

## BASIC CONTRIBUTION RULES

### Who can contribute?

The table below gives an indication of whether or not a contribution can be made for a person based on their age. Please note that there are limits on the amount of contributions a superannuation fund can accept – if these are exceeded heavy tax penalties can apply. The rules surrounding the acceptance of contributions and tax consequences of making contributions are quite complex – you should consult a superannuation specialist before making a contribution to your SMSF.

Age	Rule on acceptance of contributions
<b>Up to age 65</b>	Anybody can contribute, regardless of employment. The fund can accept any type of contribution.
<b>Age 65 up to 70</b>	You must work 40 hours in any consecutive 30-day period in the financial year in which you wish to make a contribution. The fund can then accept any type of contribution for this member.
<b>Age 70 up to 75</b>	You must work 40 hours in any consecutive 30-day period in the financial year in which you wish to make a contribution. The fund can then accept employer contributions and can only accept member contributions made by the member on their own behalf (i.e. spouse contributions cannot be accepted).
<b>Age 75 and over</b>	The fund can only accept compulsory contributions (award).

### What are the limits? Annual Contribution Caps

The table below details the current limits for the financial year 01 July 2010 to 30 June 2011.

Age	Concessional	Non-concessional *
Less than 50 for whole financial year	\$25,000	\$150,000
Turning 50 during financial year	\$50,000	\$150,000
Over 50, but under 65**	\$50,000	\$150,000

Concessional contributions include Superannuation Guarantee contributions made by your employer(s), salary sacrifice amounts and member contributions for which you are claiming a tax deduction on your personal income tax return.

\* Non-concessional contributions include member contributions for which no tax deduction is claimed. Please note that these limits may be lower if you have contributed more than \$150,000 in any one year since 1 July 2007. A bring forward may apply, allowing a higher or lower limit.

\*\* If you are over 65 (but under 70) these limits apply, but you must satisfy the work test to make contributions into super.

### Disclaimer

All representations and information in this document are made in good faith and are of a general rule – they do not purport to be specific investment advice. Information in this document is up to date at the time of production (August 2010). Individual needs or other considerations have not been taken into account, thus information contained herein should not be relied upon as a substitute for detailed advice.