



AMERICAN ACADEMY *of* ACTUARIES

**Update Regarding a General Revision
Of Life and Annuity Standard Nonforfeiture Laws
From the American Academy of Actuaries' Nonforfeiture Improvement Work Group**

**Presented to the National Association of Insurance Commissioners'
Life and Health Actuarial Task Force**

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Nonforfeiture Improvement Work Group

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Since the National Association of Insurance Commissioners' Fall 2009 National Meeting in September, the American Academy of Actuaries' Nonforfeiture Improvement Work Group (NFIWG) has continued to hold regular conference calls. The charge from the Life and Health Actuarial Task Force (LHATF) to the NFIWG is to:

“Study the feasibility of a new nonforfeiture law for life insurance and annuities to replace the existing nonforfeiture standards. Provide quarterly status reports on this project.”

This report constitutes the requested quarterly status report on the progress of the NFIWG's activities.

The NFIWG is continuing to prepare its documentation of the details of the approach to life and annuity product nonforfeiture reform it believes will accomplish the elements contained in its previously-articulated framework for reform.

Once the NFIWG completes its review of the current version of its draft report, it will forward that draft to certain other Academy work groups for their input prior to finalizing the report.

The NFIWG appreciates the opportunity to keep LHATF apprised of its activities with regard to the charge assigned.