



REFORMING THE INTERNATIONAL TAXATION SYSTEM

Susana Ruiz

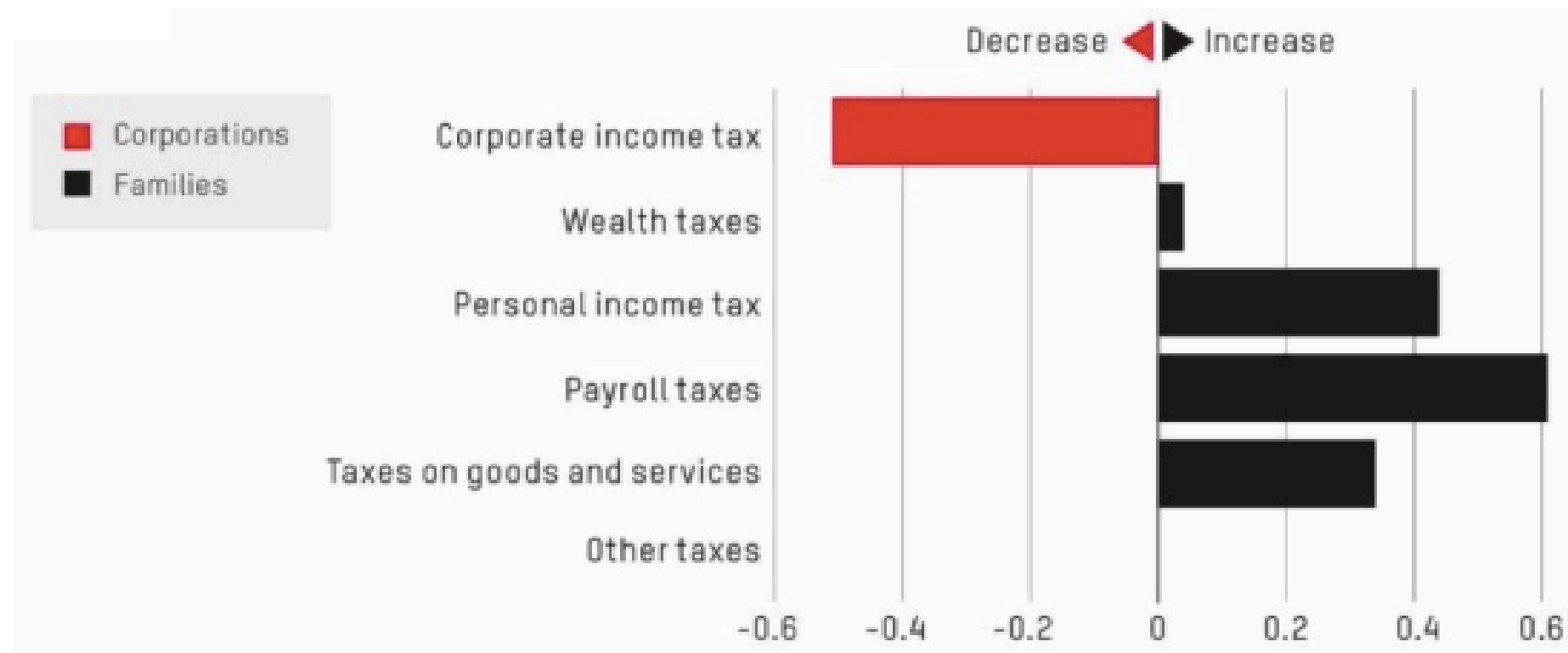
14th April 2014



OXFAM

The new tax paradigm: Corporates paying less, burden shifting to families

Figure 2: Tax revenue change 2007–2015 (%GDP)

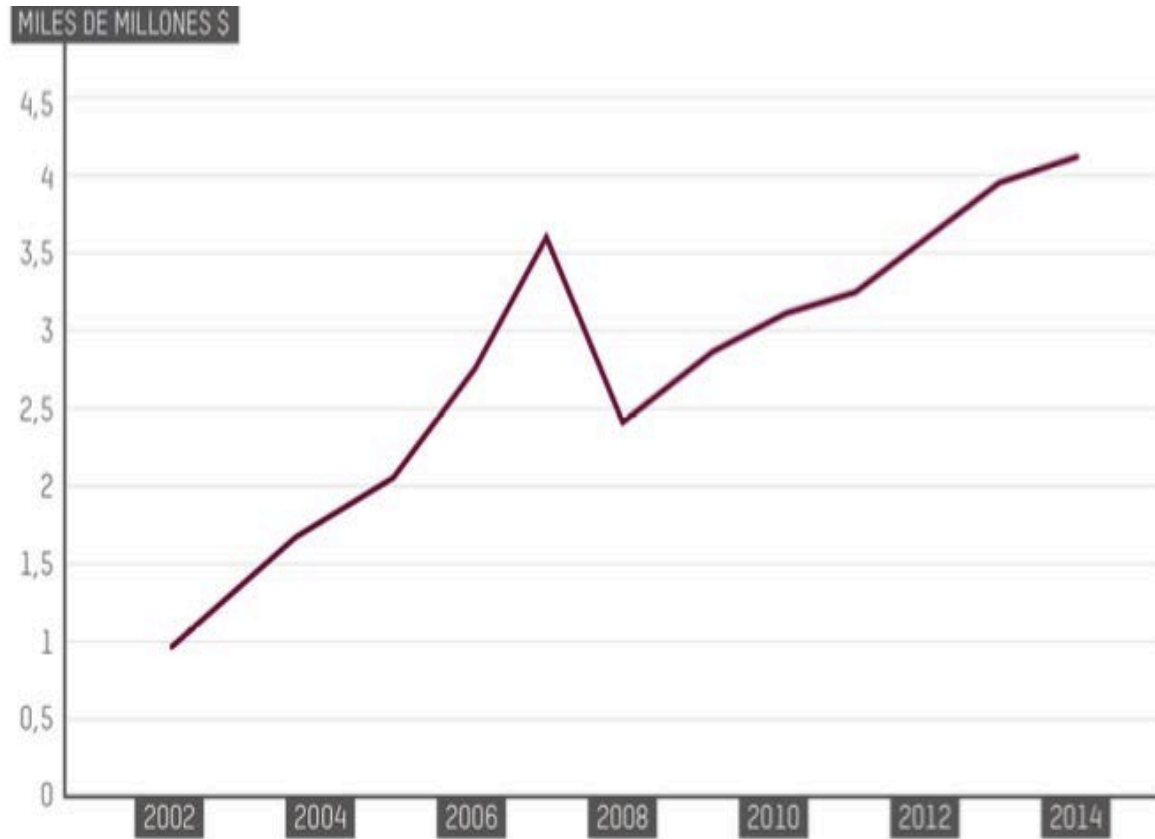


Oxfam calculations based on OECD data available for 35 OECD and 43 non-OECD countries (unweighted averages).¹¹³ Axis figures represent pp – percentage points of GDP.

A phantom economy?

Global FDI to offshore centers - 2000 to 2015

Source: IMF



- 8 major pass-through economies: (the Netherlands, Hong Kong, BVI, Bermuda, Cayman Islands, Ireland and Singapore) **host MORE THAN 85% of global investment** in special purpose entities, often set only for tax reasons



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New business model, old problems

Time for real solutions

Data is the new oil



- Tax challenges of digitalization not limited to specific business sectors
- **But** existing problems are exacerbated by digitalization
- Implementation of BEPS has left room for profit shifting and increased tax competition for real investment



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Time for a historic reform
One without the other will not make it

SHIFTING
TAXING
RIGHTS

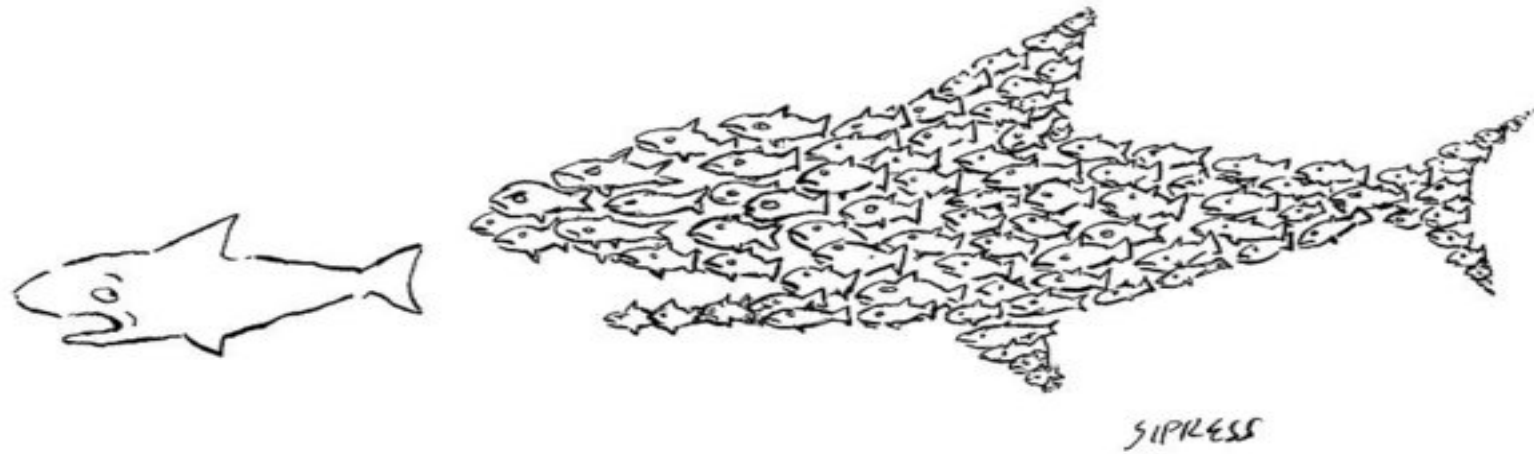
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MINIMUM
TAX
TBEP + IIR



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Developing Countries need to act Together



Thanks

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**WELCOME
TO TROPICO ISLAND**

- SUN
- SAND
- NO TAXES

TOP SECRET

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AFRICA'S BILLIONS
TAX HAVEN PROPERTY

