

NAIC BLANKS (E) WORKING GROUP

Blanks Agenda Item Submission Form

<p style="text-align: right;">DATE: <u>08/19/2013</u></p> <p>CONTACT PERSON: _____</p> <p>TELEPHONE: _____</p> <p>EMAIL ADDRESS: _____</p> <p>ON BEHALF OF: _____</p> <p>NAME: <u>Dale Bruggeman</u></p> <p>TITLE: <u>Chair SAPWG</u></p> <p>AFFILIATION: <u>Ohio Department of Insurance</u></p> <p>ADDRESS: <u>50W. Town St., 3rd Fl., Ste. 300</u> <u>Columbus, OH 43215</u></p>	<p style="text-align: center;">FOR NAIC USE ONLY</p> <p>Agenda Item # <u>2013-23BWG MOD</u></p> <p>Year <u>2014</u></p> <p>Changes to Existing Reporting [X]</p> <p>New Reporting Requirement []</p> <hr/> <p style="text-align: center;">REVIEWED FOR ACCOUNTING PRACTICES AND PROCEDURES IMPACT</p> <p>No Impact [X]</p> <p>Modifies Required Disclosure []</p> <hr/> <p style="text-align: center;">DISPOSITION</p> <p>[] Rejected For Public Comment</p> <p>[] Referred To Another NAIC Group</p> <p>[] Received For Public Comment</p> <p>[X] Adopted Date <u>10/15/2013</u></p> <p>[] Rejected Date _____</p> <p>[] Deferred Date _____</p> <p>[] Other (Specify) _____</p>
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BLANK(S) TO WHICH PROPOSAL APPLIES

- | | | |
|--|---|--|
| <input checked="" type="checkbox"/> ANNUAL STATEMENT | <input checked="" 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: 1st Quarter 2014

IDENTIFICATION OF ITEM(S) TO CHANGE

Add two codes to the Investment General instructions for Federal Home Loan Bank (FHLB) investments. Modify the instructions and illustration for Note 5H. Modify the existing instructions and replace the existing illustrations for Note 11B.

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

The purpose of this disclosure is to modify the instructions and blank to comply with changes to SSAP No. 1, Disclosure of Accounting Policies, Risks & Uncertainties, and Other Disclosures: SSAP No. 15, Debt and Holding Company Obligations; and SSAP No. 52, Deposit-Type Contracts.

NAIC STAFF COMMENTS

Comment on Effective Reporting Date: _____

Other Comments:

Proposal being done simultaneously with SSAP changes.

** This section must be completed on all forms.

Revised 6/13/2009

INVESTMENT SCHEDULES GENERAL INSTRUCTIONS
(Applies to all investment schedules)



Detail Eliminated To Conserve Space

For the columns that disclose information regarding investments that are not under the exclusive control of the reporting entity, and also including assets loaned to others, the following codes should be used:

- LS – loaned or leased to others
- RA – subject to repurchase agreement
- RR – subject to reverse repurchase agreement
- DR – subject to dollar repurchase agreement
- DRR – subject to dollar reverse repurchase agreement
- C – pledged as collateral – excluding collateral pledged to FHLB
- CF – pledged as collateral to FHLB (including assets backing funding agreements)
- DB – placed under an option agreement
- DBP – placed under an option agreement involving “asset transfers with put options”
- R – letter stock or otherwise restricted as to sale – excluding FHLB capital stock
(Note: Private placements are not to be included unless specific restrictions as to sale are included as part of the security agreement)
- RF – FHLB capital stock
- SD – placed on deposit with state or other regulatory body
- M – not under the exclusive control of the reporting entity for multiple reasons
- O – other



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NOTES TO FINANCIAL STATEMENTS



5. Investments

Instruction:



H. Restricted Assets

(1) Restricted Assets (Including Pledged)

Disclose the amount and nature of any assets pledged to others as collateral or otherwise restricted (e.g., not under the exclusive control, assets subject to a put option contract, etc.) by the reporting entity. Provide the gross amount of restricted assets (total general account, general account assets supporting separate account activity, total separate account, separate account assets supporting general account activity and sum of the general account and the separate account for current year, prior year and the change between years), the total admitted of restricted assets and the percentage the restricted asset amount (gross and admitted) is of the reporting entity's total assets amount reported on Line 28 of the asset page (gross and admitted respectively) by the following categories;

- a. Subject to contractual obligation for which liability is not shown
- b. Collateral held under security lending agreements
- c. Subject to repurchase agreements
- d. Subject to reverse repurchase agreements
- e. Subject to dollar repurchase agreements
- f. Subject to dollar reverse repurchase agreements
- g. Placed under option contracts

h. Letter stock or securities restricted as to sale – excluding FHLB capital stock

i. FHLB capital stock

ij. On deposit with states

jk. On deposit with other regulatory bodies

l. Pledged collateral to FHLB (including assets backing funding agreements)

~~km~~. Pledged as collateral not captured in other categories

~~ln~~. Other restricted assets

~~mo~~. Total Restricted Assets

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Illustration:

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H. Restricted Assets

THIS EXACT FORMAT MUST BE USED IN THE PREPARATION OF THIS NOTE FOR THE TABLE BELOW. REPORTING ENTITIES ARE NOT PRECLUDED FROM PROVIDING CLARIFYING DISCLOSURE BEFORE OR AFTER THIS ILLUSTRATION.

(1) Restricted Assets (Including Pledged)

Restricted Asset Category	Gross Restricted							8 Total Current Year Admitted Restricted	Percentage	
	Current Year					6 Total From Prior Year	7 Increase/ (Decrease) (5 minus 6)		9 Gross Restricted to Total Assets	10 Admitted Restricted to Total Admitted Assets
	1 Total General Account (G/A)	2 G/A Supporting S/A Activity (a)	3 Total Separate Account (S/A) Restricted Assets	4 S/A Assets Supporting G/A Activity (b)	5 Total (1 plus 3)					
a. Subject to contractual obligation for which liability is not shown	\$	\$	\$	\$	\$	\$	\$ % %	
b. Collateral held under security lending agreements	
c. Subject to repurchase agreements	
d. Subject to reverse repurchase agreements	
e. Subject to dollar repurchase agreements	
f. Subject to dollar reverse repurchase agreements	
g. Placed under option contracts	
h. Letter stock or securities restricted as to sale <u> </u> excluding FHLB capital stock	
i. FHLB capital stock	
jj. On deposit with states	
kk. On deposit with other regulatory bodies	
ll. Pledged as collateral to FHLB (including assets backing funding agreements)	
mm. Pledged as collateral not captured in other categories	
nn. Other restricted assets	
oo. Total Restricted Assets	\$	\$	\$	\$	\$	\$	\$ % %	

(a) Subset of column 1
(b) Subset of column 3

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11. Debt

Instruction:

Detail Eliminated To Conserve Space

- B. For FHLB (Federal Home Loan Bank) agreements ~~structured as debt~~, the following information shall be disclosed for the general account, separate account and the total of the general and separate accounts for the current and prior year (for FHLB agreements structured as funding see Note 32). The information in the disclosures shall be presented gross even if a right to offset per SSAP No. 64, Offsetting and Netting of Assets and Liabilities, exists):
- (1) General description with information on the nature of the agreement, type of ~~funding~~ borrowing (advances, lines of credit, borrowed money, etc.), and ~~intended~~ use of the funding.
 - (2) ~~FHLB Capital Stock~~ Amount of FHLB stock purchased/owned as part of the agreement.
 - a. Amount of FHLB capital stock held, in aggregate, and classified as follows:
 - Membership stock (separated by Class A and Class B);
 - Activity Stock;
 - Excess Stock; and

The actual or estimated maximum borrowing capacity as determined by the insurer

Also provide a description of how the borrowing capacity was determined.
 - b. For membership stock (Class A and B), report the amount of FHLB capital stock eligible for redemption (for FHLB membership stock to be eligible for redemption, written notification must have been provided to the FHLB prior to the reporting date) and the anticipated timeframe for redemption showing:
 - Total Current Year
 - Not Eligible for Redemption
 - Less than 6 months,
 - 6 months to 1 year,
 - 1 year to 3 years, and
 - 3 to 5 years.
 - (3) ~~Collateral Pledged to FHLB~~ Amount of collateral pledged to the FHLB.
 - a. Amount (fair value and carrying value) of collateral pledged to the FHLB as of the reporting date and total aggregate borrowing.
 - b. Maximum amount of collateral (fair value and carrying amount) pledged to the FHLB at any time during the current reporting period and amount borrowed at time of maximum collateral. (Maximum shall be determined on the basis of carrying value, but with fair amount also reported)

- (4) ~~Borrowing from FHLB Total borrowing capacity currently available to the reporting entity.~~
- a. ~~Aggregate amount of borrowings from the FHLB, reflecting compilation of all advances, loans, funding agreements, repurchase agreements, securities lending, etc., outstanding with the FHLB, and classify whether the borrowing is in substance:~~
- ~~• Debt (SSAP No. 15, Debt and Holding Company Obligations),~~
 - ~~• A funding agreement (SSAP No. 52, Deposit-Type Contracts), or~~
 - ~~• Other.~~
- ~~Also show the aggregate total.~~
- ~~For funding agreements, report the total reserves established.~~
- b. ~~Report the maximum amount of aggregate borrowings from an FHLB at any time during the current reporting period for:~~
- ~~• Debt (SSAP No. 15, Debt and Holding Company Obligations),~~
 - ~~• A funding agreement (SSAP No. 52, Deposit-Type Contracts),~~
 - ~~• Other. and~~
 - ~~• Aggregate Total~~
- c. ~~Disclose whether current borrowings are subject to prepayment penalties for:~~
- ~~• Debt (SSAP No. 15, Debt and Holding Company Obligations),~~
 - ~~• A funding agreement (SSAP No. 52, Deposit-Type Contracts), or~~
 - ~~• Other.~~
- (5) ~~Whether FHLB funding agreements assets and liabilities are classified within the general account or in a separate account, the elements that support this classification, and the amounts in each category (i.e., general or separate account).~~

~~(See INT 08-08, Balance Sheet Presentation of Funding Agreements Issued to a Federal Home Loan Bank)~~

Illustration:

Detail Eliminated To Conserve Space

THIS EXACT FORMAT MUST BE USED IN THE PREPARATION OF THIS NOTE FOR THE TABLE (LINES 2 THROUGH 54) BELOW. REPORTING ENTITIES ARE NOT PRECLUDED FROM PROVIDING CLARIFYING DISCLOSURE BEFORE OR AFTER THIS ILLUSTRATION.

B. FHLB (Federal Home Loan Bank) Agreements

(1) The Company is a member of the Federal Home Loan Bank (FHLB) of _____ . Through its membership, the Company has conducted business activity (borrowings) with the FHLB. It is part of the Company’s strategy to utilize these funds as _____ . (for example - backup liquidity, to increase profitability, as tactical funding, and/or to improve spread lending liquidity.) The company has determined the actual/estimated maximum borrowing capacity as \$ _____. The company calculated this amount in accordance with _____ (e.g., current FHLB capital stock, limitations in the FHLB capital plan, current and potential acquisitions of FHLB capital stock, etc.). The Company is a member of the Federal Home Loan Bank (FHLB) of _____ . Through its membership, the Company has issued debt to the FHLB _____ in exchange for cash advances in the amount of \$ _____ . It is part of the Company’s strategy to utilize these funds for operations, and any funds obtained from the FHLB _____ for use in general operations would be accounted for consistent with SSAP No. 15, Debt and Holding Company Obligations as borrowed money. The table below indicates the amount of FHLB _____ stock purchased, collateral pledged, assets and liabilities related to the agreement with FHLB _____ .

(2) FHLB Capital Stock

a. Aggregate Totals

1. Current Year

	<u>1</u> Total 2+3	<u>2</u> General Account	<u>3</u> Separate Account
<u>Membership Stock – Class A</u>			
<u>Membership Stock – Class B:</u>			
<u>Activity Stock</u>			
<u>Excess Stock</u>			
<u>Aggregate Total</u>			
<u>Actual or estimated Borrowing Capacity as Determined by the Insurer</u>		XXX	XXX

2. Prior Year-end

	<u>1</u> Total 2+3	<u>2</u> General Account	<u>3</u> Separate Account
<u>Membership Stock – Class A</u>			
<u>Membership Stock – Class B:</u>			
<u>Activity Stock</u>			
<u>Excess Stock</u>			
<u>Aggregate Total</u>			
<u>Actual or estimated Borrowing Capacity as Determined by the Insurer</u>		XXX	XXX

b. Membership Stock (Class A and B) Eligible for Redemption

	<u>Current Year</u> Total	<u>Not Eligible</u> for Redemption	<u>Less Than 6</u> Months	<u>6 months</u> to <u>Less Than</u> 1 year	<u>1 to Less Than</u> 3 Years	<u>3 to 5 Years</u>
<u>Membership Stock</u>						
<u>Class A</u>						
<u>Class B:</u>						

(3) Collateral Pledged to FHLB

a Amount Pledged as of Reporting Date

1. Current Year Total General and Separate Accounts

	<u>Fair Value</u>	<u>Carrying Value</u>	<u>Aggregate Total Borrowing</u>
<u>Total Collateral Pledged</u>			
<u>Aggregate Total Borrowing</u>	xxxxxx		

2. Current Year General Account

	<u>Fair Value</u>	<u>Carrying Value</u>	<u>Aggregate Total Borrowing</u>
<u>Total Collateral Pledged</u>			
<u>Aggregate Total Borrowing</u>	xxxxxx		

3. Current Year Separate Account

	<u>Fair Value</u>	<u>Carrying Value</u>	<u>Aggregate Total Borrowing</u>
<u>Total Collateral Pledged</u>			
<u>Aggregate Total Borrowing</u>	xxxxxx		

4. Prior Year-end Total General and Separate Accounts

	<u>Fair Value</u>	<u>Carrying Value</u>	<u>Aggregate Total Borrowing</u>
<u>Total Collateral Pledged</u>			
<u>Aggregate Total Borrowing</u>	xxxxxx		

b. Maximum Amount Pledged During Reporting Period.

1. Current Year Total General and Separate Accounts

	<u>Fair Value</u>	<u>Carrying Value</u>	<u>Amount Borrowed at Time of Maximum Collateral</u>
<u>Maximum Collateral Pledged</u>			
<u>Amount Borrowed at Time of Maximum Collateral</u>	xxxxxx		

2. Current Year General Account

	<u>Fair Value</u>	<u>Carrying Value</u>	<u>Amount Borrowed at Time of Maximum Collateral</u>
<u>Maximum Collateral Pledged</u>			
<u>Amount Borrowed at Time of Maximum Collateral</u>	xxxxxx		

3. Current Year Separate Account

	<u>Fair Value</u>	<u>Carrying Value</u>	<u>Amount Borrowed at Time of Maximum Collateral</u>
<u>Maximum Collateral Pledged</u>			
<u>Amount Borrowed at Time of Maximum Collateral</u>	xxxxxx		

4. Prior Year-end Total General and Separate Accounts

	<u>Fair Value</u>	<u>Carrying Value</u>	<u>Amount Borrowed at Time of Maximum Collateral</u>
<u>Maximum Collateral Pledged</u>			
<u>Amount Borrowed at Time of Maximum Collateral</u>	xxxxxx		

(4) Borrowing from FHLB

a. Amount As of the Reporting Date

1. Current Year

	<u>1</u> <u>Total</u> <u>2+3</u>	<u>2</u> <u>General</u> <u>Account</u>	<u>3</u> <u>Separate</u> <u>Account</u>	<u>4</u> <u>Funding Agreements</u> <u>Reserves Established</u>
<u>Debt</u>				<u>XXXXXX</u>
<u>Funding Agreements</u>				
<u>Other</u>				<u>XXXXXX</u>
<u>Aggregate Total</u>				

2. Prior Year-end

	<u>1</u> <u>Total</u> <u>2+3</u>	<u>2</u> <u>General</u> <u>Account</u>	<u>3</u> <u>Separate</u> <u>Account</u>	<u>4</u> <u>Funding Agreements</u> <u>Reserves Established</u>
<u>Debt</u>				<u>XXXXXX</u>
<u>Funding Agreements</u>				
<u>Other</u>				<u>XXXXXX</u>
<u>Aggregate Total</u>				

b. Maximum Amount During Reporting Period (Current Year)

	<u>1</u> <u>Total</u> <u>2+3</u>	<u>2</u> <u>General</u> <u>Account</u>	<u>3</u> <u>Separate</u> <u>Account</u>
<u>Debt</u>			
<u>Funding Agreements</u>			
<u>Other</u>			
<u>Aggregate Total</u>			

c. FHLB – Prepayment Obligations

	<u>Does the company have</u> <u>prepayment obligations under the</u> <u>following arrangements (yes/no)?</u>
<u>Debt</u>	
<u>Funding Agreements</u>	
<u>Other</u>	

	<u>Current Year</u>	<u>Prior Year</u>
(2) <u>FHLB stock purchased/owned as part of the agreement</u>	\$ _____	\$ _____
(3) <u>Collateral pledged to the FHLB</u>	_____	_____
(4) <u>Borrowing capacity currently available</u>	_____	_____
(5) <u>Agreement assets and liabilities</u>		
<u>General Account:</u>		
a. <u>Assets</u>	_____	_____
b. <u>Liabilities</u>	_____	_____
<u>Separate Account:</u>		
c. <u>Assets</u>	_____	_____
d. <u>Liabilities</u>	_____	_____

=====**Detail Eliminated To Conserve Space**=====

ANNUAL STATEMENT INSTRUCTIONS – LIFE & FRATERNAL

32. Analysis of Annuity Actuarial Reserves and Deposit Type Liabilities by Withdrawal Characteristics

Instruction:



Detail Eliminated To Conserve Space

G. For FHLB (Federal Home Loan Bank) agreements structured as funding, the following information shall be disclosed for the current and prior year (for FHLB agreements structured as debt, see Note 11):

- ~~(1) General description with information on the nature of the agreement, type of funding (advances, lines of credit, borrowed money, etc.), and intended use of the funding.~~
- ~~(2) Amount of FHLB stock purchased/owned as part of the agreement.~~
- ~~(3) Amount of collateral pledged to the FHLB.~~
- ~~(4) Total funding capacity currently available to the reporting entity.~~
- ~~(5) Total reserves related to FHLB funding agreements.~~
- ~~(6) Whether FHLB funding agreements assets and liabilities are classified within the general account or in a separate account; the elements that support this classification and the amounts in each category (i.e., general or separate account).~~

~~(See INT 08-08, Balance Sheet Presentation of Funding Agreements Issued to a Federal Home Loan Bank.)~~

Illustration:



Detail Eliminated To Conserve Space

~~THIS EXACT FORMAT MUST BE USED IN THE PREPARATION OF THIS NOTE FOR THE TABLE (LINES 2 THROUGH 6 AND DOES NOT INCLUDE NARRATIVE FOR LINE 1) BELOW. REPORTING ENTITIES ARE NOT PRECLUDED FROM PROVIDING CLARIFYING DISCLOSURE BEFORE OR AFTER THIS ILLUSTRATION.~~

G. FHLB (Federal Home Loan Bank) Agreements

- ~~1. The Company is a member of the Federal Home Loan Bank (FHLB) of _____. Through its membership, the Company has issued funding agreements to the FHLB _____ in exchange for cash advances in the amount of \$_____. The Company uses these funds in an investment spread strategy, consistent with its other investment spread operations. As such, the Company applies SSAP No. 52 accounting treatment to these funds, consistent with its other deposit type contracts. It is not part of the Company's strategy to utilize these funds for operations, and any funds obtained from the FHLB _____ for use in general operations would be accounted for consistent with SSAP No. 15 as borrowed money. The table below indicates the amount of FHLB _____ stock purchased, collateral pledged, assets and liabilities related to the agreement with FHLB _____.~~

	Current Year	Prior Year
(2) FHLB stock purchased/owned as part of the agreement	\$ _____	\$ _____
(3) Collateral pledged to the FHLB	_____	_____
(4) Funding capacity currently available	_____	_____
(5) Total reserves related to funding agreement	_____	_____
(6) Agreement assets and liabilities		
General Account:		
a. Assets	_____	_____
b. Liabilities	_____	_____
Separate Account:		
e. Assets	_____	_____
d. Liabilities	_____	_____

ANNUAL STATEMENT INSTRUCTIONS – LIFE, HEALTH, PROPERTY, FRATERNAL & TITLE

GENERAL INTERROGATORIES

PART 1 – COMMON INTERROGATORIES



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- 25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03). Yes [] No []
- 25.2 If yes, state the amount thereof at December 31 of the current year:
- | | | | |
|-----------|---|----|-------|
| 25.21 | Subject to repurchase agreements | \$ | _____ |
| 25.22 | Subject to reverse repurchase agreements | \$ | _____ |
| 25.23 | Subject to dollar repurchase agreements | \$ | _____ |
| 25.24 | Subject to reverse dollar repurchase agreements | \$ | _____ |
| 25.25 | Pledged as collateral – excluding collateral pledged to an FHLB | \$ | _____ |
| 25.26 | Pledged as collateral to FHLB (including asstes backing funding agreements) | \$ | _____ |
| 25.262725 | Placed under option agreements | \$ | _____ |
| 25.272826 | Letter stock or securities restricted as to sale – excluding FHLB Capital Stock | \$ | _____ |
| 25.2927 | FHLB Capital Stock | \$ | _____ |
| 25.283028 | On deposit with states or other regulatory body | \$ | _____ |
| 25.29 | On deposit with other regulatory bodies | \$ | _____ |
| 25.30 | Pledged as collateral – excluding collateral pledged to an FHLB | \$ | _____ |
| 25.31 | Pledged as collateral to FHLB (including asstes backing funding agreements) | \$ | _____ |
| 25.293132 | Other | \$ | _____ |



Detail Eliminated To Conserve Space

NOTES TO FINANCIAL STATEMENTS

The interim financial information shall include disclosures sufficient to make the information presented not misleading. It may be presumed that the users of the interim financial information have read or have access to the annual statement for the preceding period and that the adequacy of additional disclosure needed for a fair presentation, except in regard to material contingencies, may be determined in that context. Accordingly, footnote disclosure that would substantially duplicate the disclosure contained in the most recent annual statement or audited financial statements, such as a statement of significant accounting policies and practices, details of accounts that have not changed significantly in amount or composition since the end of the most recently completed fiscal year, may be omitted but the footnote number and annotation such as “no change” should be included. However, provide disclosure for annual Note 1A, 5D, 5E(3)b, 11B, 12A(6), 17B(2)b, 17B(4)a, 17B(4)b, 17C, 20 and 25 in all quarters; and all other Notes where events subsequent to the end of the most recent fiscal year have occurred that have a material impact on the reporting entity. Disclosures shall encompass, for example, significant changes since the end of the period reported on the last annual statement in such items as statutory accounting principles and practices; estimates inherent in the preparation of financial statements; status of long term contracts; capitalization including significant new borrowings or modifications of existing financial arrangements; and the reporting entity resulting from business combinations or dispositions. Notwithstanding the above, where material noninsurance contingencies exist, disclosure of such matters shall be provided even though a significant change since year-end may not have occurred. If the reporting entity has changed the accounting policies since the end of its preceding year, the changes shall be disclosed in the quarterly financial statements. Information should be reported for current year-to-date.

Drafting Note: Property also has the Note 36 required which is not shown above. This example is from the Life Instructions.



11. Debt

Instruction:

B. For FHLB (Federal Home Loan Bank) agreements, the following information shall be disclosed for the general account, separate account and the total of the general and separate accounts for the current and prior year (The information in the disclosures shall be presented gross even if a right to offset per SSAP No. 64, Offsetting and Netting of Assets and Liabilities, exists):

(1) General description with information on the nature of the agreement, type of borrowing (advances, lines of credit, borrowed money, etc.), and use of the funding.

(2) FHLB Capital Stock

a. Amount of FHLB capital stock held, in aggregate, and classified as follows:

- Membership stock (separated by Class A and Class B);
- Activity Stock;
- Excess Stock; and

The actual or estimated maximum borrowing capacity as determined by the insurer

Also provide a description of how the borrowing capacity was determined.

b. For membership stock (Class A and B), report the amount of FHLB capital stock eligible for redemption (for FHLB membership stock to be eligible for redemption, written notification must have been provided to the FHLB prior to the reporting date) and the anticipated timeframe for redemption showing:

- Total Current Year
- Not Eligible for Redemption
- Less than 6 months.
- 6 months to 1 year.
- 1 year to 3 years, and
- 3 to 5 years.

(3) Collateral Pledged to FHLB

a. Amount (fair value and carrying value) of collateral pledged to the FHLB as of the reporting date and total aggregate borrowing.

b. Maximum amount of collateral (fair value and carrying amount) pledged to the FHLB at any time during the current reporting period and amount borrowed at time of maximum collateral. (Maximum shall be determined on the basis of carrying value, but with fair amount also reported)

(4) Borrowing from FHLB

a. Aggregate amount of borrowings from the FHLB, reflecting compilation of all advances, loans, funding agreements, repurchase agreements, securities lending, etc., outstanding with the FHLB, and classify whether the borrowing is in substance:

- Debt (SSAP No. 15, Debt and Holding Company Obligations).
- A funding agreement (SSAP No. 52, Deposit-Type Contracts), or
- Other.

Also show the aggregate total.

For funding agreements, report the total reserves established.

b. Report the maximum amount of aggregate borrowings from an FHLB at any time during the current reporting period for:

- Debt (SSAP No. 15, Debt and Holding Company Obligations).
- A funding agreement (SSAP No. 52, Deposit-Type Contracts).
- Other, and
- Aggregate Total

c. Disclose whether current borrowings are subject to prepayment penalties for:

- Debt (SSAP No. 15, Debt and Holding Company Obligations),
- A funding agreement (SSAP No. 52, Deposit-Type Contracts), or
- Other.

Illustration:

B. FHLB (Federal Home Loan Bank) Agreements

(1) The Company is a member of the Federal Home Loan Bank (FHLB) of _____ . Through its membership, the Company has conducted business activity (borrowings) with the FHLB. It is part of the Company’s strategy to utilize these funds as _____ . (for example - backup liquidity, to increase profitability, as tactical funding, and/or to improve spread lending liquidity.) The company has determined the actual/estimated maximum borrowing capacity as \$ _____ . The company calculated this amount in accordance with _____ (e.g., current FHLB capital stock, limitations in the FHLB capital plan, current and potential acquisitions of FHLB capital stock, etc.).

(2) FHLB Capital Stock

a. Aggregate Totals

1. Current Year

	<u>1</u> Total 2+3	<u>2</u> General Account	<u>3</u> Separate Account
<u>Membership Stock – Class A</u>			
<u>Membership Stock – Class B:</u>			
<u>Activity Stock</u>			
<u>Excess Stock</u>			
<u>Aggregate Total</u>			
<u>Actual or estimated Borrowing Capacity as Determined by the Insurer</u>		<u>XXX</u>	<u>XXX</u>

2. Prior Year-end

	<u>1</u> Total 2+3	<u>2</u> General Account	<u>3</u> Separate Account
<u>Membership Stock – Class A</u>			
<u>Membership Stock – Class B:</u>			
<u>Activity Stock</u>			
<u>Excess Stock</u>			
<u>Aggregate Total</u>			
<u>Actual or estimated Borrowing Capacity as Determined by the Insurer</u>		<u>XXX</u>	<u>XXX</u>

b. Membership Stock (Class A and B) Eligible for Redemption

	<u>Current Year</u> Total	<u>Not Eligible</u> for Redemption	<u>Less Than 6</u> Months	<u>6 months</u> to <u>Less Than</u> <u>1 year</u>	<u>1 to Less Than</u> <u>3 Years</u>	<u>3 to 5 Years</u>
<u>Membership Stock</u>						
<u>Class A</u>						
<u>Class B:</u>						

(3) Collateral Pledged to FHLB

a. Amount Pledged as of Reporting Date

1. Current Year Total General and Separate Accounts

	Fair Value	Carrying Value	Aggregate Total Borrowing
Total Collateral Pledged			
Aggregate Total Borrowing	xxxxxx		

2. Current Year General Account

	Fair Value	Carrying Value	Aggregate Total Borrowing
Total Collateral Pledged			
Aggregate Total Borrowing	xxxxxx		

3. Current Year Separate Account

	Fair Value	Carrying Value	Aggregate Total Borrowing
Total Collateral Pledged			
Aggregate Total Borrowing	xxxxxx		

4. Prior Year-end Total General and Separate Accounts

	Fair Value	Carrying Value	Aggregate Total Borrowing
Total Collateral Pledged			
Aggregate Total Borrowing	xxxxxx		

b. Maximum Amount Pledged During Reporting Period.

1. Current Year Total General and Separate Accounts

	Fair Value	Carrying Value	Amount Borrowed at Time of Maximum Collateral
Maximum Collateral Pledged			
Amount Borrowed at Time of Maximum Collateral	xxxxxx		

2. Current Year General Account

	Fair Value	Carrying Value	Amount Borrowed at Time of Maximum Collateral
Maximum Collateral Pledged			
Amount Borrowed at Time of Maximum Collateral	xxxxxx		

3. Current Year Separate Account

	Fair Value	Carrying Value	Amount Borrowed at Time of Maximum Collateral
Maximum Collateral Pledged			
Amount Borrowed at Time of Maximum Collateral	xxxxxx		

4. Prior Year-end Total General and Separate Accounts

	Fair Value	Carrying Value	Amount Borrowed at Time of Maximum Collateral
Maximum Collateral Pledged			
Amount Borrowed at Time of Maximum Collateral	xxxxxx		

(4) Borrowing from FHLB

a. Amount As of the Reporting Date

1. Current Year

	<u>1</u> <u>Total</u> <u>2+3</u>	<u>2</u> <u>General</u> <u>Account</u>	<u>3</u> <u>Separate</u> <u>Account</u>	<u>4</u> <u>Funding Agreements</u> <u>Reserves Established</u>
<u>Debt</u>				<u>XXXXXX</u>
<u>Funding Agreements</u>				
<u>Other</u>				<u>XXXXXX</u>
<u>Aggregate Total</u>				

2. Prior Year-end

	<u>1</u> <u>Total</u> <u>2+3</u>	<u>2</u> <u>General</u> <u>Account</u>	<u>3</u> <u>Separate</u> <u>Account</u>	<u>4</u> <u>Funding Agreements</u> <u>Reserves Established</u>
<u>Debt</u>				<u>XXXXXX</u>
<u>Funding Agreements</u>				
<u>Other</u>				<u>XXXXXX</u>
<u>Aggregate Total</u>				

b. Maximum Amount During Reporting Period (Current Year)

	<u>1</u> <u>Total</u> <u>2+3</u>	<u>2</u> <u>General</u> <u>Account</u>	<u>3</u> <u>Separate</u> <u>Account</u>
<u>Debt</u>			
<u>Funding Agreements</u>			
<u>Other</u>			
<u>Aggregate Total</u>			

c. FHLB – Prepayment Obligations

	<u>Does the company have</u> <u>prepayment obligations under the</u> <u>following arrangements (yes/no)?</u>
<u>Debt</u>	
<u>Funding Agreements</u>	
<u>Other</u>	


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Detail Eliminated To Conserve Space
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