

Intercompany Pricing Solution

TCS - KPMG alliance

Tax planning for companies operating in multiple cross-border locations is a complex activity, fraught with financial risks. With governments worldwide looking for new tax avenues, cross-border transaction has become an ironfisted affair, placing transfer pricing policies under tight scrutiny. To bring down tax perils and rise above imprecise reporting and audit-related risks, enterprises need accurate financial insights that can optimize the intercompany pricing policy.

Towards this, Tata Consultancy Services (TCS) along with KPMG, has devised an Enterprise Intercompany Pricing Solution (IPS). This solution is a part of TCS and KPMG Tax Intelligence Solutions that will enable global multinational companies to better manage their intercompany pricing policies. Our automated solution is compatible with multiple enterprise platforms and operates within your enterprise IT environment, making the best use of your existing IT investment. By providing you with high-quality, reliable, enterprise-level master and transactional data, IPS helps you constantly monitor intercompany pricing position. Moreover, IPS combines features such as data analytics and dashboard reporting to help you effectively plan and fully align your financial results with your global supply chain objectives.

Overview

Global enterprises face various issues associated with transfer prices, beyond the usual tax considerations. For instance, tracking variances between transfer pricing values and custom values, and consolidating such variations is an arduous task that complicates inter-company accounting. Not only are such accounting adjustments subject to inspection but they are also challenged by authorities, increasing the risk of unwarranted negative publicity.

Computing and reporting intercompany pricing is another challenge that is made more difficult by global taxation, accounting, and regulatory environments. To rise above these challenges and make effective decisions, enterprises need reliable financial data, which is both complete and accurate.

To help you plan and align your financial objectives and results, TCS in alliance with KPMG, brings the IPS.

Our unique upstream technology enables you to optimize your tax position by reducing regulatory non-compliance costs, leading to reduced tax and management costs. Besides, the solution ensures substantial reduction in operational costs by automating processes that are otherwise performed manually. This elevates management from being a manual process to a critical decision-making process, based on accurate and complete data. Our data analytics and dashboard reporting feature provides real-time, scaled data, which is, presented in relevant, highly-intuitive reporting format. Thus, our solution delivers what you need, when you need it. Our dashboard design is backed by fully-scaled enterprise transactional data reporting.

Features

- Continuously monitors intercompany pricing policies, while helping generate dashboard management reports
- Provides access to transactional level data and original invoice data
- Is compatible with multiple enterprise IT platforms systems
- Provides prospective intercompany pricing adjustments to enable intercompany pricing compliance



The KPMG and TCS Approach – Roadmap to Realization

Benefits

IPS proves to be beneficial owing to its ability to:

- Improve the quality and reliability of data underpinning global inter-company pricing
- Provide real-time transparency to global inter-company pricing positions, including dashboard reporting
- Semi-automate the management of inter-company pricing objectives
- Realize tangible benefits by reducing financial reporting risk, tax audit risk, and achieve international transfer pricing objectives on a time-efficient basis

The TCS-KPMG Advantage

TCS' reputation for technical excellence and KPMG's worldwide experience in taxes and transfer pricing together bring you a thorough and reliable solution that is efficient and tax-intelligent. This transformative tax solution can dramatically influence enterprise value and drive operational efficiencies. You stand to gain from a solution that is:

- Scalable at a global level
- Supported round the clock
- Delivered through a cost-effective balance of onshore and offshore resources
- Deployed through a business process orientation

Contact

To know how the Intercompany Pricing Solution could help you deal with transfer pricing challenges, contact us at **transfer.pricing@tcs.com**

About Tata Consultancy Services Ltd (TCS)

Tata Consultancy Services is an IT services, consulting and business solutions organization that delivers real results to global business, ensuring a level of certainty no other firm can match. TCS offers a consulting-led, integrated portfolio of IT and IT-enabled infrastructure, engineering and assurance services. This is delivered through its unique Global Network Delivery Model™, recognized as the benchmark of excellence in software development. A part of the Tata Group, India's largest industrial conglomerate, TCS has a global footprint and is listed on the National Stock Exchange and Bombay Stock Exchange in India.

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