

**FY2017 Tax Calculation of ON Semiconductor Slovakia, a.s.**


ver. 22.06.2018

Source: General ledger as at: 31.12.2017

Tab. F r. 1	<b>Total revenues</b>	16 231 152,64
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Tab. F r. 2	<b>Total costs</b>	15 275 223,74
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r. 100	<b>Accounting profit (+) / loss (-) based on GL</b>	<b>955 928,90</b>
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**Items increasing the tax base**

Row of tax return	Account	Description	Amount
Tab. A r. 3	50140	We understand that Company does not keep proper records on fuel consumption in the Company. Due to this fact, the entire amount of fuel expenses represents tax non-deductible costs.	38 774,91
Tab. A r. 16	51870	Technical improvement expenses are considered tax nondeductible and should be included in the tax base through the tax depreciation. Therefore, the identified one-off expense in the amount of EUR 8 268,34 represents tax non-deductible item.	8 268,34
r. 150	55120 55140 55142 55143 55145	<p>We understand that the Company decided to interrupt tax depreciation of fixed tangible assets (with acquisition price higher than EUR 1,700) in 2017. Therefore, the difference between higher accounting depreciation of fixed assets and zero tax depreciation of tangible fixed assets amounting EUR 344 223,79 represents the item increasing Company's tax base in 2017.</p> <p>Depreciation of low value fixed assets in the amount of EUR 0 and intangible assets in the total amount of EUR 2 891,21 were treated as tax deductible expenses (up to maximal amount of respective accounting depreciation) as no interruption of tax depreciation is possible for these categories of assets.</p>	344 223,79
Tab. A r. 6	51310	Representation costs are treated as tax non-deductible expenses in the full amount.	124 665,07
Tab. A r. 8	54310	Donations given by the Company are treated as tax non-deductible costs in the full amount.	2 700,00
Tab. A r. 10	32310 45910	Creation of accruals for items (bonuses, unbilled supplies, travel expenses, cleaning and security services, etc.) which are treated in 2017 as tax non-deductible are items increasing the Company's tax base.	614 535,95
Tab. A r. 16	54410	Contractual fines and penalties are treated as tax non-deductible expenses.	4,50
r. 180	51870	The loss from services relating the distribution of meal in own canteen is tax deductible only to 55%. Therefore, we treated 45% of total costs decreased by total revenues generated from canteen amounting EUR 9 193,59 as tax non-deductible.	9 193,59
r. 200	<b>TOTAL</b>		<b>1 142 366,15</b>

Items decreasing the tax base			
Row of tax return	Account	Description	Amount
r. 290	54120 55170	Difference between a higher tax residual value and a lower net book value regarding fixed assets sold or liquidated represents the item decreasing the tax base..	25 133,04
r. 270	51860	We understand that the Company has paid for certain services (data, telephone, insurance), billed together with the lease of premises by the lessor, after the end of taxable period 2016 in the total amount of EUR 1 845,41. Therefore, this item were treated as an item increasing the tax base in taxable period 2016. In taxable period 2017 this amount decreases the tax base.	1 845,41
r. 290	32310 45910	Release of accruals treated as tax non-deductible in previous tax periods represents item decreasing the Company's tax base.	1 065 662,49
r. 290	64810	Release of a state grant for acquisition of the long-term assets againsts the recognized taxable income is be excluded from tax base because of interrupted tax depreciation in the current taxable period.	10 870,91
r. 290		Release of provisions to fixed tangible assets treated as tax non-deductible in previous tax periods represents item decreasing the Company's tax base.	3 119,73
<b>r. 300</b>	<b>TOTAL</b>		<b>1 106 631,58</b>
r. 310		Tax base (+)/tax loss (-)	991 663,47
r. 320		Part of the tax base/tax loss belonging to the partners	0,00
r. 330		Total sum of exempted income subject to taxation in abroad and tax loss	0,00
<b>r. 400</b>	<b>Tax base (+)/tax loss (-)</b>		<b>991 663,47</b>
<b>r. 410</b>	<b>Tax loss deduction</b>		<b>-991 663,47</b>
<b>r. 500</b>	<b>Adjusted tax base (r. 400 - r. 410)</b>		<b>0,00</b>
<b>r. 510</b>	<b>Tax rate</b>		<b>0,21</b>
<b>r. 800</b>	<b>Tax liability (rounded down to EUR cents)</b>		<b>0,00</b>
r. 810		Potential tax licence - Art. 46b (2), (3), (6)	2 880,00
		Tax licence or tax liability	2 880,00
r. 920		Tax licence from the preceding tax periods to be credited in the current tax period	0,00
<b>r. 1000</b>	<b>Tax liability after credit of tax licence</b>		<b>2 880,00</b>
r. 1010		Tax prepayments paid in the taxation period - Art. 42 (until the deadline for filing the CITR)	0,00
r. 1020		Withholding tax treated as tax guarantee - Art. 44	0,00
r. 1030		Withholding tax treated as tax prepayment - Art. 43 (6),(7)	0,00
<b>r. 1040</b>	<b>Total tax advances</b>		<b>0,00</b>
<b>r. 1100/r. 1101</b>	<b>Tax due (+) or Tax overpayment (-):</b>		<b>2 880,00</b>
<b>r. 1110</b>	<b>Tax for purposes of tax prepayments acc. Art. 42</b>		<b>0,00</b>
		Monthly FY2018 CIT advance payments	-
		Quarterly FY2018 CIT advance payments	-