

SLIB TAX MANAGER

GENERAL OVERVIEW

SLIB Tax Manager is for Custodians who manage their clients' taxation. SLIB Tax Manager processes the French taxation system and the fiscal mechanisms related to the residence criteria, according to the agreements signed between France and other countries.

FUNCTIONS

Profits / Losses

Supply modes

Daily supply mode is based on the following operation reports:

- Cash operations on securities
- Operations on monthly settlement securities
- Rectifications on settlements due
- PEA operations
- Operations on warrants
- Operations on FCIMT

Operations are integrated in chronological order by operation date (with automatic management of "ex-posts").

SLIB Tax Manager manages the notion of the fiscal year. Ex-post operations on the previous year are taken into account. You can thus make modifications on the previous year then start the tax statement procedure.

Calculation mode

Profit / loss calculations are made according to the average purchase price (APP) principle.

APP and MCP (Management Cost Price) are managed for each security in each account:

- The APP is calculated for each operation according to the initial stock APP before the operation and the rate of the operation
- The MCP is calculated on the same principle, but is initialised at the beginning of each fiscal year at the rate on December 31st of the previous year for all the positions existing on December 31st of that year.

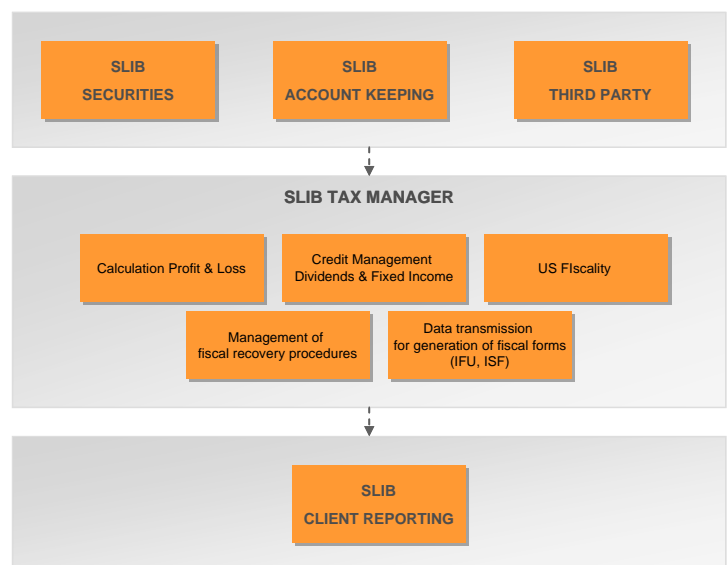
SLIB Tax Manager manages the following fiscal indicators by account / security:

- Cash sales
- Monthly settlement sales
- Cash profits or losses
- Monthly settlement profits or losses
- Warrant profits
- Warrant losses
- Warrant profits or losses
- FCIMT profits
- FCIMT losses

- FCIMT sales

The following fiscal indicators are managed by settlement deadline / account / security:

- Monthly settlement sales
- Monthly settlement profits or losses
- PEA indicators (investments, settlement value, profits or losses) from SLIB PEA Manager



Periodical readjustment of security characteristics

The taxation calculation is triggered automatically each time a security characteristic changes (e.g.: "profitable" security becomes "unprofitable" or vice versa).

Income coupons

SLIB Tax Manager enables management of coupon loans on stocks. This function is related to taxation and complex corporate actions. You can thus issue a coupon loan operation on request, view loans made during the current year or previous year, reverse coupon loans recorded in the current year's accounts or cancel the day's loans.

SLIB Tax Manager manages variable or fixed income investment products by including the particularities inherent to the residence criterion:

- Retention at source, flat rate payment, ...

Unique Fiscal Statement (UFS)

Forms 2561 and 2561bis are required by the tax office. SLIB Client Reporting, supplied with data by SLIB Tax Manager, proposes form 2561 TER by default but can also reproduce your own model.

SLIB Client Reporting enables generation of an UFS for each fiscal third party, thereby permitting account grouping.

UFSs consolidate the fiscal indicators managed in SLIB Tax Manager (profits or losses, coupons and income) as well as in SLIB PEA Manager for PEA accounts and in SLIB Fees Engine for safe custody charges. SLIB Client Reporting also includes external system counters.

For information purposes, SLIB Client Reporting* also enables:

- Mass UFS printing and fold / insert processing by an external printing service

(*) see product datasheet

Wealth Taxation

SLIB Client Reporting produces a portfolio statement on the basis of the positions in the portfolio on December 31st of the previous year according to the database managed by SLIB Account Keeping and SLIB Tax Manager.

These positions are evaluated according to the "advantage" rule, which means the position is evaluated using the lowest rate of either the last rate on December 31st or the average rate of the last 30 stock exchange days of the previous fiscal year.

As for portfolio statement processing, you can:

- Correct the rates
- Printout statements (in France : ISF)
- Add accounts that were not initially selected

- Social contributions
- Tax recovery (according to international agreements)

SLIB Tax Manager also proposes different types of report:

- Printing of an income log for American clients (US clientele typology W9 documented, not W9 documented) with or without securities subject to US taxation rules: this log is sent to the IRS (US tax authority)
- Summary printout of the tax recovery amounts for each country

- Generation of TD-RCM tapes (clientele and pure nominative) to be sent to the tax office
- Generation of an archive CD-ROM

Furthermore, you can also:

- Request printout of an UFS for a full year or retrospectively with a specified statement date
- Provide the calculation elements (list of accounts grouped on the UFS and amount details) in transactional form or by file decentralisation

Since January 1st 2005, when the ECOFIN directive became applicable to clients residing outside France but within the EU, the sale amounts and rates of interest must be declared separately:

- Generation of TDDE tapes
- Printing of an IFU Quarter (if France)
- Generation of an archive CD-ROM