

FiscalReps Fee Structure

1 Appointment Fees

- 1.1 A one-off charge will be invoiced for accepting all the fiscal representative appointments. This fee covers the cost of registering you as a taxpayer in each country, setting up the reporting structure between us and appointing FiscalReps as your fiscal representative.

2 Annual Service Fees

- 2.1 Annual Service Fees will vary based on the following criteria
 - > Country of appointment
 - > Frequency & complexity of returns
 - > Levels of premium & taxes processed
- 2.2 Based on the above criteria an Annual Service Fee will be charged which will cover all the work required to submit tax returns in all countries in accordance with their legislation.
- 2.3 The Annual Service Fee will be agreed in advance of the appointment and will be reviewed annually taking all of the above criteria into consideration.

3 Additional Fees

- 3.1 Additional fees for administration and liaising with local tax authorities will be charged at an agreed hourly rate.
- 3.2 In all cases we will advise and provide a cost indication for such work in advance.
- 3.3 It is expected that basic administration concerning the appointment and other tasks that we would expect to fall within the scope of the annual service will be included within the annual service fee.

4 Expenses

- 4.1 FiscalReps will invoice you for legitimate expenses incurred in the performance of its duties.
- 4.2 These will include, but not be limited to;
 - > Travel and subsistence costs incurred whilst attending to your business
 - > Bank charges incurred in transferring of funds from insurer to tax authority
 - > Other out of pocket expenses incurred whilst attending to your business
 - > Costs incurred whilst performing due diligence on clients prior to appointment
 - > Costs incurred completing the fiscal representative appointments procedures

5 Value Added Tax

- 5.1 All fees are quoted net of VAT. VAT will be added to invoices where applicable at the appropriate rate.

6 Invoicing

- 6.1 Appointment and Annual Service Fees will be invoiced annually in advance.
- 6.2 Additional fees and expenses will be invoiced quarterly in arrears.

7 Payment Terms

- 7.1 Appointment & Annual Service Fees – In advance of appointment / renewal date.
- 7.2 Additional Fees & Expenses – 14 day terms of payment.

8 Length of Agreement

- 8.1 Annual Service Fees will be reviewed annually in advance of the renewal date.
- 8.2 Appointments will remain in place until terminated by either party.

9 Annual Review

- 9.1 The annual review is intended to allow both parties to re-evaluate the Annual Service Fee for the forthcoming year in light of the actual work performed in the last year and the expected work for the forthcoming year.
- 9.2 The process is intended to allow both parties to flex the level of fees reasonably and in accordance with service obligations.

10 Security

- 10.1 As FiscalReps is assuming joint and several liability of your IPT liabilities in each country FiscalReps takes the question of insurer security very seriously.
- 10.2 As a minimum comfort level FiscalReps require you to;
 - > Complete the Due Diligence Questionnaire and supply all the requested information prior to appointment.
 - > Provide industry approved credit ratings prior to appointment and to notify FiscalReps of changes in yours (or your ultimate parent company's) credit rating immediately.
- 10.3 Under certain circumstances FiscalReps reserve the right to request a security deposit to be lodged with FiscalReps or a Letter of Credit to be lodged with FiscalReps bankers.
- 10.4 Any security deposits held will be deposited into separate trust accounts and will only be drawn down by FiscalReps in the following circumstances;
 - > Failure to pay the IPT due on time
 - > Failure to pay any fines, penalties and/or interest due on time
 - > Failure to pay any invoices within the prescribed terms

About FiscalReps

Many insurers are finding it difficult to achieve an effective solution for discharging their Insurance Premium Tax obligations within the European Union. IPT is becoming an increasingly complex and time consuming issue for insurers that write EU business, due to the expansion of the EU and the lack of a uniform rate for IPT across the EU.

Completeness

We have developed a unique clearing house service for IPT payments in the European Union, offering insurers a complete solution for the management of their IPT liabilities.

Expertise

We have the specialist expertise, industry experience and physical network to provide a seamless IPT service across the EU.

Confidence

We enable insurers to feel confident to take on multi-jurisdictional risks in the EU, knowing that they have an effective solution in place to manage their IPT obligations.

Advice

In addition to our clearing house service for the payment of IPT within the EU, we are able to provide professional advice to insurers, the buyers of insurance and their professional advisors, assisting them with premium tax compliance issues.

For more information or to discuss any premium tax issues within the EU, please contact us as follows:

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