

REPLACEMENT RELIEF ON COMPANY SALE



SCENARIO

Mr Beaumont is aged 76 and about two years ago sold his logistics and truck hire businesses that he had owned for over thirty years.

Pigeon Logistics was sold for £5m and Penguin Truck Hire was sold for £3m.

Mr Beaumont draws a healthy pension and has other savings so doesn't require any of the proceeds of sale immediately.



PROBLEM

Mr Beaumont is cash rich but is concerned about Inheritance Tax. Having spent years building his businesses, he wishes to protect his legacy for his children and grandchildren.



POTENTIAL SOLUTION

Mr Beaumont invests the entire £5m proceeds from Pigeon Logistics and £3m from Penguin Truck Hire via a Business Relief (BR) qualifying proposition, investing in an asset-backed renewable energy project.

As Mr Beaumont's previous companies were business relief qualifying, and he has been disinvested for less than three years, his investment in the business relief qualifying proposition will immediately be deemed exempt from Inheritance Tax.

Mr Beaumont's beneficiaries will save £3.2m in inheritance tax if Mr Beaumont dies whilst still invested.



IF THE INVESTOR DIES AFTER 2 YEARS

£8m returned to the estate, saving £3.2million in inheritance tax.



DEEPBRIDGE FEES CHARGED TO THE INVESTOR

Nil. If invested via a financial adviser, there are no fees, dealing costs, custodian fees or exit penalties charged to the investor at any time during the investment, all of the investment is deployed affording up to 100% tax relief.

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