

Inheritance Tax Portfolio Service: Fee-Only Schedule of Charges



ANNUAL INVESTMENT MANAGEMENT FEE

- 1.2% + VAT

Subject to a minimum of £250 + VAT and calculated as a percentage of the total value of the portfolio, with payment collected in arrears via four quarterly instalments.

DEALING CHARGES

A 'Settlement and Compliance' charge of £15 is added to all transactions.

GOVERNMENT TAXES AND DUTIES

VAT: charged on our annual investment management fee.

Panel of Takeovers and Mergers (PTM) Levy: £1 on all contracts over £10,000 in value.

ANCILLARY CHARGES

For details of all other charges (including our Custody Charge and exit fees), please visit www.redmayne.co.uk/terms

ILLUSTRATION OF COSTS

Regulation requires us to provide you with this information and we recommend that you read it.

These are illustrative charges for an individual AIM portfolio of £200,000 managed on a discretionary basis.

The table below illustrates annual costs based on a typical high risk client with an objective of mitigating inheritance tax (IHT), across a range of AIM holdings with an assumed turnover of holdings each year. In most situations, when a new portfolio has been previously established elsewhere before it is transferred to us, there will be a number of holdings which we do not deem appropriate to meet the client's needs and objectives, and these would be sold with the proceeds reinvested.

The illustrations below show how costs affect the return, and assume 6% p.a. investment growth.

Estimate of annual costs to manage a portfolio of £200,000:

	COSTS AND CHARGES	PERCENTAGE OF END PORTFOLIO VALUE
Redmayne Bentley Costs and Charges	£2,604.00	1.23%
Government Taxes and Duties	£508.80	0.24%
Total Costs and Charges	£3,112.80	1.47%

VALUE AT THE END OF THE PERIOD WITH 6% GROWTH ASSUMED (ACTUAL)	VALUE AT THE END OF THE PERIOD WITH 6% GROWTH ASSUMED (NOTIONAL) ¹	NOTIONAL PORTFOLIO RETURN	ACTUAL PORTFOLIO RETURN	EFFECT OF CHARGES ON RETURN ²
£208,887	£212,000	6.00%	4.53%	-1.47%

ASSUMPTIONS AND NOTES

For the purposes of this illustration, costs and charges have been calculated based upon the value of the portfolio at the end of the period, as has the effect of those charges on return.

The unit size for each investment within the portfolio has been set at £10,000.

The portfolio will typically be invested in approximately 20 direct AIM equities.

The portfolio has an assumed annual turnover of 4 trades.

The government duties and taxes costs shown in the illustrations above reflect VAT on our investment management fees, plus the PTM levy which are additional costs of investing.

Growth rate is based on 6% which is not guaranteed, but enables a realistic rate of return to be shown with the impact of costs and charges. The notional value shows the portfolio value if costs and charges were zero.

¹ Value at the end of the period if costs and charges were zero.

² The difference between the notional and actual portfolio return.