

SCHEDULE 2

(introduced by section 3(1)(b))

METHOD FOR CALCULATING MULTIPLIER

- 1 As respects each date on which, but for this Act, a payment of the casualty would have fallen due, a value shall, subject to paragraphs 2 and 3 below, be calculated, rounded to three decimal places, in accordance with the formula—

$$\frac{1}{1.1^n}$$

where n is the period, in years, between the relevant date and the date of the payment; and the sum of all the values so calculated shall be the multiplier for the purposes of section 3(1)(b) of this Act.

- 2 For the purposes of paragraph 1 above, for any case where the period is—
(a) less than $\frac{1}{2}$ year (or is nil), the value shall be 1;
(b) $\frac{1}{2}$ but less than 1 year, the value shall be 0.953.
- 3 For the purposes of reckoning n in paragraph 1 above, where the period is more than one year, n shall be the whole number of years in question (with any time in excess of that number being ignored).