

be voidable at the option of the insurer, upon return to the insured of the aggregate of gross premiums charged on the policy, less dividends paid in cash, or used in the payment of premiums thereon, and less any indebtedness to the insurer on the policy including interest due and accrued; but in no case may such option be exercised beyond thirty days after the correct age is established. If such option is not exercised by the insurer or if no age discrepancy is discovered within three years from the date of issue of the policy, then such policy cannot be voided by the insurer, but the amount payable shall be determined in accordance with Sub-section (a) of this section; provided, however, if the rates of premium of the insurer in force at the date of issue of the policy do not include the rate for such correct age or ages, then the amount payable shall be determined in accordance with established actuarial principles.

(c) This section shall not apply to group life insurance policies.

SEC. 2. *And be it further enacted, That this Act shall take effect June 1, 1956.*

Approved March 2, 1956.

CHAPTER 47

(Senate Bill 13)

AN ACT to add ~~five~~ SIX new sections to Article 48A of the Annotated Code of Maryland (1951 Edition), title "Insurance", sub-title "Life, Accident and Health Insurance", said new sections to be known as Sections 170A, 170B, 170C, 170D, ~~and 170E~~, 170E AND 170F to follow immediately after Section 170 thereof, relating to insurable interests, the requirement, with exceptions, of an application for certain insurance, alteration of an application for insurance, the application as evidence ~~and~~, the dating back of the application AND INCONTESTABILITY AFTER REINSTATEMENT.

SECTION 1. *Be it enacted by the General Assembly of Maryland, That ~~five~~ SIX new sections be and the same are hereby added to Article 48A of the Annotated Code of Maryland (1951 Edition), title "Insurance", sub-title "Life, Accident and Health Insurance", said new sections to be known as Sections 170A, 170B, 170C, 170D ~~and 170E~~, 170E AND 170F to follow immediately after Section 170 of said Article, all to read as follows:*

170A. (Insurable Interest Required; Personal Insurance.) (a) Any individual of competent legal capacity may procure or effect an insurance contract upon his own life or body for the benefit of any person. But no person shall procure or cause to be procured any insurance contract upon the life or body of another individual unless the benefits under such contract are payable to the individual insured

EXPLANATION: *Italics indicate new matter added to existing law.*

[Brackets] indicate matter stricken from existing law.

CAPITALS indicate amendments to bill.

~~Strike out~~ indicates matter stricken out of bill.