

(III) HAS AN AMOUNT OF INSURANCE THAT DOES NOT VARY OVER THE DURATION OF THE POLICY; AND

(IV) PROVIDES BENEFITS THAT HAVE THE SAME PRESENT VALUE AT THE DATE OF ISSUE AS THE BENEFITS UNDER THE POLICY THAT HAS THE VARIABLE AMOUNT OF INSURANCE.

(2) IF THE POLICY THAT HAS A VARIABLE AMOUNT OF INSURANCE IS ISSUED ON THE LIFE OF A CHILD UNDER AGE 10, THE EQUIVALENT UNIFORM AMOUNT OF INSURANCE MAY BE CALCULATED AS THOUGH THE AMOUNT OF INSURANCE PROVIDED BY THE POLICY BEFORE AGE 10 WAS THE AMOUNT PROVIDED BY THE POLICY AT AGE 10.

(D) POLICIES WITH SUPPLEMENTAL TERM INSURANCE BENEFITS.

(1) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, THE ADJUSTED PREMIUMS FOR A POLICY THAT PROVIDES TERM INSURANCE BENEFITS BY RIDER OR SUPPLEMENTAL POLICY PROVISION SHALL EQUAL THE SUM OF:

(I) THE ADJUSTED PREMIUMS FOR AN OTHERWISE SIMILAR POLICY ISSUED AT THE SAME AGE WITHOUT THE TERM INSURANCE BENEFITS DURING THE PERIOD FOR WHICH PREMIUMS FOR THE TERM INSURANCE BENEFITS ARE PAYABLE; AND

(II) THE ADJUSTED PREMIUMS FOR THE TERM INSURANCE DURING THE PERIOD FOR WHICH PREMIUMS FOR THE TERM INSURANCE ARE PAYABLE.

(2) PARAGRAPH (1) (I) AND (II) OF THIS SUBSECTION SHALL BE CALCULATED SEPARATELY IN ACCORDANCE WITH SUBSECTIONS (B) AND (C) OF THIS SECTION EXCEPT THAT, FOR PURPOSES OF SUBSECTION (B)(2)(II), (III), AND (IV) OF THIS SECTION, THE AMOUNT OF INSURANCE OR THE EQUIVALENT UNIFORM AMOUNT OF INSURANCE USED IN CALCULATING THE ADJUSTED PREMIUMS IN PARAGRAPH (1)(II) OF THIS SUBSECTION SHALL EQUAL THE CORRESPONDING AMOUNT DETERMINED FOR THE ENTIRE POLICY LESS THE AMOUNT USED IN CALCULATING THE ADJUSTED PREMIUMS IN PARAGRAPH (1)(I) OF THIS SUBSECTION.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 48A, § 414(f), (g), and (h).

In subsection (b)(2)(i) of this section, the phrase "calculated as of the date of issue" is substituted for the former word "then" for clarity.

In subsection (b)(2)(ii) of this section, the cross-reference "calculated under subsection (c) of this section" is substituted for the former reference "as hereinafter defined" for clarity.

In subsections (c) and (d) of this section, the former phrase "[e]xcept as to policies issued on or after the operative date of [former] subsection (k-1)" is deleted as unnecessary in light of subsection (a) of this section.