



Mandatory Disclosure Rules Processor

The perfect tool to manage your MDR reporting compliance

Fall 2019



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On 1 July 2020, Council Directive (EU) 2018/822 (DAC 6) will apply across all member states. It sets out new rules for the exchange of information about reportable cross-border tax arrangements, retroactively applying to 2018.

Our modular advisory approach will make sure you are compliant.

The challenge

DAC 6, which entered into force on 25 June 2018, must be transposed into national **laws by the end of 2019** and applied **no later than 1 July 2020**. In order to be fully prepared for these new rules, companies must address these new compliance requirements now.

Relevant tax arrangements enacted since 25 June 2018 must be retroactively reported by the taxable entities or their intermediaries, such as banks or advisory firms.

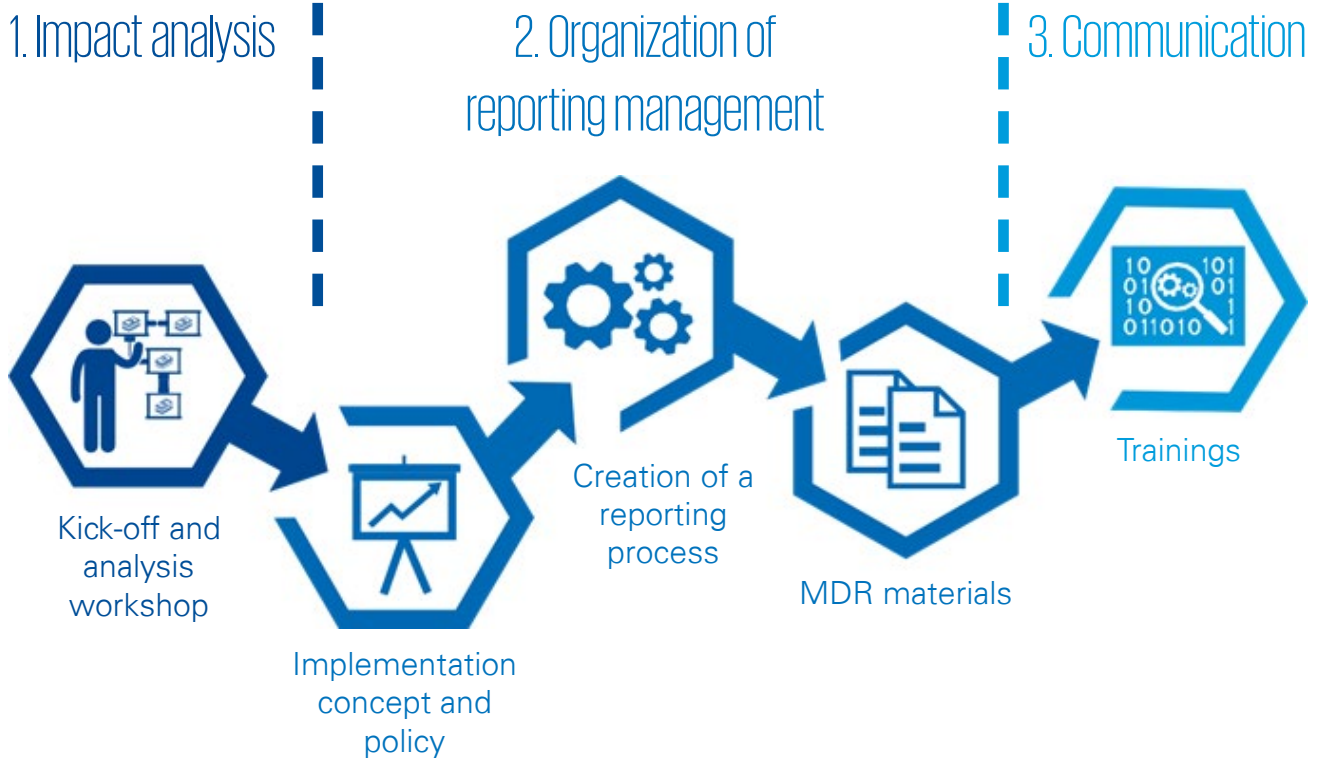
This reporting obligation creates several challenges:

- National regulations of individual EU member states will not be uniform.
- Reportable data is not readily available in systems. For example, the value of arrangements, national regulations etc.
- The different responsibilities of the tax, compliance and business divisions must be clarified.
- Companies risk sanctions if reporting requirements are not fulfilled accurately, potentially impacting their operation and reputation.

Our services - your benefits

KPMG's modular, flexible and customizable advisory approach, backed up by an efficient reporting process, can help you manage these challenges based on your specific needs. We have developed a three-stage procedure

- 1. Impact analysis:** identification of reportable activities and the corporate entities affected.
- 2. Organisation of reporting management:** creation of a custom-made process for recording, assessing and disclosing reportable arrangements.
- 3. Communication:** implementation of an MDR-specific internal curriculum, development of client-specific training and materials.



Accompanied by regulatory monitoring of legislative transpositions in the relevant jurisdictions

As required: integration into the (tax compliance) governance and control framework

The KPMG MDR processor is a tool used to support the organization of reporting management phase. We can also combine our advisory approach with other IT-based solutions. And, if required, our experts can implement an approach that reconciles any arrangements documented in your ERP and DMS to report them on an ongoing basis, monthly or less frequently.

The modular design allows you to select the exact level of support you need. And with our tool-based approach, we can ensure a frictionless implementation of your requirements.

You can also benefit from our 'DAC 6 network' to stay up-to-date with the latest developments of individual EU member states and incorporate new features into the various modules.

The combined support of our platform and network provides peace of mind, making sure you are well-prepared for these new reporting requirements.

Well equipped to meet your needs

Our team of local tax law experts and IT specialists work together to find solutions to your specific needs. The MDR processor fulfills your long-term required reporting obligations and can be sustainably integrated into your IT landscape.

Contact us



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