In the Matter of the Merger of Little Black Mutual Insurance Company NOTICE OF HEARING

With and into,

Farmington Mutual Insurance Company

Petitioners

Case No. 18-C42782

*** PREHEARING CONFERENCE DATE: October 2, 2018, at 12:00 p.m. (C.D.S.T.)

IS SCHEDULED

PLACE: Office of the Commissioner of Insurance

125 South Webster Street Madison, Wisconsin 53703

*** HEARING IS SCHEDULED

DATE:

October 2, 2018, at 12:05 p.m. (C.D.S.T.)

PLACE: Office of the Commissioner of Insurance

125 South Webster Street Madison, Wisconsin 53703

PLEASE READ CAREFULLY

A class 1 hearing under s. 611.73 and chs. 227 and 617, Wis. Stat., will be held before Amy J. Malm, duly appointed hearing examiner, at the time and place stated above, to be continued at any time and place the hearing examiner considers necessary, to consider the matters set forth in this Notice of Hearing.

The issues to be considered are as follows:

- (1) The Petitioners' plan for the merger of Little Black Mutual Insurance Company with and into Farmington Mutual Insurance Company.
- (2) The names, addresses, and interrelationships of all affiliates and principals of the Petitioners at the time of the filing, and after the request is granted, if the plan is approved.
 - (3) Whether or not, under s. 611.73 and ch. 617, Wis. Stat.
 - (a) The plan would violate the law or be contrary to the interests of the insureds of Little Black Mutual Insurance Company or of Farmington Mutual Insurance Company.
 - (b) After the merger, Farmington Mutual Insurance Company would be able to satisfy the requirements for the issuance of a license to write the line or lines of insurance for which each is presently licensed.

- (c) The effect of the merger would be to create a monopoly or substantially to lessen competition in insurance in Wisconsin.
- (d) The merger is likely to jeopardize the financial stability of Farmington Mutual Insurance Company or to prejudice the interests of its Wisconsin policyholders.
- (e) Any plans or proposals of the Farmington Mutual Insurance Company (the surviving company) to make any material changes in its business or corporate structure or management are fair and reasonable to policyholders of Farmington Mutual Insurance Company, and Little Black Mutual Insurance Company, and are in the public interest.
- (f) The competence and integrity of the persons who would control the operation of Farmington Mutual Insurance Company, the surviving company, are such that it would be in the interest of the policyholders of Farmington Mutual Insurance Company and Little Black Mutual Insurance Company, and of the public, to permit the merger.

(4) Whether the Petitioners have complied with the filing requirements of s. Ins 40.02, Wis. Adm. Code.

Dated at Madison, Wisconsin, this 10 day of September, 2018.

Amy J. Malm

Hearing Examiner