

## SCHEDULE

### BENEFIT LIMITS

#### PART IV

##### LUMP SUM DEATH BENEFIT

**14.—**(1) The lump sum death benefit under regulation 13 must not be such as to cause the total of that lump sum and any death benefits totalling £2,500 or more that are payable under relevant schemes to exceed the permitted amount.

(2) Relevant schemes are—

- (a) approved schemes
- (b) schemes approved under Chapter IV of Part XIV of the Taxes Act;
- (c) free-standing additional voluntary contributions schemes;
- (d) retirement annuity contracts approved under Chapter III of Part XIV of the Taxes Act, and
- (e) the scheme constituted by the 1988 Regulations.

(3) The permitted amount is £5,000 or, if greater, 4 times the participator's remuneration.

(4) The participator's remuneration is the greatest of U, V and W, where—

U is what the participator's final remuneration would have been if the date of death had been the material date,

V is the participator's highest year's adjusted salary for the purpose of calculating U, and

W is the participator's total taxable earnings during any period of 12 months ending not more than 3 years before the date of death, increased as mentioned in paragraph 4(1).