

TAX GUIDE 2021

A GUIDE TO YOUR 2021 ANZ ANNUAL TAX STATEMENT

WELCOME TO YOUR TAX GUIDE 2021

This Tax Guide should be used with your 2021 Annual Tax Statement ('Statement') to help you complete your income tax return relating to your ANZ investment.

WHAT YOU WILL NEED

To complete your 2021 tax return, you will need a copy of the 2021 'ATO individual tax return'. You may also wish to refer to the 'ATO individual tax return instructions 2021' and the 'ATO individual tax return instructions supplement 2021'.

These publications and other useful publications are available from the Australian Taxation Office (ATO) by visiting their website www.ato.gov.au or calling their Publication Ordering Service on 1300 720 092. Alternatively, you may download MyTax software from www.ato.gov.au

IMPORTANT INFORMATION TO CONSIDER BEFORE USING THIS TAX GUIDE

Your Statement and this Tax Guide assume you are an Australian resident individual for tax purposes. If you are a non-resident individual, a part-year resident, a corporate investor, a superannuation fund or a trustee, please consult your tax adviser about the taxation treatment of your ANZ investment.

Your Statement includes information about distributions you are entitled to for the financial year ended 30 June 2021. You are required to include these distributions in your tax return even if you received your distribution payment after 30 June 2021.

You may have capital gains reported on your Statement although you have not redeemed any units. This is because distributions you have received may include net capital gains associated with the sale of investments by the trust(s) in which you are invested.

If you have investments other than your ANZ investment, you will need to combine the taxable components from your other investments with the taxable components from your ANZ investment before completing your 2021 tax return.

In this Tax Guide we have provided information on all the amounts that may appear on your Statement. Some of this information may not be relevant to your investment and may not appear on your Statement.

HOW TO USE THIS TAX GUIDE

Your Statement may consist of three sections:

- Tax return information.
- Detailed breakdown of distribution components.
- Taxable capital gains/loss on redemption of units.

This Tax Guide will take you step-by-step through the information in each section and explain how to use the information to complete your 2021 tax return.

This Tax Guide and your Statement do not take into account your personal circumstances and do not constitute tax advice and should not be relied upon as a substitute for tax advice. We recommend you seek your own independent tax advice to address your personal circumstances. If you have any questions relating to the investments you hold, please contact your financial adviser or Customer Services on 13 38 63.

DETAILED BREAKDOWN OF DISTRIBUTION COMPONENTS

This section provides a detailed breakdown of the distribution components that have been paid from your investment for the financial year. Information from this section has been consolidated in the 'Tax return information' section of your Statement for easy transfer to your tax return. You are not required to enter information from this section directly into your tax return. However, you may be required to use the information in this section to calculate your Capital Gains Tax liability.

For an explanation of the components that appear in the 'Detailed breakdown of distribution components' section of your Statement, please refer to the definitions provided below. Please note that all of the components that appear below may not be present on your Statement, only the components relevant to your investment will appear.

TERM DEPOSITS

Gross interest

Interest from term deposits.

Interest deductions

Early withdrawal adjustment amount when a term deposit is withdrawn prior to maturity.

NON-PRIMARY PRODUCTION INCOME

Australian sourced income received through a trust, excluding capital gains and foreign income.

DETAILED BREAKDOWN OF DISTRIBUTION COMPONENTS			
	Cash distribution	Tax credits	Taxable amount
	\$	\$	\$
OnePath Wholesale Diversified Fixed Interest Trust			
ABN 14 670 194 914			
Total Distribution	0.00		
AMIT cost base adjustment - increase / (decrease) ²	0.00		
OnePath Wholesale Select Leaders Trust			
ABN 46 096 912 525			
<i>Income and tax credits</i>			
Non-primary production income			
- Unfranked Dividend	13,376.22		13,376.22
- Dividends - Unfranked CFI	26,407.59		26,407.59
- Interest	996.94		996.94
- MIT Cross Staple Arrangement Income	1,585.29		1,585.29
- MIT Trading Trust Income	400.98		400.98
- MIT Agricultural Income	2,738.34		2,738.34
- MIT Residential Housing Income	3,136.63		3,136.63
- Excluded from NCMi	9,999.99		9,999.99
- Other Income	70.35		70.35
Franked Distributions			
- Franked Dividend	379,547.39		379,547.39
- Franking Credit		186,664.61	186,664.61
Capital Gains			
Capital Gains - Discount Method			
- Discount Cap Gains TARP-Trading Trusts	1,326.98		1,326.98
- Discount Cap Gains TARP-MIT Agricultural	31,261.83		31,261.83
- Discount Cap Gains TARP-MIT Res Housing	180.33		180.33
- Discount Cap Gains TARP - Excl NCMi	999.99		999.99
- AMIT CGT gross up amount			32,769.14
Capital Gains - Indexation Method			
- Index Cap Gains TARP-Trading Trusts	2,738.34		2,738.34
- Index Cap Gains TARP-MIT Agricultural	3,896.17		3,896.17
- Index Cap Gains TARP-MIT Res Housing	346.14		346.14
- Capital Gains - Indexation Method TARP	34,527.21		34,527.21
- Index Cap Gains TARP - Excl NCMi	99,999.99		99,999.99
Capital Gains - Other Method			
- Other Cap Gains TARP-Trading Trusts	358.13		358.13
- Other Cap Gains TARP-MIT Agricultural	1,373.87		1,373.87
- Other Cap Gains TARP-MIT Res Housing	1,387.57		1,387.57
- Capital Gains - Other Method TARP	61,765.50		61,765.50
- Other Cap Gains TARP - Excl NCMi	99,999.99		99,999.99
Other non-assessable amounts	23,560.03		
Total Distribution	590,971.83		
AMIT cost base adjustment - increase / (decrease) ²	9,219.11		

This example is provided for illustrative purposes only.

Unfranked dividends

Dividends paid by an Australian company on which tax has not been paid. There is no franking credit attached to unfranked dividends.

Unfranked CFI dividends

Any part of unfranked dividends made by an Australian corporate tax entity that it declares to be Conduit Foreign Income (CFI). Non-residents of Australia are not required to pay Australian tax on unfranked CFI dividends.

Interest

Income on cash deposits and fixed interest securities.

MIT Cross Staple Arrangement Income

Income that is attributable to a cross staple arrangement income between an operating entity and an asset entity.

MIT Trading Trust Income

Attribution income from a trading trust.

MIT Agricultural Income

Income attributable to an asset that is Australian agricultural land for rent.

MIT Residential Housing Income

Income attributable to an asset that is residential housing (other than affordable housing).

Excluded from NCMi

Australian income which is excluded from NCMi due to being an approved economic infrastructure facility, or transitional MIT income.

Other income

Australian income that may include gains on disposal of assets of a revenue nature such as fixed interest securities.

FRANKED DISTRIBUTIONS

Franked dividends

Dividends paid by an Australian company on which tax has been paid. A franking credit may be attached to the dividend.

Franking credits

The credit for the tax that an Australian company has already paid on its earnings, before these earnings are paid to you. Australian residents may use these franking credits to offset tax payable on their taxable income and may also claim them back from the ATO if they have no tax payable. Please refer to the ATO publication 'You and your shares 2021' to determine the application of the Holding period rule and your ability to claim these credits.

FOREIGN INCOME

Foreign income

Includes interest, dividends, revenue gains, foreign exchange gains or other income earned on investments held overseas.

Foreign income tax offset

Tax paid in a foreign country on foreign income. The credit may offset Australian tax on the foreign income. Please refer to Question 20 of the Individual tax return instructions supplement 2021 for further information.

TAX-FREE, TAX-DEFERRED AND RETURN OF CAPITAL

Tax-free amount

Amounts distributed that are not assessable at the time of distribution. If you receive a tax-free amount and you make a capital loss on redemption, the tax-free amount will reduce your capital loss.

Tax-deferred amount

Amounts distributed that are not assessable at the time of distribution. They arise due to differences between the accounting and tax treatment of income and expenses. Building allowances are an example. On redemption of units, these amounts will reduce your tax cost base regardless of whether you make a capital gain or loss.

Return of capital

Amounts distributed that are not assessable at the time of distribution. If you receive a return of capital amount on redemption of your units, this amount will reduce your tax cost base, regardless of whether you make a capital gain or loss.

CAPITAL GAINS

Capital gains – discount method TARP

The net capital gain on investments that relates to Taxable Australian Real Property (TARP) (including TARP gains which relate to trading trusts, MIT agriculture, MIT residential housing and excluded from NCMI facilities) and held for at least 12 months. These gains are eligible for the 50% CGT discount, and this discount has been applied. You will need to multiply this amount by two to determine your gross discount capital gain if you need to apply capital losses or apply an alternative CGT discount rate. Individuals are eligible for a 50% CGT discount and complying superannuation funds for a 33⅓% CGT discount. Companies are not eligible for the CGT discount.

The 50% CGT discount is not applicable for non-residents on capital gains accrued after 8 May 2012. Non resident investors may need to determine their CGT position taking this into account. We recommend you seek tax advice specific to your individual circumstances.

Capital gains – discount method NTARP

The net capital gain on investments that relates to Non-Taxable Australian Real Property (NTARP) and held for at least 12 months. These gains are eligible for the 50% CGT discount, and this discount has been applied. You will need to multiply this amount by two to determine your gross discount capital gain if you need to apply capital losses or apply an alternative CGT discount rate. Individuals are eligible for a 50% CGT discount and complying superannuation funds for a 33⅓% CGT discount. Companies are not eligible for the CGT discount. Non-residents of Australia are not required to pay Australian tax on capital gains that relate to NTARP.

CGT concession amount – TARP and NTARP

The portion of the discount capital gain which is not assessable. In some circumstances the CGT concession amount will not equal the discount capital gain. To obtain the correct gross discount gain for loss offset purposes or to apply an alternative discount rate, the discount capital gain must be multiplied by two.

Capital gains – indexation method TARP

The net capital gain on investments that were TARP (including TARP gains which relate to trading trusts, MIT agriculture, MIT residential housing and excluded from NCMI facilities) purchased before 21 September 1999 and held for at least 12 months. The indexation method calculates the capital gain using an 'indexed cost base' which is indexed up to 30 September 1999. Where investments are purchased before 21 September 1999 and held for at least 12 months, the indexation or discount method can be used to calculate the net capital gain.

Capital gains – indexation method NTARP

The net capital gain on investments that were NTARP, purchased before 21 September 1999 and held for at least 12 months. The indexation method calculates the capital gain using an 'indexed cost base' which is indexed up to 30 September 1999. Where investments were purchased before 21 September 1999 and held for at least 12 months, the indexation or discount method can be used to calculate the net capital gain. Non-residents of Australia are not required to pay Australian tax on capital gains that relate to NTARP.

Capital gains – other method TARP

The net capital gain on investments that were TARP (including TARP gains which relate to trading trusts, MIT agriculture, MIT residential housing and excluded from NCMI facilities), purchased before 21 September 1999 and sold within 12 months of purchase. These short-term capital gains are not eligible for indexation or discount.

Capital gains – other method NTARP

The net capital gain on investments that were NTARP and sold within 12 months of purchase. These short-term capital gains are not eligible for indexation or discount. Non-residents of Australia are not required to pay Australian tax on capital gains that relate to NTARP.

TAX

TFN/ABN withholding tax

The tax is withheld at the highest marginal tax rate when a Tax File Number (TFN), a TFN exemption or an Australian Business Number (ABN) has not been provided to us.

Non-resident withholding tax – MIT

The tax withheld from Australian source income and capital gains TARP paid to non-resident investors. Distributions of interest, dividends and capital gains NTARP are not subject to this non-resident tax.

Non-resident withholding tax – others

The tax withheld on Australian source unfranked dividends and interest paid to non-resident investors.

REBATES AND BONUS INTEREST

Management Fee rebates

The payment of a Management Fee rebate arises where the Management Fee charged to a trust is higher than the Management Fee applicable to your investment. The Management Fee rebate is paid to you as additional units or cash.

Other rebates

These are rebates of ongoing commissions that are payable to your financial adviser, and are paid as additional units if your financial adviser elects to rebate their ongoing commission to you.

OTHER IMPORTANT TAXATION INFORMATION

Capital losses

A capital loss occurs when the tax cost base or reduced cost base of an investment exceeds the capital proceeds on disposal of the investment. Capital losses will be adjusted for tax-free amounts if applicable. Capital losses can only be offset against current year capital gains or carried forward to offset future capital gains.

Adviser Service Fee

You may elect to pay your financial adviser an Adviser Service Fee from your investment. This fee is deducted from your investment and is shown on your Statement. The deductibility of this fee is unclear. We recommend you seek tax advice about the deductibility of any Adviser Service Fee you may have paid.

Refund of franking credits

If you do not have to lodge a 2021 tax return, but have received franking credits from your investment, you may be entitled to a refund of franking credits. For information as to whether you are entitled to a refund of franking credits, please refer to the ATO Publication 'Application for refund of franking credits for individuals 2021'. If you are using the ATO automated entry service please be advised their system uses an integrity ratio check which may not accept the information on your statement and best to submit using the form. Please talk to your tax adviser or contact the ATO on 13 28 61 and refer to the information provided in the section 'Tax information for individuals not lodging a tax return'.

TAXABLE CAPITAL GAINS/LOSS ON REDEMPTION OF UNITS

TAXABLE CAPITAL GAINS/LOSS ON REDEMPTION OF UNITS								
Name of Trust	Issue date	Investment amount	Withdrawal date	Withdrawal amount	Capital Gains Other	Capital Gains Indexation	Capital Gains Discounted	Capital Loss
ANZ OA Blue Chip Imputation Trust	11/06/1998	\$10,000.00	01/02/2021	\$10,472.79		\$298.25	\$249.51	
	14/07/1998	\$249.66	01/02/2021	\$255.57		\$2.26	\$3.26	
	02/01/1998	\$67.45	01/02/2021	\$71.83		\$3.68	\$2.25	
	06/01/1998	\$93.48	01/02/2021	\$93.27				(\$0.21)
	06/04/1998	\$43.44	01/02/2021	\$41.98				(\$1.42)

The capital gain shown in the Capital Gains Discounted column is after a 50% discount has been applied.

Your investment amount may not be the same as your tax cost base. Therefore, your Withdrawal amount less your Investment amount may not equal your Capital Gain or Capital Loss.

Please refer to your Tax Guide 2021 for further information regarding this statement and how to complete your 2021 individual tax return.

PLEASE RETAIN THIS STATEMENT FOR INCOME TAX PURPOSES.

This example is provided for illustrative purposes only.

This section of your Statement details the CGT information resulting from redemption of units from your investment throughout the financial year. A redemption of units can occur when you request to withdraw money, switch between investment funds or pay a fee from your investment. If you have not had a redemption of units processed from your investment that has resulted in a capital gain or loss, you will not have a 'Taxable capital gains/loss on redemption of units' section in your Statement and you can disregard the information in this section of this Tax Guide.

If a redemption of units has been processed, the 'Total current year capital gains' (tax return label 18H) and 'Net capital gain' (tax return label 18A) fields in the 'Tax return information' section of your Statement will be populated with a # symbol. To calculate the amounts required for these tax return labels, please follow the steps provided below. You may require some paper to complete the necessary calculations.

Where a redemption of units has resulted in a zero capital gain, this transaction is not reported in the 'Taxable capital

gains/loss on redemption of units' section of your Statement and you are not required to calculate a capital gain or loss.

If you have made a capital gain or loss from other investments outside of your ANZ investment, you will need to take these into account when calculating your Capital Gains Tax liability.

For investors in the ANZ Cash Plus Fund, ANZ Direct Managed Investments, ANZ Master Trusts, ANZ OA OnePath Select Leaders Trust, ANZ Property Securities Fund, ANZ Cash Advantage and investors with commencement dates prior to 1 June 2003 in ANZ OneAnswer Investment Portfolio, capital gains on the redemption of units are not reported. This information will need to be determined from your transaction records.

For investors who have received a transfer of units due to death, and subsequently redeem their units, capital gains and/or losses on the redemption of units are not reported. This information will need to be determined from your transaction records.

FOR TAXPAYERS WHO DO NOT HAVE ANY CURRENT YEAR OR CARRIED FORWARD CAPITAL LOSSES

Step 1 – Complete Question 18G of the tax return

2021 Individual Tax Return	Action Required
Question 18, Label G, "Did you have a capital gains tax event during the year?"	Print Y at Label G

Step 2 – Calculation of capital gains

Reference	Capital gains other	Capital gains Indexation	Capital gains discount
the "Taxable capital gains/loss on redemption of units" section	(A1) amount: Total of the amounts shown in the 'Capital gains other' column.	(B1) amount: Where you have an amount in both 'Capital gains indexation' and 'Capital gains discounted' columns, choose the lowest amount in either column. Where there is only an amount in the 'Capital gains indexation' column you must select that amount. Add together the amounts you have selected in the 'Capital gains indexation' column to get a subtotal.	(C1) amount: Where you have an amount in both 'Capital gains indexation' and 'Capital gains discounted' columns, choose the lowest amount in either column. Where there is only an amount in the 'Capital gains discounted' column you must select that amount. Add together the amounts you have selected in the 'Capital gains discount' column to get a subtotal.
the 'Detailed breakdown of distribution components' section of your AMMA. (If you have more than one investment fund this information may appear across multiple pages. Please ensure you include the information for all the investment funds that appear on your AMMA.)	(A2) amount: Total of the amounts labelled 'Capital gains – other method TARP and/or NTARP'.	(B2) amount: Total of the amounts labelled 'Capital gains – indexation method TARP and/or NTARP'.	(C2) amount: Total of the amounts labelled 'Capital gains – discount method TARP and/or NTARP'.

Reference	Capital gains other	Capital gains Indexation	Capital gains discount
	(A1) + (A2) = (A) amount	(B1) + (B2) = (B) amount	(C1) + (C2) = (C) amount

Step 3 – Completing question 18

2021 Individual Tax Return	Action Required
Question 18, Label H, Total capital year capital gains	Enter the sum of (A) + (B) + ((C) x 2)
Question 18, Label A, Net capital gain	Enter the sum of (A) + (B) + (C)

Question 18 of your 2021 individual tax return is now complete.

FOR TAXPAYERS WHO HAVE CURRENT YEAR OR CARRIED FORWARD CAPITAL LOSSES

Step 1 – Completing Question 18G

2021 Individual Tax Return	Action Required
Question 18, Label G, "Did you have a capital gains tax event during the year?"	Print Y at Label G

Step 2 – Calculating your capital loss

Refer to the 'Taxable capital gains/loss on redemption of units' section of your AMMA. Take the total of the amounts shown in the 'Capital loss' column and add any other capital losses from current and previous years to calculate your total capital loss.

Step 3 – Calculating your sub-total capital gains

Reference	Capital gains other	Capital gains Indexation	Capital gains discount
the 'Detailed breakdown of distribution components' section of your AMMA. (If you have more than one investment fund this information may appear across multiple pages. Please ensure you include the information for all the investment funds that appear on your AMMA.)	(A1) amount: Total of the amounts labelled 'Capital gains – other method TARP and/or NTARP'.	(B1) amount: Total of the amounts labelled 'Capital gains – indexation method TARP and/or NTARP'.	(C1) amount: Total of the amounts labelled 'Capital gains – discount method TARP and/or NTARP'.
the "Taxable capital gains/loss on redemption of units" section	(A2) amount: Total of the amounts shown in the 'Capital gains other' column.	(B2) amount: Where you have an amount in both 'Capital gains indexation' and 'Capital gains discounted' columns, and: <ul style="list-style-type: none"> If total capital losses (from step 2) exceeds the sum of (A1) + (B1) + (A2) amounts, choose the "capital gains indexation" amount if: $(A1) + (B1) + (A2) + \text{"capital gains indexation amount"} - \text{capital losses is less than } ((A1) + (B1) + (A2) + \text{"capital gains discount"} \times 2)/2;$ If total capital losses (from step 2) is less than or equal to the sum of (A1) + (B1) + (A2), choose the "capital gains indexation" if it is less than the "capital gains discount" amount. 	(C2) amount: Where you have an amount in both 'Capital gains indexation' and 'Capital gains discounted' columns, and: <ul style="list-style-type: none"> If total capital losses (from step 2) exceeds the sum of (A1) + (B1) + (A2) amounts, choose the "capital gains discount" amount if: $((A1) + (B1) + (A2) + \text{"capital gains discount"} \times 2)/2 \text{ is less than } (A1) + (B1) + (A2) + \text{"capital gains indexation amount"} - \text{capital losses};$ or If total capital losses (from step 2) is less than or equal to the sum of (A1) + (B1) + (A2), choose the "capital gains discount" amount if it is less than the "capital gains indexation".
the "Taxable capital gains/loss on redemption of units" section (continued)	(A2) amount: Total of the amounts shown in the 'Capital gains other' column. (continued)	If the answer to the above are "no", do not choose the "capital gains indexation" amount (i.e. choose the "capital gains discount" amount instead). Where there is only an amount in one column you must select that amount. Add together the amounts you have selected in the 'Capital gains indexation' column to get a subtotal.	(If answer to the above are "no", do not choose the "capital gains discount" amount (i.e. choose the "capital gains indexation" amount instead). Where there is only an amount in one column you must select that amount. Add together the amounts you have selected in the 'Capital gains discount' column to get a subtotal.

Reference	Capital gains other	Capital gains Indexation	Capital gains discount
Sum of the above amounts	(A1) + (A2) = (A) amount	(B1) + (B2) = (B) amount	(C1) + (C2) = (C) amount

Step 4 – Calculating your total current year capital gains

2021 Individual Tax Return	Action Required
Question 18, Label H, Total current year capital gains	Enter the sum of (A) + (B) + ((C) x 2)

Step 5A – Calculating your net current year capital gains & capital losses carried forward

If:	2021 Individual Tax Return section	Further Action
Total capital losses = sum of (A) + (B) + ((C) x 2)	Disclose "nil" at Question 18, Label A 'Net capital gain'	No further action required, question 18 of your 2021 individual tax return is now complete.
Total capital losses > sum of (A) + (B) + ((C) x 2)	Disclose "nil" at Question 18, Label A 'Net capital gain' Subtract the sum of (A) + (B) + ((C) x 2) from 'Total capital losses' and put the result in Question 18, Label V . 'Net capital losses carried forward to later income years.'	
Total capital losses < sum of (A) + (B) + ((C) x 2)	N/A	Proceed to step 5B

Step 5B

If:	2021 Individual Tax Return section	Further Action
Total capital losses =/< the sum of (A) + (B)	Enter the result of the following in Question 18, Label A 'Net capital gain': (A) + (B) + (C) – total capital losses	No further action required, question 18 of your 2021 individual tax return is now complete.
Total capital losses > the sum of (A) + (B)	Enter the result of the following in Question 18, Label A 'Net capital gain': [(A) + (B) + ((C) x 2) – total capital losses]/2	



Call 13 38 63 weekdays between 8.30am and 6.30pm (AEST)



Email customer@onepath.com.au



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The information is current at 30 June 2021, but may be subject to change. Read our Financial Services Guide for information about our services, including the fees and benefits that related companies and their representatives may receive in relation to products and services provided to you. Contact us on 13 38 63 for a copy of our Financial Services Guide.

This document also sets out general information as to the possible taxation consequences relating to your investment with the issuer. This information is based on our views of the current interpretations of tax law, which may change over time. The case study used in this document is hypothetical and is not meant to illustrate the circumstances of any particular individual.

OnePath Funds Management Limited is not a registered tax (financial) adviser. If you intend to rely on the information provided in this guide for tax purposes, we recommend that you seek independent tax advice from a registered tax (financial) adviser or registered tax agent.

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