

or his personal representatives, or to a person having, at the time when such contract was made, an insurable interest in the individual insured.

(b) If the beneficiary, assignee or other payee under any contract made in violation of this section receives from the insurer any benefits thereunder accruing upon the death, disablement or injury of the individual insured, the individual insured or his executor or administrator, as the case may be, may maintain an action to recover such benefits from the person so receiving them.

(c) "Insurable interest" as used in this section and in Section 170B includes only interests as follows:

(1) In the case of individuals related closely by blood or by law, a substantial interest engendered by love and affection; and

(2) In the case of other persons, a lawful and substantial economic interest in having the life, health or bodily safety of the individual insured continue, as distinguished from an interest which would arise only by, or would be enhanced in value by, the death, disablement or injury of the individual insured.

(3) An individual heretofore or hereafter party to a contract or option for the purchase or sale of an interest in a business partnership or firm, or of shares of stock of a close corporation or of an interest in such shares, has an insurable interest in the life of each individual party to such contract and for the purposes of such contract only, in addition to any insurable interest which may otherwise exist as to the life of such individual.

170B. (Application for Insurance Required.) (a) No life insurance policy or accident and sickness insurance policy, except those contracts falling into the group life insurance or into the group or the blanket or the transportation ticket accident and sickness insurance categories as defined in this Article and except for liability contracts that have attached to them supplementary accident and sickness coverage riders or endorsements, shall be made or effectuated unless at or before the making of such contract the individual insured, being of competent legal capacity to contract therefor, applies therefor, or consents in writing thereto; except in the following cases:

(1) A spouse may, by written application, effectuate such insurance upon the other spouse.

(2) Any person having an insurable interest in the life of a minor, or any person upon whom a minor is dependent for support and maintenance, may, by written application, effectuate such insurance upon the life of a minor.

(3) Any person having an insurable interest in the life of a person who is legally incompetent to consent to such insurance may, upon written application, effectuate such insurance upon the life of such person.

(b) If the application contains an agreement whereby the insurer is authorized to issue a policy other than that applied for, or to amend the application, which amendment is to be ratified by the acceptance by the applicant of the contract as amended, such agreement must contain language substantially as follows: "Except that no change in