BEFORE ALLAN L. MCVEY, INSURANCE COMMISSIONER
OF THE STATE OF WEST VIRGINIA

In the Matter of:

W. VA. INSURANCE COMPANY (NAIC #11003)

ADMINISTRATIVE PROCEEDING NO. 26-IC-189657

ORDER ADOPTING REPORT OF FINANCIAL EXAMINATION

NOW COMES, Allan L. McVey, Insurance Commissioner of the State of West Virginia (hereinafter, "Commissioner"), who, after consideration of the Report of Financial Examination (hereinafter, the "Examination Report") of W. Va. Insurance Company (hereinafter referred to as "Company"), as of December 31, 2024, made the following findings of fact, conclusions of law and order.

FINDINGS OF FACT

1. The Company was incorporated on July 21, 1923, under the laws of the State of West Virginia, and commenced business on September 1, 1923. The Company is authorized to transact business as a farmers' mutual fire insurance company under the provisions of Article 22 of Chapter 33 of the West Virginia Code.

2. A single-state examination of the financial condition and operational affairs of the Company for period beginning January 1, 2020 and ending December 31, 2024, was conducted in accordance with W. Va. Code §32-2-9(c) by the Insurance Commissioner.

3. On May 4, 2026, the examiner filed a Report of Financial Examination with the Insurance Commissioner pursuant to *West Virginia Code* §33-2-9(j)(2). A copy of the Report of Financial Examination is attached hereto as Exhibit A and incorporated herein as if set forth in full.

4. On or about June 1, 2026, a true and accurate copy of the Report of Financial

Examination was mailed to and received by Edward R. Cokeley, President and Lawrence B. Cokeley, Secretary, Treasurer and CEO. A copy of the letter dated June 1, 2026, is attached hereto as Exhibit B.

5. Pursuant to *West Virginia Code* §33-2-9(j)(2), the Company, by letter dated June 1, 2026, Exhibit B, was notified and afforded a period of ten (10) days, after receipt of the Report of Financial Examination, to make a submission, rebuttal, or objection concerning any matter contained in the Report.

6. By letter dated June 5, 2026, Jessica J. Nelson, Operations/Assistant Secretary, acknowledged that he had reviewed the Report of Financial Examination and did not materially dispute the findings of the examination. A copy of the Company's letter of June 5, 2026, is attached hereto as Exhibit C.

CONCLUSIONS OF LAW

1. The Insurance Commissioner is charged with the duty of administering and enforcing the provisions of Chapter 33, of the West Virginia Code of 1931, as amended.

2. The Company is organized pursuant to provisions of Article 24, Chapter 33 of the *West Virginia Code*.

3. *West Virginia Code* § 33-2-9(j)(2) provides that no later than sixty (60) days following completion of the examination, the examiner in charge shall file with the Insurance Commissioner a verified, written Report of Financial Examination under oath, and, upon receipt of the verified report, the Insurance Commissioner shall transmit the Report of Financial Examination to the Company with a notice that shall afford the Company a reasonable opportunity, of not more than thirty (30) days, to make a written submission or rebuttal.

4. *West Virginia Code* § 33-2-9(j)(3) provides that within thirty (30) days of the end of the period allowed for the receipt of written submissions or rebuttals the Insurance Commissioner shall fully consider and review the Report of Financial Examination, together with any written submissions or rebuttals, and shall enter an ORDER adopting the Report of Financial Examination as filed, or with modifications or corrections, enter an ORDER rejecting the Report of Financial Examination with directions to the examiners to reopen the examination or call for an investigatory hearing.

ORDER

It is therefore **ORDERED** as follows:

1. The Report of Financial Examination of the Company, attached hereto as Exhibit A, is hereby **ADOPTED** and **APPROVED** by the Insurance Commissioner.

2. A copy of this *Order Adopting Report of Financial Examination* and the Report of Financial Examination shall be mailed to the Company via certified mail, return receipt requested, upon entry by the Insurance Commissioner.

3. The Company shall file with the Insurance Commissioner, within thirty (30) days of the issuance of this Order, affidavits executed by each of its directors stating under oath that they have received a copy of the Report of Financial Examination and a copy of this *Order Adopting Report of Financial Examination* in accordance with *West Virginia Code* § 33-2-9(j)(4).

4. The Company shall take whatever actions are required to comply with the recommendations set forth in the Report of Financial Examination, if any, and shall demonstrate compliance to the satisfaction of the Insurance Commissioner, if necessary.

5. Inasmuch as orders entered by the Commissioner are subject to judicial review in the Intermediate Court of Appeals as set forth in W.Va. Code §51-11-4(b)(4), any person aggrieved

by this Order may, within 30 days after the entry of the judgment being appealed, file an appeal as set forth in W.Va. Code §33-2-14 and W.Va. R.A.P., Rule 5(b).

Entered this 5th day of June, 2026.

Allan L. McVey
CPCU, ARM, AAI, AAM, AIS
Insurance Commissioner

REPORT OF EXAMINATION

OF

W VA INSURANCE COMPANY

HARRISVILLE, WV

NAIC #11003

AS OF DECEMBER 31, 2024

EXHIBIT A

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SALUTATION

May 4, 2026
Harrisville, West Virginia

The Honorable Allan L. McVey
West Virginia Insurance Commissioner
900 Pennsylvania Ave.
Charleston, West Virginia 25302

Pursuant to the authority vested in the West Virginia Offices of the Insurance Commissioner ("WVOIC"), as well as rules, regulations and procedures promulgated by the National Association of Insurance Commissioners ("NAIC"), an examination has been made of the administrative affairs, books, records, and financial condition of:

W Va Insurance Company
2493 Ellenboro Road
Harrisville, WV 26362

hereinafter referred to as the "Company" or "WVIC". The following Report of Examination is respectfully submitted.

SCOPE OF EXAMINATION

The examiners have performed a single-state, full-scope, financial examination of the Company. The last examination covered the five-year period from January 1, 2015, through December 31, 2019. The examination commenced on November 4, 2025, pursuant to W.Va. Code §33-2-9, as amended, and covers the five-year period from January 1, 2020, through December 31, 2024.

The purpose of this examination is to assess the financial condition of the Company and set forth findings of fact (together with citations of pertinent laws, regulations, and rules), with regard to any material adverse findings disclosed by the examination.

The general procedures of the examination followed rules and standards as set forth in the NAIC Financial Condition Examiners Handbook ("Handbook") and West Virginia Laws, Regulations, and Directives of the WVOIC. The examination was conducted to evaluate the financial condition and identify prospective risks of the Company by obtaining information about the Company including corporate governance, identifying and assessing inherent risk within the Company and evaluating system controls and procedures used to mitigate those risks. In addition, the principles used, and significant estimates made by management, as well as evaluating the overall financial statement presentation, management's compliance with Statements of Statutory Accounting Principles ("SSAP") and annual statement instructions were assessed.

All accounts and activities of the Company were considered in accordance with the risk-focused examination process. This may include assessing significant estimates made by management and evaluating management's compliance with Statutory Accounting Principles. The examination does not attest to the fair presentation of the financial statements included herein. If, during the course of the examination an adjustment is identified, the impact of such adjustment will be documented separately following the Company's financial statements.

The report is presented on an exception basis. It is designed to set forth the facts, with regard to any material adverse findings disclosed during the examination. If necessary, comments and recommendations have been made in those areas in need of correction or improvement. In such

cases, these matters were discussed with responsible Company officials during the course of the examination.

SUMMARY OF SIGNIFICANT FINDINGS

There are no significant findings, as a result of this examination.

HISTORY

The Company was incorporated on July 21, 1923, under the laws of the State of West Virginia, and commenced business on September 1, 1923. The Company is authorized to transact business as a farmers' mutual fire insurance company under the provisions of Article 22 of Chapter 33 of the West Virginia Code.

Dividends to Policyholders

There were no dividends to policyholders declared or paid during the examination period.

MANAGEMENT AND CONTROL

BOARD OF DIRECTORS

The corporate powers of the Company are vested in the Board of Directors ("Board") consisting of nine (9) members, one-third of whom shall be elected at each annual meeting for terms of three (3) years, as stated in the Company's By-Laws and in compliance with W. Va. Code §33-22-5(a). The individuals serving as members of the Board on December 31, 2024, were as follows:

Name and Address	Business Affiliation	Board Member Since
Bryan Rex Cokeley Charleston, West Virginia	Attorney Steptoe and Johnson, PLLC	2013
Edward Robert Cokeley Harrisville, West Virginia	CPA and Owner Cokeley and Associates	1991

Name and Address	Business Affiliation	Board Member Since
Lawrence Brice Cokeley Pennsboro, West Virginia	Secretary, Treasurer & CEO W. Va Insurance Company	1988
Warren Robert Haught* Smithville, West Virginia	Oil and Gas Producer	1977
Raymond Winford Jones Harrisville, West Virginia	Retired President West Union Bank	1993
Michael Joseph Krupa Lancaster, Kentucky	Pharmacist and Minister	1983
Samuel Stephen Lambert Harrisville, West Virginia	Federal Bureau of Investigation	2014
Mark Alan Spiker Pennsboro, West Virginia	Retired Dentist	1989
James Eddy Starr Harrisville, West Virginia	Owner Starr Woodworking Inc.	1983
Warran R. Haught Smithville, West Virginia	Oil and Gas Producer	1977

*Mr. Haught passed away in June of 2024 and was replaced by Jessica Nelson, Business Operations of W. Va Insurance Company, allowing the Board to remain at nine members.

OFFICERS

According to Article V of the Company's Constitution, the first of the quarterly meetings of the Board shall be held immediately following the annual meeting of members to elect from their number, for terms of one year, a President, Vice President, Treasurer, and Secretary as designated by the Board. Officers elected by the Board, and serving as of December 31, 2024, were as follows:

Name	Title
Edward Robert Cokeley	President
Lawrence Brice Cokeley	Secretary and Treasurer
Raymond Winford Jones	Vice President

It was observed that the Company's Secretary and Treasurer oversees the Company's daily operations.

TERRITORY AND PLAN OF OPERATION

The Company writes primarily homeowners multiple peril and fire coverages, as well as allied lines coverage. The Company writes business solely in the State of West Virginia through independent agents. Policies for dwellings are written on a cash value basis rather than replacement cost basis.

GROWTH OF COMPANY

The following amounts represent steady growth of the Company and key financial data for the year ended December 31, 2024, and for the period under examination:

	2024	2023	2022	2021	2020
Admitted Assets	$ 67,738,374	$ 65,368,831	$ 64,232,208	$ 62,483,293	$ 59,027,940
Liabilities	$ 9,843,766	$ 9,038,041	$ 9,126,961	$ 8,361,139	$ 7,852,683
Surplus as Regards Policyholder	$ 57,894,608	$ 56,330,790	$ 55,105,247	$ 54,122,154	$ 51,175,257
Net Premiums Written	$ 11,964,020	$ 11,343,551	$ 11,169,680	$ 12,151,159	$ 11,222,611
Net Income	$ 1,510,942	$ 1,208,058	$ 921,630	$ 2,904,646	$ 1,248,384

The Company's operations were consistent during the examination period, reporting positive income in all years and maintaining a strong capital position.

REINSURANCE

Throughout the exam period, the Company received all of its reinsurance coverage through a joint reinsurance association, Mutual Reinsurance Bureau ("Mutual Re"). The 2024 reinsurance program was comprised of the following participating member companies sharing equal participation of 20% each: Church Mutual Insurance Company, Farm Bureau Mutual Insurance Company of Michigan, Kentucky Farm Bureau Mutual Insurance Company, Motorists Mutual Insurance Company, and Renaissance Reinsurance U.S. Inc. Notably, the participants on the reinsurance program over the exam period remained largely consistent with only one participant change over the period.

Assumed Business

The Company assumes a minimal amount of non-proportionate property business as a participant to a regional reciprocal catastrophe pool managed by Mutual Re.

Ceded Business

The 2024 coverage is comprised of the following four agreements, which were effective from January 1 through December 31 and were renewed annually throughout the exam period. The only changes included small adjustments to limits and retention levels.

Property per Risk Excess of Loss

Under terms of the 2024 agreement, the Company is reinsured for losses under any of its policies, contracts and binders of insurance in force at the effective date or issued or renewed on or after that date, and written and classified by the Company as Fire, Allied Lines, and Homeowners Multiple Peril Policies, as follows:

Coverage Layer	**Limit**	**Retention or Underlying Limit**
Section One	$95,000 per risk $285,000 per occurrence $285,000 terrorism aggregate	$105,000 per risk
Section Two	$400,000 per risk	$200,000 per risk

	$800,000 per occurrence $800,000 terrorism aggregate	

Casualty Excess of Loss

Under the terms of the 2024 agreement, the Company is reinsured for losses under any of its policies, contracts and binders of insurance in force at the effective date or issued or renewed on or after that date, and written and classified by the Company as Casualty including Homeowners Multiple Peril, as follows:

Coverage Layer	**Limit**	**Retention or Underlying Limit**
Section One	$525,000 per occurrence $1,575,000 terrorism aggregate	$75,000 per risk

Catastrophe Excess of Loss

Under the terms of the 2024 agreement, the Company is reinsured for losses under any of its policies, contracts and binders of insurance in force at the effective date or issued or renewed on or after that date, and written and classified by the Company as Fire, Allied Lines, and Homeowners Multiple Peril Policies, as follows:

Coverage Layer	**Limit**	**Retention or Underlying Limit**
Section One	$800,000 per occurrence $1,600,000 per contract year	$800,000
Section Two	$4,400,000 per occurrence $8,800,000 per contract year	$1,600,000

Under the terms of the 2024 agreement, the Company is reinsured for losses under any of its policies, contracts and binders of insurance in force at the effective date or issued or renewed on or after that date, and written and classified by the Company as Fire, Allied Lines, and Homeowners Multiple Peril Policies, as follows:

Coverage Layer	**Limit**	**Retention or Underlying Limit**

Section One	$4,000,000 per occurrence $8,000,000 per contract year	$6,000,000

ACCOUNTS AND RECORDS

The Company maintains its books and records at its home office in Harrisville, West Virginia. The Company's accounting and corporate records were maintained in a manner in which the financial condition was readily verifiable.

FINANCIAL STATEMENTS

The following financial statements are based on the statutory financial statements filed by the Company with the WVOIC and present the financial condition of the Company for the period ending December 31, 2024.

STATEMENT OF ASSETS
DECEMBER 31, 2024

	Assets	Non-Admitted	Admitted Assets
Bonds	$62,523,641		$62,523,641
Common Stocks	38,083		38,083
Properties Occupied by the Company	380,345		380,345
Cash and Cash Equivalents	3,331,202		3,331,202
Subtotals	$66,273,271		$66,273,271
Investment Income Due and Accrued	202,347		202,347
Deferred Premiums, Agents' Balances and Installments Booked but Deferred and Not Yet Due	866,206		866,206
Net Deferred Tax Asset	396,550		396,550
Furniture and Equipment	57,849	57,849	0
Total Assets	$67,796,223	$57,849	$67,738,374

STATEMENT OF LIABILITIES, SURPLUS AND OTHER FUNDS
DECEMBER 31, 2024

Losses	$2,586,605
Loss Adjustment Expenses	265,050
Other Expenses	92,336
Current Federal and Foreign Income Taxes	45,578
Unearned Premiums	6,590,031
Advance Premium	264,166
Total Liabilities	$9,843,766
Unassigned Funds (Surplus)	57,894,608
Surplus as Regards Policyholders	57,894,608
TOTAL	$67,738,374

STATEMENT OF INCOME
DECEMBER 31, 2024

Premiums Earned	$11,659,897
Losses Incurred	6,905,833
Loss Adjustment Expenses Incurred	1,420,157
Other Underwriting Expenses Incurred	2,670,018
Total Underwriting Deductions	10,996,008
Net Underwriting Gain	663,889
Net Investment Income Earned	1,176,701
Net Investment Gain	1,176,701
Aggregate Write-ins for Miscellaneous Income	62,407
Total Other Income	62,407
Net Income, After Capital Gains Tax and Before All Other Federal and Foreign Income Taxes	1,902,997
Federal and Foreign Income Taxes Incurred	392,055
Net Income	$1,510,942

RECONCILIATION OF SURPLUS
DECEMBER 31, 2024

Surplus as of Prior Examination – 12/31/2019	$49,871,818
Net Income	1,248,384
Change in Net Unrealized Capital Gains	0
Change in Net Deferred Income Tax	25,735
Change in Nonadmitted Assets	29,320
Change in Surplus as Regards Policyholders	1,303,439
Surplus at December 31, 2020	$51,175,257
Net Income	2,904,646
Change in Net Unrealized Capital Gains	0
Change in Net Deferred Income Tax	14,867
Change in Nonadmitted Assets	27,384
Change in Surplus as Regards to Policyholders	2,946,897
Surplus at December 31, 2021	$54,122,154
Net Income	921,630
Change in Net Unrealized Capital Gains	0
Change in Net Deferred Income Tax	34,079
Change in Nonadmitted Assets	27,384
Change in Surplus as Regards to Policyholders	983,093
Surplus at December 31, 2022	$55,105,247
Net Income	1,208,058
Change in Net Unrealized Capital Gains	0
Change in Net Deferred Income Tax	(9,899)
Change in Nonadmitted Assets	27,384
Change in Surplus as Regards to Policyholders	1,225,543
Surplus at December 31, 2023	$56,330,790
Net Income	1,510,942
Change in Net Unrealized Capital Gains	0
Change in Net Deferred Income Tax	25,492
Change in Nonadmitted Assets	27,384
Change in Surplus as Regards to Policyholders	1,563,818
Surplus at December 31, 2024	$57,894,608

SUMMARY OF EXAMINATION CHANGES

There were no adjustments to the financial statements as a result of the examination.

COMPLIANCE WITH PRIOR EXAMINATION RECOMMENDATIONS

The prior Report of Examination, as of December 31, 2019, contained no recommendations.

SUMMARY OF EXAMINATION RECOMMENDATIONS

There were no findings or recommendations as a result of the examination.

ACKNOWLEDGEMENT AND SIGNATURE

This is to certify that the undersigned is a duly qualified Examiner appointed by the West Virginia Offices of the Insurance Commissioner. In addition to the undersigned, David Palmer, CFE, Examination Supervisor, and Kathryn Koch, FCAS, MAAA, Exam Actuary, of Lewis & Ellis, LLC, participated in the examination. Bill O'Connell, CPA, CFE, and Matt Milford, CFE, of Noble Consulting Services, Inc., participated as WVOIC consulting supervising examiners and Mary Jo Lewis, CPA, APIR, of the WVOIC served as the department designee.

The examination was performed in accordance with those procedures authorized by the NAIC Financial Condition Examiner's Handbook and other procedures appropriate for this examination. The attached report of examination is a true and complete report of financial condition of W Va Insurance Company as of December 31, 2024, as determined by this examination.

Respectfully Submitted,

Lindsey Pittman

Lindsey Pittman, CFE, AES
Examiner-in-Charge
Lewis & Ellis, LLC
Representing the WV Offices of the Insurance Commissioner

Justin Parr, CFE, CFE-A, ARM, MCM, PIR
Director / Chief Financial Examiner
Financial Conditions Division
WV Offices of the Insurance Commissioner

STATE OF WEST VIRGINIA
Offices *of the* Insurance Commissioner

Allan L. McVey
Insurance Commissioner

June 1, 2026

Mr. Edward R. Cokeley, President
Mr. Lawrence B. Cokeley, Secretary, Treasurer & CEO
W. Va. Insurance Company
2493 Ellenboro Road
Harrisville, WV 26362-0196

RE: Report of Financial Examination as of December 31, 2024
W. Va. Insurance Company, NAIC #11003

Dear Mr. Edward Cokeley and Mr. Lawrence Cokeley:

Please find enclosed a copy of the Report of Examination of W. Va. Insurance Company. This examination was performed in accordance with the provisions of Chapter 33, Article 2, Section 9 of the West Virginia Code, as amended. The Report of Examination reflects the financial affairs and condition of W. Va. Insurance Company, as of December 31, 2024.

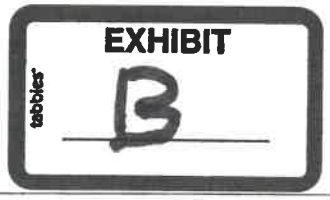
You are hereby notified that you have ten (10) working days from receipt of this letter to make written submission or rebuttals with respect to any matter contained in the Report of Examination. If no exception is taken, please respond accordingly by the end of the ten (10) day comment period.

Sincerely,

Allan L. McVey
CPCU, ARM, AAI, AAM, AIS
Insurance Commissioner

ALM/mjl

Enclosure: Copy of Report of Examination



W. Va. Insurance Company

P. O. Box 196 • Harrisville, WV 26362 • 304-643-2772

Friday, June 05, 2026

West Virginia Offices of the Insurance Commissioner
Financial Conditions Division
900 Pennsylvania Avenue
Charleston, WV 25302

RE: Report of Financial Examination as of December 31, 2024
W.Va. Insurance Company, NAIC #11003

To Whom is May Concern:

W.Va. Insurance Company accepts the Report of Examination as written.

Sincerely,

Jessica J. Nelson
Operations/Assistant Secretary

EXHIBIT
C