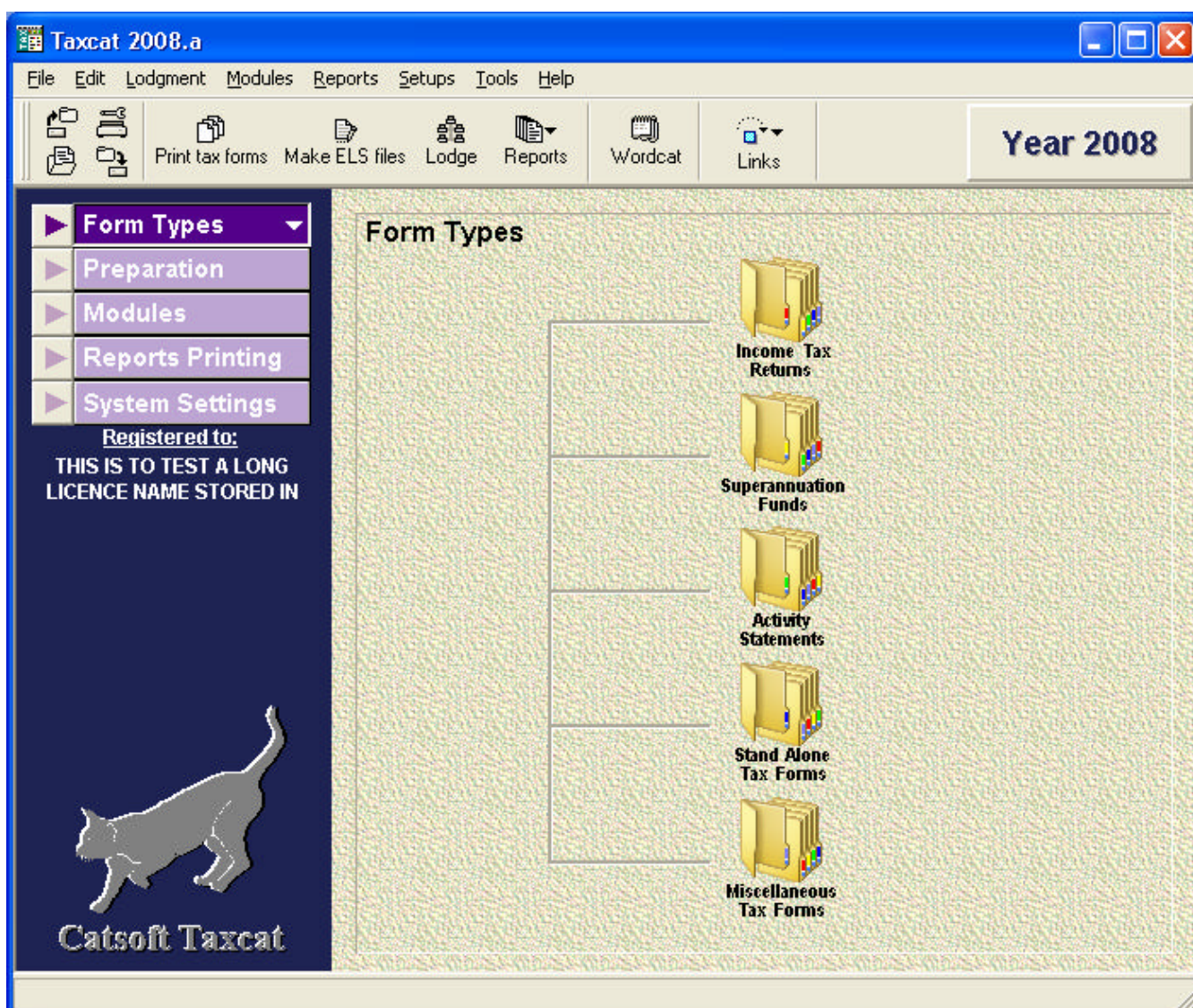


CATSOFT
CONTEMPORARY ACCOUNTING
AND TAX SOFTWARE

TAXCAT

ELS TAX RETURN PREPARATION
AND LODGMENT SOFTWARE



What is Taxcat?

Taxcat is a tax return preparation and lodgment software designed and registered with the Australian Tax Office in accordance with its Electronic Lodgment Service (ELS) specifications. It is upgraded annually in conjunction with each income tax year, with interim updates made available for download, incorporating ELS specification change releases provided by the Tax Office throughout the year.

The ELS channel of lodgment accounts for 70% of all income tax returns and 20% of all activity statements lodged to the Tax Office (source: ELS Essentials, www.ato.gov.au, information current at April 2006). Electronic lodgement of tax returns can save time by providing users with an immediate receipt confirming transmission and validation of information transmitted to the Tax Office. ELS lodgments generally have a turnaround time of up to 14 days from validation to assessment.

Tax Agents used to the Tax Office's form and return layouts will immediately become familiar with Taxcat's design. Its simple and direct tax form design interface contributes greatly to the user's overall experience. Taxcat is easy to use and understand, requiring very little to no training, especially for users familiar with the Tax Office stationery.

Please refer to the table below for a list of tax returns and forms provided in Taxcat.

Some of Taxcat's features

Taxcat makes filling out a tax return easy. Schedules and worksheets are easily accessible and allow the user to store information in addition to the minimum information required for lodgment. This is particularly useful when information is rolled over to assist with tax return preparation and completion each tax year.

Users are provided with multiple printing options including the printing a cover page, attached documents, a tax computation estimate page, worksheets, an invoice and transmission tags in one go. In addition, users can choose the number of copies to print, for each part of the printout.

In addition to lodging tax returns through ELS, Taxcat is enhanced by its ability to generate reports to users' requirements as well as other facilities such as sticky label, client letters, debtors' invoices, etc.

The following is a summary of some of Taxcat's features:

- ✍ Ability to electronically lodge returns utilising the Tax Office's ELS infrastructure;
- ✍ A text editor that allows the user to create and edit text based documents for printing with tax returns or separately for mass mail outs;
- ✍ Tax estimate for Individuals auto-recalculated whenever figures are changed;
- ✍ Allows the user to perform miscellaneous tasks such as backing up specific tax returns, and rolling over of information from the previous year;
- ✍ Clone an entire tax return to save time in re-entering data
- ✍ Prepare tax returns for current and previous tax years (as far back as 1998);
- ✍ Standalone modules for assets depreciation calculations, debtor maintenance module, and rental property maintenance module;
- ✍ Depreciation schedules are available for all returns. All calculations (including acquisition and disposal adjustments) are performed automatically and totals transferred to the associated tax return.
- ✍ Ability to track EFT refunds provided the user receives the EFT Reconciliation Statement via ELS (Taxcat ADVANCED only)

SYSTEM REQUIREMENTS

Listed below are the basic requirements to operate Taxcat:

- Intel Pentium III based PC / laptop – 500MHz and above;
- 256 MB RAM minimum (512 MB RAM recommended)
- 150 MB Hard Disk space and above recommended
- Internet connection (direct cable or ADSL connection);
- CD ROM Drive;
- Your ELS Details issued by the Tax Office;
- MS Windows operating systems –Windows 98SE, Windows ME, Windows 2000, Window XP, Windows Vista;
- USB drive/flash drive (recommended)

Taxcat's features:

Taxcat features the following types of return for ELS Lodgement to the Tax Office :

I	Individual Tax Return	GA	Business Activity Statement
P	Partnership Tax Return	GB	Instalment Activity Statement
T	Trust Tax Returns	GR	Annual GST
C	Company Tax Return	GI	Annual IAS
F	Superannuation Fund Tax Return	RR	Tax Agent Report Request
MS	Self-managed Superannuation Fund Tax Return		
M	Electronic Funds Transfer Form	CU	Client Update
A	Individual Amendment Tax Return	CP	Client Preference for BAS and IAS
B	Fringe Benefits Tax Return		Assessment Variation Advices
		SP	Statement
		SR	- Super Supplier Data - Super Assessment Review
TR	Australian Business Registration Form	MC	Member's Contribution Statement
		SP	- Super Supplier Data
		ES	- Super Member Data
XX	Family Trust Entity Election	YY	Interposed Entity Election
FX	First Child Tax Rebate Claim (Baby Bonus)	EX	Notification of Joining / Leaving Consolidated Group

Creating A Tax Return

Income	Proceed to Income Section
Deductions	1 Salary & Wages
Tax offsets	2 Allowances, benefits, earning
Medicare	4 Eligible Termination Payments
Adjustments	5 Australian govt payments - ne
S.Income	6 Australian govt pensions and
S.Deductions	7 Other Australian pensions or a

After selecting the tax return form to work on, you will be presented with the selected front cover. A menu system shown on the left will be displayed.

The menu system shown on the left is the navigation system for the tax return item. *For example*, to access *Item 10 Gross Interest* in an *Individual return*, click on **Income** button. Then, scroll down to the item and click on it. This will bring up *Item 10 Entry Screen* and you may enter data into this item.

▶▶D2. Work related travel expenses
▶D3. Work related uniforms/protective
▶D4. Work related self-education exp

To proceed to the body of the tax return from the front cover, press **F6** after completing the front cover. This will lead you into the body of the tax return. In the body of the tax return, the highlighted item will have a ▶ pointer displayed to the left of it.

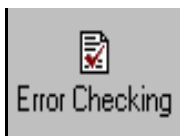
Pressing the **Enter** key for the item that is highlighted by the pointer will bring up the entry screen for that item.

Schedules

Schedules	[ATO] Family Schedule (FE,FB,FC)
Worksheets	[ATO] Business Schedule
Calculations	[ATO] Additional Information (A)
Goto Items	[ATO] Missing PAYG Payment Su
	[ATO] Work Related Expense (W
Go	[ATO] Capital Gains Tax Schedul
	[ATO] Interest & Dividend De

Schedules can be located on the menu system shown on the left of screen. If conditions are met requiring any of these schedules to be completed, these schedules will be lodged together with the associated tax return, as required by the Tax Office.

Cross Checking



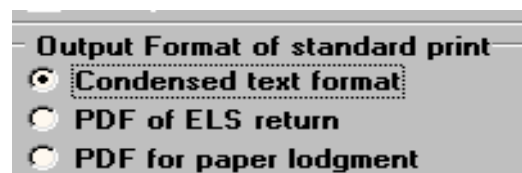
Cross Checking: this function reveals any remaining errors with the return that must be addressed before the return can be lodged electronically. This gives a good indication as to the acceptability of the return by the Tax Office.

Printing

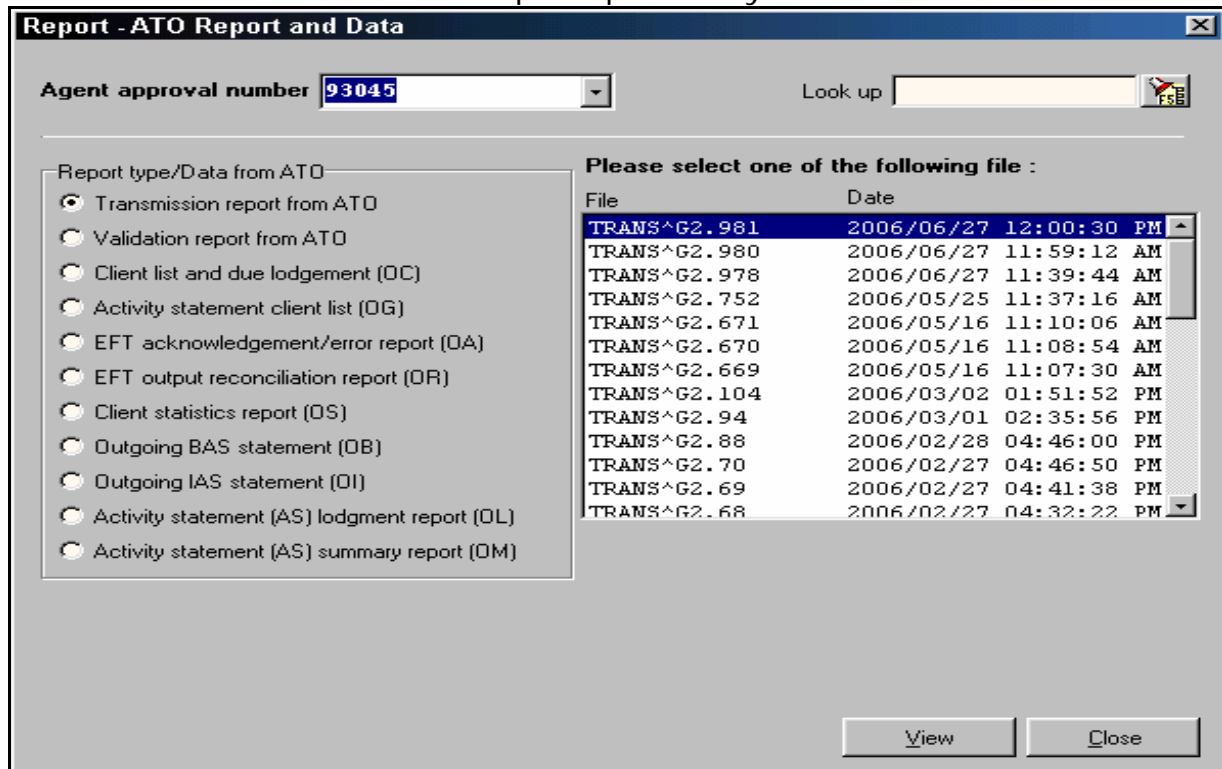


Print: This function provides users with a variety of output options only available against the return type being prepared. Users can choose to preview, print or save the return as a file for emailing.

To preview, print or save the return in PDF format, simply select the Graphical (PDF Format) option.



In addition, Taxcat provides users with an assortment of reports received from the Tax Office via the ELS as well as a report on ELS setup details. Simply click on the associated tab to view a list of all reports previously received.



Additional Features of Taxcat

- *Mail Merge, tag clients and produce bulk letters* – User is able to produce mail merge, tag clients and bulk letter through the Client Letter function. Customised letters and documents can be created through the letter writer, Wordcat, function using tags which enables the documents to be used by several clients. This document maintenance module makes letter writing easier, faster and more efficient. There are a large range of tabs, which can be used and they can range from a client's 'e-mail address' to the 'total rebate' figure.
- *Backup* – Taxcat has a Backup/Restore function whereby the user is able to do backup of data yearly. The tax files are compressed in a zip format which can then be restored. Alternatively, user can take a backup of tax returns individually.
- *Tax Return Reconciliation Report* – Taxcat produces various reports which shows the number and percentage of tax returns lodged and not lodged along with footnote explanations.
- *Reports sorting out Companies, Partnerships, Trusts, Superfund, Individuals* – User has the ability to select fields to appear in reports and restrict the type of returns to be printed.

Report - Debtor Report Filter

Report Type: Print Invoices (Format 1)

Beginning Invoice: 3 End Invoice: 3

Beginning Client: []

End Client: []

Inv. Beginning Date: 28/06/2005 Inv. End Date: 28/06/2006

Output Format:

- Form Feed at Start?
- Default Heading?
- Display: Center
- Letter Head?
- Top Margin: 5 Line(s)

OK Cancel

Print Preview

File View

Zoom: 100% Page: 1 of 1 Save As.. Print Close

TAX INVOICE

AGENT : CATSOFT
 ADDRESS: 754 QUEENSBERRY STREET
 NORTH MELBOURNE VIC 3051
 PHONE : 03 83793333

Invoice No.: 4
 ABN: 33 003 374 794
 Date: 10 July 2006
 Client Ref: HARRISON

Name : HARRISON SILVIA
 Address:

Description	Amount
Tax Consultation	\$ 55.00
Total including GST	\$ 55.00
Amount payable	\$ 55.00

NOTE:

- Payment with AMEX (3% surcharge is levied)
- Payment due by 31/07/2006

The invoice module comes with additional reports enabling the user to obtain basic information to assist in the management of revenue / debt collection:

Outstanding Debtors Report	List of clients with outstanding invoices
Aged Debtors Report	Prints an aged balance of debts owing on outstanding invoices
Paid Invoices Report	Lists debtors who have paid up in the current year
Monthly Invoices Report	List of invoiced amounts and payments by month for the current year
General Invoices Report	Lists of summary of all invoices

* The **Assets Maintenance** module, allows the user to access the asset and pool entry screen from outside a tax return for all categories attributed to tax return items, such as Motor Vehicle Deductions, Business Non-Primary Production, Low Value Pool, etc. This user-friendly module, which keeps track of tax depreciation for your client's fixed assets, also provides the user a variety of different depreciation schedules.

Asset Maintenance

Client code: ESTHER ESTHER SIMPSON Period From: 01/07/2005
 Tax return item: MVD - Motor Vehicle deductions To: 30/06/2006

List of Assets

Asset description	Purchase date	Original cost	Decline	Method	Category
CAMRY	13/06/2006	25500.00	22455.00	F	MOTOR VEHICLE
Total		25500.00	22455.00		

F2 Add F3 Edit F5 Client List F7 Transfer F8 Delete F9 Print F12 Close Close

DID YOU KNOW ...

Taxcat is linked to Ledgercat, so that users of the General Ledger package can transfer financial information from their financial statements, directly into the Taxcat package seamlessly. This is one of the many benefits offered to the user in that it saves additional time needed to manually transpose this information. For more information, please contact Catsoft Sales.

Catsoft's Priority...

Catsoft software uses powerful relational database technology and with custom features available, can satisfy the most demanding requirements. The program is sold to the user as a fully tested product, and is regularly updated and upgraded to meet changing user requirements, legal and accounting practices.

The software is designed to assist business to be more efficient and productive at very competitive prices. Unlike our competitors, we offer **FREE** and **UNLIMITED** software support via phone, fax and e-mails, as well as upgrades and support bulletins.

For a sound judgement of our software, you can download a demo copy at our following website: www.catsoft.com.au/Downloads.html

Contact Catsoft today!

To find out more, contact *Catsoft Sales* on (03) 8379 3333 (FKC 33) or e-mail us at enquiries@catsoft.com.au.

***Thank you for your interest in the Catsoft products.
We hope to hear from you soon.***