

NAIC BLANKS (E) WORKING GROUP

Blanks Agenda Item Submission Form

DATE: _____ CONTACT PERSON: _____ TELEPHONE: _____ EMAIL ADDRESS: _____ ON BEHALF OF: <u>Investment Reporting (E) Subgroup</u> NAME: <u>Jamie Walker</u> TITLE: <u>Assistant Deputy Commissioner</u> AFFILIATION: <u>Texas Department of Insurance</u> ADDRESS: <u>333 Guadalupe St</u> <u>Austin, TX 78701</u>	FOR NAIC USE ONLY	
	Agenda Item # _____ Year <u>2018</u> Changes to Existing Reporting [X] New Reporting Requirement []	
	REVIEWED FOR ACCOUNTING PRACTICES AND PROCEDURES IMPACT	
	No Impact [X] Modifies Required Disclosure []	
	DISPOSITION	

BLANK(S) TO WHICH PROPOSAL APPLIES

- | | | |
|--|---|--|
| <input checked="" type="checkbox"/> ANNUAL STATEMENT | <input type="checkbox"/> QUARTERLY STATEMENT | |
| <input checked="" type="checkbox"/> INSTRUCTIONS | <input type="checkbox"/> CROSSCHECKS | <input type="checkbox"/> BLANK |
| <input checked="" type="checkbox"/> Life and Accident & Health | <input checked="" type="checkbox"/> Property/Casualty | <input checked="" type="checkbox"/> Health |
| <input type="checkbox"/> Separate Accounts | <input checked="" type="checkbox"/> Fraternal | <input checked="" type="checkbox"/> Title |
| <input type="checkbox"/> Other Specify | | |

Anticipated Effective Date: Annual 2018

IDENTIFICATION OF ITEM(S) TO CHANGE

Add the definition of Supranational to the Supplemental Investment Risks Interrogatories section of the Annual Statement Instructions.

REASON, JUSTIFICATION FOR AND/OR BENEFIT OF CHANGE**

The purpose of this proposal is clarify what Supranationals are by adding a definition to the Annual Statement Instructions

NAIC STAFF COMMENTS

Comment on Effective Reporting Date: _____

Other Comments:

** This section must be completed on all forms.

Revised 6/13/2009

ANNUAL STATEMENT INSTRUCTIONS – LIFE, HEALTH, PROPERTY, FRATERNAL, TITLE, AND SEPARATE ACCOUNTS

SUPPLEMENTAL INVESTMENT RISKS INTERROGATORIES



Detail Eliminated To Conserve Space

The following definitions apply to interrogatories 4 through 10, unless otherwise defined by state statute.

- Foreign investment:** An investment in a foreign jurisdiction, or an investment in a person, real estate or asset domiciled in a foreign jurisdiction. An investment shall not be deemed to be foreign if the issuing person, qualified primary credit source or qualified guarantor is a domestic jurisdiction or a person domiciled in a domestic jurisdiction, unless:
- (a) The issuing person is a shell business entity; and
 - (b) The investment is not assumed, accepted, guaranteed or insured or otherwise backed by a domestic jurisdiction or a person, that is not a shell business entity, domiciled in a domestic jurisdiction.
- Domestic jurisdiction:** The United States, Canada, any state, any province of Canada or any political subdivision of any of the foregoing.
- Foreign jurisdiction:** A jurisdiction other than a domestic jurisdiction.
- Shell business entity:** A business entity having no economic substance, except as a vehicle for owning interests in assets issued, owned or previously owned by a person domiciled in a foreign jurisdiction.
- Qualified guarantor:** A guarantor against which a reporting entity has a direct claim for full and timely payment, evidenced by a contractual right for which an enforcement action can be brought in a domestic jurisdiction.
- Qualified primary credit source:** The credit source to which a reporting entity looks for payment as to an investment and against which a reporting entity has a direct claim for full and timely payment, evidenced by a contractual right for which an enforcement action can be brought in a domestic jurisdiction.
- Supranational:** Entities with more than one sovereign government as a member



Detail Eliminated To Conserve Space