

LIC capital gain tax deduction

Fact sheet

What is it?

When Argo makes a capital gain on the sale of a long-term holding in its portfolio, a capital gains tax discount can be passed on to shareholders as though they made the gain themselves.

The benefit is passed through when we declare part of a dividend to have a listed investment company (LIC) capital gain component, which provides a tax deduction that most Australian individuals, partnerships, trusts and SMSFs can claim on their tax return.

Argo is one of only a handful of Australian companies able to do this, because the Australian Taxation Office recognises our special status as a long-term investor, not a trader.

Where is my tax deduction shown?

Refer to the 'LIC Capital Gain Tax Deduction Information' section in the centre of your dividend statement to find the deductible amount relevant to you:

LIC Capital Gain Tax Deduction Information

The Company qualifies as a Listed Investment Company (LIC) for income tax purposes. Certain Australian resident shareholders in LICs are entitled to claim a deduction for a percentage of the attributable part of a dividend paid by an LIC. The attributable part is sourced from net capital gains on portfolio Investments held for more than 12 months at the time of the disposal of the asset.

This dividend includes a LIC Capital Gain component of X cents per share.

The attributable part of the above dividend is **\$XX.XX**

The tax deduction is available as follows:

1. If you are an individual, trust or partnership; 50% of the attributable part. **\$XX.XX**
2. If you are a complying superannuation entity; 33 1/3% of the attributable part. **\$XX.XX**

How do I claim my tax deduction?



Paper return

To lodge a paper tax return, include the LIC capital gain tax deduction amount under 'Deductions - D8 Dividend deductions'



Online return

To lodge a return using myTax, your annual dividend details, including the LIC capital gain tax deduction, are automatically pre-filled, usually each year late July



Tax agent

If an accountant or tax agent submits your return, please remind them to check whether a LIC capital gain tax deduction is available for you to claim

Share registry enquiries

BoardRoom Pty Ltd
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More information

Australia Taxation Office (ATO)
13 28 61
ato.gov.au

Disclaimer

This fact sheet does not provide tax advice. Please contact your accountant or financial adviser for further information.