Don't invest unless you're prepared to lose all the money you invest. This is a high-risk investment and you are unlikely to be protected if something goes wrong. Take 2 minutes to learn more on page 2

BLACKFINCH INVESTMENTS

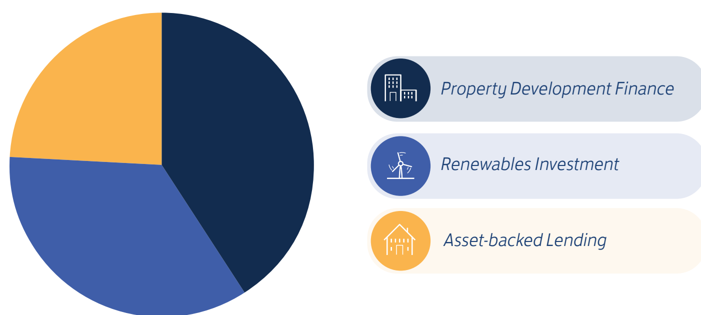
Blackfinch Adapt IHT Service

The Blackfinch Adapt IHT Service is an Inheritance Tax (IHT) solution[1] focused on environmental, social and governance (ESG) factors. Clients can invest in firms operating across renewable energy generation and energy infrastructure assets, property development finance, asset-backed lending and forestry.

We only invest in companies that we believe will be Business Relief (BR) qualifying[2], which can deliver IHT relief after just two years, if held at the time of death. We access a range of asset classes with no fixed allocation. The dynamic strategy allows us to move allocations in response to changing market conditions.[3]

PORTFOLIO ASSET ALLOCATION

While the asset allocation will be dynamically managed and change over time, including the addition of new investments into forestry, the initial asset allocation is outlined below:



[1]Tax reliefs are dependent on individual circumstances and are subject to change
[2]We will only invest in companies which we reasonably believe qualify for BR. However, we can't give a commitment that investments will remain qualifying at all times in the future.
[3]The Blackfinch Adapt IHT Service invests in small, unquoted companies. Investors' capital is at risk and the investment return is not guaranteed.
[4]The Blackfinch Adapt IHT Service may not be suitable for all investors. We would recommend that prospective investors seek independent advice before making a decision.

KEY FEATURES

- Target returns of 3.5% - 5%
- IHT relief after two years (and if held at death) using BR
- Access to and control of capital
- Simplicity: no complex legal structures
- Aims to preserve capital
- A cost-efficient solution

POTENTIAL CLIENTS[4]

Clients with IHT liability who:

- are focused on ESG investing
- want access to and control over their money
- wish to target strong returns from 3.5% - 5% on investment
- are in trust (new or existing)

Business owners/clients who are selling/have sold a business

Clients seeking an alternative investment for diversification

FEES

Initial Fee	**2.00%**
Annual Management Charge	**None**
Dealing Fee	**1%** Dealing Fee on any initial purchases, ad-hoc withdrawals and sales of shares at exit. No dealing fees where an exit is as a result of a death.
**This will apply to the initial, additional investments and exit dealing fee that fall within that two year investment period, not interim withdrawals.*	**0%** fee on shares sold to pay adviser fees and regular client withdrawals up to 10% per annum. Dealing fees will be refunded should an investor die within two years of the BR-qualifying period start date.*

IMPORTANT INFORMATION

Capital at Risk. This Information is Issued by Blackfinch Investments Limited which is authorised and regulated by the Financial Conduct Authority (FCA Number 153860). Registered Address: 1350-1360 Montpellier Court, Gloucester Business Park, Gloucester, GL3 4AH. Registered in England and Wales Company Number 02705948. All information correct at April 2024.

Risks

Due to the potential for losses, the Financial Conduct Authority (FCA) considers this investment to be high risk.

What are the FCA key risks?

1 - You could lose all the money you invest
If the business you invest in fails, you are likely to lose 100% of the money you invested. Most start-up businesses fail.

2 - You are unlikely to be protected if something goes wrong
Protection from the Financial Services Compensation Scheme (FSCS), in relation to claims against failed regulated firms, does not cover poor investment performance. Try the FSCS investment protection checker (https://www.fscs.org.uk/check/investment-protection-checker).

Protection from the Financial Ombudsman Service (FOS) does not cover poor investment performance. If you have a complaint against an FCA-regulated firm, FOS may be able to consider it. Learn more about FOS protection (https://www.financial-ombudsman.org.uk/consumers).

3 - You won't get your money back quickly
Even if the business you invest in is successful, it may take several years to get your money back. You are unlikely to be able to sell your investment early.

The most likely way to get your money back is if the business is bought by another business or lists its shares on an exchange such as the London Stock Exchange. These events are not common.

If you are investing in a start-up business, you should not expect to get your money back through dividends. Start-up businesses rarely pay these (https://www.financial-ombudsman.org.uk/consumers).

4 - Don't put all your eggs in one basket
Putting all your money into a single business or type of investment for example, is risky. Spreading your money across different investments makes you less dependent on any one to do well.

A good rule of thumb is not to invest more than 10% of your money in high-risk investments (https://www.fca.org.uk/investsmart/5-questions-ask-you-invest).

5 - The value of your investment can be reduced
The percentage of the business that you own will decrease if the business issues more shares. This could mean that the value of your investment reduces, depending on how much the business grows. Most start-up businesses issue multiple rounds of shares.

These new shares could have additional rights that your shares don't have, such as the right to receive a fixed dividend, which could further reduce your chances of getting a return on your investment.

If you are interested in learning more about how to protect yourself, visit the FCA's website (https://www.fca.org.uk/investsmart).