

(I) ISSUED, REINSTATED, OR RENEWED THE POLICY OR CONTRACT;

(II) ISSUED THE POLICY OR CONTRACT IN AS LARGE AN AMOUNT OR AT THE SAME PREMIUM OR RATE; OR

(III) PROVIDED COVERAGE WITH RESPECT TO THE HAZARD RESULTING IN THE LOSS.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 48A, § 374.

In subsection (a) of this section, the former specific reference to "descriptions" is deleted as unnecessary in light of the general reference to "statement[s]".

In subsection (b)(2) of this section, the word "correct" is substituted for the former word "true" for clarity.

Defined terms: "Annuity contract" § 1-101

"Health insurance" § 1-101

"Insurer" § 1-101

"Life insurance" § 1-101

"Policy" § 1-101

"Premium" § 1-101

12-208. DISCHARGE ON PAYMENT.

(A) PAYMENT OF PROCEEDS AND RELEASE.

WHENEVER THE PROCEEDS OF OR PAYMENTS UNDER A LIFE INSURANCE OR HEALTH INSURANCE POLICY OR ANNUITY CONTRACT BECOME PAYABLE IN ACCORDANCE WITH THE POLICY OR CONTRACT OR IN ACCORDANCE WITH THE EXERCISE OF ANY RIGHT OR PRIVILEGE UNDER THE POLICY OR CONTRACT, AND THE INSURER MAKES PAYMENT IN ACCORDANCE WITH THE POLICY OR CONTRACT OR IN ACCORDANCE WITH A WRITTEN ASSIGNMENT OF THE POLICY OR CONTRACT, THE PERSON THEN DESIGNATED IN THE POLICY OR CONTRACT OR BY THE ASSIGNMENT AS BEING ENTITLED TO THE PROCEEDS OR PAYMENTS IS ENTITLED TO RECEIVE THE PROCEEDS OR PAYMENTS AND TO GIVE A FULL RELEASE.

(B) DISCHARGE OF INSURER.

PAYMENT SHALL DISCHARGE THE INSURER FULLY FROM ALL CLAIMS UNDER THE POLICY OR CONTRACT UNLESS, BEFORE PAYMENT IS MADE, THE INSURER HAS RECEIVED AT ITS HOME OFFICE NOTICE WRITTEN BY OR ON BEHALF OF ANOTHER PERSON THAT THE OTHER PERSON CLAIMS TO BE ENTITLED TO THE PAYMENT OR TO SOME INTEREST IN THE POLICY OR CONTRACT.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 48A, § 381.

In subsection (a) of this section, the former reference to a policy or contract "heretofore or hereafter issued" is deleted as surplusage.