Multiple LLP Planning

Flexible Structures for Assets and Family Planning



Use of Multiple LLPs for Family Assets and Succession Planning

In some circumstances, individuals and families may choose to use more than one Limited Liability Partnership (LLP) as part of their wider investment and succession arrangements.

Each LLP can serve a different commercial purpose, depending on the nature of the assets involved, ownership objectives, and longer-term family planning goals.

Importantly, LLPs are separate legal and commercial entities, and the use of one does not depend on, or require, the existence of another.

Why consider an LLP Structure?

An LLP can provide a flexible framework to:

- hold and manage assets
- formalise ownership arrangements
- retain control while introducing future generations, and
- support long-term succession planning.

LLPs are commonly used in family contexts because they allow assets to be held collectively while maintaining transparency and flexibility.

Personally Controlled LLP

What Is This?

A personally controlled LLP may be used where assets are:

- owned by individuals, and
- intended to remain under those individual's control.

This may be appropriate where assets have significant unrealised gains or where no immediate succession is intended.

Key Characteristics

- The individuals are the principal members.
- A wholly owned limited company may also be a member where appropriate.
- Assets are introduced in return for a capital account.
- For capital gains purposes, the LLP is generally treated as tax transparent.

This type of LLP allows assets to be managed within a partnership structure without changing beneficial ownership.

+44 (0) 204 614 9994
contact@bpsforbusiness.com
www.bpsforbusiness.com
71-75 Shelton Street
Covent Garden
London, WC2H 9JQ

STRUCTURE AND SUCCESSION

Family Investment LLP

What Is This?

A Family Investment LLP is commonly used to hold assets intended for long-term family ownership and succession.

It provides a structured way to involve adult family members while allowing senior members to retain oversight and control.

Key Characteristics

- Members may include parents and adult children.
- Assets are introduced in return for capital accounts reflecting market value.
- The partnership agreement can restrict access to capital and income.
- Decision-making rights can be tailored to family objectives.

Capital Accounts and Family Succession

Rather than transferring assets directly, succession planning within a Family Investment LLP is often achieved through capital accounts.

This can allow:

- economic interests to be transferred without transferring assets,
- control to be retained by senior family members, and
- flexibility over timing and access to value.

Inheritance Tax Considerations

A transfer of an interest in a capital account may constitute a transfer of value for inheritance tax purposes.

The interest transferred will need to be valued and can be structured in such a way that it can be transferred in a controlled manner which is efficient for Inheritance Tax purposes.

Independent valuation and contemporaneous agreement with HMRC may be appropriate in some cases.

Future Flexibility

As circumstances evolve, it may become appropriate to:

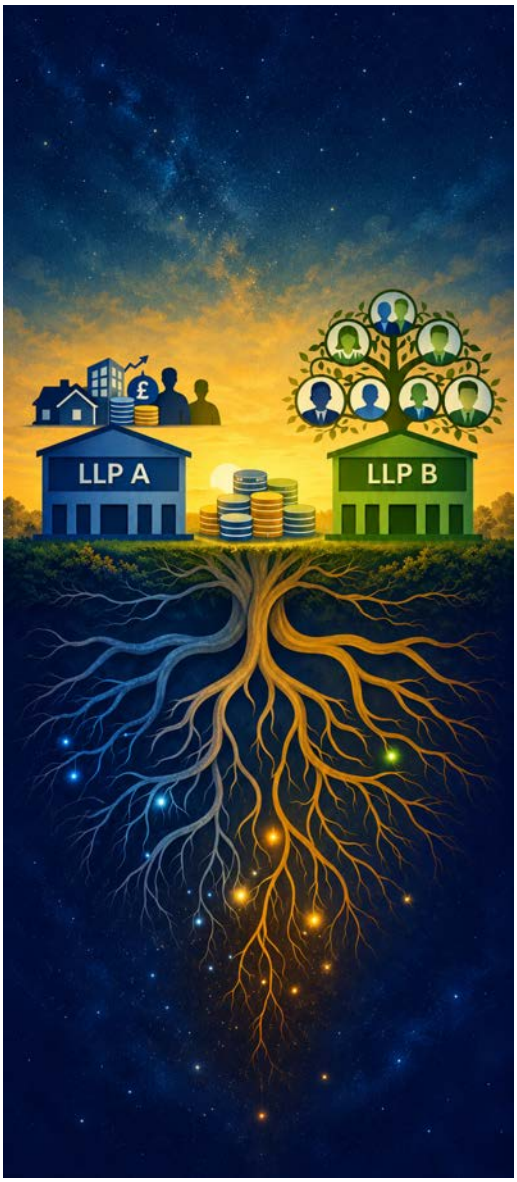
- reorganise asset-holding structures,
- introduce corporate vehicles, or
- simplify arrangements.

Each step is considered on its own merits, based on the facts and objectives at the time, and is not inherent to the existence of any LLP.

+44 (0) 204 614 9994
contact@bpsforbusiness.com
www.bpsforbusiness.com
71-75 Shelton Street
Covent Garden
London, WC2H 9JQ

YOUR NEXT STEP

Plan your next chapter



Who Might Consider This?

This type of planning may be relevant for individuals and families who:

- hold multiple investment or property assets
- wish to plan for long-term succession
- want to retain control while involving the next generation, and
- value flexibility and governance within a family structure.

How We Work with You

We provide:

- Initial consultation to explore suitability.
- Bespoke structuring advice aligned with family objectives, and
- Coordination with your accountants, solicitors, and other advisers.

Visit our website

Start the conversation

+44 (0) 204 614 9994

contact@bpsforbusiness.com

Important: This information sheet provides only a general overview. Full suitability depends on your personal circumstances, tax position, and future plans. All planning is carried out in accordance with current UK legislation and HMRC guidance.