



Dear ClearPath Mutual Member:

ClearPath Mutual Insurance Company (the "Company") will hold a Special Meeting of the Members at 9960 Corporate Campus Drive, Suite 1400, Louisville, KY 40223 at 10:00 a.m. on Thursday, February 16, 2023. The Purpose of the Special Meeting is to approve a Master Agreement and Plan of Reorganization, which describes the Company's redomestication to Maryland and reorganization as a stock insurer subsidiary of a mutual insurance holding company, and a Merger Agreement to merge the Company with and into Harford Mutual Insurance Group (the "Proposed Conversion and Merger"). As a member of the Company, you are entitled to attend and vote at the Special Meeting.

As a member of the Company, you play an important role in electing our board of directors and setting the course for our future. Over the years, your board of directors has explored growth opportunities that align with our commitment to excellent customer service, maintain our financial strength, and support our local community while retaining our founding principles of mutuality.

Based on those principles, at the board meeting on November 17, 2022, your board of directors unanimously voted to take the steps to reorganize and merge the Company with and into Harford Mutual Insurance Group, (hereafter "The Group"), a 180-year-old, \$300M Property & Casualty mutual insurance group with offices in Bel Air, Maryland and Fort Mill, South Carolina.

The management of the Company and the Board recommend that you vote FOR the Proposed Conversion and Merger. We believe this opportunity will expand ClearPath Mutual's capabilities for innovation and growth while preserving the concept of policyholder membership and the principles of mutuality that are the heart of our "community-first" business.

When the planned reorganization and merger takes effect in 2023, the Company will become ClearPath Insurance Company, a Maryland insurance company and wholly-owned indirect subsidiary of The Group. The Proposed Conversion and Merger and all other supporting documents referred to therein will be submitted to the Maryland Insurance Administration for approval. The current members of the Company will automatically become members of The Group, and **all the insurance policies issued by the Company will remain in force and unchanged, as well as all of its capital represented by your policyholders' surplus.** Your membership interests, and that of all the Company's policyholders, transfer automatically to The Group upon the merger. ClearPath Insurance Company will remain as the insurer issuing your policies and will be a subsidiary of The Group. This means that post-merger, we will retain the member-owned, one-member-one-vote philosophy, and the ability as a mutual to focus on long-term benefits to our members and our communities.

This reorganization and merger with and into Harford Mutual Insurance Group will bring important benefits and opportunities to ClearPath and you as a policyholder, including:

- Providing the economies of scale and established resources to fulfill ClearPath's strategic goals and vision for future success
- Increased career and leadership development opportunities for the employees at the Louisville, KY office
- Entry and access to the states and agency partnerships of Harford Mutual Insurance Group

After you review these materials, we recommend you vote FOR the Proposed Conversion and Merger. Please note that pursuant to Md. Code Ann., Ins. Art. § 3.121.1(g)(1)(ii) at least three-fourths of the members who vote on the plan of reorganization must vote to approve the Proposed Conversion. If at any time you have questions, please call us at 502-894-8484 or email YCarmack@clearpathmutual.com.

Thank you for trusting ClearPath Mutual with your insurance needs. Your vote supporting this plan will ensure we can continue our commitment to providing you ClearFocus, ClearVision, and a ClearPath to Success.

Sincerely,

A handwritten signature in black ink that reads "Jeff Borkowski".

Jeff Borkowski President/CEO