

## INTRODUCTION TO RETIREMENT ANNUITY TRUSTS

### EXAMPLE 2

Mr Y has a RAT worth £350,000 made up of cash of £25,000 and equity investments of £325,000. His daughter is at University and he would like to buy a flat for her to stay in. For this he needs £60,000 regarding the deposit, legal fees and to furnish it. Barclays Bank has offered to finance the balance by way of a mortgage.

#### *Questions:*

What are his options?

How can his RAT help him to do this?

How can his mortgage be paid?