

(1997 Volume and 2002 Supplement)

BY repealing and reenacting, without amendments,

Article - Insurance

Section 5-511(n)

Annotated Code of Maryland

(1997 Volume and 2002 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article - Insurance

4-115.

(c) (1) A domestic insurer, including a reciprocal insurer, fraternal benefit society, or nonprofit health service plan, with its home or executive office in the State shall keep in the State:

(i) its general ledger accounting records; and

(ii) [subject to subsection (d) of this section,] all of its assets except:

1. real property lawfully owned by the insurer and located outside of the State, personal property appurtenant to the real property, or mortgages on the real property;

2. property of the insurer that is customary and necessary to the operation of the insurer's branch offices outside of the State;

3. securities deposited in a jurisdiction outside of the State as a condition of authority to transact business in that jurisdiction or securities deposited in connection with obtaining surety bonds; [and

4. securities held for safekeeping by a bank or other institution that:

A. is approved by the Commissioner;

B. is located in the United States or Canada, or in any jurisdiction in which the insurer is licensed to do business; and

C. has a custodial agreement with the insurer approved by the Commissioner]

4. SECURITIES HELD EITHER BY THE INSURER OR IN COMPLIANCE WITH REGULATIONS ADOPTED BY THE COMMISSIONER; AND

5. TRANSACTIONS OR SECURITIES INVOLVED IN TRANSACTIONS AUTHORIZED BY § 5-511(N) AND (O) OF THIS ARTICLE OR ANY OTHER TRANSACTIONS OR SECURITIES INVOLVED IN TRANSACTIONS EXEMPTED BY THE COMMISSIONER FROM THIS PARAGRAPH.