

Bybee, Cressinda

From: Steve Bajan <steve.bajan@sauconinsurance.com>
Sent: Wednesday, May 03, 2017 2:36 PM
To: westerman@msn.com
Cc: Bybee, Cressinda
Subject: Response to Your 5.3.2017 Comment to the PID
Attachments: Westerman, Richard Response 2017.05.03.pdf

Mr. Westerman:

Please see our attached response to your 5.3.2017 comments regarding our Conversion application. A hard copy of our letter is on its way to you via USPS Priority Mail. Thank you for taking the time to share your thoughts on this important matter.

Best regards,

Stephen Bajan



610.868.1832



610.868.1800

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May 3, 2017

Richard V. Westerman
1009 Radley Drive
West Chester, PA 19382-8088

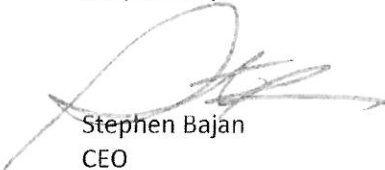
Sent via email to Westerman@msn.com with hard copy via USPS Priority Mail

Mr. Westerman:

We appreciate that you support the conversion and also hope that it proceeds without further delay. As described in our letter to you of April 28, 2017, much time and effort has already been put into the structure of current Plan in consultation with the Pennsylvania Insurance Department and we continue to believe that the current Plan merges the best of subscription rights and alternative plan features by granting members the option of either subscribing to stock or receiving cash consideration. We also would like to advise that the Department has engaged an Investment Banking firm that has extensive experience in these types of transactions and we expect this firm will be issuing an opinion on the fairness of the current Plan in the near future. As with the current Plan, this opinion will be posted on the Department's website.

Again, thank you for your loyalty as a Saucon Mutual policyholder and we appreciate your support for the conversion.

Respectfully,



Stephen Bajan
CEO

cc: Cressinda E. Bybee, Pennsylvania Insurance department