

SCHEDULES

SCHEDULE 15

INHERITANCE TAX: INCREASED NIL-RATE BAND

- 3 (1) Section 8E (residence nil-rate amount: interest in home goes to descendants etc) is amended as follows.
- (2) In subsection (6), after “(7)” insert “and sections 8FC and 8M(2B) to (2E)”.
- (3) In subsection (7), for paragraphs (a) and (b) substitute—
- “(a) the person’s residence nil-rate amount is equal to VT,
 - (b) where E is less than or equal to TT, an amount, equal to the difference between VT and the person’s default allowance, is available for carry-forward, and
 - (c) where E is greater than TT, an amount, equal to the difference between VT and the person’s adjusted allowance, is available for carry-forward.”
- (4) In subsection (8)—
- (a) before the entry for section 8H insert—
“section 8FC (modifications of this section where there is entitlement to a downsizing addition),”, and
 - (b) in the entry for section 8H, after ““qualifying residential interest”” insert “, “qualifying former residential interest” and “residential property interest””.