

STATE OF INDIANA)
) SS:
COUNTY OF MARION)
)
)

BEFORE THE INDIANA
COMMISSIONER OF INSURANCE
Cause Number: 16612-AG17-1221-238

IN THE MATTER OF:)
)
Royalty Insurance Services Inc.)
14545 Victory Boulevard 303)
Van Nuys, CA 91411)
)
Respondent.)
)
Type of Agency Action: Enforcement)
)
Producer's License: 890708)

FILED
JAN 26 2018
STATE OF INDIANA
DEPT. OF INSURANCE

FINAL ORDER

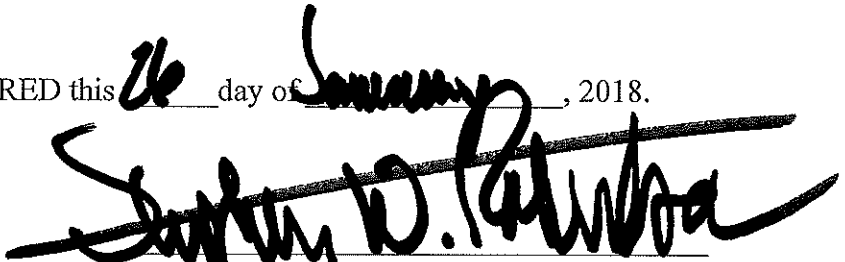
The Indiana Department of Insurance ("Department"), by counsel, Claire Szpara, and Royalty Insurance Services Inc. ("Respondent"), signed an Agreed Entry which purports to resolve all issues involved in the above-captioned cause number, and which has been submitted to the Commissioner of Insurance ("Commissioner") for approval.

The Commissioner, after reviewing the Agreed Entry, finds it has been entered into fairly and without fraud, duress or undue influence, and is fair and equitable between the parties. The Commissioner hereby incorporates the Agreed Entry as if fully set forth herein, and approves and adopts in full the Agreed Entry as a resolution of this matter being a two thousand dollar (\$2,000) penalty for allowing an unlicensed employee to sell, solicit, or negotiate insurance in Indiana.

IT IS THEREFORE ORDERED by the Commissioner as follows:

1. Respondent shall pay an administrative penalty in the amount of Two Thousand Dollars (\$2,000), payable within thirty (30) days from the date of this Final Order for allowing an employee to sell, solicit or negotiate insurance in Indiana without proper licensure, in violation of Indiana Code § 27-1-15.6-12(b)(2)(A), and for using fraudulent, coercive, or dishonest practices, or demonstrating incompetence, untrustworthiness, or financial irresponsibility in the conduct of business in Indiana, in violation of Indiana Code § 27-1-15.6-12(b)(8).

ALL OF WHICH IS ORDERED this 26 day of January, 2018.


Stephen W. Robertson, Commissioner
Indiana Department of Insurance

Distribution:

Claire Szpara
INDIANA DEPARTMENT OF INSURANCE
311 West Washington Street, Suite 103
Indianapolis, Indiana 46204-2787

Royalty Insurance Services Inc.
14545 Victoria Boulevard 303
Van Nuys, CA 91411

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AGREED ENTRY

This Agreed Entry is executed by and between the Enforcement Division of the Indiana Department of Insurance ("Department"), by counsel, Claire Szpara, and Royalty Insurance Services Inc. ("Respondent"), to resolve all issues in the above-captioned cause number. This Agreed Entry is subject to the review and approval of Stephen W. Robertson, Commissioner of the Indiana Department of Insurance ("Commissioner").

WHEREAS, Respondent is a licensed nonresident insurance producer organization, holding license number 890708;

WHEREAS, the Department received notice that Respondent was allowing an unlicensed employee to sell, solicit and negotiate insurance to Indiana residents;

WHEREAS, the unlicensed individual failed to properly notify an Indiana consumer that their commercial cargo policy was being cancelled, resulting in a two (2) day lapse in coverage;

WHEREAS, Respondent's conduct is a violation of Indiana Code § 27-1-15.6-12(b)(2)(A), which states that the commissioner may levy a civil penalty against an insurance

producer for violating an insurance law. Indiana Code § 27-1-15.6-3(a) is an insurance law which states a person shall not sell, solicit, or negotiate insurance in Indiana for any class or classes insurance unless the person is licensed for that line of authority;

WHEREAS, Respondent's conduct is a violation of Indiana Code § 27-1-15.6-12(b)(8), which states that the commissioner may levy a civil penalty against an insurance producer for using fraudulent, coercive, or dishonest practices, or demonstrating incompetence, untrustworthiness, or financial irresponsibility in the conduct of business in Indiana or elsewhere;

WHEREAS, Oganese Sepuhyan, office manager of Royalty Insurance Services, Inc., is authorized to act on behalf of Respondent and obligate it to perform in accordance with this agreement; and

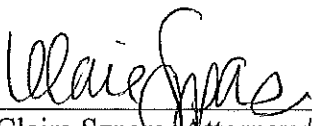
WHEREAS, the Department and Respondent (collectively, the "Parties") desire to resolve this matter without the necessity of a hearing.

IT IS, THEREFORE, NOW AGREED by and between the Parties as follows:

1. The Commissioner has jurisdiction over the subject matter and the Parties to this Agreed Entry.
2. This Agreed Entry is executed voluntarily by the Parties.
3. Respondent voluntarily and freely waives the right to a public hearing on the issues in this matter.
4. Respondent voluntarily and freely waives the right to judicial review of this matter.

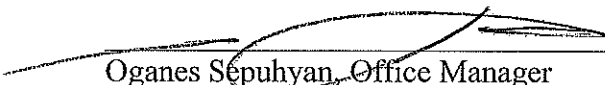
5. Respondent shall pay an administrative fine of Two Thousand Dollars (\$2,000) within thirty (30) days after the Commissioner signs the Final Order adopting this Agreed Entry.
6. The Department agrees to accept Respondent's compliance with this agreement as full satisfaction of this matter.
7. Respondent has carefully read and examined this agreement and fully understands its terms.
8. Respondent has entered into this agreement freely, and has not been subject to duress, threat or undue influence.
9. Should this Agreed Entry not be accepted by the Commissioner, it is agreed that presentation to and consideration of this Agreed Entry by the Commissioner shall not unfairly or illegally prejudice the Commissioner from further participation in or resolution of these proceedings.
10. Respondent is aware that failure to comply with any of the terms of this agreement will result in the matter being set for a hearing.

1-17-18
Date Signed



Claire Szpara, Attorney #34219-64
Indiana Department of Insurance

01-09-2018
Date Signed



Oganes Sepuhyan, Office Manager
Royalty Insurance Services, Inc.

STATE OF CALIFORNIA)
) SS:
COUNTY OF Los Angeles)

Before me a Notary Public for Los Angeles County, State of California,
personally appeared Oganess Sepuhyuan, on behalf of Royalty Insurance Services Inc., and being
first duly sworn by me upon his oath, says that the facts alleged in the foregoing instrument are
true.

Signed and sealed this 9 day of JANUARY, 2018.

Signature

Printed

FREGI COHEN

My Commission expires: April 6 2018

County of Residence: Los Angeles

