

Accident and Health Insurance", said new section to be known as Section 186A, to follow immediately after Section 186 thereof, relating to industrial life insurance, premiums payable under such policies, required and prohibited provisions in such policies and the incontestability clause in such policies.

SECTION 1. *Be it enacted by the General Assembly of Maryland,* That a new section be and the same is hereby added to Article 48A of the Annotated Code of Maryland (1951 Edition), title "Insurance", sub-title "Life, Accident and Health Insurance", said new section to be known as Section 186A, to follow immediately after Section 186 of said Article, and to read as follows:

186A. (*Industrial Life Insurance.*) (a) *Industrial Life Insurance is any life insurance provided by an individual insurance policy bearing the words "Industrial Policy" printed upon the policy as part of the brief description required under Section 187 of this Article, and under which premiums are payable*

(1) *weekly, or*

(2) *monthly or oftener, but less often than weekly, if the face amount of the insurance provided in such policy is \$1,000 or less.*

(b) *No industrial life insurance policy shall be delivered, or issued for delivery, in this State unless it contains in substance the provisions as required by Sub-sections (c) to (l), inclusive of this section or provisions which in the opinion of the Commissioner are not less favorable to the policyholder. Any of such provisions not applicable to non-participating or term policies shall to that extent not be incorporated therein.*

(c) *A provision that the insured is entitled to a grace period of either thirty days or one month if premiums are payable monthly, or of four weeks if premiums are payable oftener than monthly, within which grace period the payment of any premium after the first may be made, and that during the grace period the policy shall continue in full force, but if during the grace period the policy becomes a claim, then any overdue and unpaid premiums may be deducted from any settlement under the policy.*

(d) *A provision that the policy shall be incontestable after it has been in force during the lifetime of the insured for a period of two years from its date of issue, except for nonpayment of premiums and at the option of the insurer, except for provisions relating to benefits in the event of total and permanent disability, as defined in the policy, and provisions which grant additional insurance specifically against death by accident or accidental means and provisions granting additional benefits for loss of eyesight or limbs.*

(e) *A provision that the policy shall constitute the entire contract between the parties, or, if a copy of the application is endorsed upon or attached to the policy when issued, a provision that the policy and the application therefor shall constitute the entire contract. If the application is so made a part of the contract, the policy shall also provide that all statements made by the applicant in such application shall, in the absence of fraud, be deemed to be representations and not warranties.*