

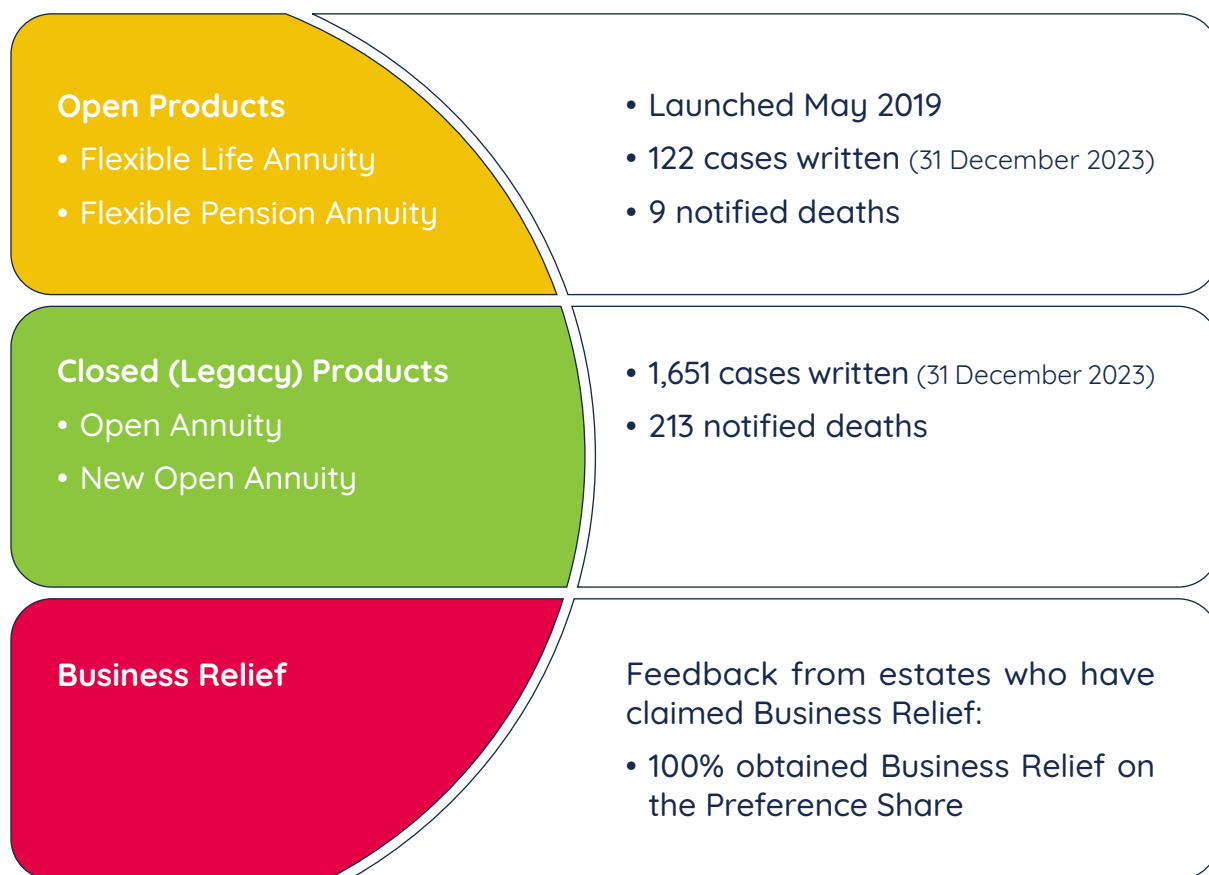
Business Relief and HMRC Claims

London & Colonial Assurance PCC Plc ('LCA') was established in 2001 as a Protected Cell Company. This means that LCA creates 'individual' Cells to hold clients' investments.

Buying a Preference Share in LCA, which is attached to the client's individual Cell, ensures any value left in the Cell, after the annuity ceases, can be returned to the estate. The purchase of a Preference Share is a totally separate commercial transaction from the purchase of an LCA product.

Current Legislation (and up to 05 April 2026): the proceeds from the Preference Share are tax-free after two years of owning the LCA Preference Share.

From 06 April 2026, the proceeds of the Preference Share, up to £1m, are 100% exempt from IHT. Any proceeds that exceed the £1m allowance will benefit from 50% Business Relief and IHT will be payable on the excess.



Please Note:

LCA accept no responsibility for any changes in legislation or HMRC assessing that Business Relief is not available.

HM Revenue & Customs ('HMRC') only conduct Business Relief assessments when the estate makes a claim after death. Whilst we are not party to applying for the Business Relief, we have received no negative feedback.

In fact, some of our advisers have provided confirmation of the application for Business Relief being successful. We have reproduced extracts from HMRC correspondence to an adviser relating to a Business Relief claim on a LCA Preference Share below.



**HM Revenue
& Customs**

**Shares & Assets Valuation
HM Revenue and Customs**

Phone

Monday to Friday 9.00am - 5.00pm

Web www.gov.uk

Date 13 March [REDACTED]

Our Ref [REDACTED]

Dear Mr [REDACTED]

London & Colonial Assurance Pcc Plc
The estate of [REDACTED] -100% Business Relief Claim

I have been asked to consider the 100% Business Relief claim for the share [REDACTED] held on [REDACTED] death at [REDACTED] in London & Colonial Assurance Pcc PLC.

With regards to London & Colonial Assurance Pcc PLC, I require further information to consider the Business Relief claim.

I would be grateful if you could provide this information by 21st April [REDACTED]

Yours sincerely

[REDACTED]

Share Valuer

Join the millions of taxpayers already using their Personal Tax Account to access a range of services. It takes just a few minutes to get started, go to www.gov.uk/personal-tax-account Or you can use the HMRC app.

To find out about the service and standard of behaviour you can expect from us, go to www.gov.uk and search 'HMRC Charter'.

If you need extra support, for example if you have a disability, a mental health condition, or do not speak English/Welsh, go to www.gov.uk and search for 'get help from HMRC'.

Text Relay service prefix number - 18001

From: @hmrc.gov.uk <@hmrc.gov.uk>

Sent: Tuesday, May 2, 8:47 AM

To: [REDACTED]

Subject: RE: The estate of [REDACTED] deceased -

Dear, [REDACTED]

Thank you for your email.

I can now accept 100% Business Relief for the shares held in London & Colonial Assurance.

This acceptance is on a without prejudice basis. I will advise my colleague dealing with the IHT estate accordingly.

Kind regards,



**LONDON &
COLONIAL**

A Global Pension Corporation Company

Gibraltar Company Registration Number: 80650

London & Colonial Assurance PCC Plc is a Gibraltar registered company, and is incorporated under the Gibraltar Insurance Companies Act as a Protected Cell Company. London & Colonial Assurance PCC Plc is regulated by The Gibraltar Financial Services Commission - Permission Number: 5191. Registered Office: 3rd Floor, 55 Line Wall Road Gibraltar, GX11 1AA

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