



COMMONWEALTH OF PUERTO RICO
OFFICE OF THE COMMISSIONER OF INSURANCE

October 24, 2007

CIRCULAR LETTER NUMBER: 2007-1781-L

TO ALL INSURERS AUTHORIZED TO TRANSACT INSURANCE BUSINESS IN
PUERTO RICO, GENERAL AGENTS, AUTHORIZED REPRESENTATIVES AND
PRODUCERS

**AMENDMENT TO RULE LXXXIV IN ORDER TO EXTEND THE TERM
ESTABLISHED IN SAID RULE TO MODIFY CONTRACTS PROVIDING FOR
THE PAYMENT OF ADDITIONAL COMPENSATION PURSUANT TO THE
DISPOSITIONS OF THE RULE**

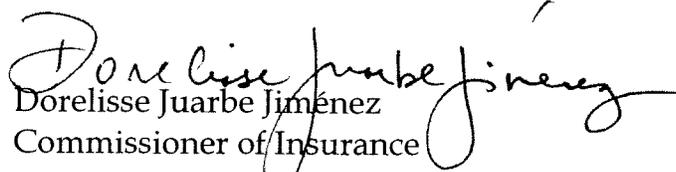
Dear Sirs or Madams:

DDY
On July 18, 2007, Rule Number LXXXIV of the Rules of the Insurance Code of Puerto Rico, which establishes the rules regarding the payment of additional compensation to general agents, authorized representatives and producers, became effective. Article VII of the referred rule establishes that those contracts in which payments of additional compensations have been agreed and whose effectiveness exceeds the effective date of the rule, shall be modified pursuant to the dispositions of the same within the term of ninety (90) days, from the date the rule is in effect.

Since the Office of the Commissioner of Insurance of Puerto Rico (the "OCI") is in the process of analyzing and considering arguments submitted by the different sectors of the insurance industry regarding the amendments suggested by OCI to Rule No. LXXXIV, we have decided to file at the State Department an amendment to said rule only to the effect of extending the date in which the contracts providing for the payment of additional compensation shall be amended. To this end, the amendment provides that if the effective date of such contracts exceeds the effective date of Rule No. LXXXIV, the contracts must be modified pursuant to the dispositions of the referred rule within a term of sixty (60) days from the date in which the amendment becomes in effective.

In accordance with the above, we require that all insurers authorized to transact insurance business in Puerto Rico, authorized representatives, general agents and producers, take knowledge of the herein provided.

Cordially,


Dorelisse Juarbe Jiménez
Commissioner of Insurance