




## Decoding Division 7A – review the code

Review the Division 7A basics and be across the resources available so you can avoid unexpected tax consequences.



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Before accessing private company money and benefits, you and your clients need to be across Division 7A. Division 7A is an integrity rule that prevents private company profits from being provided to shareholders or their associates tax-free. When it applies, the recipient of the loan, payment or other benefit will be deemed to have been paid an unfranked dividend that will be included in their assessable income.

This year we've delivered a series of Division 7A webinars, focused on reviewing the basics and highlighting the common mistakes we see.

Our [final Division 7A webinar](#)  for 2024 is now available. It focuses on the Commissioner's discretion under section 109RB and the limited circumstances in which the Commissioner may exercise it to disregard or alter the operation of Division 7A. It also includes real examples of where the discretion has been considered.

You can access the recorded versions of our other webinars, which provide practical guidance on managing Division 7A obligations:

- [Avoid the common mistakes](#) 
- [Answers to frequently asked questions](#) .

We also recommend that you bookmark [Private company benefits – Division 7A dividends](#) and [subscribe to our Tax professionals newsletter](#) , for alerts and articles about Division 7A.

## **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.

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