

Summary of Suggested Changes to December 2004 Version Proposed AG VACARVM

Significant Changes

1. Additional material dealing with Revenue Sharing in Appendix 1 (pgs. 12-13)
2. Update to wording on Standard Scenario reserve requirements in Appendix 3 (pgs. 23-33)
 - a. Not part of the Academy recommendation
3. Update to Alternative Methodology mortality in Appendix 4 (pgs. 43-44)
4. Update to Calibration points along with supporting language in Appendix 5 (pgs. 52-56)
5. Addition of Appendix 10 on Specific Guidance and Requirements for Setting Prudent Best Estimate Mortality Assumptions (pgs. 73-78)

Minor Changes

1. Page 8 – adds reference to Appendix 10 in definition of Prudent Best Estimate
2. Page 11 – minor wording change to General Description of Projections in Appendix 1
3. Page 36 – minor wording change
4. Corrected to Alternative Methodology example in Appendix 4 (pg. 48)
5. Update to table showing mortality assumption used in Alternative Methodology (pg. 49)
6. Minor change to documentation requirements (making it consistent with Standard Scenario language) in Appendix 8 (pg. 68)
7. Add reference to Appendix 10 in discussion of Contractholder Behavior in Appendix 9 (pg. 69)
8. Refinement to risk factor language in discussion of Contractholder Behavior in Appendix 9 (pg. 71)