

(1) cash or deposits in checking or savings accounts, under certificates of deposit, or in any other form in a national or State bank or trust company; or

(2) shares or deposits in a savings and loan association or building and loan association to the extent that the investment or account is insured by the Federal Deposit Insurance Corporation.

(d) (1) The reserve investments of a life insurer may include:

(i) interest bearing bonds, notes, certificates of indebtedness, bills, or other direct interest bearing obligations of the United States or Canada or other interest bearing obligations fully guaranteed both as to principal and interest by the United States or Canada;

(ii) interest bearing bonds of a state, a province of Canada, a county or incorporated city of a state, or a municipality of Canada;

(iii) interest bearing bonds of a commission, instrumentality, authority, or political subdivision with legal authority to issue interest bearing bonds, of the United States, Canada, a state, a province of Canada, a county or incorporated city of a state, or a municipality of Canada;

(iv) ~~interest bearing bonds, notes, or other interest bearing obligations of a corporation incorporated under the laws of the United States, Canada, a state, or a province of Canada~~ ~~OBLIGATIONS THAT ARE ISSUED, ASSUMED, GUARANTEED, OR INSURED BY ANY BUSINESS ENTITY THAT IS ORGANIZED UNDER THE LAWS OF THE UNITED STATES, ANOTHER STATE, CANADA, OR ANY STATE, DISTRICT, PROVINCE, OR TERRITORY OF CANADA; or;~~

(v) subject to paragraph (2) of this subsection, obligations of the African Development Bank, Asian Development Bank, Inter-American Development Bank, International Bank for Reconstruction and Development, or International Finance Corporation;

(VI) ASSET BACKED SECURITIES RATED INVESTMENT GRADE BY AT LEAST ONE OF THE NATIONALLY RECOGNIZED STATISTICAL RATING ORGANIZATIONS, AND WHICH EITHER TRADE ON A REGULATED NATIONALLY RECOGNIZED EXCHANGE OR ARE TRADED BY A MINIMUM OF TWO REGISTERED BROKER-DEALERS. TO THE EXTENT NECESSARY TO SATISFY THE RESERVE REQUIREMENTS OF THIS SUBTITLE, A LIFE INSURER MAY NOT HAVE MORE THAN:

1. 20% OF ITS TOTAL ADMITTED ASSETS IN ASSET BACKED SECURITIES;

2. 10% OF ITS TOTAL ADMITTED ASSETS IN ASSET BACKED SECURITIES REPRESENTING AN INTEREST IN ASSETS OR POOLS OF ASSETS OTHER THAN COMMERCIAL OR RESIDENTIAL MORTGAGES; AND

3. 3% OF ITS TOTAL ADMITTED ASSETS IN THE ASSET BACKED SECURITIES OF ANY ONE ISSUER; AND