



Deloitte School of Tax & Legal Corporate Tax Bootcamp

We have the pleasure of inviting you to our two-day Corporate tax Bootcamp Workshop. This workshop will serve as both an introduction to and a refresher of Corporate Tax principles and the application of these principles to the day-to-day functions performed in a corporate tax role.

The workshop consists of the following:

Session	Subject
Session 1 (morning day 1)	Corporate Tax Back to Basics
Session 2 (afternoon day 1)	Capital Gains Tax
Session 3 (morning day 2)	Tax Accounting Back to Basics
Session 4 (afternoon day 2)	Completing the Company Tax Return (Including the new ITR14 changes)

The workshop will run at the Deloitte offices over two days as follows:

Region	Day 1 (sessions 1 & 2)	Day 2 (sessions 3 & 4)
Durban	11 October 2018	12 October 2018
Cape Town	13 November 2018	14 November 2018
Johannesburg	06 December 2018	07 December 2018

Please refer to pages 4 onwards for a detailed agenda

Facilitator(s):

Day 1

Catherine Wright is a Manager in the Deloitte School of Tax & Legal team. Catherine's focus is corporate and international tax. She has a Master's Degree in Taxation from the University of Pretoria. Catherine regularly coordinates and presents tax technical training to Deloitte clients and Deloitte staff.

Day 2

Richard Loyson was a Senior Lecturer in the School of Accounting at Nelson Mandela Metropolitan University (NMMU). Richard specializes in taxation and financial accounting and lectures at post graduate level at NMMU. Richard consults largely on corporate tax and provides corporate tax services to a number of large listed corporate clients. Richard also provides a range of tax services to smaller to medium sized clients in the Eastern Cape. Richard has been involved with accounting and tax training at various levels over several years. Richard is a Chartered Accountant and has a Masters in Taxation.

Cost:

You may elect any combination of the four sessions required. If you are booking for less than all four of the sessions, you will need to book each session individually. The pricing below is per person. The discounted scale is only applicable if the same individual is attending more than one session.

Sessions booked	Cost excluding VAT	Cost including VAT
One session only	R1 340.00	R1 541.00
Two sessions	R2 550.00	R2 932.50
Three sessions	R3 680.00	R4 232.00
All four sessions	R4 755.00	R5 468.25

Payment is due after the seminar date.

Company Discount: 10% for 2 or more participants from the same company and region. The discount applies from participant 2 onwards and per individual session.

Alumni Discount: 10% for Deloitte alumni. This applies if you are a former employee of Deloitte and have registered as Deloitte alumni. ([Click here](#) to register as an alumnus)

You will only qualify for one of either the 10% Company / Alumni discounts.

Cancellation Policy:

Our standard cancellation policy is to invoice 50% of the cost of the workshop, for attendance not cancelled within **2 business days**. This is to recover the overhead costs incurred relating to your planned attendance and the cost of the course material.

Time:

- Morning sessions (1 & 3): 8:30 – 12:30 (registration from 8:00)
- Afternoon sessions (2 & 4): 13:00 – 17:00 (registration from 12:30)

Each session will contribute to 4 hours CPD/CPE

RSVP:

Please note that we use an online booking system. Kindly complete the online booking form using the link below.

The link will open the booking page of the Deloitte School of Tax but it will not select the course or region for you. Please be sure to select the correct course, date and region from the drop-down menu.

You will be able to register several people using one form. (Please contact us at dsot@deloitte.co.za if you wish to make bookings for more than 10 people at once.)

[Register Here](#)

Course Material:

This will be a paperless course. We will email you the course material within 2 business days of the planned session date. You will then have the option to bring the course material on your laptop/tablet, or should you prefer, to print the material. We will have plug points in the venues for laptops/tablets

Contact us:

Should you have any administrative questions regarding this workshop, please contact us at dsot@deloitte.co.za

[Deloitte School of Tax & Legal Website](#)

Sincerely,

The Deloitte School of Tax & Legal Team



Session 1: Morning (Day 1) - Corporate Tax Back to Basics

The introductory session will be an overview of the fundamental principles of corporate tax and will establish important building blocks for the upcoming sessions.

There is often a need for staff, at all levels, to have a more comprehensive understanding of some of the basic "corporate tax" principles in the Income Tax Act. So, for example, whether to treat an expense as revenue or capital in nature, and if capital, whether there is an allowance which may be claimed, and which is the correct allowance? These types of decisions can have a significant cumulative impact on the tax that a business pays or saves. The workshop will systematically work through a selection of relevant corporate tax principles where we often see mistakes or misunderstanding on the correct principles to apply.

The aim of the session is to assist participants to make the correct "tax decisions" when initially dealing with a set of facts, and thus to cut down on the amount of time spent on reviewing and correcting these decisions. Participants will be able to identify and understand the core principles behind key areas that affect any corporate tax calculation and will be equipped to take a more holistic approach to their work tasks.

Agenda:

Topic	Content	Timing
Registration		8:00a.m. – 8:30a.m.
Setting the Scene	Basic framework of a corporate tax calculation.	8:30a.m. – 8:40a.m.
Gross Income	Focus on the definition of gross income, discussing the key principles of this definition.	8:40a.m. – 9:10a.m.
Exempt Income	Basics of exemptions seen in a corporate environment including dividends and Government Grants.	9:10a.m. – 9:30a.m.
Deductions	The deductions sessions will be split into four sub-sections: 1. The general deduction formula 2. The "special deductions" 3. Capital allowances; and 4. Miscellaneous areas	9:30a.m. – 10:15a.m.
Tea – 15 Minutes		

Deductions	Session continues	10:30a.m. – 11.45a.m.
Practical	Work through a practical example of a tax calculation starting with net profit before tax.	11:45a.m. – 12:15p.m.
Wrap-up & Questions – 15 Minutes		
Session Ends		

Session 2: Afternoon (Day 1) - Capital Gains Tax

The session will commence with a revision of the key basic mechanics of capital gains tax. Having established this basic platform, we will then move onto a discussion of where capital gains items are disclosed on the new ITR14 Tax return for companies, discussing the basic principles and related recent amendments relevant to the workings and disclosure required on the ITR14. We also look at the impact of CGT on your provisional tax estimate and payments.

With the spate of recent and proposed amendments relating to debt and interest deduction restrictions, an understanding of the tax implications of the impact of a waiver or reduction of debt is of fundamental importance to understand. As a preparer or reviewer of an income tax calculation, it is also important to understand the many capital loss restrictions in place in the Income Tax Act, and we include a discussion of the key paragraphs and sections in the Income Tax Act which will adjust, disregard or ring fence a capital loss, that you as a preparer or reviewer need to be aware of.

We find that there is still confusion relating to company distributions, and have prepared a session which discusses the basic principles relating to distributions, and then which also focuses on the impact of specific types of transactions, including share buy-backs and returns of capital, both to the company making the distribution and to the company receiving the distribution. This session also briefly looks at the rules surrounding anti-dividend stripping.

Finally, we pick up on certain specific topics which we believe will be of interest, including the CGT impact where assets are acquired or disposed of for unquantified amounts as well as tax planning opportunities around replacement assets.

Agenda:

Topic	Content	Timing
Introduction	Basic principles of CGT including; <ol style="list-style-type: none">1. Introduction & overview of the core rules2. Disposals & deemed disposals3. Basic CGT Calculation4. Determination of proceeds - Including calculation of recoupment & its effect on proceeds5. Determination of base cost6. Determination of aggregate capital gain or loss	1:00p.m. – 1:55p.m.
ITR14 CGT disclosure requirements	This session will cover the ITR14 CGT disclosure requirements relating to the disclosure of capital gains/losses. The session will include a discussion of the treatment of foreign capital gains/losses.	1:55p.m. – 2:05p.m.
CGT & Provisional Tax	Provisional taxpayers are required to make an estimate of their taxable income that will be derived for a year of assessment for the purposes of determining their first and second provisional tax payments. Are you aware of the rules which determine into which of these estimates capital gains needs to be included?	2.05p.m. – 2.15p.m.
Waiver of debt	Various recent amendments to Income Tax legislation have meant that taxpayers have had to focus more closely on their debt structure. This session will cover the income tax and CGT principles in respect of the waiver of debt, both from the creditor and the debtor's perspective, including: <ol style="list-style-type: none">1. The basic CGT and income tax implications of waiver/reduction of debt2. Waiver of debt in a group of companies3. Waiver of debt in course of liquidation or deregistration4. Waiver of debt vs conversion of shareholder loans	2:15p.m. – 2:45p.m.
Tea – 15 Minutes		

Capital losses	<p>You have calculated a capital loss on a transaction, but are you aware of all of the sections and paragraphs in the Income Tax Act which impact on how you have calculated this loss, and whether you may need to disregard or ring fence this loss? This session will cover a selection of paragraphs and sections in the Income Tax Act which impact on the amount, and use of, a capital loss which a taxpayer may claim. This will include discussion on:</p> <ol style="list-style-type: none"> 1. para 39 and 56 - disposals between connected persons 2. para 19 - "dividend stripping" losses on disposal of certain shares 3. para 42 - short term disposals and acquisitions of identical financial instruments 4. para 43A - dividends treated as proceeds 5. para 64B - disposal of equity shares in foreign companies 6. section 45(5) - disposal by transferee company within 18 months after acquiring in an intragroup transaction 7. section 103(2) - assessed loss anti-avoidance provisions 8. Kink tests where there are losses on assets valued on valuation date 	3:00 p.m. – 3:55p.m.
Value-Shifting arrangements	The value-shifting provisions are directed at a particular type of tax avoidance and are contained in a number of different paragraphs. This session will provide an understanding of what a value-shifting arrangement is and the CGT impact thereof.	3:55p.m. – 4:05p.m.
Company distributions	<p>This session will cover the CGT implications of distributions by companies, including:</p> <ol style="list-style-type: none"> 1. Returns of capital 2. Dividend in specie 3. Share buy-backs 4. Liquidation distributions 	4:05p.m. – 4:35p.m.
Unquantified and unaccrued amounts	This session will cover the CGT treatment where assets are acquired or disposed of for unquantified amounts.	4:35p.m. – 4:45p.m.
Allowance assets	This session cover the CGT principles that apply on the disposal or replacement of an allowance asset and certain practical implications on disposal.	4:45p.m. – 5:00p.m.
Session Ends		

Session 3: Morning (Day 2) – Tax Accounting Back to Basics

This workshop is an introduction to the basic and fundamental principles for the preparation or review of a corporate tax calculation. The workshop focuses on some of the key tax principles, processes and controls necessary to produce an accurate and complete tax calculation, and is designed around the key proofs and workings that should be prepared for any tax calculation:

- The tax rate reconciliation – with a focus on permanent differences
- The deferred tax proof – with a focus on temporary differences and IAS12 principles
- The fixed asset proof
- The SARS account reconciliation

Each of these proofs and reconciliations will be explained in a practical manner. The theory to key adjustments is explained, but more importantly, participants will work through a number of practical examples which further examine the tax principles behind a specific tax adjustment.

We will then move on to the tax accounting treatment of specific transactions, including:

- Revaluation of property
- Leases (we will consider the new accounting standard **IFRS 16 - Leases** and explain how this impacts the tax accounting for leases)
- Prepaid expenditure
- Foreign exchange contracts
- Income received in advance (we will consider the new accounting standard **IFRS 15 – Revenue from Contracts with Customers** and focus on the impact on tax accounting where revenue is deferred)

Agenda:

Topic	Content	Timing
Registration		08:00a.m. – 08:30a.m.
The tax rate reconciliation	<p>This session will cover the basic principles of the tax rate reconciliation, explaining why the reconciliation is so important, and discussing which items should be included in the tax rate reconciliation and why.</p> <p>One of the key tax controls to understand is the process of recording prior year adjustments for differences between the tax calculation prepared for financial statements, the tax calculation submitted with your return, and the SARS assessment issued. This session will also work through the basic process for tracking and making this adjustment and includes a practical worked example for participants to go through.</p>	08:30 a.m. – 8:45 a.m.
Deferred tax introduction	<p>Revision of the key principles of deferred tax. This session explains the basic principles of deferred tax and discusses some of the theory as per the Accounting statement which deals with deferred tax principles, IAS12.</p>	8:45 a.m. – 09:00 a.m.

Handouts

1. Why deferred tax income statement
2. Why deferred tax balance sheet

Tax principles on specific temporary adjustments

This session will focus on the tax base and the deferred tax proof, and then work through the following practical examples:

1. Revaluation of investment property
2. Revaluation of property, plant and equipment on which tax allowance allowed
3. Revaluation of property, plant and equipment on which no tax allowance allowed
4. Finance leases
5. Operating leases
6. Pre-payments
7. Forward exchange contracts
8. Income received in advance and s24C
9. Provisions - inclusive of a discussion on the principles of trading stock provisions

9:00 a.m. – 10:45 a.m.

Tea – 15 minutes

The Fixed Asset proof

This session will discuss the importance and principles of a fixed asset proof, and make use of a practical example for participants to complete to understand how to complete the proof.

11:00 a.m. – 11:30 a.m.

SARS account

Maintaining an accurate and complete SARS account working which tracks each year of assessment and reconciles back to the ledger is a fundamental tax control to have in place.

This session works through and explains a simple template and process for maintaining the SARS account reconciliation, following which participants will work through a practical example on the SARS account reconciliation.

11:30 a.m. – 12:15 a.m.

Wrap-up & Questions – 15 minutes

Session Ends

Session 4: Afternoon (Day 2) - Completing the Company Tax Return

The completion of a company tax return requires a surprisingly amount of work. During the past 3 years SARS has released an updated version of the ITR14 return for companies as well as various enhancements thereto. For those who are less familiar with the revised ITR14, several areas could be easily overlooked. A good understanding of the ITR14 could help to avoid unnecessary post-submission administration, ensure the correctness of the company tax computation and prevent administrative penalties and interest.

The overall approach to the workshop will be practical and we will focus on taking the preparer or reviewer of the "ITR14 Tax return for Companies" through each stage, and each page, of the latest tax return for companies. We will provide background to any recent changes introduced to the return, including an overview of the tax section(s) relating to the change and what information is required to be prepared.

Where relevant, we will also discuss and explain key recent tax amendments which impact on the understanding and completion of the company tax return.

Agenda:

Topic	Content	Timing
Registration		12:30p.m – 13:00p.m.
Before completing the ITR14	A Company must verify and update their legal entity data (public officer details) etc. on a separate form, the RAV01.	1:00p.m. – 1:10p.m.
Information to create the ITR14	This session will work through explanations of each of the key sets of questions which a taxpayer must complete on the first page of the ITR14, inclusive of the new questions which have been added in the latest version.	1:10p.m. – 3:00p.m.
Tea Break – 15 minutes		
Information to create the ITR14	Session continues	3:15p.m. – 4:10p.m
Completion of the ITR14	This session will consider and discuss the key areas of the tax return to complete that have not yet been discussed in the "information to create the ITR14" session.	4:10p.m. – 4:30p.m.

Submission of the ITR14

Do you know what needs to be uploaded with the ITR14? In this session we will discuss all the supplementary documentation that is required to be uploaded on eFiling

4:30p.m. – 4:50p.m.

Corrections to the ITR14

I have made a mistake in submitting my tax return - what now?

4:50p.m. – 5:00p.m.

Session Ends

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