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**From:** [REDACTED]  
**Sent:** [REDACTED]  
**To:** OMSBB Public Consultation  
**Subject:** Re: Threat of Removal of Franking Credits Once Again.

I would like to request that my surname is not revealed in any publication of my submission.  
Thank you.

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**From:** [REDACTED]  
**Sent:** [REDACTED]  
**To:** OMSBBpublicconsultation@treasury.gov.au <OMSBBpublicconsultation@treasury.gov.au>  
**Subject:** Threat of Removal of Franking Credits Once Again.

I am a DIY superannuation member . My main source of income is from my self-managed superannuation fund.

The fund contains an amount which ranges between 1.1 and 1.2 million dollars, an amount which is barely the average value of a home in my area.

I am not a speculator and depend greatly on my franking credits to supplement my income. Dividends including franking credits and interest on term deposits are my sole source of income. Over last few years interest rates on term deposits have dwindled to less than 1%. Simple maths reveals that under those circumstances an approximate amount of \$500,000 would yield an income of less than \$5000. On the remaining \$600,000 invested in the share market, with dividends of approximately 3.5%, yields an income of approximately \$21,000. This may increase to approximately \$30,000 with franking credits. This brings the total income on the capital invested at approximately \$34,000. While capital gains on the combined price of shares can contribute considerably. It is seldom understood that the value of the All-Ords index has only increased approximately 619 points since November 2007. This fact is often overlooked by those outside.

The point I am trying to make is: My source of income is modest, particularly when taking into consideration the inflation rate. Why pick on small superannuation funds again when trying to raise revenue?

Self-managed superannuation provides people like my myself with a means of income which ensures that I am less of a burden on the tax payer. If the government wishes to increase the tax revenue, I do see a case for limiting the total capital amount allowed in superannuation to 4 or 5 million dollars (per member), in a similar vein as the existing limit of \$1.7 million on pension accounts, subject to indexation.

Please leave franking credits out of the equation and look at total capital invested in superannuation, all superannuation as well! (industry funds included)

Regards,  
Peter