

# Transfer Balance Cap (TBC)

## Transfer balance account



The transfer balance account records money added to and withdrawn from your funds in retirement phase.

## Transfer Balance Cap (TBC)

A transfer balance cap is a lifetime limit on the amount you can transfer into tax-free retirement phase accounts.

The general cap began at \$1,600,000 and is indexed in \$100,000 steps. It is now

**\$2,000,000** (2025-26).

If you didn't use all of your cap, the unused proportion of each increase is added to your personal cap.

*If you started a pension of \$1,200,000 when the cap was \$1,600,000, you used 75% ( $\$1,200,000 / \$1,600,000$ ), so 25% of each later increase is available:  $25\% \times (\$2,000,000 - \$1,600,000) = \$100,000$ .*

Your personal TBC would now be \$1,700,000 ( $\$1,600,000 + \$100,000$ ). It rises again to \$2,100,000 from 1 July 2026.

This is general information only and does not take into account your personal circumstances. Consult a licensed adviser before making any decision.