CASH SETTLEMENT OPTIONS, VALUED ON A CHANGE IN FUND BASIS, EXCEPT AS STATED IN SUBPARAGRAPH (II) ABOVE, THE AVERAGE OVER A PERIOD OF 12 MONTHS, ENDING ON JUNE 30 OF THE CALENDAR YEAR OF THE CHANGE IN THE FUND, OF MOODY'S CORPORATE BOND YIELD AVERAGE - MONTHLY AVERAGE CORPORATES, AS PUBLISHED BY MOODY'S INVESTORS SERVICE, INC.

(5) IN THE EVENT THAT MOODY'S CORPORATE BOND YIELD AVERAGE - MONTHLY AVERAGE CORPORATES IS NO LONGER PUBLISHED BY MOODY'S INVESTORS SERVICE, INC., OR IN THE EVENT THAT THE NATIONAL ASSOCIATION OF INSURANCE COMMISSIONERS DETERMINES THAT MOODY'S CORPORATE BOND YIELD AVERAGE - MONTHLY AVERAGE CORPORATES AS PUBLISHED BY MOODY'S INVESTORS SERVICE, INC., IS NO LONGER APPROPRIATE FOR THE DETERMINATION OF THE REFERENCE INTEREST RATE, THEN AN ALTERNATIVE METHOD FOR DETERMINATION OF THE REFERENCE INTEREST RATE, WHICH IS ADOPTED BY THE NATIONAL ASSOCIATION OF INSURANCE COMMISSIONERS AND APPROVED BY REGULATION PROMULGATED BY THE COMMISSIONER, ~~MAY~~ SHALL BE SUBSTITUTED.

(b-1) Except as otherwise provided in paragraphs (b-2) and (e), reserves according to the commissioners reserve valuation method, for the life and endowment insurance benefits of policies providing for a uniform amount of insurance and requiring the payment of uniform premiums, shall be the excess, if any, of the present value, at the date of valuation, of such future guaranteed benefits provided for by such policies, over the then present value of any future modified net premiums therefor. The modified net premiums for any such policy shall be such uniform percentage of the respective contract premiums for such benefits that the present value, at the date of issue of the policy, of all such modified net premiums shall be equal to the sum of the then present value of such benefits provided for by the policy and the excess of (A) over (B), as follows:

(A) A net level annual premium equal to the present value, at the date of issue, of such benefits provided for after the first policy year, divided by the present value, at the date of issue, of an annuity of one per annum payable on the first and each subsequent anniversary of such policy on which a premium falls due; provided, however, that such net level annual premium shall not exceed the net level annual premium on the nineteen year premium whole life plan for insurance of the same amount at an age one year higher than the age at issue of such policy.

(B) A net one year term premium for such benefits provided for in the first policy year.

PROVIDED THAT FOR ANY LIFE INSURANCE POLICY ISSUED ON OR AFTER JANUARY 1, 1986 FOR WHICH THE CONTRACT PREMIUM IN THE FIRST POLICY YEAR EXCEEDS THAT OF THE SECOND YEAR AND FOR WHICH NO COMPARABLE ADDITIONAL BENEFIT IS PROVIDED IN