

**LIFE INSURANCE TO MITIGATE INHERITANCE TAX ON LIFETIME GIFTS FOR BPR/APR ASSETS**

**OCTOBER 2025**

**£1 MILLION OF TAX AT 20% ON A GIFT OF £5 MILLION**

**Age 40**

Policy Year	Sum Assured	Annual Premium
1 to 3	£1,000,000	£461
4	£800,000	£371
5	£600,000	£282
6	£400,000	£192
7	£200,000	£98
<b>Total Premiums Over 7 Year Period</b>		<b>£2,326</b>
<b>Effective IHT Rate</b>		<b>0.05%</b>

**Age 50**

Policy Year	Sum Assured	Annual Premium
1 to 3	£1,000,000	£1,029
4	£800,000	£850
5	£600,000	£661
6	£400,000	£451
7	£200,000	£230
<b>Total Premiums Over 7 Year Period</b>		<b>£5,277</b>
<b>Effective IHT Rate</b>		<b>0.10%</b>

**Age 60**

Policy Year	Sum Assured	Annual Premium
1 to 3	£1,000,000	£2,666
4	£800,000	£2,158
5	£600,000	£1,649
6	£400,000	£1,141
7	£200,000	£591
<b>Total Premiums Over 7 Year Period</b>		<b>£13,536</b>
<b>Effective IHT Rate</b>		<b>0.27%</b>

**Age 70**

Policy Year	Sum Assured	Annual Premium
1 to 3	£1,000,000	£6,732
4	£800,000	£5,589
5	£600,000	£4,380
6	£400,000	£3,031
7	£200,000	£1,579
<b>Total Premiums Over 7 Year Period</b>		<b>£34,776</b>
<b>Effective IHT Rate</b>		<b>0.69%</b>

**Age 75**

Policy Year	Sum Assured	Annual Premium
1 to 3	£1,000,000	£12,293
4	£800,000	£10,260
5	£600,000	£8,101
6	£400,000	£5,678
7	£200,000	£2,973
<b>Total Premiums Over 7 Year Period</b>		<b>£63,891</b>
<b>Effective IHT Rate</b>		<b>1.27%</b>

**Age 80**

Policy Year	Sum Assured	Annual Premium
1 to 3	£1,000,000	£30,280
4	£800,000	£25,098
5	£600,000	£19,610
6	£400,000	£13,513
7	£200,000	£6,982
<b>Total Premiums Over 7 Year Period</b>		<b>£156,042</b>
<b>Effective IHT Rate</b>		<b>3.12%</b>

Effective IHT Rate calculated by expressing total premiums payable as a percentage of the lifetime gift.

All premiums are indicative only and assume standard rates for a client that is a non-smoker and UK resident. This information is intended for professional advisers only. Source Iress.

020 7183 3931

[www.riskassured.co.uk](http://www.riskassured.co.uk)

Risk Assured is Authorised and Regulated by the Financial Conduct Authority