

## INHERITANCE TAX – FA20 CHANGES GUIDE

FA20 Ch	FA19 Ch	Topic	Major changes	Minor changes	No changes	Notes
1	1	Introduction to IHT			✓	
2	2	Chargeable transfers			✓	
3	3	Chargeable lifetime transfers – calculation of tax			✓	
4	4	Lifetime transfers – 'grossing-up'			✓	
5	5	Close companies			✓	
6	6	Additional tax on death			✓	
7	7	Business Property Relief			✓	
8	8	Agricultural Property Relief			✓	
9	9	APR & BPR on death			✓	
10	10	'Fall in value' relief			✓	
11	11	The death estate			✓	
12	12	Nil Rate Bands		✓		Amended for increase in RNRB

13	13	Restrictions on the Deduction of Debts			✓	
14	14	IHT valuation rules			✓	
15	15	Quick Succession Relief			✓	
16	16	Post mortem reliefs			✓	
17	17	Gifts with reservation of benefit			✓	
18	18	Pre-owned Assets			✓	
19	19	Domicile & double tax relief			✓	
20	20	Deemed domicile			✓	
21	21	Deeds of variation			✓	
22	22	IHT administration		✓		Penalties for late returns amended since harmonised regime does not yet apply to IHT
23	23	Payment of tax & the instalment option			✓	
24	24	Heritage Property			✓	

### TRUSTS AND ESTATES – FA20 CHANGES GUIDE

FA20 Ch	FA19 Ch	Topic	Major changes	Minor changes	No changes	Notes
1	1	Introduction to trusts			✓	
2	2	Income tax on interest in possession trusts			✓	
3	3	Income tax on discretionary trusts			✓	
4	4	Income tax on 'mixed' trusts			✓	
5	5	Exit charges on relevant property trusts			✓	
6	6	Inheritance tax – principal charges			✓	
7	7	Accumulation & maintenance trusts			✓	
8	8	Other trusts for children			✓	
9	9	Interest in possession trusts – IHT issues			✓	
10	10	Interest in possession trusts – further aspects			✓	

11	11	Trusts for vulnerable beneficiaries & disabled persons			✓	
12	12	Annuities			✓	
13	13	Capital gains & UK trusts		✓		Change in annual exempt amount. References to entrepreneurs' relief amended to business asset disposal relief and limit reduced. Amended for changes to PPR relief. Minor expansion of section re CGT relief for IHT paid.
14	14	CGT & UK trusts – further aspects			✓	
15	15	Trust income taxed on the settlor			✓	
16	16	Settlor interested trusts – CGT & IHT			✓	
17	17	Bare trusts			✓	
18	18	Estates in administration			✓	
19	19	Beneficiaries of deceased estates			✓	

## IT & CGT – FA20 CHANGES GUIDE

Note that all chapters have been updated for 2020/21 thresholds, rates and allowances.

FA20 Ch	FA19 Ch	Topic	Major changes	Minor changes	No changes	Notes
1	1	Introduction to the UK tax system			✓	
2	2	Calculating the income tax liability			✓	
3	3	An introduction to self-assessment			✓	
4	4	Payment dates, interest & penalties			✓	
5	5	Self-assessment – further aspects		✓		Paragraph added to section on discovery assessments regarding claims
6	6	Introduction to property income			✓	
7	7	The Accrued Income Scheme			✓	

8	8	Introduction to capital gains tax			✓	
9	9	Calculation of capital gains			✓	
10	10	Business asset disposal relief & Investors' relief	✓			Updated for change in limit and change in name of relief from "entrepreneurs' relief" to "business asset disposal relief"
11	11	Relief for capital losses			✓	
12	n/a	Reporting of Gains & Payment of CGT	✓			New for FA20
13	12	Chattels			✓	
14	13	Valuation, Connected persons & Inter Spouse Transfers			✓	
15	14	Shares & securities: Matching rules			✓	
16	15	Gift relief			✓	
17	16	Gift relief – restrictions			✓	

18	17	Gift relief – further aspects & exchanges of assets			✓	
19	18	Principal private residence relief		✓		Updated for changes to last 9 months exemption and miscellaneous small changes
20	19	PPR relief – further aspects	✓			Updated for changes to lettings relief and miscellaneous small changes