



The 5th BRITACOF

Deepening Tax Administration Cooperation for
High-Quality Belt and Road Development

Hong Kong, China 24-26/9/2024



Optimizing Administration Measures in the Financial Sector to Reduce Compliance Cost

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**Challenges of the
financial industry**

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**Impact on group tax
and finance**

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**Proliferation of tax filing and
administrative obligations**

4

Taxpayer measures

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Tax authority measures

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**Customer relationship
approach**

7

Tax governance

8

Clarity issues

CONTENT



CHALLENGES OF THE FINANCIAL INDUSTRY

Banking, asset management
and insurance, each facing its
own challenges.



IMPACT ON GROUP TAX AND FINANCE

To do more with less,
making tax administration
more important.



PROLIFERATION OF TAX FILING & ADMINISTRATIVE OBLIGATIONS

- Pillar 2
- FATCA / CRS reporting
- Transfer Pricing filings
- Increasingly complex tax returns
- Tax authority assertiveness



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TAXPAYER MEASURES

- Finance department restructurings
- Global compliance tracking tools
- Smart updates
- Role of tax authorities?

TAX AUTHORITY MEASURES

- Tax authorities going digital
- Benefits of digitalisation:
 - E-filing
 - Tracking across integrated accounts
 - Digital mailboxes

**INCREASING
ADMINISTRATION**



01. CUSTOMER RELATIONSHIP APPROACH

- Longstanding practice for some tax authorities
- Fosters trust and encourages advanced disclosure
- Targeted risk management
- Lower staff turnover, reducing inconsistencies

ADMINISTRATIVE PROCEDURES & IMPLICATIONS

02. TAX GOVERNANCE

- Risk-based administration
- Balanced implementation
- Audit reduction where appropriate

03. CLARITY ISSUES

- Unclear registration and reporting rules
- Lack of specialists creates uncertainty
- A review of administrative procedures and taxing approaches



The 5th Belt and Road Initiative Tax Administration Cooperation Forum



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Thank you

