

## SCHEDULE 10

### PERMITTED LINKS

#### PART I

##### DESCRIPTIONS OF PROPERTY BY REFERENCE TO WHICH BENEFITS MAY BE DETERMINED

1. Securities (other than derivative contracts) which are listed.
2. Unlisted securities (other than derivative contracts) in aggregate up to a maximum of 10 per cent. of the property linked benefits.
3. Land (including any interest in land) in an EEA State, Australia, Canada, the Channel Islands, Gibraltar, Hong Kong, the Isle of Man, New Zealand, the Republic of South Africa, Singapore and the United States of America.
4. Loans—
  - (a) which are fully secured by mortgage or charge on land (or any interest in land) which—
    - (i) is situated in any of the countries specified in paragraph 3 above, and
    - (ii) in the case of a loan made to a person other than a body corporate, is not used wholly or mainly for domestic purposes, and
  - (b) of which the rate of interest and the due dates for the payment of interest and the repayment of principal can be fully ascertained from the terms of any agreement relating to the loan.
5. Units in—
  - (a) a unit trust scheme falling within Council Directive [85/611/EEC](#) of 20 December 1985 on the co-ordination of laws, regulations and administrative provisions relating to undertakings for collective investments in transferable securities;
  - (b) an authorised unit trust scheme other than authorised unit trust schemes falling within sub-paragraph (a) above;
  - (c) a recognised scheme within the meaning of sections 86, 87 and 88 of the Financial Services Act 1986<sup>(1)</sup> other than recognised schemes falling within sub-paragraph (a) above.
6. Approved securities.
7. Loans to or deposits with an approved credit institution, an approved financial institution or an approved investment firm.
8. Income due or to become due in respect of property of any of the descriptions specified in the foregoing paragraphs of this Schedule.
9. Permitted derivative contracts.
10. Cash.
11. Units, by whatever name called, in a real or notional fund (not being a scheme or undertaking of a kind mentioned in paragraph 5 above) which is limited to the descriptions of property mentioned above and which under the contract is to be managed either—
  - (a) wholly by the insurer; or

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(1) [1986 c. 60.](#)

**Status:** This is the original version (as it was originally made). This item of legislation is currently only available in its original format.

- (b) wholly or to any extent by another person being a person for whose acts and omissions in managing the fund the insurer assumes responsibility towards the policy holder as if they were the acts or omissions of the insurer, and otherwise (if at all) by the insurer.