

EXAMINATION REPORT
OF
WILMINGTON INSURANCE COMPANY
AS OF
DECEMBER 31, 2024

TRINIDAD NAVARRO
COMMISSIONER



STATE OF DELAWARE
DEPARTMENT OF INSURANCE

REPORT ON EXAMINATION
OF
WILMINGTON INSURANCE COMPANY
AS OF
DECEMBER 31, 2024

The above-captioned report was completed by examiners of the Delaware Department of Insurance.

Consideration has been duly given to the comments, conclusions and recommendations of the examiners regarding the status of the company as reflected in the report.

This report is hereby accepted, adopted and filed as an official record of this Department.

Handwritten signature of Trinidad Navarro in blue ink.

Trinidad Navarro
Insurance Commissioner

Dated this 2nd day of June, 2026

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May 28, 2026

Honorable Trinidad Navarro
Commissioner of Insurance
Delaware Department of Insurance
1351 West North Street, Suite 101
Dover, Delaware 19904

Dear Commissioner:

In compliance with instructions and pursuant to statutory provisions contained in Examination Certification No. 25.031, an examination has been made of the affairs, financial condition and management of

WILMINGTON INSURANCE COMPANY

hereinafter referred to as the Company or WIC and incorporated under the laws of the State of Delaware as a stock company with its registered office located at 1403 Silverside Road, Wilmington, Delaware 19810. The Company's administrative office is located at 1403 Silverside Road, Wilmington, Delaware 19810. The examination was conducted off-site. The report of examination thereon is respectfully submitted.

SCOPE OF EXAMINATION

The Delaware Department of Insurance (Department) performed a risk-focused financial examination of the Company. The previous regulatory examination of the Company covered the five-year period from January 1, 2015 through December 31, 2019. This examination covers the five-year period from January 1, 2020 through December 31, 2024, and encompasses a general review of transactions during the period, the Company's business policies and practices, as well

as management and relevant corporate matters, with a determination of the financial condition of the Company as of December 31, 2024. Transactions subsequent to the examination date were reviewed where deemed necessary.

We conducted our examination in accordance with the National Association of Insurance Commissioners (NAIC) *Financial Condition Examiners Handbook* (Handbook) and generally accepted statutory insurance examination standards consistent with the Insurance Code and Regulations of the State of Delaware. The Handbook requires that we plan and perform the examination to evaluate the financial condition, assess corporate governance, identify current and prospective risks of the Company and evaluate system controls and procedures used to mitigate those risks. An examination also includes identifying and evaluating significant risks that could cause an insurer's surplus to be materially misstated both currently and prospectively.

All accounts and activities of the Company were considered in accordance with the risk-focused examination process. This may include assessing significant estimates made by management and evaluating management's compliance with Statutory Accounting Principles. The examination does not attest to the fair presentation of the financial statements included herein. If, during the course of the examination an adjustment is identified, the impact of such adjustment will be documented separately following the Company's financial statements.

This examination report includes significant findings of fact, pursuant to the General Corporation Law of the State of Delaware as required by 18 *Del. C.* § 321, along with general information about the insurer and its financial condition. There may be other items identified during the examination that, due to their nature, are not included within the examination report but separately communicated to other regulators and/or the Company.

During the course of this examination, consideration was given to work performed by the Company's external accounting firm Baker Tilly LLP (Baker Tilly). Certain auditor work papers of Baker Tilly's 2024 audit of the Company have been incorporated into the work papers of the examiners and have been utilized in determining the scope, areas of emphasis in conducting the examination and in the area of risk mitigation and substantive testing.

SUMMARY OF SIGNIFICANT FINDINGS

There were no significant findings or material adjustments in the financial statements as a result of this examination.

COMPANY HISTORY

The Company was incorporated in August of 1995 and received a Certificate of Authority from the Department in January of 1997. During 2018, the Company agreed to a plan of merger whereby it merged with and into National Insurance Company of Wisconsin, Inc. (NICW), a Wisconsin domiciled company, with NICW being the surviving company, and the original company ceased to exist. The surviving company, NICW, was then renamed Wilmington Insurance Company, which was then re-domesticated from Wisconsin to Delaware.

On December 31, 2019, the Company purchased 100% of the outstanding capital stock of Freedom Advantage Insurance Company (FAIC), a Pennsylvania-domiciled insurer, with its home office in Pittsburgh, Pennsylvania. FAIC is a mono-line worker's compensation insurer writing solely in Pennsylvania.

WIC is a wholly-owned subsidiary of Wilmington Holdings Corporation (WHC), whose parent company is Gearson Partners Holdings, LP (GPH).

Capitalization

As of December 31, 2024, the Company had 14,800 common shares issued and outstanding, with a par value of \$100 per share, all of which are owned by WHC. The Company has no preferred stock outstanding or surplus notes.

Dividends

No dividends were declared or paid during the examination period.

MANAGEMENT AND CONTROL

Pursuant to the general Corporation Laws of the State of Delaware, as implemented by the Company's Certificate of Incorporation and bylaws, all corporate powers and its business property and affairs are managed by, or under the direction, of its Board of Directors (Board).

Directors

Directors shall be elected annually by the sole shareholder and the number of directors who will constitute the entire Board shall from time to time have designated, except that in the absence of any such designation, such number shall be three (3). The Board has currently designated six (6) members. The directors shall hold office until the next annual shareholder meeting or until their successors are elected or appointed.

The Directors elected and serving the Company as of December 31, 2024, were as follows:

<u>Name</u>	<u>Position/Title</u>
William Allen, CPA	WHC CFO Treasurer and WIC CFO Treasurer
William Nutt	WHC President
Scott Foltz, CPCU	WIC President and Assistant Corporate Secretary
Clifford Thompson	Thompson Traders, Inc.
Daniel Koch	Retired – Former WIC President
Steve Novak, CPCU	WHC VP, Director of Claims

Officers

In accordance with its bylaws, officers serving the Company shall be a Chairman of the Board, a President, one or more Vice Presidents (as determined by the Board), a Controller, a Corporate Secretary, and other officers as may from time to time be appointed by the Board. The Vice Presidents may include Executive Vice Presidents and Senior Vice Presidents. The most senior officers, duly appointed in accordance with the bylaws and serving at December 31, 2024, are as follows:

<u>Name</u>	<u>Position/Title</u>
Scott Foltz, CPCU	President and Assistant Corporate Secretary
William Allen, CPA	CFO and Treasurer

Committees

The Company has not appointed any members to its three authorized committees: Audit, Investment and Compensation.

Corporate Records

The recorded minutes of the Board were reviewed for the period under examination, which showed that the Company has adequately documented its meetings and approval of Company transactions and events, including the approval of investment transactions in accordance with 18 *Del. C.* §1304.

In addition, a review of Company files indicated that written correspondence was submitted to the Department with regards to any changes in officers and directors during the period under examination in compliance with 18 *Del. C.* §4919.

Insurance Holding Company System

The Company is a member of an insurance holding company system as defined under 18 *Del. C.* §5001 of the Delaware Insurance Code. WIC is wholly-owned by WHC, which is wholly-

Wilmington Insurance Company

owned by GPH, which is an investment partnership owned and controlled by David Gearson, Clifford Thompson and Marshall Schutt (collectively, Gearson Partners). The Gearson Partners are considered the ultimate controlling entities of the Company.

In 2023, WHC purchased G&D Reinsurance Limited (G&D), a Cayman Islands reinsurer, to provide surplus relief to WHC companies via quota share reinsurance agreements.

In 2024, WHC purchased Michigan Commercial Mutual Insurance Company and renamed the company i-Que Insurance Company. Operations today focus on writing workers' compensation insurance, but additional products will soon be offered.

An organizational chart as of December 31, 2024, with domicile in brackets, along with the control percentages of the upstream affiliates' control of the downstream affiliate is presented below:

	<u>Ownership</u>
Gearson Partners Holdings, LP (DE)	
Wilmington Holdings Corporation (DE)	100%
Wilmington Insurance Agency (DE)	100%
Wilmington Insurance Company (DE)	100%
Freedom Advantage Insurance Company (PA)	100%
iQUE Insurance Company (MI)	100%

Based on a review of the Company's most recently filed Form B Insurance Holding Company Registration Statement, it appears that the Company has disclosed all intercompany arrangements and in turn has filed the applicable information / agreements with the Department.

Agreements with Affiliates

Tax Allocation Agreement

Effective January 1, 2020, WIC became a party to a Tax Allocation Agreement with WHC and its U.S. affiliates, whereby current consolidated income taxes are allocated on a separate return

basis and are settled annually. This agreement was filed with the Department and is disclosed in the 2024 Annual Statement, Notes to the Financial Statement, Note 9.F.

Assignment Management Agreement

Effective January 1, 2021, WIC entered into an Assignment Management Agreement with WHC, whereby WHC will assume or reimburse WIC for all expenses associated with any Long-Term Care (LTC) rate filings and Third Party Administrator (TPA) services including managing LTC premiums and claims. WIC will pay WHC a fee of 10% of LTC written premiums calculated and remitted on a quarterly basis for performing these services. This agreement was filed with the Department and is disclosed in the 2024 Annual Statement, Notes to the Financial Statement, Note 10.E.

Asset Management Agreements

Effective December 19, 2017, WIC entered into an Asset Management Agreement with Gearson Investment Partners (GIP), whereby GIP provided investment management services to WIC. GIP had the authority to make investment decisions on behalf of WIC regarding WIC's invested assets in bonds, and other securities. Effective April 1, 2021, this agreement was terminated and replaced with a new Asset Management Agreement described below.

Effective April 1, 2021, WIC entered into an Asset Management Agreement with WHC, whereby WHC will provide investment management services to WIC. WHC will have the authority to make investment decisions on behalf of WIC regarding WIC's invested assets in stocks, bonds, and other securities. This agreement was filed with the Department and is disclosed in the 2024 Annual Statement, Notes to the Financial Statement, Note 10.E.

Intercompany Service and Cost Allocation Agreement

Effective January 1, 2023, WIC entered into an Intercompany Service and Cost Allocation Agreement among WHC, FAIC and Wilmington Insurance Agency (WIA). WHC will, from time to time, provide its affiliates with direct services without limitations, executive, corporate strategy, legal, corporate governance, product management, product development, underwriting, marketing, customer sales, customer services, policy administration, billing, claims, reserving, sourcing and procurement, human resources, business integration, communications, strategic data and analytics, financial investments, enterprise risk, reinsurance, internal auditing, licensing, compliance, information and technologies services (collectively Services) used by the affiliates in their various business. This agreement was filed with the Department but was not disclosed in the 2024 Annual Statement, Notes to the Financial Statement, Note 10.E.

Reinsurance Agreements

Effective April 1, 2023, WIC entered into a Quota Share Reinsurance Agreement with G&D whereby WIC cedes and G&D assumes 100% of WIC's property coverages net of third-party reinsurance contracts. This agreement was terminated on July 31, 2023, and replaced with a new Quota Share Reinsurance Agreement effective August 1, 2023, whereby WIC cedes 30% of all net premiums and losses incurred on a quota share basis. This agreement was filed with the Department and was disclosed in the 2024 Annual Statement, Notes to the Financial Statement, Note 23.

Surplus Maintenance Agreement

Effective August 29, 2017, WIC entered into a Surplus Maintenance Agreement with GPH and WHC whereby GPH and WHC shall financially support WIC to the greater of a surplus of \$250,000 or a 200% Risk Based Capital (RBC) ratio. This agreement was filed with the

Department but was not disclosed in the 2024 Annual Statement, Notes to the Financial Statement, Note 10.F.

TERRITORY AND PLAN OF OPERATION

Territory

As of December 31, 2024, the Company has a certificate of authority to write business on an admitted bases in Delaware and eighteen (18) other U.S. states, but only had direct written premiums in ten (10) states in 2024.

Plan of Operation

WIC is a privately-held, middle-market insurer currently writing property and casualty business on a direct basis and also manages the run-off of closed blocks of LTC and Long Term Disability business.

WIC writes the following lines of business in 2024:

- Commercial package is a versatile policy that combines essential coverages, offering businesses streamlined and comprehensive protection
- Business Owners Policy (BOP) is available for small to midsize businesses seeking comprehensive and affordable coverage
- General Liability and Commercial Property provide reliable protection against liabilities and asset damage
- Inland Marine coverage secures goods in transit and movable property, adding peace of mind for businesses
- Target industries include mercantile, office, artisan contractors, service & processing, and restaurants.

100% of WIC's direct business is produced by independent agencies. These independent agencies have their own agents. The Company does not use TPAs or MGAs, and there are no exclusive agency agreements. There are about one hundred (100) to one hundred fifteen (115) independent agencies in the South region (Alabama, Mississippi) and approximately thirty (30)

independent agencies in the North region, consisting of the Mid-Atlantic market (Indiana, Kentucky, Tennessee) and the East Coast market (Delaware, Georgia, South Carolina). Approximately 80% of WIC's premium comes from about 20% of the independent agencies.

The Company had the following distribution of direct written premiums (DWP) in 2024:

<u>Line</u>	<u>Description</u>	<u>DWP</u>	<u>Percentage</u>
5.1	Commercial multi-peril (non-liability)	\$5,347,438	98.9%
5.2	Commercial multi-peril (liability)	2,534,232	0.7%
17.1	Other liability (occurrence)	2,327,488	0.4%
	All other lines combined (6)	<u>4,575,975</u>	<u>0.0%</u>
	Total	<u>\$14,785,133</u>	<u>100.0%</u>
<u>State</u>		<u>DWP</u>	<u>Percentage</u>
	Alabama (licensed)	\$5,527,178	37.4%
	Delaware (licensed)	5,487,698	37.1%
	Mississippi (licensed)	1,725,542	11.7%
	All other jurisdictions combined (7)	<u>2,044,715</u>	<u>13.8%</u>
	Total	<u>\$14,785,133</u>	<u>100.0%</u>

REINSURANCE

The Company engages in ceded reinsurance programs to reduce exposure to certain lines of business. WIC has several ceded reinsurance programs including quota share, excess of loss, and catastrophe excess of loss programs to limit underwriting risk.

WIC reported the following distribution of net written premiums (NPW) as follows:

Direct Written Premiums	\$14,785,133
Assumed from Affiliates	\$ 0
Assumed from Non-affiliates	<u>5,609,751</u>
Subtotal Assumed	\$ 5,609,751
Gross Written Premiums	\$20,394,884

Wilmington Insurance Company

Ceded to Affiliates	\$ 4,805,149
Ceded to Non-affiliates	<u>4,085,317</u>
Subtotal Ceded	\$ 8,890,466
Net Written Premiums	<u>\$11,504,418</u>

Assumed – Non-affiliates

WIC assumed \$5,609,751 from authorized U.S. non-affiliates in 2024 as follows: \$6,693,000 from Benchmark Insurance Company (Benchmark), a Kansas domestic, and \$(1,083,000) from American Resources Insurance Company (ARIC), an Oklahoma domestic insurer.

Effective January 1, 2023, WIC entered into an assumption renewal rights reinsurance agreement with ARIC, a multi-line property and casualty insurance company that operates from an administrative, underwriting and claims office in Mobile, Alabama. ARIC writes small commercial business in eight (8) U.S. states - Alabama, Mississippi, Kentucky, Tennessee, Indiana, South Carolina, Oklahoma, and Georgia. As part of the renewal rights agreement, WIC hired ARIC's staff (12 people) to provide continuity managing the business, including all underwriting, claims and accounting personnel.

WIC also acquired all ARIC reinsurance treaties, both assumed and ceded, computer / data systems, policy administration and accounting systems. Included in the agreement was the assumption of a portion of ARIC's business that is assumed from Benchmark and is included in the current financial statement. As WIC is not currently licensed in all eight (8) U.S. states where ARIC operates, WIC also entered into a 100% Quota Share Reinsurance Agreement with ARIC. Effective January 1, 2026, WIC will discontinue the 100% Quota Share treaty and begin writing the ARIC renewal business on a direct basis after all state licenses and appropriate filings are in place.

Ceded - Affiliates

WIC ceded \$4,805,149, or 23.6%, of its \$20.39 million gross written premium (\$14.78 million direct plus \$5.61 million assumed) in 2024 to affiliate G&D, a Cayman Island-based, unauthorized, non-U.S. reinsurer, pursuant to a Quota Share Reinsurance Agreement described below.

Effective April 1, 2023, WIC entered into a Quota Share Reinsurance Agreement with G&D whereby WIC ceded 100% of property coverages net of third-party reinsurance contracts. The G&D agreement was terminated on July 31, 2023, and replaced with a 30% quota share effective August 1, 2023, whereby WIC cedes 30% of all net premiums and losses incurred to G&D.

Ceded – Non-affiliates

WIC ceded \$4,085,317, or 20.0%, of its \$20.39 million gross written premium (\$14.78 million direct plus \$5.61 million assumed) in 2024 to non-affiliates as follows: \$2,791,000 to authorized, U.S. reinsurers; \$666,000 to unauthorized, non-U.S. reinsurers; \$623,000 to authorized, non-U.S. reinsurers; \$5,000 to other.

The Company's property catastrophe excess of loss reinsurance tower consists of four layers aggregating \$15 million excess of a \$1 million retention (net of the 30% quota share with G&D). The Company's multi-line excess of loss reinsurance tower consists of three layers aggregating \$5 million excess of a \$500 thousand retention (net of the 30% quota share with G&D). The Company's property facultative reinsurance program with Arch Reinsurance Company (Arch Re) consists of two layers aggregating \$3.5 million excess of a \$500 thousand retention (net of the 30% quota share with G&D). The Company also has umbrella quota share coverage with a 10% retention.

FINANCIAL STATEMENTS

The Company's financial statements, as reported and filed by the Company with the Department, are reflected in the following sections:

- Assets as of December 31, 2024
- Liabilities, Surplus and Other Funds as of December 31, 2024
- Summary of Operations for the year ended December 31, 2024
- Reconciliation of Capital and Surplus for the Period from the Prior Examination December 31, 2020 to December 31, 2024

Assets
As of December 31, 2024

	Ledger Assets	Nonadmitted Assets	Net Admitted Assets
Bonds	\$ 3,185,914	\$ -	\$ 3,185,914
Preferred Stock	150,880	-	150,880
Common Stocks	14,837,268	-	14,837,268
Real estate: Properties occupied by company	298,490	-	298,490
Cash, Cash equivalents, Short Term			
Investments	3,200,805	-	3,200,805
Other invested Assets	61,836	61,836	-
Subtotals, Cash and Invested Assets	<u>\$ 21,735,194</u>	<u>\$ 61,836</u>	<u>\$ 21,673,358</u>
Investment income due and accrued	45,228	-	45,228
Uncollected premiums	674,727	176,189	498,538
Deferred premiums	1,540,627	-	1,540,627
Amounts recoverable from reinsurers	43,457	-	43,457
Funds held by or deposited with reinsured companies	5,249,457	-	5,249,457
Other amounts receivable under reinsurance contracts	4,049,255	-	4,049,255
Electronic data processing equipment and software	426,110	-	426,110
Receivables from parent; subsidiaries and affiliates	3,278,501	-	3,278,501
Aggregate write-ins for other than invested assets	3,603,476	122,983	3,480,493
Total Assets	<u><u>\$ 40,646,032</u></u>	<u><u>\$ 361,008</u></u>	<u><u>\$ 40,285,024</u></u>

Liabilities, Surplus and Other Funds
As of December 31, 2024

		Notes
Losses	\$ 4,978,092	1
Reinsurance payable	3	
Loss adjustment expenses	2,116,958	
Commissions payable, contingent commissions and other similar charges	328,320	
Other expenses (excluding taxes; licenses and fees)	1,245,473	
Taxes, Licenses and fees	272,027	
Current federal and foreign income taxes	5,440	
Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$1,729,300 and including warranty reserves of \$0)	10,280,155	
Advance Premium	44,718	
Ceded reinsurance premiums payable (net of ceding commissions)	1,117,246	
Remittances and items not allocated	4,992,808	
Payable to parent; subsidiaries and affiliates	<u>1,672,527</u>	
Total liabilities excluding protected cell liabilities	<u>\$ 27,053,767</u>	
Total liabilities	<u>\$ 27,053,767</u>	
Aggregate write-ins for special surplus funds	\$ -	
Common capital stock	1,480,000	
Gross paid in and contributed surplus	12,100,000	
Unassigned funds (surplus)	<u>(348,743)</u>	
Surplus as regards policyholders	<u>\$ 13,231,257</u>	
Totals of liabilities & surplus	<u><u>\$ 40,285,024</u></u>	

Summary of Operations
For the Year Ended December 31, 2024

Underwriting Income

Premiums earned	\$ 10,182,568
Deductions	
Losses incurred	5,280,196
Loss adjustment expenses incurred	2,311,526
Other underwriting expenses incurred	6,767,726
Total underwriting deductions	<u>\$ 14,359,448</u>
Net underwriting gain (loss)	<u>\$ (4,176,880)</u>

Investment Income

Net investment income earned	\$ 585,501
Net realized capital gains (losses) of \$0 less capital gains tax of \$0	34,598
Net investment gain (loss)	<u>\$ 620,099</u>

Other Income

Net gain (loss) from agents' or premium balances charged off (amount recovered \$0)	\$ -
Finance and service charges not included in premium	83,376
Aggregate write-ins for miscellaneous income	15,145
Total other income	<u>\$ 98,521</u>
Net income before dividends to policyholders; after capital gains tax and before all other federal and foreign income taxes	\$ (3,458,260)
Dividends to policyholders	<u>-</u>
Net income; after dividends to policyholders; after capital gains tax and before all other federal and foreign income taxes	(3,458,260)
Federal and foreign income taxes incurred	<u>-</u>
Net Income	<u><u>\$ (3,458,260)</u></u>

Reconciliation of Capital and Surplus
For the Period from the Prior Examination
December 31, 2020 to December 31, 2024

		Common Capital Stock	Gross Paid-in and Contributed Surplus	Unassigned Funds (Surplus)	Surplus Notes	Dividends to Stockholders	Total
12/31/2020	(2)	\$ 1,480,000	\$ 4,627,405	\$ (649,375)	\$ -	\$ -	\$ 5,458,030
12/31/2021	(1)		1,608,404	1,050,305			2,658,709
12/31/2022	(1)			(2,087,771)			(2,087,771)
12/31/2023	(1)		3,164,191	(1,577,885)			1,586,306
12/31/2024	(1)			2,915,983			2,915,983
12/31/2024	(2)		2,700,000				2,700,000
		<u>\$ 1,480,000</u>	<u>\$ 12,100,000</u>	<u>\$ (348,743)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,231,257</u>

- (1) Represents net income, change in unrealized capital gains/(losses), change in net unrealized foreign exchange capital gain, change in net deferred income tax, change in non-admitted assets, change in provision for reinsurance, aggregate write-ins for gains and losses in surplus.
- (2) Capital contribution

ANALYSIS OF CHANGES IN THE FINANCIAL STATEMENTS RESULTING FROM EXAMINATION

There were no financial adjustments to the Company's financial statements as a result of this examination.

COMMENTS ON FINANCIAL STATEMENT ITEMS

Note 1

Losses	\$4,978,092
Loss Adjustment Expense	\$2,116,958

The examination liabilities for the aforementioned captioned items are the same as those balances reported by the Company as of December 31, 2024. The examination analysis of Loss and Loss Adjustment Expense reserves was conducted in accordance with Statutory Accounting Principles, including NAIC *Accounting Practices and Procedures Manual*, SSAP No. 55.

SUBSEQUENT EVENTS

Capital Contributions

In 2025, the Company received capital contributions from parent WHC totaling \$6,730,000, to support the Company's growth plans, which increased the reported policyholder surplus balance to \$14,350,462 as of December 31, 2025.

Ceded Reinsurance Program Renewal

Effective August 1, 2025, the Company renewed its ceded reinsurance program, as described below, by which Company realized significant savings on its ceded reinsurance protection costs.

The Company's property catastrophe excess of loss reinsurance tower consists of four layers aggregating \$15 million excess of a \$1 million retention (net of the 60% quota share with G&D). The Company's multi-line excess of loss reinsurance tower consists of two layers aggregating \$5 million excess of a \$1 million retention (net of the 60% quota share with G&D).

The Company's property facultative reinsurance program with Arch Re consists of two layers aggregating \$5 million excess of a \$1 million retention (net of the 60% quota share with G&D). The first layer of the Arch Re facultative program is \$2.5 million excess of \$1 million (net of the 60% quota share with G&D) and covers the WIC North and South region, whereas the second layer is \$1.5 million excess of \$3.5 million and covers only the WIC South region. The Company also has umbrella quota share coverage with a 10% retention.

COMPLIANCE WITH PRIOR EXAMINATION RECOMMENDATIONS

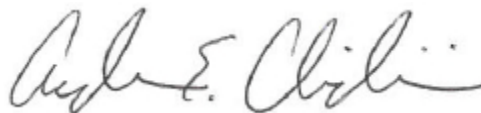
There were no recommendations contained in the prior Examination Report.

SUMMARY OF RECOMMENDATIONS

There were no recommendations noted as result of this examination.

The assistance and cooperation from the Company's outside audit firm, Baker Tilly and the Company's management and staff were appreciated and are acknowledged.

Respectfully submitted,



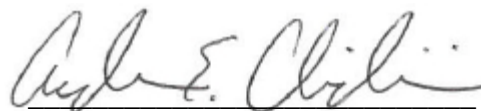
Andy Chiodini, CFE
Examiner-In-Charge
State of Delaware



Albert M. Piccoli, Sr., CFE, ACI
Supervising Examiner
State of Delaware

Wilmington Insurance Company

I, Andy Chiodini, CFE, hereby verify and attest, under penalty of perjury, that the above is a true and correct copy of the examination report and findings submitted to the Delaware Department of Insurance pursuant to Examination Certification No. 25.031.

A handwritten signature in cursive script, reading "Andy E. Chiodini". The signature is written in black ink and is positioned above a horizontal line.

Andy Chiodini, CFE
Examiner-In-Charge
Delaware Department of Insurance