

PART 2 -

**Manual for the
National Tax Equivalent Regime
January 2022
(Version 12)**

[History:

Version 1 of the Manual released in June 2001
Version 2 of the Manual released in July 2002
Version 3 of the Manual released in March 2004
Version 4 of the Manual released in February 2005
Version 5 of the Manual released in January 2006
Version 6 of the Manual released in January 2008
Version 7 of the Manual released in March 2010
Version 8 of the Manual released in February 2012
Version 9 of the Manual released in April 2014
Version 10 of the Manual released in April 2016
Version 11 of the Manual released in October 2019]

[Archived:

History notes for amendments to the Manual made by Versions 2, 3, 4, 5 & 6 have been archived. For the wording of these history notes, see Version 8.]

PART 2: THE NTER ENTITIES

STATE AND TERRITORY GOVERNMENT-OWNED ENTERPRISES

12. The NTER entities to which this Manual applies, are the State and Territory government-owned business enterprises which are listed in the NTER entity register.
13. An NTER entity may be listed to participate in the NTER, or removed from the listing, at the sole discretion of its State or Territory owner-government.
14. Subsidiaries or other enterprises wholly-owned by an NTER entity will not automatically participate in the NTER. To participate, the subsidiaries or other enterprises must also be listed in the NTER entity register by the relevant State or Territory.
15. Entities which are actually subject to federal income tax are not eligible to participate in the NTER.

NTER ENTITIES REQUIRED TO FOLLOW THIS MANUAL

16. Each NTER entity is required to follow this Manual, and thereby to comply with the relevant taxation laws, pursuant to the TER legislation of the State or Territory to which the NTER entity belongs. That requirement may be provided for directly in the legislation, or through an instrument (e.g. a Treasurer's Instruction) prepared in accordance with the legislation, or by some other means.
17. NTER entities will not be entitled to use an accounting profits model to determine their (equivalent) taxable income or instalment income for the purposes of the NTER.