

STATUTORY INSTRUMENTS

2015 No. 878

The International Tax Compliance Regulations 2015

[^{F1}Client notification obligations

[^{F1}Identifying specified clients: specified financial institution U.K.]

- 12B.**—(1) A specified financial institution must identify all of its specified clients.
- (2) In order to identify its specified clients, a specified financial institution must use either—
- (a) the services approach set out in paragraphs (3) and (4), or
 - (b) the high value approach set out in paragraph (5).
- (3) An individual is a specified client of a specified financial institution under the services approach if—
- (a) the specified financial institution reasonably believes that the individual was resident in the United Kingdom for income tax purposes for the tax year 2015-16 or will be so resident for the tax year 2016-17,
 - (b) the individual is an account holder with the specified financial institution on 30th September 2016, and
 - (c) in any part of the relevant period, the specified financial institution has—
 - (i) maintained a financial account in a participating jurisdiction or the United States of America in relation to which the individual is an account holder, or
 - (ii) referred the individual to another specified financial institution (wherever located) for the other specified financial institution to provide a financial account for the individual in a participating jurisdiction or the United States of America.
- (4) In paragraph (3)(c)(i), “financial account” does not include a financial account which the specified financial institution is prevented by legal or regulatory obligations in force on 30th September 2016 from providing as a new account.
- (5) An individual is a specified client of a specified financial institution under the high value approach if—
- (a) the specified financial institution reasonably believes that the individual was resident in the United Kingdom for income tax purposes for the tax year 2015-16 or will be so resident for the tax year 2016-17, and
 - (b) the individual is an account holder of a high value account maintained by the specified financial institution on 30th September 2016.]

Textual Amendments

- F1** Regs. 12A-12F and cross-heading inserted (30.9.2016) by [The International Tax Compliance \(Client Notification\) Regulations 2016 \(S.I. 2016/899\)](#), regs. 1, 3

Changes to legislation:

There are currently no known outstanding effects for the The International Tax Compliance Regulations 2015, Section 12B.