

(4) STOCKS, BONDS, OR OTHER SECURITIES ISSUED BY A CORPORATION, OTHER THAN AN INSURER, IF A MAJORITY OF THE STOCK HAVING VOTING POWERS OF THE ISSUING CORPORATION IS OWNED DIRECTLY OR INDIRECTLY BY OR FOR THE BENEFIT OF ONE OR MORE OFFICERS OR DIRECTORS OF THE INSURER; OR

(5) AN INVESTMENT THAT THE COMMISSIONER FINDS IS AGAINST PUBLIC POLICY OR DESIGNED TO EVADE A PROHIBITION OF THIS SECTION.

(B) INVESTMENT IN CORPORATION OWNED BY INSURER.

(1) AN INSURER MAY NOT DIRECTLY OR INDIRECTLY INVEST IN OR LEND ITS FUNDS ON SECURITY OF STOCKS, BONDS, OR OTHER SECURITIES ISSUED BY A CORPORATION, IF A MAJORITY OF THE OUTSTANDING STOCK OF THE CORPORATION, OR A MAJORITY OF THE STOCK HAVING VOTING POWERS OF THE CORPORATION, IS OR WILL BE AFTER THE ACQUISITION DIRECTLY OR INDIRECTLY OWNED:

(I) BY THE INSURER OR BY OR THROUGH ONE OR MORE OF THE INSURER'S OFFICERS OR DIRECTORS HOLDING THE STOCK FOR THE BENEFIT OF THE INSURER OR ITS STOCKHOLDERS;

(II) BY A PARENT CORPORATION OR SUBSIDIARY OF THE INSURER, THE PARENT CORPORATION, OR SUBSIDIARY OF THE PARENT CORPORATION; OR

(III) BY ANY COMBINATION OF THE INSURER, ITS PARENT CORPORATION, ITS SUBSIDIARIES, OR ITS STOCKHOLDERS.

(2) PARAGRAPH (1) OF THIS SUBSECTION DOES NOT PREVENT AN INVESTMENT IN:

(I) THE STOCK, BONDS, OR OTHER SECURITIES OF A CORPORATION ORGANIZED EXCLUSIVELY TO HOLD AND OPERATE REAL ESTATE ACQUIRED BY THE INSURER, IN ACCORDANCE WITH AND SUBJECT TO § 5-608 OF THIS SUBTITLE;

(II) THE STOCK OF ANOTHER INSURER; OR

(III) THE STOCKS, BONDS, OR OTHER SECURITIES OF A CORPORATION THAT IS ENGAGED EXCLUSIVELY IN A KIND OF BUSINESS PROPERLY INCIDENTAL TO THE INSURANCE BUSINESS OF THE INSURER, INCLUDING AN INVESTMENT IN THE SECURITIES OF A CORPORATION THAT IS ENGAGED IN THE FINANCING OF INSURANCE PREMIUMS OR IN ANOTHER INCIDENTAL BUSINESS AND IN THE BUSINESS OF HOLDING AND OPERATING REAL ESTATE.

(C) FOREIGN INVESTMENT.