

INVESTMENTS IN MEDIUM AND LOWER GRADE OBLIGATIONS MODEL REGULATION

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Section 1. Short Title

This may be cited as the Investments in Medium Grade and Lower Grade Obligations Regulation.
invest; and

- B. To implement section [insert section of the insurance law by regulating the acts and practices and concentration of investments in medium grade and lower grade obligations

Section 3. Preamble

- A. The insurance d

- G. The board of directors of a domestic insurance company that acquires or invests, directly or indirectly, more than two percent (2%) of its admitted assets in medium grade and lower grade obligations of an institution, shall adopt a written plan for the making of such investments. The plan, in addition to guidelines with respect to the quality of the issues invested in, shall contain diversification standards including, but not limited to, standards for issuer, industry, duration, liquidity and geographic location.

Section 6. Effective Date

This regulation shall take effect on [insert date].

Chronological Summary of Action (all references are to the Proceedings of the NAIC).

1991 Proc. II 25, 57, 327-328, 329-331 (adopted).