



## A GUIDE TO YOUR EVANS & PARTNERS GLOBAL DISRUPTION FUND 2020 AMIT ANNUAL TAX STATEMENT

Dear Unitholder,

This Guide has been prepared to assist you and your tax adviser in completing your income tax return for the year ended 30 June 2020 using the Evans & Partners Global Disruption Fund AMIT Annual Tax Statement (the **AMIT Annual Tax Statement**).

The AMIT Annual Tax Statement provides a detailed analysis of the tax components that should be used in the preparation of your income tax return for the year ended 30 June 2020.

This Guide has been prepared for general information only and should be read in conjunction with the Australian Taxation Office (“**ATO**”) instructions and publications. For your convenience, a list of the relevant ATO publications is set out in section 4 of this Guide. This Guide should not be regarded as constituting the provision of tax or financial product advice. Each investor’s particular circumstances will be different and accordingly, you may wish to seek independent taxation advice. We strongly recommend you seek professional taxation advice or consult with your financial adviser.

For any further information in respect of your investment in Evans & Partners Global Disruption Fund (the Fund), please contact your adviser or call Boardroom Limited on 1300 737 760.

Yours sincerely,

Hannah Chan  
Secretary

# A GUIDE TO YOUR EVANS & PARTNERS GLOBAL DISRUPTION FUND 2020 ANNUAL TAX STATEMENT

## 1. THIS GUIDE APPLIES TO YOU IF:

- You are an Australian resident individual investor in the Fund for the whole income year.
- You are using the *Individual Tax Return 2020* and the *Supplementary section* of the Individual Tax Return 2020 (**Individual Supplement 2020**) to complete your income tax return for the income year ended 30 June 2020 (**2020 Tax Return**).
- You are not a company, trust or superannuation fund.
- You hold your units for the purpose of investment, rather than for resale at a profit, and the capital gains tax (**CGT**) provisions apply to you.

## 2. EVANS & PARTNERS GLOBAL DISRUPTION FUND 2020 AMIT ANNUAL TAX STATEMENT (AMIT Annual Tax Statement)

Your AMIT Annual Tax Statement shows the income tax components for the year ended 30 June 2020. Some of the income shown on your AMIT Annual Tax Statement might have been received after 30 June 2020 but should still be included in your 2020 Tax Return. The total amounts shown on your distribution statements for the year ended 30 June 2020 may not equal the amounts shown on your AMIT Annual Tax Statement. Only your AMIT Annual Tax Statement should be used to complete your 2020 Tax Return.

Your AMIT Annual Tax Statement is separated into three parts.

- Summary of 2020 tax return (supplementary section) items
- Capital gains tax information
- Other amounts deducted from distributions

For the purposes of completing your income tax return, you must include income received from other sources together with income received from your investment in the Evans & Partners Global Disruption Fund (the **Fund**).

### Disclaimer

While every effort is made to provide accurate and complete information, Walsh & Company Investments Limited as the Responsible Entity (the RE) of the Fund does not warrant or represent that the information in this Guide is free from errors or omissions or is suitable for your intended use. Subject to any terms implied by law and which cannot be excluded, the RE accepts no responsibility for any loss, damage, cost or expense (whether direct or indirect) incurred by you as a result of any error, omission or misrepresentation in information. Please note that all figures are in Australian dollars unless otherwise indicated.

If you received no distributions in relation to the year ending 30 June 2020, you will not receive an AMIT Annual Tax Statement.

### **Summary of 2020 tax return (supplementary section) items**

This section provides the information required for completing the 'Supplementary Section' of the 2020 Tax Return.

There are four items you may need to complete in the 'Supplementary section' of the 2020 Tax Return in relation to the distributions you have received from your investments in the Fund. They are:

- Item 13: Partnerships and Trusts
- Item 18: Capital gains
- Item 19: Foreign entities
- Item 20: Foreign source income and foreign assets or property.

Your AMIT Annual Tax Statement has been designed so that the amounts in the AMIT Annual Tax Statement correspond to the amounts you are required to enter in the 'Supplementary section' of the 2020 Tax Return. Please note that if you have received any distributions from other sources you will also need to add the additional amounts to the amount entered in at the relevant label.

Your AMIT Annual Tax Statement only shows the items that are applicable to your account.

### **Non- primary production income**

This shows the Australian interest and other Australian income attributed to you. It excludes foreign income, foreign income tax offsets and net capital gains.

### **Credit for TFN amounts withheld**

Where you have not provided your TFN or claimed a relevant exemption, income tax has been withheld from the income distributed to you by the Fund at the highest marginal tax rate (including Medicare Levy). The tax withheld should be claimed as a credit in your return.

No tax will be withheld where you have provided your TFN or claimed the relevant exemption.

### **Total current year capital gains**

The components of this item are set out below.

This item shows the total capital gains attributed to you resulting from the disposal of assets by the Fund, before applying any CGT concession or discount. This amount includes both domestic and foreign sourced capital gains.

If you have more than one investment and your total current year capital gains are from more than one source you will need to use the amount at 18H on your AMIT Annual Tax Statement to calculate your net capital gain for 18A.

### **Net capital gain**

This item shows the capital gains that were made by the Fund attributed to you, after applying the applicable discount or concession, which is 50% for trusts.

If you have incurred capital losses, you will not simply be able to transfer the net capital gain amount from above to your tax return. Please refer to the '*Personal investors guide to capital gains tax 2020*' publication available from the ATO.

### **Assessable foreign source income & Other net foreign source income**

The amounts shown at these items generally shows the foreign dividend and interest income received from the Fund attributed to you. It does not include capital gains made from a foreign source. Please refer to the capital gains sections for information on any foreign capital gains.

The amounts shown at these items will be the same unless the Fund has expenses that are applied against the assessable foreign income.

### **Foreign income tax offsets**

This item shows any foreign income tax offsets received from assessable foreign source income attributed to you.

If your total foreign income tax offsets from all sources for the year is \$1,000 or less, then you can claim the total amount in full. To help you determine whether you are entitled to a foreign income tax offset please refer to the '*Guide to foreign income tax offset rules*' publication available from the ATO.

---

<sup>1</sup> Note that the 50% discount is also available for trusts and a 33/1/3% discount is available for complying superannuation funds.

#### **Disclaimer**

While every effort is made to provide accurate and complete information, Walsh & Company Investments Limited as the Responsible Entity (the RE) of the Fund does not warrant or represent that the information in this Guide is free from errors or omissions or is suitable for your intended use. Subject to any terms implied by law and which cannot be excluded, the RE accepts no responsibility for any loss, damage, cost or expense (whether direct or indirect) incurred by you as a result of any error, omission or misrepresentation in information. Please note that all figures are in Australian dollars unless otherwise indicated.

### **Capital gains tax information**

The information in your AMIT Annual Tax Statement will assist you in working out your net capital gain or loss and provides the CGT concession amount. It also includes amounts required to adjust the cost base and reduced cost base of your units.

Capital gains can arise from the sale of assets within the Fund. Foreign sourced capital gains are included in this section.

### **Capital gains – discount method**

Investments disposed of that have been held for 12 months that have had the 50% discount applied to the gross capital gain.<sup>1</sup> This is the discounted capital gain attributed to you. If you have any capital losses, these must be offset against the gross capital gain (i.e., double the discounted capital gain) attributed to you before the 50% discount is applied.

### **Capital gains – other method**

This includes capital gains attributed to you that are not discounted capital gains, for example, where assets have been held for less than 12 months.

### **CGT concession amount**

This amount represents the non-assessable component of a discounted capital gain attributed to you. This should not form part of your tax return.

### **TAP and NTAP**

The designation of TAP (Taxable Australian Property) and non-TAP is only relevant for non-resident investor as non-resident investors may be entitled to an exemption from capital gains tax on capital gains that are classified as non-TAP.

### **AMIT cost base adjustment amounts**

This arises where the sum of gross cash distributed and tax offsets is different to the total amounts attributed.

*AMIT cost base amount – excess (decrease)*

Where the sum of the gross cash distributed and tax offsets attributed is more than the total amount attributed, the capital gains tax cost base and reduced cost base of your units should be reduced by this amount.

Once the sum of these amounts reduce your CGT cost base in those units to nil, any additional tax deferred distributions will give rise to an immediate capital gain. However, this gain may be reduced on

account of the CGT 50% discount if you have held your units in the Fund for 12 months or more.

*AMIT cost base amount – shortfall (increase)*

Where the sum of the gross cash distributed and tax offsets attributed is less than the total amount attributed (including the CGT concession amounts attributed as part of the total current year capital gains), the capital gains tax cost base and reduced cost base of your units should be increased by this amount.

**Other amounts deducted from distributions**

This section includes the amount of TFN withholding tax that has been withheld from your distributions. TFN amounts withheld may be refunded by the ATO when you lodge your tax return.

**3. LEGISLATIVE CHANGES FOR MANAGED INVESTMENTS TRUSTS**

The Australian Government introduced a new regime for the taxation of managed investment trusts (referred to as AMIT Regime). Eligible MITs may choose to apply the new regime.

The Fund has made a choice to have the AMIT Regime apply and your AMIT Annual Tax Statement reflects this.

**4. ATO PUBLICATIONS**

Various publications are issued by the ATO to assist individual taxpayers prepare their tax returns and these include:

- *Individual Tax Return Instructions 2020 and Individual Tax Return Instructions Supplement 2020; and*
- *Personal Investors Guide to Capital Gains Tax 2020 or Guide to Capital Gains Tax 2020.*

You can obtain any of the publications detailed above by calling the ATO's Publication Distribution Service on 1300 720 092, visiting an ATO office (refer *Individual Tax Return Instructions 2020* for details) or downloading them at [www.ato.gov.au](http://www.ato.gov.au).

Disclaimer

While every effort is made to provide accurate and complete information, Walsh & Company Investments Limited as the Responsible Entity (the RE) of the Fund does not warrant or represent that the information in this Guide is free from errors or omissions or is suitable for your intended use. Subject to any terms implied by law and which cannot be excluded, the RE accepts no responsibility for any loss, damage, cost or expense (whether direct or indirect) incurred by you as a result of any error, omission or misrepresentation in information. Please note that all figures are in Australian dollars unless otherwise indicated.