

Director
Corporate Tax Policy
Unit Langton Cres
Parkes ACT 2500

Dear Director,

Thank you for the opportunity to submit a response to the consultation on the proposed legislation to Franked Distribution and Capital Raising.

My wife and I object to the proposed legislation changes.

We believe the draft legislation is inequitable to Australian companies and shareholders and it could inadvertently impact situations of legitimate company operations.

The draft legislation fails to recognize the fundamental principle underlying the franking regime and the reason for its creation, the avoidance of double taxation on company earnings.

We fear this proposed legislation will lead to the demise of the franking system.

If passed, its application would unfairly burden Australian investors with retrospective tax debts. Benefits that have already been received through Franking Credits have already been spent reinvesting in Australian Companies and spent on higher cost of living expenses.

A retrospective tax would be damaging to our standard of living which we have spent our lives working to reach.

Please contact us should you have any queries,

Yours sincerely,

Irene and Eric Haig