

Combined investments in foreign companies must be <20% of committed capital* ^



Partnership invests in another foreign company

Partnership invests  in 2019
Investment C



Investment A  revalued 2019
Then is added with Investment C



Total investment

FAILS

Total of foreign investments is now >20%



Investment A

PASSES

1st investment
revalued at <20%
= valid



Investment B

PASSES

2nd investment
complies with subsection 2
and is an Australian investment
= valid



Investment C

FAILS

3rd investment
pushes total over limit
= NOT valid

*Under subsection 12A of the *Income Tax Assessment Act 1997*
^All values are in Australian Dollars