



ABN: 75 052 046 625

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IMPORTANT TAXATION INFORMATION

On 30 June 2014 you received an allocation of shares in Transport Friendly Society Limited [TFSL]. The purpose of this letter is to provide you with important details you will require should you decide to sell your shares.

The *Australian Taxation Office* [ATO] issued **Class Ruling CR 2014/35** on the treatment of *capital gains tax* [CGT] arising from the demutualisation of TFSL on 30 June 2014.

The practical effects of the ATO's determination are as follows:

- the date on which the demutualisation shares should be taken to have been acquired by a TFSL shareholder, is the date those shares were issued – which is 30 June 2014;
- a concessional **tax cost base** will be available to be used, in calculating a TFSL shareholder's *net capital gain*, when the demutualisation shares are actually sold (or are otherwise disposed of);
- The relevant **tax cost base** for TFSL shareholders, who have received their demutualisation shares, is \$2.92 per share;
- The **tax cost base** amount (mentioned above) is **not** relevant for purposes of **assessing the market value of TFSL shares**;
- You are not required to notify *Centrelink* or *Department of Veterans Affairs* [DVA] as this information has no impact on a means-tested pension or benefit received from *Centrelink* or the *Department of Veterans Affairs* [DVA].

The ATO Ruling is available on the TFSL website www.tfslgroup.com.au/investorcentre

OR

You can download **Class Ruling CR 2014/35** from the ATO's website <http://law.ato.gov.au/atolaw/view.htm?docid=CLR/CR201435/NAT/ATO/00001>.

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