THE FIRST YEAR FOR THE ~~ADDITIONAL~~ EXCESS PREMIUM, AND WHICH PROVIDES AN ENDOWMENT BENEFIT OR A CASH SURRENDER VALUE, OR A COMBINATION, IN AN AMOUNT GREATER THAN THE ~~ADDITIONAL~~ EXCESS PREMIUM, THE RESERVE ACCORDING TO THE COMMISSIONER'S RESERVE VALUATION METHOD AS OF ANY POLICY ANNIVERSARY OCCURRING ON OR BEFORE THE ASSUMED ENDING DATE DEFINED AS THE FIRST POLICY ANNIVERSARY ON WHICH THE SUM OF ANY ENDOWMENT BENEFIT AND ANY CASH SURRENDER VALUE THEN AVAILABLE IS GREATER THAN THE ~~ADDITIONAL~~ EXCESS PREMIUM SHALL, EXCEPT AS OTHERWISE PROVIDED IN SUBSECTION (E), BE THE GREATER OF THE RESERVE AS OF THE POLICY ANNIVERSARY CALCULATED AS DESCRIBED IN THE PRECEDING PARAGRAPH OR THE RESERVE AS OF SUCH POLICY ANNIVERSARY CALCULATED AS DESCRIBED IN THAT PARAGRAPH, BUT WITH (I) THE ~~VALUE-DEFINED IN-ITEM-1.~~ AMOUNT DEFINED IN SUBPARAGRAPH (A) OF THAT PARAGRAPH BEING REDUCED BY 15 PERCENT OF THE AMOUNT OF THE ~~ADDITIONAL~~ EXCESS FIRST YEAR PREMIUM, (II) ALL PRESENT VALUES OF BENEFITS AND PREMIUMS BEING DETERMINED WITHOUT REFERENCE TO PREMIUMS OR BENEFITS PROVIDED FOR BY THE POLICY AFTER THE ASSUMED ENDING DATE, (III) THE POLICY BEING ASSUMED TO MATURE ON THAT DATE AS AN ENDOWMENT, AND (IV) THE CASH SURRENDER VALUE PROVIDED ON THAT DATE BEING CONSIDERED AS AN ENDOWMENT BENEFIT. IN MAKING THE ABOVE COMPARISON THE MORTALITY AND INTEREST BASES STATED IN PARAGRAPHS (A-1) AND (A-3) SHALL BE USED.

Reserves according to the commissioners reserve valuation method for (i) life insurance policies providing for a varying amount of insurance or requiring the payment of varying premiums, (ii) group annuity and pure endowment contracts purchased under a retirement plan or plan of deferred compensation, established or maintained by an employer (including a partnership or sole proprietorship) or by an employee organization, or by both, other than a plan providing individual retirement accounts or individual retirement annuities under Section 408 of the Internal Revenue Code, as amended, (iii) disability and accidental death benefits in all policies and contracts, and (iv) all other benefits, except life and endowment insurance benefits in life insurance policies and benefits provided by all other annuity and pure endowment contracts, shall be calculated by a method consistent with the principles of [the preceding paragraph] SUBSECTION (B-1), except that any extra premiums charged because of impairments or special hazards shall be disregarded in the determination of modified net premiums.

(b-2) This section shall apply to all annuity and pure endowment contracts other than group annuity and pure endowment contracts purchased under a retirement plan or plan of deferred compensation, established or maintained by an employer (including a partnership or sole proprietorship) or by an employee organization, or by both, other than a plan providing individual retirement accounts or individual retirement annuities under Section 408 of the