



CASE HISTORY

A TAX EFFICIENT WAY OF PASSING INVESTMENT INCOME TO YOUR CHILDREN

Nearing retirement, this local businessman had a sizeable sum of money in his business, built up from the profits of a previous business. Well into his 70's he asked Lentells to consider how best to pass this money onto his children. The company shares would have been subject to Inheritance Tax if left intact until the client's death. Lentells' advice was to reduce the share value by taking annual dividends and giving the money therefrom to their adult children. These gifts were tax free because they were gifts from surplus income over expenditure and were planned to broadly ensure they did not attract higher dividend rate tax.

Remember, these details are for information only. For advice on individual cases contact us to arrange a free, informal and no obligation initial meeting.

Offices at: Chard, Lyme Regis, Seaton & Taunton

www.lentells.co.uk