trade Center New York, NY 10048 Date Admitted : May 14, 1991 Classes of Insurance: All Lines Except Life & Surety General Agent : Moylan's Insurance Underwriters (Int'l), Inc. 16) Lumbermens Mutual Casualty Co. Long Grove, IL 60049 Date Admitted : January 01, 1988 Classes of Insurance: Disability & Life General Agent : Associated Insurance Underwriters of the Pacific, Inc. 17) Massachusetts Indemnity & Life Insurance Co. 3120 Breckinridge Boulevard Duluth, GA 30199-0001 Date Admitted June 10, 1986 : Classes of Insurance: Disability & Life General Agent : Juan R. Sablan 18) Municipal Bond Investors Assurance Corporation 113 King Street Armonk, NY 10504 Date Admitted : July 01, 1988 Classes of Insurance: Surety General Agent : Moylan's Insurance Underwriters (Int'l), Inc. 19) National Union Fire Insurance Company of Pittsburgh, PA 70 Pine Street New York, NY 10270 Date Admitted : January 01, 1988 Classes of Insurance: All Lines Except Life General Agent : Calvo's Insurance Underwriters, Inc.

National Western Life Insurance Co. 20) 850 East Anderson Lane Austin, TX 78752-1602 Date Admitted : October 01, 1984 Classes of Insurance: Life Moylan's Insurance Underwriters General Agent : (Int'l), Inc. 21) New Hampshire Insurance Co. 1750 Elm Street Manchester, NH 03107 Date Admitted : June 06, 1976 Classes of Insurance: All Lines Except Life General Agent : Moylan's Insurance Underwriters (Int'l), Inc. North Coast Life Insurance Co. 22) West 1116 Riverside Avenue Spoken, WA 99210 : October 29, 1985 Date Admitted Classes of Insurance: Disability & Life General Agent : Moylan's Insurance Underwriters (Int'l), Inc. 23) Occidental Life Insurance Company of North Carolina 1001 Wade Avenue, P. O. Box 10234 Raleigh, NC 27605 Date Admitted : June 30, 1987 Classes of Insurance: Disability & Life General Agent : Moylan's Insurance Underwriters (Int'l), Inc.

Pacific Guardian Life Insurance Co., Ltd. 24) 1440 Kapiolani Blvd., Suite 1700 Honolulu, HI 96814 Date Admitted : August 09, 1973 Classes of Insurance: Disability & Life General Agent : Pacifica Insurance Underwriters, Inc. Prudential Insurance Company of America (The) 25) 751 Broad Street Newark, NJ 07102-3777 Date Admitted : October 19, 1990 Classes of Insurance: Life General Agent : Harry Mathewson Sunset Life Insurance Company of America 26) 3200 Capitol Boulevard South Olympia, WA 98501-3396 Date Admitted : June 13, 1991 Classes of Insurance: Disability & Life General Agent : Pacific Basin Insurance, Inc. 27) Zurich Insurance (Guam), Inc. Bank of Hawaii Bldg., Suite 407 P. O. Box 677 Agana, Guam 96910 Date Admitted : April 05, 1990 Classes of Insurance: All Lines Except Life

General Agent : D.B. Davis & Associates (Saipan), Inc.

PAGE 10052

INSURANCE STATISTICS

The statistical information in the tables below represent a comparative analysis of compiled data provided by only those insurers that have filed an annual financial statement with the Insurance Commissioner in compliance to Sections 7306, 7307, and 7308 of the Commonwealth Insurance Act (4 CMC Div. 7). To some measurable degree, an insurer's failure to file a timely report and other factors such as; data provided by newly admitted insurers; invariable reporting practices by some insurers; and inconsistent or incomplete reports, contribute to the levels of statistical discrepancies which exist. Thus, the information presented is intended only for the simple purpose of general comparison. A11 dollar amounts are in thousands except as noted otherwise.

	% Change	1991	1990
Alien Insurers: P & C Insurers	86	1,862,546	998,056
Life Insurers			
Total	86	1,862,546	998,056
Domestic Insurers: P & C Insurers	68	6,181	3,678
Offshore Surety	18	4,124	3,490
Life Insurers			
Total	44	10,305	7,168
Foreign Insurers: P & C Insurers	111	32,322,708	15,323,066
Life Insurers	39	277,922,405	199,692,549
Total	44	310,245,113	215,015,615
Total All Insurers	44	312,117,964	216,020,839

Table I: ASSETS

- 18 -

	% Change	1991	1990
Alien Insurers: P & C Insurers	73	1,391,081	804,182
Life Insurers			
Total	73	1,391,081	804,182
Domestic Insurers: P & C Insurers	126	2,920	1,292
Offshore Surety	13	3,427	3,953
Life Insurers			
Total	21	6,347	5,245
Foreign Insurers: P & C Insurers	104	25,350,461	12,401,389
Life Insurers	39	264,447,686	190,193,693
Total	43	289,798,147	202,595,082
Total All Insurers	43	291,195,575	203,404,509

Table II: LIABILITIES

.

	% Change	1991	1990	
Alien Insurers: P & C Insurers	(15) 5,932,418		6,987,633	
Life Insurers				
Total	(15)	5,932,418	6,987,633	
Domestic Insurers: P & C Insurers	265	3,372,045	922,810	
Offshore Surety			3,858,346*	
Life Insurers				
Total	(29)	3,372,045	4,781,156	
Foreign Insurers: P & C Insurers	170	3,769,045	1,392,054	
Life Insurers	52 3,848,797		2,533,498	
Total	94	7,617,842	3,925,552	
Total All Insurers	7	16,922,305	15,694,341	

Table III: DIRECT PREMIUMS WRITTEN (Actual Figures)

*Paid-Up Premium

4

- 20 -

	% Change	1991	1990	
Alien Insurers: P & C Insurers	66	3,197,286	1,924,958	
Life Insurers				
Total	66	3,197,286	1,924,958	
Domestic Insurers: P & C Insurers	4031	259,231	6,275	
Offshore Surety				
Life Insurers		· · · · · · · · · · · · · · · · · · ·		
Total	4031	259,231	6,275	
Foreign Insurers: P & C Insurers	57	1,090,048	692,423	
Life Insurers	2	1,497,630	1,473,163	
Total	19	2,587,678	2,165,586	
Total All Insurers	48	6,044,195	4,096,819	

Table IV: DIRECT LOSSES PAID (Actual Figures)

COMMONWEALTH REGISTER VOLUME 14 NO. 11 NOVEMBER 15, 1992 PAGE 10056

t

- 21 -

Table V: LOSS RATIOS

ł

÷ -

<u>Direct Losses Paid (Table IV)</u> Direct Premiums Written (Table III)			
	1991	1990	
Alien Insurers: P & C Insurers	54	28	
Life Insurers			
All Alien Insurers	54	28	
Domestic Insurers: P & C Insurers	8	1	
Offshore Surety			
Life Insurers			
All Domestic Insurers	8	1	
Foreign Insurers: P & C Insurers	29	50	
Life Insurers	39	58	
All Foreign Insurers	34	55	
Total All Insurers	36	37	

٠

FINANCIAL STATEMENT OF LICENSED ALIEN INSURANCE COMPANIES As of December 31, 1991

IN THOUSANDS (OMIT 000)

	NAME OF COMPANY	ASSETS	LIABILITIES	<u>CAPITAL</u>	SURPLUS
1)	Korea Automobile, Fire & Marine Insurance Company, Ltd.	\$ <u>606,934</u>	\$ <u>567,416</u>	\$ <u>26,185</u>	\$ <u>13,333</u>
2)	New Zealand Insurance Company, Ltd.	<u>277,011</u>	<u>172,409</u>	_54,070	50,532
3)	Sumitomo Marine & Fire Insurance Co.,Ltd.*	127,247	_57,372	0	69,875
4)	Taisho Marine & Fire Insurance Co.,Ltd.*				
5)	Tokio Marine & Fire Insurance Co.,Ltd.*	571,705	<u>452,490</u>	0	<u>119,215</u>
6)	Yasuda Fire & Marine Insurance Co.,Ltd.*	<u>187,621</u>	<u>141,394</u>	10,000	_36,227
	*U.S. Branch Figures				

1000

FINANCIAL STATEMENT OF LICENSED DOMESTIC INSURANCE COMPANIES as of December 31, 1991

(ACTUAL FIGURES)

	NAME OF COMPANY	ASSETS	<u>LIABILITIES</u>	<u>CAPITAL</u>	<u>SURPLUS</u>
1)	Casualty Assurance Company	\$	\$	\$	\$
2)	Century Insurance Company, Ltd.	2,180,436	911,892	1,000,000	268,544
3)	Davilyn Insurance Underwriters, Inc.	131,100	911	25,000	105,189
4)	Equitable Insurance Company, Inc.				
5)	First Home Insurance Company, Inc.	26,604	-0-		26,604
6)	Global Insurance, Inc.	56,503	6,384	30,000	20,119
7)	J.T.S. Insurance Company, Inc.	1,092,200	485,979	100,000	506,221

COMM						
COMMONWEALTH		NAME OF COMPANY	ASSETS	LIABILITIES	CAPITAL	SURPLUS
TH REGISTER	8)	Marianas Insurance Company, Ltd.	1,100,978	476,052	<u> 150,000</u>	474,926
TER VOLUME	9)	National Pacific Insurance, Inc.	1,195,511	884,347	100,000	211,164
UME 14	10)	New World Reinsurance (CNMI) Corporation				·
NO. 11	11)	Surety & Guaranty Insurance Corporation	4,123,911	3,426,716	25,000	672,195
NOVEMBER 15,	12)	World Surety & Insurance Underwriters, Inc.	399,529	157,474	<u> </u>	192,055

15, 1992 PAGE 10060

- 25 -

FINANCIAL STATEMENT OF LICENSED FOREIGN INSURANCE COMPANIES As of December 31, 1991

IN THOUSANDS (OMIT 000)

	NAME OF COMPANY	ASSETS	LIABILITIES	<u>CAPITAL</u>	SURPLUS
1)	Aetna Life Insurance Co.	\$ <u>52,355,001</u>	\$ <u>50,499,843</u>	\$ <u>62,765</u>	\$ <u>1,792,393</u>
2)	American Family Life Assurance Co.	8,475,906	7,716,306	3,879	755,721
3)	American Home Assurance Co.	6,826,076	5,332,519	4,237	1,489,320
4)	Commercial Bankers Life Insurance Co.	107,580	98,153	1,100	8,327
5)	The Continental Insurance Co.	2,359,900	1,940,551	53,566	365,783
6)	Delaware American Life Insurance Co.				
7)	Grand Pacific Life Insurance Co.,Ltd.				

	NAME OF COMPANY	ASSETS	LIABILITIES	<u>CAPITAL</u>	SURPLUS
8)	Hawaiian Life Insurance Co., Ltd.				
9)	Hartford Life & Accident Insurance Co.	2,270,809	1,469,530	2,500	798,779
10)	Individual Assurance Co. Life, Health & Accident	24,459	18,051	1,500	4,908
11)	Insurance Company of North America	5,140,258	4,389,190	56,785	694,283
12)	John Hancock Mutual Life Insurance Co.	36,220,200	_34,640,107		1,580,093
13)	John Hancock Variable Life Insurance Co.	2,117,777	1,893,106	_25,000	199,671
14)	Lincoln National Life Insurance Co.	23,530,709	22,475,823	_25,000	1,029,886
15)	Lucky Insurance Company, Ltd.	7,736	1,597	0	6,139

COMMONWEALTH REGISTER VOLUME 14 NO. 11 NOVEMBER 15, 1992 PAGE 10062

15

- 27 -

MONWEALTH		NAME OF COMPANY	ASSETS	LIABILITIES	<u>CAPITAL</u>	SURPLUS
	16)	Lumbermens Mutual Casualty Co.	6,592,234	4,853,433	_0-	1,738,801
REGISTER	17)	Massachusetts Indemnity & Insurance Company	1,564,029	1,081,376	2,500	480,153
VOLUME 14	18)	Municipal Bond Investors Assurance Corporation	2,035,691	<u> 1,388,871</u>	2,500	644,320
NO. 11	19)	National Union Fire Insurance Company	7,320,072	5,899,123	4,479	1,416,470
1 NOVEMBER	20)	National Western Life Insurance Company	2,100,663	2,017,469	3,478	79,716
ſBER 15,	21)	New Hampshire Insurance Company	2,037,613	1,543,414	5,325	488,874
1992	22)	North Coast Life Insurance Company	<u></u>			
PAGE 1	23)	Occidental Life Insurance Company	209,211	<u> </u>	2,500	8,969
10063			- :	28 -		

.

	NAME OF COMPANY	ASSETS	LIABILITIES	<u>CAPITAL</u>	SURPLUS
24)	Pacific Guardian Life Insurance Company	187,224	152,902	6,350	27,972
25)	The Prudential Insurance Company of America	<u>148,417,569</u>	<u>141,890,673</u>		6,526,896
26)	Sunset Life Insurance Company of America	341,268	296,605	2,022	42,641
27)	Zurich Insurance (Guam), Inc.	<u> </u>	1,763	1,000	365

r t

		GROSS PREM INCLDNG MM FEES, LESS PREMIUMS C POLICIES M TAKEN	IBRSHP S RETURN DN	DIRECT	DIRECT			DIRECT ALLOCAT LOSS	DIRECT ALLOCAT LOSS	DIRECT
		DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	UNEARNED PREMIUMS RESERVED	PAID DEDUCTBLE SALVAGE	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID	ADJSTMT EXPENSE PAID	ADJSTMNT	EXPENSE
1)	Fire	1,602,423	1,223,355	662,133	106,805	(24,429)	168,796	1,514	2,841	2,077
2)	Allied lines	376,662	187,058	22,967	7,246	7,248	2			
3)	Homeowners multiple peril	124,135	120,538	41,477	5,078	3,623	2,351	100		
4)	Commercial multiple peril	946,028	1,022,595	392,628	57,591	13,688	49,769	610	2,672	2,232
5)	Ocean Marine	293,265	498,742	92,427	261,136	211,664	3,396		52	237
6)	Inland Marine	8,192	7,448	3,232		(793)	164			
7)	Typhoon	162,321	154,506	13,323	5,825	10,825	12,250		250	250
8)	Earthquake	128,811	81,662	15,504						
9)	All other A & H	680,269	570,100	380,895	217,160	210,726	292	112		
10)	Workers' compensation	2,094,823	1,694,035	941,066	302,118	460,071	395,323	16,299	7,239	23,841
11)	Other liability	852,208	794,143	319,118	140,882	(124,503)	354,978	214,801	244,760	44,777
12)	Other private passenger auto liability	1,121,933	974,998	445,046	562,552	615,979	219,424	4,032	(220)	1,380

1991 ANNUAL REPORT Summary of Total Lines of Business by Property and Casualty Companies For Calendar Year Ending December 31, 1991

· •

PAGE 10065

(continuation)

Summary of Total Lines of Business by Property and Casualty Companies For Calendar Year Ending December 31, 1991

......

					r			ղ ՝ ՝	1F	1 - · · · · · · · · · · · · · · · · · ·
	GROSS PREMIUMS, INCLDNG MMBRSHP FEES, LESS RETURN PREMIUMS ON POLICIES NOT TAKEN			DIRECT	DIRECT LOSSES			DIRECT ALLOCAT LOSS	DIRECT ALLOCATD LOSS	DIRECT ALLOCAT LOSS
		DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	UNEARNED PREMIUMS RESERVED	PAID	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID		ADJSTMNT EXPENSE INCURRED	ADJSTMT EXPENSE
	Other commercial Nuto liability	131,569	128,639	25,012	88,474	73,275	54,385	2,593	4,489	6,923
14.	Private passenger auto physical damage	2,563,534	2,238,152	904,067	948,053	1,032,423	305,025	31,580	1,634	9,711
15.	Commercial auto physical damage	230,803	249,175	64,825	155,124	150,122	20,317	1,737	3,991	7,778
16.	Fidelity	49,579	20,393	15,082		(402)	227			100
17.	Surety	1,169,576	1,039,490	207,821	38,009	61,266	99,128			
18.	Glass	2,164	1,768	1,059	188	393	1,085		170	170
19.	Burglary/theft	37,273	28,094	15,668	1,444	975	328			
20.	Boiler and machinery	1	1			1	1			
	Aggregate write-ins for other lines of business	497,944	290,469	223,762	1,648,880	1,448,880				
22.	TOTAL	13,073,513	11,325,361	4,787,112	4,546,565	4,151,032	1,687,249	273,378	267,878	99,476

10066

PROPERTY & CASUALTY COMPANIES

....

FIRE & ALLIED LINES EXHIBITS OF PREMIUMS AND LOSSES FOR THE YEAR ENDED DECEMBER 31, 1991

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIŬMS EARNED	DIRECT UNEARNED PREMIUMS RESERVES	DIRECT LOSSES PAID SALVAGE	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID	DIRECT ADJSTMNT EXPENSE PAID	DIRECT ADJSTMNT EXPENSE INCURRED	DIRECT ADJSTMNT EXPENSE UNPAID
American Home Assurance Co.	341,005	252,558	170,503	(8)	(27,608)	10,000	1,091	1,791	1,000
Century Insurance Company, Ltd.	339,782	(9,793)	19,226						
Continental Insurance Co.	445,655	430,121	187,502	500	(3,282)	138,972	267	1,074	807
Insurance Company of North America	152,050	174,051	**************************************	7,250	7,250				
Korea Automobile Fire and Marine Insurance Co.,Ltd	34,419	37,311		37,000	(23,000)	<u> </u>	156	(24)	270
Marianas Insurance Company, Ltd.	18,660	5,848	12,812	114	114				
National Pacific Insurance, Inc.	78,000	24,000	32,000	59,000					
National Union Fire Insurance Co	2,948	1,474	1,474						

· ·+

(continuation)

• • •

FIRE & ALLIED LINES

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT UNEARNED PREMIUMS RESERVES	DIRECT LOSSES PAID SALVAGE	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID	DIRECT ADJSTMNT EXPENSE PAID	DIRECT ADJSTMNT EXPENSE INCURRED	DIRECT ADJSTMNT EXPENSE UNPAID
New Hampshire Insurance Co.		1,163							
New Zealand Insurance Co.	125,799	81,223	44,576						
Tokio Marine & Fire Ins. Co.	358,388	337,112	161,098	10,195	20,220	10,025			
Taisho Marine & Fire Ins. Co.	82,379	75,345	55,909		9,125	9,801			
TOTAL	1,979,085	1,410,413	685,100	114,051	(17,181)	168,798	1,514	2,841	2,077

HOMEOWNERS MULTIPLE PERIL EXHIBITS OF PREMIUMS AND LOSSES FOR THE YEAR ENDED DECEMBER 31, 1991

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT UNEARNED PREMIUMS RESERVES	DIRECT LOSSES PAID SALVAGE	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID	DIRECT ADJSTMNT EXPENSE PAID	DIRECT ADJSTMNT EXPENSE INCURRED	DIRECT ADJSTMNT EXPENSE UNPAID
American Home Assurance Co.	40,937	41,963	20,469	(399)	(399)		100		
Continental Insurance Co.	22,769	25,351	6,894		199	2,351			
Insurance Company of North America	17,802	19,279		3,823	3,823				
Marianas Insurance Company Ltd.	4,104	2,450		1,654					
Korea Automobile, Fire and Marine Insurance Co.,Ltd	991	991							
National Pacific Insurance, Inc.	6,000	3,000	3,000						
National Union Fire Insurance Co	213	107	107						
New Zealand Insurance Co.,Ltd	12,049	7,780	4,269						
Tokio Marine and Fire Insurance Co	19,270	19,617	5,084						
TOTAL	124,135	120,538	41,477	5,078	3,623	2,351	100		

- 34 -

COMMERCIAL MULTIPLE PERIL

EXHIBITS OF PREMIUMS AND LOSSES FOR THE YEAR ENDED DECEMBER 31, 1991

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT UNEARNED PREMIUMS RESERVES	DIRECT LOSSES PAID SALVAGE	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID	DIRECT ADJSTMNT EXPENSE PAID	DIRECT ADJSTMNT EXPENSE INCURRED	DIRECT ADJSTMNT EXPENSE UNPAID
American Home Assurance Co.	115,783	213,360	57,892	10,712	10,612	400	462	1,224	832
Continental Insurance Co.	100,698	78,093	39,365		8,624	25,294		1,400	1,400
Lucky Insurance Company, Ltd.	28,077	10,781	17,295						
National Pacific Insurance, Inc.	23,000	9,000	8,000	6,000					
National Union Fire Insurance Co	400	200	200						
New Hampshire Insurance Co.	5,211	2,606	2,606		100		148	48	
Tokio Marine and Fire Insurance Co	672,859	708,555	267,270	40,879	(5,648)	24,075			
TOTAL	946,028	1,022,595	392,628	57,591	13,688	49,769	610	2,672	2,232

OCEAN MARINE EXHIBITS OF PREMIUMS AND LOSSES FOR THE YEAR ENDED DECEMBER 31, 1991

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT UNEARNED PREMIUMS RESERVES	DIRECT LOSSES PAID SALVAGE	DIRECT LOSSES INCURRED		DIRECT ADJSTMNT EXPENSE PAID	DIRECT ADJSTMNT EXPENSE INCURRED	DIRECT ADJSTMNT EXPENSE UNPAID
American Home Assurance Co.	5,387	4,040	1,347		3,151	2,966		52	237
Century Insurance Co., Ltd.	134,768	108,640							
Insurance Company of North America	45,802	45,511							
National Pacific Insurance, Inc.	(185,000)	(14,000)	18,000	· · · · · · · · · · · · · · · · · · ·					
National Union Fire Insurance Company	2,148	1,611	537						
New Hampshire Insurance Company	42,693	41,090	10,673		(2,494)				
New Zealand Insurance Company, Ltd.	80,380	69,678	10,702	26,138	26,138				
Tokio Marine & Fire Insurance Co., Ltd.	78,713	169,932	4,696	234,998	184,704				
Korea Automobile,Fire & Marine Insurance Co.,Ltd	15,397	13,294							
Taisho Marine & Fire Insurance Co., Ltd.	72,977	58,946	46,472		165	430			
TOTAL	293,265	498,742	92,427	261,136	211,664	3,396		52	237

INLAND MARINE EXHIBITS OF PREMIUMS AND LOSSES FOR THE YEAR ENDED DECEMBER 31, 1991

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT UNEARNED PREMIUMS RESERVES	DIRECT LOSSES PAID SALVAGE	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID	DIRECT ADJSTMNT EXPENSE PAID	DIRECT ADJSTMNT EXPENSE INCURRED	DIRECT ADJSTMNT EXPENSE UNPAID
Continental Insurance Co.	6,379	5,633	3,232		(793)	164			
Insurance Company of North America	1,813	1,815							
TOTAL	8,192	7,448	3,232		(793)	164			

		TYP	HOON			
EXHIB	ITS O	F PRE	MIUMS	AND	LOSS	ES
FOR THE	YEAR	ENDED	DECE	MBER	31,	1991

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT UNEARNED PREMIUMS RESERVES	DIRECT LOSSES PAID SALVAGE	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID	DIRECT ADJSTMNT EXPENSE PAID	ADJSTMNT	DIRECT ADJSTMNT EXPENSE UNPAID
Insurance Company of North America	113,853	118,534		-	5,000	12,258			
Korea Automobile, Fire & Marine Insurance Co.,Lt	10,869	11,696		5,825	5,825			250	250
New Zealand Insurance Co.,Ltd	37,599	24,276	13,323						
TOTAL	162,321	154,506	13,323	5,825	10,825	12,258		250	250

EARTHQUAKE EXHIBITS OF PREMIUMS AND LOSSES FOR THE YEAR ENDED DECEMBER 31, 1991

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT UNEARNED PREMIUMS RESERVES	DIRECT LOSSES PAID SALVAGE	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID	DIRECT ADJSTMNT EXPENSE PAID	DIRECT ADJSTMNT EXPENSE INCURRED	EXPENSE
Century Insurance Company, Ltd.	26,362	(737)	1,447						
Continental Insurance Co.	1	1							
Insurance Company of North America	54,394	57,243							
Korea Automobile, Fire & Marine Insurance Co.,Ltd	9,606	5,764							
National Pacific Insurance, Inc.	27,000	12,000	10,000						
New Zealand Insurance Co.,Ltd	11,448	7,391	4,057						
TOTAL	128,811	81,662	15,504						

ALL OTHER A & H EXHIBITS OF PREMIUMS AND LOSSES FOR THE YEAR ENDED DECEMBER 31, 1991

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT UNEARNED PREMIUMS RESERVES	DIRECT LOSSES PAID SALVAGE	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID	DIRECT ADJSTMNT EXPENSE PAID	DIRECT ADJSTMNT EXPENSE INCURRED	EXPENSE
American Home Assurance Co.	42,482	57,867	21,241	100	100		112		
Century Insurance Co., Ltd.	551	153	398						
Continental Insurance Co.	7,706	8,073	2,688		(6,263)	65			
Insurance Company of North America	25,709	25,110							
New Hampshire Insurance Co.	21	11	11						
Tokio Marine and Fire Insurance Co	564,671	442,965	334,587	217,060	217,060				
Taisho Marine & Fire Insurance Co	39,129	35,921	21,970	· · · · · · · · · · · · · · · · · · ·	(171)	227			
TOTAL	680,269	570,100	380,895	217,160	210,726	292	112		

WORKERS' COMPENSATION

EXHIBITS OF PREMIUMS AND LOSSES FOR THE YEAR ENDED DECEMBER 31, 1991

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT UNEARNED PREMIUMS RESERVES	DIRECT LOSSES PAID SALVAGE	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID	DIRECT ADJSTMNT EXPENSE PAID	DIRECT ADJSTMNT EXPENSE INCURRED	DIRECT ADJSTMNT EXPENSE UNPAID
American Home Assurance Co.	288,071	335,964	144,038	55,898	78,245	93,844	15,177		14,077
Century Insurance Company, Ltd.	157,277	87,525	119,125	1,943	7,400	50,290			
Continental Insurance Co.	215,048	253,611	81,293	101,481	146,971	116,735	372	6,129	8,564
Insurance Company of North America	65,668	102,398		28,824	77,353	51,013			
Korea, Automobile, Fire and Marine Insurance Co.,Ltd.	9,950	12,663		4,236	4,936	9,800	750	1,110	1,200
Marianas Insurance Company, Ltd.	335,645	151,294	184,351	24,296	24,296				
National Pacific Insurance, Inc.	535,000	347,000	166,000	58,000	86,000	65,000			
National Union Fire Insurance Co	8,171	4,086	4,086	····					

(continuation)

WORKERS' COMPENSATION

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT UNEARNED PREMIUMS RESERVES	DIRECT LOSSES PAID SALVAGE	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID	DIRECT ADJSTMNT EXPENSE PAID	DIRECT ADJSTMNT EXPENSE INCURRED	DIRECT ADJSTMNT EXPENSE UNPAID
New Hampshire Insurance Co.	8,360	4,180	4,180						
New Zealand Insurance Co.,Ltd	136,945	90,835	46,110	203	203				
Tokio Marine and Fire Insurance Co	292,610	285,815	158,678	27,237	34,400	7,976			
Taisho Marine & Fire Insurance Co	42,078	18,664	33,205		267	665			
TOTAL	2,094,823	1,694,035	941,066	302,118	460,071	395,323	16,299	7,239	23,841

OTHER LIABILITY EXHIBITS OF PREMIUMS AND LOSSES FOR THE YEAR ENDED DECEMBER 31, 1991

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT UNEARNED PREMIUMS RESERVES	PAID	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID	DIRECT ADJSTMNT EXPENSE PAID	DIRECT ADJSTMNT EXPENSE INCURRED	DIRECT ADJSTMNT EXPENSE UNPAID
American Home Assurance Company	82,106	106,998	41,053	49,763	13,051	283,288	214,530	246,299	42,493
Continental Insurance Company	31,212	39,250	19,282	548	(154,322)	31,509		(1,810)	2,284
Insurance Company of North America	47,029	40,848							
Lucky Insurance Co.,Ltd.(U.S.Branch)	51,576	25,788	25,788						
Korea Automobile, Fire & Marine Insurance Co	3,497	6,529		8,000	8,000		271	271	
Taisho Marine & Fire Insurance Co., Ltd.	28,869	31,772	7,910	69,124	(5,654)	1,181			
Marianas Insurance Company, Ltd.	5,013	1,752	3,261						
National Pacific Insurance, Inc.	71,000	11,000	31,000			37,000			
National Union Fire Insurance Co	16,126	8,063	8,063						
New Zealand Insurance Co.,Ltd	25,363	23,847	1,516						
Tokio Marine and Fire Insurance Co	490,417	498,296	181,245	13,447	14,422	2,000			
TOTAL	852,208	794,143	319,118	140,882	(124,503)	354,978	214,801	244,760	44,777

10078

OTHER PRIVATE PASSENGER AUTO LIABILITY

EXHIBITS OF PREMIUMS AND LOSSES FOR THE YEAR ENDED DECEMBER 31, 1991

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT UNEARNED PREMIUMS RESERVES	DIRECT LOSSES PAID SALVAGE	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID	DIRECT ADJSTMNT EXPENSE PAID	DIRECT ADJSTMNT EXPENSE INCURRED	EXPENSE
American Home Assurance Co.	64,361	82,952	32,181	23,000	47,500	44,100	3,612		
Continental Insurance Co.	15,181	16,901	4,597		276	4,983			
Insurance Co. of North America	66,609	111,087		95,482	117,582	32,240			
National Union Fire Insurance Co	5,489	2,745	2,745	<u>11 </u>					
Korea, Automobile, Fire and Marine Insurance Co.,Ltd.	6,338	32,971		7,582	1,362	1,200	420	(220)	1,380
New Zealand Insurance Co.,Ltd	211,954	162,497	49,457	71,702	75,263	19,473			
National Pacific Insurance, Inc.	68,000	19,000	28,000	4,000	4,000				
Taisho Marine & Fire Insurance Co.	684,001	546,845	328,066	360,786	369,996	117,428			
TOTAL	1,121,933	974,998	445,046	562,552	615,979	219,424	4,032	(220)	1,380

OTHER COMMERCIAL AUTO LIABILITY EXHIBITS OF PREMIUMS AND LOSSES FOR THE YEAR ENDED DECEMBER 31, 1991

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT UNEARNED PREMIUMS RESERVES	DIRECT LOSSES PAID SALVAGE	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID	DIRECT ADJSTMNT EXPENSE PAID	DIRECT ADJSTMNT EXPENSE INCURRED	DIRECT ADJSTMNT EXPENSE UNPAID
Continental Insurance Co.	61,752	64,821	24,774	57,107	45,198	47,785	2,354	2,820	5,083
Insurance Company of North America	28,186	32,906		27,047	23,657	5,000			
Korea Automobile, Fire & Marine Insurance Co.,Ltd	40,612	30,131		4,320	4,420	1,600	239	1,669	1,840
New Zealand Insurance Co.,Ltd	1,019	781	238						
					i 				
TOTAL	131,569	128,639	25,012	88,474	73,275	54,385	2,593	4,489	6,923

PRIVATE PASSENGER AUTO PHYSICAL DAMAGE EXHIBITS OF PREMIUMS AND LOSSES FOR THE YEAR ENDED DECEMBER 31, 1991

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT UNEARNED PREMIUMS RESERVES	DIRECT LOSSES PAID SALVAGE	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID	DIRECT ADJSTMNT EXPENSE PAID	DIRECT ADJSTMNT EXPENSE INCURRED	DIRECT ADJSTMT EXPENSE UNPAID
American Home Assurance Co.	520,018	473,155	260,009	210,773	251,906	82,889	28,506		8,311
Century Insurance Company, Ltd.	95,015	(1,896)	65,930	5,215	25,633	20,418			
Insurance Company of North America	268,966	458,592		292,705	296,470	6,764			
Korea, Automobile, Fire and Marine Insurance Co.,Ltd.	17,033	51,337		41,408	32,208	1,200	2,974	1,534	1,400
National Pacific Insurance, Inc.	383,000	101,000	137,000	61,000	133,000	72,000			
National Union Fire Insurance Co	56,231	28,116	28,116						
New Hampshire Insurance Co.				360	360		100	100	
New Zealand Insurance Co.,Ltd	474,194	363,549	110,645	157,854	162,846	27,586			
Tokio Marine and Fire Insurance Co	749,077	764,299	302,367	178,738	130,000	94,168	- <u>-</u>		
TOTAL	2,563,534	2,238,152	904,067	948,053	1,032,423	305,025	31,580	1,634	9,711

COMMERCIAL AUTO PHYSICAL DAMAGE

EXHIBITS OF PREMIUMS AND LOSSES FOR THE YEAR ENDED DECEMBER 31, 1991

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT UNEARNED PREMIUMS RESERVES	DIRECT LOSSES PAID SALVAGE	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID	DIRECT ADJSTMNT EXPENSE PAID	DIRECT ADJSTMNT EXPENSE INCURRED	DIRECT ADJSTMNT EXPENSE UNPAID
Continental Insurance Co.	164,200	168,222	64,192	105,037	97,535	15,265	72	516	2,598
Insurance Company of North America	49,511	62,121		20,045	20,045	552			
Korea Automobile, Fire & Marine Insurance Co.,Ltd	14,380	16,753		30,042	32,542	4,500	1,665	3,475	5,180
New Zealand Insurance Co.,Ltd	2,712	2,079	633						
TOTAL	230,803	249,175	64,825	155,124	150,122	20,317	1,737	3,991	7,778

FIDELITY & SURETY

EXHIBITS OF PREMIUMS AND LOSSES FOR THE YEAR ENDED DECEMBER 31, 1991

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT UNEARNED PREMIUMS RESERVES	DIRECT LOSSES PAID SALVAGE	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID	DIRECT ADJSTMNT EXPENSE PAID	EXPENSE	DIRECT ADJSTMNT EXPENSE UNPAID
American Home Assurance Co.	250	225	125						100
Century Insurance Company, Ltd.	207,096	163,842	82,773		36,000	98,999			
Continental Insurance Co.	1,768	1,659	188		(2,526)	356			
Davilyn Insurance Underwriters, Inc	92,902	92,902							
Global Insurance, Inc.	25,874	25,874							
Insurance Company of North America	9,109	7,774							
J.T.S. Insurance Company, Inc.	336,439	336,439			14,890				
Marianas Insurance Company, Ltd.	253,678	192,892	60,786	12,500	12,500				
National Pacific Insurance, Inc.	41,000	13,000	15,000				i		

PAGE 10083

(continuation)

, ,

FIDELITY & SURETY

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT UNEARNED PREMIUMS RESERVES	DIRECT LOSSES PAID SALVAGE	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID	DIRECT ADJSTMNT EXPENSE PAID	DIRECT ADJSTMNT EXPENSE INCURRED	DIRECT ADJSTMNT EXPENSE UNPAID
Tokio Marine & Fire Insurance Co	412	680	229					· · · · · · · · · · · · · · · · · · ·	
World Surety & Company, Ltd.	250,561	224,337	63,796	25,509					
Taisho Marine & Fire Insurance Co	66	259	6						
TOTAL	1,219,155	1,059,883	222,903	38,009	60,864	99,355			100

PROPERTY DAMAGE & LIABILITY

EXHIBITS OF PREMIUMS AND LOSSES FOR THE YEAR ENDED DECEMBER 31, 1991

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT UNEARNED PREMIUMS RESERVES	DIRECT LOSSES PAID SALVAGE	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID	DIRECT ADJSTMNT EXPENSE PAID	DIRECT ADJSTMNT EXPENSE INCURRED	DIRECT ADJSTMNT EXPENSE UNPAID
American Home Assurance Co.	5,901	2,951	2,951						
Century Insurance Company, Ltd.	1,125	231	894						
Continental Insurance Co.	2,269	2,537	996		(263)	1,414			
Insurance Company of North America	2,872	3,328							
Korea, Automobile, Fire and Marine Insurance Co.,Ltd.	984	1,047		188	188			170	170
New Hampshire Insurance Co.	11,074	7,459	5,537						
New Zealand Insurance Co,.Ltd	6,372	3,291	3,081	1,444	1,444				
Taisho Marine & Fire Insurance Co	1,350	1,108	742						
Tokio Marine & Fire Insurance Co	7,491	7,911	2,526						
TOTAL	39,438	29,863	16,727	1,632	1,369	1,414		170	170

AGGREGATE WRITE-INS FOR OTHER LINES OF BUSINESS

EXHIBITS OF PREMIUMS AND LOSSES FOR THE YEAR ENDED DECEMBER 31, 1991

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT UNEARNED PREMIUMS RESERVES	DIRECT LOSSES PAID SALVAGE	DIRECT LOSSES INCURRED	DIRECT LOSSES UNPAID	DIRECT ADJSTMNT EXPENSE PAID	DIRECT ADJSTMNT EXPENSE INCURRED	DIRECT ADJSTMNT EXPENSE UNPAID
Century Insurance Company, Ltd.	40,193	(24,141)	60,861						
New Zealand Insurance Co.,Ltd	3,859	1,578	2,281						
Tokio Marine & Fire Insurance Co	399,199	276,805	138,634	1,648,880	1,448,880				
Taisho Marine & Fire Insurance Co	54,693	36,227	21,986						
TOTAL	497,944	290,469	223,762	1,648,880	1,448,880				

1991 ANNUAL REPORT Summary of Life Insurance Direct Premiums and Annuity Considerations for Calendar Year Ending December 31, 1991

INSURERS	ORDINARY LIFE	CREDIT LIFE GROUP AND INDIVUDIALS	GROUP	TOTAL
American Family Life Assurance Company of Columbus			5,574	5,574
Commercial Bankers Life Insurance Company	33,628			33,628
Individual Assurance Company, Life, Health and Accident	10,275	390,695	2,529,034	2,930,004
Lincoln National Life Insurance Company	433,824			433,824
Massachusetts Indemnity & Life Insurance Co	149,671			149,671
National Western Life Insurance Company	1,698			1,698
Occidental Life Insurance Company of North Carolina	288,128			288,128
Sunset Life Insurance Company of America	6,270			6,270
TOTAL	923,494	390,695	2,534,608	3,848,797

INSURERS	ORDINARY	CREDIT LIFE (GROUP and INDIVIDUALS)	GROUP	TOTAL
Commercial Bankers Life Insurance Company				
Individual Assurance Company, Life, Health & Accident				
Lincoln National Life Insurance Company				
Massachusetts Indemnity & Life Insurance Company				
National Western Life Insurance Company				
Occidental Life Insurance Company of North Carolina				
1) Death Benefits	13,289	57,294	1,353,358	1,423,941
2) Matured Endowments				
3) Annuity Benefits	1,091			1,091
4) Surrender Value	72,514			72,514
5) Aggregate Write-Ins for Miscellaneous Direct Claims and Benefits Paid				
6) All Other Benefits Except Accident and Health	84			84
7) TOTAL	86,978	57,294	1,353,358	1,497,630

1991 ANNUAL REPORT Summary of Life Insurance Direct Claims and Benefits Paid for Calendar Year Ending December 31, 1991

INSURER	ORDINARY	CREDIT LIFE (GROUP and INDIVIDUALS)	GROUP	TOTAL
Commercial Bankers Life Insurance Company				
1) Death Benefits				
2) Matured Endowments				
3) Annuity Benefits				
4) Surrender Value	3,488			3,488
5) Aggregate Write-Ins for Miscellaneous Direct Claims and Benefits Paid				
6) All Other Benefits Except Accident and Health				
7) TOTALS	3,488			3,488

1991 ANNUAL REPORT Exhibit of Life Insurance Direct Claims and Benefits Paid for Calendar Year Ending December 31, 1991

1991 ANNUAL REPORT								
Exhibit of Life Insurance Direct Claims and Benefits P	aid?							
for Calendar Year Ending December 31, 1991								

	INSURER	ORDINARY	CREDIT LIFE (GROUP and INDIVIDUALS)	GROUP	TOTAL
	lividual Assurance Company, .ife, Health & Accident				
1)	Death Benefits		57,294	1,353,358	1,410,652
2)	Matured Endowments				
3)	Annuity Benefits				
4)	Surrender Value	80 9			809
5)	Aggregate Write-Ins for Miscellaneous Direct Claims and Benefits Paid				
6)	All Other Benefits Except Accident and Health				
7)	TOTALS	809	57,294	1,353,358	1,411,461

INSURER	ORDINARY	CREDIT LIFE (GROUP and INDIVIDUALS)	GROUP	TOTAL
Lincoln National Life Insurance Company				
1) Death Benefits		<u></u>	···· ,	
2) Matured Endowments				
3) Annuity Benefits			<u></u>	
4) Surrender Value	33,807			33,807
5) Aggregate Write-Ins for Miscellaneous Direct Claims and Benefits Paid				
6) All Other Benefits Except Accident and Health				
7) TOTALS	33,807			33,807

1991 ANNUAL REPORT Exhibit of Life Insurance Direct Claims and Benefits Paid for Calendar Year Ending December 31, 1991

1991 ANNUAL REPORT Exhibit of Life Insurance Direct Claims and Benefits Paid For Calendar Year Ending December 31, 1991

INSURER	ORDINARY	CRDEIT LIFE (GROUP and INDIVIDUALS)	GROUP	TOTAL
Massachusetts Indemnity and Life Insurance Company				
1) Death Benefits	13,289			13,289
2) Matured Endowments				
3) Annuity Benefits	1,091			1,091
4) Surrender Value	8			8
5) Aggregate Write-Ins for Miscellaneous Direct Claims and Benefits Paid				
6) All Other Benefits Except Accident and Health	84			84
7) TOTALS	14,472	· · · · · · · · · · · · · · · · · · ·		14,472

1991 ANNUAL REPORT									
Exhibit of Life Insurance Direct Claims and Benefits Pa	aid								
For Calendar Year Ending December 31, 1991									

.....

	INSURER	ORDINARY	CRDEIT LIFE (GROUP and INDIVIDUALS)	GROUP	TOTAL
Nat	ional Western Life Insurance Company				
1)	Death Benefits				
2)	Matured Endowments				
3)	Annuity Benefits				
4)	Surrender Value	4,467			4,467
5)	Aggregate Write-Ins for Miscellaneous Direct Claims and Benefits Paid				
6)	All Other Benefits Except Accident and Health				
7)	TOTALS	4,467			4,467

.

INSURER	ORDINARY	CRDEIT LIFE (GROUP and INDIVIDUALS)	GROUP	TOTAL
Occidental Life Insurance Company of North Carolina				
1) Death Benefits				
2) Matured Endowments				
3) Annuity Benefits				
4) Surrender Value	29,935			29,935
5) Aggregate Write-Ins for Miscellaneous Direct Claims and Benefits Paid				
6) All Other Benefits Except Accident and Health				
7) TOTALS	29,935			29,935

1991 ANNUAL REPORT Exhibit of Life Insurance Direct Claims and Benefits Paid For Calendar Year Ending December 31, 1991

INSURERS	OF	RDINARY	(GROUP a	CREDIT LIFE (GROUP and INDIVIDUALS)		GROUP		TAL
INSURERS	No.	Amount	No.of Ind. Policies & Grp.Certif	Amount	No. of Pol	Amount	No.	Amount
Commercial Bankers Life Insurance Company								
Individual Assurance Co., Life, Health & Accident								
Occidental Life Insurance Co. of North Carolina								
Sunset Life Insurance Co. of America								
 In force December 31, previous year 	570	30,185,087			17	509 , 398	587	30,694,485
2) Issued during year	139	8,732,995			2	1,510	141	8,734,505
 Ceased to be in force during year (net) 	31	1,598,440			2	(119,166)	33	1,479,274
4) In force December 31 of current year	678	37,319,642			17	630,074	695	37,949.716

15

INSURER	ORDI		CREDIT 1 (GRP/II			GROUP		TOTAL
INSOLEK	No.	Amount	No. of Ind Policies & Grp. Cert.		No. of Pols.	Amount	No.	Amount
Commercial Bankers Life Insurance Company								
1) In force December 31, previous year	72	6,300,000					72	6,300,000
2) Issued during year								
3) Ceased to be in force during year (net)	5	385,000					5	385,000
4) In force December 31 of current year	67	5,915,000					67	5,915,000

1		RDINARY	CREDIT LIFE (GRP/INDS)		GROUP		TOTAL		
	INSURER	No.	Amount	No. of Ind Policies & Grp. Cert.		No. of Pol.	Amount	No.	Amount
	ividual Assurance Co., ife, Health & Accident								
1)	In force December 31, previous year	26	471			17	509,398	43	509,869
2)	Issued during year	19	791			2	1,510	21	2,301
3)	Ceased to be in force during year (net)	2	6			2	(119,166)	4	(119,160)
4)	In force December 31 of current year	43	1,256			17	630,074	60	631,330

			ORDINARY	CRDEIT LIFE (GRP/INDS)		GROUP		TOTAL	
	INSURER	No.	Amount	No. of Ind Policies & Grp. Cert.		No. of Pols.	Amount	No.	Amount
	idental Lífe Insurance o. of North Carolina								
1)	In force December 31, previous year	472	23,884,616					472	23,884,616
2)	Issued during year	102	5,457,204					102	5,457,204
3)	Ceased to be in force during year (net)	24	1,214,472					24	1,214,472
4)	In force December 31 of current year	550	28,127,348					550	28,127,348

ORDINARY		RDINARY	CREDIT LIFE (GRP/INDS)		GROUP		TOTAL	
INSURER	No.	Amount	No. of Ind Policies & Grp. Cert.		No. of Pol.	Amount	No.	Amount
Sunset Life Insurance Company of America								
l) In force December 31, previous year								
2) Issued during year	18	3,275,000					18	3,275,000
 Ceased to be in force during year (net) 		(1,038)						(1,038)
 In force December 31 of current year 	18	3,276,038					18	3,276,038

i e

INSURERS		RDINARY	CREDIT LIFE (GRP/INDS)		GROUP		TOTAL	
		Amount	No. of Ind Policies & Grp. Cert.	Amount	No. of Pol.	Amount	No.	Amount
Individual Assurance Co., Life, Health & Accident								
Massachusetts Indemnity & Life Insurance Company								
1.0 Unpaid Dec.31, previous yr.	2	8,535	1	5,206	36	397,065	39	410,806
2.0 Incurred during current yr.		251,465	32	60,682	103	1,503,676	135	1,815,823
Settled during current year: 3.1 By Payment in Full	1	10,000	30	57,294	89	1,353,358	120	1,420,652
3.2 By Payment on Compromised Claims								
3.3 Totals Paid	1	10,000	30	57,295	89	1,353,358	120	1,420,652
3.4 Reduction by Compromise								
3.5 Amount Rejected	_							
3.6 Total Settlements	1	10,000	30	57,295	89	1,353,358	120	1,420,652
4.0 Unpaid December 31, 1990 (1+2-3.6)	1	250,000	3	8,594	50	547,383	54	805,977

1991 ANNUAL REPORT Summary of Life Insurance Direct Death Benefits Incurred for Calendar Year Ending December 31, 1991

INSURER		RDINARY	CREDIT LIFE (GRP/INDS)		GROUP		TOTAL	
	No.	Amount	No. of Ind Poicies & Grp. Cert	Amount	No.of Pol.	Amount	No.	Amount
Individual Assurance Co., Life, Health & Accident								
1.0 Unpaid December 31, previous year	2	8,535	1	5,206	36	397,065	39	410,806
2.0 Incurred during current year	(2)	(8,535)	32	60,682	103	1,503,676	133	1,555,823
Settled during current year:								
3.1 By Payment in Full			30	57,294	89	1,353,358	119	1,410,652
3.2 By Payment on Compromised Claims								
3.3 Totals Paid			30	57,294	89	1,353,358	119	1,410,652
3.4 Reduction by Compromise								
3.5 Amount Rejected								
3.6 Total Settlements			30	57,294	89	1,353,358	119	1,410,652
4.0 Unpaid December 31, 1990 (1+2-3.6)			3	8,594	50	547,383	53	555,977

1991 ANNUAL REPORT Exhibit of Life Insurance Direct Death Benefits Incurred for Calendar Year Ending December 31, 1991

يعاد محمر

INSURER		DINARY	CREDIT LIFE (GRP/INDS)		GROUP		TOTAL	
INSULAR	No.	Amount	No. of Ind Policies & Grp. Cert		No.of Pol.	Amount	No.	Amount
Massachusetts Indemnity & Life Insurance Company								
1.0 Unpaid December 31, previous year								
2.0 Incurred during current year	2	260,000					2	260,000
Settled during current year:								
3.1 By Payment in Full	1	10,000					1	10,000
3.2 By Payment on Compromised Claims								
3.3 Totals Paid	1	10,000					1	10,000
3.4 Reduction by Compromise		<u></u>						
3.5 Amount Rejected								
3.6 Total Settlements	1	10,000					1	10,000
4.0 Unpaid December 31, 1990 (1+2-3.6)	1	250,000					1	250,000

1991 ANNUAL REPORT Exhibit of Life Insurance Direct Death Benefits Incurred for Calendar Year Ending December 31, 1991

INSURERS	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT LOSSES PAID	DIRECT LOSSES INCURRED
American Family Life Assurance Co. of Columbus Individual Assurance Co., Life, Health & Accident Lincoln National Life Insurance Company				
1.0) Group Policies	1,813	8,806	<u></u>	
1.1) Credit (Group and Individual)		(627)		
1.2) Collectively Renewal Policies				
OTHER INDIVIDUAL POLICIES: 2.1) Non-cancelable				
2.2) Guaranteed Renewal	34,103	34,166	150	638
2.3) Non-renewable for stated reasons only	21	21		8
2.4) Other accident only				
2.5) All other				
2.6) Totals (sum of 2.1 to 2.5)	34,124	34,187	150	646
3.0) Totals (lines 1+1.1+1.2+2.6)	35,937	35,931	150	646

1991 ANNUAL REPORT Summary of Accident and Health Insurance for Calendar Year Ending December 31, 1991

1991 ANNUAL REPORT Exhibit of Accident and Health Insurance for Calendar Year Ending December 31, 1991

INSURER	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT LOSSES PAID	DIRECT LOSSES INCURRED
American Family Life Assurance Company of Columbus				
1.0) Group Policies	1,813	1,806		
1.1) Credit (Group and Individual)				
1.2) Collectively Renewal Policies				
OTHER INDIVIDUAL POLICIES:				
2.1) Non-cancelable				
2.2) Guaranteed Renewal	33,920	34,130	150	651
2.3) Non-renewable for stated reasons only				
2.4) Other accident only			1	
2.5) All other				
2.6) Totals (sum of 2.1 to 2.5)	33,920	34,130	150	651
3.0) Totals (lines 1+1.1+1.2+2.6)	35,733	35,936	150	651

r.

INSURER	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT LOSSES PAID	DIRECT LOSSES INCURRED
Individual Assurance Company, Life, Health & Accident				
1.0) Group Policies				
1.1) Credit (Group and Individual)		(62)		
1.2) Collectively Renewal Policies				
OTHER INDIVIDUAL POLICIES:				
2.1) Non-cancelable				
2.2) Guaranteed Renewal	183	36		(13)
2.3) Non-renewable for stated reasons only				
2.4) Other accident only				
2.5) All other			·	
2.6) Totals (sum of 2.1 to 2.5)	183	36		(13)
3.0) Totals (lines 1+1.1+1.2+2.6)	183	(26)		(13)

1991 ANNUAL REPORT Exhibit of Accident and Health Insurance for Calendar Year Ending December 31, 1991

- 1-

	1991 ANNUAL REPORT
Exhibit of	Accident and Health Insurance
for Calendar	r Year Ending December 31, 1991

-

INSURER	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT LOSSES PAID	DIRECT LOSSES INCURRED
Lincoln National Life Insurance Company				
1.0) Group Policies				
1.1) Credit (Group and Individual)				
1.2) Collectively Renewal Policies				
OTHER INDIVIDUAL POLICIES:				
2.1) Non-cancelable				
2.2) Guaranteed Renewal				
2.3) Non-renewable for stated reasons only	21	21		8
2.4) Other accident only				
2.5) All other				
2.6) Totals (sum of 2.1 to 2.5)	21	21		8
3.0) Totals (lines 1+1.1+1.2+2.6)	21	21		8

- 1914

SURPLUS LINE INSURANCE SUMMARY OF PREMIUMS WRITTEN FOR THE YEAR ENDED DECEMBER 31, 1991

CLASSES OF INSURANCE	PREMIUM
Aviation Marine Hull Hull & Machinery, P&I Passenger Liability	\$102,712 53,896 21,965 <u>3,300</u>
TOTAL	\$181.873

Appendix A: Listing of General Agents 1) Associated Insurance Underwriters of the Pacific, Inc. P. O. Box 1369 Saipan, MP 96950 Location : Garapan 234-7222/6865/3152 Telephone: Manager : Magdalena S. George Companies Represented: Continental Insurance Company (The) Insurance Company of North America Lincoln National Life Insurance Co. Lumbermens Mutual Casualty Co. Sumitomo Marine & Fire Insurance Co., Ltd. 2) Bank of Saipan P. O. Box 690 Saipan, MP 96950 Location : Sablan Building, Chalan Kanoa Telephone: 235-6260 Rodney C. Guerrero Manager : Company Represented: Commercial Bankers Life Insurance Co. 3) Brooks, Donovan L. Caller Box PPP 570 Saipan, MP 96950 Companies Represented: Casualty Assurance Co. New World Reinsurance (CNMI) Corporation 4) Cabrera, Rasalia S. P. O. Box 2505 Saipan, MP 96950 Company Represented: Marianas Insurance Co., Ltd.

5) Calvo's Insurance Underwriters, Inc. P. O. Box 235 CHRB Saipan, MP 96950 Oleai Center, Chalan Laulau Location : Telephone: 234-5690/5693/5699 Manager : Elias Buenaventura Companies Represented: American Home Assurance Co. National Union Fire Insurance Co. 6) Calvo-UMDA Insurance Co., Ltd. P. O. Box 235 CHRB Saipan, MP 96950 Location : Oleai Center, Chalan Laulau Telephone: 234-5690/5693/5699 Manager : Elias Buenaventura Company Represented: Hawaiian Life Insurance Co., Ltd. 7) D.B.Davis & Associates (Saipan), Inc. P. O. Box CZ

Agana, Guam 96910

Company Represented:

Zurich Insurance (Guam), Inc.

8) Mathewson, Harry P. O. Box 908 Saipan, MP 96950

> Location : Garapan Telephone: 234-3182/3183/3184

Company Represented:

Prudential Insurance Company of America

- 74 -

 9) Microl Corporation dba Microl Insurance
 P. O. Box 267 Saipan, MP 96950

> Location : Lim's Building, San Jose Telephone: 234-2811/2812 Manager : Peter D. Sibly

Companies Represented:

Insurance Company of North America New Zealand Insurance Co., Ltd. Taisho Marine & Fire Insurance Co., Ltd.

10) Moylan's Insurance Underwriters (Int'l), Inc. P. O. Box 658 Saipan, MP 96950

Location : Sablan Building, San Jose Telephone: 234-6442/6571/7185 Manager : Vivian Guerrero

Companies Represented:

Aetna Life Insurance Co. American Home Assurance Co. Delaware American Life Insurance Co. Individual Assurance Company, Life, Health & Accident Insurance Company of North America Korea Automobile, Fire & Marine Insurance Co., Ltd. Lucky Insurance Co., Ltd. Municipal Bond Investors Assurance Corporation National Western Life Insurance Co. New Hampshire Insurance Co. North Coast Life Insurance Co. Occidental Life Insurance Co. 11) Pacifica Insurance Underwriters, Inc. P. O. Box 168 Saipan, MP 96950

> Location : Joeten Center, Susupe Telephone: 234-6267/7310/7722 Manager : Norman T. Tenorio

Companies Represented:

Global Insurance, Inc. Grand Pacific Life Insurance Co., Ltd. National Pacific Insurance, Inc. Pacific Guardian Life Insurance Co., Ltd. Tokio Marine & Fire Insurance Co., Ltd.

12) Pacific Basin Insurance, Inc. P. O. Box 710 Saipan, MP 96950

> Location : Garapan Telephone: 234-5860/7861 Manager : Joseph C. Reyes

Companies Represented:

American Family Life Assurance Co. Grand Pacific Life Insurance Co., Ltd. National Pacific Insurance, Inc. Sunset Life Insurance Company of America World Surety & Insurance Underwriters,Inc.

13) Pacific Financial Corporation P. O. Box 1657 Saipan, MP 96950

> Location : Professional Building, San Jose Telephone: 234-5706/8615 Manager : Magdalena C. Camacho

Companies Represented:

Hartford Life & Accident Insurance Co. Insurance Company of North America

- 76 -

14) Sablan, Juan R. P. O. Box 964 Saipan, MP 96950 Company Represented: Massachusetts Indemnity & Life Insurance Co.

15) Universe Insurance Underwriters (Micronesia), Inc. P. O. Box 512 Saipan, MP 96950

Location : UIU Building, San Jose Telephone: 234-6982/7557 Manager : Lorenzo LG. Cabrera

Companies Represented:

John Hancock Mutual Life Insurance Co. John Hancock Variable Life Insurance Co. Yasuda Fire & Marine Insurance Co., Ltd. Appendix B: Listing of Sub-Agents and Solicitors

Sub-Agents

1) Andres, Agnes E. P. O. Box 1766 Saipan, MP 96950

Juan R. Sablan - Massachusetts Indemnity & Life Insurance Co.

2) Atalig, Junko M. P. O. Box AU Agana, Guam 96910

Harry Mathewson - The Prudential Insurance Company of America

-

Barcinas, Donald C.
 P. O. Box 73 CHRB
 Saipan, MP 96950

Universe Insurance Underwriters (Micronesia), Inc.

4) Borja, Carmen DLG. P. O. Box 922 Saipan, MP 96950

Moylan's Insurance Underwriters (Int'l), Inc.

- 5) Borja, Marcelo C. Ipan, Talofofo Guam 96930
- 6) Calvo-UMDA Insurance Co., Ltd.
 P. O. Box 235 CHRB
 Saipan, MP 96950

Calvo's Insurance Underwriters, Inc.

7) Calvo, Vincent M.
 dba Luta Insurance Underwriters
 P. O. Box 909
 Saipan, MP 96950

Moylan's Insurance Underwriters (Int'l), Inc.

- 78 -

- 8) Castro, Augustin K., Jr. P. O. Box 1584 Saipan, MP 96950
- 9) Castro, Conrado C. P. O. Box 213 Saipan, MP 96950

Juan R. Sablan - Massachusetts Indemnity & Life Insurance Co.

10) Castro, Hermengilda S. P. O. Box 213 Saipan, MP 96950

Juan R. Sablan - Massachusetts Indemnity & Life Insurance Co.

11) Castro, Juan T. c/o P. O. Box 964 Saipan, MP 96950

Juan R. Sablan - Massachusetts Indemnity & Life Insurance Co.

12) Crewdson, Velynda F. 267 S. Marine Drive, Suite 2F Tamuning, Guam 96911

Universe Insurance Underwriters (Micronesia), Inc.

13) Cruz, Juan A. c/o P. O. Box 964 Saipan, MP 96950

Juan R. Sablan - Massachusetts Indemnity & Life Insurance Co.

14) Curtis, Maria J. L. P. O. Box 641 Saipan, MP 96950

Universe Insurance Underwriters (Micronesia), Inc.

15) Dela Cruz, Jesus M. 166 Carlos Lane Mangilao, Guam

Pacific Basin Insurance, Inc.

- 79 -

- 16) Duenas John A.U. P. O. Box 1780 Agana, Guam 96910 Juan R. Sablan - Massachusetts Indemnity & Life Insurance Co.
- 17) Farnsworth, Maria M. c/o P. O. Box 964 Saipan, MP 96950

Juan R. Sablan - Massachusetts Indemnity & Life Insurance Co.

- 18) Flores, Larissa S. P. O. Box 414 Saipan, MP 96950 Juan R. Sablan - Massachusetts Indemnity & Life Insurance Co.
- 19) Igitol, Marlyn U. P. O. Box 658 Saipan, MP 96950 Moylan's Insurance Underwriters (Int'l), Inc.
- 20) Kintol, Daria M. P. O. Box 1502 Saipan, MP 96950

Juan R. Sablan - Massachusetts Indemnity & Life Insurance Co.

21) Klingbergs, Imants E. P. O. Box 405 Saipan, MP 96950

> Moylan's Insurance Underwriters (Int'l), Inc. Juan R. Sablan - Massachusetts Indemnity & Life Insurance Co.

22) Lizama, Vicente C. P. O. Box 487 Saipan, MP 96950

Moylan's Insurance Underwriters (Int'l), Inc.

- 80 -

- 23) Lum, Tennyson K.W. c/o P. O. Box 710 Saipan, MP 96950 Pacific Basin Insurance, Inc.
- 24) Manglona, Rita M. P. O. Box 2472 Saipan, MP 96950

Juan R. Sablan - Massachusetts Indemnity & Life Insurance Co.

25) Mathewson, Alice W. P. O. Box AU Agana, Guam 96910

Harry Mathewson - The Prudential Insurance Company of America

26) Megofna, Antonio F. 267 S. Marine Drive, Suite 2F Tamuning, Guam 96911

Universe Insurance Underwriters (Micronesia), Inc.

27) Moses, Clare E. P. O. Box 156 CHRB Saipan, MP 96950

Juan R. Sablan - Massachusetts Indemnity & Life Insurance Co.

28) Moses, John V. P. O. Box 156 CHRB Saipan, MP 96950

Juan R. Sablan - Massachusetts Indemnity & Life Insurance Co.

29) Moses, Mary S. P. O. Box 156 CHRB Saipan, MP 96950

Juan R. Sablan - Massachusetts Indemnity & Life Insurance Co.

- 81 -

- 30) Noel, Barbara B. 267 S. Marine Drive, Suite 2F Tamuning, Guam 96911 Universe Insurance Underwriters (Micronesia), Inc.
- 31) Pillsbury, John S. 130 E. Marine Drive Bldg. C, Room 102 Agana, Guam 96910

Harry Mathewson - The Prudential Insurance Company of America

32) Plaza, Romidez S. c/o P. O. Box 710 Saipan, MP 96950

Pacific Basin Insurance, Inc.

33) Rafael, Victoria R. P. O. Box 682 CHRB Saipan, MP 96950

Juan R. Sablan - Massachusetts Indemnity & Life Insurance Co.

34) Ramon, Frances S. P. O. Box 414 Saipan, MP 96950

Juan R. Sablan - Massachusetts Indemnity & Life Insurance Co.

35) Roberto, Julie B. P. O. Box 3085 Saipan, MP 96950

Universe Insurance Underwriters (Micronesia), Inc.

36) Sablan, Angeline F. P. O. Box 964 Saipan, MP 96950

Juan R. Sablan - Massachusetts Indemnity & Life Insurance Co.

- 37) Salas, Francisco B.
 P. O. Box 9804
 Tamuning, Guam 96911
 Harry Mathewson The Prudential Insurance Company of America
- 38) Salas, Mark F. P. O. Box AU Agana, Guam 96910

Harry Mathewson - The Prudential Insurance Company of America

- 39) Salii, Lucas 22137 GMF Agana, Guam 96921 Juan R. Sablan - Massachusetts Indemnity & Life Insurance Co.
- 40) Sibly, Peter D. P. O. Box 267 Saipan, MP 96950

Harry Mathewson - The Prudential Insurance Company of America

 41) United Enterprises, Inc. dba United Insurance Underwriters P. O. Box 2183 Saipan, MP 96950

Moylan's Insurance Underwriters (Int'l), Inc.

42) Vida, Teodulo H. c/o P. O. Box 964 Saipan, MP 96950

Juan R. Sablan - Massachusetts Indemnity & Life Insurance Co.

43) Yu, Young Sik Robert Caller Box PPP 489 Saipan, MP 96950

Harry Mathewson - The Prudential Insurance Company of america

<u>Solicitors</u>

1) Ambay, Leonila M. P. O. Box 658 Saipan, MP 96950

Moylan's Insurance Underwriters (Int'l), Inc.

2) Cabrera, Concepcion S. P. O. Box 55 Saipan, MP 96950

Moylan's Insurance Underwriters (int'l), Inc.

3) Craig, Jackie D. 267 S. Marine Drive, Suite 2F Tamuning, Guam 96911

Universe Insurance Underwriters (Micronesia), Inc.

4) Feinstein, Aaron S. P. O. Box 487 Saipan, MP 96950

Calvo-UMDA Insurance Co., Ltd.

5) Jastillana, Roland G. P. O. Box 331 Saipan, MP 96950

Calvo-UMDA Insurance Co., Ltd.

6) Lizama, Vicente C. P. O. Box 1593 Saipan, MP 96950

Calvo-UMDA Insurance Co., Ltd.

- 84 -

- 7) Nakamura, Hyunsook K.
 267 S. Marine Drive, Suite 2F
 Tamuning, Guam 96911
 Universe Insurance Underwriters (Micronesia), Inc.
- 8) Villanueva, Jaime E.P. O. Box 658Saipan, MP 96950

Moylan's Insurance Underwriters (Int'l), Inc.

Appendix C: Listing of Brokers and Adjusters

Brokers:

- Barcinas, Donald C. dba American Pacific Insurance Agency
 P. O. Box 73 CHRB Saipan, MP 96950
- 2) Berkle, Warren H. Jr. Caller Box PPP 570 Saipan, MP 96950
- 3) Brooks, Donovan L. Caller Box PPP 570 Saipan, MP 96950
- 4) Davilyn Insurance Underwriters, Inc.
 Caller Box AAA-1001 Saipan, MP 96960
- 5) Friendly Finance Co.,Inc. P. O. Box 486 Saipan, MP 96950
- 6) GM Insurance Co., Inc. P. O. Box 105 Saipan, MP 96950
- 7) Hyea Sung Corporation dba Young's Insurance Agency Caller Box PPP 390 Saipan, MP 96950
- 8) Isla Financial Services, Inc.
 P. O. Box 3219
 Saipan, MP 96950

- 9) Jones, Jose, M. P. O. Box 1369 Saipan, MP 96950
- 10) J.T.S. Insurance Co.,Inc. P. O. Box 2119 Saipan, MP 96950
- 11) Lee & Associates, Inc. dba Leeland Insurance Underwriters Caller Box PPP 378 Saipan, MP 96950
- 12) Microl Corporation dba Microl Insurance P. O. Box 267 Saipan, MP 96950
- 13) Myung Sung Corporation dba Int'l Insurance Agency Caller Box PPP 528 Saipan, MP 96950
- 14) Pacific Basin Insurance,Inc P. O. Box 710 Saipan, MP 96950
- 15) Mendiola, Joseph D. c/o P. O. Box 710 Saipan, MP 96950
- 16) Tudela, Alex C. dba Equitable Insurance Agency P. O. Box 686 Saipan, MP 96950

- 86 -

<u>Adjusters</u>

- Deleon Guerrero, Joanne T. P. O. Box 168 Saipan, MP 96950
- 2) Guam Insurance Adjusters, Inc. P. O. Box 615 Saipan, MP 96950
- 3) Independent Adjustment Co., Inc. 378 O'Brien Drive Agana, Guam 96910
- 4) Inland Marine Adjusters, Inc.
 P. O. Box 686
 Saipan, MP 96950
- 5) Microl Corporation dba Microl Insurance P. O. Box 267 Saipan, MP 96950
- 6) Micronesia Adjusters, Inc.
 P. O. Box 1369
 Saipan, MP 96950
- 7) Moore, Martin J., II P. O. Box 1369 Saipan, MP 96950
- 8) Nakanishi, Tadashi P. O. Box 168 Saipan, MP 96950

i

- 9) Pacific Basin Insurance, Inc. P. O. Box 710 Saipan, MP 96950
- 10) Tenorio, Norman T. P. O. Box 168 Saipan, MP 96950

Appendix D: Listing of Surplus Line Brokers/Agents

١

- Microl Corporation dba Microl Insurance P. O. Box 267 Saipan, MP 96950
- 2) Pacifica Insurance Underwriters, Inc. P. O. Box 168 Saipan, MP 96950

PUBLIC NOTICE

PROPOSED AMENDMENTS TO THE 1987 FOREIGN CURRENCY EXCHANGE RULES AND REGULATIONS

Commonwealth Register Vol. 9 No.1 January 19,1987 Pages 4898 to 4903 Adopted by the Director of Banking, Jesus R. Sablan on April 2, 1987

The Director of the Department of Commerce and Labor/Director of Banking of the Commonwealth of the Northern Mariana Islands, in accordance with Section 2454 of 1 CMC 2 and Sections 6108 and 6351 of 4 CMC 6, is proposing to amend the rules and regulations of the 1987 Foreign Currency Exchange Rules and Regulations as adopted and published in the Commonwealth Register Vol.9 No.1 on January 19, 1987 pages 4898 to 4903.

Copies of the rules and regulations may be obtained from the Director, Department of Commerce and Labor, Administration Building, Capitol Hill.

The Director of Commerce and Labor/Director of Banking is soliciting views, opinions, facts, data, for or against the proposed amendments to the Rules and Regulations from the general public.

Anyone interested in commenting on the proposed Rules and Regulations may do so by submitting in writing to the:

> Director of Commerce and Labor Director of Banking Department of Commerce and Labor Commonwealth of the Northern Mariana Islands First Floor Administration Building Capitol Hill, Saipan, MP 96950

within 30 days from date notice is published in the Commonwealth Register.

<u>10 - 20 - 92</u> Date

10/20/92 :e 10/20/92

JOAQUIN S. TORRES Director of Commerce and Labor Director of Banking

Donna Cruz Received by: Governor's Office

Filed by: Soledad Sasamoto Commonwealth Registrar

NUTISIAN PUPBLIKU

I MAPROPOPONI NA AMENDASION AREKLAMENTO YAN REGULASION PARA I **1987 FOREIGN CURRENCY EXCHANGE**

Commonwealth Register Vol.9 No.1 Eneru 19,1987 pahina 4898 asta 4903 ni ha adapta i Direktot Banking as Jesus R. Sablan gi Abrit 2, 1987.

I Direktot Dipatamenton Commerce and Labor/Direktot Banking gi halom Commonwealth of the Northern Mariana Islands, sigun gi Seksiona 2454 gi 1 CMC 2 yan Seksiona 6108 yan 6351 gi halom 4 CMC 6, ha propoponi para u amenda i areklamento yan regulasion i 1987 Foreign Currency Exchange ni esta ma adapta yan publika huyong gi Commonwealth Register Vol.9 No.1 gi Eneru 19, 1987 pahina 4898 asta 4903.

Kopian este siha na areklamento yan regulasion siña ha manma chule' ginen Direktot, Dipatamenton Commerce and Labor, Administration Building, Capitol Hill.

I Direktot Commerce and Labor/Direktot Banking, mamamaisen ginen i pupbliku komentu, opinion, osino faktu siha na sinedda' ni hasupopotta pat hakokontra i mapropoponi na amendasion i Areklamenton yan Regulasion Foreign Currency Exchange.

Hayi na petsona malago' mamatinas komentu pot este siha na Areklamento yan Regulasion siña ha tuge' papa ya u submiti halom qi:

> Director of Commerce and Labor Director of Banking Department of Commerce and Labor Commonwealth of the Northern Mariana Islands First Floor Administration Building Capitol Hill, Saipan, MP 96950

gi halom trenta (30) dias despues de malaknos este na nutisia gi Commonwealth Register.

JOAQUIN S. TORRES Director of Commerce and Labor Director of Banking

10/20/92 Fecha' 15/20/9~

Domna Cruz Governor's Office

Ma file as:

Soledad Sasamoto Commonwealth Registrar

ARONGORONGOL TOWLAP

FFEERUL LLIIWEL MELLOL ALLEGHUL MILLE 1987 FOREIGN CURRENCY EXCHANGE

Commonwealth Register Vol.9 No.1 Eneero 19, 1987 schéél kka 4898 mwet ngáli 4903 iwe Direktoodul Banking, Jesus R. Sablan e adaptááli wòòl Abriid 2, 1987.

Direktoodul Dipatamentool Commerce and Labor/Direktoodul Banking of Commonwealth of the Northern Mariana Islands, reel bwángil me ailééwal Section 2454 mellòl 1 CMC 2 me Sections 6108 me 6351 mellòl 4 CMC 6, nge ekke mángiiy bwe ebwe liwilil allégh kkewe re adaptáálil bwe Alléghúl 1987 Foreign Currency Exchange iwe aa toowow mellòl Commonwealth Register Vol.9 No.1 wòòl Eneero 19, 1987 schéél tiliigh kka 4898 mwet ngáli 4903.

Kkopiyaal alleegh kkaal nge emmwel schagh bwe aramas rebwelò bweibwogh sángi Direktoodul, Dipatamentool Commerce and Labor, Administration Building, Capitol Hill.

Direktoodul Commerce and Labor/Direktoodul Banking ekke tingor sángiir aramas meta mángemángiir, tipeer, milikka re ghuleey bwe ellet, ngáre re afeschiiy me abwuta lliiwelil allégh kkaal.

Aramas ye e tipáli bwe ebwe iraalong meta tipal me mángemángil reel allégh kkaal nge emmwel schagh ebwe ischiitiw nge aa afanga ngáli:

> Director of Commerce and Labor Director of Banking Department of Commerce and Labor Commonwealth of the Northern Mariana Islands First Floor Administration Building Capitol Hill, Saipan, MP 96950

llòl eliigh (30) rál sángi igha e toowow arongorong yeel mellòl Commonwealth Register.

<u>0-20-92</u> Rál JOAQUIN S. TORRES Director of Commerce and Labor Director of Banking 10/20/92 Rái 10/20/-Le e bwughi: Donna Cruz Governor's Office m File-liiyal: Soledad Sasamoto Commonwealth Registrar

CERTIFICATION OF PROPOSED AMENDMENTS TO THE FOREIGN CURRENCY EXCHANGE RULES AND REGULATIONS

Notice is hereby given, in accordance with Section 2454 of 1 CMC, Div. 2 and Sections 6108 and 6351 of 4 CMC, Div. 6 and provisions of 1 CMC Sections 9102, 1904 and 9105, that the Department of Commerce and Labor shall adopt the proposed amendments to the Foreign Currency Exchange Rules and Regulations.

Comments received after publication of these rules and regulations shall be addressed and incorporated in a republished rules and regulations.

The regulations shall take effect ten (10) days after this publication in the Commonwealth Register.

Copies of the new rules and regulations on foreign currency exchange may be obtained from:

> The Banking and Insurance Section Department of Commerce and Labor Commonwealth of the Northern Mariana Islands First Floor Administration Building Capitol Hill, Saipan, MP 96950

The Director of Banking certifies his approval and adoption of the proposed amendments to the Foreign Currency Exchange Rules and Regulations in accordance to the provisions of 1 CMC Sections 9102, 9104 and 9105.

I hereby certify approval and adoption of the proposed amendments to the Foreign Currency Exchange Rules and Regulations and in compliance to provisions enumerated in the Administrative Procedure Act.

Dated this _20th day of _October

adopted and certified by

Director of Banking

Received in bovernois of 10/20/92 De 0/10/

FILED BY:

SOLEDAD B. SASAMOTO Commonwealth Registrar

COMMONWEALTH REGISTER VOLUME 14 NO. 11 NOVEMBER 15, 1992

R 15, 1992 PAGE 10127

Outline of Rules and Regulations

- A. Justifications, formulas, questions, and definition of collection and exchange teller.
- B. Foreign Currency Exchange Rules and Regulations.
 - 1. Authority and purpose
 - 2. Definitions
 - 3. Foreign exchange license, banks and telegram companies are exempted from these regulations.
 - 4. License fee. Fee is increased from \$250.00 to \$300.00.
 - 5. License application, Director is given additional discretionary power to require additional information.
 - 6. Denial of license no changes.
 - 7. Issuance of license no change.
 - 8. Expiration and renewal additional discretionary powers.
 - 9. Registration of agents: Fee increase from \$25.00 to \$30.00. Procedure required if agent is to be nonresident, and prohibition of nonresident workers for a dealer solely in such a business. Clarification on cashiers and hotel employees as agents.
 - 10. Examination: Quarterly report required for all dealers and reporting of senders of \$10,000 and over.
 - 11. Maintenance of forms no change.
 - 12. Forwarding of funds no change.
 - 13. Security deposit: Increase from \$25,000 to \$50,000. Procedures, deleted bonding requirement, and waive option for companies not remitting.
 - 14. Trust fund: Amended to fit #13.
 - 15. Ownership of funds for transmission to a foreign country - no change.
 - 16. Order to cease unlawful practice no change.
 - 17. Suspension or revocation of license no change.

1 of 2

- 18. Criminal penalty for violation: Penalty fee is added for failure to accurately report.
- 19. Schedule of fees is incorporated and Director of Finance is requested to allow Director of Banking to expend funds collected for enforcement of rules and regulations.
- 20. Clause is included to permit an update of additional information to be a part of these rules and regulations.
- C. All forms used in the application and operations of foreign exchange are incorporated as part of these regulations.

Justification for a revised foreign currency exchange rules and regulations.

- 1) The "Proposed Foreign Currency Exchange Rules and Regulations" filed with the Commonwealth Registrar as Vol. 9 No. 1 on January 1987 and adopted and approved by the former Director of Banking on April 2nd, 1987 may not have done properly and might be challenged as invalid. A certification from the Director of the Rules and Regulations was not filed. This was confirmed by Ms. Remedio Mafnas at the Registrar of Corporations Office. A memorandum from the Attorney General recommends that any rules and regulations promulgated between November 1990 and the date of memo be "certified". This seems to indicate that 1987 rules and regulations might be in order.
- 2) The increased sophistication and number of remittance companies demand that the 1987 Rules and Regulations be revised. New definitions are included; procedures are prescribed; and forms used in the application for these regulations.
- 3) The following is a formula for the increase in the Security Deposit and other changes:
 - A) FX = Number of foreign exchange companies actively remitting money
 - 10 days = Days required by Regulation to complete remittance

365 days = 1 year

TAR = Total amount remitted by all foreign exchange companies in one year

*Rounded to \$50,000 required Security Deposit

B) License fee for a dealer is increased from \$250.00 to \$300.00 and registration fee for an agent is increased proportionally from \$25.00 to \$30.00 (Sections 4 and 9). A schedule of other fees is incorporated; and, in addition, the Director of Finance is requested by these regulations to permit Director of Banking to use such fees for the enforcement of the regulations.

1 of 3

- C) Additional penalty provision is incorporated under Section 18 which in part requires remittance dealers to comply with the reporting and remittance requirement implemented at the beginning of this year. This penalty provision is to instil a strict discipline for accurate and efficient reporting of the amount of money transmitted abroad. Furthermore, funds remitted by individuals in the amount of \$10,000 or more should be reported separately giving full disclosure of sender and receiver.
- D) Renewal of license and registration of dealers and agents are now required to submit annual financial statements and gross tax receipts relative to firms organized solely for remittance and/or currency exchange purposes. Firms, such as retail stores and hotels which provide currency exchange services to their customers should be excluded from certain sections of these regulations since they only accept foreign currencies for their goods and services as incidentals to the business operation and are not actively selling foreign notes or remitting funds abroad. These business entities should apply for foreign exchange dealer but do not have to appoint agents. They do not have to post bond or put up security deposits since public interest is not at stake.
- E) Applicants for agents are currently not required by these regulations that if they are non-resident workers their employment contracts' should specify that they can function as agents for foreign exchange dealers. A procedure is now being proposed, along with these regulations, that every non-resident worker applying to register as an agent obtain from the Chief of Labor approval before he or she is registered as an agent (No. 9(b)..

This approval should be indicated in the employment contract. Employment contract should have all or part of the following specific definition:

211.362-022 COLLECTION AND EXCHANGE TELLER G.O.E. Number: 07.02.02 Accounting Detail Industry: 375 Financial Institutions

Accepts contracts, escrows, notes, bonds, mortgages, trade acceptances, checks, drafts, coupons, and other negotiable instruments for collection, exchange, and distribution of payment: Prepares or reviews collection forms, such as transmittal letters and advice records. Maintains file on items with due dates. Routes collection items for collection, records payments, manually or using teller machine, and issues receipts.

Computes and deducts or adds new principal, interest, and collection or discount charges, using adding or calculating Credits or remits proceeds, and release documents machine. and instruments upon full payment. May collect and remit Federal withholding tax payments. May prepare and service escrow and trust accounts. May purchase and sell domestic and foreign exchange. May handle foreign collections and bills of exchange. May initiate correspondence with submitting banks or individuals to insure compliance with governmental regulations and procedures regarding redemption, exchange, or transfer of securities. May be designated according to type of transactions handled as TELLER, BOND (financial institution); DOMESTIC EXCHANGE (financial institution); TELLER, FOREIGN EXCHANGE (financial institution).

F) Number 3. The Banking Code specifically addresses fees for banks but not for foreign exchange dealers. Under 4 CMC, Div. 1 "general business licenses covering all other businesses..." must require foreign exchange dealers to obtain such license as well. An established business firm wishing to engage in the business of foreign exchange will have to submit a copy of its current business license and apply for a license to engage in the business of foreign exchange from the Banking Director.

The proposed regulations require that memorandum guidelines, comments, and procedures issued by the Director of Banking be published as part of the regulations on an annual basis.

3 of 3

MEMORANDUM

TO : Director of Banking

DATE:

FROM : Deputy Director for Banking

SUBJECT: Foreign Exchange Rules and Regulations

Foreign currency exchange dealers in the business of money remittance appears to be proliferating. In 1990 only 12 firms were licensed, by 1991, 17, and as of today, 20 are actively licensed and remitting primarily to the Philippines.

We have initiated rules and regulations amendments to increase fees, provide for both accountability and security of funds transmitted, and restrictions on business activities. The fee increases include a \$300.00 dealer license fee from \$250.00, \$30.00 agent registration from \$25.00; and security deposit of \$50,000 rather than \$25,000; quarterly reports, conditions on employment contracts for nonresident workers, and prohibiting job site solicitation on pay days are among the changes to the rules and regulations.

Recently, we were confronted with problems facing such companies. Such problems included dealers' illicit activities which are primarily internal problems of the companies themselves and not violations of rules and regulations. However, such problems bordered on and have apparent potential effects on the delivery of funds.

One of the principle reasons for the amended rules and regulations is to correct potential problems. This would be accomplished through more stringent regulations. Only companies capable of meeting such requirements would qualify to do remittance business. We do not see any possibility of a moratorium because there may be avenues to go ahead without being licensed.

On a similar matter, we were able to confirm that the Philippine government is actively engaged in the business of remittance from within the NMI without license. We do not know what to make of it. It is clearly stated in the banking code that the Banking Director has jurisdiction over this type of business.

The Banking and Insurance Section is poised with an ever increasing administrative work and is requesting to obtain an additional computer work station.

OSCAR C. CAMACHO

FOREIGN CURRENCY EXCHANGE RULES AND REGULATIONS

1. <u>AUTHORITY AND PURPOSE</u>:

- (a) <u>Authority</u>. The authority for the promulgation and issuance of Foreign Exchange Rules and Regulations is by virtue of Section 2454 of 1 CMC 2 and Section 6351 and 6108 of 4 CMC 6.
- (b) <u>Purpose</u>. The purpose of the regulations is to establish policy and procedures to implement and provide uniform enforcement of the business of selling foreign currency notes or in the business of receiving money for the purpose of transmitting the same or its equivalent to any country outside the Commonwealth of the Northern Mariana Islands; to require, administer, comply and enforce all licenses issuable under this regulations; and to establish administrative and appeal procedures.

2. <u>DEFINITIONS</u>.

- (a) "Director" means the Director of Banking or his designee.
- (b) "Licensee" means any person licensed pursuant to these regulations and for purpose of granting authority to engage in foreign exchange transactions and transmittal or remittance.
- (c) "Remittance" means the business of receiving money for the purpose of transmitting the same or its equivalent to any country outside the Commonwealth of the Northern Mariana Islands.
- (d) "Foreign Exchange Currency Transactions" means the business of receiving and/or selling foreign currency notes.
- (e) "Dealer" means any person or business establishment engaged in either (c) or (d) or both and is a licensee.
- (f) "Agent" means a person hired or employed and appointed by Dealer to have some or all duties and responsibilities enumerated in the Dictionary of Occupational Title #211.362-022.
 - (g) Quarterly Foreign Exchange Remittance Report means that described in forms FX-10, FX-11.

1 Of 9

3. FOREIGN EXCHANGE LICENSE. No person shall engage in the business of selling or receiving foreign currency notes or in the business of receiving money for the purpose of transmitting the same or its equivalent to any country outside the Northern Mariana Islands without first obtaining a license from the Director. The applicant must also obtain a general business license after the issuance of a foreign exchange license.

Provisions of these regulations shall not apply to:

- (a) a bank licensed to do business in the Commonwealth, except as specified under 12(b).
- (b) the receipt of money by an agent of an incorporated telegraph company at any regular office of such company for immediate transmission by telegraph.
- 4. <u>FOREIGN EXCHANGE LICENSE FEE</u>. Every licensee shall pay annually a license fee of Three Hundred Dollars (\$300.00).
- 5. <u>FOREIGN EXCHANGE LICENSE APPLICATION</u>. The application for a license shall be in writing and shall contain the following information:
 - (a) The name, address and nationality of the applicant, and the address from which the business is to take place and telephone numbers. If the applicant is a corporation, the names, addresses and nationality of the shareholders, directors and officers and the number of shares held by each shareholder are also required.
 - (b) The name, address and nationality of every agent of the applicant.
 - (c) Whether the license applied for is to be used for the sale of foreign currency notes or the transmittal of money or both.
 - (d) Any other information which the Director may require.
- 6. <u>DENIAL OF FOREIGN EXCHANGE LICENSE</u>. The Director may deny an application for a license to be issued under these regulations if, after a hearing pursuant to the provisions of the Administrative Procedures Act, he finds that
 - (a) granting of the license will be against the public interest;

- (b) the applicant does not intend actively and in good faith to carry on as a business with the general public the transactions which would be permitted by the issuance of the license applied for;
- (c) the applicant, and if a corporation, a shareholder, director or officer thereof, is not of good business reputation or is lacking in integrity;
- (d) the applicant has knowingly or willfully made a misstatement in an application to the Director for a license, or any document filed in support of such application, or has made a false statement in testimony given under oath before the Director or any other person acting in his stead.
- (e) the applicant has permitted any person in his employ to violate any provisions of these regulations.
- 7. <u>ISSUANCE OF FOREIGN EXCHANGE LICENSE</u>. If the application is approved by the Director, he shall, upon receipt of the license fee, issue to the applicant a license to engage in business in accordance with these regulations. A license shall conduct its business at its designated office location. a licensee shall be prohibited and restricted from conducting or performing remittance collection transactions, issuance of receipts, or the collection of funds outside the premises of its designated business office location. This rule shall also apply to agents of remittance companies.

FORM FX-1 and all items required on the "checklist" for proposed registration as foreign exchange dealer/agent.

- 8. EXPIRATION AND RENEWAL OF FOREIGN EXCHANGE LICENSE.
 - (a) The license is not transferrable or assignable.
 - (b) License expires on the 31st day of December following the date of issuance, unless on or before the 15th day of December prior to the expiration date the licensee files an application for renewal and pays to the Director the license fee as prescribed in these regulations.
 - (c) Failure to comply with section 7 of these rules and regulations shall be just cause for the non-renewal of dealer's license and may be subjected to other certain sections of these rules and regulations.
 - (d) Any other information which Director may require as part of renewal of license requirement must be submitted.

3 of 9

9. REGISTRATION OF AGENTS.

- (a) Every agent of a licensee employed within the Commonwealth shall register with the Director and shall pay annually on or before December 31st a registration fee of Thirty Dollars (\$30.00).
- (b) If appointed agent is a nonresident worker, he/she must obtain approval from Chief of Labor or submit copies of work permit and employment contract which specify duties and responsibilities inherent of "agent" as defined under 2(f) of these regulations.
- (c) A dealer solely in the business of foreign exchange shall not be permitted to hire or employ nonresident workers as agents.
- (d) Retailers and hotels in the business of foreign exchange currency transactions and having such business as only incidentals to serving their clients must also appoint agents. Names of persons doing transactions and their job title must be specified on Forms FX-1 and FX-12.
- (e) Registration of agents shall be denied if applicant fails to meet the above requirements and others as required by the Director of Banking.

Forms FX-2 and FX-3 must be completed.

10. EXAMINATION

- (a) The Director may at any time and from time to time examine the business of any licensee or its agents in order to ascertain whether such business is being conducted in a lawful manner and whether all monies received for transmission are properly accounted for. Each licensee and its agents shall keep books, records and accounts in such form or manner as the Director may prescribe.
- (b) The Director has prescribed a Quarterly Reporting requirement as found in FORM FX-11 and its instructions. The Director has further required dealers to obtain details of senders of amounts aggregating \$10,000 or more, such details include Social Security Numbers, Tax Identification Numbers, addresses, type of transaction, whether by check or cash, and signature of sender. Dealer shall report such transaction upon submittal of the quarterly reports.

- (c) Foreign exchange currency transaction dealers shall be required to report total amount of foreign currency received on a quarterly basis.
- (d) Every foreign exchange dealer must cause its bank to provide the Director running balances of funds transmitted abroad every quarter. Foreign currencies collected should also be reported.
- (e) Director will include collected figures and data in the annual banking reports of the Director of Banking.
- 11. <u>MAINTENANCE OF FORMS</u>. Each licensee will obtain and continue to hold for three (3) years a true copy of every receipt form used by it and by its agents for selling foreign currency notes or for money received for transmission. The receipts used shall be printed and prenumbered and consist of at least two (2) copies, one (1) to be given to the customer, the other to be retained by the licensee for record keeping purposes. A receipt used for the sale of foreign currency notes shall contain not less than the following information:
 - (a) The amount and country of origin of the foreign currency notes involved in the transactions.
 - (b) The rate of exchange of the transaction.
 - (c) The U.S. Dollar amount involved in the transaction.
 - (d) The commission or other charge received by the licensee for carrying out the transaction.

A receipt used for the transmittal of money shall contain in addition to the above information required for the sale of foreign currency notes, the name and address of the beneficiary and the method in which the beneficiary is to receive the funds transmitted.

No licensee or its agents shall use any receipts, a certified copy of which has not first been filed with the Director. Every licensee violating the requirement of this section shall be subject to a fine of Fifty Dollars (\$50.00) for each violation.

Forms FX-5 or FX-6 information must be revealed in the prenumbered receipts.

12. FORWARDING OF FUNDS.

Every licensee or its agents shall forward all monies received for transmission to a foreign country or give instructions committing equivalent funds to the person designated by the depositor within ten (10) days after receiving such money, unless otherwise ordered by his customer.

13. <u>SECURITY DEPOSIT</u>.

- (a) As security for the faithful performance of its obligations, each licensee before engaging in the business of transmitting money (remittance) shall deposit with the Treasurer of the Commonwealth Fifty Thousand Dollars (\$50,000.00) in Time Deposit for a period of not less than one year in a bank within the Northern Mariana Islands; and such value must be maintained at all times. The Director of Banking prescribes the following procedures:
 - Time Deposit account must show foreign exchange company "and" the CNMI Treasurer "or" the Director of Banking as holders of the account.
 - 2) The Director shall notify Treasurer and company of account's maturity date and Treasurer shall be authorized to renew or terminate such account pursuant to instruction from the Director.
 - 3) Interest earned on such deposit shall accrue to the benefit of the foreign exchange company.
 - 4) Complete forms FX-7, FX-9, and other forms as provided by the Director.
 - 5) Release of the security deposit shall only be accomplished by authority from the Director of Banking.
 - (b) Surety bond will not be accepted in lieu of security deposit.
 - (c) Foreign exchange currency transaction dealers who are not in the business of remittance shall put up security deposit.

Memorandum to Chief of Finance and Accounting for safekeeping and custodial of security deposit transmittal form should be sent by the Director and acknowledge by Finance Chief.

6 of 9

- 14. <u>TRUST FUND</u>. The money deposited with the Treasurer of the Commonwealth pursuant to Section 13(a) of these regulations shall constitute a fund for the benefit of such persons as shall deliver to any such licensee or its agents money for transmission.
- 15. <u>OWNERSHIP OF FUNDS FOR TRANSMISSION TO A FOREIGN COUNTRY</u>. All funds, less fees, received by a licensee or its agents for transmission to a foreign country shall constitute trust funds owned by and belonging to the person from whom they were received until such time as directions have been given by the licensee or its agents for payment abroad of the remittance and funds provided for such payment.
- 16. <u>ORDER TO CEASE UNLAWFUL PRACTICE</u>. If it appears to the Director that the

If it appears to the Director that the licensee is violating or failing to comply to these regulations; the Director shall direct the licensee to comply with these regulations or if it appears to the Director that any licensee is conducting his business in an unsafe or injurious manner he shall in like manner direct the licensee to discontinue practice. The Order shall require the licensee to show cause before the Director at the time and place to be fixed by him why the Order should not be observed.

- 17. <u>SUSPENSION OR REVOCATION OF LICENSE</u>. The Director may suspend any license issued pursuant to these regulations if he finds that
 - (a) the licensee has violated a provision of these regulations or any rule issued thereunder;
 - (b) any fact or condition exists which, if it had existed at the time of the original application of such license, would be grounds for denying an application for a license under Section 5 of these regulations;
 - (c) the licensee is conducting his business in an unsound manner.

The Director may revoke a license after a hearing held pursuant to the Administrative Procedures Act following a suspension.

18. CRIMINAL PENALTY FOR VIOLATION.

- (a) Any person who violates or fails to comply with any of these regulations or who, without complying with the provisions of these regulations, represents that he is authorized to receive, or solicits or receives, money or the equivalent for transmission to a foreign country, is guilty of a felony.
- (b) A penalty fee of \$10.00 a day for each day a report is late shall be assessed on the foreign exchange company or failure to submit a complete and accurate quarterly report on the filing deadline and no notice and explanation for extension request was received by the Director.
- (c) If, upon sufficient evidence, the Director finds that funds were not remitted to beneficiaries within 10 days as required in Section 12, the foreign exchange company will be fined fifty dollars (\$50.00) for each violation; or have its license suspended, or both.
- 19. <u>FEES</u> The following is a schedule of all fees required by these regulations:

(a)	Foreign Exchange Dealer License	\$300.00
(b)	Foreign Exchange Agent License	30.00
(C)	Violations to Sections 11, 12 & 18(c) .	50.00/day
(đ)	Penalty Fees Section 18(b)	
(e)	Amendment Fee	10.00
(f)	Duplication of documents	.50/page
(g)	Certification Fees	5.00
(h)	Late Renewals and Other Filing Fees	2.00/day or
	as prescribed by the Director	
(i)	Business license	50.00

Fees collected under this Section other than business license (i), shall be paid to the CNMI Treasurer, and Director of Finance shall permit the Director of Banking to use funds for the enforcement of these regulations.

20. Schedule of all requirements are enumerated in the "Checklist For Proposed Registration As Foreign Exchange Dealer/Agent" and all such requirements are included as part of these regulations. Memoranda, rules, guidelines, comments, procedures, and other items relative to foreign exchange business to be issued by the Director of Banking shall be published annually as part of these regulations.

- 21. Amendments to these Rules and Regulations shall be in accordance to the Administrative Procedures Act. These Regulations shall repeal all previous Foreign Exchange Rules and Regulations upon its adoption and certification by the Director of Banking.
- 22. <u>EFFECTIVE DATE</u>. These regulations are to take effect on , 1992 or whenever adopted and certified by the Director of Banking after its publication in the Commonwealth Register. All foreign exchange companies and agents must immediately comply.

CHECKLIST FOR PROPOSED REGISTRATION AS FOREIGN EXCHANGE DEALER/AGENT

- / / Form FX-1 Application for Foreign Exchange license
 / / Form FX-2 Application for Registration as Agent of
 foreign exchange
 / / Form FX-3 Appointment of agent of foreign exchange
- / / Form FX-4 Statement of Assets and Liabilities
- / / Form FX-5 Receipt Form (transmittal of money)
- / / Form FX-6 Transaction Receipt Ticket (currency exchange)
- / / Form FX-7 Deposit Agreement
- / / Form FX-8 Hypothecation Agreement
- / / Form FX-9 Deed of Assignment
- / / Form FX-10 Reporting Guidelines for the Quarterly Foreign Exchange Remittance Report
- / / Form FX-11 Quarterly Foreign Exchange Remittance Report
- / / Copy of articles of incorporation or partnership agreement
- / / General business license must be obtained immediately after the applicant is granted a Foreign Exchange Dealer license. If a licensed establishment is seeking application to engage in foreign exchange, a copy of its business license must be submitted and foreign exchange should be listed as one other activity or a separate license should be obtained.
- / / Latest financial statements of corporation, partnership, soleproprietorship and statement of condition of each officer, and/or director of the corporation or partnership.
- / / Copies of latest gross tax receipts must be submitted.
- / / Resumes of manager, local resident, and foreign exchange
 agents.

1 of 2

- / / Approval from the Chief of Labor for company's employees to act as agents of foreign exchange must be submitted (employment contract).
- / / Fees: Foreign Exchange Dealer: \$300.00
 Foreign Exchange Dealer Agent: \$30.00
- / / Police clearance of all officers and/or directors, managers, and foreign exchange agents.
- / / A proposal describing details of how transmittal exchange of money is to accomplish setting forth the details of company or party abroad (names and address), how funds are distributed and other details.

Other Forms:

1

- / / Form FX-12 Renewal application for foreign exchange license
- / / FXD Memorandum to Chief of Finance pertaining to custody of Security Deposit

(License Fee \$300.00)

APPLICATION FOR FOREIGN EXCHANGE LICENSE (To be filled out using a typewriter or block letters)

<u>AUTHORITY</u>: This application is made and submitted pursuant to the provisions of the applicable rules and regulations promulgated by the Director of Banking, Department of Commerce and Labor, in accordance with the authority vested in him under Section 6351 (Foreign Exchange) of the commonwealth Banking Code of 1984, Section 340 of Public Law 3-104.

[]] For the Transmittal of Money Only

- Both (listed above)

1.	Full	Name	of	applicants		
----	------	------	----	------------	--	--

Age:_____

2. Resident and Mailing Address:_____

3. a) Business Address:_____

- b) Telephone No.: Is telephone under business name? / / YES / / NO
- 4. If applicant is a partnership or association, give the name of all members thereof; if a corporation, the names and addresses of all officers of the corporation:

Name	Title	Address	Nationality
Name	Title	Address	Nationality
Name	Title	Address	Nationality
Name	Title	Address	Nationality

FORM FX-1 (1991)

5. List the names of all agents who are to be authorized to act under this license. Names of persons to do foreign exchange currency transactions:

6. Have you or any person listed under Item No. 4 or 5 ever been convicted of a felony? / /YES / /NO If answer is YES, a letter of explanation, in detail must accompany application.

- 7. Are you, and each person under Item No. 4 or 5, familiar with the Foreign Exchange Rules and Regulations and do you agree to conduct your business in accordance therewith? / /YES / /NO
- 8. Have you or any person listed under Item No. 4 or 5 ever been denied or had a license suspended or revoked prior to this application by any state or territorial governments? / / YES / / NO If answer is YES, attache a complete statement of facts in respect thereto.
 - 9. Is applicant, or any person listed under Item Nos. 4 and 5, engaged in any other business, either full-time or part-time? / / YES / / NO If YES, what is the nature of the other business?
- 10. Have you sufficient funds for security deposit of \$50,000.00 in cash or security bond which shall be deposited with the CNMI Treasurer, conditioned upon the faithful holding and transmission of all money received by such licensee or its agents for such purpose? / / YES / / NO
- 11. Current Financial Statement must be attached to this application.
- 12. If applicant has never been licensed for a foreign exchange, state extent of knowledge of the business of selling foreign exchange monies, or transmittal of money.
- 13. Have you filed a certified copy of a receipt form to be used as required by the Director of Banking?
- 14. Educational history, showing name of school with date of attendance, and major subject. Provide resume and references.

FORM FX-1

2 of 3

COMMONWEALTH OF THE NORTHERN) Mariana Islands)

Saipan

deposes and says that he/she is the _____ being duly sworn on oath of _____

The applicant named in the foregoing application; that he/she is authorized to make this verification for and on behalf of said ____, that he/she has read the

)ss.

)

application and all the exhibits, statements, and documents attached thereto; that the information contained in the application exhibits, statements and documents is true to the best of his/her information, knowledge and belief.

Applicant authorizes Director of Banking to inquire and verify deposit as well as any credit accounts with any bank in which foreign exchange dealer maintains banking relationship and applicant's signature on this application should suffice for this purpose.

Signature of applicant and Title

Subscribed and sworn to before me this _____ day of _____ 19____.

> Notary Public in and for the CNMI My Commission expires_____

_____ / /Approved

/ /Disapproved

FORM FX-1

(License Fee \$300.00)

RENEWAL APPLICATION FOR FOREIGN EXCHANGE LICENSE

Pursuant to Section 6351 of the Commonwealth Banking Code of 1984, Public Law 3-104 (Foreign Exchange), I, ______, the undersigned herewith submit application for renewal of ______foreign exchange license originally issued by the Department on and herewith declare under oath that the information set forth in the original application is in compliance with the Act remains unchanged except the following matters:

"State present variances from original application"

- 1. Has there been any change made on management?
- 2. Has there been any change in Agent, which were not registered with the Director of Banking? If licensee is not solely in the business of foreign exchange, please attach a listing of persons' names and job titles doing transactions.
- 3. Were there any persons connected with the business convicted of a felony, within the past 12 months?
- 4. Current financial statement must be attached to this application at all times.
- 5. Were there any other office open other than the location given in the original application, for the transaction of foreign exchange?
- 6. Were there any other changes not listed above?

FORM FX-12

1 OF 2

C N M I))ss. SAIPAN)

being first duly sworn on oath deposes and says that he/she is the applicant named in the foregoing information statement, that he/she has read the statement and all documents attached thereto, that the information contained in the statement and the documents is true to the best of his/her knowledge and belief.

Applicant

Subscribed and sworn to before me this _____ day of ______ 19_____.

Notary Public in and for the CNMI

My Commission Expires _____

FORM FX-12

2 OF 2

(License Fee \$30.00) <u>APPLICATION FOR REGISTRATION AS AGENT OF FOREIGN EXCHANGE</u> (To be filled out using a typewriter or block letters)

<u>AUTHORITY</u>: This application is made and submitted pursuant to the provisions of the applicable rules and regulations promulgated by the Director of Banking, Department of Commerce and Labor, in accordance with the authority vested in him under Section 6351, (Foreign Exchange) of the Commonwealth Banking Code of 1984 -Public Law 3-104.

- 1. Full name of applicant:
- 2. Place and date of birth; length of residence in the CNMI:
- 3. Check one only Type of Firm: Sole Proprietorship
- 4. If the applicant, during the ten years prior to this application, has misappropriated or converted monies of others for his own use, or has been accused of so doing, attach a complete statement of facts in respect thereto.
- 5. Name and business address of license appointing applicant.
- 6. If applicant has been convicted of a violation of a criminal statute, attach a complete statement of facts in respect thereto.
- 7. If applicant has been denied registration as an agent for foreign exchange, or has had registration as such suspended or revoked prior to this application by any state or territorial government, attach a complete statement of facts thereto.
- 8. Name and address of three references as to the character and reputation of the applicant, excluding relatives:

FORM FX-2

COMMONWEALTH OF THE NORTHERN) MARIANA ISLANDS))ss. Saipan)

being first duly sworn on oath deposes and says that he/she is the applicant named in the foregoing information statement, that he/she has read the statement and all documents attached thereto, and that the information contained in the statement and the documents is true to the best of his/her knowledge and belief.

Applicant

Subscribed and sworn to before me this _____ day of ______ 19____.

> Notary Public in and for the CNMI My Commission Expires

FORM FX-2

2 of 2

APPOINTMENT OF AGENT OF FOREIGN EXCHANGE

I have read the information statement and believe the information contained therein to be true and complete and have no knowledge to the contrary. I hereby appoint _______ as agent of Foreign Exchange of _______ as agent of Foreign Exchange and agree to notify the Director of Banking, Department of Commerce and Labor, Saipan, MP, immediately upon the termination of his employment.

LICENSEE

BY:____

AUTHORIZED SIGNATURE

DATE

DIRECTOR OF BANKING

DATE:

- Approved

Disapproved

FORM FX-3

Cash in Bank	Notes Payable
Cash in Bank	•
	Borrowed or due on stocks
Cash on hand	and Bonds (state which
(Enumerate at their market value)	hypothecated
Notes Receivable	
Accounts Receivable	
Stock of Supplies or Inventory	Total Current Liabilities
Tatal Aument Jacoba	Bonds or Debentures Issued
Iotal Current Assets Real Estate	
(location, description value)	Borrowed or due on Real Estate
Plant consisting of	Borrowed or due on Plant
Other Assets	
	Other Liabilities (Describe fully)
	Capital Stock Paid In (If a corporation)
	Surplus (or Investment)
TOTAL ASSETS	TOTAL LIABILITIES

FORM FX-4

i .

Receipts Form (Transmittal of Money)

	No
	Pre-Numbered
Name of Company:	
Address:	
Telephone:	
Foreign Money Transfer Receipt NON NEGOTIABLE	Date:
Received From:	
The Sum of:	
For the Transfer of:	······
То:	
	·
By Air Mail Cable	Rate Per Dollar
Amount of Transfer U.S.	\$
Commission and Air Mail charge	\$
Special Handling	\$
TOTAL RECEIVED	\$
	Name of Company
	Agent: Authorized Signature
(Comments, if any)	Autnorized Signature

FORM FX-5

i

OFFICE OF THE DIRECTOR DEPARTMENT OF COMMERCE AND LABOR COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS SAIPAN, MP 96950
TRANSACTION RECEIPT TICKET (CURRENCY EXCHANGE)
Name of company:
Foreign Currency-Foreign Exchange:
Address of Company:
Affiliated Offices (if any)
Date:
Sold to:
Address:
Comments, if any

DIRECTOR OF BANKING

<u>Quantity</u>	Monetary Units	Rate	Extension
<u>Quantity</u>	Monetary Units Japan-Yen Philippine-Pesos Hong Kong-Dollars Australian-Dollars Fiji-Dollars Canadian-Dollars English-Pounds Forwarding Charges	<u>Rate</u>	Extension
	Exchange Commission		i

[]		
L	Payment	received

Total U.S. \$_____

We await payment

We debit your account

Sale No._____

FORM FX-6

1

DEPOSIT AGREEMENT

Pursuant to the provisions of the applicable rules and regulations promulgated by the Director of Banking, Department of Commerce and Labor, under Section 6351 (Foreign Exchange) of the Commonwealth Banking Code of 1984, Public Law 3-104, the

desires to qualify itself to transact the business of ________ in Saipan, and enters into this agreement with the Director of Banking of CNMI and deposits with him the following described securities to-wit:

It is agreed between the parties hereto that this \$50,000.00 deposit of securities is made in lieu of a \$50,000.00 bond and that securities of the value of at least \$50,000.00 shall remain on deposit for the benefit and protection of the customer and creditors of the company so long as the company has any liability outstanding in the Commonwealth of the Northern Marina Islands.

The company may collect and retain the interest when due on the securities deposited.

IN WITNESS WHEREOF, we have hereunto affixed our signatures and seals on the dates indicated below.

Company

Ву:____

Name and Title

Attested:_____

Secretary

Date:

Director of Banking

Date

FORM FX-7

HYPOTHECATION AGREEMENT

This hypothecation agreement is made and submitted pursuant to the provisions of the applicable rules and regulations promulgated by the Director of Banking, Department of Commerce and Labor, Commonwealth of the Northern Mariana Islands, in accordance with the authority vested in him under Section 340 (Foreign Exchange) of the Commonwealth Banking Code of 1984, Public Law 3-104.

The undersigned hereby authorizes

(hereinafter for convenience called Foreign Exchange Dealer/Operator although the dealer/operator's liability to you may be only contingent) at any time, now or hereafter, to pledge and grant to you a security interest in the following property belonging to the undersigned and the proceeds thereof, as security for the payment and performance of each and every obligation and liability, direct or contingent, of the Foreign Exchange Dealer/Operator to you, due or to become due, whether now existing or hereafter arising:

And the undersigned expressly ratifies, consents to and adopts any and all agreements which the Foreign Exchange Dealer/Operator has made, or may hereafter make, with you regarding the use of said collateral, and the undersigned authorizes you to deliver all such collateral to the Foreign Exchange Dealer/Operator or to make such disposition of it and/or proceeds or surplus thereof as the Foreign Exchange Dealer/Operator may instruct, and the undersigned agrees that any and all such agreements and instructions of the Foreign Exchange Dealer/Operator shall be applicable to such collateral exactly as if such collateral were owned by the Foreign Exchange Dealer/Operator and the undersigned shall not be subrogated to your rights in any other security pledged by the Foreign Exchange Dealer//Operator or in which you have a security interest and/or proceeds or surplus thereof.

FORM FX-8

The undersigned hereby waives any and all notices of every kind to which the undersigned might otherwise be entitled, either of the acceptance hereof by you, or of the incurring of any obligation or liability by the Foreign Exchange Dealer/Operator, or of the demand for payment or the payment of all or any obligations or liabilities of the Foreign Exchange Dealer/Operator to you, whether now existing or hereafter arising, or of the presentment of any instrument for the payment of money at any time now or hereafter held by you in connection with any obligation or liability of the Foreign Exchange Dealer/Operator, of protest and/or non-payment thereof, or of any exchange, sale, release or other handling or disposition of all or any such collateral, or otherwise.

Without limiting the generality of any of the foregoing, the undersigned shall not have the right to receive from you any statement, report or other notice, to object to any proposed disposition or application of such collateral, to redeem such collateral, to obtain injunctive or other relief by reason of your handling or disposition of such collateral, or to recover losses caused to the undersigned by reason of your failure to furnish any statement or other information with respect to such collateral or any other security pledged by the Foreign Exchange Dealer/Operator or in which you have a security interest and/or proceeds thereof.

Bank Official: Name and Title

FORM FX-8

DEED OF ASSIGNMENT

KNOW ALL MEN BY THESE PRESENTS:

This Deed of Assignment made and executed by:

hereinafter referred to regardless of number as the ASSIGNOR;

- in favor of -

THE TREASURER OF CNMI, with principal office and place of business at Capitol Hill, Saipan, MP, hereinafter referred to as the ASSIGNEE;

WITNESSETH:

That the ASSIGNOR for and in consideration of obtaining a Foreign Exchange License from the ASSIGNEE (Department of Commerce and Labor) pursuant to the provisions of the applicable rules and regulations promulgated by the Director of Banking, Department of Commerce and Labor, CNMI, in accordance with the authority vested in him under Section 6351 4 CMC, Div. 6, (Foreign Exchange) of the Commonwealth Banking Code of 1984 - (Public Law 3-104, Section 340) do hereby assign to the ASSIGNEE, its successors or assigns, all his/their rights, title to and interest in the sum of ________ DOLLARS (\$_______),

U.S. Currency, together with any interest thereon, out of his/their deposit with the ASSIGNEE, or with the ________ deposit with the ASSIGNEE, or with to and in his/their name, it being understood that the ASSIGNEE has the full control of the said sum, together with its interest, from and after this date and that the said sum cannot be withdrawn by the ASSIGNOR, his/their heirs, successors, so long as the ASSIGNOR has any liability outstanding in the CNMI.

FORM FX-9

Deed of Assignment

IN WITNESS WHEREOF, The ASSIGNOR has hereunto set his/their hands at ______ day of ______, 19_____.

ASSIGNOR

ASSIGNOR

SIGNED IN THE PRESENCE OF:

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS) Date:______)ss. SAIPAN, NORTHERN MARIANA ISLANDS)

Personally came and appeared before me in the _____

_____, this _____ day of _____,

the following ASSIGNOR(S)

ASSIGNOR

ASSIGNOR

know to me to be the same person(s) who executed the foregoing Deed of Assignment, and he/they acknowledged to me that the same is his/their free act and deed, as well as the free act and deed of the principal(s) which he/they represent.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my notarial seal at the place and on the date hereinabove written.

FORM FX-9

2 Of 2

Reporting Guidelines for the Quarterly Foreign Exchange Remittance Report (what, who, where, when, how)

1) What report is to be filed?

Form FX-11 or the Quarterly Foreign Exchange Remittance Report (QFERR) with attached receipts is to be filed.

2) Who is to file a report?

All licensed foreign exchange dealers engaging in the remittance of money or its equivalent to foreign countries. are required to file a report. A foreign exchange agent shall report its quarterly activity to the foreign exchange dealer it represents, but is exempt from filing the QFERR.

3) Where to file?

Reports are to be filed at Department of Commerce and Labor, Banking and Insurance Section, Administration Building, Capitol Hill, Saipan.

4) When to file?

The filing deadline is fifteen days after the preceding quarter. Only requests for extension received prior to the deadline will be accepted. A licensee, failing to submit a timely request for extension, will report in person to the Banking and Insurance Section within five working days after the deadline. Failure to comply with these filing procedures will be just cause to invoke automatic suspension of dealer's and respective agent's license.

5) How to prepare and file a report?

The QFERR will consist of a brief cover letter, Form FX-11, receipts, and a comments page, as necessary.

- Cover Letter: Self explanatory.
- Form FX-11: See attached sample.
 - a) Form FX-11 may be reproduced or computer generated, but in no way shall the column format be altered.

FORM FX-10

- b) The introductory information is only required on the first page of the report.
- c) Agent's transactions will be reported individually, not by a sum figure. Each transaction shall be denoted to show its corresponding agent.
- d) Report may be legibly handwritten, however, typewritten is preferred.
- e) Report pages must be numbered.
- f) The last page of the report shall include the subtotal for each month, the total for the quarter, and the year to quarter end total, as well as totals for any items undelivered, voided, refunded, or in transit.
- g) For branches on Tinian and/or Rota separate totals for f) above will be reported.
- Receipts: As prescribed in the Foreign Exchange Rules and Regulations, receipts will be prenumbered. However, receipts submitted with the report are those that were signed by the recipient of the remitted funds.
 - a) Receipts issued to the customer/sender will be listed numerically in the appropriate column on Form FX-11, regardless of the status of the receipt. If the status is other than delivered then it shall be duly noted on the same line.
 - b) If the recipient's receipt is different from that of the customer's, then the recipient's receipt number shall be listed after the customer's receipt number, divided by a slash (/).
 - c) Recipients' receipts shall be in the same order as the corresponding transactions on each page of the report.
 - d) Poor reproduction copies or duplicates of receipts are not acceptable.
- Comments Page: For further explanation, as necessary.

FORM FX-10

QUARTERLY FOREIGN EXCHANGE REMITTANCE REPORT

Name of Company:_____

For the Quarter Ending:_____

To complete this report, refer to the Reporting Guidelines.

Name of Customer	Amount (\$US)	Date Funds Entrusted To Company	Date Funds Delivered To Recipients	Receipts No. (in numerical sequence)
		· · · · · · · · · · · · · · · · · · ·		
			·····	
		l	L <u></u>	

FORM FX-11

MEMORANDUM

то	:	CNMI Treasurer			DATE:
THRU	:	Director of Commerce and Labor _		-	
FROM	:	Deputy Director for Banking			
SUBJECT	:	TCD No	_ for	\$	
		Issued by			Dated
		In Favor of			
		and CNMI Treasurer or Director of	of Ban	kin	g

Enclosed please find the above-mentioned original Time Certificate of Deposit which we are turning over to your division for safekeeping. Please be informed that the subject deposit will serve as security deposit of

a foreign exchange company, authorized to engage in the foreign exchange business. The said deposit shall be held by the CNMI Government for the benefit and security of all customers and creditors of the foreign exchange company so long as the company has any liability outstanding in the CNMI. The company may collect and/or retain the interest when due on the securities deposited.

We wish to state further that the expired original Time Certificate of Deposit must be surrendered to the issuing bank every maturity date and the renewed original certificate (replacement) must be again kept in your division. Since your division acts as custodian for and on behalf of the CNMI Government relative to the document entrusted, it is suggested that your division maintain a "tickler" indicating the maturity date of all these TCDs and an IN and OUT receipt or register book for control purposes.

Please acknowledge receipt by signing and returning to us a copy of this memorandum.

OSCAR C. CAMACHO

Enclosure(s)

ACKNOWLEDGE RECEIPT:____

DATE:

Signature

Print Name and Title

FORM FXD



Commonwealth of the Northern Mariana Islands Coastal Resources Management

Office of the Governor Saipan, Mariana Islands 96950

CABLE ADDRESS GOV. NMI SAIPAN TELS. 234-6623 /7820

PUBLIC NOTICE

NOTICE OF PERMANENT ADOPTION OF REGULATIONS AMENDING CERTAIN SECTIONS OF THE COASTAL RESOURCES MANAGEMENT OFFICES RULES AND REGULATIONS RELATING TO THE SUBMISSION REQUIREMENTS FOR CRM MAJOR SITING APPLICATIONS.

The CNMI Coastal Resources Management Program hereby notifies the general public of its adoption as permanent regulations the Proposed Regulations published in the Commonwealth Register, Volume 14 No. 09 on September 15, 1992 which modify the submission requirements for CRM Major Siting Applications. The Administrator of Coastal Resources Management and it's Board of Agency Directors are authorized to do so under 2 CMC Section 1511 (3) B and this adoption is done in accordance with the Administrative Procedures Act, 1 CMC 9101, et.seq.

JOAOUIN P. VILLAGOMEZ ADMINISTRATOR

COASTAL RESOURCES MANAGEMENT

Amon

RAMON S. GUERRERO EXECUTIVE DIRECTOR, CUC

ELIZABETH H. SALAS-BALAJAD DIRECTOR OF PUBLIC WORKS

INICOLAS M. LEON GUERRERO DIRECTOR OF NATURAL RESOURCES

11-12-92 DATE

11-12-92 DATE

CRM Regulations Amendments Page two

MICHAE FLEMING Δ. HISTORIC PRESERVATION OFFICER

ŝ

F. RUSSELL MECHEM DIVISION OF ENVIRONMENTAL QUALITY

S. TORRES COMMERCE & LABOR JØAQU: DIRECTOR OF

DONNA CRUZ GOVERNOR'S SECRETARY

SOLEDAD B. SASAMATO REGISTRAR OF CORPORATIONS

11/12/92 DATE

1/2/92

11/12/92

DATE OF FILING



Commonwealth of the Northern Mariana Islands Coastal Resources Management

Office of the Governor 2nd Floor Morgen Building, San Jose Saipan, Mariana Islands 96950



CABLE ADDRESS GOV. NMI SAIPAN TELS. 234-6623/7320

NUTISIAN PUBLIKU

NOTISIA POT PARA U MANA PETMANENTE MA ADAPTA I REGULASION I COASTAL RESOURCES MANAGEMENT OFFICES PUT I MA REKOMENDA SIHA NA DOKUMENTA PARA I MA DISIGNA MAJOR SITING

I CNMI Coastal Resources Management Program ha nana'i i pupbliku nutisia pot i ma adopta ya mana petmanente komu patte gi regulasion niha. I ma proponi na regulasion pot este na asunto ma pupblika gi Commonwealth Register, Volume 14 no. 09 gi Septembre 15, 1992, pot i tinilaika ni ma rekomenda siha na dokumento para i submision i CRM Major Siting na aplikasion. I Administradot Coastal Resources Management yan i Board of Directors man gai aturidat para u ma choque este gi 2 CMC Seksiona 1511 (3), sigun gi Administrative Procedures Act, 1 CMC 9101, et.seq.

<u>||-12-92</u> Fecha

ILAGOMEZ

Administrator Coastal Resources Management

SOLEDAD B. SASAMOTO Registrar of Corporation

DONNA Governor's Secretary

/1-/2-92 Fecha



Commonwealth of the Northern Mariana Islands Coastal Resources Management Office of the Governor 2nd Floor Morgen Building, San Jose Saipan, Mariana Islands 96950



CABLE ADDRESS GOV. NMI SAIPAN TELS. 234-6623/7320

ARONGORONOL TOWLAP

ARONGORONG REEL ADAPTAAL ALLEGH KKA EBWE ALEGHELEGHELO ME EBWE LIWILIL AKKAAW MELLOL ALLEGHUL COASTAL RESOURCES MANAGEMENT REEL MWOGHUTUGHUTUL TINGOR (APPLICATION)NGALI CRM MAJOR SITING

Progromaal Coastal Resources Management mellol CNMI, ekke arongaar towlap igha aa adapta allegh kka aa alegheleghelo bwe mwirimwiril ighewe re feeeru iwe aa takkal toowow mellol Commonwealth Register, Volume 14, No. 09 wool Septembre 15, 1992 iwe a liwili mwoghutughutul CRM Major Siting Applications. Adminitradoodul Coastal Resources Management fengal me Board Agency Directors nge eyoor bwangiir bwe rebwe feeru milleel sangi aileewal me bwangil 2 CMC Section 1511 (3) B nge re bwal adaptaali milleel sangi mille Administrative Procedures Act, 1 CMC 9101, et. seq.

11-12-92 Ral

JOAOUIN P. **WILLAGOMEZ** Administrator

Administrator Coastal Resources Management

SOLEDAD B. SASAMOTO Registrar of Corporation

DONNA CRUZ Governor's Secretary

11.12/92 Ral



Commonwealth of the Northern Mariana Islands Coastal Resources Management

Office of the Sobernor Saipan, Mariana Islands 96950

CABLE ADDRESS GOV. NMI SAIPAN TELS. 234-6623 /7320

PERMANENT ADOPTION OF REGULATIONS AMENDING THE COASTAL RESOURCES MANAGEMENT OFFICE RULES AND REGULATIONS

The following sections are adopted as permanent amendments to the CRM Rules and Regulations, as amended, 1990.

Section 8 (vii) (g) & (h) will be deleted replaced by the following;

replacing condition (q)

(g) The following construction plans;

1) Master site plan including; architectural features in conceptual form, major infrastructure and major amenities (in schematic or single line form).

2) Typical floor plans in conceptual format for all structures and major infrastructure.

3) View corridor plan

4) Site coverage plan - (displaying lot density including buildings, infrastructure, amenities, parking area, road networking and open space.

- 5) Proposed road improvements
- 6) Existing conditions map

replacing condition (h)

- (h) The following erosion control and drainage plans;
- a) Slope and elevation map
- b) Watershed and drainage map
- c) Preliminary drainage and erosion control map

The following new clause will be added as condition (u)

The following plans will be required of all applicants

contingent to the issuance of a CRM Major Siting Permit. The time frames for the submission of the plans shall be specified within their respective conditions of the CRM permit. Additional types, numbers and/or quality of plans may also be required prior to permit issuance or as a condition of the permit at the discretion of the CRM Administrator or the CRM Board of Agency Directors.

1) Copies of the construction plans including 100% CNMI certified architect and engineering designs and floor plans.

2) Final plans for excavation, earthmoving and stormwater control.

3) Final master site plan

ļ

The following new clause will be added as condition (v)

(v) All dimensions shall be stated in English Units (ie. inches and feet)



Commonwealth of the Northern Mariana Islands Coastal Resources Management Office of the Governor 2nd Floor Morgen Building, San Jose Saipan, Mariana Islands 96950



CABLE ADDRESS GOV. NMI SAIPAN TELS. 234-6623/7320

CERTIFICATION OF ADOPTED REGULATIONS AMENDING THE SUBMISSION REQUIREMENTS FOR CRM MAJOR SITING APPLICATIONS

The Administrator of the Coastal Resources Management Office, by signature below, hereby certifies that the regulations amending the submission requirements for CRM Major Siting Applications, promulgated by the Administrator of Coastal Resources Management and the Coastal Resources Management Board of Agency Directors on September 15, 1992, Volume 14 No.09 are a true, correct and complete copy of the Regulations formally adopted by the Coastal Resources Management Office. The Administrator further requests and directs that this Certification be published in the Commonwealth Register and then be attached by both the Office of the Registrar of Corporations and Office of the Governor to the Regulations referenced above.

I declare under penalty of perjury that the foregoing is true and correct and that this declaration was executed on the 12^{-4} of November, 1992 at Saipan, Commonwealth of the Northern Mariana Islands.

1-12-22

JOAOUIN **VZLLAGOMEZ** Administrator Coastal Resources Management

11-12-92

Date

SOLEDAD B. SASAMATO Filed by: **Registrar of Corporations**

Received by the Øffige of the Governor

DONNA CRUZ