

191—99.4(505,508) Formation of LPS.

99.4(1) An LPS's organizational documents shall limit the LPS's authority to transact the business of reinsurance to reinsure only the risks of a ceding insurer and shall state that the LPS shall not otherwise engage in the business of insurance.

99.4(2) An LPS's organizational documents shall provide that the LPS shall always be wholly owned by the organizing life insurance company and that the LPS's stock shall be issued only to the organizing life insurance company.

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