

VOS-FE Hierarchy Change

The FE Data File consists of FE securities that insurers have reported with the NAIC in quarterly and annual statements or requested to be included through the on-line ISIS system. The FE Data File is stored and maintained on the NAIC electronic computer system where its content cannot be manipulated by the SVO.

FE securities have been submitted to the SVO either voluntarily by an insurance company or at the request of a state insurance department where they are reviewed and then inputted into the VOS Database maintained by the SVO.

As of October 26, 2006, FE eligible securities residing within the VOS Database will always reflect the analytical decisions made by the SVO within the VOS CD-ROM, AVS and I-SITE products without regard to when they were last reviewed by the SVO Analysts. In other words, FE eligible securities not yet reviewed for the current filing year in VOS will externally display VOS fields (i.e. Designation, Classification, Group Code, etc.) instead of Filing Exempt information. These securities will no longer revert to FE status after the Addendum, beginning in January 2007.