NAIC BLANKS (E) WORKING GROUP

Blanks Agenda Item Submission Form

<table>
<thead>
<tr>
<th>DATE: 02/21/2020</th>
<th>FOR NAIC USE ONLY</th>
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<tbody>
<tr>
<td>CONTACT PERSON:</td>
<td>Agenda Item # _2020-13BWG MOD</td>
</tr>
<tr>
<td>TELEPHONE:</td>
<td>Year 2020</td>
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<tr>
<td>EMAIL ADDRESS:</td>
<td>Changes to Existing Reporting [ X ]</td>
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<tr>
<td>ON BEHALF OF:</td>
<td>New Reporting Requirement [ ]</td>
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<tr>
<td>NAME:</td>
<td>REVIEWED FOR ACCOUNTING</td>
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<tr>
<td>TITLE:</td>
<td>PRACTICES AND PROCEDURES IMPACT</td>
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<tr>
<td>AFFILIATION:</td>
<td>No Impact [ X ]</td>
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<tr>
<td>ADDRESS:</td>
<td>Modifies Required Disclosure [ ]</td>
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<th>DISPOSITION</th>
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<tbody>
<tr>
<td>[ ] Rejected For Public Comment</td>
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<td>[ ] Referred To Another NAIC Group</td>
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<td>[ ] Received For Public Comment</td>
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<td>[ X ] Adopted Date 05/28/2020</td>
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<td>[ ] Rejected Date</td>
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<td>[ ] Deferred Date</td>
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<td>[ ] Other (Specify)</td>
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BLANK(S) TO WHICH PROPOSAL APPLIES

- [ X ] ANNUAL STATEMENT
- [ ] QUARTERLY STATEMENT
- [ X ] INSTRUCTIONS
- [ ] CROSSCHECKS
- [ X ] Life, Accident & Health/Fraternal
- [ X ] Property/Casualty
- [ X ] Health
- [ ] Separate Accounts
- [ ] Protected Cell
- [ X ] Title
- [ ] Other _______________________

Anticipated Effective Date: Annual 2020

IDENTIFICATION OF ITEM(S) TO CHANGE

Remove Line 24.04 from the General Interrogatories, Part 1 and renumber remaining lines for Interrogatory Question 24. Modify Lines 24.05 and 24.06 to require reporting amounts for conforming and non-conforming collateral programs.

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

Interrogatory Questions 24.05 and 24.06 are completed dependent on the answer to Question 24.04 which works for companies that have either all conforming or all non-conforming collateral programs. When a company has both, only the collateral amount of the conforming programs is captured. This proposal allows the capture of the amount of collateral for both conforming and non-conforming collateral programs when a company has both.

NAIC STAFF COMMENTS

Comment on Effective Reporting Date: ________________________

Other Comments: ________________________

** This section must be completed on all forms. Revised 7/18/2018

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GENERAL INTERROGATORIES

PART 1 – COMMON INTERROGATORIES

INVESTMENT

24. For the purposes of this interrogatory, “exclusive control” means that the company has the exclusive right to dispose of the investment at will, without the necessity of making a substitution thereof. For purposes of this interrogatory, securities in transit and awaiting collection, held by a custodian pursuant to a custody arrangement or securities issued subject to a book entry system are considered to be in actual possession of the company.

If bonds, stocks and other securities owned December 31 of the current year, over which the company has exclusive control are: (1) securities purchased for delayed settlement, or (2) loaned to others, the company should respond “NO” to 24.01 and “YES” to 25.1.

24.03 Describe the company’s securities lending program, including value for collateral and amount of loaned securities, and whether the collateral is held on- or off-balance sheet. Note 17 of Notes to Financial Statement provides a full description of the program.

24.04 A company with a conforming securities lending program as defined in the risk-based capital instructions should respond “YES.”

24.045 Report amount of collateral for conforming programs as outlined in the Risk-Based Capital Instructions (24.04 answer is “YES”).

24.056 Report amount of collateral for other programs (24.04 answer is “NO”).

24.1091 The fair value amount reported should equal the grand total of Schedule DL, Part 1, Column 5 plus Schedule DL, Part 2, Column 5.

The fair value amount reported amount should also equal the fair value amount reported in Note 5E(5)a1(m).

24.1092 The book adjusted/carrying value amount reported should equal the grand total of Schedule DL, Part 1, Column 6 plus Schedule DL, Part 2, Column 6.

24.1093 The payable for securities lending amount reported should equal current year column for payable for securities lending line on the liability page.
GENERAL INTERROGATORIES

PART 1 – COMMON INTERROGATORIES

INVESTMENT

24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03)

Yes [ ] No [ ]

24.02 If no, give full and complete information, relating thereto........................................................................................................................................................................................................

24.03 For securities lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)

24.04 Does the company’s security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions?

Yes [ ] No [ ] N/A [ ]

$ _____________________

$ _____________________

24.05 If answer to 24.04 is yes, report For the reporting entity’s securities lending program, report amount of collateral for conforming programs as outlined in the Risk-Based Capital Instructions.

$ _____________________

24.06 If answer to 24.04 is no, report For the reporting entity’s securities lending program, report amount of collateral for other programs.

24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract?

Yes [ ] No [ ] N/A [ ]

24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%?

Yes [ ] No [ ] N/A [ ]

24.09 Does the reporting entity or the reporting entity’s securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending?

Yes [ ] No [ ] N/A [ ]

24.10 For the reporting entity’s security securities lending program, state the amount of the following as of December 31 of the current year:

24.1091 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2

$ _____________________

24.1092 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2

$ _____________________

24.1093 Total payable for securities lending reported on the liability page

$ _____________________

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