

(B) NOTICE REQUIRED.

EACH POLICY OF LIFE INSURANCE OR ANNUITY CONTRACT SUBJECT TO THIS TITLE SHALL HAVE ATTACHED TO OR PROMINENTLY PRINTED ON ITS FACE THE INFORMATION:

(1) A NOTICE TO THE POLICYHOLDER THAT:

(I) FOR 10 DAYS AFTER THE DATE THE POLICY OR ANNUITY CONTRACT IS DELIVERED TO THE POLICYHOLDER, THE POLICYHOLDER MAY SURRENDER THE POLICY OR ANNUITY CONTRACT TO THE INSURER FOR CANCELLATION BY GIVING THE INSURER WRITTEN NOTICE OF CANCELLATION; AND

(II) THE INSURER SHALL RETURN TO THE POLICYHOLDER A PRO RATA PREMIUM FOR THE UNEXPIRED TERM OF THE POLICY OR ANNUITY CONTRACT; OR

(2) A SIMILAR NOTICE TO THE POLICYHOLDER THAT IN THE OPINION OF THE COMMISSIONER IS NOT LESS FAVORABLE TO THE POLICYHOLDER.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 48A, § 387C.

In the introductory language of subsection (b) of this section, the term "title" is substituted for the former term "subtitle" to reflect that former Art. 48A, Subtitle 23 and a few provisions of similar scope are reorganized as this title.

Defined terms: "Annuity" § 1-101

"Annuity contract" § 1-101

"Commissioner" § 1-101

"Insurer" § 1-101

"Life insurance" § 1-101

"Policy" § 1-101

"Premium" § 1-101

16-106. EXCHANGE, ALTERATION, OR CONVERSION OF POLICIES AND CONTRACTS.

(A) IN GENERAL.

ON REQUEST OF A POLICYHOLDER, A LIFE INSURER MAY EXCHANGE, ALTER, OR CONVERT A POLICY OF LIFE INSURANCE OR ENDOWMENT INSURANCE OR AN ANNUITY CONTRACT ISSUED BY THE LIFE INSURER OR ANY OTHER BENEFITS ADDITIONAL TO THE POLICY OR ANNUITY CONTRACT, FOR OR INTO A POLICY THAT:

(1) CONFORMS WITH THE LAWS IN FORCE ON THE DATE OF THE ORIGINAL POLICY OR ANNUITY CONTRACT, IF THE REWRITTEN POLICY IS, BY ITS TERMS, MADE EFFECTIVE AS OF THAT DATE; OR

(2) CONFORMS WITH THE LAWS IN FORCE ON A SUBSEQUENT DATE AS OF WHICH THE REWRITTEN POLICY IS, BY ITS TERMS, MADE EFFECTIVE.