

## **PROPOSED CAPITAL**

**(Wis. Stat. § 644.07(4)(b)5)**

CM MHC will function only as a mutual holding company and will conduct no operations except as a shareholder of insurance companies CMIC, S.I., CM Vantage Specialty Insurance Company, CM Regent Insurance Company, CM Select Insurance Company and American Sterling Insurance Company and intermediate holding company CM Companies, Inc. CM MHC will become a party to the Services Agreement to which other members of the CM Group are also parties. CMIC proposes to capitalize CM MHC at \$2 million, \$1 million of which will be contributed to CM Companies, Inc. in exchange for its stock. The Services Agreement is included with this filing for the OCI's review and approval.