

DRAFTER'S NOTE:

Error: In Article 48A, § 242, erroneous punctuation in subsection (a), stylistic errors in subsection (e) and (e-1)(2) and misspelling in subsection (o)(3).

Occurred: The errors in Article 48A, § 242(a), (e), and (o)(3) occurred in Ch. 680, Acts of 1971. The error in Article 48A, § 242(e-1)(2) occurred in Ch. 360, Acts of 1979.

256.

(b) The deficiency may be made good in cash or in assets eligible for the investment of the insurer's funds under [Subtitles] SUBTITLE 6 or SUBTITLE 7 of this article; or if a stock insurer, by reduction of the insurer's capital to an amount not below the minimum required for the kinds of insurance business thereafter to be transacted; or if a mutual insurer, by amendment of its certificate of authority to cover only such kind or kinds of insurance business thereafter for which the insurer has sufficient surplus under this article.

DRAFTER'S NOTE:

Error: Stylistic error in Article 48A, § 256(b).

Occurred: Ch. 553, Acts of 1963.

414.

(1) Any cash surrender value and any paid-up nonforfeiture benefit, available under the policy in the event of default in a premium payment due at any time other than on the policy anniversary, shall be calculated with allowance for the lapse of time and the payment of fractional premiums beyond the last preceding policy anniversary. All values referred to in subsections (d), (e), (f), (g), (h), (i), (j), (k), and (k-1) of this section may be calculated upon the assumption that any death benefit is payable at the end of the policy year of death. The net value of any paid-up additions, other than paid-up term additions, shall be not less than the amounts used to provide such additions. Notwithstanding the provisions of subsection (d) of this section, additional benefits payable:

(7) As other policy benefits additional to life insurance and endowment [benefits,] BENEFITS and premiums for all such additional benefits, shall be disregarded in ascertaining cash surrender values and nonforfeiture benefits required by this section, and no such additional benefits, shall be required to be included in any paid-up nonforfeiture benefits.

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