

Sir,

I fundamentally OBJECT TO this proposed legislation on disallowing franking credits on capital raisings.

The fact that the previous Govt. did not proceed with similar legislation in 2016 is certainly not an excuse to bring it in now.

Obviously the then Govt. believed it was not wise or practical to implement that legislation.

What is unconscionable is that the legislation is to be retrospective to 2016. This proposal is totally bad practice. If any new legislation is to be introduced, it should commence from the date of sign-off.

As has been stated, the change will only bring in about \$10 million, so why bother-especially retrospectively. It will be a nightmare for all to identify payments received over the last 6 years for very little benefit.

This proposal is just the entry "ticket" to abolishing franking credit refunds—which the Govt. said it would not do.

It is quite clear—The Govt. can't be trusted on what it says and what it will do, with this issue of franking credits.

Thank you.

Richard Thomas