



BROIDE & CO.  
Certified Public Accountants (Isr.)

## ***TAX PLANNING FOR 2011***

### ***TIME FOR ACTION!***

Dear Client,

With 2011 upon us, this is the time to do tax reviews and planning, and prepare forecasts for 2011. We strongly recommend you do so. We look forward to “coffeeing” with you soon.

This really is the time to stay on top of things!

1. Update us on your 2011 forecast – this may facilitate reduced interim payments (mikdamot) for Income Tax and Bituach Leumi.
2. Optimise (don't increase) expenses/deductions – these include:  
Local and foreign travel \* Gifts \* Entertainment \* Advertising \* Depreciation (on assets) \* Finance Charges \* Professional Fees \* Management Charges (investments) \* Various others (incl. inventory valuation in these times) – all within the legal parameters.
3. Review entity structure re tax (and cost) efficiency (corporate, individual, partnership, trust, foreign).
4. Company dividend strategy should be reviewed, where relevant.
5. Taxes to be withheld at source from office/business rental, and certain other expenses, unless landlord/supplier has provided exemption or reduced tax certificate.
6. Help us expedite your 2010 tax return, particularly where there is an expectation of an Income Tax and/or Bituach Leumi refund.
7. Give thought to possible set-off of capital losses on securities against dividend and interest income on securities (in same year).
8. There should be appropriate planning for reducing/limiting Bituach Leumi payments.

**These tips have been prepared for information purposes only. Whilst every care has been taken in compilation, no responsibility can be accepted for inaccuracies or errors. Changes in the Law or practice occur periodically; It is recommended that specific professional advice be sought before any action is taken.**

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