



Making global information reporting manageable:

KPMG Client On-boarding for AEOI



Enables compliance with global tax regulations

Global customer onboarding solution for Foreign Account Tax Compliance Act (FATCA), Her Majesty and Revenue Customs (HMRC) Crown Dependencies and Overseas Territories regime (CDOT) and the Organisation for Economic Co-operation and Development (OECD) Common Reporting Standard (CRS).

What is KPMG's Client On-boarding for AEOI solution?

KPMG's COB for AEOI solution is a broad-ranging FATCA, CDOT and CRS onboarding application with features that allow investment managers, administrators and others responsible for achieving operational compliance with those regimes to reduce dependence on their legacy infrastructure and onboard investors, customers and counter-parties in a more efficient manner. It is designed to help you manage your FATCA, CDOT, and CRS lifecycles, including data acquisition, onboarding, remediation, and due diligence. The application enables users to consolidate and streamline a number of labor-intensive, back-office functions related to these AEOI regimes, in addition to chapter three of the Internal Revenue Code, *Withholding of Tax on Non-resident Aliens (NRA Withholding)*. In addition, the application includes optional interfaces to related regulations like Know Your Customer (KYC) and Dodd-Frank, providing users a holistic view of their customer onboarding processes.

Features of KPMG's Client On-boarding for AEOI tool:

Key components

- pre-built policy and workflow engine
- multi-regulation by design
- automation of end-to-end processes

- supported by KPMG member firms' tax and on-boarding professionals.

Scope

- Automated data extraction and verification – Includes the ability to automatically extract and validate data from Internal Revenue Service (IRS) published tax forms including W-8BEN-E, W-8BEN, W-8IMY, W-8ECI, W-8EXP, and W-9, and certain standard CRS self-certification forms. In addition the application currently supports automated extraction and validation of data from 65 non-IRS forms, including Articles of Incorporation, financial statements, withholding statements, passports, driver licenses, account profile forms, etc.
- Enhanced indicia search and due diligence – Offers automation of the user's due-diligence requirements related to FATCA, CDOT and CRS. The application automatically searches through all existing data (scanned paper forms, internal reference data, emails, etc.) to verify data on the classification forms against pre-existing data. The application automatically flags and escalates contradicting information for further internal reviews.
- Customized workflow and interfaces – Includes a default workflow and governance engine that can be used to automatically assign tasks to various internal resources and groups based on

- type of entity, priority, classification, due-diligence/indicia issues, and workflow status. The entire workflow and governance engine can be customized to meet organizational needs.
- Powerful reporting and analytics engine – Is pre-configured with several key status and error reports. The application also has a robust analytics engine to support business and management needs around strategic, performance, and operational key performance indicators.
- Enhanced audit trail – Provides a detailed audit trail of policies that are executed when onboarding, classifying, or remediating client accounts, allowing transparency for internal and external audits. The application also has the ability to create and print a detailed “Client File” for every instance of onboarding, which includes the data and documents that were used for the onboarding along with relevant

- policies that were used to validate and complete the onboarding.
- Change management and regression analysis of policies –The application has the capability to conduct detailed impact analysis of policy changes to analyze and estimate the timeline and cost of upcoming regulatory changes. The application also has the ability to maintain multiple versions of policies by jurisdiction and line of business.

Potential benefits

- Provide your investors, customers and counter-parties an electronic application to exchange information using eforms, and built-in questionnaires.
- Automatically extract information from client provided documents (printed forms and electronic forms).
- Process different types of clients and assess their FATCA, CDOT and CRS status in real-time.

- Identify counterparties (individuals, entities) based on our pre-built indicia rules in the policy engine.
- Comply with IRS due diligence requirements by identifying contradicting information across unstructured documents as well structured reference data.
- Automatically create and send yearly reports in the format required by IRS or local tax authorities.
- Maintain an audit trail of each corresponding document, data, and policy that was used to complete onboarding and achieve compliance.
- Can interface with other internal onboarding and regulatory applications allowing compliance with little need to modify existing applications and processes.
- Be adaptable to future regulations from IRS or other similar international regulatory bodies.

To find out more about how our tax reporting services and technology enabled solutions can help your business, please contact us at www.kpmg.com/AEOI.

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