



# Direct Link Duty and Tax Calculator

In 2021 several regulatory changes will impact cross-border e-commerce, making the calculation of duties and taxes more pertinent than ever. To make these calculations as easy as possible Direct Link offer an API solution that swift and accurate calculates the duty rate, tax rate, duty payable and tax payable in the currency of the sending or receiving country. It performs real-time calculations of both duties and taxes applied by customs in the country where the recipient resides.

Duty and tax rates are applied on products during importation and vary from country to country. In addition, each country has its own de minimis level; the value at which imported goods attract duty and tax. All this the calculator helps you to manage simply and efficiently!

### Regulatory changes

The coming changes mean that EU and non-EU sellers will charge VAT at the point of sale for consignments up to €150. The new regulatory changes, valid from July 2021, in the European Union (EU) focus on:

- abolition of bulk low value customs clearance
- introduction of detailed/ enhanced VAT reporting in the Import One Stop Shop (IOSS)

The Import One Stop Shop (IOSS) is being introduced to assist with the reporting of VAT charged at the point of sale and makes the retailer, web shop or marketplace liable for the declaration and payment of VAT to the country of destination. The IOSS will facilitate a simplified way for non-EU sellers to account and handle VAT without having to register for VAT in every country where sellers are making sales to EU consumers.

### What do you as a customer need to do?

Everyone selling goods need to register with IOSS. Registration in the IOSS can take place in any one of the EU member countries, usually the country in which most of your business transactions are based.

Ensuring accurate declaration of goods descriptions, HS codes (The World Customs Organization's Harmonized System codes) and valuations for customs purposes, including in many cases, the applicable duties and taxes will be essential to make use of IOSS.

### Why use Direct Link's Duty and Tax Calculator?

- Remove the risks of e-retailer's / recipient headache of unexpected costs on imported goods
- Fast and easy using the API, a single call request by the API only takes between 100 and 500 milliseconds
- Provide recipients with full transparency (by adding Duty & Tax Calculation) from the outset to the check-out.
- Facilitates accurate currency conversion





## Key benefits and features:

- Efficiency Quick and simple product matching using an HS6 code and product description
- Accuracy Tax & duties are calculated based on postal delivery
- Flexibility Customers can use different units of weights or volumes depending on the market standard
- Speed API calls are fast with a throughput tested at 640 transactions a second or 55 million a day
- Service Direct Link's duty and tax solution reduces delivery times

Let us give you a hand in calculating Tax & Duties – we are good at what we do!

To find out more - talk to your local Direct Link representative.

