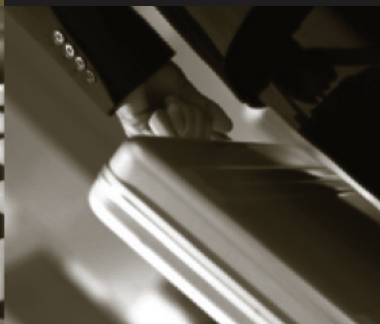


International VAT Reclaim :: VAT Efficiency Review™

Travel VAT Recovery :: Municipal VAT Review



VAT CLAIMS | INTERNATIONAL

**Vat Recovery is the methodical process of reviewing disbursement transactions and related supporting data to identify and recover various forms of overpayment and under-deductions.**



## **We provide the following VAT Recovery Solutions**

### **:: International VAT Reclaim**

International VAT Reclaim enables companies to recover VAT paid on eligible overseas business expenses incurred in the UK and EU thereby reducing the cost of international business travel.

VAT is a complex sales tax imposed on most goods and services and is charged at various rates from 0% to 25%.

The EU 13th Directive allows overseas business visitors from outside the EU to reclaim VAT on expenses incurred within the EU. Under EU regulations Member States are obliged to refund VAT on eligible goods and services to overseas business visitors upon request provided they are not registered or eligible to be registered for VAT in the UK and EU.

### **:: VAT Efficiency Review™**

This review focuses on your companies' efficiency to claim lawful input tax deductions as contemplated in the provisions of the Value Added Tax Act No 89 of 1991.

### **Why can a vendor fail to claim input tax?**

Today management and staff are required to observe and comply with a plethora of laws including BEE, FICA, Employee & Income Tax, Labour Relations Act .... etc. In devoting your attention to those priorities which are imperative to the achievement of your commercial

success, you cannot always have the resources and expertise to cope with the intricate detail of all the applicable legislation.

Whilst the interpretation and application of the VAT Act may appear simple, with regard to the complexities, directives, practice notes and rulings concerning the various laws, there is an ever increasing need for specialisation in their interpretation and proper allocation. The VAT Act alone is made up of 87 Sections, 3 schedules, 15 practise notes, in all over 200 pages.



### **From an operational perspective the failure to claim could**

**arise from:**

- Mergers, acquisitions, downsizing and restructuring
- Increasing work requirements with diminishing resources
- Incorrect VAT internal control procedures
- Increased volume of transactions
- Failure to retain staff resulting in a loss of expertise
- Processing errors when implementing new accounting systems and procedures
- Intricate supplier contracts
- Erroneous and inaccurate data capturing



### **Reporting on your VAT internal control procedures**

We will report on your VAT internal control procedures. Since VAT is a transactional tax a company is as good as the weakest link in the processing chain. All users on your accounting system have the ability to impact on the VAT201, Return for the Remittance of Value Added Tax.

Although a vendor has implemented appropriate VAT control procedures and staff training the failure to claim input tax cannot be detected until you loop back to the initiation of the transaction to check the input tax allocation. The identification of savings or the failure thereof will provide invaluable input to internal audit and management regarding your efficiency to process VAT.

Our report can assist you with your Business Process Re-engineering to improve your VAT internal controls and procedures.

### **Audit**

Your annual audit is designed to ensure that your financial statements fairly present. It is certainly not concerned with the accuracy of your VAT calculations and payments as these issues fall outside the scope

of a general audit. As already stated, we can assist you without risk or cost for yourself.

### **:: Travel VAT Recovery**

This review is designed to ensure that you claim all South African input tax deductions pertaining to local travel and airport taxes. We also look to prevent VAT leakage where valid tax deductions have been incorrectly classified as non claimable entertainment.

### **:: Municipal VAT Review**

This review is designed to assist Local Authorities, Municipalities, to reduce their VAT liability. We consider your apportionment ratio's, grants, subsidies and the effect of amended VAT legislation introduced from July 1<sup>st</sup> 2006. The review will provide an Interpretational Guideline to assist with your compliance to applicable SARS regulations.

### **:: Success Based**

Our fees are success based calculated upon profits recovered in cash. Our services will either confirm that your existing procedures are working effectively or allow you to correct the past by recovering the profits in cash and correcting your controls going forward.





VAT CLAIMS | INTERNATIONAL

**Vat Claims International is Registered in the United Kingdom & South Africa.**

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