

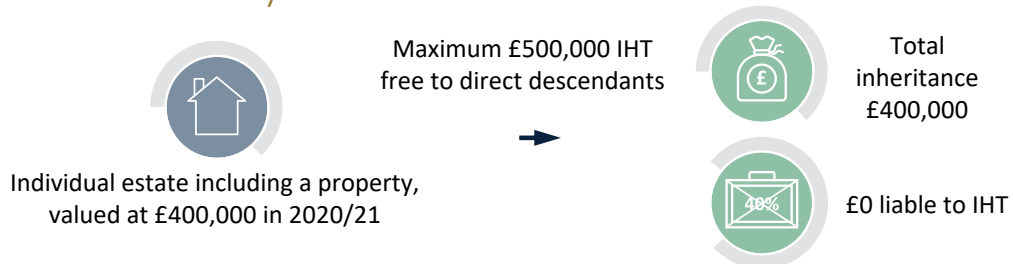
The Residential Nil Rate Band (RNRB)



What Is The RNRB?

- ★ The Residential Nil Rate Band (RNRB) is an additional benefit which can be added to the existing Nil Rate Band (NRB) if you leave a property that was at one time your home as part of the estate to your direct descendants
- ★ This means that in 2020/21 if you do leave a property within your estate to your direct descendants, up to £500,000 in value of the estate will be inheritance tax free, (£325,000 NRB + £175,000 RNRB)

The RNRB Today



- ★ The RNRB will increase by £25,000 each tax year until 2020/21

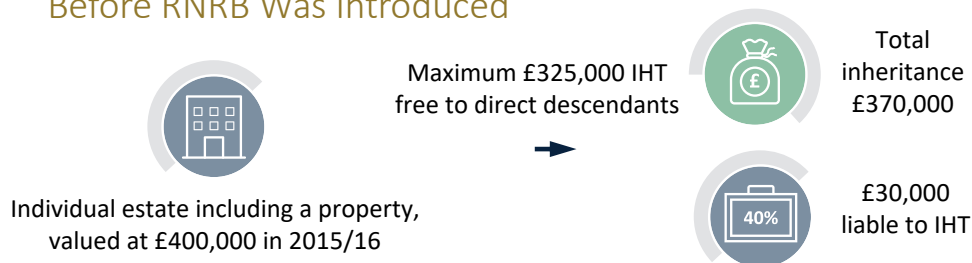
How To Apply

- ★ To be able to apply the RNRB to your estate you must leave an owned property that was at one time your home as part of the estate, and it must go to your direct descendants

Direct descendants are considered to be:

- ★ A child, grandchild, or other lineal descendant
- ★ A husband, wife or civil partner of a lineal descendant, including widow, widower or surviving civil partner
- ★ A child who is, or was at any time, your step-child, your adopted child, a child who was fostered at any time by you, or a child you were appointed as a guardian or special guardian when the child was under 18
- ★ Direct descendants do not include nephews, nieces, siblings or other relatives not mentioned above
- ★ The RNRB reduces by 1 in every £2 if the estate is worth over £2 million

Before RNRB Was Introduced



Tax Year	RNRB value
2017/18	£100,000
2018/19	£125,000
2019/20	£150,000
2020/21	£175,000

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