

## ASSESSMENT NARRATIVE IHT APS NOVEMBER 2023

### Structure

A simple pass or fail will be awarded.

### Identification and Application

The following are the relevant topics for assessment with their weightings:

1	20%	Identify overall estate IHT exposure.
2	15%	Identify the implication of retaining Boundary Field in the estate.
3	15%	Identify the IHT implications of creation of a lifetime trust.
4	25%	Identify the differences between the interaction of IHT and CGT if the field is retained or transferred to a trust during lifetime.
5	15%	Identify the IHT implications of the cash gifts to friends.
6	10%	Identify other potential steps that may mitigate tax.

A grade of 0,1,2,3, or 4 is awarded to each topic. The weighting is applied to that grade to produce a weighted average grade. This is then converted to a final absolute grade by rounding up or down to the nearest grade. Thus, scores in the range 2.5 to 3.49 will be a grade 3.

### Relevant Advice and Substantiated Conclusions

The following are the topics for assessment with their weightings:

30%	Advice regarding the IHT implications of setting up a trust during lifetime versus a Will trust.
35%	Advice regarding the CGT implications of setting up a trust during lifetime versus a Will trust.
10%	Advice on cash gifting and timing of these gifts.
25%	Advice regarding the RNRB provisions and gifting out of income

The final grade will be determined for this skill in the same way as for Identification and Application.