



cutting through complexity

KPMG INTERNATIONAL

Global VAT Recovery Services

A new approach
to VAT Recovery

kpmg.com



Are you recovering all that you are entitled to?

Companies that do business in the European Union are often entitled to recover the value-added tax (VAT) paid on certain types of business expenses and purchases of goods or services. However, every year, large amounts in recoverable foreign VAT are left unclaimed.

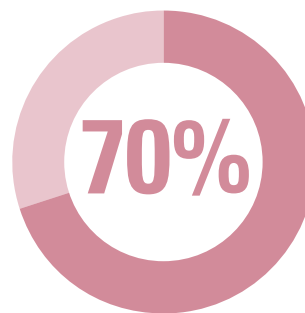
Half of businesses recover only 50% or less of the foreign VAT they incur

50%



have stopped claiming VAT in some countries

Why?



find procedures for refunds generally difficult to contend with

“the amounts incurred are not worth the trouble”

“administration is too difficult”

Source: VAT/GST Relief for Foreign Businesses: The State of Play, Organization for Economic Co-operation and Development (OECD), February 2010.

DID YOU KNOW?

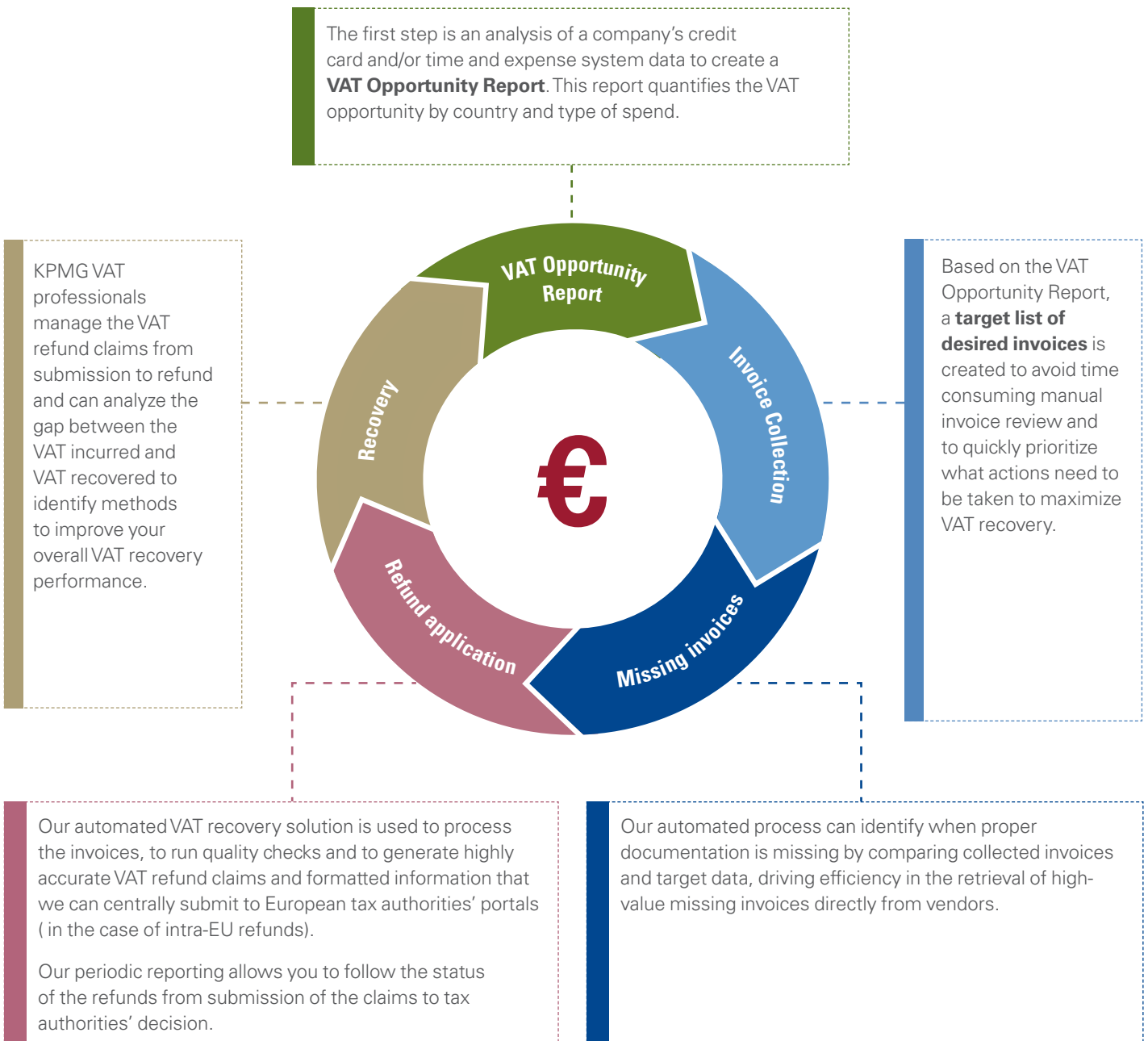
The Council European Directive 86/560/EEC, known as the “13th Directive” was adopted and has been especially designed for non-EU companies wishing to recover VAT incurred in an EU Member State in which they do not, and are not required to have, a local VAT registration.

The Council European Directive 2008/09/EC has been especially designed for EU companies wishing to recover VAT incurred in a different EU Member State.

New technology means new VAT opportunities

KPMG has developed a new market leading approach, based on a combination of data analysis technology and a process designed to minimize manual invoice collection.

Using proprietary technology, a company's credit card and/or expenses system data can be analyzed and a VAT Opportunity Report created. The report identifies potential VAT recovery amounts and targeted invoices.



Types of recoverable foreign VAT expenses



Car rentals



Hotels



Public transportation, taxi



Conferences and tradeshows



Professional fees



Meals and entertainment



Other goods and services purchased for business purposes

About KPMG's Global Indirect Tax Services Network

KPMG's Global Indirect Tax practice comprises over 1,600 professionals located in KPMG member firms in 94 countries. These professionals combine advanced technical capabilities in indirect tax with deep understanding of industry

and business issues. KPMG's distinctive networking model means member firms' tax professionals combine an international perspective with local experience and insight.

Additional insights

KPMG's Online Tax Rate Tool

KPMG's rates tool allows users to compare (the highest) corporate, indirect and individual income tax rates for one country, for any given year(s) and compare one tax type across multiple countries, for any given year(s).

www.kpmg.com/taxrates

Global Indirect Tax Service Website:

Visit KPMG's Global Indirect Tax Services website to learn more about our bespoke approach to technologies and process management and how we're driving indirect tax performance.

www.kpmg.com/indirecttax

Country VAT/GST Essentials:

Essential information regarding VAT/GST as it applies in various countries.

www.kpmg.com/vatgstessentials

How to get started

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