

In subsection (c)(1)(iv) of this section, the phrase "that has the variable amount of insurance" is added for clarity.

In subsection (d) of this section, the conjunction "and" is substituted for the former conjunction "or" for accuracy and to reflect the revision of this paragraph as an equation.

Defined terms: "Insurance" § 1-101

"Life insurance" § 1-101

"Policy" § 1-101

"Premium" § 1-101

16-308. SAME — APPLICABLE TABLES.

(A) SCOPE OF SECTION.

THIS SECTION DOES NOT APPLY TO A POLICY OF LIFE INSURANCE ISSUED ON OR AFTER THE OPERATIVE DATE OF § 16-309 OF THIS SUBTITLE.

(B) 1941 STANDARD ORDINARY MORTALITY TABLE.

(1) THIS SUBSECTION DOES NOT APPLY TO A POLICY GOVERNED BY SUBSECTION (C) OR (D) OF THIS SECTION.

(2) (I) FOR POLICIES OF ORDINARY LIFE INSURANCE, THE ADJUSTED PREMIUMS AND PRESENT VALUES REFERRED TO IN THIS SUBTITLE SHALL BE CALCULATED BASED ON THE COMMISSIONERS 1941 STANDARD ORDINARY MORTALITY TABLE.

(II) ANY DIFFERENTIAL BASED ON SEX SHALL REFLECT ACTUARIAL EXPECTANCIES AND IS SUBJECT TO THE COMMISSIONER'S APPROVAL.

(3) FOR POLICIES OF INDUSTRIAL LIFE INSURANCE, THE ADJUSTED PREMIUMS AND PRESENT VALUES REFERRED TO IN THIS SUBTITLE SHALL BE CALCULATED BASED ON THE 1941 STANDARD INDUSTRIAL MORTALITY TABLE.

(4) ADJUSTED PREMIUMS AND PRESENT VALUES SHALL BE CALCULATED AT AN INTEREST RATE, NOT EXCEEDING A RATE OF 3.5% PER YEAR, SPECIFIED IN THE POLICY FOR CALCULATING CASH SURRENDER VALUES AND PAID-UP NONFORFEITURE VALUES.

(5) IN THE CALCULATION OF THE PRESENT VALUE OF PAID-UP TERM INSURANCE WITH ANY ACCOMPANYING PURE ENDOWMENT OFFERED AS A NONFORFEITURE BENEFIT, THE RATES OF MORTALITY ASSUMED MAY NOT EXCEED 130% OF THE RATES OF MORTALITY ACCORDING TO THE APPLICABLE TABLE.

(6) IN THE CALCULATION OF ADJUSTED PREMIUMS AND PRESENT VALUES FOR INSURANCE ISSUED ON A SUBSTANDARD BASIS, THE ADJUSTED PREMIUMS AND PRESENT VALUES MAY BE CALCULATED BASED ON ANOTHER MORTALITY TABLE SPECIFIED BY THE INSURER AND APPROVED BY THE COMMISSIONER.

(C) 1958 STANDARD ORDINARY MORTALITY TABLE.