



TAX PLANNING GIFTS

Name: Mrs Flowerdew

Age: 71

Occupation: Retired

Widowed, two grown-up sons, three young grandchildren

Both Mrs Flowerdew's sons are at a stage where they're earning well, but they also have a lot of outgoings. Her older son is having a kitchen extension built, and her younger one is getting married early next year. And of course there are the grandchildren – she'd like to build up a bit of a nest egg for them.

Mrs Flowerdew feels fortunate that she's got a good pension and some capital behind her. But she was a bit worried about the tax implications for her family if she helped them out financially. So she made an appointment to see her Financial Planning Manager.

He carried out a financial review and established that her finances were in good health. They then discussed how she could use her Annual Gift Exemptions to give her older son £3,000 towards his kitchen and her younger son £5,000 to help with the wedding. And she was pleased to discover that she could put £250 a year

into each of her grandchildren's Child Trust Funds. All while keeping the taxman happy!

This case study is fictitious and is purely designed as an example to illustrate a possible financial planning scenario – no photographs, names, quotes or details included in the case study relate to real customers. Any matches or similarities with an individual are by chance and unintentional.

HOW BARCLAYS FINANCIAL PLANNING CAN HELP

We'll introduce you to one of our specialist Tax Planning colleagues

- They'll guide you through the tax maze and advise you on using Trusts to protect your assets and secure your family's future
- They can explain the tax implications of financial gifts during your lifetime
- They'll calculate your Inheritance Tax liability and discuss options for reducing the tax burden on your family
- And they can advise on Will writing and executorships

Please remember that the value of investments and any income from them can go down as well as up, so you could get back less than you put in.