

In the determination of the value of the policies, the calculations may be made either seriatim or of the policies in groups, using approximate averages for fractions of the year; and in all certificates of valuation issued by the Insurance Commissioner or accepted by him under the provisions of this section, the basis upon which the valuation has been made shall be expressed.

All policies of life insurance issued in this State shall contain a clause specifying the basis upon which the reserve is calculated; and every policy 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 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, according to the level net premium method or in accordance with their terms by the modified preliminary term method hereinabove described, provided, 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.

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, calcu-