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July 10, 2026

Kristin Forsberg
Chief, Section I
Bureau of Financial Analysis and Examinations
State of Wisconsin
Office of the Commissioner of Insurance
101 E. Wilson Street
Madison, WI 53703

Via Email

Re: Transmittal Letter - Form A Statement Regarding the Acquisition of Control of Southern Pilot Insurance Company by Chesapeake Employers' Insurance Company and Chesapeake Employers' Insurance Holding Company, LLC

Dear Chief Forsberg,

On behalf of Chesapeake Employers' Insurance Company ("CEIC") and Chesapeake Employers' Insurance Holding Company, LLC ("Chesapeake HoldCo" and, together with CEIC, "Chesapeake"), we submit this transmittal letter and accompanying Form A Statement Regarding the Acquisition of Control of or Merger with a Domestic Insurer (the "Form A") requesting the approval of the Commissioner of Insurance of the State of Wisconsin (the "Commissioner") of the proposed acquisition of control of Southern Pilot Insurance Company ("Southern Pilot") by CEIC and Chesapeake HoldCo pursuant to Wis. Stat. Ann. § 611.72(2) and Wis. Admin. Code Ins. § 40.02.

As detailed in the Form A, Chesapeake proposed to acquire control of Southern Pilot through the purchase of all issued and outstanding shares of Southern Pilot from its current owner, General Casualty Company of Wisconsin ("GCC"), subsequent to which it is intended that Southern Pilot will redomesticate from its current state of domicile of Wisconsin to the state of Maryland. This Form A is being filed concurrently with an application to the Office of the Commissioner of Insurance (the "OCI") requesting the approval of the Commissioner of the redomestication of Southern Pilot from Wisconsin to Maryland pursuant to Wis. Stat. Ann. § 611.223(2). Likewise, Chesapeake is concurrently filing an application requesting the approval of the Maryland Insurance Administration (the "MIA") of the redomestication of Southern Pilot from Wisconsin to Maryland pursuant to Md. Code Ann., Ins. § 3-126. The closing of the Stock Purchase Agreement is conditioned on receipt of all necessary regulatory approvals for both the acquisition of control of Southern Pilot and its redomestication to Maryland, and the completion of the acquisition and redomestication are contemplated by the parties as component parts of a single transaction. Chesapeake therefore respectfully requests that the OCI undertake its review of this Form A concurrently with its review of the request for approval of Southern Pilot's redomestication to Maryland and concurrently with the MIA's review of Southern Pilot's redomestication application.

Included in support of the Form A are, among other things, the Stock Purchase Agreement by and among Chesapeake HoldCo, GCC, and Southern Pilot, in redacted form; organizational charts showing the pre- and post-acquisition organizational structure of the Chesapeake holding company system; a listing of the officers and directors of CEIC, who will also serve in those roles for Southern Pilot subsequent to the acquisition; and audited annual financial statements and quarterly for CEIC. Also being submitted in support of the Form A under confidential cover are an unredacted version of the Stock Purchase Agreement (Exhibit CE-1), the Disclosure Schedules to the Stock Purchase Agreement (Exhibit CE-2), biographical affidavits for the officers and directors of CEIC (Exhibit CE-3), a plan of operation narrative detailing Chesapeake's strategy for Southern Pilot subsequent to the acquisition of control (Exhibit CE-4), and pro forma financial projections for Southern Pilot (Exhibit CE-5). The materials contain confidential, sensitive commercial, financial, and personal information. Chesapeake therefore respectfully requests that OCI maintain these materials as confidential pursuant to all applicable provisions of law and provide notice and an opportunity to be heard to Chesapeake and the entity or individual to which such information relates prior to the public disclosure of any portion of these confidential materials or information contained therein.

The parties to the transaction underlying the Form A intend to desire to close the proposed transaction on or prior to December 31, 2026, subject to receipt of necessary regulatory approvals. Chesapeake looks forward to working with the OCI toward that objective and greatly appreciates your attention to this submission. Should you require any additional information or have any questions regarding this filing, please feel free to contact me.

Sincerely,

Brett Baulsir

Brett A. Baulsir

Attachments