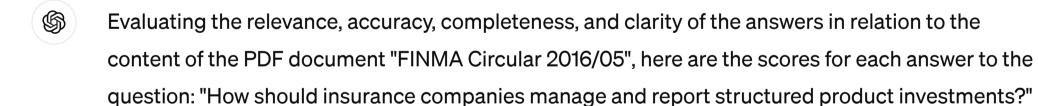
Organizational and Infrastructure Requirements

- **Qualified Personnel**: Companies must employ staff with specific qualifications and knowledge suitable for managing derivatives.
- **Adequate Systems**: Adequate systems and infrastructure must be in place to support the complex nature of derivative transactions, including robust risk management and investment monitoring systems.

Compliance with Internal and Regulatory Guidelines

- **Adherence to Investment Strategies**: All derivatives used must align with the company's broader investment strategies and risk management frameworks.
- **Compliance Monitoring**: Continuous monitoring and control of compliance with both internal directives and external regulatory requirements are mandatory.

Through these stringent management, reporting, and liquidity maintenance requirements, insurance companies can ensure that their use of derivatives aligns with regulatory expectations and their risk management objectives, thereby safeguarding the company's financial stability and compliance.



Answer 1:

• Relevance: This answer discusses the margement and reporting of structured product investments broadly, aligning with general regulatory expectations without specific reference to