Allowances and Premiums

25% as lump sum

generally non-taxable

Allowances and premiums are

Participants DFAIT/CIC 10 out of 16 countries do not provide incentive premiums – but 3 provide a separate allowance 14 out of 16 countries pay hardship premium All provide cost-of-living allowance – 69% of countries as % of salary; DFAIT/CIC Incentive premium provided Participants Hardship premium provided COLA provided as % of salary

July 18, 2002

Not for general distribution

PWC CONSULTING

Allowances are non-

taxable