

► COMPARING THE COST OF A LIFE POLICY TO A RELEVANT LIFE PLAN.

		NON-RELEVANT LIFE PLAN POLICY	RELEVANT LIFE PLAN
Annual premium		£1,000	£1,000
Employee tax	National Insurance contribution (assuming 2%)	£34.48	-
	Income Tax (assuming 40%)	£689.65	-
Employer tax	National Insurance contribution (assuming 13.8%)	£237.93	-
	Less Corporation Tax (assuming 20%)	- £392.41	- £200*
Total cost		£1,569.65	£800

A saving of £769.95, which is a saving of almost 50%.

* An employer who wishes to treat Relevant Life Plan premiums as an allowable business expense should speak to their accountant, who may wish to liaise with the employer's local inspector of taxes.

This example is fictitious and provided for illustration purposes.

This is not a consumer advertisement. It is intended for financial advisers and should not be relied upon by private investors or any other persons.

