



Inheritance Tax

The average Inheritance Tax (IHT) bill is now more than £200,000*.

Year on year the IHT tax take is increasing and this may be an appropriate time to discuss your own Inheritance Tax (IHT) position.

There are various reasons why the average IHT bill is increasing, but in particular, the IHT Nil Rate Band allowance of £325,000 and the IHT Residence Nil Rate Band of £175,000 have been frozen until at least April 2028 and more estates are being brought into the scope of IHT with rising property prices.

Please let us know if you would like us to deal with your IHT calculation, and we can start the process of what is required.

* 1. Source: HM Revenue and Customs – Inheritance Tax Statistics updated 28 July 2022

* 2. Source – Office for Budget Responsibility Economic and fiscal outlook November 2022



IHT PREDICTION

The Office for Budget Responsibility has confirmed that for the tax year 2021-22 £6.1 billion has been raised in IHT receipts and this will increase to £7.8 billion by 2028*.



IHT CALCULATION

With all these increasing trends, if you would like to know your current potential IHT exposure, we can deal with the relevant calculations so that you at least know what it may be and then with that in mind you may wish to review your options to try to reduce this exposure.



ADVICE ON REDUCING IHT LIABILITY

If required, we will also be happy to advise on ways that your IHT liability may be mitigated. There may also be other related matters which we can discuss and/or liaise with other professional advisers on, for example wills and estate planning.