

## STATUTORY ACCOUNT OUTSOURCING SERVICES

*Why should you consider outsourcing your Statutory Account Management activities? Because it is a variable demand and cyclical activity that requires highly specialized resources to manage a complex, ever-changing regulatory environment.*

Whether you have a severely stretched accounting team or you are struggling to keep pace with an ever-changing regulatory environment, maintaining an accurate set of statutory accounts and filing the necessary statutory financial statements on a timely basis can be overwhelming. Maintaining statutory account filings requires the knowledge of accounting guidelines in countries around the globe and an understanding of the differences between international and local accounting standards. Keeping current on these regulations and addressing the tax and consolidated reporting impacts can be time-consuming, and you may find it difficult to get to the right answer!

MorganFranklin's Statutory Account Outsourcing Services provide expert resources that meet your organization's statutory filing requirements while allowing your accounting teams to focus on their daily activities and other strategic objectives. Our resources specialize in the ever-changing regulatory environment while also containing costs associated with this variable demand work stream. Many businesses try to accomplish statutory filings and related audits as a secondary focus or during downtime. However, this tends to extend the statutory account timeline, increase auditor fees and risks with non-compliance penalties and delayed tax filings, and result in prior period misstatements that may have otherwise been prevented if statutory accounts had been maintained in a timely manner.

MorganFranklin's Statutory Account Outsourcing Services include:

- Maintenance of statutory set of books
- Preparation of financial statements for statutory filings
- Coordination with auditors for statutory filings
- Coordination with local tax personnel to facilitate tax accruals and tax filings
- Communication and preparation of any required accounting entries to be passed on to corporate ledgers
- Identification of process improvements within accounting and finance operations

### **OUTSOURCE YOUR STATUTORY ACCOUNT FILING TO MORGANFRANKLIN**

MorganFranklin will address all of your statutory account filing needs and add value to your organization by:

- Reducing the risk of prior period misstatements.
- Ensuring appropriate accounting treatment of transactions.
- Allowing your accounting and finance teams to focus on their daily activities and important strategic objectives.
- Ensuring timely filing of your statutory accounts.
- Decreasing audit fees as a result of a more efficient external audit.

### *We Know the High Value Implications of Our Work:*

- Decrease cost of statutory account management, including audit fees
- Eliminate redundant legal entities, increasing efficiency across your organization
- Reduce risk of prior period financial misstatements
- Improve process efficiencies
- Enable strategic resource deployment
- Address technical accounting issues

- Maintaining efficient and well-documented statutory filing books and records.
- Identifying issues with intercompany trading models, which will help the company appropriately size FAS 109 provisions and take corrective action on intercompany transactions.

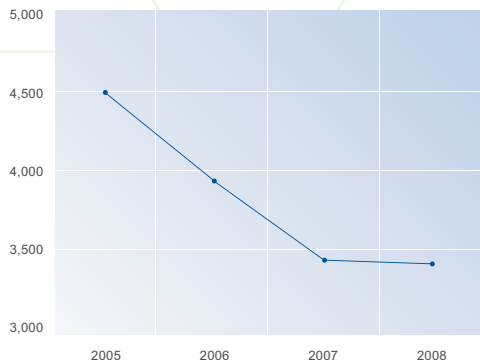
In addition to providing you with highly specialized resources to meet your statutory account management needs, MorganFranklin's Statutory Account Outsourcing Services will help your organization save costs in the long run by:

- Controlling audit fees by effectively managing statutory audits.
- Reducing the number of man hours spent on statutory accounts. For example, MorganFranklin's Statutory Account Outsourcing Services helped one client reduce man hours incurred by nearly 25 percent over a four-year period.
- Identifying redundant legal entities in countries around the world that could be rationalized, and taking the necessary steps to consolidate or liquidate those legal entities. At one of our clients, the number of legal entities was reduced from 50 to 14 over a four-year period. Removing extraneous legal entities not only reduces your cost of compliance, but will also lower your organization's risk profile as you lessen your worldwide risk exposure by having a more tightly controlled group of entities.

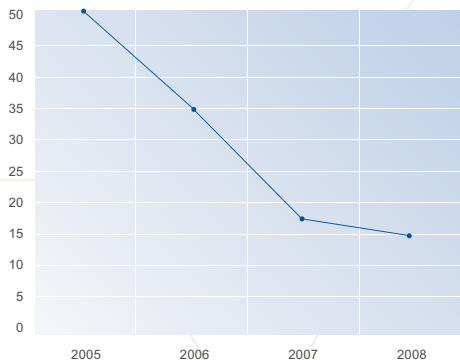
**CHOOSE MORGANFRANKLIN**

MorganFranklin is a single source for all financial, management, and technology support with a proven track record leading time sensitive and technically intense initiatives. We bring together individuals with government contracting, operations, and Big 4 experience including an average of 20 years experience at manager and higher staff levels. Our teams carry certifications and degrees such as CPA, CIA, CISA, MBA, and PMP just to name a few. Our ability to tap diverse expertise in-house allows us to proactively manage your requirements and quickly address issues that could impact your compliance, efficiency or profitability. Count on MorganFranklin to bring extensive experience, diverse perspectives, determination and competitive rates to meet all of your financial and information technology needs.

**MAN HOURS**



**NUMBER OF LEGAL ENTITIES**



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