

Tax System Review Committee

I was greatly concerned to learn in a newspaper article that consideration is being given by the government Tax Review to abolishing dividend imputation. I, like a large number of others using SMSF/Allocated Pension schemes have planned them specifically for dividend income. Furthermore , investments have been specifically chosen to take advantage of dividend franking.

We have recently seen our incomes and capital greatly reduced by the global financial problems. Abolishing the franking credits system would be a major blow on top of this. Also, the value of companies formerly offering franking would almost certainly suffer a further decline. I would regard changes to dividend imputation very negatively in terms of my view of your government.

Marshall Hatch

[removed for privacy reasons]