

22 July, 1997

To all Scheme Actuaries

Dear Scheme Actuary

Advance Corporation Tax : Abolition of Tax Credits for Pension Funds

Following the abolition of Tax Credits for Pension Funds, we have been discussing with the DSS the long term and short term options with regard to the Minimum Funding Requirement and Transfer Values.

I attach for your information the exchange of letters between myself and Dave Allsop at the DSS. As you will see it has been decided to make no change to the MFR basis at the current time pending the outcome of the review.

Yours sincerely

Harvie Brown
Chairman
Pensions Board

Encl:

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