

SAVINGS: Section 73 – Gift Tax Quote

Savings Details

Plan Type

Single Life

Is this a Section 73 plan?

Yes No

[Learn more](#)

Target Fund

€ 500,000.00 ✓

Term

8 ✓

Payment Frequency

Monthly

Start Date

Today

31/01/2022

[Learn More](#)

Once you choose the quote as a Section 73 plan the pop up modal will appear.

This details the rules and conditions that must be met for the plan to qualify as a Section 73 plan.

The minimum term allowed for a Section 73 quote is 8 years. This is validated in the system.

Section 73 Plan ✕

The plan must always meet the conditions set out below.

- The plan owner must pay the premium.
- A joint life plan must be taken out by a married couple.
- You must make regular payments for at least eight years.
- If you stop payments you cannot restart.
- The total yearly payment cannot double or halve in any continuous 8 year period, unless as a result of a plan review by Irish Life.
- Once regular payments have been paid for at least 8 years, a withdrawal from the plan will be exempt from gift tax if it is used to pay gift tax.
- The gift must be made within 1 year after the value of the plan is paid.
- Any withdrawal taken from the plan which is not used to pay gift tax could result in the plan losing its eligibility for relief under Section 73.

OK

SAVINGS: Section 73 – Gift Tax Quote

Dynamic text will appear in the report detailing the Section 73 status of the quoted plan.

SECTION 73 GIFT TAX PLAN



The purpose of the Section 73 savings plan is to fund for the target amount of the estimated gift tax liability. This means that the value of the plan may be used to pay the gift tax that arises when the life covered gifts an asset. The plan must always meet the conditions set out by Revenue. Please see your plan schedule for further details.

Investment Illustration

Illustration

Benefits and Charges

Remuneration

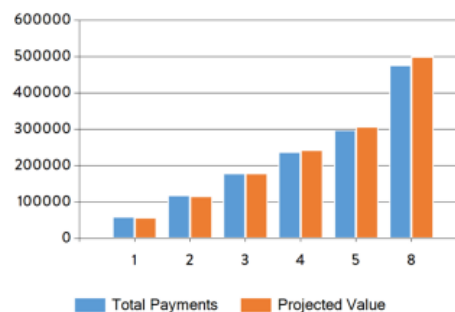
Year	Gross Encashment @ 3.25%	Net Encashment @ 3.25%
1	€57,712	€57,712
2	€116,412	€116,412
3	€179,826	€179,401
4	€246,818	€243,361
5	€314,329	€307,628
8	€516,139	€500,000

Switch to Second Illustration

WHAT YOUR PLAN MAY BE WORTH



3.25% GROWTH PER YEAR



YEAR	TOTAL PAYMENTS	GROSS PROJECTED VALUE	NET PROJECTED VALUE
1	€59,597	€57,712	€57,712
2	€119,194	€116,412	€116,412
3	€178,791	€179,826	€179,401
4	€238,388	€246,818	€243,361
5	€297,985	€314,329	€307,628
8	€476,775	€516,139	€500,000

WARNING: These figures are estimates only. They are not a reliable guide to the future performance of your investment.

The projected value illustrations on the system and in the report output will display at year 8 and also at any chosen target term if greater than 8 years.