

# Tax Guide 2023



## About this Tax Guide

This Tax Guide has been prepared to assist you in completing your 2023 Australian Tax Return for individuals in relation to your investment in a Betashares Fund. This Tax Guide only contains basic information of a general nature about your investment in a Betashares Fund and does not take into account your individual circumstances. Accordingly, you should not rely on this Tax Guide as taxation advice. You should seek professional advice when completing your tax return.

This Tax Guide assumes that:

- you are an individual taxpayer
- you are an Australian tax resident, and
- you hold units in a Betashares Fund for investment purposes and the Australian capital gains tax (CGT) rules apply to you.

This Tax Guide should be read in conjunction with the Australian Taxation Office's (ATO) instructions for the 2023 Tax Return for Individuals (Supplementary Section).

### AMIT regime

All Betashares Funds have elected into the Attribution Management Investment Trust (AMIT) regime. Accordingly, the Betashares Funds are required to issue AMIT Member Annual Statements (AMMA Statements). Under the AMIT regime, you will be assessed on your share of taxable income, regardless of the amount you actually receive.

The AMMA Statement will provide you with the relevant information required to complete your tax return. In most cases, the components should be unchanged from previous years. One exception is the concept of 'AMIT cost base net amount – net reduction' and 'AMIT cost base net amount – net increase'. These concepts are explained in the following pages.

If you hold units in more than one Betashares Fund, you will receive a separate AMMA Statement for each Betashares Fund you invest in. Furthermore, you will need to combine your relevant income information in order to determine the disclosures in your tax return if you derive investment income from more than one Betashares Fund and/or from other sources.

You should prepare your tax return by referring to the relevant AMMA Statement, rather than the distribution statements that you may have received during the year.

### AMMA Statement

The AMMA Statement is separated into seven parts and contains information that would generally be included in your 2023 Australian Tax Return for Individuals (Supplementary Section). If you had income from other sources during the year, you will need to combine the information from your AMMA Statement and the information from your other sources when completing your tax return.

Distributions from your Betashares Fund will need to be included in your tax return in the year of attribution, not the year of receipt. This means that distributions for the year ended 30 June 2023 should be included in your 2023 tax return, even though you may not have received payment for all of those distributions until July 2023. A sample AMMA Statement is provided on page 6.

## Part A – Investor details

Part A of the AMMA Statement contains your personal details, please contact Link Market Services via the contact details as specified in the AMMA Statement if any of the details are incorrect.

## Part B – Summary of 2023 tax return (supplementary section)

### Non-Primary Production Income

The Non-Primary Production Income represents your share of the total income (excluding capital gains, franked distributions, and foreign income). You should disclose this amount at Box U of Question 13 on your tax return.

### Franked Distribution From Trusts

The Franked Distribution From Trusts amount represents your share of the franked dividends attributed to you, grossed up for franking credits. You should disclose this amount at Box C of Question 13 on your tax return.

### Share of Franking Credit from Franked Dividends

The Share of Franking Credit from Franked Dividends amount represents your share of franking credits. Your ability to claim franking credits is subject to certain rules. For further details you should refer to the ATO Publication 'You and Your Shares 2023'. If you are entitled to claim an amount of franking credit, you should disclose this amount at Box Q of Question 13 on your tax return.

### Share of Credit for Tax Amounts Withheld

The Share of Credit for Tax Amounts Withheld is the withholding tax that has been deducted from your Betashares Fund distribution because you have not provided your TFN, or claimed an exemption. You should disclose this amount at Box R of Question 13 on your tax return.

### Net Capital Gains

The Net Capital Gains amount represents your share of capital gains, after the application of capital losses and CGT discounts. You should disclose this amount at Box A of Question 18 on your tax return. You should also mark "YES" at Box G of Question 18 on your tax return if you have any capital gains/loss amounts.

### Total Current Year Capital Gains

The Total Current Year Capital Gains amount represents your Net Capital Gains amount grossed up for any capital losses and CGT discounts that may have applied. You should disclose this amount at Box H of Question 18 on your tax return.

### Do you have capital gains from other sources?

You may also have derived capital gains/losses from other sources (e.g. if you have sold your units in a Betashares Fund or direct shares). The relevant capital gains/losses would need to be combined with the figures from your AMMA Statement and disclosed in the abovementioned labels.

You should refer to the ATO Publication 'Guide to capital gains tax 2023' or 'Personal investors guide to capital gains tax 2023' to help you calculate your net capital gain/ loss. As the capital gains tax rules are complex, you may also wish to seek professional advice.

### Assessable Foreign Source Income

The Assessable Foreign Source Income amount represents your share of foreign source income attributed to you. This amount also includes your share of foreign income tax offsets. You should disclose this amount at Box E of Question 20 on your tax return.

If you have any allowable expenses or losses relating to foreign source income, this may be applied to reduce the Assessable Foreign Source Income amount. This net amount should be your Other Net Foreign Source Income, and should be inserted at Box M of Question 20 on your tax return. As the foreign source income rules are complex, you may wish to seek professional advice.

### Foreign Income Tax Offsets

Your share of Foreign Income Tax Offsets represents the amount of tax paid in the country where the income was sourced.

The amount also includes the foreign income tax offset relating to foreign capital gains (referred to as Foreign Income Tax Offsets – foreign capital gains (FITCO) in this statement). The amount disclosed as FITCO arising from foreign capital gains in this Part is the gross amount. This has not been reduced proportionally for any capital losses or CGT discount applied at the trust level. More information about foreign capital gains and foreign tax paid on foreign capital gains is provided under 'Capital Gains' section under Part C – Components of attribution and Part D – Tax offsets on this document.

You should refer to the ATO Publication 'Guide to foreign income tax offset rules 2023' and/or seek professional advice to determine if you are entitled to the Foreign Income Tax Offsets, including the FITCO.

If you are entitled to claim an amount of foreign income tax offset, you should disclose this amount at Box O of Question 20 on your tax return.

## Part B – Capital gains tax information

Part B of the AMMA Statement provides further details regarding the various components of your capital gains for the income year. The amounts disclosed are gross amounts (i.e. amounts prior to the application of discounts and inclusive of any foreign tax paid). This information may be useful if you have any capital gains/losses during the year from other sources.

You should refer to the ATO Publication 'Guide to capital gains tax 2023' or 'Personal investors guide to capital gains tax 2023' to help you calculate your net capital gain. As the capital gains tax rules are complex, you may also wish to seek professional advice.

## Part C – Components of attribution

Part C of the AMMA Statement provides a detailed breakdown of your share of the various components of investment income for the year ended 30 June 2023.

### Australian Income

This section includes unfranked dividends, interest income, and other income. Franked dividends and franking credits are also detailed in this section.

Several tax components relating to non-concessional MIT income (NCMI) are also included in the AMMA Statement. Broadly, NCMI should only be relevant for investors who are not tax residents of Australia, as it may impact their non-resident withholding tax rate. You may wish to seek professional advice, if you believe you are not an Australian tax resident.

### Capital Gains

This section details your share of capital gains. Some capital gains can be calculated under the Discounted Method. These are capital gains to which the Betashares Fund has applied the 50% capital gains tax discount. Other Method capital gains are gains to which the CGT Discount Method or the CGT Indexation Method does not apply.

Capital gains are also divided into those that relate to Taxable Australian Property (TAP) or Non-Taxable Australian Property (NTAP). This distinction between TAP and NTAP capital gains should only be relevant for investors who are not tax residents of Australia.

Capital gains may also relate to NCMI. Again, this should only be relevant for investors who are not tax residents of Australia.

Disposal of foreign assets may result in foreign tax paid in the foreign jurisdictions. In addition, Australian capital gain tax rules apply on those disposals to calculate the Australian capital gains tax obligations, which may be reduced by foreign tax paid.

The capital gains reported at the following items 'Capital gains – discount method - TAP' and 'Capital gains – discount method - NTAP' are reduced for capital losses or the application of the CGT discount at the trust level. The 'Foreign tax paid' or FITCO amounts reported at these items have not been proportionately reduced for capital losses or the CGT discount, they are reported as a gross amount. When calculating your Australian capital gains tax obligations and FITCO, the capital gains discount amount must be grossed up (noting the foreign tax paid is reported as the grossed-up amount). If you are an individual or trust you are entitled to a CGT discount of 50%, superannuation funds are entitled to a CGT discount of 33.3%. If you are a company not acting as trustee, you are not eligible to apply for the CGT discount.

The Net Capital Gain amount represents the sum of the various types of capital gains attributable to you. The AMIT CGT Gross up amount represents the discount portion of capital gains calculated under the Discounted Method. The Other Capital Gain Distribution amount is the cash equivalent of the same amount.

## Foreign Income

This section represents income attributable to you from an overseas source. Foreign capital gains have been included in the capital gains section.

## Other non-assessable amounts

Other non-assessable amounts are not immediately assessable for income tax purposes and are therefore not included in your tax return, however they may require an adjustment to the cost base of your unit holding.

## Part D – Tax offsets

Part D of the AMMA Statement identifies your share of the different tax offsets. This includes franking credits and foreign income tax offsets. There are two main types of foreign income tax offsets on the AMMA Statement:

- Foreign income tax offsets – excluding capital gains (FITO); and
- Foreign income tax offsets – foreign capital gains (FITCO).

You are required to calculate the foreign income tax offset (FITO and FITCO) you can claim for foreign income attributed or distributed to you, under the rules at Division 770 of the ITAA 1997. You must apply the rules to determine the foreign income tax offset you can claim in your Australian Tax Return. It is not correct to merely insert the 'foreign tax paid' amount disclosed at Part C of the AMMA as the foreign income tax offset available in your Australian Tax Return. If you are unsure about how to calculate your FITO and FITCO, you may need to seek professional advice from a registered tax professional. You should also consider the information provided in respect of Australian capital gains tax obligations and the interaction between the Australian capital gain tax rules and the FITCO calculation.

## Part E – AMIT cost base adjustments

### AMIT Cost Base Adjustments – Net Reduction

Where your share of taxable income is less than the cash distribution you received in the relevant financial year, the difference is your AMIT Cost Base Adjustments – Net Reduction amount. This amount will decrease both the cost base and the reduced cost base of your units in the Betashares Fund.

The decrease in the cost base of your units in the Betashares Fund should be taken into account upon disposal of the units when calculating your capital gain/loss. The reduction in the cost base of the units in the Betashares Fund may give rise to a capital gain if there is insufficient cost base to absorb the reduction.

### AMIT Cost Base Adjustments – Net Increase

Where your share of taxable income is more than the cash distribution you received in the relevant financial year, the difference is your AMIT Cost Base Adjustments – Net Increase amount. This amount will increase the cost base and reduced cost base of your units in the Betashares Fund.

The increase in the cost base of your units in the Betashares Fund should be taken into account upon disposal of the units when calculating your capital gain/loss.

You should refer to the ATO Publications 'Guide to capital gains tax 2023' or 'Personal investors guide to capital gains tax 2023' to help you calculate your net capital gain. As the capital gains tax rules are complex, you may also wish to seek professional advice.

## Part F – Payment summary information

Part F of the AMMA Statement should only be relevant for non-resident unitholders. This part identifies their share of various components of investment income that may be subject to Australian non-resident withholding tax and also the amount of Australian non-resident withholding tax levied.

# Sample AMMA Statement



Responsible Entity: Betashares Capital Ltd  
 ABN 78 139 566 868 | AFSL 341181  
 ARSN 613 694 009

All Registry communications to:  
 C/- Link Market Services Limited  
 Locked Bag A14, Sydney South, NSW, 1235  
 Telephone: +61 1300 202 738  
 ASX Code: XXX  
 Email: [betashares@linkmarketservices.com.au](mailto:betashares@linkmarketservices.com.au)  
 Website: [www.linkmarketservices.com.au](http://www.linkmarketservices.com.au)

000019

MR SAM SAMPLE  
 123 SAMPLE STREET  
 SAMPLETOWN NSW 2999

**Date:** 31 July 2023  
**Reference No.:** X\*\*\*\*\*1234

## BETASHARES AUSTRALIAN GOVERNMENT BOND ETF Attribution Managed Investment Trust Member Annual Statement for the year ended 30 June 2023

### Part A : Summary of 2023 tax return (supplementary section) items for a resident individual

Tax return (supplementary section)	Amount	Tax return label
Share of net income from trusts, less net capital gains, foreign income and franked distributions	\$0.00	13U
Franked distribution from trusts	\$0.00	13C
Share of franking credits from franked dividends	\$0.00	13Q
Share of credit for tax file number amounts withheld from interest, dividends and unit trust	\$0.00	13R
Share of credit for foreign resident withholding amounts (excluding capital gains)	\$0.00	13A
Net capital gain	\$0.00	18A
Total current year capital gains	\$0.00	18H
CFC Income	\$0.00	19K
Assessable foreign source income	\$0.00	20E
Other net foreign source income	\$0.00	20M
Australian franking credits from a New Zealand franking company	\$0.00	20F
Foreign income tax offset *	\$0.00	20O

\*To work out your foreign income tax offset (FITO) entitlement, see the '20 Foreign source income and foreign assets or property' section of the instructions for the 2023 Tax Return for Individuals (Supplementary Section) or the Guide to foreign tax offset rules 2023. The Betashares 2023 Tax Guide provides additional information on how to claim the correct Foreign Income Tax Offset.

### Capital gains tax information - Additional information for item 18

	Amount	
Capital gains - Discounted method	\$0.00	(grossed up amount)
Capital gains - Other method	\$0.00	
<b>Total current year capital gains</b>	<b>\$0.00</b>	

As a securityholder, you are required to complete a tax residency self-certification for FATCA & CRS. As we have not received your self-certification, please visit <https://www.linkmarketservices.com.au/corporate/resources/fatca-crs.html> for more information and guidance on completing your self-certification.



Part B: Components of attribution	Tax paid or franking credit gross up	Attributable amount
<b>Australian Income</b>		
Interest (subject to non - resident withholding tax)		\$0.00
Interest (not subject to non - resident withholding tax)		\$0.00
Dividends - unfranked amount declared to be CFI		\$0.00
Dividends - unfranked amount not declared to be CFI		\$0.00
Other assessable Australian income (Other)		\$0.00
Other assessable Australian income (NCMI)		\$0.00
Other assessable Australian income (Excluded from NCMI)		\$0.00
Other assessable Australian income (CBMI)		\$0.00
<b>Non-primary production income</b>		<b>\$0.00</b>
<b>Dividends - Franked amount (Franked distributions)</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>Capital Gains</b>		
Capital gains – Discounted method TAP (Other)		\$0.00
Capital gains – Discounted method TAP (NCMI)		\$0.00
Capital gains – Discounted method TAP (Excluded from NCMI)		\$0.00
Capital gains – Discounted method TAP (CBMI)		\$0.00
Capital gains - Discounted method NTAP		\$0.00
Taxable foreign capital gains - Discounted method	\$0.00	\$0.00
Capital gains – Other method TAP (Other)		\$0.00
Capital gains – Other method TAP (NCMI)		\$0.00
Capital gains – Other method TAP (Excluded from NCMI)		\$0.00
Capital gains – Other method TAP (CBMI)		\$0.00
Capital gains - Other method NTAP		\$0.00
Taxable foreign capital gains - Other method	\$0.00	\$0.00
<b>Net capital gains</b>	<b>\$0.00</b>	<b>\$0.00</b>
AMIT CGT gross up amount		\$0.00
Other capital gains distribution		\$0.00
<b>Total current year capital gains</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>Foreign income</b>		
Other net foreign source income	\$0.00	\$0.00
<b>Assessable foreign source income</b>	<b>\$0.00</b>	<b>\$0.00</b>
Australian franking credit from a New Zealand franking company	\$0.00	\$0.00
CFC income		\$0.00
<b>Total foreign income</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>Non-assessable amounts</b>		
Net exempt income		\$0.00
Non-assessable non-exempt amount		\$0.00
Other non-attributable amounts		\$0.00
<b>Total Non-assessable amounts</b>		<b>\$0.00</b>
<b>Cash distribution</b>		
<b>Gross cash distribution</b>		<b>\$0.00</b>
Less: TFN amounts withheld		\$0.00
Less: Non-resident tax withheld on interest and dividends		\$0.00
Less: Non-resident tax withheld on fund payments		\$0.00
<b>Net cash distribution</b>		<b>\$0.00</b>
<b>Tax offsets</b>		
Franking credit tax offset from Australian resident companies		\$0.00
Foreign income tax offset - Other net foreign source income		\$0.00
Foreign income tax offset - Taxable foreign capital gains - Discounted method		\$0.00
Foreign income tax offset - Taxable foreign capital gains - Other method		\$0.00
Australian franking credit from a New Zealand franking company		\$0.00
<b>Total tax offsets</b>		<b>\$0.00</b>
<b>Attributed Managed Investment Trust ('AMIT') cost base</b>		
AMIT cost base net amount - excess (decrease cost base)		\$0.00
AMIT cost base net amount - shortfall (increase cost base)		\$0.00
<b>Tax Guide</b>		
<p>The Annual Tax Guide contains general information about how to use this statement when you prepare your 2023 Tax Return. Where there are foreign capital gains and foreign tax paid on these gains, a calculation of Australian capital gains in respect of foreign CGT assets must be performed. The Betashares 2023 Tax Guide provides additional information on how to perform these calculations as well as how to claim the correct Foreign Income Tax Offset. To view the 2023 Tax Guide, please visit: <a href="http://www.betashares.com.au/tax-resources/">www.betashares.com.au/tax-resources/</a></p> <p>This statement contains important information. Please retain it for taxation purposes as a charge may be levied for replacement. To view or change your Unitholder details including FATCA and CRS self-certification, please visit our Investor Centre at <a href="http://www.linkmarketservices.com.au">www.linkmarketservices.com.au</a></p> <p>Stay informed with the latest investment news, economic insights, and portfolio construction information. Subscribe to Betashares' weekly newsletter <a href="http://www.betashares.com.au/subscribe">www.betashares.com.au/subscribe</a></p>		

## ATO publications

The following ATO Publications may be of help in completing your tax return.

- Individual tax return instructions 2023 including the instructions for the supplementary section.
- You and Your Shares 2023.
- Guide to capital gains tax 2023.
- Personal investors guide to capital gains tax 2023.
- Guide to foreign income tax offset rules 2023.

To obtain copies of these publications from the ATO, please go to the ATO website at <https://www.ato.gov.au/>.




## Further information

Further information may be obtained by contacting our client services centre on 1300 487 577 or by submitting an enquiry through our website at <https://www.betashares.com.au/contact>.



## Contact us

For further assistance or to learn more about our Tax Guide, please contact us.

 [betashares.com.au](https://betashares.com.au)  
 1300 487 577 (within Australia)  
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## About Betashares

Betashares is a leading manager of exchange traded funds (ETFs) and other Funds traded on the ASX.

Launched in 2009, Betashares now offers the broadest range of exchange traded products in Australia, appealing to a wide range of investors and financial advisers - from institutional investors to individuals, including those maintaining self-managed superannuation funds.

## Important notice

This information has been prepared by Betashares Capital Ltd (ACN 139 566 868 AFS Licence 341181) ("Betashares"). It is general information only and does not take into account your objectives, financial situation or needs. It should not be relied on as taxation advice. As taxation is complex and depends on your own circumstances, you should seek professional advice when completing your tax return. This information was prepared in good faith and to the extent permitted by law. Betashares accepts no liability for any errors or omissions or any loss from reliance on it.