

**BEFORE THE COMMISSIONER OF SECURITIES AND INSURANCE
MONTANA STATE AUDITOR**

<p>IN THE MATTER OF THE PROPOSED MERGER OF:</p> <p>CareSource Insurance, LLC, and CareSource Reinsurance, LLC,</p> <p style="text-align:center">Applicants.</p>	<p>CASE NO. INS-2015-350</p> <p>NOTICE OF PROPOSED MERGER AND ORDER APPOINTING HEARING EXAMINER</p>
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PLEASE TAKE NOTICE:

The Office of the Montana State Auditor, Commissioner of Securities and Insurance (CSI), received a complete proposed merger application from CareSource Insurance, LLC, a Vermont captive insurance company, and CareSource Reinsurance, LLC, a Montana captive insurance company (collectively, Applicants), on December 8, 2015. Both Applicants are limited liability corporations and captive insurance companies, and they propose to merge into CareSource Reinsurance, LLC.

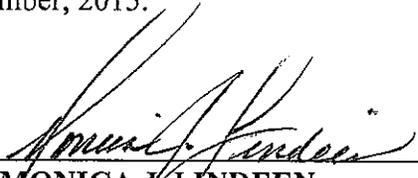
Pursuant to the authority set forth in Mont. Code Ann. §§ 33-3-218 and 33-28-306(5) of the Montana Insurance Code, the CSI will hold a hearing on this matter to gather evidence and either approve or deny the merger agreement. The Commissioner shall approve the merger within a reasonable time unless the hearing examiner finds that

the plan or agreement: a) is inequitable to the policyholders of any domestic insurer involved in the merger; or b) would substantially reduce the security of and service to be rendered to policyholders of the domestic insurer in Montana or elsewhere. § 33-3-218(4).

Pursuant to the authority set forth in § 2-4-611, the CSI hereby appoints Jesse Laslovich, Chief Counsel for the CSI, as the hearing examiner in this matter.

Mr. Laslovich's appointment as hearing examiner shall continue until the final administrative disposition of this matter.

DATED this 9th day of December, 2015.



MONICA J. LINDEEN
Commissioner of Securities and Insurance
Montana State Auditor

cc: Michael A. Kakuk, attorney for the CSI
Kim Beatty, Montana counsel for CareSource Insurance, LLC, and
CareSource Reinsurance, LLC