

General

These notes provide guidance on how to make a notification for an 'international enhancement' of your lifetime allowance if the conditions in sections 221-223 or in sections 224-226 of the Finance Act 2004 (FA 2004) are met. If you intend to rely on these provisions you must use this form to notify HMRC.

The notes are intended to help you complete the boxes on the notification form. Supplementary guidance can be found in the Registered Pension Schemes Manual (RPSM) which is available on our website at www.hmrc.gov.uk.

You may find it useful before completing the notification form to find out more about what international enhancement is and about who is eligible to make a notification.

Refer to RPSM13200010 for further guidance.

How to notify HMRC

You must notify HMRC of your intention to rely on either section 221 FA 2004 for a 'non-resident factor', or on section 224 FA 2004 for a 'recognised overseas scheme transfer factor'. You may do this by completing this form and sending it to HMRC, Audit & Pension Schemes Services, Yorke House, Castle Meadow Road, Nottingham, NG2 1BG.

If you require further guidance refer to RPSM13200050 for guidance on the 'non-resident factor' and RPSM13200120 for guidance on the 'recognised overseas scheme transfer factor'

Please note that there is a time limit for sending HMRC the form. This is no later than five years after the 31 January following the end of the tax year in which either the accrual period ends (for non-residence factor) or the transfer took place (for recognised overseas scheme transfer factor).

You must retain all documents relating to the information given in the notification for a period of six years from the date you send your notification to HMRC.

Completing the Form

You must complete all of the boxes in the relevant Part(s) of the form that apply to you and sign it. Please note that if the form is incomplete or if you do not sign it, your notification will not be processed and the form will be returned to you. Use ticks (✓) where indicated.

Part 1 - Your Details

Please complete your details

1.1 Name

Title by which known for example, Mr, Mrs, Miss, Ms,

First name

Surname or family name

1.2 National Insurance Number (if known)

1.3 Unique Taxpayer Reference (UTR)

This is the Self Assessment (SA) reference number (also called the Unique Taxpayer Reference (UTR)) allocated to the individual for use for Self Assessment.

1.4 Date of birth

1.5 Address

This should be your personal address. It will be the address to which the HMRC certificate will be sent.

1.6 Is this an amendment to an existing notification?

Please tick the 'yes' box if you are amending an earlier notification that was incorrect by submitting a new form providing the correct information. You should fill in all of the relevant parts of the new form as if you were submitting a new notification. Exceptionally, if an earlier notification became incorrect as a consequence of a subsequent action you should refer to the Registered Pension Schemes Manual for further guidance on correcting earlier notifications.

If you tick the 'yes' box also enter the certificate reference number that was shown on the certificate issued to you in response to the earlier notification.

Please tick the 'no' box if you have not sent HMRC an earlier notification.

Part 2 Summary of Information

Please indicate whether you are notifying HMRC of an intention to rely on section 221 Finance Act 2004 or on section 224 Finance Act 2004 by ticking either box 2.1 or 2.2. If you want to notify HMRC of an intention to rely on both of those sections you should complete separate forms for each. Please note that if you want to notify non-residence factors under section 221 FA 2004 in respect of separate registered pension schemes you should fill in a form for each one.

2.1 Notification of intention to rely on S221 FA04

You should tick box 2.1 if you are notifying an enhancement factor in respect of part of an active membership period relating

to an arrangement under a registered pension scheme during which you were a relevant overseas individual. Refer to RPSM13200060 for further guidance on what is a relevant overseas individual.

If you tick box 2.1 please also tick one of the following five boxes either to state the type of arrangement of which you are a member or to show that you have different types of arrangement within the same scheme.

2.1a Money Purchase Cash Balance Arrangement

If you are a member of such an arrangement under a registered pension scheme you can notify a cash balance arrangement non-residence factor by completing Parts 3 and 4 of the form.

2.1b Other Money Purchase Arrangement

If you are a member of such an arrangement under a registered pension scheme you can notify an 'other money purchase arrangement' non-residence factor by completing Parts 3 and 5 of the form.

2.1c Defined Benefit Arrangement

If you are a member of such an arrangement under a registered pension scheme you can notify a defined benefits arrangement non-residence factor by completing Parts 3 and 6 of the form.

2.1d Scheme with Multiple Arrangements

If you are a member of such a scheme and you can notify a non-residence factor in respect of all of the above three types of arrangement under the scheme please complete Parts 3, 4, 5 and 6 of the form. If you are making a notification in respect of two types of arrangement please complete Part 3 and whichever two of Parts 4, 5 and 6 that are relevant.

If you are a member of such a scheme and you are notifying a non-residence factor in respect of a hybrid arrangement under the scheme you should calculate your hybrid arrangement factor on the basis explained in the note below on box 2.1e. You will need to include the resulting amount(s) in whichever of Parts 4, 5 or 6 applies. You should read the guidance on how to do that.

2.1e Hybrid Arrangement

Your hybrid arrangement enhancement factor will be the greater or greatest of

- the cash balance arrangement non-residence factor ,
- the other money purchase arrangement non-residence factor, or
- the defined benefits arrangement non-residence factor .

If you are a member of a hybrid arrangement you should complete Part 3 and only that one of Parts 4, 5 and 6 of the form which would give you the highest amount. To work out which of those Parts is the one to complete you will need to compare the relevant amounts referred to in Parts 4, 5 and 6.

2.2 Notification of intention to rely on S224 FA04

You should tick box 2.2 if you are notifying an enhancement factor in respect of a transfer from an arrangement under a

recognised overseas pension scheme to an arrangement under an UK registered pension scheme that was made after 5 April 2006.

If you tick box 2.2 please go straight to Part 7.

Part 3 Period of Overseas Membership of a UK Registered Pension Scheme

Please complete all of the boxes in this Part if you are notifying HMRC of an intention to rely on Section 221 Finance Act 2004.

3.1 Scheme name.

3.2 Scheme address.

This should be the address of the Scheme Administrator. If you do not know that you should enter the address that you usually use to write to your scheme.

3.3 Period for which you were a relevant overseas individual throughout an active membership period .

Please insert the appropriate dates for that part of an active membership period relating to your arrangement throughout which you were a relevant overseas individual . The dates should be in dd/mm/yyyy format (so 6 April 2006 would be 06/04/2006).

If you want to make a notification in respect of two or more such parts of an active membership period you should submit a separate form for each part.

You should also submit separate forms if a 'benefit crystallisation event' occurred whilst you were a relevant overseas individual and were still accruing benefits under an arrangement. One form should relate to the active membership period up to the date of that 'benefit crystallisation event' and the other form should relate to the following active membership period.

The date in the 'From' box must be the latest of the following dates

- the date when you became a 'relevant overseas individual' ,
- the date when benefits first began to accrue to you or for you under the arrangement, or
- 6 April 2006.

The date in the 'To' box must be the earliest of the following dates

- the date of the 'benefit crystallisation event' ,
- the date when you ceased to be a 'relevant overseas individual' , or
- the date when benefits ceased to accrue to you or for you under the arrangement.

Part 4 Money Purchase Cash Balance Arrangements

You should complete this part if your arrangement is a Money Purchase Cash Balance Arrangement .

4.1 Closing value of the rights under the arrangement.

Please insert the value of your Money Purchase Cash Balance rights under your arrangement as at the date that you have inserted in the 'To' box in 3.3. This is the amount that would have

been available to provide benefits to you or in respect of you if you had become entitled to the immediate payment of the benefits at that date. When valuing those rights you must apply certain valuation assumptions .

4.2 Opening value of the rights under the arrangement.

Please insert here the value of your Money Purchase Cash Balance rights under your arrangement as at the date that you have inserted in the 'From' box in 3.3. This is the amount that would have been available to provide benefits to you or in respect of you if you had become entitled to the immediate payment of the benefits at that date. When valuing those rights you must apply certain valuation assumptions .

HMRC will calculate your cash balance arrangement non-residence factor on the basis of the information that you have provided.

Part 5 Other Money Purchase Arrangements

You should complete this part if your arrangement is an other money purchase arrangement .

5.1 Contributions made during the period.

Please state the total of the contributions that you have made to your arrangement and of the contributions made on your behalf (for example, by your employer) during the period between the dates shown at 3.3 on the form.

HMRC will calculate your other money purchase arrangement non-residence factor on the basis of the information that you have provided.

Part 6 Defined Benefits Arrangements

You should complete this part if your arrangement is a defined benefits arrangement .

6.1 Pension entitlement at the end of the period.

Please insert here your pension entitlement under your arrangement as at the date that you have inserted in the 'To' box in 3.3. That is the annual rate of pension which would have been payable to you if you had become entitled to payment of it as at that date. When calculating your entitlement you must apply certain valuation assumptions .

6.2 Pension entitlement at the start of the period.

Please insert here your pension entitlement under your arrangement as at the date that you have inserted in the 'From' box in 3.3. The second and third sentences of 6.1 above apply here as well.

6.3 Are you entitled to a separate lump sum?

You should only tick this box if you are entitled to a separate lump sum under your arrangement. A separate lump sum is a lump sum cash benefit that you are automatically entitled to. Do not tick the 'yes' box if you are only entitled to a lump sum if you give up some of your prospective pension entitlement. Ask your Scheme Administrator if you are not sure.

6.4 Amount of lump sum at the end of the period.

You should fill in this box only if you ticked 'yes' in box 6.3. This is your separate lump sum entitlement under your arrangement as at the date that you have inserted in the 'To' box in 3.3. When calculating your entitlement you must apply certain valuation assumptions .

6.5 Amount of lump sum at the start of the period.

You should fill in this box only if you ticked 'yes' in box 6.3. This is your separate lump sum entitlement under your arrangement as at the date that you have inserted in the 'From' box in 3.3. When calculating your entitlement you must apply certain valuation assumptions .

HMRC will calculate your defined benefits arrangement non-residence factor on the basis of the information provided.

Part 7 Transfer from Recognised Overseas Pension Scheme.

You should complete all of the boxes in this Part if you are notifying HMRC of an intention to rely on Section 224 FA 2004 for a recognised overseas scheme transfer factor .

Please note that if you want to make a notification of more than one enhancement factor - in respect of transfers from different recognised overseas schemes, transfers to different UK registered schemes, or transfers made on different dates you must submit a separate form for each transfer.

However, if you have made transfers from more than one arrangement under a recognised overseas scheme to the same UK registered scheme at the same time you can complete one form for the combined transfers. If you do that you should show the total figure for the transfers from those different arrangements in each of the boxes at 7.2 and 7.3.

7.1 Date of the current transfer

Enter the date on which the transfer from your arrangement under a recognised overseas pension scheme to your registered pension scheme in respect of which you are notifying an enhancement factor took place in dd/mm/yyyy format (6 April 2006 would be 06/04/2006).

7.2 Total value transferred on that date.

This is the total value transferred from your arrangement under a recognised overseas pension scheme on the date that you have inserted at section 7.1. It is the aggregate of the amount of any sums transferred and of the market value of any assets transferred.

7.3 Value of any non-cash assets included in the total transfer.

This is the total value of any non-cash assets (e.g. property or shares) transferred as part of the transfer from your arrangement under a recognised overseas pension scheme to your registered pension scheme as at the date that you have inserted at section 7.1. Do not include any monetary amounts transferred by cheque or by electronic transmission.

7.4 Relevant relievable amount as at that date.

Complete this box if you have a relevant relievable amount . You will have a relevant relievable amount if you were not a relevant

overseas individual for part of your overseas arrangement active membership period . If you have two or more such parts of your overseas arrangement active membership period you will need to add together the amounts relating to those separate parts and record the total amount.

Please state your relevant relievable amount as at the date you have inserted in box 7.1.

How to Calculate Your Relevant Relievable Amount

The relevant relievable amount is calculated in a number of different ways. The basis of calculation depends on the nature of your arrangement (or arrangements) under a recognised overseas pension scheme .

Cash Balance Arrangement

If your overseas arrangement is a Cash Balance Arrangement you will need to read the guidance on how to calculate the 'cash balance relevant relievable amount' . Refer to RPSM13100190 for further guidance.

Other Money Purchase Arrangement

If your overseas arrangement is an Other Money Purchase Arrangement you will need to read the guidance on how to calculate the 'other money purchase relevant relievable amount'. Refer to RPSM13100200 for further guidance.

Defined Benefits Arrangement

If your overseas arrangement is a Defined Benefits Arrangement you will need to read the guidance on how to calculate the 'defined benefits relevant relievable amount' . Refer to RPSM13100210 for further guidance.

Scheme with multiple arrangements

This is a scheme that contains more than one of the types of arrangement referred to in this note on Part 7.4. There are separate entitlements to the different types of benefit from those arrangements. So a member could, for example, receive other money purchase benefits from one arrangement and defined benefits from another arrangement within the same scheme.

Please note that if your recognised overseas pension scheme is a scheme with multiple arrangements you should calculate the relevant relievable amount for the type of arrangement from which the transfer was made. You should then insert this figure in the box at 7.4. However, if you have transferred from two or more types of arrangement under the same recognised overseas scheme to the same UK registered scheme at the same time, and are completing only one form in respect of the combined transfers, you should insert in the box at 7.4 the total of the figures calculated for each of those different arrangements.

Hybrid Arrangement

If your recognised overseas pension scheme is a Hybrid Arrangement you will need to read the guidance on how to calculate the 'hybrid arrangement relevant relievable amount'. Refer to RPSM13100220 for further guidance.

7.5 Name of the transferring scheme.

7.6 Address of the transferring scheme.

This should be the address of the scheme manager. If you do not know that you should enter the address that you usually use to correspond with your scheme.

7.7 Name of the receiving scheme.

7.8 Address of the receiving scheme.

This should be the address of the Scheme Administrator. If you do not know that you should enter the address that you usually use to correspond with your scheme.

Declaration

You must sign and date the form and send it by post to HMRC, Audit & Pension Schemes Services, Yorke House, Castle Meadow Road, Nottingham, NG2 1BG.

If someone else, acting on your behalf, filled in this form you must still sign the form to confirm to HMRC that, to the best of your knowledge, it is correct and complete.

There are only a few exceptions to that requirement.

These are

- if someone dies, their personal representative may complete the notification.
- for persons who are mentally incapable of dealing with the notification, it may be completed by the following authorised persons:
 - in England and Wales or Northern Ireland, by the person's attorney or receiver, or the person managing or administering their property and affairs
 - in Scotland, by the person's guardian within the meaning of the Adults with Incapacity (Scotland) Act 2000.
 - in a country or territory outside the UK, by a person legally authorised to act on their behalf in that country or territory.
- for a person who is not physically capable of dealing with the notification, it may be completed on their behalf by a person having a power of attorney or non-UK equivalent in relation to the affairs of that person.

If you are signing for someone else please enter the capacity in which you are signing and also enter your name and address in the relevant boxes.

What happens next?

Once HMRC has processed this information we will send you a certificate with a unique reference number giving details of your enhanced lifetime allowance. HMRC may make enquiries about the information you have provided and ask you to provide the records from which it was taken.

When your pension rights come into payment on or after 6 April 2006 you must provide your certificate details to the Scheme Administrator when you need international protection to eliminate or reduce a lifetime allowance charge.

Data Protection

HMRC is a Data Controller under the Data Protection Act. We hold information for the purposes specified in our notification made to the Data Protection Commissioner, and may use this information for any of them.

We may get information about you from others, or we may give information to them. If we do, it will only be as the law permits to

- check accuracy of information

- prevent or detect crime
- protect public funds

We may check information we receive about you with what is already in our records. This can include information provided by you as well as others such as other government departments.

We will not give information about you to anyone outside HMRC unless the law permits us to do so.