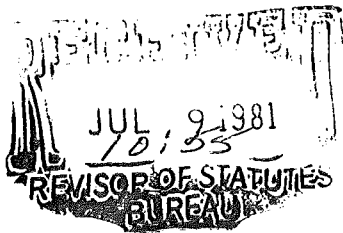


Ins 6.20



STATE OF WISCONSIN
RECEIVED AND FILED
JUL 8 1981
VEL PHILLIPS
SECRETARY OF STATE

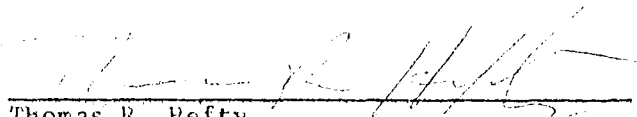
STATE OF WISCONSIN)
) ss
OFFICE OF THE COMMISSIONER OF INSURANCE)

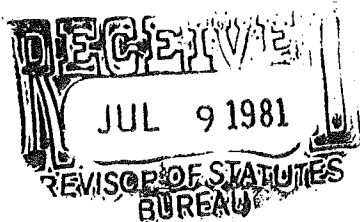
TO ALL TO WHOM THESE PRESENTS SHALL COME, GREETINGS:

I, Thomas R. Hefty, Deputy Commissioner of Insurance and
custodian of the official records of said office, do hereby certify that
the annexed order amending a rule relating to additional authorized
investments of insurers was issued by this office July 8, 1981.

I further certify that said copy has been compared by me with
the original on file in this office and that the same is a true copy
thereof, and of the whole of such original.

IN TESTIMONY WHEREOF, I have
hereunto subscribed my name
in the City of Madison, State
of Wisconsin, this 8th day of
July, 1981.


Thomas R. Hefty
Deputy Commissioner of Insurance



STATE OF WISCONSIN
RECEIVED AND FILED

JUL 8 1981

VEL PHILLIPS
SECRETARY OF STATE

ORDER OF THE COMMISSIONER OF INSURANCE

AMENDING A RULE

Relating to additional authorized investments of insurers.

ANALYSIS PREPARED BY THE OFFICE OF THE COMMISSIONER OF INSURANCE

The change in par. (b) eliminates the restriction on investment in equipment securities or certificate of equipment trusts related to the assets of the insurer. The changes in pars. (c), (e), (j), (k) and (l) clarify that the restrictions on the investments listed are related to the insurer's investments in the aggregate. Section Ins 6.20, Wis. Adm. Code, implements Chapter 620 generally and subsection (8) lists additional classes of investment which may be counted for the purposes specified in s. 620.21. Stats., as authorized by s. 620.22 (8).

Pursuant to the authority vested in the Commissioner of Insurance by section 620.22 (8), Stats., the Commissioner of Insurance hereby amends a rule implementing section 620.21 and 620.22, Stats., as follows:

Section Ins 6.20 (8) (intro.) (b), (c), (e), (j), (k) and (l) is amended to read:

(intro.) An insurer may, in addition to investments authorized by s. 620.22 (1) to ~~(6)~~ (7), Stats., invest its assets in the following classes of investments, up to the limits stated, and in the case of insurers that are subject to special restrictions under s. 620.03, Stats., in accordance with any other rules made applicable to them:

(b) Equipment securities or certificates of any equipment trust evidencing rights to receive partial payment agreed to be made upon any contract of leasing or conditional sale ~~not exceeding 10% of assets;~~

(c) The purchase and ownership of machinery or equipment, which is or will become subject to contracts for sale or use under which contractual payments may reasonably be expected to return the principal of and provide earnings on the investment within the anticipated useful life of the property which shall be not less than ~~five years not exceeding 3% of assets~~ years but the aggregate of such investments shall not exceed 3% of the insurer's assets;

(e) Evidences of indebtedness not otherwise authorized of the kind which if held by a bank would be eligible for discount, rediscount, purchase or sale by federal reserve banks or other government agencies having similar powers and ~~functions not exceeding 1% of assets~~ functions but the aggregate of such investments shall not exceed 1% of the insurer's assets;

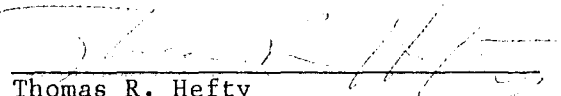
(j) Direct obligations of foreign ~~government~~ not exceeding 1% of
~~assets~~ governments but the aggregate of such investments shall not exceed
1% of the insurer's assets;

(k) Loans, securities or investments in countries other than the
United States and Canada which are of substantially the same kinds,
classes and investment grades as those eligible for investment under
ch. 620, Stats., and supplementary rules, but the aggregate of such
investments shall not exceed 2% of the ~~corporation's~~ insurer's assets;

(l) Direct obligations of the international bank for reconstruction
and development, inter-American development bank and the Asian
development ~~bank~~ not exceeding 2% of assets bank but the aggregate
of such investments shall not exceed 2% of the insurer's assets;

This rule shall take effect the first day of the month following
publication in the Wisconsin Administrative Register pursuant to
s. 227.026 (1) (intro.), Stats.

Dated at Madison, Wisconsin, this 8th day of July, 1981.


Thomas R. Hefty
Deputy Commissioner of Insurance

2928A