

THAT EFFECTIVELY INSULATES THE INVESTMENT CASH FLOWS AGAINST FUTURE CHANGES IN CURRENCY EXCHANGE RATES DURING THE PERIOD THE CONTRACT OR CONTRACTS ARE IN EFFECT.

(D) (1) IN ADDITION TO INVESTMENTS ALLOWED UNDER SUBSECTIONS (B) AND (C) OF THIS SECTION, A LIFE INSURER THAT IS AUTHORIZED TO DO BUSINESS IN A FOREIGN JURISDICTION, AND THAT HAS OUTSTANDING INSURANCE, ANNUITY, OR REINSURANCE CONTRACTS ON LIVES OR RISKS RESIDENT OR LOCATED IN THAT FOREIGN JURISDICTION AND DENOMINATED IN THE FOREIGN CURRENCY OF THAT JURISDICTION, MAY ACQUIRE FOREIGN INVESTMENTS WITH RESPECT TO THAT FOREIGN JURISDICTION, AND MAY ACQUIRE INVESTMENTS DENOMINATED IN THE CURRENCY OF THAT JURISDICTION, SUBJECT TO THE LIMITATIONS OF § 5-511 OF THIS SUBTITLE.

(2) NOTWITHSTANDING PARAGRAPH (1) OF THIS SUBSECTION, INVESTMENTS MADE UNDER THIS SUBSECTION IN OBLIGATIONS OF FOREIGN GOVERNMENTS, THEIR POLITICAL SUBDIVISIONS, AND GOVERNMENT SPONSORED ENTERPRISES ARE NOT SUBJECT TO THE LIMITATIONS OF § 5-511 OF THIS SUBTITLE IF THOSE INVESTMENTS CARRY ~~AN SVO RATING OF 1 OR 2~~ A RATING OF INVESTMENT GRADE OR HIGHER BY A NATIONALLY RECOGNIZED STATISTICAL RATING ORGANIZATION.

(3) THE AGGREGATE AMOUNT OF INVESTMENTS ACQUIRED BY THE LIFE INSURER UNDER THIS SUBSECTION MAY NOT EXCEED THE GREATER OF:

(I) THE AMOUNT THAT THE LIFE INSURER IS REQUIRED BY THE LAW OF THE FOREIGN JURISDICTION TO INVEST IN THE FOREIGN JURISDICTION; AND

(II) 115% OF THE AMOUNT OF ITS RESERVES, NET OF REINSURANCE, AND OTHER OBLIGATIONS UNDER THE CONTRACTS ON LIVES OR RISKS RESIDENT OR LOCATED IN THE FOREIGN JURISDICTION.

(E) (1) IN ADDITION TO INVESTMENTS ALLOWED UNDER SUBSECTIONS (B) AND (C) OF THIS SECTION, A LIFE INSURER THAT IS NOT AUTHORIZED TO DO BUSINESS IN A FOREIGN JURISDICTION, BUT WHICH HAS OUTSTANDING INSURANCE, ANNUITY, OR REINSURANCE CONTRACTS ON LIVES OR RISKS RESIDENT OR LOCATED IN THAT FOREIGN JURISDICTION AND DENOMINATED IN THE FOREIGN CURRENCY OF THAT JURISDICTION, MAY ACQUIRE FOREIGN INVESTMENTS WITH RESPECT TO THAT FOREIGN JURISDICTION, AND MAY ACQUIRE INVESTMENTS DENOMINATED IN THE CURRENCY OF THAT JURISDICTION, SUBJECT TO THE LIMITATIONS OF § 5-511 OF THIS SUBTITLE.

(2) NOTWITHSTANDING PARAGRAPH (1) OF THIS SUBSECTION, INVESTMENTS MADE UNDER THIS SUBSECTION IN OBLIGATIONS OF FOREIGN GOVERNMENTS, THEIR POLITICAL SUBDIVISIONS, AND GOVERNMENT SPONSORED ENTERPRISES ARE NOT SUBJECT TO THE LIMITATIONS OF § 5-511 OF THIS SUBTITLE IF THOSE INVESTMENTS CARRY ~~AN SVO RATING OF 1 OR 2~~ A RATING OF INVESTMENT GRADE OR HIGHER BY A NATIONALLY RECOGNIZED STATISTICAL RATING ORGANIZATION.