Mobility: Immigration alert

August 2022

United Kingdom

The UK launches new Scale-Up (Work) Visa Route

Executive summary

The UK launched its new Scale-Up Visa Route on 22 August 2022. The Scale-Up Visa is a new work visa for non-UK nationals who possess specific skills needed to grow Scale-up businesses ("Scale-Ups"). Scale-Up Visa holders can sponsor dependent family members and may be eligible to settle (i.e., obtain indefinite leave to remain) after five consecutive years of residence in the UK.

Background

The Scale-Up Route is a new visa category which follows <u>EY's work on the Kalifa Review of UK Fintech</u> and supports UK Scale-Ups (in all sectors) by allowing talented individuals with a high skilled job offer from a qualifying Scale-Up at the required salary level to enter and work in the UK. The term "Scale-Up" refers to a distinct phase of a company's growth. Scale-Ups are start-ups that achieved early commercial success and are currently poised to experience rapid growth.

Overview

The Scale-Up Visa Route:

- Establishes a cost-effective and fast-track alternative to the Skilled Worker Visa Route
- Requires applicants to have a sponsored job offer from an authorized UK Scale-Up
- Allows individuals with job offers at the required skills levels from recognized UK Scale-Ups to qualify for a fast-track Scale-Up Visa
- Grants Scale-Up Visa holders authorization to work in the UK for up to two years initially, and to switch roles and employers during this period

- Allows visa holders to sponsor qualifying dependent family members (i.e., married same-sex and opposite-sex spouses and partners, and children under the age of 18), as with other UK work visa Routes
- Enables visa holders to extend their Scale-Up Visa for up to three years if they earn at least £33,000 per year for at least 50% of the period spent in the UK under this Route
- Allows visa holders (and qualifying dependents) who remain in the UK under this Route for five consecutive years to settle in the UK, provided they meet all other <u>requirements</u>

Eligibility criteria

In order to obtain a Scale-Up Visa, applicants must:

- Meet the English language proficiency requirements
- Have a high-skilled job offer with a minimum annual salary package of at least £33,000 or the going rate for the occupation, whichever is higher
- Receive a job offer from an eligible Scale-Up, i.e., a UK company that can demonstrate that: (1) their headcount grew by at least 20% in each of the three years prior to their application to register as sponsor license holders under this Route, and (2) they had at least 10 full-time employees at the start of the three-year period.

Impact on employers

The Scale-Up Route offers employers several advantages:

- Scale-Ups can register as sponsors through a fast-track verification process.
- Scale-Up Visa applications are not subject to Immigration Skills Charges, unlike the Skilled Worker Route.



- ▶ Employers' sponsorship duties end after six months of visa holders' employment in the UK, reducing administrative burdens for UK employers.
- Scale-Up Visa holders are required to work full-time for their sponsor for only their first six months in the UK. Thereafter, they may work for other employers via an unsponsored Route.

Key steps

EY will continue to monitor these developments. Should you have any questions, we encourage you to contact one of our immigration professionals.

EY | Building a better working world

EY exists to build a better working world, helping create long-term value for clients, people and society and build trust in the capital markets.

Enabled by data and technology, diverse EY teams in over 150 countries provide trust through assurance and help clients grow, transform and operate.

Working across assurance, consulting, law, strategy, tax and transactions, EY teams ask better questions to find new answers for the complex issues facing our world today.

EY refers to the global organization, and may refer to one or more, of the member firms of Ernst & Young Global Limited, each of which is a separate legal entity. Ernst & Young Global Limited, a UK company limited by guarantee, does not provide services to clients. Information about how EY collects and uses personal data and a description of the rights individuals have under data protection legislation are available via ey.com/privacy. EY member firms do not practice law where prohibited by local laws. For more information about our organization, please visit ey.com.

Ernst & Young LLP is a client-serving member firm of Ernst & Young Global Limited operating in the US.

© 2022 Ernst & Young LLP. All Rights Reserved.

EYG no. 007222-22Gbl

2101-3682263 ED None

ey.com

Seema Farazi Partner - People Advisory Services, Global Immigration Tel: +44 20 7951 7122 Email: seema.farazi@uk.ey.com

Denise Isaacs Partner - People Advisory Services, Global Immigration Tel: +44 7920 806179 Email: disaacs@uk.ey.com

Lisa Amos Associate Partner - People Advisory Services, Global Immigration Tel: +44 7787 151456

Ben Willis

Partner - People Advisory Services, EMEIA Immigration Lead Tel: +44 20 7951 9589 Email: ben.willis@uk.ey.com