

IMPAIRED--INSURER,--AND--APPROVED--BY--THE--IMPAIRED--INSURER--AND
THE--COMMISSIONER,--THE--ASSOCIATION--MAY:

(1)--GUARANTEE--OR--REINSURE,--OR--CAUSE--TO--BE
GUARANTEED,--ASSUMED,--OR--REINSURED,--ANY--OR--ALL--OF--THE--COVERED
POLICIES--OF--THE--IMPAIRED--INSURERS;

(2)--PROVIDE---SUCH---MONEYS,---PLEDGES,---NOTES,
GUARANTEES,--OR--OTHER--MEANS--AS--ARE--PROPER--TO--EFFECTUATE
PARAGRAPH--(1),--AND--ASSURE--PAYMENT--OF--THE--CONTRACTUAL
OBLIGATIONS--OF--THE--IMPAIRED--INSURER--PENDING--ACTION--UNDER
PARAGRAPH--(1),--AND

(3)--LOAN--MONEY--TO--THE--IMPAIRED--INSURER.

(B)--IF--A--DOMESTIC--INSURER--IS--AN--INSOLVENT--INSURER,--THE
ASSOCIATION---SHALL,---SUBJECT---TO---THE---APPROVAL---OF---THE
COMMISSIONER:

(1)--GUARANTEE,--ASSUME,--OR--REINSURE,--OR--CAUSE--TO
BE--GUARANTEED,--ASSUMED,--OR--REINSURED--THE--COVERED--POLICIES--OF
THE--INSOLVENT--INSURER;

(2)--ASSURE----PAYMENT----OF----THE---CONTRACTUAL
OBLIGATIONS--OF--THE--INSOLVENT--INSURER,--AND

(3)--PROVIDE---SUCH---MONEYS,---PLEDGES,---NOTES,
GUARANTEES,--OR--OTHER--MEANS--AS--ARE--REASONABLY--NECESSARY--TO
DISCHARGE--THESE--DUTIES.

(C)--(1)--IF--A--FOREIGN--OR--ALIEN--INSURER--IS--AN--INSOLVENT
INSURER,--THE--ASSOCIATION,--SUBJECT--TO--THE--APPROVAL--OF--THE
COMMISSIONER,--SHALL:

(i)--GUARANTEE,--ASSUME,--OR--REINSURE---OR
CAUSE--TO--BE--GUARANTEED,--ASSUMED,--OR--REINSURED--THE--COVERED
POLICIES--OF--RESIDENTS;

(ii)--ASSURE--PAYMENT--OF--THE--CONTRACTUAL
OBLIGATIONS--OF--THE--INSOLVENT--INSURER--TO--RESIDENTS,--AND

(iii)--PROVIDE--SUCH--MONEYS,--PLEDGES,--NOTES,
GUARANTEES,--OR--OTHER--MEANS--AS--ARE--REASONABLY--NECESSARY--TO
DISCHARGE--THESE--DUTIES.

(2)--HOWEVER,--THIS--SUBSECTION--DOES--NOT--APPLY--IF
THE--COMMISSIONER--HAS--DETERMINED--THAT--THE--FOREIGN--OR--ALIEN
INSURER--IS--DOMICILIARY--JURISDICTION--OR--STATE--OF--ENTRY
PROVIDES,--BY--STATUTE,--PROTECTION--SUBSTANTIALLY--SIMILAR--TO
THAT--PROVIDED--BY--THIS--SUBTITLE--FOR--RESIDENTS--OF--THIS--STATE.

(D)--(1)--IN--CARRYING--OUT--ITS--DUTIES--UNDER--SUBSECTIONS
(B)--AND--(C)--PERMANENT--POLICY--LIENS,--OR--CONTRACT--LIENS--MAY--BE
IMPOSED--IN--CONNECTION--WITH--ANY--GUARANTEE,--ASSUMPTION,--OR
REINSURANCE--AGREEMENT,--IF--THE--COURT: