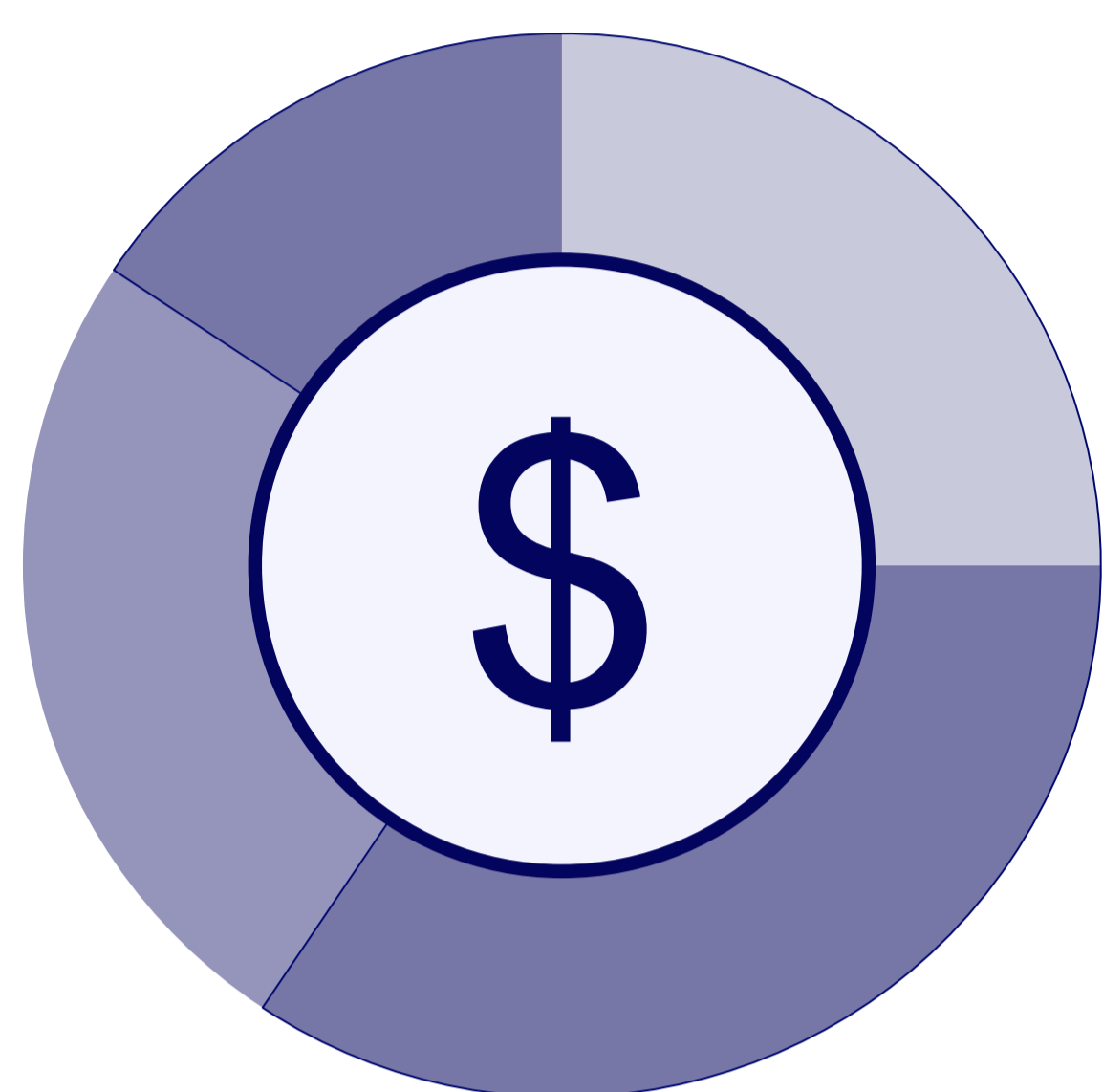


Gifts



Gifts and inheritances are generally not considered as income and don't attract tax

The tax office defines a gift as;

Transfer of money or property

Voluntarily made

Nothing expected in return

Donor gets no material benefit

Age pension

Centrelink defines gifting as selling or transferring income or an asset for less than its value or without receiving anything in return. If you receive an adequate sum then it is not considered a gift.

The gifting free areas are the same if you're a single person or a couple.

1. \$10,000 in one financial year.
2. \$30,000 over 5 financial years – this can't include more than \$10,000 in a single financial year.
3. There are a number of gifting exemptions like granny flats.

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