

# MiKaDiv

## Our solutions to comply with the new regulations from 1 January 2026

The AbzStEntModGesetz (Act to Modernise the Relief from Withholding Tax and the Certification of Capital Gains Tax - Abzugsteuerentlastungsmodernisierungsgesetz) regulates digital reclaim of withholding tax in the German market. Some of the changes in the AbzStEntModGesetz relate to the MiKaDiv (Reporting Procedure for Capital Gains Tax on Dividends and Depository Certificates) procedure, which is being introduced as a digital reporting procedure for income from dividends and as a supplement to the existing tax certification process. The changes in the German tax legislation have an impact on all stakeholders.

### MiKaDiv in a nutshell

- New regulations come into force on **1 January 2026**
- The **payment chain is the same** as for the current tax certification process
- Notifications are required for both **tax residents and tax non-residents**
- There are **different report types** (individual or summarised reports).  
Also, replacement and correction reports gain in importance.
- The result of MiKaDiv reporting will be an **order number**, which will be required from 2026 for the reclaim process for all income from Germany
- The **liability** for issuers of German capital gains tax certificates **will be tightened**.



### Challenges

Lack of technical specifications on behalf of the German Tax authority (BZSt) for the transmission formats and processes of the depositories can lead to a variety of delivery formats.

# Mandatory information

## TYPES OF ESSENTIAL CONTENT DATA

### CUSTOMER DATA

Information about beneficial owner(s) and custody account number. Also information on trustee and usufruct

### SECURITIES INFORMATION

Capital revenue and number of securities

### HOLDINGS AND TRANSACTIONS

Information about number of securities at payment date and acquisitions and disposals 1 year before and 45 days after dividend payment. Settlement information needs to be provided

### COMPLETE CUSTODY CHAIN

Information about each financial institution in the payment chain, with LEI and holdings on each custody account

### DEPOSITARY RECEIPTS

ISIN of deposited securities and subscription ratio

## TYPES OF REPORTS

### DOMESTIC TAXPAYERS

Digital reporting of additional information and tax certificates with additional information

### NON-DOMESTIC TAXPAYERS

Digital reporting instead of tax certificate

### NOTIFICATION OF UNISSUED TAX CERTIFICATE OR NOT EXECUTED REPORTS

### FOR OMNIBUS ACCOUNTS: EXEMPTION REPORT

Report indicating either no tax deduction or an incomplete tax deduction

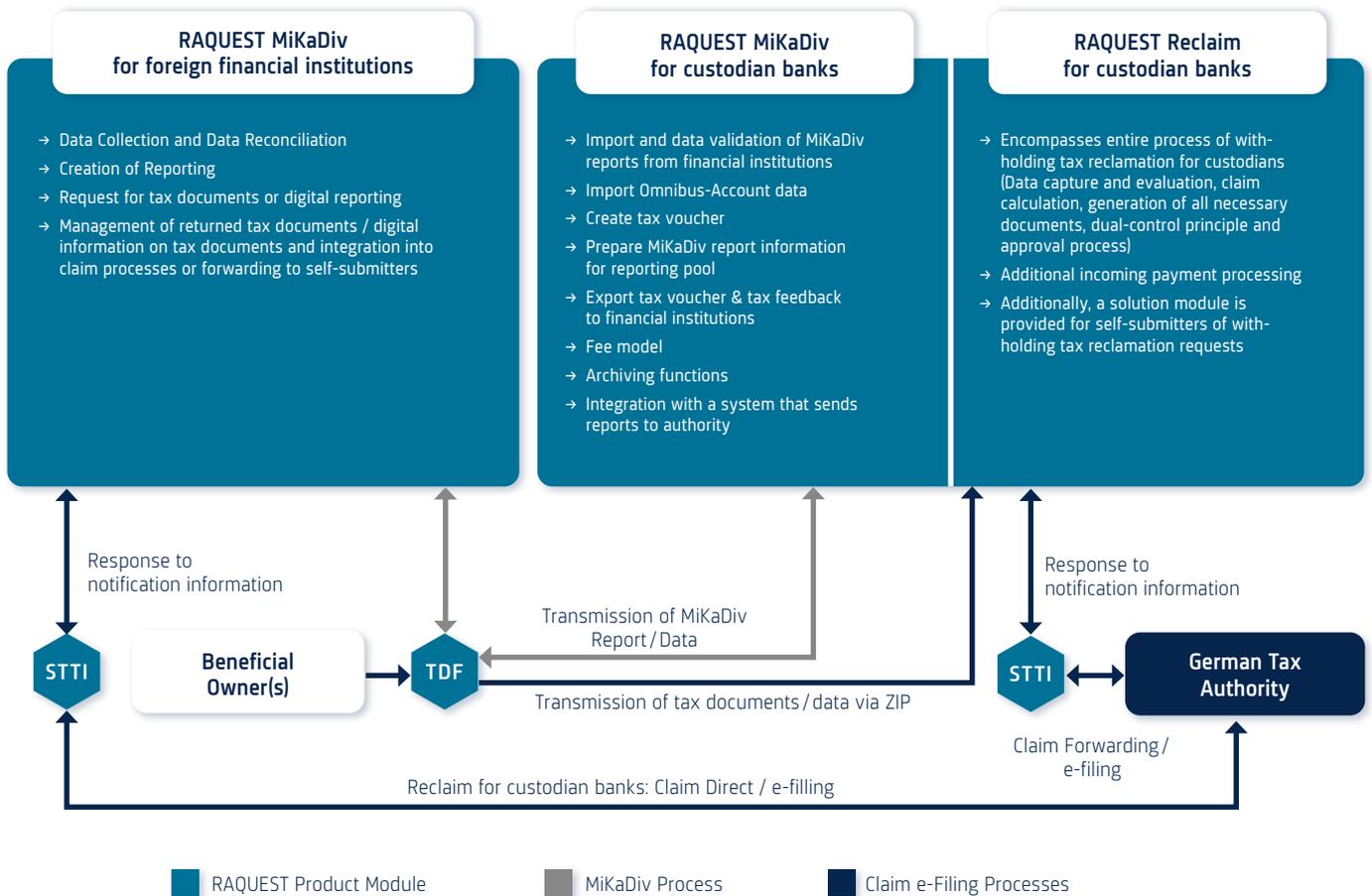
### AGGREGATED REPORTS

Aggregated by securities and custodian accounts

## Our modular MiKaDiv solutions

The modular extension of the RAQUEST standard software enables domestic and foreign financial institutions to provide essential documents and data for the required MiKaDiv reporting and, in the case of foreign financial institutions, to transmit these to German custodians. Necessary data, such as order numbers, can also be received.

## Custom-tailored MiKaDiv solutions



## Benefits

Save internal development costs and valuable resources and opt for our market-proven solution.

- + Thanks to the integration and enhancements to the RAQUEST standard software, the regular reclaim process can also take place in a single system (single source of truth) in addition to MiKaDiv reporting
- + The solutions are suitable for foreign financial institutions and domestic custodians
- + A digital application module for the German market is in development and will be available for the creation of applications from Q4 2024

## RAQUEST simplifies the reporting process for custodians

- Expansion of the import interfaces, including more information on loans, trusts, and usufruct as well as the generation of requirements for custodians
- Processing of feedback from custodians (order numbers and tax certificates) that support our standard format
- Integration into the application process
- Support for self-submission

## RAQUEST – Your implementation partner for MiKaDiv

Our success is based on the synergy of in-depth knowledge and a co-operative approach with our customers in the development of software solutions for a connected financial industry.

- RAQUEST supports the standardisation of interfaces amongst the parties involved
- RAQUEST has actively formed expert groups with clients and participated in specialised user groups with tax authorities
- With the entry into force of AbzStEntModG, the RAQUEST experts have been engaged in the elaboration of requirements and specifications of the new reporting procedure
- RAQUEST maintains a constant exchange of information with all stakeholders involved in order to participate directly in the design of the framework and the process



### RAQUEST GmbH – Part of Halvotec Group

The FinTech with offices in Germany and Switzerland is the market leader with its software solution for banks in continental Europe and has over 15 years of experience in withholding tax. RAQUEST helps the financial industry to handle withholding tax easier by simplifying and automating the entire withholding tax processing for banks. For this, the RAQUEST team combines extensive withholding tax expertise with passion for efficient software solutions to provide financial institutions with a central platform for reclaiming European withholding tax in all investment markets.