

**Australian Tax Transparency Disclosures for the income year ended 31 December 2013**

**Coca-Cola Amatil Limited Australian Tax Consolidated Group**

As disclosed in our Annual Report Coca-Cola Amatil Limited (“CCA”) is an Australian publicly listed company operating in the following geographic regions – Australia, New Zealand, Fiji, Indonesia, PNG and Samoa. Our principle activities are:-

- The manufacture, distribution and marketing of carbonated soft drinks, still and mineral waters, fruit juices, coffee and other alcohol-free beverages
- The processing and marketing of fruits, vegetables and other food products; and
- The manufacture and distribution of alcohol ready to drink products, and the distribution of premium spirits and beer brands.

During December 2015 the Australian Taxation Office will be required to publish Australian tax information extracted from CCA’s Australian Tax Consolidated Group (“ATCG”) income tax return for the year ended 31 December 2013. As CCA is not currently required to report information at this level we have provided some additional information to assist with any questions which may arise from its disclosure.

CCA is committed to achieving the highest standards in the areas of corporate governance and business conduct. CCA manages its tax responsibilities in all of the jurisdictions in which it operates in line with this commitment to ensure that it meets all of its obligations. CCA takes pride in seeking to ensure that it is regarded as a good corporate citizen in relation to tax matters. The ATO acknowledges that CCA maintains a cooperative and open relationship them. The income tax return containing the numbers being disclosed was lodged with the ATO in July 2014.

**Information being disclosed by the ATO**

Name	COCA-COLA AMATIL LIMITED
ABN	26004139397
Total Income	\$3,782,532,580
Taxable/ net income or (loss)	\$438,490,851
Tax Payable	\$123,210,301

**Comparison of information now being disclosed to disclosures in CCA’s annual report**

As an Australian listed public company CCA is required to prepare and lodge financial statements and make other disclosures in accordance with the Corporations Act. The information reported in the annual report, including tax information, is reported at a consolidated group level which includes all of CCA’s Australian and international subsidiaries. Detailed Australian specific financial and tax information is not disclosed. There are some limited Australian specific disclosures in Note 35 of the 2013 Annual Report. The numbers reported are from the CCA ATCG’s income tax return which has been prepared in accordance with the Income Tax Assessment Act which requires disclosures and calculations which are not required by the Corporations Act.

### **Putting the numbers in context**

The total income number published by the ATO represents gross revenue before any expenses are deducted. Therefore the tax payable amount disclosed cannot be compared against Total Income as the amount of expenses a company incurs in producing that income has to be taken into account. In the 2013 year total amounts expensed were \$3,645.0 million resulting in a net profit for accounting purposes before tax expense of \$137.5 million. The main components of the total expense value comprise cost of goods sold, non-production related labour, depreciation and interest expense.

Under Australia's income tax laws, companies pay tax on taxable income which can vary significantly from accounting profit. In 2013 CCA's taxable income was \$438.5 million as disclosed by the ATO. This amount is significantly higher than the accounting profit of \$137.5 million as some large expenses were not deductible for tax purposes.

While the actual tax payable in 2013 was almost as much as the accounting profit, to give a clearer picture of the underlying tax rate CCA paid, if the impact of these one off expenses were adjusted for, CCA had a tax rate in 2013 in Australia which was more in line with the overall CCA Group Effective Tax Rate before significant items of 28.9%.

Further guidance in relation to the transparency measures can be found [here](#).