STATE OF MISSOURI

DEPARTMENT OF COMMERCE & INSURANCE

P.O. Box 690, Jefferson City, Mo. 65102-0690

ORDER

After full consideration and review of the report of the financial examination of Clark Mutual Insurance Company for the period ended December 31, 2024, together with any written submissions or rebuttals and any relevant portions of the examiner's workpapers, I, Angela L. Nelson, Director, Missouri Department of Commerce and Insurance pursuant to section 380.491, RSMo, adopt such report. The findings and conclusions of the report are incorporated by reference herein and are deemed to be my findings and conclusions.

Based on such findings and conclusions, I hereby ORDER Clark Mutual Insurance Company to take the following action or actions, which I consider necessary to cure any violation of law, regulation or prior order of the Director revealed in such report: (1) account for its financial condition and affairs in a manner consistent with the Director's findings and conclusions; and (2) submit a signed copy of the minutes of the meeting which reflect a corporate resolution to the effect the Examination Report has been reviewed and accepted.

So ordered, signed and official seal affixed this 17th day of August, 2026.

MISSOURI DEPARTMENT OF COMMERCE AND INSURANCE

Angela L. Nelson

Angela L. Nelson, Director
Department of Commerce and Insurance

REPORT OF
FINANCIAL EXAMINATION OF

CLARK MUTUAL INSURANCE COMPANY

AS OF
DECEMBER 31, 2024

STATE OF MISSOURI
DEPARTMENT OF COMMERCE & INSURANCE

JEFFERSON CITY, MISSOURI

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Kahoka, MO
April 15, 2026

Honorable Angela L. Nelson, Director
Missouri Department of Commerce and Insurance
301 West High Street, Room 530
Jefferson City, Missouri 65101

Director Nelson:

In accordance with your financial examination warrant, a full-scope financial examination has been made of the records, affairs, and financial condition of

CLARK MUTUAL INSURANCE COMPANY

hereinafter referred to as such or as the Company. Its administrative office is located at 108 North Washington Street, Kahoka, Missouri, telephone number (660)727-2177. The fieldwork for this examination began on December 15, 2025, and concluded on the above date.

SCOPE OF EXAMINATION

Period Covered

The Missouri Department of Commerce and Insurance (Department) has performed a single-state financial examination of Clark Mutual Insurance Company. The last examination of the Company by the Department covered the period of January 1, 2015, through December 31, 2019. The current examination covers the period of January 1, 2020, through December 31, 2024, as well as a review of any material transactions and events occurring subsequent to the examination period through the date of this report.

Procedures

We conducted our examination in accordance with the National Association of Insurance Commissioners (NAIC) *Financial Condition Examiners Handbook* (*Handbook*), except where practices, procedures, and applicable regulations of the Department or statutes of the state of Missouri prevailed. The *Handbook* requires that we plan and perform the examination to evaluate the financial condition, assess corporate governance, identify current and prospective risks of the Company, and evaluate system controls and procedures used to mitigate those risks. An examination also includes the identification and evaluation of significant risks that could cause the Company's surplus to be materially misstated, both on a current and prospective basis.

This examination report includes significant findings of fact and general information about the Company and its financial condition. There may be other items identified during the examination that, due to their nature (e.g., subjective conclusions, proprietary information, etc.), are not included within the examination report but are separately communicated to other regulators and/or the Company.

SUMMARY OF SIGNIFICANT FINDINGS

There were no adverse findings, significant non-compliance issues, or material changes to the financial statements during the examination.

COMPANY HISTORY

General
Clark Mutual Insurance Company was originally organized in 1881 as the Farmers Mutual Fire Insurance Company of Clark County. On January 28, 1985, the Company amended its Articles of Incorporation and changed its name to Clark Mutual Insurance Company. On July 26, 1985, the Company received a Certificate of Authority to provide insurance under Sections 380.201 to 380.601, RSMo (Extended Missouri Mutual Insurance Company).

MANAGEMENT AND CONTROL

Board of Directors
The management of the Company is vested in a Board of Directors that are elected by the policyholders. The Company's Articles of Incorporation specify that there shall be seven members. The Board of Directors elected and serving as of December 31, 2024, were as follows:

Name and Address	Occupation
Curtis Mack Kahoka, Missouri	Contractor
Edwin Riney Revere, Missouri	Farmer
Karen Arnold Kahoka, Missouri	Accountant
Amanda Ross Kahoka, Missouri	Insurance Agent
John Huffman Kahoka, Missouri	Former Insurance Agent
Gilbert Kattelmann Kahoka, Missouri	Farmer
Stephen Kirchner Wyaconda, Missouri	Former Business Manager

Officers
The officers elected and serving, as of December 31, 2024, were as follows:

Name	Office
John Huffman	President
Gilbert Kattelmann	Vice-President
Amanda Ross	Secretary/Treasurer

Conflicts of Interest
The Company has written conflict of interest procedures for the disclosure of material conflicts of interest or affiliations by its directors, officers, and employees. The Company's directors, officers and employees sign conflict of interest statements on an annual basis.

Corporate Records
A review was made of the Articles of Incorporation and the Bylaws of the Company. Neither the Articles of Incorporation nor the Bylaws were amended during the examination period. The minutes of the membership and the Board of Directors' meetings were reviewed for the period under examination.

EMPLOYEE BENEFITS

The Company has two full-time employees. The Company offers health insurance and paid sick leave to its employees.

INSURANCE PRODUCTS AND RELATED PRACTICES

Territory and Plan of Operations
The Company is licensed by the Department as an Extended Missouri Mutual Insurance Company operating under Sections 380.201 through 380.611 RSMo (Extended Missouri Mutual Insurance Companies). The Company is authorized to write fire, wind, and liability insurance in all Missouri counties. The Company's policies are sold by one agent.

Policy Forms and Underwriting Practices
The Company utilizes American Association of Insurance Services (AAIS) and Grinnell policy forms. The policies are written on a continuous basis. Property inspections are performed by the Company's agents. Adjusting functions are performed by a third party.

GROWTH OF COMPANY AND LOSS EXPERIENCE

($000s omitted)

Year	Admitted Assets	Liabilities	Gross Written Premiums	Gross Paid Losses	Investment Income (Loss)	Underwriting Income (Loss)	Net Income (Loss)
2024	$ 1,967	$ 350	$ 531	$ 182	$ 65	$ (67)	$ (2)
2023	1,918	280	442	417	47	(137)	(91)
2022	1,950	209	365	14	34	77	111
2021	1,820	182	340	201	31	(123)	(91)
2020	1,889	161	318	18	37	61	97

At year-end 2024, there were 351 policies in force.

REINSURANCE

General
The Company's premium activity on a direct written, assumed, and ceded basis for the period under examination is detailed below:

($000s omitted)

Premium Type	2020	2021	2022	2023	2024
Direct Premiums Written	$ 318	$ 340	$ 365	$ 442	$ 531
Reinsurance Assumed	0	0	0	0	0
Reinsurance Ceded	(85)	(87)	(85)	(105)	(232)
Net Premiums Written	**$ 233**	**$ 253**	**$ 280**	**$ 337**	**$ 299**

Assumed Reinsurance
The Company does not reinsure other companies.

Ceded Reinsurance
The Company cedes business to Grinnell Mutual Reinsurance Company (the reinsurer) through a reinsurance agreement that provides aggregate excess of loss coverage. Under the aggregate excess of loss agreement, the reinsurer covers 100% of the Company's losses that exceed $320,000 in ultimate net losses. This agreement also includes an addendum that cedes 100% of the Company's earthquake losses to the reinsurer.

The Company is contingently liable for all reinsurance losses ceded to others. This contingent liability would become an actual liability in the event that an assuming reinsurer fails to perform its obligations under the reinsurance contract.

ACCOUNTS AND RECORDS

The accounting records are maintained on a modified cash basis. Grinnell Mutual Accounting and Tax Services performs an annual compilation of the Company's financial statements, prepares the annual statement, and completes its annual tax filings.

FINANCIAL STATEMENTS

The following financial statements are based on the statutory financial statements filed by the Company with the Department and present the financial condition of Clark Mutual Insurance Company for the period ending December 31, 2024. The accompanying comments on financial statements reflect any examination adjustments to the amounts reported in the financial statements and should be considered an integral part of the financial statements. The failure of any column of numbers to add to its respective total is due to rounding or truncation.

There may have been additional differences found in the course of this examination, which are not shown in the "Comments on Financial Statement Items." These differences were determined to be immaterial concerning their effect on the financial statements, and therefore were only communicated to the Company and noted in the workpapers for each individual key activity.

ASSETS
As of December 31, 2024

Bonds	$	219,374
Stocks		1,500
Real Estate		58,289
Cash		1,657,554
Interest Due and Accrued		18,393
Premium/Assessments/Agent’s Balances Uncollected		97
Computer Equipment (Hardware only)		1,447
Other Assets		10,272
TOTAL ASSETS	**$**	**1,966,927**

LIABILITIES, SURPLUS AND OTHER FUNDS
As of December 31, 2024

Unpaid Loss	**$**	2,010
Unpaid Loss adjustment expense		524
Ceded Reinsurance Premium Payable		48,558
Unearned Premium		280,189
Accounts Payable to Agents		5,094
Accounts Payable (Other)		153
Premiums Received in Advance		9,847
Premiums Collected for Others		3,440
TOTAL LIABILITIES	**$**	**349,815**
Guaranty Fund		150,000
Other Surplus		1,467,112
TOTAL POLICYHOLDER SURPLUS	**$**	**1,617,112**
TOTAL LIABILITIES AND SURPLUS	**$**	**1,966,927**

STATEMENT OF INCOME

For the Year Ended December 31, 2024

Net Earned Assessment/Premium Income	$	256,155
Other Insurance Income		7,280
Net Losses & Loss Adjustment Expense		(119,486)
Underwriting Expenses		(210,631)
Underwriting Income (Loss)	**$**	**(66,682)**
Investment Income		64,545
Investment Expenses		0
Net Investment Gain (Loss)	**$**	**64,545**
Other Income		0
Gross Profit or Loss	**$**	**(2,137)**
Federal Income Tax		0
NET INCOME (LOSS)	**$**	**(2,137)**

RECONCILIATION OF CAPITAL AND SURPLUS

Changes from January 1, 2020 to December 31, 2024

	2020	**2021**	**2022**	**2023**	**2024**
Beginning Policyholder's Surplus	$ 1,631,067	$ 1,728,460	$ 1,638,749	$ 1,740,950	$ 1,637,722
Net Income (Loss)	97,499	(91,169)	110,797	(90,865)	(2,137)
Mutual Funds Market Adjustments					1,507
Change in Non-Admitted Assets					5,385
Change in Ledger Liability/Non-Ledger assets	(106)	1,458	(8,596)	(12,363)	(25,365)
Ending Policyholder's Surplus	**$ 1,728,460**	**$ 1,638,749**	**$ 1,740,950**	**$ 1,637,722**	**$ 1,617,112**

COMMENTS ON FINANCIAL STATEMENT ITEMS

None.

FINANCIAL STATEMENT CHANGES RESULTING FROM EXAMINATION

None.

SUMMARY OF RECOMMENDATIONS

None.

SUBSEQUENT EVENTS

None.

ACKNOWLEDGMENT

The assistance and cooperation extended by the officers and the employees of Clark Mutual Insurance Company during the course of this examination is hereby acknowledged and appreciated.

VERIFICATION

State of Missouri)
) ss
County of Saint Louis)

I, Ken Tang, CFE, on my oath swear that to the best of my knowledge and belief the above examination report is true and accurate and is comprised of only facts appearing upon the books, records, or other documents of Clark Mutual Insurance Company, its agents or other persons examined, or as ascertained from the testimony of its officers or agents or other persons examined concerning its affairs, and such conclusions and recommendations as the examiners find reasonably warranted from the facts.

Ken Tang, CFE
Examiner
Missouri Department of Commerce and Insurance

Sworn to and subscribed before me this 8 day of July, 2026.

My commission expires: 01-07-2030

Notary Public

ZARA RUQAYH TOLA
Notary Public - Notary Seal
St Louis County - State of Missouri
Commission Number 25302861
My Commission Expires Jan 7, 2030

SUPERVISION

The examination process has been monitored and supervised by the undersigned. The examination report and supporting workpapers have been reviewed and approved. Compliance with NAIC procedures and guidelines as contained in the *Financial Condition Examiners Handbook* has been confirmed, except where practices, procedures, and applicable regulations of the Missouri Department of Commerce and Insurance and statutes of the state of Missouri prevailed.

Michael R. Shadowens

Michael Shadowens, CFE
Assistant Chief Financial Examiner
Missouri Department of Commerce and Insurance