

Attachment 11

Attached please find Applicant's bond in the name of the People of the State of Illinois pursuant to Section 454.80.

License or Permit Bond

Effective Date:
12/07/2012

License or Permit Bond No PB11499800123

Philadelphia Indemnity Insurance Company

231 St. Asaph's Road, Suite 100 Bala Cynwyd Pennsylvania 19004

KNOW ALL MEN BY THESE PRESENTS, That we, PJM Wholesale Brokers, LLC as Principal, and Philadelphia Indemnity Insurance Company, a Pennsylvania Corporation, and authorized to do business in Illinois, as Surety, are held and firmly bound unto THE PEOPLE OF THE STATE OF ILLINOIS as Obligee, in the sum of FIVE THOUSAND AND NO/100 Dollars (\$5,000.00), for which sum, we bind ourselves, our heirs, executors, administrators, successors and assigns, jointly and severally, by these presents.

THE CONDITIONS OF THIS OBLIGATION ARE SUCH, That WHEREAS, the Principal has been or is about to be granted a license or permit to do business to operate as an ABC (Agent, Broker, or Consultant) under 220 ILCS 5/16-115C and is required to execute this bond under 83 Illinois Administrative Code Part 454.80 by the Obligee.

NOW, Therefore, if the Principal fully and faithfully perform all duties and obligations of the Principal as an ABC, then this obligation to be void; otherwise to remain in full force and effect.

This bond may be terminated as to future acts of the Principal upon thirty (30) days written notice by the Surety; said notice to be sent to 527 East Capitol Avenue, Springfield, Illinois 62701, of the aforesaid State of Illinois, by certified mail.

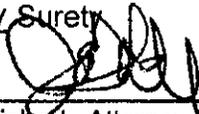
Dated this 07th day of December, 2012

PJM Wholesale Brokers, LLC Principal

by: Michael Lento Managing
- [name] [title] M Lento

License or Permit Bond for ABC Applicants

Philadelphia Indemnity Insurance Company Surety

by: 

John D. Weisbrot, Attorney-in-Fact

PHILADELPHIA INDEMNITY INSURANCE COMPANY
231 St. Asaph's Rd., Suite 100
Bala Cynwyd, PA 19004-0950
Power of Attorney

KNOW ALL PERSONS BY THESE PRESENTS: That **PHILADELPHIA INDEMNITY INSURANCE COMPANY** (the Company), a corporation organized and existing under the laws of the Commonwealth of Pennsylvania, does hereby constitute and appoint: **John D. Weisbrot, Patricia A. Tinsman of JW Bond Consultants, Inc.**

Its true and lawful Attorney (s) in fact with full authority to execute on its behalf bonds, undertakings, recognizances and other contracts of indemnity and writings obligatory in the nature thereof, issued in the course of its business and to bind the Company thereby, in an amount not to exceed **\$7,500,000.00**.

This Power of Attorney is granted and is signed and sealed by facsimile under and by the authority of the following Resolution adopted by the Board of Directors of **PHILADELPHIA INDEMNITY INSURANCE COMPANY** at a meeting duly called the 11th day of July, 2011.

RESOLVED: That the Board of Directors hereby authorizes the President or any Vice President of the Company to: (1) Appoint Attorney(s) in Fact and authorize the Attorney(s) in Fact to execute on behalf of the Company bonds and undertakings, contracts of indemnity and other writings obligatory in the nature thereof and to attach the seal of the Company thereto; and (2) to remove, at any time, any such Attorney-in-Fact and revoke the authority given. And, be it

FURTHER RESOLVED: That the signatures of such officers and the seal of the Company may be affixed to any such Power of Attorney or certificate relating thereto by facsimile, and any such Power of Attorney so executed and certified by facsimile signatures and facsimile seal shall be valid and binding upon the Company in the future with the respect to any bond or undertaking to which it is attached.

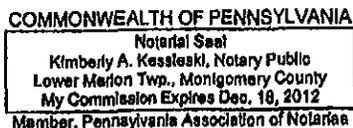
IN TESTIMONY WHEREOF, PHILADELPHIA INDEMNITY INSURANCE COMPANY HAS CAUSED THIS INSTRUMENT TO BE SIGNED AND ITS CORPORATE SEAL TO BE AFFIXED BY ITS AUTHORIZED OFFICE THIS 18TH DAY OF JULY, 2011.



President

Christopher J. Maguire
President Philadelphia Indemnity Insurance Company, a Pennsylvania Corporation.

On this 18TH day of July 2011, before me came the individual who executed the preceding instrument, to me personally known, and being by me duly sworn said that he is the therein described and authorized officer of the **PHILADELPHIA INDEMNITY INSURANCE COMPANY**; that the seal affixed to said instrument is the Corporate seal of said Company; that the said Corporate Seal and his signature were duly affixed.



Notary Public

I, **Craig P. Keller**, Executive Vice President, Chief Financial Officer and Secretary of **PHILADELPHIA INDEMNITY INSURANCE COMPANY**, do hereby certify that the foregoing resolution of the Board of Directors and this Power of Attorney issued pursuant thereto on this 18TH day of July 2011 are true and correct and are still in full force and effect. I do further certify that **Christopher J. Maguire**, who executed the Power of Attorney as President, was on the date of execution of the attached Power of Attorney the duly elected President of **PHILADELPHIA INDEMNITY INSURANCE COMPANY**.

In Testimony Whereof I have subscribed my name and affixed the facsimile seal of each Company this 7th day of December 2012

Craig P. Keller
Executive Vice President, Chief Financial Officer & Secretary
PHILADELPHIA INDEMNITY INSURANCE COMPANY

PHILADELPHIA INDEMNITY INSURANCE COMPANY

Statutory Statements of Admitted Assets, Liabilities and Capital and Surplus

Admitted Assets

	<u>As of December 31,</u>	
	<u>2011</u>	<u>2010</u>
Bonds, at statement value (market value \$5,046,924,657 and \$4,316,668,668)	\$ 4,750,406,952	\$ 4,256,060,960
Common stocks, at statutory fair value (cost \$8,781,800 and \$10,782,100)	8,781,800	10,782,100
Cash, cash equivalents and short-term investments	(17,628,077)	10,744,216
Receivable for securities	<u>371,131</u>	<u>334,626</u>
Cash and invested assets	4,741,931,806	4,277,921,902
Premiums receivable, agents' balances and other receivables	484,522,495	494,542,082
Reinsurance receivable	35,774,455	35,219,970
Accrued investment income	53,873,363	48,768,403
Receivable from affiliates	4,984,299	899,162
Net deferred tax asset	141,306,884	130,080,628
Federal income taxes recoverable	-	13,402,320
Guaranty funds receivable	<u>364,087</u>	<u>3,645,716</u>
Total admitted assets	<u>\$ 5,462,757,389</u>	<u>\$ 5,004,480,183</u>

Liabilities and Capital and Surplus

Liabilities:

Unpaid loss and loss adjustment expenses	\$ 2,372,160,617	\$ 2,016,212,951
Unearned premiums	970,619,442	951,129,903
Reinsurance payable on paid loss and loss adjustment expenses	8,466,755	5,257,486
Ceded reinsurance premiums payable	44,910,680	60,151,904
Commissions payable, contingent commissions and other similar charges	146,801,930	137,112,764
Accrued expenses and other liabilities	26,791,853	24,204,733
Federal income taxes payable	13,107,499	-
Payable to affiliates	1,544,202	3,603,590
Provision for reinsurance	2,773,455	505,306
Payable for securities	<u>8,576,135</u>	<u>-</u>
Total liabilities	<u>\$ 3,595,752,568</u>	<u>\$ 3,198,178,637</u>

Capital:

Common stock, par value of \$10 per share; 1,000,000 shares authorized, 359,995 shares issued and outstanding	<u>3,599,950</u>	<u>3,599,950</u>
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Surplus:

Gross paid-in and contributed surplus	386,970,317	386,970,317
Special surplus funds	41,960,315	36,531,463
Unassigned surplus	<u>1,434,474,239</u>	<u>1,379,199,816</u>
Total surplus	<u>1,863,404,871</u>	<u>1,802,701,596</u>
Total capital and surplus	<u>1,867,004,821</u>	<u>1,806,301,546</u>
Total liabilities and capital and surplus	<u>\$ 5,462,757,389</u>	<u>\$ 5,004,480,183</u>

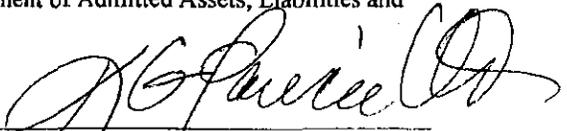
The undersigned, being duly sworn, says: That she is the Senior Vice President and Controller of Philadelphia Indemnity Insurance Company; that said Company is a corporation duly organized in the state of Pennsylvania, and licensed and engaged in the State of Pennsylvania and has duly complied with all the requirements of the laws of the said State applicable of the said Company and is duly qualified to act as Surety under such laws; that said Company has also complied with and is duly qualified to act as Surety under the Act of Congress. And that to the best of her knowledge and belief the above statement is a full, true and correct statement of Admitted Assets, Liabilities and Capital and Surplus of the Company.

COMMONWEALTH OF PENNSYLVANIA

Notarial Seal

Attest:

Kimberly A. Kessleski, Notary Public
Lower Merion Twp., Montgomery County
My Commission Expires Dec. 18, 2012
Member, Pennsylvania Association of Notaries


Karen Gilmer-Pauciello, SVP & Controller

Sworn to before me this 12th day of June 2012.


Kimberly Kessleski, Notary