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April 3, 2013

Via E-Mail, Original to Follow by U.S. Mail
The Honorable Michael F. Consedine
Insurance Commissioner
Commonwealth of Pennsylvania Insurance Department
1321 Strawberry Square
Harrisburg PA 17120

Re: Form A Statement Regarding Acquisition of Control of Atlantic States Insurance Company, a wholly owned subsidiary of Donegal Group Inc., by Gregory M. Shepard, filed with the Pennsylvania Insurance Commissioner on April 2, 2013 ("Form A Statement")

Dear Commissioner Consedine:

The Pennsylvania Insurance Department (the "Department") has informed us as counsel to Donegal Group Inc., ("DGI") that the above Form A Statement was filed with the Department on April 2, 2013. The Form A relates to Mr. Shepard's tender offer to purchase for cash 962,636 shares of DGI Class B Common Stock representing 12.7% of DGI's combined voting power. Mr. Shepard currently owns Class A and Class B shares of DGI with a total combined voting power of 9.99% of DGI.

Pursuant to 40 P.S. § 991.1402, Atlantic States Insurance Company and DGI hereby request that the Insurance Commissioner establish a sixty (60) day public comment period on the Form A Statement and hold a public hearing on the Form A Statement before making a determination on such filing. Atlantic States Insurance Company and DGI further intend to submit written comments on the Form A Statement within the time established by the Insurance

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The Honorable Michael F. Consedine
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Commissioner for public comments.

Sincerely,



Robert L. Pratter

RLP/lmb

cc: Stephen J. Johnson, Deputy Insurance Commissioner
Robert E. Brackbill, Jr
Jodi Frantz, Esquire