

RE: DIVIDEND IMPUTATION

We wish to outline our concerns for the above as follows:

We are users of a Self-Managed Superannuation Fund and believe the tax system should be supporting self-reliance in retirement saving and therefore supporting there choice and competition that SMSFs bring to Australia's superannuation system.

We are greatly concerned at reports that the Henry Tax Review is considering recommendations to remove or change the dividend imputation scheme. The current scheme helps to support our desire to invest in Australian companies. We believe a removal or change to the scheme is an unfair, unnecessary and retrograde step. We are greatly concerned that it will negatively impact the value of Australian companies we have invested in who provide us dividend income that include franking credits.

We are writing to highlight our concerns for Australian investors who rely on dividend income, especially retirees.

We regard the issues as serious enough to affect our voting decision at the next Federal Elections.

Rhonda and Sam Virgona