

GIFT INTER VIVOS COVER

A Gift Inter Vivos life assurance policy is one that provides a lump sum to cover the potential IHT liability that could arise if the donor of a gift dies within seven years from the date of making the gift.

The lump sum provided matches the potential IHT liability and reduces in line with the available taper relief.

GIFT COVER						
Cost per year for £1m of single life cover (covering a £2.5m gift)						
	AGE					
	30	40	50	60	70	80
Yr 1	£224	£437	£986	£2,371	£6,966	£27,812
Yr 2	£224	£437	£986	£2,371	£6,966	£27,812
Yr 3	£224	£437	£986	£2,371	£6,966	£27,812
Yr 4	£185	£352	£798	£1,918	£5,661	£23,109
Yr 5	£143	£267	£608	£1,464	£4,354	£18,128
Yr 6	£96	£182	£416	£1,010	£3,044	£12,594
Yr 7	£48	£93	£214	£522	£1,597	£6,560
Total paid over term	£1,144	£2,205	£4,994	£12,027	£35,554	£143,827
Cost as a % of the gift	0.05%	0.09%	0.20%	0.48%	1.42%	5.75%
Guaranteed premiums are fixed for the full policy term						

All insurance premiums quoted in this presentation are as at March 2024 and are indicative only and assume that the individuals are non-smokers, resident in the UK and accepted on standard terms. These policies have no surrender value.

