

	Transfer into trust	10-year charge?	Property passes absolutely to a beneficiary
Trusts with an immediate post-death interest	<p>Can only be created on death:</p> <ul style="list-style-type: none"> <li>• part of the deceased's estate</li> </ul>	No	<p>On the death of the life tenant:</p> <ul style="list-style-type: none"> <li>• part of the life tenant's estate</li> </ul> <p>On any other occasion:</p> <ul style="list-style-type: none"> <li>• transfer of value by the life tenant</li> <li>• no IHT if property passes to the life tenant</li> <li>• a potentially exempt transfer if property passes to any other individual</li> </ul>
Relevant property (mainstream) trusts (ie all other trusts)	<p>In settlor's lifetime:</p> <ul style="list-style-type: none"> <li>• chargeable</li> <li>• lifetime transfer</li> </ul> <p>On death:</p> <ul style="list-style-type: none"> <li>• part of the deceased's estate</li> </ul>	Yes	<ul style="list-style-type: none"> <li>• trustees pay a maximum of 6% (known as an exit charge)</li> </ul>