

TO CALCULATE RESERVES UNDER THIS SECTION, THE COMMISSIONER MAY USE GROUP METHODS AND APPROXIMATE AVERAGES FOR FRACTIONS OF A YEAR OR OTHERWISE.

(C) FOREIGN AND ALIEN INSURERS.

FOR A FOREIGN INSURER OR ALIEN INSURER, INSTEAD OF THE VALUATION OF RESERVES REQUIRED BY SUBSECTION (A) OF THIS SECTION, THE COMMISSIONER MAY ACCEPT A VALUATION MADE OR CAUSED TO BE MADE BY THE INSURANCE SUPERVISORY OFFICIAL OF ANOTHER STATE OR OTHER JURISDICTION IF:

(1) THE VALUATION COMPLIES WITH THE MINIMUM STANDARD UNDER THIS SUBTITLE; AND

(2) THE INSURANCE SUPERVISORY OFFICIAL OF THE OTHER STATE OR OTHER JURISDICTION ACCEPTS AS SUFFICIENT AND VALID FOR ALL LEGAL PURPOSES THE COMMISSIONER'S CERTIFICATE OF VALUATION IF THE COMMISSIONER'S CERTIFICATE STATES THAT THE VALUATION IS MADE IN A SPECIFIED MANNER BY WHICH THE AGGREGATE RESERVES ARE AT LEAST AS LARGE AS IF THEY HAD BEEN COMPUTED AS PRESCRIBED BY THE LAW OF THAT STATE OR JURISDICTION.

(D) ADOPTION OF LOWER STANDARD AFTER ADOPTION OF HIGHER STANDARD.

SUBJECT TO THE APPROVAL OF THE COMMISSIONER, AN INSURER THAT HAS ADOPTED A STANDARD OF VALUATION PRODUCING GREATER AGGREGATE RESERVES THAN THE AGGREGATE RESERVES CALCULATED UNDER THE MINIMUM STANDARD PROVIDED IN THIS SUBTITLE MAY ADOPT A LOWER STANDARD OF VALUATION IF IT IS NOT LOWER THAN THE MINIMUM STANDARD PROVIDED IN THIS SUBTITLE.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 48A, § 83(1).

In subsection (a)(1)(i) of this section, the former references to "reserve liabilities" and "net value", which were listed as synonymous with the term "reserves", are deleted. The term "reserves" is used consistently throughout this subtitle.

In subsection (a)(2) of this section, the reference to the "net level premium method or other" method is deleted as surplusage.

Defined terms: "Alien insurer" § 1-101

"Annuity contract" § 1-101

"Commissioner" § 1-101

"Foreign insurer" § 1-101

"Insurer" § 1-101

"Life insurance" § 1-101

"Life insurer" § 1-101

"Policy" § 1-101

"State" § 1-101