

11 April 2020

ESV

## **JobKeeper Stimulus - examples of how the turnover testing works**

### *1. Satisfying the basic decline in turnover test - Monthly*

Morrison Pty Limited assesses its eligibility on 11 May 2020 based on a projected GST turnover for May 2020 of \$10m (corresponding period May 2019 with a current GST turnover of \$20m).

The May 2020 turnover falls short of the May 2019 turnover by \$10m (or 50%). This exceeds the specified percentage of 30% (assuming less than \$1 billion aggregated annual turnover), so the decline in turnover test is satisfied.

### *2. Satisfying the basic decline in turnover test - Quarterly*

Nguyen Industries assesses its eligibility on 3 July 2020 based on a projected GST turnover for the quarter beginning on 1 July 2020 of \$80m.

The corresponding period is the quarter beginning on 1 July 2019 for which it had a current GST turnover of \$120m. The July 2020 quarter turnover falls short of the July 2019 quarter turnover by \$40m, which is 33.3% of the July 2019 quarter turnover. This exceeds the specified percentage for such entities of 30%, so the decline in turnover test is satisfied.

If you have questions regarding turnover testing for your own personal circumstances, please contact your ESV Engagement Partner to discuss.