



Ratio change declaration

Imputation and/or dividend withholding payment

Income Tax Act 1994

- This declaration must be completed by an authorised officer of any company for which the imputation ratio and/or dividend withholding payment ratio of a subsequent dividend differs from that of the benchmark dividend.
- Please read the notes on the back for help filling in this form.

Your details

Name of company

IRD number

Disclosure details of benchmark dividend and dividend to be paid

Imputation ratio of benchmark dividend

 :

Date of dividend

 / /
Day Month Year

Imputation ratio of dividend to be paid

 :

Date of dividend

 / /
Day Month Year

Dividend withholding payment ratio of benchmark dividend

 :

Date of dividend

 / /
Day Month Year

Dividend withholding payment ratio of dividend to be paid

 :

Date of dividend

 / /
Day Month Year

Declaration to be made by an authorised officer of the company

I solemnly and sincerely declare that the dividend to be paid on / / is not being paid as part of an arrangement to obtain a tax advantage within the meaning of section GC 22 of the Income Tax Act 1994. I make this solemn declaration conscientiously believing the same to be true and by virtue of the Oaths and Declaration Act 1957.

Signature

 / /
Date

Declared at

Name of officer

Position

Phone number

 ()

Witnessed by

(solicitor, Justice of the Peace, authorised Inland Revenue office holder, or other person authorised to take a statutory declaration)

Signature

 / /
Date

Name

Position

Send your completed form to one of the addresses below.

If you live in:

Northland

send this form to
Inland Revenue
Southern Processing Centre
PO Box 3752
Christchurch

Auckland

send this form to
Inland Revenue
Northern Processing Centre
PO Box 1454
Hamilton

other North Island areas

send this form to
Inland Revenue
Central Processing Centre
PO Box 39090
Wellington Mail Centre

the South Island

send this form to
Inland Revenue
Southern Processing Centre
PO Box 3752
Christchurch

Notes

The first dividend paid by a company in any imputation year is called the benchmark dividend. This sets the ratio between credits and dividends for the rest of the imputation year. If there are changes to the benchmark ratio of subsequent dividends, this declaration (IR 407) must be completed.

The IR 407 must be completed by an authorised officer of the company for which the imputation ratio and/or dividend withholding payment ratio of a subsequent dividend differs from that of the benchmark dividend. The subsequent dividend must not be paid as part of an arrangement to obtain a tax advantage—see section GC 22 of the Income Tax Act 1994.

If the company is a dividend withholding payment company that has elected to be a conduit tax relief company, changes to the benchmark ratio may affect their conduit tax relief account. For more information see *Tax Information Bulletin* Vol 10, No 4 (April 1998).

Send the completed form to Inland Revenue (see over page for addresses) before the date the subsequent dividend is paid. A later date can be approved in some special cases, but the request must be in writing.

Disclosure

If the company wants to change the ratio of a subsequent dividend from the ratio benchmark dividend, show the details of the benchmark dividend and dividend to be paid. Dividend payment ratios include any conduit tax relief with credits attached.

Declaration

This must be signed by an authorised officer of the company and witnessed by a solicitor, Justice of the Peace, authorised Inland Revenue office holder, or any other person authorised to take a statutory declaration.

More information

For more information on benchmark dividends see our booklet *Imputation (IR 274)*. You can get this from our website or you can order a copy by phoning INFOexpress on 0800 257 773. Please have you IRD number handy.

Inland Revenue's website

Visit our website at www.ird.govt.nz for detailed information about tax and social policy, access to our booklets, returns, forms, newsletters and public rulings, and a variety of interactive online services.

We regularly add new services to our site. You can register to get updates about these by clicking on **What's new** on the homepage.