

(I) ON OR AFTER JANUARY 1, 1968, BUT BEFORE THE OPERATIVE DATE OF § 16-309 OF THIS SUBTITLE; OR

(II) ON AN OPERATIVE DATE FROM JANUARY 1, 1964, TO DECEMBER 31, 1967, BOTH INCLUSIVE, AS SPECIFIED BY THE INSURER IF THE INSURER FILED WITH THE COMMISSIONER WRITTEN NOTICE OF AN ELECTION TO COMPLY WITH THIS SUBSECTION ON A DATE BEFORE JANUARY 1, 1968.

(2) FOR POLICIES OF INDUSTRIAL LIFE INSURANCE, THE ADJUSTED PREMIUMS AND PRESENT VALUES REFERRED TO IN THIS SUBTITLE SHALL BE CALCULATED BASED ON THE COMMISSIONERS 1961 STANDARD INDUSTRIAL MORTALITY TABLE AND THE RATE OF INTEREST SPECIFIED IN THE POLICY FOR CALCULATING CASH SURRENDER VALUES AND PAID-UP NONFORFEITURE BENEFITS.

(3) ADJUSTED PREMIUMS AND PRESENT VALUES SHALL BE CALCULATED AT AN INTEREST RATE SPECIFIED IN THE POLICY FOR CALCULATING CASH SURRENDER VALUES AND PAID-UP NONFORFEITURE BENEFITS, NOT EXCEEDING A RATE OF:

(I) 3.5% PER YEAR FOR POLICIES ISSUED ON OR BEFORE JUNE 30, 1978;

(II) 4% PER YEAR FOR POLICIES ISSUED FROM JULY 1, 1978 TO JUNE 30, 1980, BOTH INCLUSIVE; OR

(III) 5.5% PER YEAR FOR POLICIES ISSUED ON OR AFTER JULY 1, 1980.

(4) 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 THE RATES IN THE COMMISSIONERS 1961 INDUSTRIAL EXTENDED TERM INSURANCE TABLE.

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

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

Subsections (c)(1) and (d)(1) of this section are revised to state the applicable scope of each subsection because the contingent application window for each subsection is now closed. Therefore, provisions of former Art. 48A, § 414(j) and (k) that authorize an insurer to file a certain notice to subject policies to these provisions are deleted as obsolete.

In subsections (c)(3)(i) and (d)(3)(i) of this section, the words "on or before June 30, 1978" are added for clarity.