
STATUTORY INSTRUMENTS

2006 No. 572

**The Taxation of Pension Schemes
(Transitional Provisions) Order 2006**

Modification of section 168 and Schedule 29

8.—(1) The 2004 Act is modified as follows.

(2) In section 168(1) (lump sum death benefit rule) after paragraph (i) insert—

“(j) a life cover lump sum.”.

(3) In Part 2 of Schedule 29 (registered pension schemes: supplementary provisions about lump sums) after paragraph 21 insert—

“Life cover lump sum

21A. For the purposes of this Part a lump sum death benefit is a life cover lump sum if—

- (a) the member had reached the age of 75 before he died;
- (b) payment of the sum would not have prejudiced approval of the scheme for the purposes of Chapter 1 of Part 14 of ICTA if it had been made on 5th April 2006.”.