

FOR INVESTMENT PROFESSIONALS ONLY

Client who wants an inheritance tax efficient ISA

Case Study

Mark is in his 70s and is single. During his working life he accumulated a stocks & shares ISA worth £200,000. Mark has enjoyed tax-free income and capital gains on the investment through the ISA wrapper but is now starting to think about the potential inheritance tax bill on his estate reducing what will be left to his beneficiaries.

Mark would like to retain control of the assets and does not want to pay an excessive amount to setup any solution. As such, a trust or a life assurance policy would be inappropriate.

FACT!

Like main market stocks, AIM stocks can be held within an ISA and benefit from no CGT or Income tax on growth. However, AIM stocks have the added benefit of qualifying for business relief and avoiding 100% of inheritance tax.

Solution

Mark could make a direct transfer of his existing main market holdings into AIM holdings with Fundamental Asset Management through our AIM IHT ISA portfolio. Mark will retain access and control of his assets and the new AIM investments will continue to be held in an ISA with tax-free income and CGT on growth. However, in addition to this the portfolio should now qualify for 100% IHT relief after 2 years.



The Importance of IHT Planning



Financial Adviser Contact:



Derek McLay
Business Development Manager
 07743725659
dmclay@fundamentalasset.com

IMPORTANT INFORMATION

Issued by Fundamental Asset Management Limited. Fundamental Asset Management Ltd is Authorised and Regulated by the Financial Conduct Authority. This is not an offer to sell or a solicitation of an offer to purchase shares. You should not invest in our AIM IHT portfolio service unless you have read our Terms and Conditions, are aware of the risks involved, are prepared to hold for the long term and can risk making a loss. Smaller quoted companies can be subject to certain specific risks not associated with larger, more mature companies. The information and opinions contained in this document are for background purposes only and do not purport to be full or complete. Past performance is not necessarily a guide to future performance as the price of shares can fall as well as rise and you may not get back all the money you invested. The extent of the tax benefits available will depend on the qualifying conditions and investors should seek professional advice before investing. No reliance may be placed for any purpose on the information or opinions contained in this document of their accuracy or completeness. If you have any doubt whether this product is suitable for you and you wish to obtain personal advice, please contact an Independent Financial Adviser.