

STATE OF ARIZONA

DEPARTMENT OF INSURANCE AND FINANCIAL INSTITUTIONS

In the Matter of the Acquisition of Control of)	
)	Docket No. 21A-085-INS
American Labor Life Insurance Company)	
(NAIC No. 89427))	ORDER APPROVING
)	ACQUISITION
Insurer,)	
)	
By)	
)	
Stellar National Holdings, LLC, BV/ARAD)	
Holdings, LLC, Blue Vista Capital Management,)	
LLC, ARAD Enterprises, LLC, Cameron Lane)	
Holdings, LLC, Peter Stelian, and Robert G. Byron,)	
)	
Petitioner.)	

On August 16, 2020, Stellar National Holdings, LLC, BV/ARAD Holdings, LLC, Blue Vista Capital Management, LLC, ARAD Enterprises, LLC, Cameron Lane Holdings, LLC, Peter Stelian, and Robert G. Byron (“Petitioner”) submitted an application for the acquisition of control of American Labor Life Insurance Company (“Insurer”) to the Arizona Department of Insurance and Financial Institutions (the “Department”) for approval of Petitioner as the controlling person of the Insurer pursuant to the provisions of Arizona Revised Statutes (A.R.S.) §§20-481 through 20-481.32 and Arizona Administrative Code (A.A.C.) R20-6-1402.

Based upon reliable evidence provided to the Director of Insurance and Financial Institutions (“Director”) by the Assistant Director of the Financial Affairs Division of the Department, the Director finds as follows:

FINDINGS OF FACT

1. The Insurer is a domestic insurer as referred to in A.R.S. §20-481.

1 2. The Petitioner filed a statement as referred to in A.R.S. §§20-481.02 and 20-
2 481.03, in the form required by A.A.C. R20-6-1402.

3 3. The Insurer and its security holders waived the ten (10) day advance filing notice
4 to be given as required by A.R.S. §20-481.07(D).

5 4. No evidence has been produced that would indicate or form the basis for a
6 finding that the Petitioner's acquisition of control of the Insurer:

7 a. Is contrary to law;

8 b. Is inequitable to the shareholders of any domestic insurer involved;

9 c. Would substantially reduce the security of and service to be rendered to the
10 policyholders of the domestic insurer in this State or elsewhere;

11 d. After the change of control, the domestic insurer would not be able to satisfy the
12 requirements for the reissuance of a Certificate of Authority to write the line or lines of
13 insurance for which it is presently licensed;

14 e. Would have the effect of substantially lessening competition in insurance in this
15 state, or tend to create a monopoly;

16 f. Might jeopardize the financial stability of the Insurer or prejudice the interest of its
17 policyholders, based upon the financial condition of any acquiring party;

18 g. Is unfair and unreasonable to policyholders of the Insurer and is not in the public
19 interest, based upon the plans or proposals that the acquiring party has to liquidate the insurer,
20 sell its assets or consolidate or merge it with any person, or to make any other material change
21 in its business or corporate structure or management;

1 h. Would not be in the public interest of policyholders of the Insurer and of the
2 public to permit the merger or other acquisition of control based upon the competence,
3 experience and integrity of those persons who would control the operation of the Insurer; or

4 i. Would likely be hazardous or prejudicial to the insurance-buying public.

5 5. The Petitioner filed the following to comply with A.R.S. §§20-481.03(A)(14) and
6 20-481.03(A)(15):

7 a. An agreement that the Petitioner will file with the Director the annual enterprise
8 risk report pursuant to A.R.S. §20-481.10(D) while in control of the insurer; and

9 b. An acknowledgement that the Petitioner and all subsidiaries in its control in the
10 insurance holding company system will provide all information requested by the Director for the
11 Director to evaluate enterprise risk to the insurer.

12 **CONCLUSIONS OF LAW**

13 1. The application established that none of the enumerated grounds set forth in
14 A.R.S. §20-481.07(A) exist so as to provide a basis for disapproval or rejection of Petitioner's
15 acquisition of control of the Insurer.

16 2. Petitioner presented credible evidence for approval of its acquisition of control of
17 the Insurer and the Petitioner to be a controlling person pursuant to the provisions of A.R.S.
18 §§20-481 through 20-481.32 and A.A.C. R20-6-1402.

19 **ORDER**

20 THEREFORE, I, Evan G. Daniels, Director of Insurance and Financial Institutions of the
21 State of Arizona, for the purpose of protecting and preserving the public health, safety and
22 welfare, and by virtue of the authority vested in me by A.R.S. §§20-142, 20-481 through 20-
23 481.32, and A.A.C. R20-6-1402 hereby order that:

1 1. The acquisition of control of the Insurer by the Petitioner is approved.

2 2. Subject to A.R.S. §20-481.21(A), all documents, materials and other information
3 that is in the possession or control of the Department and that was obtained by or disclosed to
4 the Director or any other person in the course of filing the application is confidential and
5 privileged, is not subject to Title 39, Chapter 1, Article 2 and is not subject to subpoena.

6 3. The Petitioner shall advise the Director in writing of the effective date of the
7 change of control.

8 4. Upon consummation of this acquisition, the Insurer shall file its registration
9 statement in the form required by A.A.C. R20-6-1403(B) and within the time period prescribed
10 by A.R.S. §20-481.13. If the registration statement would duplicate the information previously
11 submitted by the Petitioner in the statement filed with the Department pursuant to A.R.S. §20-
12 481.03 and there have been no material changes since the filing of that statement, then the
13 Insurer shall submit a statement to that effect incorporating by reference the statement
14 previously filed with the Department in lieu of the registration statement;

15 5. The failure to adhere to one or more of the above terms and conditions shall
16 result without further proceedings in the suspension or revocation of the Insurer's Certificate of
17 Authority.

18 Effective this 8th day of November, 2021.

19 

20 _____
21 EVAN G. DANIELS, Director
22 **Arizona Department of Insurance and Financial Institutions**

1 COPY of the foregoing mailed/delivered
this 10th day of November, 2021, to:

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