

## HIGH VALUE RESIDENCY

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### STATUTORY APPROVAL

For many years Jersey has welcomed the immigration of high net worth individuals on account of the tax revenue and other benefits which they bring to the Island. The particular regulation under which approval used to be given led to approved individuals being known as 1(1)(k)s. Under the Control of Housing and Work (Jersey) Law 2012, which came into force on 1 July 2013, approved individuals are now granted Entitled status. However, the criteria for approval have not changed.

The process for governmental approval is handled by the Director of High Value Residency at [Locate Jersey](#).

For more information on housing law visit the [Jersey Government website](#).

### FINDING A PROPERTY

There are a number of [estate agents](#) in the Island that specialise in acquiring residential and commercial properties for high value residency clients. For a recommendation of an agent that would suit your requirements please contact [Andrew Pim](#) on +44 (0)1534 818 038.

### FINANCE

Fees to consider when buying property in the Island:

- **Lawyers Fees** – Here at Appleby we like to be totally transparent when it comes to charges. We will provide you with a pack of all the information you need and an upfront fixed fee quote with no hidden extras. For a free quote on purchasing your property [click here](#).
- **Stamp Duty** – Follow [link](#) to relevant calculator which shows how much you are likely to pay.

### THE PURCHASE PROCESS

#### How long will it take?

It is usual for purchases to be completed within 4 to 6 weeks of the parties instructing lawyers. Delays can arise either because of issues specific to the transaction itself e.g. boundary irregularities requiring a neighbour to be joined into the purchase contract or because of issues in another transaction in the chain. Delays can often occur due to lending banks not having received everything they require in order to be able to issue security documentation. We will do all we can to minimise delay on your part but to avoid further delays please attend promptly to the section below **What should you do?**

#### Who at Appleby will represent me?

One of our property partners will have responsibility for your purchase, with day to day assistance from one of our experienced conveyancing managers. We will keep in close contact with you throughout the transaction but feel free to contact us whenever you like. We pride ourselves on our responsiveness and personal approach.

### **What will Appleby do?**

Our primary purpose is to check that the vendor's ownership of the property is unchallengeable and that there are no legal constraints on your acquisition and use of the property.

More specifically, we will:

- Check the title to the property by researching the title documents in the Public Registry. This involves tracing back ownership for at least 40 years.
- Check what existing charges are registered against the property and make sure we have an undertaking from the vendor's lawyers to pay off the relevant liabilities out of the purchase price, and then arrange for the charges to be cancelled.
- Attend at the property to check that as physically established it corresponds with the position disclosed by our title researches. In particular, we will check whether any parts of the property encroach on neighbouring properties or breach building restrictions or similar constraints.
- Make enquiries of the utility companies, the Planning and Building Services Department, the relevant Parish, the Transport and Technical Services Department and the Rent Control Tribunal.
- Raise queries with the vendor's lawyers, both of a standard nature and specifically arising from our title researches and third party enquiries, and follow up with a view to agreeing remedial action, where possible.
- Ensure that the applicable requirements of the Control of Housing and Work (Jersey) Law 2012 and the Agricultural Land (Control of Sales and Leases) (Jersey) Law 1974 are complied with to enable the transaction to proceed.
- Advise you in relation to the security documentation issued by your lending bank's lawyers, if relevant.
- Provide a certificate of title to your lending bank's lawyers, if relevant.
- Advise you on the results of our researches and enquiries and any areas of legal risk.
- Make arrangements for the payment of the required stamp duty.
- Deal with all completion formalities (including attending the Royal Court) and with the necessary completion payments.
- Following completion we will make the necessary declaration to the Parish for the purposes of the Rates Law.
- We will also liaise as required with your other professional advisers.

### **What can Appleby not do?**

Although there are many aspects to our role when acting in a property purchase, we as lawyers cannot provide specialist advice within other disciplines. In particular, we cannot:

- Provide valuation advice or advice on the condition of a property.
- Provide specialist planning expertise. Our researches and enquiries in relation to planning matters are limited to an enquiry of the Planning Department (whose replies are not always accurate), an enquiry of the vendor's lawyers (who will simply pass on their client's instructions) and an external inspection of the property.
- Give financial, investment or taxation advice.
- However, as noted above we will be pleased to liaise as required with your other professional advisers and indeed we can recommend other professional advisers if this is necessary.

### **What should you do?**

There are several key steps you should take to ensure that your transaction proceeds as smoothly as possible, including:

- Mortgage: ensure that you take all steps required by your lending bank and/or mortgage broker, as quickly as possible, to ensure that there is no delay in the bank's lawyers being instructed to prepare security documentation and so that all the bank's preconditions to completion are fulfilled.
- Balance funds: ensure that the funds needed to make up the balance between your mortgage on the one hand and the purchase price and associated costs on the other are available in good time for completion. We will need to have cleared funds from you the day before completion.
- Survey: your lending bank will have carried out a valuation and this may include high level comments on the apparent condition of the property. But you will be well advised to commission your own survey report, either a full structural report or a less extensive 'homebuyer's' report. It is important to remember that in Jersey conveyancing the full risk in relation to any defects there may be in a property lies with the purchaser.
- Absences and contact details: it is very important that you let us know of any intended absences from the Island during the purchase process, so that suitable arrangements such as powers of attorney can be put in place. In addition, we need to be able to contact you easily if the need arises.
- Insurance: in advance of completion you will need to put in place appropriate insurance. We will be able to advise you as to what type of insurance is required.
- Utility services and notification of change of address: you will need to make arrangements for the mains services and telephone service to be put in your name and will also need to give notice of your change of address to the various States departments as well as to the medical and commercial organisations with which you deal.

## **COMPLETION**

Purchasing a flying freehold or freehold property will require you (or us as your attorney) to attend the Royal Court the day the property transfer takes place, this is usually on a Friday.

## INSURANCE

Don't forget to contact your insurance broker to update your life and home insurance policy.