



## SUPERANNUATION

### Contributions

For those under 50 years of age you can contribute up to \$50,000 per year into super & only pay 15% tax. This figure increases to \$100,000 if you are over 50. Ultimately it is your money and you can build up your net wealth quicker instead of paying up to 46.5%. A great tax deduction for those in business.

| Age of member     | Concessional (Tax Deductible)                  | Non-concessional (Not Deductible)               |
|-------------------|--|---|
| Under 18          | No: unless employment or business income       | Yes: \$150,000 pa, bring forward* allowed       |
| Between 18 and 50 | Yes: limited to \$50,000 pa                    | Yes: \$150,000 pa, bring forward* allowed       |
| Between 50 and 65 | Yes: limited to \$100,000 pa                   | Yes: \$150,000 pa, bring forward* allowed       |
| Between 65 and 75 | If work test* not met: no                      | If work test* not met: no                       |
|                   | If work test* met: Yes limited to \$100,000 pa | If work test* met: Yes, limited to \$150,000 pa |
| Over 75           | No   | No  |

### Three main requirements for **Work Test\***:

- To be employed or self employed;
- To receive gain or reward in connection with the employment (or self employment); and
- To actually spend 40 hours at work in a 30 day period in the financial year.
- A tax deduction for personal concessional contributions is still subject to passing the 10% rule.

We have provided general information for guidance only in this newsletter. For business and personal taxation planning, or other professional advice having regard to your circumstances, please come and see either Charles or Matthew.