- The total amount of investments in equities and equity securities may not exceed 30% of the target amount of the tied assets.
- The investment in a single equity security may not exceed 5% of the target amount of the tied assets.

2. These limits are designed to manage risk and ensure that the investments are diversified, thereby reducing the overall volatility of the tied assets. By limiting the exposure to any single equity security, the risk of significant losses due to the performance of that security is mitigated. Similarly, the overall exposure to equities is capped to prevent excessive risk-taking that could jeopardize the stability of the tied assets.

3. These limits are in line with the general principles of risk management and diversification, which are crucial for the prudent management of tied assets. They reflect the need to balance the potential for higher returns from equity investments against the risk of losses, ensuring that the investments are aligned with the financial stability and the regulatory requirements for tied assets.

4. It is important to note that these limits are not absolute and can be exceeded under certain conditions, such as when the investment is part of a diversified portfolio that is expected to reduce overall risk. However, even in such cases, the investment must be carefully considered and justified to ensure that it does not unduly increase the risk profile of the tied assets.

5. The limits are also subject to review and adjustment by the insurance company, taking into account the specific circumstances of its investment strategy and the market conditions. This flexibility allows for a m nuanced approach to investment management, but it also requires a high level of expertise and risk management skills on the part of the

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