

Factsheet Turkey

Unit-linked life insurance on payment of single premium

General remarks

Duration	<ul style="list-style-type: none">_ There is no minimum or maximum duration. The duration can be freely chosen (whole of life is common)
Investment	<ul style="list-style-type: none">_ All investment funds authorised for public sale or investments tracking an index or discretionary asset management mandates
Additional contributions	<ul style="list-style-type: none">_ Possible at any time
Biometric risk	<ul style="list-style-type: none">_ 1% death benefit
Remarks	<ul style="list-style-type: none">_ Free choice of asset manager and depositary bank_ Transfer of portfolio is possible (transfer in kind)_ Insurance benefit not part of the client's estate_ Wealth planning during lifetime and succession planning_ Unlimited choice of beneficiary/ies in terms of rank and share, revocable at any time_ Asset protection in case of irrevocable beneficiary nomination or where the contract is drafted accordingly (and where contract law stipulates)

Tax treatment

Insurance tax	<ul style="list-style-type: none">_ None
Taxes during period of insurance	<ul style="list-style-type: none">_ No income taxes_ No wealth taxes
Survival (capital life insurance)	<ul style="list-style-type: none">_ Any accrued net gains are taxed at the personal income tax rate (between 15% and 40%)

Tax treatment

 Survival – lump sum option
(annuity insurance)

_ Annuity insurance not offered

 Survival – pension coverage
(annuity insurance)

_ Annuity insurance not offered

Surrender

_ See survival (capital life insurance)

Partial surrender

_ See survival (capital life insurance)

 Income taxes
on death

_ See survival (capital life insurance)

 Inheritance taxes
on death

 _ Inheritance tax payable
 _ Tax exempt amounts are insignificant
 _ Tax rates are from 1% to 10% depending on amount and degree of relationship, in case of payment to a third party see gift tax

Gift tax

 _ Gifts are taxable
 _ Tax exempt amounts are insignificant
 _ Tax rates are from 10% to 30% depending on amount and degree of relationship with reductions of 50% for parents, spouses and children

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