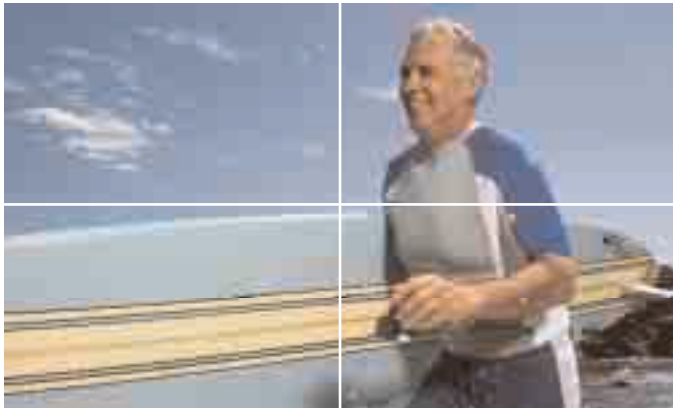


Strength through choice



Inheritance tax planning (IHT)

Will your estate be liable to inheritance tax?

You might think that you are not wealthy enough to worry about inheritance tax (IHT), but if you die would the value of everything you own, including your home, cash, savings, investments, cars, personal effects, even the value of your life assurance policies add up to more than the current (2008/2009) nil rate band IHT threshold of £312,000?

If it does, then your beneficiaries may be liable to an IHT bill of 40% of the value of your estate above the current threshold when you die.

There are plenty of things you can do now to reduce your IHT liability and to make sure you are able to pass on as much of your wealth as possible to your loved ones.

Here's how Legal & General can help you.

Our IHT planning solutions offer you a choice of schemes that are made up of a trust and an investment vehicle, such as one of our Portfolio Bonds. We are confident that our solutions will help you reduce the inheritance tax you pay.

A quick summary of our schemes and available trust options*

Available with the Portfolio Bond from Legal & General (onshore bond)

- **Gift Scheme**

Trust options available: Discretionary, Flexible and Absolute

For people who want to give away full access to some or all of their savings;

- **Loan Scheme**

Trust options available: Discretionary and Absolute

For people who want access to their savings during their lifetime but want to gift any potential future growth on it;

- **Discounted Gift Scheme**

Trust options available: Discretionary and Absolute

For people who need fixed regular payments but want to make a gift now for IHT purposes. Any potential growth on the amount gifted will be outside the person's estate.

Available with the International Portfolio Bond from Legal & General International (offshore bond)

- **Gift Scheme**

Trusts options available: Discretionary, Flexible and Absolute

For people who wish to give away full access to a proportion of their savings;

- **Loan Scheme**

Trust options available: Discretionary and Absolute

For people who want access to their savings during their lifetime but want to gift any potential future growth on it;

- **International Discounted Gift Scheme**

Trust options available: Discretionary and Absolute

For people who need fixed regular payments but want to make a gift now for IHT purposes. Any potential growth on the amount gifted will be outside the person's estate.

- **Excluded Property Trust**

For non-UK domiciled people who want to safeguard their savings/assets from UK inheritance tax.

* For information about the three types of trust please speak to your financial adviser. They will also be able to help you decide which is the appropriate trust for you.

Our trust options and schemes can be used in combination with our competitive Portfolio Bond, Discounted Gift Portfolio Bond and International Portfolio Bond. These investments offer:

- A choice of funds available from an extensive range to help with all your investments needs, including access to our range of cautious managed funds. For example our highly rated distribution funds (source: Morningstar) and our new Legal & General Money Builder (Investec) Fund with optional capital guarantee on 5th anniversary. This fund is only available on the Portfolio Bond standard charging option.
- Currently, free switching between funds within Portfolio Bond.
- A choice of charging options to suit your financial circumstances.
- Choice of tax efficient regular withdrawal options.

For further information on Legal & General's product range please speak to your financial adviser.

The value of an investment in one of our bonds, and income from them, can fall as well as rise. Unless the fund you invest in has a specified guarantee, your capital isn't guaranteed and you may get back less than you invested. Although the bonds have no fixed term, you should be prepared to invest for a medium to long term of, ideally, at least five years or longer. There are minimum investment amounts, details of which are available from your financial adviser.

About Legal & General

The Legal & General Group, established in 1836, is one of the UK's leading financial services companies. Over 5.8 million people rely on us for life assurance, pensions, investments and general insurance plans.

The Legal & General Group is responsible for investing over £304 billion worldwide (as at 30 June 2008) on behalf of investors, policyholders and institutions.

Legal & General International (Ireland) Limited is a subsidiary of the Legal & General Group Plc. It is based in Dublin and writes tax efficient life insurance policies primarily for UK investors.

Legal & General Assurance Society Limited is one of the UK's top rated companies for financial strength. Three of the world's leading independent rating agencies, Standard & Poor's, Moody's and A.M. Best, have recognised this.

Detailed information about the investments we offer is provided in our product literature, in particular the product key features which you must read before making an investment. All items of product literature are available on request from your financial adviser.

The details given here are based on Legal & General Assurance Society Limited's understanding and interpretation of current legislation in the United Kingdom and Ireland and UK HM Revenue & Customs and Irish Revenue practice, which may change.

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