

[Tagging Info](#)**Fitch Assigns IFS Rating of 'A+' to RVI National Insurance Co.** [Ratings](#)

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Fitch Ratings-Chicago-11 December 2006: Fitch Ratings has assigned an 'A+' insurer financial strength (IFS) rating to R.V.I. National Insurance Company (RVI National), a subsidiary of RVI Guaranty Co., Ltd. (RVI Guaranty). The 'A+' rating of RVI Guaranty and R.V.I. America Insurance Company, a subsidiary of RVI Guaranty, (collectively RVI) is not affected by this action.

The rating is based on the explicit operating and balance sheet support provided by RVI Guaranty through a quota share reinsurance treaty under which RVI Guaranty reinsures 85% of risks written by RVI National. The agreement also includes a provision to cede amounts greater than 85% if the net sum insured exceeds RVI National's single-risk limit of \$1.25 million.

Fitch's strong IFS rating on RVI continues to reflect the company's dominant market position in the residual value insurance industry, conservative underwriting approach, and quality management team.

The Negative Outlook was assigned to RVI on July 25, 2006, reflecting the challenging conditions in the residual value insurance market and concerns regarding a recent trend of increased concentration among key insureds.

Fitch assigns the following rating with a Negative Outlook:

R.V.I. National Insurance Company
--Insurer financial strength (IFS) 'A+'.

The following ratings remain unchanged by Fitch with a Negative Outlook:

R.V.I. Guaranty Co., Ltd.
--IFS 'A+'.

R.V.I. America Insurance Company
--IFS 'A+'.

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