

RESERVES, NET OF REINSURANCE, AND OTHER OBLIGATIONS UNDER THE CONTRACTS ON LIVES OR RISKS RESIDENT OR LOCATED IN THE FOREIGN JURISDICTION.

(F) (1) INVESTMENTS ACQUIRED UNDER THIS SECTION SHALL BE AGGREGATED WITH INVESTMENTS OF THE SAME TYPE MADE UNDER ALL OTHER PROVISIONS OF THIS SUBTITLE, AND IN A SIMILAR MANNER, FOR PURPOSES OF DETERMINING COMPLIANCE WITH THE LIMITATIONS, IF ANY, CONTAINED IN THE OTHER PROVISIONS OF THIS SUBTITLE.

(2) INVESTMENTS IN OBLIGATIONS OF FOREIGN GOVERNMENTS, THEIR POLITICAL SUBDIVISIONS, AND GOVERNMENT SPONSORED ENTERPRISES, EXCEPT FOR THOSE EXEMPTED UNDER SUBSECTIONS (D) AND (E) OF THIS SECTION, ARE SUBJECT TO THE LIMITATIONS OF § 5-511 OF THIS SUBTITLE.

~~[(b)] (G) (1) Subject to [subsection (c) of this section] PARAGRAPH (2) OF THIS SUBSECTION, a life insurer that is authorized to do business in a foreign country or that has outstanding insurance contracts or reinsurance contracts on risks located in a foreign country may invest in assets, or otherwise acquire a loan on securities and investments, in the foreign country that are substantially of the same kind, class, and quality as those assets eligible for investment under this subtitle.~~

~~[(c)] (2) The aggregate amount of the investments made under [subsection (b) of this section] PARAGRAPH (1) OF THIS SUBSECTION and of the currency of the foreign country held by the life insurer may not exceed 150% of the greater of:~~

~~[(1)] (i) the amount of the reserves of the life insurer and other obligations under any outstanding insurance contracts or reinsurance contracts; and~~

~~[(2)] (ii) the amount that the life insurer is required by law to invest in that country.~~

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 1998.

Approved May 21, 1998.

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## CHAPTER 651

(Senate Bill 766)

AN ACT concerning

### **Homeowner's Insurance and Private Passenger Motor Vehicle Insurance - Underwriting Standards for Cancellation, Underwriting, and Nonrenewal**

FOR the purpose of ~~altering certain underwriting standards by which an insurer may not cancel or refuse to renew or underwrite risks with respect to homeowner's insurance and private passenger motor vehicle insurance under certain circumstances; requiring the Maryland Insurance Commissioner to adopt~~