

and amount sufficient to pay the principal of and interest on the bonds as and when due and until paid in full, such principal to be discharged within fifteen years of the date of issue of the bonds.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June 1, 1979.

Approved May 29, 1979.

CHAPTER 462

(Senate Bill 540)

AN ACT concerning

Life Insurance - Reserve Investments

FOR the purpose of clarifying that a certain investment value limit in real property is equity value; eliminating the requirement that certain real estate invested in by life insurance companies must be unencumbered; and correcting language.

BY repealing and reenacting, with amendments,

Article 48A - Insurance Code
Section 96(10) and (12)
Annotated Code of Maryland
(1972 Replacement Volume and 1978 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That section(s) of the Annotated Code of Maryland be repealed, amended, or enacted to read as follows:

Article 48A - Insurance Code

96.

Every domestic life insurer must have and continually keep to the extent of an amount equal to its entire reserves, as required by this article, invested in any combination of the following types of assets subject to the limit, if any, set forth with regard to each type or class of investment:

(10) [Unencumbered real] REAL estate for the office and business purposes only of [said] THE insurer, except as authorized by subsections (7) and (8); and also property for parking accommodations, with or without charge, primarily for the use of employees or customers of [said] THE insurer; provided, however, that the EQUITY value of all real estate