

Dear Director,

Thank you for the opportunity to submit a response to the Consultation on the proposed legislation relating to franked distributions And capital raising. I object to the proposed legislation changes in that 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.

If widely applied it will lead to the demise of the franking system.

It will stop Australian companies who issue new shares under a DRP

From paying franked dividends and significantly increase the cost Of capital for all franked dividend paying Australian companies.

From a Self funded retiree position of running my own fund set up

A number of years ago based on the legislation applicable it

Will change significantly my income. I worked hard to set myself up with

A portfolio of Australian companies while in employment and to change

The goalposts I think is unjust.

Yours Sincerely Allen Lette

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