

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

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

Dear Director,

Thank you for the opportunity to submit a response to the consultation on the proposed legislation relating to **Franked Distributions and Capital Raising**.

I object to the proposed legislation changes.

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.

The Franked Distribution and Capital Raising draft legislation, if widely applied, will lead to the demise of the franking system.

I invest in Australian companies and rely on dividends to supplement my pension mode superannuation. I planned my finances for old age based on reliance that dividends would not be double-taxed. If passed, its application would also unfairly burden me with retrospective tax debts.

The effect of the proposed legislation is to tell Australians "don't bother to invest in Australian companies".

Yours sincerely,

Alan Irving