

*Pension Limit*

50 per cent. of the Band VI rate of military salary plus Long Service Pay appropriate to the rank on which the pension is assessed.

Where the rating is also eligible for additions in respect of commissioned service the limit on total pension will be the higher of the two applicable limits.

*Addition for Commissioned Service*

12. Where a rating had previous commissioned service and has been awarded a service pension under the provisions of Clauses 6 to 10 of this Schedule, an addition may be made to that pension at the rate of £24·86 a year for men and £23·74 a year for women subject to Clause 13 and to total pension not exceeding £2,527 and £2,414 a year respectively and to a maximum of 9 years' such service. These additions will not be payable to officers with previous rating service who retire as officers on pensionable commissions (as opposed to temporary commissions) and opt for a rating's pension.

*Maximum Rates of Pension*

13. Ratings who, on 1st April 1977, were serving on engagements that could take them beyond 37 years' reckonable service (i.e. those who entered under the terms of DCI(RN)1104/64) will receive an addition to the 37 year rate of pension equal to 1/37 of the appropriate 37 year rate of pension for each year of reckonable service beyond 37 years subject to a maximum of 5 years, i.e. 5/37 of the 37 year rate of pension.

*Terminal Grant*

14. A terminal grant in addition to service pension or service invaliding pension will be payable at a rate equal to three times the annual value of any pension awarded. Where an addition in respect of a gallantry award is made to a pension under the provisions of Order in Council of 14th October 1947, such addition shall be omitted for the purpose of assessing the terminal grant.

*Previous service as a Maltese locally enlisted other rank or airman*

15. Previous service as a Maltese locally enlisted other rank or airman which is otherwise reckonable for pension purposes may be added to reckonable naval service for the award of a service pension and terminal grant. The pension and terminal grant will be assessed at the current rate appropriate for each period of service, but assessed for both periods at the rank determined under Clauses 6 to 9 of this Schedule.

16. The rates in this Section are for complete years of service. Rates for residual parts of a year will be calculated proportionately according to the number of days.

*Reckonable Service*

17. Reckonable service for the purpose of determining entitlement to service pension will, subject to Clauses 18 to 20 of this Schedule, be as follows:

- (a) Unforfeited full pay service given, otherwise than as a commissioned officer, after attaining the age of 18 years, in the Royal Navy, the Royal Marines, the Army, the Royal Air Force, or in the Armed Forces of the British Commonwealth or Colonies, or in the former Armed Forces of India or Burma.
- (b) Service as a commissioned officer which would reckon under Clauses 18 to 20 of Schedule I.
- (c) Periods on full pay for the purposes of training while a member of the Auxiliary or Reserve Forces, except broken periods individually of less than six months' duration.
- (d) Whilst a regular rating, periods in appointments not remunerated from Navy Funds which the Secretary of State for Defence may decide can reasonably be regarded as part of the rating's career as such. These will generally be appointments to which the rating brings his Naval knowledge and from which he acquires additional experience and which have been offered to him as part of his Naval service.
- (e) In the case of women, full-time employment as a Naval Nurse in Queen Alexandra's Royal Naval Nursing Service or with the Navy, Army or Air Force as a member of a Voluntary Aid Detachment.

18. The following shall not be reckonable service:

- (a) Periods of imprisonment or detention, whether awarded summarily or by sentence of a Court Martial; or confinement in cells.
- (b) Time forfeited through conviction by the Civil Power; or consequent upon an Order made under any Act relating to the Probation of Offenders.
- (c) Time spent in desertion and, unless restored by the Secretary of State for Defence, any service preceding desertion.
- (d) Any service during which pension is drawn except as provided in Sections IV and V of this Schedule.
- (e) Service rendered by any person who shall have re-entered after having been dismissed from Her Majesty's Service with disgrace or discharged with ignominy.

19. (a) In the case of previous service in respect of which the rating received a service gratuity (including a gratuity in respect of supplemental or extended service), it shall be a condition of allowing such service as reckonable service under Clause 17 of this Schedule that the gratuity shall be refunded either in a lump sum or otherwise.

(b) In any case of previous service other than in the Royal Navy, Royal Marines, Army or Royal Air Force, it may be stipulated as a condition for the allowing of such service towards pension or gratuity that the person makes a payment in respect of previous excess remuneration received to Navy Funds, either in a lump sum or otherwise of such amount as the Secretary of State for Defence may determine.

20. Service preceding a five-year interval in service will not be reckonable unless specially so allowed by the Secretary of State for Defence, and eligibility to reckon such service will normally be determined at the time of resumption of service. However, the following periods will not be regarded as intervals in service for the purpose:

- (a) A period during which a man was a member of a Reserve Force undertaking, or liable for, periodical training.
- (b) A period during which a man, although not a member of an organised reserve, remained liable for recall, provided his period of service included a period of war service. War service for this purpose is defined as full pay service between 3rd September 1939 and 15th August 1946.