



# MD<sup>3</sup>™ FORM VALIDATION SOFTWARE

Compliance Technologies International LLP

# W-8 W-9

## Validation Made Easy

MD<sup>3</sup>™—“Mandatory Document Due Diligence”—is a tax form validation solution. U.S. Withholding Agents and Qualified Intermediaries can use this software to validate U.S. tax Forms W-8 and W-9 and KYC documentation as required by the mandatory due diligence rules in IRC Section 1441 and the regulations thereunder. MD<sup>3</sup>™ streamlines and simplifies the validation process by applying up-to-date IRS rules and regulations, thereby ensuring proper compliance, minimizing the potential for error and saving time and money. Eight of the largest financial institutions in the world and many multi-national companies have used MD<sup>3</sup> since its release in 2000.

### Simple. Accurate. Fast.

MD<sup>3</sup>™ distills the complex validation process for Forms W-8, W-9 and KYC documents into a series of simple “yes” or “no” questions that the Withholding Agent answers based on the information from the applicable tax form, documentary evidence or KYC documentation, if available, and the Withholding Agent’s books and records.

MD<sup>3</sup>™ maintains an audit trail of the validation history (including questions asked and answered). MD<sup>3</sup>™ archives validation results and form expiration dates, which the Withholding Agent can retrieve for re-solicitations, tax and management reports, and IRS audits.

MD<sup>3</sup>™ incorporates the most up-to-date changes in IRS regulations and provides a thorough tax document review of Forms W-8, W-9 and KYC documentation that complies with the IRS Regulations. The process of validating Forms W-8, W-9 and KYC documentation is simplified to reduce validation time and cost.

## The Validation Tool You Need

- Enhance Business Continuity. MD<sup>3</sup>™ promotes business continuity by ensuring that all Withholding Agents employ the most recent tax rules and regulations. Company-wide use of the software eliminates the potential for error in the application of IRS rules and regulations to the validation process.
- Reduce Training Time. MD<sup>3</sup>™ software applies the most recent versions of IRS rules and regulations, reducing the amount of time Withholding Agents spend doing research and enabling them to process more forms with less training, saving your firm time and money.
- Centralize Reports. All Withholding Agents, particularly those that typically process tax forms in multiple systems, would benefit from using MD<sup>3</sup>™ as the single point of contact for generating and retrieving reports.

CTI clients say that an investment in the MD<sup>3</sup>™ application pays for itself within the first year. Let CTI show you how MD<sup>3</sup>™ can reduce your costs and improve your compliance with the 1441 regulations.

CTI is the leader in cutting edge global tax technology, consulting, and outsourcing services specializing in information withholding and reporting. Years of practice and experience have contributed to our long standing and solid relationships with worldwide financial institutions, multi-national corporations, tax authorities, and governments.

For more information on MD<sup>3</sup>™, or any other products in the 1441 Compliance System™, please call us at 202 783-1553 or visit us on the web at [www.cticompliance.com](http://www.cticompliance.com)

### 1441 COMPLIANCE SYSTEM™

