

Reading and understanding your PIE Taxation Statement

The following is an explanation of the terms you may see on your PIE Taxation Statement.

Portfolio Investment Entity (PIE) A type of managed fund that meets certain criteria and elects to be subject to the PIE rules.

PIE taxable income/loss Your share of the PIE's taxable income (or loss) based on the number of units you hold in the fund. This includes any investor fees and management fee rebates.

Prescribed Investor Rate (PIR) You have confirmed that your PIR is 0%. If this is incorrect, please advise us in writing by providing the new PIR, taxpayer name and taxpayer IRD number, immediately.

If there is more than one unitholder, all unitholders must verify any change.

Foreign tax credits Credits in relation to tax paid in a foreign jurisdiction.

Resident withholding tax (RWT) A New Zealand tax deducted from interest and dividend income before the unitholder receives it.

Imputation credits and dividend withholding payment credits These represent New Zealand tax paid by resident corporate entities, which flow through to unitholders in the form of credits attached to dividends received.

Note, if the value of a tax credit is positive, this will either reduce your gross tax payable or increase your rebate. If the value is negative, this will result in an additional tax liability that will either increase your gross tax payable or reduce your rebate.