

that any company may value its industrial policies on the basis of the Standard Industrial or the Substandard Industrial Mortality Table, or such other table or tables of Mortality as may be approved by the Commissioner, according to the level net premium method or in accordance with their terms by the modified preliminary term method hereinabove described.

The Commissioner may, in his discretion, upon the request of any life insurance company so reporting to him, cause the net value of all or any number of the policies in force in such company to be calculated upon a higher basis of reserve than that prescribed above by the assumption of a lower rate of interest than that prescribed, or the assumption of a higher rate of mortality by the substitution of the Actuaries' Table for the American Experience Table of Mortality or otherwise as the circumstances of the case may require; provided, that in no case shall the net value so ascertained and taken as a basis of reserve be less than that determined by the standard of valuation above prescribed; and in every certificate of the valuation of policies issued by the Commissioner the basis upon which the valuation is calculated shall be stated.

(3) This sub-section shall apply to only those policies and contracts issued on or after the operative date of Section 130B (the Standard Non-forfeiture Law).

(a) The minimum standard for the valuation of all such policies and contracts shall be the Commissioners reserve valuation method defined in Paragraph (b), three and one-half per cent ($3\frac{1}{2}\%$) interest, and the following tables:

- (i) For all Ordinary policies of life insurance issued on the standard basis, excluding any disability and accidental death benefits in such policies — the Commissioners 1941 Standard Ordinary Mortality Table.
- (ii) For all Industrial life insurance policies issued on the standard basis, excluding any disability and accidental death benefits in such policies—the 1941 Standard Industrial Mortality Table.
- (iii) For Annuity and Pure Endowment contracts, excluding any disability and accidental death benefits in such policies—the 1937 Standard Annuity Mortality Table.
- (iv) For Total and Permanent Disability benefits in or supplementary to Ordinary policies or contracts—Class (3) Disability Table (1926) which, for active lives, shall be combined with a mortality table permitted for calculating the reserves for life insurance policies.