

**STATE OF OREGON
DEPARTMENT OF CONSUMER AND BUSINESS SERVICES
INSURANCE DIVISION**

In the Matter of **Templeton Funds Annuity Company**.) **STIPULATION** and
) **FINAL ORDER**
) Case No. INS 02-10-074

STIPULATION

The Director of the Department of Consumer and Business Services (director) commenced this administrative proceeding, pursuant to Oregon Revised Statutes (ORS) 731.256, to take disciplinary action against Templeton Funds Annuity Company (Templeton).

Templeton enters into this Stipulation, pursuant to ORS 183.415(5), to conclude this proceeding without further administrative or judicial proceedings.

Templeton waives the right to receive a notice of proposed action, to receive a notice of the rights of a party and procedures in contested cases, to have a hearing, to be represented by an attorney at the hearing, and to judicial review of the Final Order.

Templeton admits and agrees to the following facts, conclusions, and action.

Facts and Conclusions

Templeton violated ORS 731.574 or 731.488, which ever is applicable, and Oregon Administrative Rules (OAR) 836-011-0000 *et seq.* by filing with the director the following document(s) for the calendar year 2001 after the date the document(s) was(were) required to be filed:

- Annual Financial Statement
- Actuarial Opinion
- State Page

Action

Pursuant to ORS 731.988, Templeton shall pay a civil penalty of \$1900.

Dated December 23, 2002

/s/ Vickie Nuzzo
[Signature of Representative]

Vickie Nuzzo
[Printed Name of Representative]

Senior Vice President and Chief Operating...
[Printed Title of Representative]

Templeton Funds Annuity Company

FINAL ORDER

The director adopts, and incorporates herein by this reference, the above Stipulation as the director's final decision in this proceeding.

Dated May 2, 2003

/s/ Mary C. Neidig
Mary C. Neidig
Director
Department of Consumer and Business Services

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