

# A guide to your Pension Plan or Term Allocated Pension Plan

## Completing your 2020 tax return

This guide has been designed to be used in conjunction with the Individual tax return instructions 2020.

The following information applies to any payments that you have received between 1 July 2019 and 30 June 2020 relating to your SuperWrap Pension Plan or Term Allocated Pension Plan (the Plan).

Your 'PAYG Payment Summary — Superannuation Income Stream' (for any income you received) and 'PAYG Payment Summary — Superannuation Lump Sum' (if you received any lump sums) provide the information you need to include in Questions **7**, **8** and **T2** of your tax return. It is important that you complete your tax return correctly to ensure you make the most of the tax benefits provided by the Plan.

Please consult your adviser or accountant if you require further information about your investment and personal tax position.

### How do I use this guide?

1. If you received any income from your SuperWrap pension during the period, please refer to Section 1 of this guide.
2. If you received any lump sums, please refer to Section 2.

## How to complete your 2020 tax return

### Section 1 – Income

#### Questions 7 and 12 of the Individual tax return instructions 2020

If you received income from the Plan, refer to the enclosed:

- PAYG Payment Summary – Superannuation Income Stream

#### Question 7

##### Pension or annuity income

<b>7 Australian annuities and superannuation income streams</b>	<input type="text" value="0.00"/>
Taxable component	Taxed element <b>J</b> <input type="text" value="0.00"/>
	Untaxed element <b>N</b> <input type="text" value="0.00"/>
Assessable amount from capped defined benefit income stream	<b>M</b> <input type="text" value="0.00"/>
Lump sum in arrears – taxable component	Taxed element <b>Y</b> <input type="text" value="0.00"/>
	Untaxed element <b>Z</b> <input type="text" value="0.00"/>

#### – Step 1

Turn to Question 7 of your tax return.

#### – Step 2

From the PAYG Payment Summary – Superannuation Income Stream you received from the Plan, note the Total Tax Withheld and add this to the Total Tax Withheld from any other Australian pensions or annuities you hold (if applicable).

Note: You should receive a separate PAYG Payment Summary – Superannuation Income Stream from each pension or annuity that you hold.

#### – Step 3

Record the Total Tax Withheld in the boxes to the right of 'Australian annuities and superannuation income streams' in Question 7 of your tax return.

#### – Step 4

From the PAYG Payment Summary – Superannuation Income Stream you received from the Plan, note the Taxable component – Taxed element and add this to the Taxable component – Taxed element from any other Australian pensions or annuities you hold (if applicable).

#### – Step 5

Record the total in the 'Taxable component – Taxed element' boxes to the right of J in Question 7 of your tax return.

Note:

1. The Plan does not pay a Taxable component – Untaxed element.
2. The Tax free component shown on the PAYG Payment Summary – Superannuation Income Stream is not required to be reported on the Tax return.
3. The Plan does not pay Lump sum in Arrears – Taxable component (Taxed element and Untaxed element).
4. If you turned 60 during the financial year, your PAYG Payment Summary – Superannuation Income Stream will not include any income you received since turning 60.

## Question T2

### Recording your tax offset

#### T2 Australian superannuation income streams

S  .00

#### – Step 1

From the PAYG Payment Summary — Superannuation Income Stream you received from the Plan, note the Tax offset amount and add this to the Tax offset amounts from any other Australian pensions or annuities you hold (if applicable).

#### – Step 2

Record the total amount in the boxes to the right of **S** in Question **T2** of your tax return.

Note:

1. You may not be entitled to receive a Tax offset amount. If this is the case then record Zero in this section. A Tax offset would only be available from the Plan if you are of preservation age to 59 or the pension was paid to you as a result of disability or the death of another person. Your preservation age is between 55 and 60 depending on your date of birth. Preservation age is 55 for individuals born before 1/7/1960 and progressively increases for individuals born after this date up to age 60 for people born on or after 1/7/1964.
2. The Tax offset amount is calculated as 15% of the Taxable component — Taxed element shown on your *PAYG Payment Summary — Superannuation Income Stream*.
3. If you are aged 60 and above you will not receive a Tax offset for your income. However, if you were 59 and turned 60 in the financial year, you may be entitled to a Tax offset for income you received whilst age 59.

## Section 2 – Lump Sums

### Question 8 of the Individual tax return instructions 2020

TYPE

#### 8 Australian superannuation lump sum payments

.00

Payer's  
ABN

Date of payment

Day	Month	Year
<input type="text"/>	<input type="text"/>	<input type="text"/>

Taxable component Taxed element

**Q**  .00

<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
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Untaxed element

**P**  .00

Complete this section if you received any lump sums (ie other than income) from the Plan. You should receive a separate 'PAYG Payment Summary — Superannuation Lump sum' for each lump sum taken.

Note:

1. You may also receive a separate *PAYG Payment Summary — Superannuation Lump sum* if you have received lump sums from other Australian superannuation funds, pensions or annuities.
2. If you did not receive any lump sums then you will not need to follow any further instructions in this guide.
3. You will not receive a *PAYG Payment Summary — Superannuation Lump sum* for lump sums that you received while over 60 years of age from a taxed superannuation fund.

#### – Step 1

From the *PAYG Payment Summary — Superannuation Lump Sum* you received from the Plan, note the Total Tax Withheld and add this to the Total Tax Withheld from any other Australian superannuation funds, pensions or annuities from which you received lump sums.

#### – Step 2

Record the Total Tax Withheld in the boxes to the right of 'Australian superannuation lump sum payments' in Question **8** of your tax return.

#### – Step 3

From the *PAYG Payment Summary — Superannuation Lump Sum* you received from the Plan, note the Taxable component — Taxed element and add this to the Taxable component — Taxed element from any other Australian superannuation funds pensions or annuities from which you received lump sums.

– **Step 4**

Record the total in the 'Taxable component — Taxed element' boxes to the right of **Q** in Question **8** of your tax return.

– **Step 5**

From the *PAYG Payment Summary — Superannuation Lump Sum* you received from the Plan, note the Taxable component — Untaxed element. For SuperWrap, this amount will usually be zero unless you received a lump sum death benefit paid to you as a non-dependent for taxation purposes and your benefit contained insurance. If applicable add this to the Taxable component — untaxed element from any other Australian superannuation funds pensions or annuities from which you received lump sums and record the total in the 'Taxable component — Untaxed element' to the right of **P** in Question **8** of your tax return.

## For more information

Speak to your financial adviser or accountant



### Things you should know

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