BEFORE THE DIVISION OF INSURANCE DEPARTMENT OF LABOR AND REGULATION STATE OF SOUTH DAKOTA

IN THE MATTER OF THE TARGET MARKET EXAMINATION OF FOREMOST AND FARMERS INSURANCE GROUPS ORDER SETTING REPORT IMPLEMENTATION TIMELINE

On June 3, 2015 the Director of the Division of Insurance ("Division") adopted the Examination Report by Order in the Target Market Conduct Examination of Foremost Insurance Company, Foremost Property and Casualty Company, Farmers Insurance Exchange, Fire Insurance Exchange, and Mid-Century Insurance Company ("the Companies") pursuant to SDCL § 58-3-12.

Pursuant to SDCL § 58-3-25, it is hereby ORDERED that within 90 days of the date of this Order, the Companies shall comply with the report recommendations and provide written verification to the Director that each recommendation has been fully complied with, along with a report detailing how each recommendation has been implemented; and it is further

ORDERED the Companies shall comply with the Report recommendations and shall continue to follow the policies and procedures that have been put in place during the course of the examination and those subsequent to the examination's completion; and it is further

ORDERED this Order may not be used by any person for any competitive purpose or used in a manner that would violate SDCL Chapter 58-33.

This Order may be appealed to the Circuit Court and South Dakota Supreme Court pursuant to SDCL Chapter 1-26.

Dated this 30th day of July, 2015.

Larry Deiter, Director

South Dakota Division of Insurance

CERTIFICATE OF SERVICE

I, Benjamin Eirikson, the undersigned, do hereby certify that on this 30th day of July, 2015, a true and correct copy of the Order Setting Report Implementation Timeline with respect to the above-entitled action was sent U.S. First Class Mail thereon, to the following:

Dennis Duncan Zimmer, Duncan & Cole 120 N. Main St. P.O. Box 550 Parker, SD 57053 Farmers Insurance Group 6301 Owensmouth Avenue Woodland Hills, CA 91367

Foremost Insurance Group 5600 Beach Tree Lane Caledonia, MI 49316-0050

Dated this 30th day of July, 2015 in Pierre, South Dakota.

Benjamin Eirikson, Legal Counsel South Dakota Division of Insurance

124 S. Euclid Ave., 2nd Floor

Pierre, SD 57501