

Tax Review Services

July 2018



The Romanian tax environment is particularly volatile, with amendments to tax legislation often being introduced at very short notice. In the current economic climate, it is more important than ever for companies to understand the law and mitigate tax risks. At the same time, in a competitive market, businesses need to take full advantage of potential tax savings, where possible.

"Nothing can be said to be certain, except death and taxes" (B. Franklin)

Considering the frequent changes to tax legislation in Romania, as well as the increase in audits carried out by the tax authorities, it is very important for taxpayers to adopt a pro-active attitude towards a possible tax inspection.

Given the unpredictable, formalistic and conservative approach of many tax inspectors, companies should seek to prepare strong arguments to support the tax treatment applied to transactions incurred.

In the current context, tax consultants can make a valuable contribution as they can build a strategy, together with the company, to efficiently approach sensitive issues that can arise during a tax inspection.

Engage the best expertise

With more than 170 tax professionals with a significant knowledge base as well as extensive experience in many industries, our team aims to provide high quality services tailored to meet each client's needs and also to bring added value.

Furthermore, we have an excellent understanding of the current practice of the Romanian tax authorities, gained from assisting a large number of clients during tax inspections, in preparing tax appeals and providing assistance during tax litigation.

We use this experience for the benefit of our clients to provide high quality tax review services that may help to reduce tax exposures and identify potential opportunities for tax savings.

Better safe than sorry

The advantage of a tax review is that the company can identify tax risks at an early stage and take steps to mitigate them before a tax inspection takes place. During tax inspections it is difficult to take measures to reduce tax exposures, as it is often "too late".

A tax review also aims to identify potential tax deductions, exemptions and other tax opportunities that the company is entitled to under current legislation.

We provide services that fit your needs

Our scope of work is tailored to address each client's specific needs and could involve either a full scope tax review (e.g. corporate tax, value added tax, withholding tax, personal income tax and social contributions, local taxes and environmental tax) or a partial review covering only certain tax liabilities.



Alternatively, our analysis could focus on specific tax areas such as deductibility of expenses related to intra-group services or analysis in relation to the fulfilment of conditions to claim certain tax incentives (e.g. the additional deduction for research and development expenses).

Our tax review services include:

- Identifying and quantifying potential tax risks.
- Providing comments on the steps which could be undertaken to reduce the identified tax exposures.
- Highlighting potential tax opportunities that the company may take advantage of according to the law, for instance through claiming eligible deductions and identifying potential tax reliefs.
- Assistance in the implementation of tax opportunities identified or risk mitigating steps.

Your reliable partner

The significant benefit of a tax review is that it provides additional comfort in anticipation of future tax inspections.

In order to achieve the best results, we believe that it is essential to develop close cooperation with our clients which involves constant communication in relation to the activities carried out by the company and a good understanding of the specific characteristics of the industry in which it operates.

This enables us to be proactive in spotting potential risks and opportunities which we bring to your attention, potentially helping you save time and money.

Contacts

Ramona Jurubiță

Deputy Senior Partner,
Head of Tax and Legal
rjurubita@kpmg.com

Daniela Oprescu

Director, Taxation Services
doprescu@kpmg.com

Alin Negrescu

Director, Taxation Services
vnegrescu@kpmg.com

Ionut Măstăcăneanu

Director, Taxation Services
imastacaneanu@kpmg.com

René Schöb

Partner,
Taxation Services
rschob@kpmg.com

Daniel Pană

Director, Taxation Services
dpana@kpmg.com

Alexandru Comănescu

Associate Director,
Taxation Services
acomanescu@kpmg.com

Mădălina Racovițan

Partner,
Head of People Services
mracovitan@kpmg.com

Teodora Alecu

Director, Taxation Services
talecu@kpmg.com

KPMG Tax SRL

Victoria Business Park, DN1 București-Ploiești, nr. 69-71 Sector 1, București
013685, România, P.O. Box 18 – 191
Tel: +40 (372) 377 800, Fax: +40 (372) 377 700
E-mail: kpmgro@kpmg.ro, Internet: www.kpmg.ro

kpmg.com/socialmedia

kpmg.com/app

