

Hyosung Advanced Materials Corp.

Tax Policy



Accounting Team

2024. 04. 08

HAMC diligently fulfills its social responsibility by faithfully paying taxes, returning the company's profits to society.

We recognize that compliance with tax laws and tax risk management is a core element that contributes to national finances and maximize benefits for customers and shareholders

01. COMPLIANCE WITH TAX LAWS

HAMC understands the tax laws of each country where it operates, as well as the intent behind these laws, and complies with them. We accurately calculate and timely pay the taxes owed.

For tax categories that require reporting through specialized agencies to ensure compliance with tax laws in each country, we submit reports through these specialized agencies. Moreover, we minimize tax risks by seeking advice from external tax professionals during significant business decisions to verify compliance with tax laws in each country before making decisions

02. ENSURING TRANSACTION TRANSPARENCY

HAMC ensures transaction transparency by disclosing relevant information to involved parties. We cooperate with tax authorities in each country to provide honest tax-related information, including tax audits and investigations, thereby building mutual trust.

03. INTERNATIONAL TRADE COMPLIANCE

HAMC does not engage in commercial transactions or tax structures that are commercially insubstantial, such as using tax havens for tax avoidance or transferring profits to countries with low tax rates.

We do not engage in cross-border income shifting or tax evasion using differences in national tax laws or flaws in international tax systems. Instead, we strive to ensure that the value created by conducting business activities in each country is properly taxed according to applicable laws.

04. COMPLIANCE WITH ARM'S LENGTH PRINCIPLE

HAMC determines transaction prices in accordance with the OECD Transfer Pricing Guidelines to prevent transfer pricing issues in transactions with foreign related parties.

To achieve this, transaction prices are calculated based on the 'arm's length principle' for transfer pricing policies and maintain business and investment structures that comply with it.

Additionally, we collaborate with external tax experts to prepare transfer pricing reports for transactions with foreign related parties and diligently manage compliance status.