

SCHEDULES

SCHEDULE 1

PERMITTED PAYMENTS

Payment on variation, assignment or novation of a tenancy

- 6 (1) A payment is a permitted payment if it is a payment—
- (a) to a landlord in consideration of the variation, assignment or novation of a tenancy at the tenant's request, or
 - (b) to a letting agent in consideration of arranging the variation, assignment or novation of a tenancy at the tenant's request.
- (2) But if the amount of the payment exceeds the greater of—
- (a) £50, or
 - (b) the reasonable costs of the person to whom the payment is to be made in respect of the variation, assignment or novation of the tenancy,
- the amount of the excess is a prohibited payment.