



October 18, 2007

DELAWARE PROPOSES CHANGES TO PERSONAL LINES CREDIT SCORING REGULATION

BACKGROUND

The Delaware Department of Insurance recently issued a Public Notice announcing that the Department will hold a public hearing regarding its proposal to amend Regulation 906. The proposed amendments comply with Delaware law and prohibit insurers from using consumer credit information in the setting of renewal premiums, unless requested by the insured and such would result in a reduction of premium.

COMPANY ACTION

The hearing is scheduled to be held on Tuesday, December 4, 2007 at 1:30 p.m. at the Delaware Insurance Department. Comments may be in writing or presented orally at the hearing.

EFFECTIVE DATE

The proposed effective date of the amended regulation is January 1, 2008.

AVAILABILITY

The Public Notice may be accessed on the Department of Insurance's website at:

http://delawareinsurance.gov/departments/documents/ProposedRegs/Reg_906_PublicHearingNoticetoRegisterOfReg7-11-05.pdf.

The proposed Regulation 906 may be accessed on the Department of Insurance's website at:

http://delawareinsurance.gov/departments/documents/ProposedRegs/Regulation_906_10-12-07.pdf.

QUESTIONS

Contact Jan Kozlowski at (800) 935-6900.