

Dear Sirs

I am an accountant at a mid-sized accounting firm. In my experience (20 years), none of them have ever chosen a complying pension with a large institution, because of a fear of loss of capital on death.

This issue does not seem to be adequately covered in your discussion paper. If you are to present a complete picture, you should provide some statistical information on the number of retirees that choose complying pensions from large funds. Anecdotal evidence is that very few do.

I understand government concerns about "integrity" and "abuse", but it seems to me that most people choose complying pensions with SMSFs because they hate the idea of their savings being taken by a large bureaucracy in the event of their early death. If you only allow complying pensions to be provided by large funds, no one will choose complying pensions.

Regards

John Newby