

Recent Super reforms at a glance



Concessional contributions

Annual before-tax contributions caps

Now

\$30,000

age 48 or under²

\$35,000

age 49 and over²



From 1 July 2017

\$25,000

for everyone



Everyone who is eligible to make personal super contributions will be able to claim a tax deduction for these contributions to eligible super accounts, up to the concessional contribution cap.

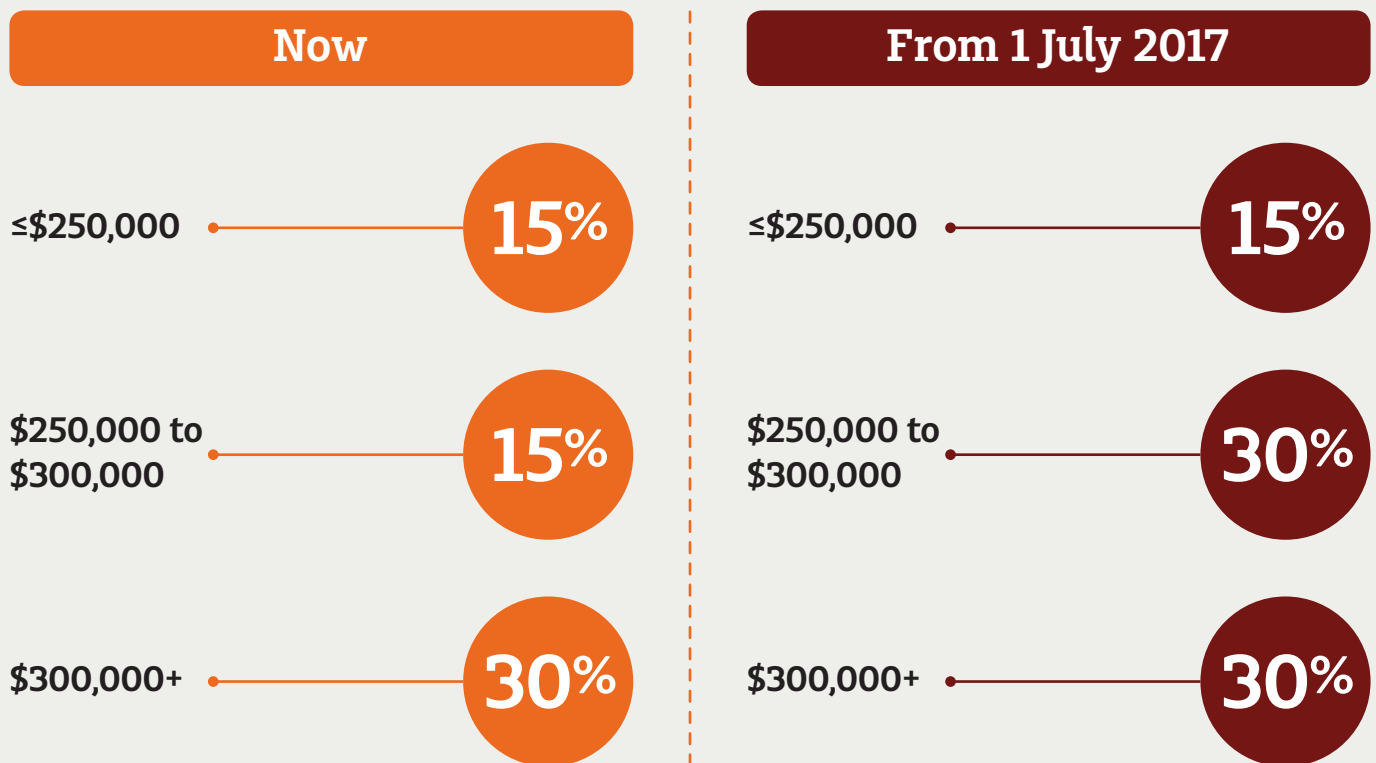
From 1 July 2018

\$25,000

There is an opportunity to contribute more than the annual cap if you haven't fully utilised the cap in previous years and your super balance is \$500,000 or less. Cap amounts unused from 1 July 2018 can be carried forward for up to five consecutive years.

Concessional contributions

Tax on concessional contributions made within the cap If your income is³



Non-concessional contributions

Annual after-tax contributions caps

Now

\$180,000 pa

or

\$540,000

over a three year period if certain conditions are met

From 1 July 2017

\$100,000 pa⁴

or

\$300,000⁴

over a three year period if certain conditions are met

Transitional rules will apply for contributions made between now and the 2018/19 financial year. These rules are complex and it is recommended that you speak to a financial adviser or call us before making a contribution.

Spouse contributions



Now

Tax offset for spouse contributions only where recipient income⁵ is less than

\$13,800 

From 1 July 2017

Tax offset for spouse contributions only where recipient income⁵ is less than

\$40,000 

Super pension limits

(Limit amount transferred to tax-free pension accounts)

Now



From 1 July 2017



lifetime cap applies to everyone



People with existing pensions over \$1.6 million will need to **reduce their total pension balance** to or below this limit by 1 July 2017 to avoid penalties



Any amount exceeding \$1.6 million can be **held in an accumulation account**

Earnings tax in the accumulation accounts



Remains the same
at 15% (10% on capital gains⁶)

Transition to retirement pension

A transition to retirement (TTR) pension allows you to reduce your working hours but not your lifestyle by using TTR pension payments to supplement your income.

Earnings tax rates

Now



From 1 July 2017



Warringal Financial Services



Warringal Financial Services

Suite 2 / 17 Burgundy Street
Heidelberg Victoria 3084

T 03 9459 2966
F 03 9459 0487

E advice@warringalfs.com.au
W www.warringalfs.com.au

Warringal Financial Services is the trading name of NICA Group Pty Ltd, an Authorised Representative of GWM Adviser Services Limited, ABN 96 002 071 749, Australian Financial Services Licensee, a member of the National group of companies.

The Information contained in this brochure is of a general nature only. No account has been taken of the investment objectives, financial situation or particular needs of any particular person. Before making any Investment decision, individuals will need to consider (with or without the assistance of a financial advisor) their own particular needs, objectives and circumstances to avoid the risk of making an inappropriate investment decision.