



Division 7A calculator and decision tool

Result

Minimum yearly repayment met.

The amount of the loan not repaid at the end of income year 2021-22 is \$91,919.91.

The amalgamated loan will not be taken to be a dividend because the total repayments made are equal to or greater than the minimum yearly repayment required for income year 2021-22.

Interest received by the private company must be included in the income tax return for 2021-22.

Minimum yearly repayment

\$19,810.00

Benchmark interest rate

4.52%

Opening balance:

Date: 30/06/2021

Balance: \$116,651.00

Days: 364

Interest: \$5,258.18

Payments

Date: 30/06/2022

Amount: \$30,000.00

Balance: \$86,651.00

Days: 1

Interest: \$10.73

Total repayments

\$30,000.00

Total interest

\$5,268.91

Total principal

\$24,731.09

Closing balance

Date: 30/06/2022

Balance: \$91,919.91

Disclaimer

This result is based on the information you have provided.

Select one of the following options

Calculate a minimum yearly repayment and the amount of the loan not repaid by the end of an income year

Income year of loan

2020-21

Is the loan secured or unsecured?

Unsecured loan

Full term of the amalgamated loan in years

7

Income year which you are enquiring as to whether Division 7A applies

2021-22

Amount of the amalgamated loan not repaid by the end of income year 2020-21

\$116,651.00

Would you like to calculate the principal and interest component of repayments, or the amount of the amalgamated loan not repaid by the end of income year 2021-22?

Yes

Enter the earlier of the due date for lodgment or the date of lodgment for the private company's tax return for income year 2020-21

16/05/2022

Repayments made on or after the lodgment day

Date of loan repayment made for income year 2021-22

30/06/2022

Amount of repayment

\$30,000.00

Our commitment to you

We are committed to providing you with accurate, consistent and clear information to help you understand your rights and entitlements and meet your obligations.

If you follow our information and it turns out to be incorrect, or it is misleading and you make a mistake as a result, we will take that into account when determining what action, if any, we should take.

Some of the information on this website applies to a specific financial year. This is clearly marked. Make sure you have the information for the right year before making decisions based on that information.

If you feel that our information does not fully cover your circumstances, or you are unsure how it applies to you, contact us or seek professional advice.

Copyright notice

© Australian Taxation Office for the Commonwealth of Australia

You are free to copy, adapt, modify, transmit and distribute this material as you wish (but not in any way that suggests the ATO or the Commonwealth endorses you or any of your services or products).