

WAR WIDOW'S AND DEPENDANT'S PENSIONS

This Help Sheet gives you information to help you fill in Question 11 on page 4 of your Tax Return and, if you get a pension from overseas, the Foreign Pages.

Some pensions and allowances paid to war widows and dependants are exempt from tax. These are:

- a pension or allowance paid in respect of death due to service in the armed forces (or wartime service in the merchant navy), or death due to war injuries. To qualify for exemption the pension must be paid by (or on behalf of) the Department of Social Security under an Order in Council, or a Royal Warrant, or an order or scheme relating to such deaths
- a similar pension or allowance payable by the Ministry of Defence in respect of death due to peacetime service in the armed forces before 3 September 1939
- similar pensions or allowances payable under the laws of a foreign country.

If you receive such a pension you should not include it as taxable income in your Tax Return.

Sometimes these types of pensions or allowances are wholly or partly withheld because you receive another sort of pension or benefit. If this applies to you, the taxable part of the other pension or allowance you do receive is reduced. The amount of the reduction is the amount of the war pension or allowance (described above) that has been withheld. Use the Working Sheet to work out the figures. You should exclude from all amounts any increase for a dependent child.

Working Sheet

Amount of the other pension or benefit for the year

A £

Amount of war pension or allowance withheld

B £

The taxable amount of the other pension or benefit is

box A minus box B
C £

Copy the figure in box C to the appropriate box in your Tax Return. For example, if a war widow's pension has been withheld because you get an overseas pension, enter the taxable amount of the overseas pension on your Foreign Pages.

Do not send this sheet with your Tax Return. Keep it in case you need to check the figures later.