

PROPOSED CAPITAL

(Wis. Stat. § 644.07(4)(b)5)

Under the proposed MHC Plan, SECURA Insurance MHC will own 100% of the stock of SECURA Holdings, Inc. (“SHI”) and will be the ultimate controlling person of insurance companies Converted SECURA and SECURA Supreme Insurance Company (“SSIC”). SECURA Insurance MHC will conduct no business operations other than those associated with its role as the sole shareholder of SHI and as the ultimate parent of Converted SECURA, SSIC and other affiliated companies.

SECURA Insurance MHC will initially be capitalized with \$500,000, which will be funded by SECURA pursuant to the proposed MHC Plan. SECURA Insurance MHC will incur expenses for organizational, corporate governance, and legal/regulatory purposes, which will be funded by SECURA Insurance MHC’s capital from time to time. SECURA Insurance MHC may receive ordinary dividends from SHI, and indirectly from Converted SECURA, to ensure it remains adequately capitalized in the future.