

REQUEST BY MEMBER UNDER THE AGE OF 65 TO START A "TRANSITION TO RETIREMENT" PENSION

This form should be used by a member of the fund who is between preservation age but who is under 65 and who has not retired or ended gainful employment. It requests the trustee to start a Transition to Retirement Pension. Please see the notes below before completing this form.

THE FUND: **Name of trustee: TURBO TURNER
SUPER FUND PTY LTD
ACN 660651490
AS TRUSTEE FOR: STEPHEN TURNER
67 SMSF
Address of fund: 15 KALLAMURRA
STEET, HALLETT COVE, SA, 5158**

**THE
MEMBER:** **Name of
member:**

Date of birth:

| TRANSITION TO RETIREMENT PENSION REQUEST | |
|--|---|
| ASSETS TO BE HELD BY THE TRUSTEE TO PAY THE PENSION | 100% of assets in account balance |
| PENSION AMOUNT | \$..... per month or percentage of account balance:% per month |
| DATE FOR START OF PENSION | |

NOTES

Entitlement to a Transition to Retirement Pension: retirement or ending gainful employment

You are entitled to take a Transition to Retirement Pension if you have reached preservation age but have not yet reached age 65. You would not start this type of pension however if:-

- (a) you have "retired" (that is, ceased work and the trustee is reasonably satisfied that you intend never again to become gainfully employed); or
- (b) you are 60 or over and an arrangement in which you were gainfully employed has come to an end.

If either (a) or (b) apply you should take a retirement phase pension instead (in that type of pension income and gains from the assets which will be used to pay the pension are not taxed in the fund). Use the form "request for pension or lump sum after retirement" instead.

If you are aged 65 and above

Do not use this form – use the form "request for pension or lump sum after age 65". That is for retirement phase pensions where the income and gains from the assets which will be used to pay the pension are not subject to tax in the fund.

The assets to be held by the trustee to pay the pension

These are the assets which will be used to pay your pension either from their disposal or from income derived from them. Income and gains arising on these assets are still subject to in the fund.

Using only part of the assets or part of your account balance

You may wish to use only part of the assets in your account to pay your pension (considerations are the minimum amounts which must be paid to you, and the nature of the fund's assets). If so, you can specify on this form which assets (or what proportion of your account balance) you wish to be used for your pension. Otherwise the default on the form is 100% of those assets. The assets which are not used to pay your pension should remain in an accumulation account.

Further contributions

Further contributions to the fund must not be added to the assets which will be used to pay your pension. They must go into either a new or an existing accumulation account.

Maximum Pension

Since you are under 65 years of age your pension will be a "Transition to Retirement" pension. Under the rules of such pensions, no more than 10% of your account balance (calculated on 1 July in the financial year in which it is paid) can be paid to you in a full year. This figure may change from time to time. Please check with the ATO. The trustee is not permitted to pay to you more than this maximum even if you

have requested it on this form. The maximum pension rule does not apply once you reach 65 years of age.

Minimum pension

The minimum pension **is the amount which must be paid to you**. It is expressed as a percentage of the amount segregated in your fund to pay your pension (valued as at 1 July in the financial year in which the pension is paid). The percentage varies with your age on 1 July in the financial year in which the pension was paid. The percentage may vary from time to time, and so you need to check the current figure with the ATO. The trustee is not permitted to pay to you less than this minimum even if you have requested it on this form.

First year of your pension

In the first year of your pension, instead of using 1 July to make the calculation of the permissible minimum pension and maximum pension (if it applies), you use the pension start date instead. Hence the segregated assets used to pay your pension must be valued as at the pension start date.

If the start date is after 1 July, the minimum and maximum pension calculations for the first year are made proportionally to the number of days in the financial year that include and follow the start date. If the start date of the pension is on or after 1 June in a financial year, no payment is required to be made for that financial year.

Method of payment of pension

The pension must be paid to you at least annually. Whether or not any of your pension is taxable in your hands depends on your age. Generally if you are 60 or over the pension will be tax free in your hands. Under that age a part of it may be taxable at concessionary rates.

Commutation or change to pension

At any time you can end or replace your pension. But except in exceptional circumstances, you will not be able to commute your pension to a lump sum or otherwise withdraw a lump sum until your retirement or until you reach the age of 65.

I request the trustee of the fund to pay me a Transition to Retirement Pension as specified on page one of this document.

Signed by member

Print name:

Dated:

The trustee of the fund accepts this request and will act in accordance with it, subject to the rules as to minimum and maximum pension payments.

Print name: STEPHEN TURNER

(Director/Secretary on behalf of TURBO TURNER SUPER FUND PTY LTD ACN:
660651490)

Dated: