

## Client who wants to retain access to their capital

### Case Study

Jack is 60 years old and has unfortunately been diagnosed with a terminal condition. He is beginning to look at his assets with his financial adviser to consider his inheritance tax planning. He would like to reduce his IHT bill with a view of leaving as much as possible for his beneficiaries. However, he does not want to lose control of the assets as he may need to draw on the funds for medical procedures to help with his condition. Jack is also concerned that he is unlikely to live beyond 7 years and ideally would like for his assets to obtain relief from IHT sooner than that.

Gifts and trusts would result in Jack losing control of the assets and so this route is not appropriate. Another reason trusts are inappropriate is that relief from IHT will not occur for 7 years which is too long a time horizon for Jack's condition.

### FOR INVESTMENT PROFESSIONALS ONLY

#### FACT!

An AIM IHT ISA portfolio allows a client to keep control of their assets and retain access should the funds be needed in the future. This is in contrast to a Trust which passes control of the assets over to a trustee leaving no recourse for the client to reclaim. Effectively the client loses control of the assets.

#### Solution

Jack can invest into our Fundamental AIM IHT ISA portfolio. This will allow Jack to retain access to his funds should he need them to pay for any medical bills. The portfolio should also qualify for 100% relief from inheritance tax after 2 years and not 7 years as would be the case if held in a trust.

On top of this, the portfolio can sit within his ISA paying no income tax or CGT on growth and is available on key platforms.



### The Importance of IHT Planning



#### Contact:



**Jonathan Bramall**  
 Business Development Manager  
 01923 713 894  
[jbramall@fundamentalasset.com](mailto:jbramall@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.