

Tax Strategy – Amari Metals Ltd

Last Review Date: December 2021

Tax Compliance

The principal approach to all tax matters is compliance. Amari Metals Ltd (“the group”) complies fully with all relevant statutory and regulatory obligations, ensuring the integrity of all tax disclosures and returns in a timely manner.

By observing all disclosure and reporting requirements, the group ensures all relevant tax returns and payments are submitted by due dates, with full documentation to support the calculations.

Board Oversight of Tax Matters

The Board recognises that operating within tax laws and compliance with tax filing and payment obligations, are a key area of its responsibility. Oversight and responsibility for tax matters on a day to day basis is delegated to the Finance Director of the group.

It is the Finance Director’s responsibility to ensure the tax strategy and underlying principles are implemented, and that the group is adhering to its responsibilities.

Key tax events are escalated to the Board, ensuring decisions are taken at an appropriate level, the Board is therefore appropriately engaged in the tax affairs of the business.

Tax Principles

The following principles provide the framework for the business to operate within whilst adhering to the tax strategy.

- **Transparency with tax authorities**

The group acts with integrity in all tax matters, operating with a policy of full transparency with HMRC by disclosing all relevant facts.

An open relationship with HMRC is paramount as the company values the trust which HMRC places in the business to correctly deliver taxes due.

The group seeks to further build on this relationship through proactive engagement and will refer to its HMRC Customer Compliance Manager for guidance on matters which need clarification.

- **Systems and controls in place to manage tax risk**

The group continually monitors amendments to tax law and practises, ensuring that operations remain consistent with the tax strategy. To assist the group, management engage with external advisers to provide technical expertise when necessary. This engagement, which includes a review of processes, systems and controls, takes place with the group finance team covering all operational and compliance matters.

- **Attitude to tax planning**

The group adopts a prudent and conservative approach to taxation, it does not engage in aggressive tax planning arrangements, artificial or otherwise. Given this approach to taxation, the group has been considered low risk by HMRC for a number of years and continues to be so following the most recent business risk review.

The group utilises tax reliefs and allowances available in the manner in which intended by the tax authorities and statute.

- **Risk Management and Governance**

The group's internal governance prescribes a low risk approach to all tax matters. Tax exposure is mitigated through strong financial controls and through technical advice sought to assess tax risks which need further expert consideration.

Taxation Types

The taxes listed below provide an overview of the main types of tax borne by, or collected by, the group:

- **Direct Taxes** - Corporation Tax, Pay As You Earn (PAYE), National Insurance, Business Rates, Stamp Duty Land Tax, Company Car Tax, Insurance Premium Tax (IPT)
- **Indirect Taxes** - Value Added Tax (VAT), Customer and Excise Duties