



October 31, 2025

Dear Policyholders,

On behalf of the Board of Directors of Grange Insurance Association (GIA), I am writing to share important information regarding an upcoming member vote on our proposed reorganization into a Mutual Holding Company (MHC) structure. This is a significant step in ensuring the long-term success and financial strength of GIA while maintaining our commitment to mutuality and serving the best interests of our policyholders.

As a mutual insurance company, GIA is owned by you—our policyholders. Over the years, we have upheld the values of mutuality, financial stability, and policyholder protection. The proposed reorganization will allow us to preserve these core values while providing greater flexibility for future growth and innovation.

Why We Are Proposing This Change

After careful consideration, the Board has unanimously approved this plan and recommends that our members vote in favor of it. The transition to an MHC structure offers several key advantages:

- **Preserving Mutuality** – Our commitment to operating for the benefit of our policyholders remains unchanged. Under the MHC structure, policyholders will continue to have membership rights and governance participation in the new mutual holding company.
- **Enhanced Growth Opportunities** – The MHC structure provides GIA with greater flexibility to pursue strategic partnerships, geographic expansion, and potential acquisitions, strengthening our ability to serve you in an evolving insurance market.
- **Improved Financial Strength and Stability** – This structure allows us to more effectively access capital while maintaining our mutual status. This will support ongoing investments in technology, innovation, and service enhancements.
- **No Impact on Your Policy or Coverage** – Your current policy, coverages, premiums, and claims handling will remain unchanged. The transition will not affect your rights as a policyholder.

How to Vote

The Washington Insurance Commissioner (OIC) has provided preliminary approval of the reorganization. Final approval will occur if policyholders vote in favor of the reorganization. A two-thirds majority vote of policyholders who participate in the special meeting to be held December 19, 2025, is required for the reorganization to proceed. Voting is now available electronically and members can also mail in their vote following the instructions on the ballot form. We encourage you to review the information provided and participate in this important vote.



A Stronger Future Together

This reorganization is a proactive step to ensure GIA continues to thrive for generations to come. Our mission remains the same: to provide you with reliable, high-quality insurance protection while upholding our values of mutuality and service.

Your voice and vote matter. I strongly encourage you to vote **YES** to approve the reorganization plan and support the continued success of Grange Insurance Association.

If you have any questions, please visit www.fcrvote.com/GIA for additional resources. Brian Allen, the Corporate Secretary, is available to answer any questions via phone at 800-247-2643, extension 2333.

Thank you for your continued trust and support.

Sincerely,

Patrick M. Scully
Chairperson, Board of Directors
Grange Insurance Association