(3) (I) THE INSURER SHALL ENTER INTO A WRITTEN AGREEMENT FOR ALL TRANSACTIONS AUTHORIZED UNDER THIS SUBSECTION OTHER THAN DOLLAR ROLL TRANSACTIONS.

(II) THE WRITTEN AGREEMENT SHALL REQUIRE THAT EACH TRANSACTION TERMINATE NO MORE THAN 1 YEAR FROM ITS INCEPTION OR ON THE EARLIER DEMAND OF THE INSURER.

(III) THE AGREEMENT SHALL BE WITH THE BUSINESS ENTITY COUNTERPARTY, BUT FOR SECURITIES LENDING TRANSACTIONS, THE AGREEMENT MAY BE WITH AN AGENT ACTING ON BEHALF OF THE INSURER, IF THE AGENT IS A QUALIFIED BUSINESS ENTITY, AND IF THE AGREEMENT:

1. REQUIRES THE AGENT TO ENTER INTO SEPARATE AGREEMENTS WITH EACH COUNTERPARTY THAT ARE CONSISTENT WITH THE REQUIREMENTS OF THIS SECTION; AND

2. PROHIBITS SECURITIES LENDING TRANSACTIONS UNDER THE AGREEMENT WITH THE AGENT OR ITS AFFILIATES.

(4) (I) CASH RECEIVED IN A TRANSACTION UNDER THIS SUBSECTION SHALL BE INVESTED IN ACCORDANCE WITH THIS SUBTITLE AND IN A MANNER THAT RECOGNIZES THE LIQUIDITY NEEDS OF THE TRANSACTION OR USED BY THE INSURER FOR ITS GENERAL CORPORATE PURPOSES.

(II) FOR SO LONG AS THE TRANSACTION REMAINS OUTSTANDING, THE INSURER, ITS AGENT, OR CUSTODIAN SHALL MAINTAIN, AS TO ACCEPTABLE COLLATERAL RECEIVED IN A TRANSACTION UNDER THIS SUBSECTION, EITHER PHYSICALLY OR THROUGH THE BOOK ENTRY SYSTEMS OF THE FEDERAL RESERVE, DEPOSITORY TRUST COMPANY, PARTICIPANTS TRUST COMPANY, OR OTHER SECURITIES DEPOSITORIES APPROVED BY THE COMMISSIONER:

1. POSSESSION OF THE ACCEPTABLE COLLATERAL;

2. A PERFECTED SECURITY INTEREST IN THE ACCEPTABLE COLLATERAL; OR

3. IN THE CASE OF A JURISDICTION OUTSIDE THE UNITED STATES, TITLE TO, OR RIGHTS OF A SECURED CREDITOR TO, THE ACCEPTABLE COLLATERAL.

(5) (I) THE LIMITATIONS OF § 5-507 OF THIS SUBTITLE DO NOT APPLY TO THE BUSINESS ENTITY COUNTERPARTY EXPOSURE CREATED BY TRANSACTIONS UNDER THIS SUBSECTION.

(II) FOR PURPOSES OF CALCULATIONS MADE TO DETERMINE COMPLIANCE WITH THIS SUBSECTION, NO EFFECT WILL BE GIVEN TO THE INSURER'S FUTURE OBLIGATION TO RESELL SECURITIES, IN THE CASE OF A REPURCHASE TRANSACTION, OR TO REPURCHASE SECURITIES, IN THE CASE OF A REVERSE REPURCHASE TRANSACTION.