

policies of a life insurance company, organized under the laws of this State, when issued or delivered in any other State, territory, or foreign country, may contain any provision required by the laws of such State, territory, or foreign country, to be contained in the policies issued therein.

SEC. 2. *And be it further enacted,* As aforesaid, that two new sections be and are hereby added to said Article 48A, title "Insurance", sub-title "Life, Accident and Health Insurance", to follow immediately after Section 130 and to be known as Sections 130A and 130B, respectively, and to read as follows:

130A. NON-FORFEITURE BENEFITS IN INDUSTRIAL LIFE INSURANCE POLICIES ISSUED PRIOR TO THE OPERATIVE DATE OF SECTION 130B. This section shall apply only to policies of industrial life insurance issued prior to the operative date of Section 130B (the Standard Non-forfeiture Law).

The non-forfeiture benefit referred to in Sub-section (F) of Section 128 shall be available to the insured in event of default in premium payments, after premiums shall have been paid for five full years, and shall be a stipulated form of insurance effective from the due date of the defaulted premium, the net value of which stipulated form of insurance shall not be less than the reserve on the policy at the end of the last completed quarter of the policy year for which premiums have been paid, and on dividend additions thereto, if any, exclusive of any reserve on total and permanent disability and additional accidental death benefits (the policy to specify the mortality table, rate of interest and method of valuation adopted for computing such reserve, if other than the net level premium method), less a specified maximum percentage (not more than two and one-half) of the maximum amount insured by the policy and of existing dividend additions thereto, if any, and less any existing indebtedness to the company on or secured by the policy. Provided, however, that after premiums have been paid for ten full years, the policy may be surrendered to the company at its home office, within the period of grace, after the due date of the defaulted premium, for a specified cash value at least equal to the sum which would otherwise be available for the purchase of insurance as aforesaid; and provided, further, that the company may defer payment for not more than six months after the application therefor is made. In the event that such application is not made within the required period, it shall be provided that a stipulated form of insurance shall automatically become effective. This section shall not apply to Term insurance of twenty years or less.

130B. STANDARD NON-FORFEITURE LAW. (1) In the case of policies issued on or after the operative date of this section,