

ASSESSMENT NARRATIVE – IHTTE
November 2022

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	20%	Identify that the Intestacy provisions are not suitable for the situation.
3	25%	Identify the need for trust structures and identify the IHT, CGT and IT implications of their inclusion in the Will.
4	10%	Identify that the loan due from LHF does not qualify for BPR
5	15%	Identify the CGT implications of the sale of the property.
6	10%	Identify that the RNRB would not be restricted in the circumstances.

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. Thus, supposing a candidate scores 3, 3, 4, 2, 2, and 2 respectively on the above topics, this will equate to weighted scores of 0.6, 0.6, 0.8, 0.2, 0.2, and 0.4. The total of these scores is 2.8. 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. In this example, the candidate will score a grade 3 overall and secure a pass for this skill.

Relevant Advice and Substantiated Conclusions

The following are the topics for assessment with their weightings:

40%	Advice on a suitable structure for the Will that meets the requirements set out.
30%	Advice on the implications of using trusts within the Will.
20%	Advice on mitigating the IHT exposure on the LHF loan.
10%	Advice regarding the RNRB provisions.

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