

The tax and legal aspects of business

J03 2018–19 edition

Web update 3: 19 March 2019

Please note the following update to your copy of the **J03** study text:

Chapter 15, section A1D, page 15/5

Changes to certain FSCS compensation limits apply from 1 April 2019. Please amend this paragraph to read as follows (amendment in **bold**) from this date:

Members of defined contribution pensions are protected by the Financial Services Compensation Scheme (FSCS), which pays out when a financial firm is unable to meet its liabilities. It is funded by an industry levy. The protection varies for different companies: for insurance business relating to long-term insurance (including pensions), compulsory insurances, professional indemnity and claims arising from death or incapacity, it is 100% of the loss, while protection for most other types of insurance is 90%. For investment business, it is 100% of the first **£85,000** lost for each firm.