**Section 5501.10 Registration of Securities**

a) All bonds, stocks, notes, shares, debentures, evidences of indebtedness, certificates of interest or participation, certificates of deposit for a security and other securities, whether negotiable or not, hereinafter referred to as "such securities", belonging to or in the possession, custody or control of any such company shall be registered, issued to, and carried in the name of such company except:

1) Securities pledged or hypothecated with such company as security for indebtness or obligations to such company;

2) Securities which are only issuable in bearer form, i.e., securities which can not be issued in registered form;

3) Securities in "custodial" accounts maintained with a bank or trust company licensed by the United States or any state thereof which said bank or trust company is regularly examined by the licensing authority; provided such "custodial" accounts shall be the undivided responsibility of the depository and provided further that such "custodial" account shall be established conformably with and conducted in compliance with Section 5501.20 of this Rule;

4) Securities in vaults or other repositories on the premises of the company, or in safe deposit boxes leased in the name of the company, access to which said vaults, other depositories or safe deposit boxes, is controlled as required by Section 5501.20 of this Rule;

5) Securities in street form and in the custody of a registered dealer in securities, for a period not exceeding 30 days as to any security, provided that no such registered dealer in securities shall be an officer, director, agent or employee of the owner of such securities and provided further that accounts with such dealers shall be established conformably with and conducted in compliance with Section 5501.20 of this Rule;

6) Money shall not be loaned to any officer, director, employee, policyholder of the company or any other individual.

(Note: The law limits investments in securities to U.S. Government bonds and direct obligations of the State of Illinois or its municipalities).