

Dear Sir,

We as trustees of our Self Managed Superannuation Fund wish to register our objections to the reports that the Henry Tax Review is considering recommendations that the dividend imputation scheme be changed or reviewed. The current scheme encourages entities like SMSFs to invest in Australian companies which pay fully franked dividends and we believe that any alteration of the current scheme would be a retrograde step and will negatively impact the value of Australian companies who provide dividend income that include franking credits.

We have taken the decision to provide for our own retirement income and not be an impost on the Australian taxpayer; we also believe that the tax system should be supporting in any way the trustees of SMSFs who are endeavouring to fulfil this wish.

Finally we regard this issue as being serious enough to affect our vote in a future election as the previous Liberal government encouraged retirees to be self funded and not a burden on the welfare system.

Yours faithfully

Ray and Jan Sale.