



FORESIGHT INHERITANCE TAX SOLUTION

Sustaining wealth for future generations

PRODUCT SUMMARY

JULY 2023

Foresight
FOR A SMARTER FUTURE

A SUMMARY OF THE FORESIGHT INHERITANCE TAX SOLUTION

The Foresight Inheritance Tax Fund was established over ten years ago and since then has received over £1bn of investment from investors seeking to pass on more of their wealth to their families.

Foresight ITS

Investment in the Foresight Inheritance Tax Fund can be made through the Foresight Inheritance Tax Solution (Foresight ITS) or the Foresight Accelerated Inheritance Tax Solution (Foresight Accelerated ITS).

The Foresight ITS has been designed to offer simplicity and flexibility, while investing sustainably to protect future generations. Foresight ITS invests in shares that should qualify for Business Relief (BR).

What is Business Relief (BR)?

Business Relief (BR) was introduced in 1976 by the UK Government. The tax relief provides an incentive to invest in certain types of trading businesses.

BR is available on the shares of unquoted companies which carry out qualifying trades. Provided that shares in such companies continue to be held after a minimum of two years, they should not be subject to an Inheritance Tax (IHT) liability.

What are the benefits of BR?



Access and Control:
you maintain access to and control of your investment.



Speed:
a route to IHT exemption in just two years.



Efficiency:
BR qualifying assets do not impact your Nil Rate Band, maximising your IHT shelter.



Diversification:
can complement other forms of IHT planning.



Succession:
in most circumstances, passing a qualifying BR asset to a beneficiary will mean this asset is free from IHT in their hands.



Well-established:
BR legislation was introduced in 1976 and is now over 45 years old.

For further information contact Foresight:

The Shard, 32 London Bridge Street, London SE1 9SG

t: +44 (0)20 3667 8199 e: sales@foresightgroup.eu foresightgroup.eu

IMPORTANT NOTICE

This document constitutes a financial promotion pursuant to section 21 of the Financial Services and Markets Act 2000 ("FSMA") and is issued by Foresight Group LLP ("Foresight") on 21 July 2023, which is authorised and regulated in the United Kingdom ("UK") by the Financial Conduct Authority ("FCA"), under firm reference number 198020.

This document relates to the Foresight Inheritance Tax Solution ("Foresight ITS") which is part of the Foresight Inheritance Tax Fund ("Fund"). This document is only a summary and should be read alongside the Foresight Inheritance Tax Solution Investor Guide dated 14 July 2023 ("Investor Guide"). Definitions in the Investor Guide apply to this document.

This document is addressed and distributed by Foresight to financial advisers that are authorised and regulated by the Financial Conduct Authority. Investment in the Fund is only permitted through financial advisers. Financial advisers are required to explain to clients the risks of investing in the product and confirm the product is suitable for their clients. Financial advisers should only provide this document to potential investors if provided together with the Investor Guide, highlighting the FCA Prescribed Risk Warning section at the beginning of the document.

It is important to read the Investor Guide in full, in particular the customer agreement, and understand the key risks that are set out in that document, before a potential investor comes to an investment decision. An investment in the Fund is NOT suitable for all investors. Applications to invest in the Fund through the Foresight ITS will only be accepted on the basis of the content and terms of the Investor Guide.

Foresight cannot provide legal, tax, financial or investment advice. Foresight has taken all reasonable care to ensure that all the facts stated in this document are true and accurate in all material respects. Assumptions, estimates and opinions contained in this document constitute our judgement as of the date of the document and are subject to change without notice. Any forward-looking statements or projections are based on a number of assumptions as to market conditions and there can be no guarantee that any projected results will be achieved.

Tax reliefs are dependent on individual circumstances and any reference to tax laws or levels in this document is subject to change. There can be no guarantee that the Fund's investments will continue to qualify for Business Relief ("BR"). A failure to meet the BR qualifying requirements could result in the investments losing their inheritance tax exempt status, resulting in adverse tax consequences for investors. The value of an investment could go down as well as up and it should be considered a long-term investment. Investing in unquoted shares may expose you to a significant risk of losing all of the money you invest. Past performance is not a guide to future performance and may not be repeated.

HOW IT WORKS

Foresight ITS aims to provide Inheritance Tax exemption by investing in company shares that are expected to qualify for BR and deliver stable, predictable returns for investors.

Your investment

When you subscribe to the Foresight ITS, we will use your money to acquire shares in one or more trading companies expected to qualify for BR. Once the shares have been held for two years, they should be exempt from IHT.

We invest in a diversified range of underlying investments focused on infrastructure businesses and other trades that benefit from some or all of the following characteristics: contracted revenues; managed risk; and low correlation to equities.

Case Study

Mrs Collins has £100,000 available for investment. We assume that the shares acquired for Mrs Collins remain valued at £100,000 at the time of death*. The investment would be fully chargeable to IHT because all allowances are fully utilised by other assets within Mrs Collins' estate.

Current situation
with no BR planning



IHT SAVING = NIL

With BR planning
after two years



IHT SAVING = £40,000

*The value of an investment can go up and down, and will be subject to product charges. The value of an investment being maintained or increasing is not guaranteed.

Foresight Charges

Initial Charges:

Initial Charge:	2.5%
Entry Dealing Charge:	0%

Ongoing Charges:

Annual Management Charge:	0%
Performance Fees:	0%
Exit Dealing Charge:	0%
Annual Administration Charge:	2.0% plus VAT*

*charge subject to VAT but reclaimed in whole or part where possible.

The annual administration fee is charged to each investee company at an amount equal to 2.00% plus VAT per annum of that investee company's net asset value. This is an 'all inclusive' fee for the regular services that Foresight Group may provide to investee companies, such as company secretarial, administration, deal and arrangement services and related costs.

Adviser Charges

Initial and ongoing adviser charges as agreed between the investor and the adviser.

Liquidity

Although liquidity cannot be guaranteed, withdrawals are targeted within one month of receipt of a written request. Withdrawals will generally be made through a disposal of shares. The withdrawal will reduce the value of your investment and the IHT shelter will be lost on the amount withdrawn.

WHY FORESIGHT?

Three reasons why you should consider sheltering your assets through the Foresight ITS.

1. Global Infrastructure and Real Asset Specialist

Since 2008, Foresight Group has completed c.400 energy and infrastructure investments and currently manages a global renewables portfolio with a total renewable energy generating capacity of 3.9GW – enough to provide clean energy for over 1.9 million UK households for a year. Foresight Group's Infrastructure team's investment strategies primarily focus on investment in solar and onshore wind assets, anaerobic digestion and waste, renewable energy enabling projects (such as flexible generation and sustainable agriculture), geothermal heat, energy efficiency management solutions, social infrastructure projects and sustainable forestry assets.

Foresight Group is one of the most experienced infrastructure real asset investment managers in the BR industry, having raised over £1 billion to date.

Foresight Group's award-winning investment teams are comprised of over 100 specialists who are based in the UK, Ireland, Spain, Italy and Australia, providing extensive networks and in-depth sector experience required to source, acquire and develop high quality energy infrastructure investments.

Foresight Group uses the same investment managers to deploy both its retail and institutional funds. This means that retail investors can benefit from the knowledge and expertise of Foresight Group's large and highly experienced investment teams which have met the stringent criteria set by institutional investors.

2. Institutional Investment Pedigree

Foresight Group manages over £8 billion for more than 200 institutional investors to invest in the same sectors and strategies as its retail funds.

To gain institutional investments, Foresight Group is subject to thorough and lengthy due diligence procedures, which can cost hundreds of thousands of pounds for those institutions. Institutions do not benefit from tax relief on their investments, so they select a manager based entirely on their expertise, track record, the returns the manager targets and the risks that it takes to achieve them. It is only by these measures that institutions choose Foresight Group.

3. Sustainable and ESG Focused Investment Management

Foresight Group is committed to investing sustainably and delivering a net social and/or environmental benefit through its investment activities.

Sustainability and ESG lie at the heart of Foresight Group's investment activities. In order to uphold its position in a global network of companies focused on addressing the sustainability challenge, Foresight Group measures itself against international initiatives and leading industry standards. The UN Sustainable Development Goals used by Foresight Group are a universally accepted framework for the reporting of sustainable impact, while Foresight Group has been a signatory to the Principles for Responsible Investing since 2013 and the UN Global Compact since 2019.



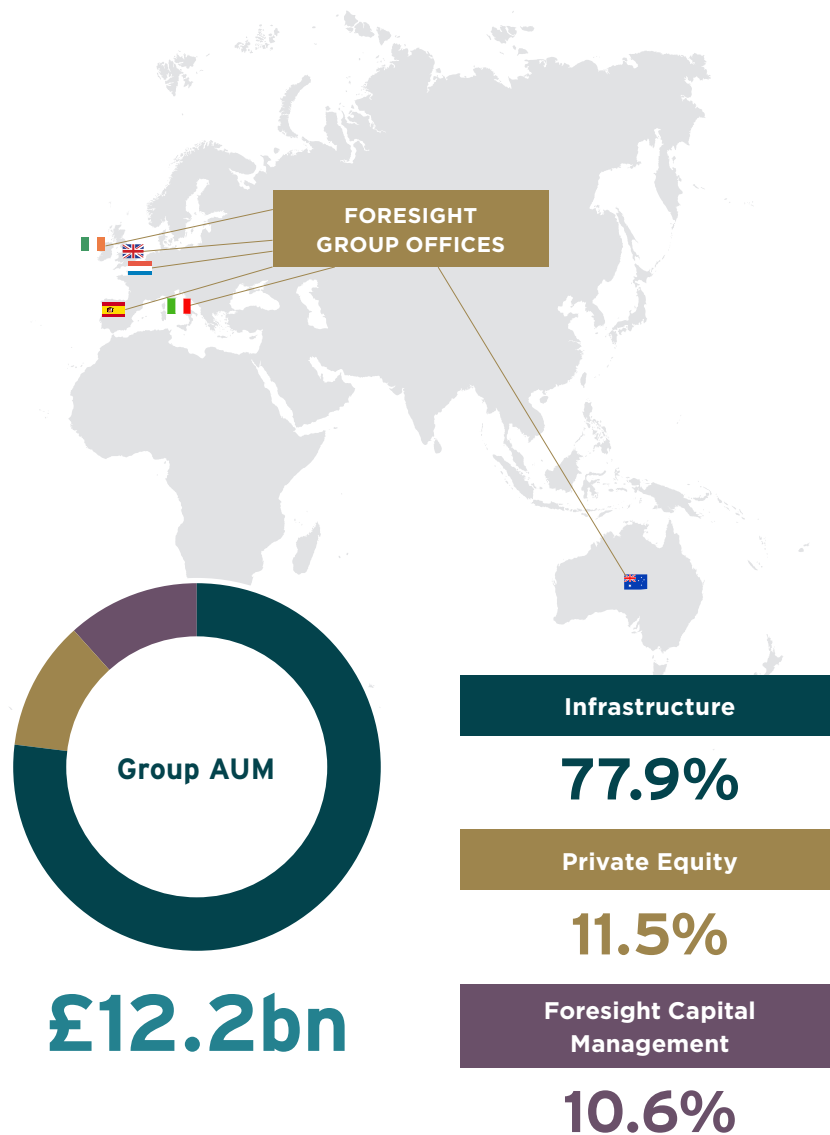
ABOUT FORESIGHT GROUP

Foresight Group was established in 1984 and now manages money for c.40,000 private retail investors and over 200 institutional investors, including some of the world's leading financial institutions, government organisations, pension funds and insurance companies.

Foresight is a sustainability-led alternative assets and SME investment manager, whose parent company, Foresight Group Holdings Limited, is listed on the London Stock Exchange.

Operating in eight countries, Foresight Group is a global business with well established local connections.

Through three core investment strategies, Infrastructure, Private Equity and Foresight Capital Management, Foresight Group targets attractive returns from hard-to-access private markets for institutional and private investors. At the crux of Foresight Group's approach, is the alignment of its investment strategies to the key themes shaping societies and the planet for future generations.



Source: Foresight Group as at 31 March 2023 (approximate figures)

SHARES IN FORESIGHT GROUP HOLDINGS LIMITED

BEGAN TRADING ON THE MAIN
MARKET OF THE LONDON STOCK
EXCHANGE IN FEBRUARY 2021

FORESIGHT GROUP HOLDINGS LIMITED WAS AWARDED THE GREEN ECONOMY MARK ON IPO

This recognises companies that derive 50% or more of their revenues from environmental solutions



Foresight Group

£12.2bn

ASSETS UNDER
MANAGEMENT ('AUM')

on behalf of leading institutional
and private investors

200+

INSTITUTIONAL INVESTORS

including BlackRock, the European
Investment Bank, British Business
Bank and Local Authority Pension
Funds

FORESIGHT GROUP'S COMMITMENT TO SUSTAINABILITY

Sustainability lies at the heart of Foresight Group's business. We believe that investing responsibly, seeking to make a positive social and environmental impact, is critical to long-term success.

What do we mean by sustainability?

Meeting the needs of the present without compromising the ability of future generations to meet their own needs.

Our mission, investing for a smarter future, requires us to develop and execute investment strategies that are underpinned by long-term thinking and analysis of the macro-trends shaping our world.

Furthermore, it requires us to invest in a manner that supports long-term economic growth and social development, creating a sustainable legacy for future generations.

Environmental, social and governance (ESG) values form an integral part of Foresight Group's day-to-day decision making, investment management and asset management.

Foresight Group sustainability statistics (for the year to 31 March 2023)

C.400 INFRASTRUCTURE ASSETS GLOBALLY

3.9 GW

OF TOTAL RENEWABLE ENERGY GENERATING CAPACITY

WHICH DELIVERED OVER

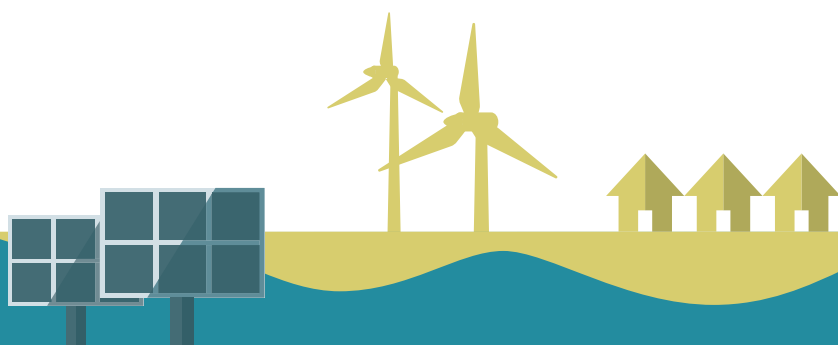
1.3m

TONNES OF CO₂E EMISSIONS

THAT'S ENOUGH TO POWER OVER

1.9m

UK HOUSEHOLDS FOR A YEAR



The Foresight Inheritance Tax Fund portfolio has a range of underlying investments, which is diversified, UK focused and cash generative

