

approve the use of new mortality tables adopted by the National Association of Insurance Commissioners for annuities and pure endowment contracts after 1980. See COMAR 09.30.68 and .69. These regulations mandate the use of the new tables for contracts issued on or after January 1, 1987, (or annuities and pure endowments purchased after that date, in the case of annuities and pure endowments purchased under group annuity and pure endowment contracts) but make the new tables optional for contracts issued (or annuities or pure endowments purchased) before January 1, 1987.

Defined terms: "Annuity contract" § 1-101

"Commissioner" § 1-101

"Insurer" § 1-101

"Life insurance" § 1-101

"Policy" § 1-101

"Premium" § 1-101

5-305. SAME — COMPUTATION OF MINIMUM STANDARD FOR ANNUITIES.

(A) SCOPE OF SECTION.

(1) EXCEPT AS PROVIDED IN § 5-306 OF THIS SUBTITLE AND SUBJECT TO PARAGRAPH (3) OF THIS SUBSECTION, THIS SECTION APPLIES TO:

(I) ALL INDIVIDUAL ANNUITY CONTRACTS AND PURE ENDOWMENT CONTRACTS ISSUED ON OR AFTER THE OPERATIVE DATE OF THIS SECTION; AND

(II) ALL ANNUITIES AND PURE ENDOWMENTS PURCHASED ON OR AFTER THE OPERATIVE DATE UNDER GROUP ANNUITY CONTRACTS AND PURE ENDOWMENT CONTRACTS.

(2) THIS SECTION DOES NOT APPLY TO ANY DISABILITY OR ACCIDENTAL DEATH BENEFIT IN A CONTRACT.

(3) THE OPERATIVE DATE OF THIS SECTION IS:

(I) JANUARY 1, 1979; OR

(II) THE DATE OR DATES BEFORE JANUARY 1, 1979, SPECIFIED BY THE INSURER IN A WRITTEN NOTICE FILED WITH THE COMMISSIONER BEFORE JANUARY 1, 1979, OF THE INSURER'S ELECTION OF AN EARLIER DATE OR DATES.

(B) APPLICABLE TABLE AND INTEREST RATE — INDIVIDUAL CONTRACTS ISSUED ON OR BEFORE JUNE 30, 1980.

FOR AN INDIVIDUAL ANNUITY CONTRACT OR PURE ENDOWMENT CONTRACT ISSUED ON OR BEFORE JUNE 30, 1980, THE APPLICABLE TABLE AND INTEREST RATE FOR THE MINIMUM STANDARD FOR THE VALUATION OF THE CONTRACT ARE:

(1) THE 1971 INDIVIDUAL ANNUITY MORTALITY TABLE OR A MODIFICATION OF THAT TABLE APPROVED BY THE COMMISSIONER; AND

(2) INTEREST AT: