least 22 years' service reckonable for the purpose of rating's pension calculated as in Clauses 8 to 12 of Schedule III; or "(b) he may be granted the service pension for which he would qualify under the rules laid down in Schedule III as applicable to ratings, such award being in place of any retired pay or other award under this Section. "16. Chaplains. Chaplains will not be allocity of

under this Section. "16. Chaplains. Chaplains will not be eligible for awards under the foregoing Clauses, except as pro-vided in sub-paragraph (d) of this Clause. Retired pay will be awarded if the chaplain has completed at least 20 years' qualifying service, or at least 15 years' qualifying service if compulsorily retired for age, or 10 years' qualifying service if invalided. "Retired pay will be assessed as follows:— "(a) In the case of compulsory retirement for age or non-employment:— On completion of 22 years'

On completion of 22 years'

reckonable service ... £625 a year Addition for each complete quarter of a year of reckonable service up to the 27th year

inclusive £8 15s. a year Addition for each complete quarter of a year of reckonable service from the 28th to 30th year

£10 a year inclusive ...

inclusive fl0 a year Up to a maximum of ... fl20 a year If a chaplain has less than 22 years' reckorable service the rate of this retired pay will be calculated by making one deduction from the rate of f625 a year, on the scale set out in Clause 6, for each quarter of a year, or part of a quarter, by which the reckonable service falls short of 22 years. "(b) A chaplain permitted to retire at his own request will be eligible for retired pay assessed as in sub-paragraph (a) above, but unless his retirement takes place within two years before the age limit fixed for service in his Btanch, the retired pay rate will be reduced by 10 per cent.

will be reduced by 10 per cent. "(c) A chaplain who is invalided may be granted

retired pay as follows:

"(i) If he has 20 or more years' qualifying service, the award will be assessed as for com-pulsory retirement for non-employment under subparagraph (a) above

"(ii) If his qualifying service is less than 20 ears, his retired pay will be computed as follows:

From the award for which he would have been eligible under sub-paragraph (c) (i) had he completed 20 years' qualifying service and then retired, a deduction will be made of twice the amount laid down in Clause 6 for each quarter of a year, or part of a quarter, by which his qualifying service falls short of 20 years.

"(d) A chaplain leaving the Service in the circum-stances referred to in Clauses 11 to 14 above, may be granted an award on the basis of those Clauses

"17. The Chaplain of the Fleet. The Chaplain of the Fleet may be granted retired pay as follows, pro-vided he has completed the appropriate period of qualifying service as set out in Clause 16 above:—

"(a) If he has completed 28 years' reckonable service and (unless invalided) at least two years as Chaplain of the Fleet ... £1,275 a year.

"(b) If he has less than 28 years' reckonable service, his retired pay rate will be arrived at by one deduction from the rate of £1,275 a year, on the scale set out in Clause 6 for each quarter of a year, or part of a quarter, by which his reckonable service falls short of 28 years.

SECTION III.

"Terminal Grants in Addition to Service Retired Pay.

"18. Any officer retired from the Active List on or after 1st January, 1956, and awarded retired pay under Section II of this Schedule, may be awarded a terminal grant, in addition to his retired pay, under the following conditions: ---

"(a) The standard rate of grant will in all cases be three times the annual amount of the retired pay awarded.

"(b) An officer can qualify only once for a grant.

"(c) The grant will be free of income tax.

"19. A terminal grant under Clause 18 shall not be admissible in the case of an officer to whom Clause 13 (b) applies, but a tax-free compassionate

grant not exceeding three times the annual amount of the compassionate allowance may be awarded at the discretion of the Admiralty.

" SECTION IV.

"Service Gratuities for Permanent Officers.

"20. Officers other than those on the Special Duties List may on retirement on or after 1st January, 1956, if ineligible for service retired pay, be granted a gratuity as follows:—

"(a) On compulsory retirement for age or non-employment or on retirement at own request, with at least 10 years qualifying service :-

For the first 10 years' qualifying service £1.000

For each further year's qualifying service, an addition of £200

Subject to a maximum gratuity of £2,800. "Officers transferred to the Permanent List from the Reserves or from temporary service or while holding Reserves or from temporary service or while holding Supplementary List or Short Service or Extended Service Commissions, will not be eligible for gratuities on voluntary retirement unless they have rendered five years' service from the date of transfer to the permanent list.

"(b) On invaliding with less than the ten years' service required to qualify for retired pay, a gratuity at the rate of £150 a year, subject to a maximum of £1,350.

"(c) If retired on account of incapacity, unsuitability or inefficiency not due to causes within the officer's control:-

If with 10 or more years' qualifying service, a gratuity as in sub-paragraph (a) above.

If with less than 10 years' qualifying service, a gratuity at the discretion of the Admiralty, not exceeding the following:—

With less than 2 years' qualifying service	Nil
With 2 years' qualifying service	£75
With 3 years' qualifying service	£150
With 4 years' qualifying service	
With 5 years' qualifying service	
With 6 years' qualifying service	
With 7 years' qualifying service	
With 8 years' qualifying service	
With 9 years' qualifying service	£600

"(d) If retired for incapacity, unsuitability or in-efficiency or other cause within his own control, but anot amounting to misconduct, with at least 10 years' qualifying service, a gratuity of such amount as the Admiralty may determine, but not in any event exceeding the amount which would have been admissible under sub-paragraph (a) above had the officer retired at his own request.

"(e) If retired for misconduct, or on termination of commission for any of the reasons set out in Clause 13 (b), with at least 10 years' qualifying Of commission for any of the reasons of out in Clause 13 (b), with at least 10 years' qualifying service, a gratuity, or a compassionate gratuity, if the Admiralty so decide and of such amount as they may determine, but not in any event exceeding 90 per cent., of the award which would have been admissible had the officer retired at his own request.

" Branch Officers or Special Duties Officers

"21. If permitted to retire at their own request with insufficient service to qualify them for retired pay, a gratuity may be granted on the following scale, subject to the completion of a minimum period of twelve years' actual service from the age of 18:—

"(i) Rating Service

For each year of reckonable service in	
excess of five years up to ten years	£10
For each year of reckonable service in	
excess of 10 years up to 14 years	£25
For each year of reckonable service in	
excess of 14 years up to 17 years	£35
For each year of reckonable service in	
excess of 17 years	£40

"(ii) Officer Service

For each year of reckonable service as Commissioned Officer (B.L.) R.N. or R.M. or Sub-Lieutenant (S.D. List), R.N. or Second Lieutenant (S.D. List), R.M. ... £75 normally, but £100 for each complete year served after completion of 12 years' total service.