



# The Spectrum IFA Group

International Financial Advisers

## Example of the inheritance tax position of a married couple with two children, comparing the IHT position with and without investing in Assurance Vie

		Each child's inheritance on 2nd death	IHT Bands	Band amount	IHT %	IHT liability
		€	€	€		
<b>Situation without assurance vie wrapper</b>						
Assets	€					
French property	350 000	Inheritance	0-8,072	8 072	5%	403,60
Bank deposits	80 000	less standard allowance	8,072-12,109	4 037	10%	403,70
Unwrapped investments	500 000	Taxable inheritance	12,109 - 15,932	3 823	15%	573,45
Total assets	930 000		15,932 - 552,324	349 068	20%	69 813,60
			552,234 - 902,838	0	30%	0,00
			902,838 - 1,805,677	0	40%	0,00
			over 1,805,677	0	45%	0,00
						<b>IHT payable per child</b>
						<b>71 194,35</b>
<b>Situation with assurance vie wrapper</b>						
Assets	€	€	€	€		
French property	350 000	Inheritance	0-8,072	8 072	5%	403,60
Bank deposits	80 000	less standard allowance	8,072-12,109	4 037	10%	403,70
Assurance vie investment	500 000	less AV allowance	12,109 - 15,932	3 823	15%	573,45
Total assets	930 000	Taxable inheritance	15,932 - 552,324	196 568	20%	39 313,60
			552,234 - 902,838	0	30%	0,00
			902,838 - 1,805,677	0	40%	0,00
			over 1,805,677	0	45%	0,00
						<b>IHT payable per child</b>
						<b>40 694,35</b>

The information and calculations contained in this example have not been checked by a tax lawyer. Therefore, no responsibility is taken by the spectrum ifa group for any inaccuracies that may exist.

\*These figures are purely illustrative, based on a hypothetical case, and are for general guidance only. Tax considerations vary according to individual circumstances. Always seek professional advice.