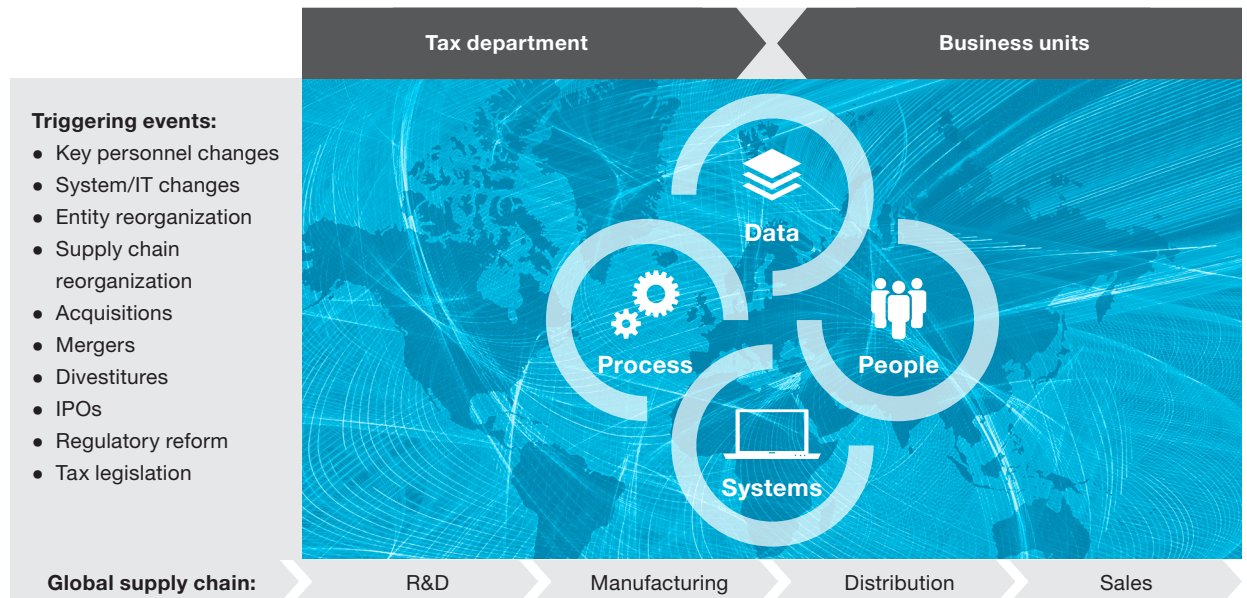


Operational transfer pricing

Tax and operations teams rely on vast institutional knowledge to implement transfer pricing models designed to achieve specific financial goals. The processes and systems required to retrieve data and apply concepts in these models are typically scattered throughout the supply chain. Internal and external events can put this knowledge at risk, causing inefficiencies for management in achieving their financial goals, such as cash flow and effective tax rate management.

It is important to minimize the impact that these events pose on the ability to collect and process data in the transfer pricing models. Therefore, tax and finance departments should organize and document their operational transfer pricing practices in order to avoid disruptions to business and tax activities.

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Despite triggering events, tax and business leadership practices must continue:

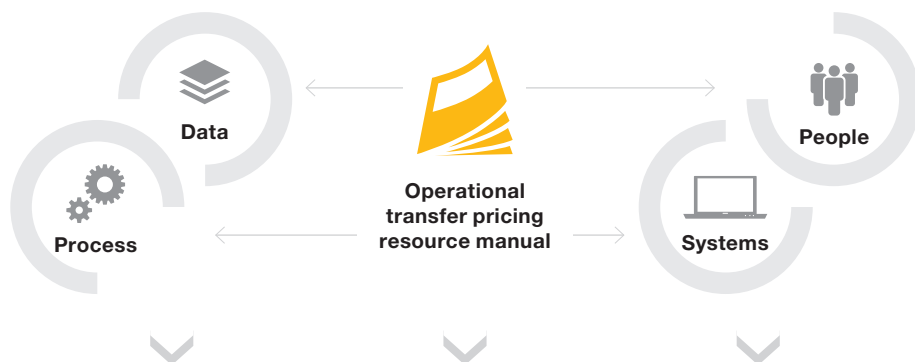
- Data collection
- Data management
- Calculations
- Reporting
- Collaboration
- Business operations
- Forecasting and costing analytics
- Customer analytics
- Supplier analytics
- Supply chain analytics
- Due diligence exercises

Learn more

Contact Crowe to learn more on how to map your organization's operational transfer pricing models and practices.

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As your tax and business operations teams implement transfer pricing models, document the resources and responsibilities within the supply chain to ensure optimal efficiency in achieving management's financial goals.



Inputs:	Outputs:	Users:
<ul style="list-style-type: none"> • ERP system data • Pricing data • Local country financial data • Segmented financial data • Production flow data • Invoicing data • Contracting data • R&D data • Customer data • Market data • Supplier data • Supply chain concepts 	<ul style="list-style-type: none"> • Transfer price changes • Debit/credit memos • Customs duties • Inventory pricing • Forecasts • Cash flow management • IP mitigation strategies • Effective tax rate calculations • Debt financing statements • Audited financial statements • Legal agreements 	<ul style="list-style-type: none"> • Executive management • R&D teams • Purchasing • Treasury • Tax and accounting • Transfer pricing team • Finance • Sales teams • Legal • Due diligence teams