

[illegible]



# Gifts From Surplus Income

Some gifts are exempt from Inheritance Tax, including gifts that are considered as normal expenditure out of income. These gifts need to be classed as normal expenditure (of a similar size and on a regular basis), must be made out of income, and must leave you with enough income to maintain your normal standard of living. It's a good idea to keep a record of your income and expenditure so that your executors can make a claim in the event of your death, supported by the following evidence:

Earned Income	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7
Salary							
Pensions & Annuities							
Interest & Dividends							
Rent							
Other							
<i>Minus Tax Paid</i>							
Net Income							
Expenditure	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7
Household							
Motoring							
Personal							
Professional							
Family							
Premiums							
Servicing Debt							
Total Expenditure							