

5/10/2022

**Director  
Corporate Tax Policy Unit  
Treasury  
Langton Cres  
Parkes ACT 2600**

By email: [frankeddistconsult@treasury.gov.au](mailto:frankeddistconsult@treasury.gov.au)

Dear Director,

**We STRONGLY OBJECT to the proposed legislation changes relating to Franked Distributions and Capital Raising.**

**A great many Mum and Dad investors, who have worked hard to ensure a reasonable retirement with little or no help whatsoever from the government, will be severely impacted by such legislation. Indeed, the legislation could see a large increase in the use of the pension due to many retirees experiencing close to a total loss of income, which is completely counter-productive.**

**Retrospective clauses will further compound monetary issues for those in this situation.**

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 recognise the fundamental principle underlying the franking regime and the reason for its creation, the avoidance of double taxation on company earnings.

Yours sincerely,

John Tilbrook and Rhonda Grace