- (2) THE NONPROFIT HEALTH SERVICE PLAN OR INSURER SHALL PROVIDE TO THE PROSPECTIVE POLICYHOLDER A COPY OF THE STATEMENT REQUIRED UNDER PARAGRAPH (1) OF THIS SUBSECTION, AND THE ORIGINAL OF THE STATEMENT SHALL BE RETAINED IN THE FILES OF THE INSURER OR NONPROFIT HEALTH SERVICE PLAN FOR THE LONGER OF:
 - (I) THE PERIOD THAT THE POLICY IS IN EFFECT; OR
 - (II) 5 YEARS.
- (G) (1) EXCEPT AS PROVIDED IN THIS SECTION, ALL PROVISIONS OF THIS ARTICLE SHALL APPLY TO A $\frac{\text{BASIC}}{\text{LIMITED}}$ BENEFITS POLICY.
- (2) NOTWITHSTANDING ANY OTHER PROVISION OF THIS ARTICLE, A BASIC LIMITED BENEFITS POLICY IS NOT SUBJECT TO ANY MANDATED HEALTH INSURANCE BENEFIT OR NONDISCRIMINATION PROVISION.
- (H) (1) AN INDIVIDUAL OR EMPLOYER IS ELIGIBLE FOR COVERAGE UNDER A BASIC LIMITED BENEFITS POLICY FOR A MAXIMUM OF 3 CONSECUTIVE YEARS.
- (2) AN INSURER OR NONPROFIT HEALTH SERVICE PLAN MAY NOT CANCEL A <u>BASIC LIMITED</u> BENEFITS POLICY EXCEPT FOR NONPAYMENT OF PREMIUMS OR FAILURE TO SATISFY ESTABLISHED PARTICIPATION REQUIREMENTS.
- (3) (I) IF AN INDIVIDUAL OR EMPLOYER HAS BEEN COVERED UNDER A BASIC LIMITED BENEFITS POLICY AND HAS NOT BEEN CANCELED UNDER PARAGRAPH (2) OF THIS SUBSECTION, THE INSURER OR NONPROFIT HEALTH SERVICE PLAN PROVIDING THE BASIC LIMITED BENEFITS POLICY SHALL OFFER A NONBASIC NONLIMITED BENEFITS POLICY TO THE INDIVIDUAL OR EMPLOYER, PROVIDED THE INDIVIDUAL OR EMPLOYER MAKES APPLICATION WITHIN 3 MONTHS FROM THE DATE COVERAGE UNDER THE BASIC LIMITED BENEFITS POLICY ENDS.
- (II) THE POLICY OFFERED UNDER SUBPARAGRAPH (I) OF THIS PARAGRAPH SHALL BE OFFERED:
 - 1. WITHOUT MEDICAL UNDERWRITING; AND
- 2. <u>WITHOUT PREEXISTING CONDITION LIMITATIONS</u>
 TO THE EXTENT ANY PREEXISTING CONDITION LIMITATIONS UNDER THE BASIC LIMITED BENEFITS POLICY HAVE BEEN SATISFIED.
- (4) THREE MONTHS PRIOR TO THE TERMINATION OF A BASIC LIMITED BENEFITS POLICY, AN INSURER OR NONPROFIT HEALTH SERVICE PLAN SHALL PROVIDE TO THE POLICYHOLDER AND ALL BENEFICIARIES A NOTICE OF THE REQUIRED OFFERING UNDER PARAGRAPH (3) OF THIS SUBSECTION.