

EXHIBIT 3: NARRATIVE SUMMARY

Company Name: **Monumental Life Insurance Company**
NAIC Code: **66281**
SERFF Tracking #: **AEGC-129584651**

MEDICARE SUPPLEMENT GROUP INSURANCE PLANS

Pre- Standard Plans

Rate Changes Requested:

<u>Plans</u>	<u>Change Requested</u>
Pre-Standard	2.0%

All certificate holders with a Pre-standard plan are affected by this filing.

The new premium rate adjustment will be effective on 9/1/14 for all certificate holders with a Pre-standard plan. Certificate holders paying monthly premiums will have their new rate effective on 9/1/14. Certificate holders paying non-monthly premiums will have their new rate effective with their first bill payable after 8/31/14.

Using an insured policy count as of 12/31/13, the number of certificate holders that will be affected by the above rate change are as follows:

<u>Plans</u>	<u>Count</u>
Pre-Standard	10

Explanation for Rate Change: Each year, we examine the experience of this block of business and compare it to what was expected. In addition, an assumption is made for medical trend for the upcoming year. On an inception to date basis, the experience loss ratio is slightly below expected, resulting in a negative adjustment of 1.7%. Then, considering the expected medical trend (3.7%) for the upcoming year, yields the rate increase requested of 2.0%.