

## TFN REPORT – TRUST

Since 1 July 2010, the trustees of resident family trusts, discretionary trusts and closely held trusts are required to complete the TFN report regarding to the tax file numbers and other personal details quoted to them by beneficiaries of the trust.

Most beneficiaries, such as individuals, companies, partnerships and other trusts are required to provide their tax file number to the trustee prior to receiving a distribution.

However, the non-residents and beneficiaries under a legal disability (minors) will not be required to provide tax file numbers.

Failure to provide a TFN will result in tax being withheld from the distribution at 46.5%. In addition, trustees are required to provide quarterly reports to the Australian Taxation Office of all new tax file numbers provided.

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.