(3) IN THE CASE OF POLICIES WHICH CAUSE, ON A BASIS GUARANTEED IN THE POLICY, UNSCHEDULED CHANGES IN BENEFITS OR PREMIUMS, OR WHICH PROVIDE AN OPTION FOR CHANGES IN BENEFITS OR PREMIUMS OTHER THAN A CHANGE TO A NEW POLICY, THE ADJUSTED PREMIUMS AND PRESENT VALUES SHALL INITIALLY BE CALCULATED ON THE ASSUMPTION THAT FUTURE BENEFITS AND PREMIUMS WILL NOT CHANGE FROM THOSE STIPULATED AT THE DATE OF ISSUE OF THE POLICY. AT THE TIME OF ANY CHANGE IN THE BENEFITS OR PREMIUMS, THE FUTURE ADJUSTED PREMIUMS, NONFORFEITURE NET LEVEL PREMIUMS, AND PRESENT VALUES SHALL BE RECALCULATED ON THE ASSUMPTION THAT FUTURE BENEFITS AND PREMIUMS WILL NOT CHANGE FROM THOSE STIPULATED BY THE POLICY IMMEDIATELY AFTER THE CHANGE.

(4) EXCEPT AS OTHERWISE PROVIDED IN SUBPARAGRAPH (7) OF THIS SUBSECTION, THE RECALCULATED FUTURE ADJUSTED PREMIUMS FOR ANY POLICY DESCRIBED IN SUBPARAGRAPH (3) SHALL BE THE UNIFORM PERCENTAGE OF THE RESPECTIVE FUTURE PREMIUMS SPECIFIED IN THE POLICY FOR EACH POLICY YEAR, EXCLUDING AMOUNTS PAYABLE AS EXTRA PREMIUMS TO COVER IMPAIRMENTS AND SPECIAL HAZARDS, AND ALSO EXCLUDING ANY UNIFORM ANNUAL CONTRACT CHARGE OR POLICY FEE SPECIFIED IN THE POLICY IN A STATEMENT OF THE METHOD TO BE USED IN CALCULATING THE CASH SURRENDER VALUES AND PAID-UP NONFORFEITURE BENEFITS, SO THAT THE PRESENT VALUE, AT THE TIME OF CHANGE TO THE NEWLY DEFINED BENEFITS OR PREMIUMS, OF ALL SUCH FUTURE ADJUSTED PREMIUMS SHALL BE EQUAL TO THE EXCESS OF:

(I) THE SUM OF:

1. THE PRESENT VALUE OF THE THEN FUTURE GUARANTEED BENEFITS PROVIDED FOR BY THE POLICY; AND

2. THE ADDITIONAL EXPENSE ALLOWANCE, IF ANY, OVER

(II) THE THEN CASH SURRENDER VALUE, IF ANY, OR PRESENT VALUE OF ANY PAID-UP NONFORFEITURE BENEFIT UNDER THE POLICY.

(5) THE ADDITIONAL EXPENSE ALLOWANCE, AT THE TIME OF THE CHANGE TO THE NEWLY DEFINED BENEFITS OR PREMIUMS, SHALL BE THE SUM OF:

(I) 1 PERCENT OF THE EXCESS, IF POSITIVE, OF THE AVERAGE AMOUNT OF INSURANCE AT THE BEGINNING OF EACH OF THE FIRST 10 POLICY YEARS SUBSEQUENT TO THE CHANGE OVER THE AVERAGE AMOUNT OF INSURANCE PRIOR TO THE CHANGE AT THE BEGINNING OF EACH OF THE FIRST 10 POLICY YEARS SUBSEQUENT TO THE TIME OF THE MOST RECENT PREVIOUS CHANGE, OR, IF THERE HAS BEEN NO PREVIOUS CHANGE, THE DATE OF ISSUE OF THE POLICY; AND

(II) 125 PERCENT OF THE INCREASE, IF POSITIVE, IN THE NONFORFEITURE NET LEVEL PREMIUM.