

any amount or amounts thereafter paid by such insurer on any assessments levied for improvements in connection with the property.

(4) Purchase money mortgages shall be valued in an amount not exceeding the acquisition cost of such real property or ninety per cent of the value of such real property, whichever is less.

(5) The stock of a subsidiary of an insurer shall be valued on the basis of the value of only such of the assets of such subsidiary as would constitute authorized investments for the insurer if acquired or held directly by the insurer.

(6) No valuations under this section shall be inconsistent with any applicable valuation or method then currently formulated or approved by the National Association of Insurance Commissioners or its successor organization.

85. Valuation of Bonds.

(1) All bonds or other evidences of debt having a fixed term and rate of interest held by an insurer, may, if amply secured and not in default as to principal or interest, be valued as follows:

(i) If purchased at par, at the par value.

(ii) If purchased above or below par, on the basis of the purchase price adjusted so as to bring the value to par at maturity and so as to yield in the meantime the effective rate of interest at which the purchase was made, or in lieu of such method, according to such accepted method of valuation as is approved by the Commissioner.

(iii) Purchase price shall in no case be taken at a higher figure than the actual market value at the time of purchase, plus actual brokerage, transfer, postage or express charges paid in the acquisition of such securities.

(iv) Unless otherwise provided by valuation established or approved by the Commissioner, no such security shall be carried at above the call price for the entire issue during any period within which the security may be so called.

(2) No valuations under this section shall be inconsistent with any applicable valuation or method then currently formulated or approved by the National Association of Insurance Commissioners or its successor organization.

6. INVESTMENTS OF LIFE INSURERS

86. Scope of Subtitle.

Except for Section 87 which relates to investments of foreign and alien insurers; this subtitle applies to domestic life insurers.

87. Investments of Foreign Insurers.

The investment portfolio of a foreign or alien insurer shall be as permitted by the laws of its domicile but shall be of a quality substantially as high as that required under this subtitle for similar funds of like domestic insurers. Provided that the Commissioner may refuse to grant or renew a certificate of authority to any foreign or alien life insurer which has investments in any one person in excess of the limit provided in Section 92. AND, PROVIDED FUR-