



**GET A BETTER DEAL  
ON PROVISIONAL TAX.**  
NO INTEREST CHARGES.  
NO PENALTIES.



**ESTIMATING PROVISIONAL  
TAX PERFECTLY EVERY TIME IS  
HARD. WHAT'S MORE, OVER OR  
UNDERPAYING PROVISIONAL  
TAX COSTS YOU MONEY.**

**BUT IT DOESN'T HAVE TO BE  
THIS WAY, THANKS TO OUR  
UNDERSTANDING OF INLAND  
REVENUE'S TAX POOLING SYSTEM.**

#### **WHAT IS TAX POOLING?**

Tax pooling is the framework Inland Revenue established in 2003 to lessen the burden of the provisional tax regime for taxpayers. Essentially, taxpayers trade their payments with each other and everyone wins – taxpayers reduce their interest costs or increase their return – and Inland Revenue gets their tax paid simply.





## HOW DOES IT WORK?

Instead of making provisional tax payments directly to your account at Inland Revenue, you deposit your provisional tax payments into a tax pooling trust account at Inland Revenue held by a trustee and operated by an Inland Revenue-approved tax intermediary (Tax Traders).

Once actual profit is known at the end of the year, if you have underpaid your provisional tax, you can acquire tax at a discount to make up the shortfall (buy). If you have overpaid your provisional tax, any surplus tax you have paid can either be sold at a premium (sell) or refunded within a matter of days. You can also borrow at competitive interest rates allowing you to pay your provisional tax when it suits you (finance).

## WHAT ARE THE BENEFITS?

- Returns on overpaid tax can significantly exceed the Inland Revenue rate
- Refunds on demand and paid within 3-5 working days (subject to AML documentation)
- Reduce interest charges for underpaid tax by up to 33%
- Swap payments between payment dates for optimal tax savings
- Eliminate late payment penalties
- Funding for tax payments at competitive rates
- Use your tax pool deposits to cover missed GST/PAYE/FBT payments
- Greater flexibility and control managing tax payments for multiple entities
- Greater flexibility and control with audit buffers
- No account or administration fees
- The only change to the tax payment process is a bank account number

## IS IT SAFE?

Yes. Inland Revenue put the framework in place and they only allow approved intermediaries to offer this service. Tax Traders is one such intermediary. All deposits and refunds are made to and from our tax pool account at Inland Revenue and funds are held on trust by Public Trust, who acts as custodial trustee on your behalf.

- Comprehensive online account with 24/7 access
- Money back guarantee if Inland Revenue disallow a transaction
- Full audit of Tax Traders activities
- All bank accounts owned and operated by Public Trust
- Tax payments held in trust at Inland Revenue by Public Trust
- Monthly statements showing tax balances available online



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**"NO NEW ZEALAND TAXPAYER  
SHOULD HAVE TO PAY  
USE-OF-MONEY INTEREST  
OR PENALTIES TO  
INLAND REVENUE."**

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*Josh Taylor, Director*

## INTERNATIONAL COMPANIES

Inland Revenue's tax pooling system is unique to New Zealand so you won't find anything similar in foreign jurisdictions. It is their way of enabling taxpayers to mitigate their exposure to interest charges where payments are made late and provide benefits where tax has been overpaid. It is a service that is provided in conjunction with the private sector by approved intermediaries and is used by most of New Zealand's large corporates, many of whom have foreign head offices. We are happy to put you in touch with existing users should you have any specific questions.

## WHEN YOU APPOINT TAX TRADERS, YOU GET THE BEST

Tax Traders is led by one of New Zealand's leading figures in tax pooling, Josh Taylor. The team is supported by an advisory board that includes former Deputy Commissioner of Inland Revenue Robin Oliver, former Deloitte partner Mike Shaw and prominent New Zealand director and past president of the New Zealand Institute of Chartered Accountants, Keith Smith.



## WE'RE NO ORDINARY TAX POOLING INTERMEDIARY.



### RATE LEADERS

Since day one we've provided taxpayers with more value. We were first to price finance cheaper than purchasing, reduce finance rates by 1.5%, and our buy and sell rates consistently lead the market.



### NO MINIMUM LIMITS

We've removed minimum limits so that New Zealand taxpayers big and small can make deposits and benefit from tax pooling.



### BUY OR FINANCE TAX BY INSTALMENT

For optimum flexibility we let you buy or finance tax by instalment, meaning you don't have to miss out on the savings tax pooling offers when cash flow is tight.



### FLEXIBLE PAYMENT DATES

Rather than dictate rigid payment terms, we let you pay on any day of the month (and price this accordingly).



### POOL TO POOL IN 24 HOURS

Deposits in another pool can be sold through us for a better return, and it only takes 24 hours to transfer them in.



### GROUNDBREAKING TRANSPARENCY

We were first to quote an interest rate on all transactions, giving taxpayers an effective metric to judge the value they're receiving.



### AUTOMATED DEPOSIT PROCESS

We accept deposits until 10pm on provisional dates without the need for same-day cleared payments, to save you time and reduce transaction risk.

## DISCOVER MORE ABOUT WHAT SETS US APART.

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