"CAPITAL GAINS TAX"

CALCULATING CGT

- Capital gains tax, or CGT, is a tax which is levied on the profits you make when you dispose of an asset such as property, shares and managed funds.
- CGT is calculated by subtracting the cost involved in acquiring and holding an asset from the proceeds of the sale of the asset. Any gain made on the sale of a CGT asset is included in your assessable income in the financial year that you sell the asset.

DOCUMENTS REQUIRED TO CALCULATE CGT

- All documents relating to the purchase of the asset and any other improvements after acquisition are to be kept. These are important documents to determine the cost base of the capital asset.
- You will also need to provide documents relating to the sale or disposal of the capital asset, and any associated costs in relation to the disposal.

EXEMPTIONS

- Your main residence (but there are exceptions)
- Motor vehicle
- Personal use items acquired for less than $10,000
- Collectables acquired for less, or worth $500 or less
- Depreciating assets used solely for taxable purposes

FOR MORE INFORMATION

Visit the ATO website: https://www.ato.gov.au/
Or phone 13 28 66 from Monday-Friday 8:00am-6:00pm
Or Contact Sheridan Partners on 1300 896 574