



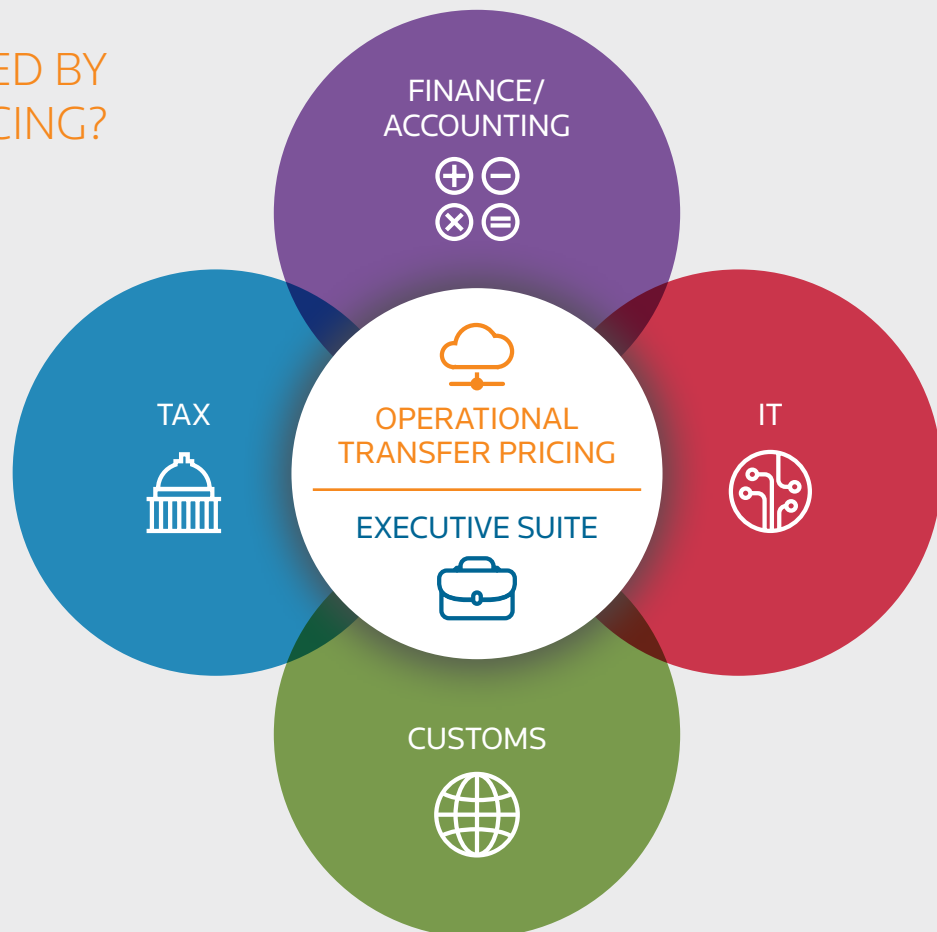
OPERATIONAL TRANSFER PRICING

Real-time transfer pricing analysis

There's no question that tax professionals around the world are experiencing increased pressure when it comes to global tax reporting. Lack of controls, manual processes, cost inefficiencies, security and reputation continue to be top challenges when it comes to transfer pricing operations. These challenges have many global companies re-evaluating their transfer pricing process.

Transfer pricing brings a fundamental tax focus to intercompany transactions and impacts tax, finance/accounting, IT and customs teams in every region, each with their own priorities. Ultimately, CFOs in most global companies now consider transfer pricing a strategic issue with critical risks and opportunities that need to be managed. Otherwise, they will suffer endless hours under audit, lost deductions, double taxation and worse.

WHO'S IMPACTED BY TRANSFER PRICING?



How is your organization dealing with data, risk and efficiency throughout the transfer pricing lifecycle?

Thomson Reuters ONESOURCE™ Operational Transfer Pricing is a groundbreaking technology that makes it possible for you to actively deal with transfer pricing volatility by managing data, mitigating risk and increasing efficiency.

MANAGE DATA

THE CHALLENGE: Disparate sources. A single, harmonized ERP system is very rare in global companies. Data is often scattered across the globe in different formats, owned by various groups and collected in spreadsheets. These manual tables are time intensive, difficult to update and offer no source data visibility.

THE SOLUTION: ONESOURCE Operational Transfer Pricing allows you to seamlessly collect, validate and standardize your data in a centralized system regardless of data sources or location. Our hosted platform uses Big Data technology for easy access to archived data and fast processing speed for even the most complex calculations.

THE CHALLENGE: BEPS. Most tax professionals worry about meeting the new annual BEPS reporting requirements. Successful BEPS reports should tell ONE coherent story across all of your businesses, supported by the transaction details. Will your disclosures lead to increased audits with lost deductions and penalties?

THE SOLUTION: ONESOURCE Operational Transfer Pricing allows tax professionals to analyze, consolidate and report ONE fully supported transfer pricing story to tax authorities. We have the solution and expertise to help companies navigate the complete lifecycle of transfer pricing, from monthly operations to annual reporting and successful audit defense.

MITIGATE RISK

THE CHALLENGE: Cost allocations. In most companies, the tax team sets transfer pricing policies, and the accounting team is responsible for applying the rules and booking the results. This common separation of duties and lack of a centralized platform makes it difficult to ensure that local country tax rules and transfer pricing policies are being correctly applied to all transactions and cost allocations.

THE SOLUTION: ONESOURCE Operational Transfer Pricing brings all transaction data together, applies all cost allocation rules, performs true-ups and exports adjusting journal entries or invoicing data throughout the year. Big data technology can process millions of SKU-level transactions in minutes, rather than hours or weeks, with complete visibility and traceability needed for successful audit defense.

THE CHALLENGE: Tracking. Successful transfer pricing navigation requires being able to quickly assess year-to-date results against budget forecasts and targets on a monthly basis. With limited data testing and visibility to details throughout the year, most companies find it impossible to accurately track their comparative performance results and often face substantial year-end adjustments.

THE SOLUTION: ONESOURCE Operational Transfer Pricing redefines the standard for monitoring, forecasting, planning and actively managing transfer pricing on a monthly or quarterly basis versus the traditional annual process. Monitor and proactively respond to transfer pricing results within the monthly close cycle ensuring policy compliance, maximizing business results and minimizing risk.

INCREASE EFFICIENCY

THE CHALLENGE: Staying current. Without a centralized transfer pricing platform, it's difficult to keep up with local tax rates and transfer pricing rules, formulas, data, etc. and be sure they're all being properly applied to allocations, monitoring and testing.

THE SOLUTION: The ONESOURCE Operational Transfer Pricing platform manages all data, rules, rates and changes that can be updated in one place, including audit trails to confirm who made changes and when. This delivers tight internal controls, reduces risk and improves strategic planning accuracy.

THE CHALLENGE: Reporting. The dynamic and changing operations of global companies demand robust and flexible reporting, visibility to transaction details and the speed to refresh often to capturing last minute changes and adjustments.

THE SOLUTION: ONESOURCE Operational Transfer Pricing uses big data technology to manage volumes of transaction data with flexible PivotTable reporting views to meet any internal and external reporting requirements, especially ad hoc reports for management or audit defense. Delivered via an intuitive, user-friendly interface allows robust reporting and analytics.

STAY AHEAD WITH ONESOURCE OPERATIONAL TRANSFER PRICING

Automating and standardizing the operational transfer pricing process is fast becoming the industry standard for transfer pricing navigation. Companies can now make strategic decisions with increased confidence and reduced effective tax rate volatility. ONESOURCE is the critical tax technology relied on by most corporations to meet their changing tax and business needs, leading the industry with transfer pricing technology.

Solve the challenges of operational transfer pricing by:

- + Centralizing and standardizing the application of your transfer pricing policies.
- + Processing millions of records to produce functional, detailed analysis in minutes, not weeks.
- + Automating allocations and transactions to support informed decision making at all levels.
- + Tracking specific record changes over time with audit trails, for full transparency and traceability.
- + Tracing final allocations back to source data, including all intermediate steps and calculations.
- + Managing the entire transfer pricing process with workflow tools that allow for sign-off of critical steps.

CONTACT US TODAY

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