

of life insurance issued in this state shall have legibly inscribed at the foot of the first page a brief description of the true nature of the policy. The legal minimum standard for the valuation of industrial policies issued subsequent to the thirty-first day of December, in the year nineteen hundred and eighteen, shall be the American Experience Table of Mortality with interest at three and one-half per centum per annum.

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.

The commissioner shall accept the valuation made by the insurance commissioner of the state under whose authority a life insurance company is organized, or that of the state in which it may elect to have its policies valued, when such valuations have been properly made on sound and recognized principles, and legal basis not less than that prescribed above; provided, that the company shall furnish to the insurance commissioner of this state a certificate from the insurance commissioner of such state, setting forth the value, calculated on the data designated above, of all the policies in force in the company on the previous thirty-first day of December, and stating that the said company is fully authorized to do business in its own state. Every life insurance company doing business in this state during the year for which the statement is made that fails promptly to furnish the certificate aforesaid shall be required to make a full detailed list of its policies and securities to the insurance commissioner of this state; who shall thereupon cause the same to be valued at the expense of said company.

1922, ch. 492, sec. 81.

84. *Valuation of Policies on Lives of Infants.* Any company granting insurance on the lives of persons under the age of ten years, and doing business in the State of Maryland, or issuing policies on the lives of residents of this state, must value all its policies issued on the lives of persons under the age of ten years, in accordance with the general legal rules for the valuation of life insurance policies based on the mortality table known as Farr's No. 3, for males; provided, that in no case shall the valuation for the said policies on the lives of persons under ten years of age be less than eight-tenths of the weekly gross or office premiums thereon, with no credit for deferred net premiums.