

policies and contracts, other than annuity and pure endowment contracts, issued on or after July 1, 1978; 4 percent interest for such policies issued prior to July 1, 1980, and 4 1/2 percent interest for policies issued on or after July 1, 1980, and the following tables:

(vii) For group life insurance, life insurance issued on the substandard basis, LONG-TERM HOME HEALTH CARE AND LONG-TERM CARE IN A NURSING HOME OR OTHER RELATED INSTITUTION, and other special benefits -- such tables as may be approved by the Commissioner.

(b-1) Except as otherwise provided in paragraphs (b-2) and (e), reserves according to the Commissioners reserve valuation method, for the life and endowment insurance benefits of policies providing for a uniform amount of insurance and requiring the payment of uniform premiums, shall be the excess, if any, of the present value, at the date of valuation, of such future guaranteed benefits provided for by such policies, over the then present value of any future modified net premiums therefor. The modified net premiums for any such policy shall be such uniform percentage of the respective contract premiums for such benefits that the present value, at the date of issue of the policy, of all such modified net premiums shall be equal to the sum of the then present value of such benefits provided for by the policy and the excess of (A) over (B), as follows:

(B) A net one-year term premium for such benefits provided for in the first policy year.

Provided that for any life insurance policy issued on or after January 1, 1986 for which the contract premium in the first policy year exceeds that of the second year and for which no comparable additional benefit is provided in the first year for the excess premium, and which provides an endowment benefit or a cash surrender value, or a combination, in an amount greater than the excess premium, the reserve according to the Commissioners reserve valuation method as of any policy anniversary occurring on or before the assumed ending date defined as the first policy anniversary on which the sum of any endowment benefit and any cash surrender value then available is greater than the excess premium shall, except as otherwise provided in subsection (e), be the greater of the reserve as of the policy anniversary calculated as described in the preceding paragraph or the reserve as of such policy anniversary calculated as described in that paragraph, but with (i) the amount defined in subparagraph (a) of that paragraph being reduced by 15 percent of the amount of the excess first year premium, (ii) all present values of benefits and premiums being determined without reference to premiums or benefits provided for by the policy after the assumed ending date, (iii) the policy being assumed to mature on that date as an endowment, and (iv) the cash surrender value provided on that date being considered as an endowment benefit. In making the