

MERGER

of

HENRIETTA, GREENWOOD & UNION MUTUAL FIRE INSURANCE COMPANY

with and into

RIVER VALLEY MUTUAL INSURANCE COMPANY

RESOLUTIONS OF THE BOARD OF DIRECTORS OF HENRIETTA

Filed with the Wisconsin Office of the Commissioner of Insurance

November 20, 2023

**RESOLUTIONS OF THE
BOARD OF DIRECTORS OF
HENRIETTA, GREENWOOD & UNION MUTUAL FIRE INSURANCE COMPANY**

The following resolutions were passed at a meeting of the Board of Directors (the “Board”) of Henrietta, Greenwood & Union Mutual Fire Insurance Company, a Wisconsin town mutual insurance corporation (the “Company”), held on November 19, 2023:

WHEREAS, the Company presently maintains statutorily and administratively required reinsurance coverage pursuant to Wis. Stat. § 612.33 and Wis. Admin. Code § INS 13.09 from Wisconsin Reinsurance Corporation, a property and casualty reinsurance company (“WRC”). On June 21, 2023, the Wisconsin Office of the Commissioner of Insurance (the “Commissioner”) placed WRC into rehabilitation;

WHEREAS, on June 28, 2023, as a result of the WRC rehabilitation and the Company’s status as a WRC policyholder for 2023, the Commissioner issued an order to the Company notifying the Company that it must find alternative reinsurance coverage for 2024 or take other action to maintain its certificate of authority and compliance with Wisconsin law including, without limitation, merging with another company (the “OCI Order”);

WHEREAS, since receiving the OCI Order, the Commissioner has filed a petition to place WRC and its wholly owned subsidiary 1st Auto Property & Casualty Company into liquidation, and the Company has exhausted all options to obtain reinsurance coverage for 2024 or otherwise maintain its certificate of authority and compliance with Wisconsin law;

WHEREAS, the Board desires to approve a merger of the Company with and into River Valley Mutual Insurance Company, a Wisconsin town mutual insurance corporation (“RVMIC”), in accordance with Section 612.21 of the Wisconsin Statutes and pursuant to that certain Agreement and Plan of Merger, by and between the Company and RVMIC (the “Agreement”), that is substantially consistent with the form submitted to the Company and the Board, whereby the separate existence of the Company shall cease and RVMIC shall continue as the surviving company (the “Merger”);

WHEREAS, immediately following the Merger, RVMIC will convert into a Chapter 611 mutual insurance corporation pursuant to Wis. Stat. § 612.23 (the “Conversion”), together with several other Wisconsin town mutual insurance corporations (collectively referred to herein as the “Converting Corporations”), pursuant to which the Converting Corporations will convert from separate town mutual insurance corporations organized under Chapter 612 of the Wisconsin Statutes into a single mutual insurance corporation organized under Chapter 611 of the Wisconsin Statutes whereby the separate existence of the Company shall

thereupon cease and RVMIC shall continue as the surviving company under Chapter 611 of the Wisconsin Statutes (at times referred to herein as the “Converted Corporation”);

WHEREAS, the Board has determined that the Merger will result in the greater financial strength of the surviving company and provide greater security to its members by combining the assets and reserves of the companies, spreading the risk of loss, reducing the costs of operation, and ensuring the continued availability of reinsurance;

WHEREAS, the Board has determined that it is in the best interest of the Company and its members to authorize the execution, delivery, and performance of the Agreement pursuant to which: (i) the Company’s policyholders will become members of RVMIC and (ii) the Company will cease to exist as a separate corporation;

WHEREAS, the Board has determined that the Merger will increase public confidence and the confidence of lending institutions, reinsurers, and insurance regulators in the financial stability of the surviving company;

WHEREAS, pursuant to the Agreement, all Company policies assumed by CWMIC will be endorsed to include: (i) Windstorm or Hail Deductible Endorsement; (ii) Roof Limitation Endorsement; (iii) Cosmetic Damage Exclusion Endorsement; (iv) Personal Property Extension Endorsement; and (v) Exclusion of Mismatched Property That Is Undamaged Endorsement, in the forms substantially similar to the samples provided as exhibits to the Agreement on all current Henrietta policies effective January 1, 2024;

WHEREAS, the Board has reviewed the Agreement and has determined that (i) the Agreement is reasonable, fair and equitable to the members of the Company, (ii) the effectuation of the Merger (and subsequent Conversion) is necessary for the Company’s ability to obtain qualifying reinsurance in satisfaction of Wisconsin law and requirements of the OCI Order, and (iii) it is advisable for the Company to enter into the Agreement and effectuate the transactions contemplated therein.

NOW, THEREFORE, BE IT RESOLVED, that the Company be, and it hereby is, authorized, approved and directed to enter into, and consummate the Merger, and such other transactions contemplated by the Agreement;

BE IT FURTHER RESOLVED, that the officers of the Company be, and each of them hereby is, authorized and directed to execute and deliver the Agreement in the name and on behalf of the Company substantially in the form authorized by the Board, and any additional certificates, agreements, instruments or documents contemplated, required, necessary or appropriate for the effectuation of the transactions contemplated by the Agreement (such other certificates,

agreements, instruments and documents are referred to collectively with the Plan as the “Transaction Documents”), with such changes therein and additions thereto as the officers who shall execute the Transaction Documents shall approve, and to deliver counterparts of the Transaction Documents, so executed, to RVMIC against delivery to the Company of one or more counterparts to the Transaction Documents executed on behalf of RVMIC;

BE IT FURTHER RESOLVED, the Board hereby establishes that (i) an emergency special meeting of the members of the Company to approve the Merger, shall be held on December 16, 2023, at 9:00 a.m. at the Yuba Community Center, 22110 Main Street, Yuba, Wisconsin, or such other date, time, and location as designated by the President, (ii) the record date to determine the policyholders entitled to notice of and to vote at the special meeting shall be determined by the President, and (iii) policyholders will be permitted to vote by mail;

IT FURTHER RESOLVED, that the Board hereby (i) approves the (a) Notice of Special Policyholder Meeting, (b) Summary of Merger, (c) Policyholder Resolution Ballot and (d) Mail Vote Policyholder Resolution Ballot, each in substantially the form hereby presented to the Board and (ii) authorizes and directs the officers of the Company to finalize the foregoing materials with such revisions deemed necessary or advisable by the officers of the Company consistent with these resolutions, and directs that such materials be sent to the policyholders as soon as possible prior to the date of the special meeting, and (iii) hereby recommends that the members of the Company approve the Merger;

BE IT FURTHER RESOLVED, that the officers of the Company be, and each of them hereby is authorized and empowered to take all actions and execute and deliver all documents, agreements, certificates and instruments as may be necessary or proper to fully carry out and implement the Merger pursuant to the Agreement, including obtaining all necessary regulatory approvals; and

BE IT FURTHER RESOLVED, that all actions of any kind heretofore taken by the officers of the Company in connection with the transactions and matters contemplated by the foregoing resolutions are hereby adopted, confirmed, ratified and approved in all respects as the acts and deeds of the Company.

[Remainder of Page Intentionally Left Blank, Certification Signature Follows]

CERTIFICATION OF RESOLUTION

The undersigned hereby certifies that he or she is the duly elected and qualified Secretary of Henrietta, Greenwood & Union Mutual Fire Insurance Company and the keeper of the Company's records; the attached is a true and correct copy of the resolution adopted at a meeting of the Board of the Company held in accordance with the Company's Bylaws on the 19th day of November, 2023; and that the resolution is now in full force and effect.

Dated this 19th day of November, 2023.

HENRIETTA, GREENWOOD & UNION
MUTUAL FIRE INSURANCE COMPANY

By: Sharon Laubscher
Name: Sharon Laubscher
Title: Secretary / *manager / Director / agent*

Scott Lehman, President
Scott Lehman

Warren Stowell, Treasurer
Warren Stowell Treasurer

Jon Franke - Director -
Jon Franke

Randy Durst - Director
Randy Durst

David Laubscher, Director
David Laubscher

Jeremy Lazer - Director
Jeremy Lazer

William Schilles - Director
William Schilles

Allan Stowell - Director
absent