

DAGTVA[®]

Dispositif technique Automatique de Gestion de la TVA

World Single Market – ‘Wayfair’ environment

B²B cross-border direct
transaction – seller in U.K.

Payment by bank transfer

Sale taxes collected in buyer's country

Independent of tax system used



DAGTVA is divided in two separate and autonomous parts.

———— Line of the secret between tax authorities and banking system ————

« Making Tax Digital » Declarative System for UK

Part
Registrants & Tax authorities

« Making Tax Digital » Declarative System for UK

Part
Registrants & **Tax authorities**

The security and control of statements are assured by the tax authorities.

Part
Payments & Banking system

« Making Tax Digital » Declarative System for UK

Part Registrants & Tax authorities

The security and control of statements are assured by the tax authorities.

Part Payments & Banking system

Like today, the security and control of payments are assured by the banking system.

« Making Tax Digital » Declarative System for UK

Part
Registrants & Tax authorities

The security and control of statements are assured by the tax authorities.

DAGTVA

DAGTVA use these two secured environments to create a third - tax withholding inviolable system.

Part
Payments & Banking system

———— Line of the secret between tax authorities and banking system ————

Part declarants & tax authorities

EU-USA-China-Others

Buyer side

wsm_b2b_direct_seller-uk_wayfair

United Kingdom

Seller side

Stakeholders

Part payments & banking system

Part declarants & tax authorities

wsm_b2b_direct_seller-uk_wayfair

EU-USA-China-Others

United Kingdom

Stakeholders

Public Treasury

Public Treasury

Part payments & banking system

Part declarants & tax authorities
EU-USA-China-Others

Purchaser B1

Tax authority

Treasury

Purchaser's Bank

Part payments & banking system

wsm_b2b_direct_seller-uk_wayfair
United Kingdom

Seller B2

Tax aut-HMRC

Treasury

Seller's Bank

Part declarants & tax authorities
EU-USA-China-Others

wsm_b2b_direct_seller-uk_wayfair
United Kingdom

Purchaser B1

Purchase
WEB

Seller B2

Tax authority

MTD - Automatic tax return e-filed

Tax aut-**HMRC**

Treasury

Treasury

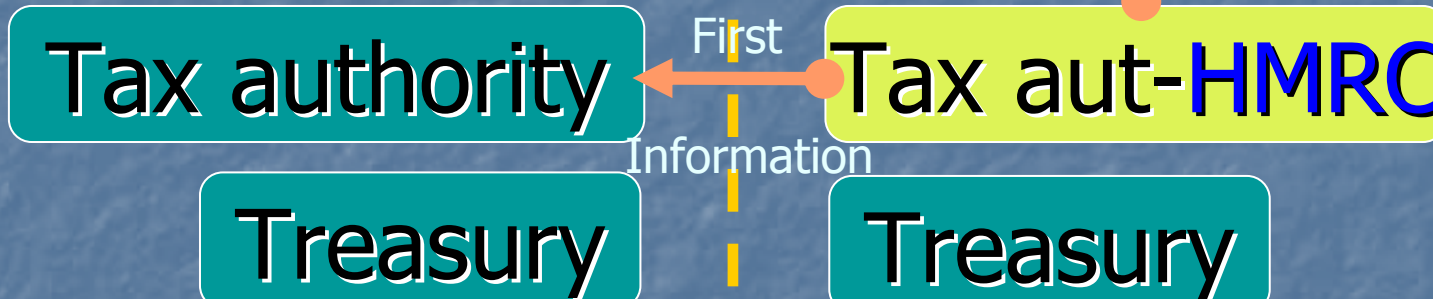
Purchaser's Bank

Seller's Bank

Part payments & banking system

Part declarants & tax authorities
EU-USA-China-Others

wsm_b2b_direct_seller-uk_wayfair
United Kingdom



Part payments & banking system

Part declarants & tax authorities
EU-USA-China-Others

wsm_b2b_direct_seller-uk_wayfair
United Kingdom

Purchaser B1

Invoice

Seller B2

Automatic tax return e-filed

Tax authority

Tax aut-HMRC

Treasury

Treasury

Purchaser's Bank

Seller's Bank

Part payments & banking system

Part declarants & tax authorities
EU-USA-China-Others

wsm_b2b_direct_seller-uk_wayfair
United Kingdom

Purchaser B1

Seller B2

Tax authority

Tax aut-**HMRC**

Treasury

Treasury

Purchaser's Bank

Seller's Bank

Control 



Part declarants & tax authorities
EU-USA-China-Others

wsm_b2b_direct_seller-uk_wayfair
United Kingdom

Purchaser B1

Seller B2

Tax authority

Tax aut-**HMRC**

Treasury

Treasury



Purchaser's Bank

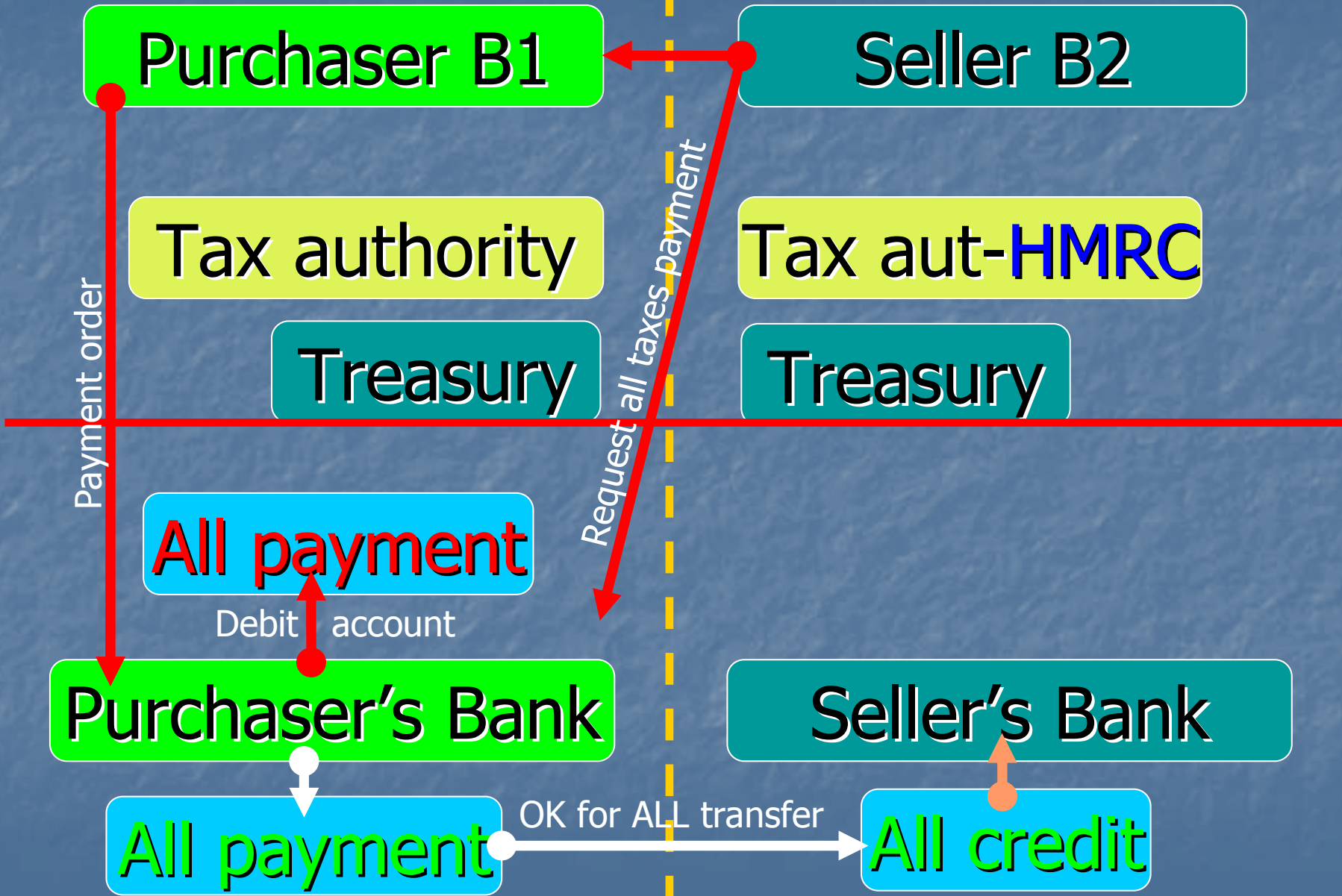
Seller's Bank

Request all taxes payment

Part payments & banking system

Part declarants & tax authorities
EU-USA-China-Others

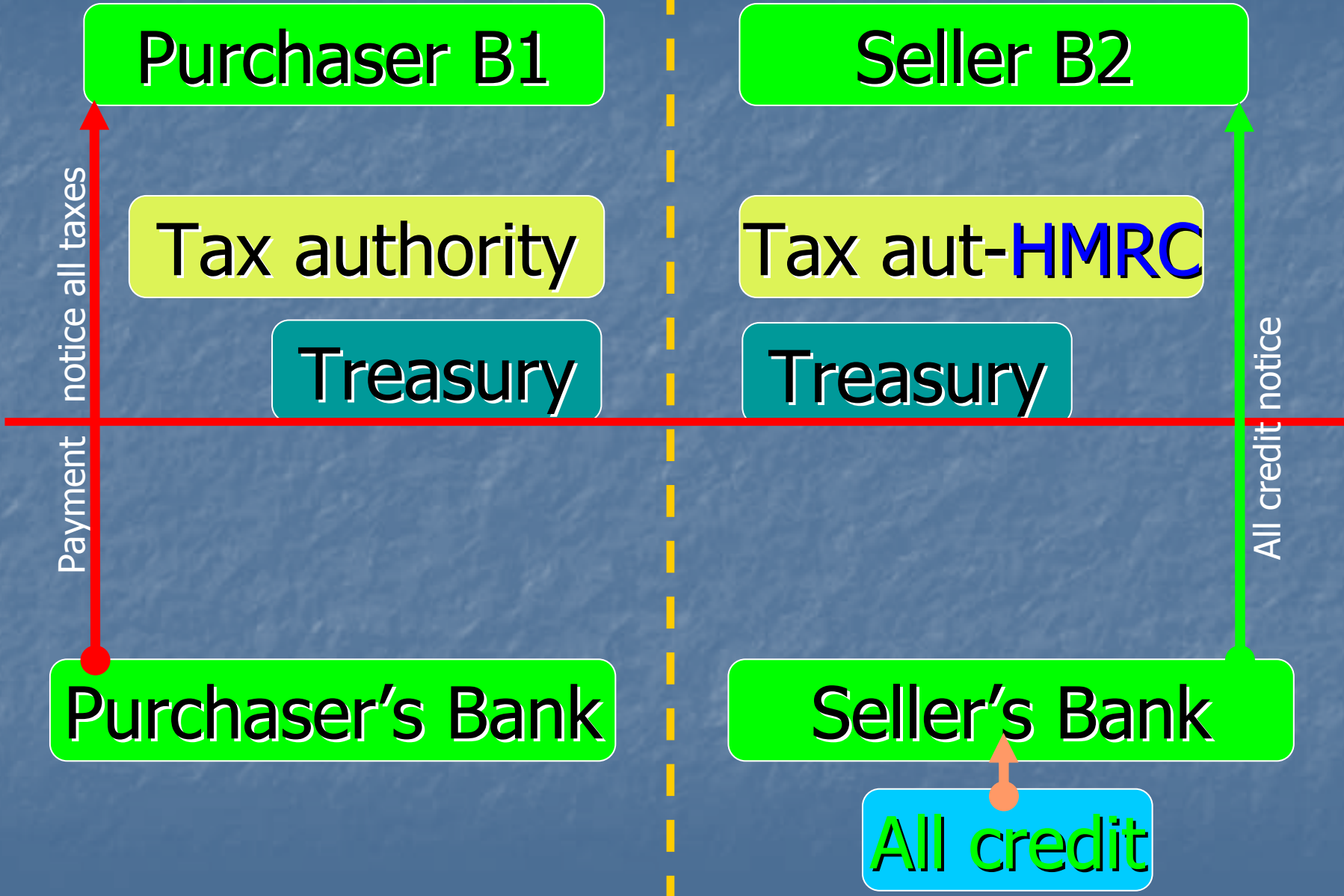
wsm_b2b_direct_seller-uk_wayfair
United Kingdom



Part payments & banking system

Part declarants & tax authorities
EU-USA-China-Others

wsm_b2b_direct_seller-uk_wayfair
United Kingdom



Part payments & banking system

Part declarants & tax authorities
EU-USA-China-Others

Purchaser B1

Tax authority

Treasury

Purchaser's Bank

wsm_b2b_direct_seller-uk_wayfair
United Kingdom

Seller B2

Tax aut-**HMRC**

Treasury

Seller's Bank

All credit

TAX

Output TAX

Request tax payment

Part payments & banking system

Part declarants & tax authorities
EU-USA-China-Others

Purchaser B1

Tax authority

Treasury



Purchaser's Bank

wsm_b2b_direct_seller-uk_wayfair
United Kingdom

Seller B2

Tax aut-HMRC

Treasury

WST

Output TAX levied

Seller's Bank

TAX credit notice

payment Wayfair Tax notice

WST = Wayfair Sale Tax

Part payments & banking system

Part declarants & tax authorities
EU-USA-China-Others

wsm_b2b_direct_seller-uk_wayfair
United Kingdom

Purchaser B1

Seller B2

Tax authority

Tax aut-HMRC

Treasury

Treasury

Purchaser's Bank

Seller's Bank

Import barcodes

Export barcodes

Automatic

BEPS

WST

Wayfair Sale Tax

Part payments & banking system

Part declarants & tax authorities
EU-USA-China-Others

wsm_b2b_direct_seller-uk_wayfair
United Kingdom

Purchaser B1

Seller B2

Tax authority

Tax aut-HMRC

Treasury

Treasury

Wayfair Sale Tax

WST

Purchaser's Bank

Seller's Bank

Part payments & banking system

Part declarants & tax authorities
EU-USA-China-Others

Purchaser B1

Tax authority

Treasury

Wayfair Sale Tax

WST

Purchaser's Bank

Part payments & banking system

wsm_b2b_direct_seller-uk_wayfair
United Kingdom

Seller B2

Tax aut-HMRC

Treasury

Seller's Bank

Part declarants & tax authorities
EU-USA-China-Others

wsm_b2b_direct_seller-uk_wayfair
United Kingdom

Purchaser B1

Seller B2

Tax authority

Tax aut-HMRC

Treasury

Treasury



-120 + +20
All taxes + WST

+120 + -20
ALL + WST = NULL (-20+20)

Purchaser's Bank

Seller's Bank

Balance of payments
End of classic process

Part payments & banking system

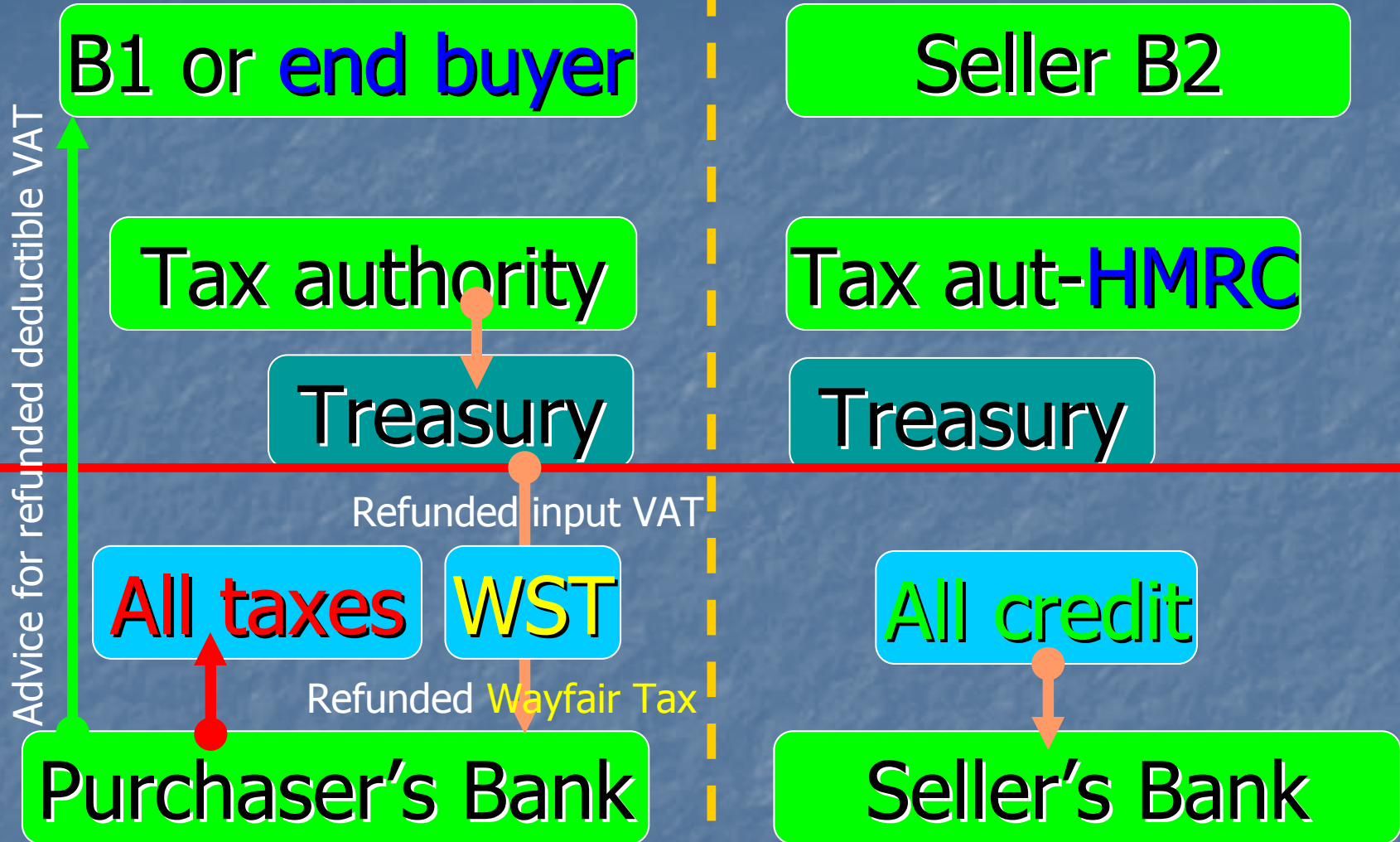
Special case where the “Wayfair tax” applied on consumption will be refunded like in VAT environment for companies and too for an ultimate consumer who have weak revenues.

This possibility show that, without any modification, there is no difference in the DAGTVA taxation system used between businesses and the ultimate consumer to include them with the same advantages seen in a VAT environment.

This new tax system open the way for an economic integration for them and gives a mandatory access to the banking system for these poor persons.

Part declarants & tax authorities
EU-USA-China-Others

wsm_b2b_direct_seller-uk_wayfair
United Kingdom



In VAT environment the 'Wayfair Sale Tax' is the deductible Input VAT or Refunded US-GST paid inside the all payment in slide 21.

Part declarants & tax authorities
EU-USA-China-Others

wsm_b2b_direct_seller-uk_wayfair
United Kingdom

B1 or end buyer

Seller B2

Tax authority

Tax aut-HMRC

Treasury

Treasury

-120 + +20

+120 + -20

All taxes + WST

ALL + WST = NULL

Total
= Neutral
ity

Refunded Wayfair Tax

Purchaser's Bank

Seller's Bank

Balance of payments

In VAT environment the 'Wayfair Sale Tax' is the deductible Input VAT or Refunded US-GST paid inside the all payment in slide 18.