

THE DIRECTOR
CORPORATE TAX POLICY
UNIT TREASURY
LANGTON CRESCENT. PARKES
ACT 2600

Your email: frankeddistconsult@treasury.gov.au

Dear Sir/Madam,

In relation to the proposed legislation relating to **Franked Distributions and Capital Raising**.

We object strongly to the proposed legislation changes.

The proposed legislation fails to recognise the basic principle underlying the repatriation of franking credits and the reason for it. That is the avoidance of double taxation.

Note that we do not support the avoidance of tax, however firmly believe this legislation as proposed will unintentionally cause financial loss to older Australians who have received dividends and franking credits legitimately.

As the owners of a small SMSF, any loss will grossly financially disadvantage us, reducing further our austere lifestyle and in fact increasing our ability to draw on the aged pension.

Again we see legislation not thought thru thoroughly enough, resulting in punishment where it was never intended. For this reason alone it is flawed.

The fact that it is retrospective legislation, affecting decent families who have complied with the law, makes it unethical and immoral as well as life destroying.

Shame on the architects of this and shame on anybody who sanctions it.

Little wonder we have a distrust for Governments and those who advise them.

For those of us on fixed incomes, through no fault of our own, in a time of uncontrolled rising inflation we will be penalised due to poor legislation.

This is unfair and unjust.

Please understand our circumstances reflect that of hundreds of thousands of Australians.

I also wonder how you will retrospectively separate the legitimate earning of dividends and franking credits from those that may be the real target of this legislation, or will this be another Robo debt fiasco?

Yours sincerely,

Alan and Sue Quiggin