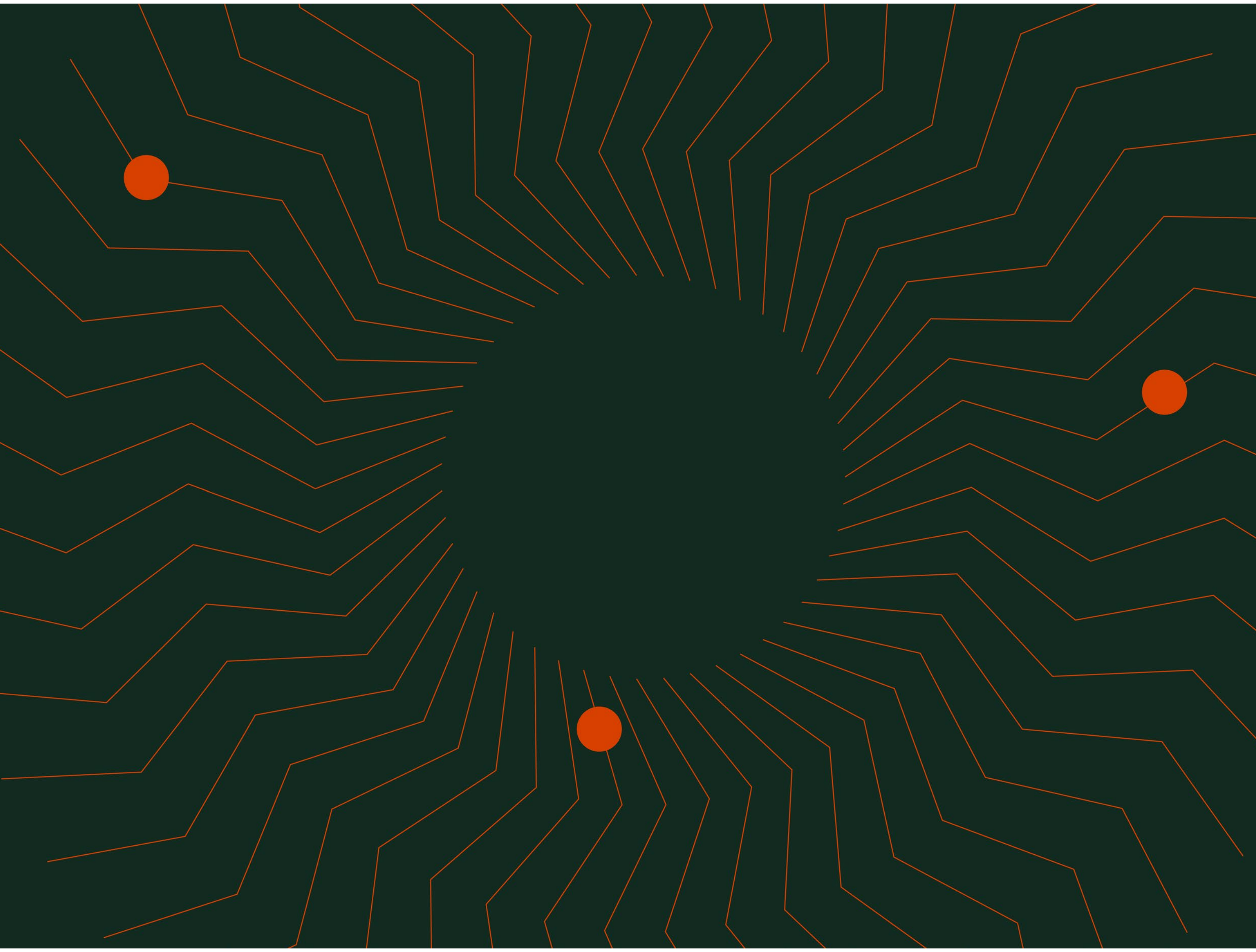
Enterprise Cloud Determination

Brazil Tax Reform Guide

BR Content Team Version 1.6.0.0

2026/2027



INTRODUCTION
Welcome to ONESOURCE Determination Enterprise Content Guide
For 2026 and 2027

This guide is intended to orient and guide our ONESOURCE Enterprise Cloud Determination ('Determination") customers using Determination for Brazil through the main product enhancements introduced in response to the Brazilian Tax Reform legislation for the initial years of the transition period, 2026 and 2027.

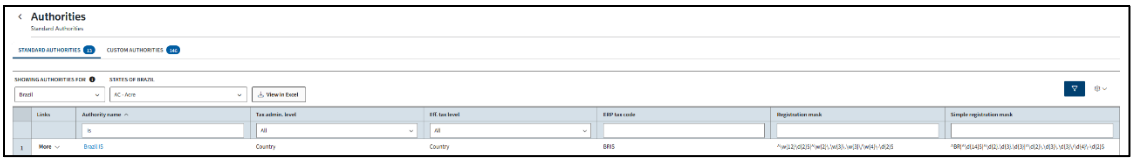
It is important to highlight that 2027 will not be a test year. Therefore, the product updates described in this guide are designed to support customers in preparing and operating under the applicable Tax Reform requirements during the transition period.

1 – BR Tax Reform - Authorities

The CBS and IS Authority for federal **CBS** (Contribution on Goods and Services), **IS** (Selective Tax) and IBS Authority for **IBS** (state and municipal) taxes were introduced into Brazil's tax system. Determination has incorporated these tax authorities, as demonstrated below.

a) Federal CBS

b) Federal IS



c) **State IBS**

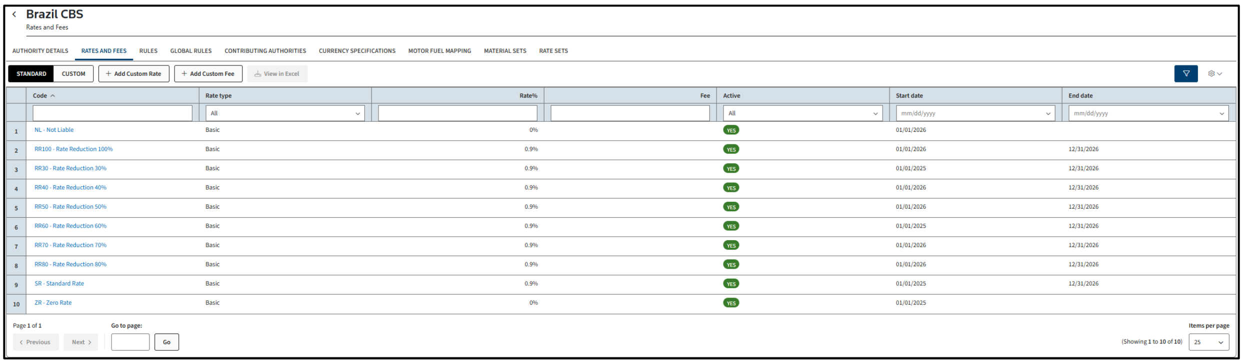
d) **City IBS**

These authorities enable customers to start configuring, validating, and preparing their tax determination processes in alignment with the Tax Reform framework. While 2026 is considered a test year, it is important to emphasize that 2027 will no longer be a test year, requiring customers to be ready to operate under the applicable transition rules and compliance requirements. As demonstrated below, Determination has incorporated these tax authorities to support this preparation.

1.2 - CBS and IBS Rates

Rates for CBS and IBS have been incorporated by Determination. These rates enhance Determination's compliance with Brazil's Tax Reform requirements during the initial transition period, enabling customers to prepare their processes for the applicable rules in 2026 and 2027. It is important to emphasize that, pursuant to Article 18 of LC 214/2025, the reference tax rates will be established by a resolution of the Senate. Therefore, we continue to monitor the legislation on an ongoing basis, and updates will continue to be made as new definitions are published.

a) Federal CBS – Rates



Brazil CBS

Rates and Fees

AUTHORITY DETAILS | RATES AND FEES | RULES | GLOBAL RULES | CONTRIBUTING AUTHORITIES | CURRENCY SPECIFICATIONS | MOTOR FUEL MAPPING | MATERIAL SETS | RATE SETS

	Code	Rate type	Rate%	Fee	Active	Start date	End date
1	NL - Not Liable	Basic	0%		YES	01/01/2026	
2	RR100 - Rate Reduction 100%	Basic	0.9%		YES	01/01/2026	12/31/2026
3	RR30 - Rate Reduction 30%	Basic	0.9%		YES	01/01/2025	12/31/2026
4	RR40 - Rate Reduction 40%	Basic	0.9%		YES	01/01/2026	12/31/2026
5	RR50 - Rate Reduction 50%	Basic	0.9%		YES	01/01/2026	12/31/2026
6	RR60 - Rate Reduction 60%	Basic	0.9%		YES	01/01/2025	12/31/2026
7	RR70 - Rate Reduction 70%	Basic	0.9%		YES	01/01/2026	12/31/2026
8	RR80 - Rate Reduction 80%	Basic	0.9%		YES	01/01/2026	12/31/2026
9	SR - Standard Rate	Basic	0.9%		YES	01/01/2025	12/31/2026
10	ZR - Zero Rate	Basic	0%		YES	01/01/2025	

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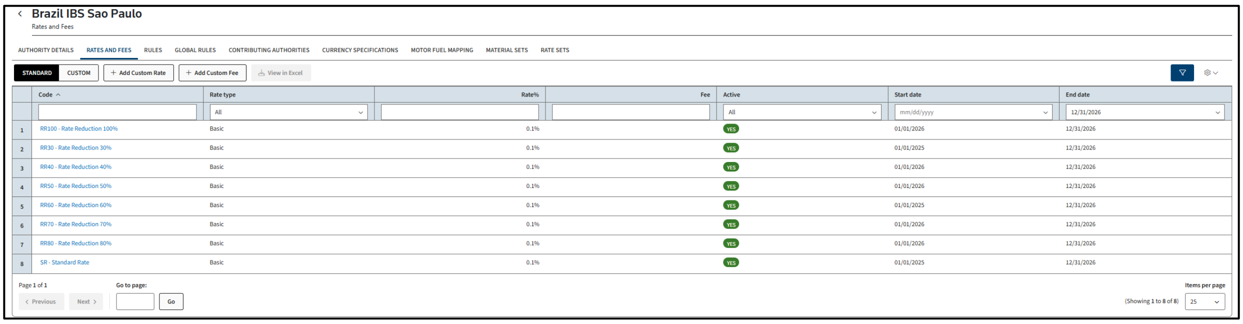
We are awaiting the publication of the Senate resolution that will define the applicable tax rate for 2027

b) Federal IS

We are monitoring legislation for future content update.

c) State IBS

a. For 2026



Brazil IBS Sao Paulo

Rates and Fees

AUTHORITY DETAILS | RATES AND FEES | RULES | GLOBAL RULES | CONTRIBUTING AUTHORITIES | CURRENCY SPECIFICATIONS | MOTOR FUEL MAPPING | MATERIAL SETS | RATE SETS

	Code	Rate type	Rate%	Fee	Active	Start date	End date
1	RR100 - Rate Reduction 100%	Basic	0.1%		YES	01/01/2026	12/31/2026
2	RR30 - Rate Reduction 30%	Basic	0.1%		YES	01/01/2025	12/31/2026
3	RR40 - Rate Reduction 40%	Basic	0.1%		YES	01/01/2026	12/31/2026
4	RR50 - Rate Reduction 50%	Basic	0.1%		YES	01/01/2026	12/31/2026
5	RR60 - Rate Reduction 60%	Basic	0.1%		YES	01/01/2025	12/31/2026
6	RR70 - Rate Reduction 70%	Basic	0.1%		YES	01/01/2026	12/31/2026
7	RR80 - Rate Reduction 80%	Basic	0.1%		YES	01/01/2026	12/31/2026
8	SR - Standard Rate	Basic	0.1%		YES	01/01/2025	12/31/2026

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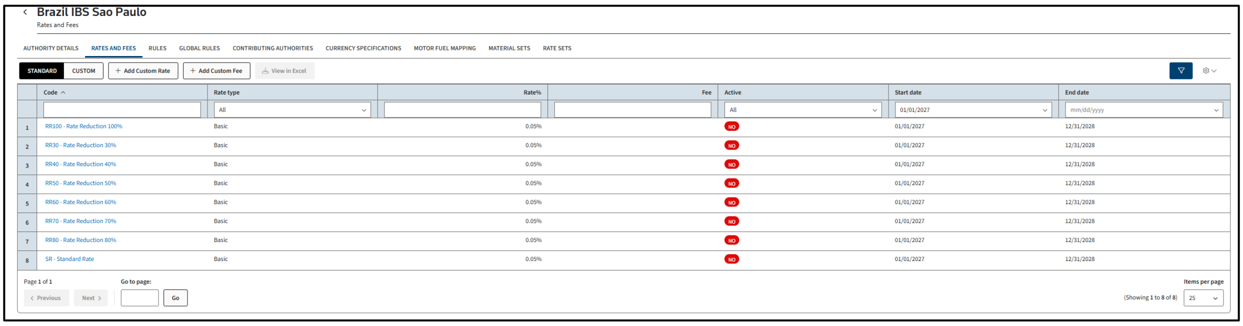
b. For 2027



Brazil IBS Sao Paulo

Rates and Fees

AUTHORITY DETAILS | RATES AND FEES | RULES | GLOBAL RULES | CONTRIBUTING AUTHORITIES | CURRENCY SPECIFICATIONS | MOTOR FUEL MAPPING | MATERIAL SETS | RATE SETS

	Code	Rate type	Rate%	Fee	Active	Start date	End date
1	RR100 - Rate Reduction 100%	Basic	0.05%		NO	01/01/2027	12/31/2028
2	RR30 - Rate Reduction 30%	Basic	0.05%		NO	01/01/2027	12/31/2028
3	RR40 - Rate Reduction 40%	Basic	0.05%		NO	01/01/2027	12/31/2028
4	RR50 - Rate Reduction 50%	Basic	0.05%		NO	01/01/2027	12/31/2028
5	RR60 - Rate Reduction 60%	Basic	0.05%		NO	01/01/2027	12/31/2028
6	RR70 - Rate Reduction 70%	Basic	0.05%		NO	01/01/2027	12/31/2028
7	RR80 - Rate Reduction 80%	Basic	0.05%		NO	01/01/2027	12/31/2028
8	SR - Standard Rate	Basic	0.05%		NO	01/01/2027	12/31/2028

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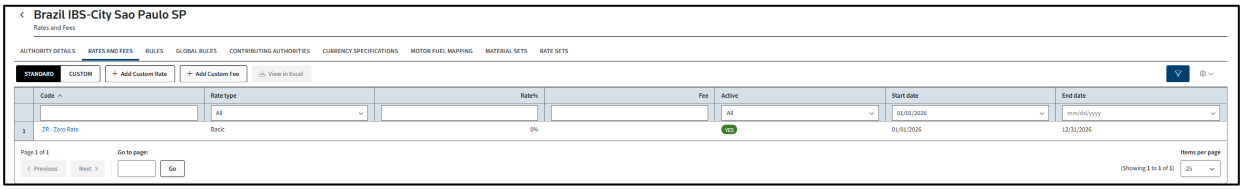
d) City IBS

a. For 2026



Brazil IBS-City Sao Paulo SP

Rates and Fees

AUTHORITY DETAILS | RATES AND FEES | RULES | GLOBAL RULES | CONTRIBUTING AUTHORITIES | CURRENCY SPECIFICATIONS | MOTOR FUEL MAPPING | MATERIAL SETS | RATE SETS

	Code	Rate type	Rate%	Fee	Active	Start date	End date
1	ZR - Zero Rate	Basic	0%		YES	01/01/2026	12/31/2026

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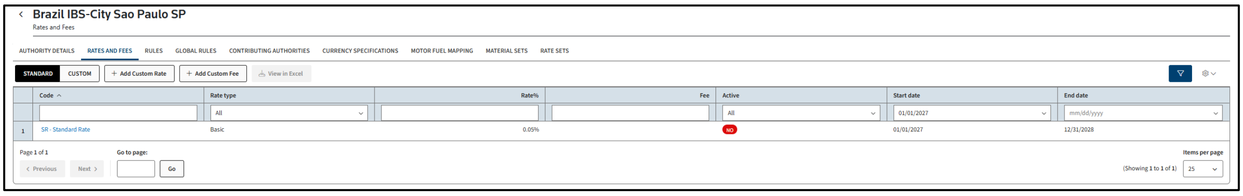
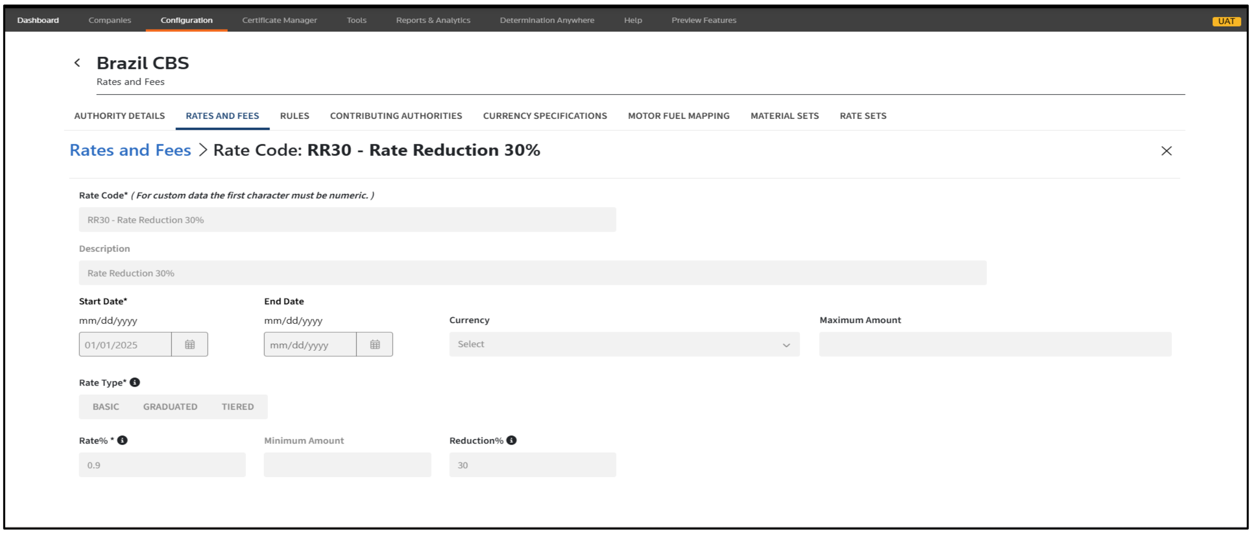
b. For 2027



1.3 - New Field

The Reduction Rate field was introduced to address legal requirements of Brazil's Tax Reform legislation. This field enables the registration of percentage reductions applicable to Federal CBS and State and City IBS. Please see below the details of this introduction in Determination.



2 - Practical Examples

2.1 - Products – Full Rates - 2026

The following scenario shows an example of the authorities (Brazil CBS, Brazil IBS Amazonas, and Brazil IBS City Manaus) with the application of the full tax rate in compliance with Brazil's Tax Reform:

Transaction: Interstate

Document effective date: 01/01/2026

Ship FROM: Sao Paulo-SP / Ship TO: Manaus-AM

SCENARIO DETAILS | RESULTS | XML

	Total Amount		Gross Amount	Effective%		Exempt Amount		Tax Amount
— Line 1	BRL	1,008.38	BRL 1,000.00	17.0880	BRL	0.00	BRL	170.88

CALCULATION BREAKDOWN | AUTHORITY MESSAGES | SYSTEM MESSAGES

Zone	Authority	Invoice Description	Type	Dir	TT	IT	Fee	Rate%		Tax Amount
Province: SAO PAULO	Brazil ICMS Sao Paulo	ICMS Interestadual	SN	O		I		7.0000%	BRL	70.00
Country: BRAZIL	Brazil IPI	DECRETO 11.158/22	SN	O				0.0000%	BRL	0.00
Country: BRAZIL	Brazil PIS	LEI 10.637/02 ART 2	SN	O		I		1.6500%	BRL	16.50
Country: BRAZIL	Brazil COFINS	LEI 10.833/03 ART 2	SN	O		I		7.6000%	BRL	76.00
Country: BRAZIL	Brazil CBS	LEI COMPLEMENTAR 214/2025, TITULO VIII, CAP I, SECAO II, ART 346	SN	O				0.9000%	BRL	7.54
City: MANAUS	Brazil IBS City Manaus	Tax Reform	S	O	NONE			0.0000%	BRL	0.00
Province: AMAZONAS	Brazil IBS Amazonas	LEI COMPLEMENTAR 214/2025, TITULO VIII, CAP I, SECAO I, ART 343	SN	O				0.1000%	BRL	0.84

Total Amount (BRL)	Total Gross Amount (BRL)	Effective%	Exempt Amount (BRL)	Total Tax Amount (BRL)
1,170.88	1,000.00	17.0880	0.00	170.88

Products – Full Rates – 2027

The following scenario presents an example of the tax authorities (Brazil IBS Sao Paulo and Brazil IBS City Sao Paulo) with the application of the full tax rate expected for 2027, in compliance with Brazil's Tax Reform:

Transaction: Interstate

Document effective date: 01/01/2027

Ship FROM: Manaus-AM/ Ship TO: Sao Paulo-SP

SCENARIO DETAILS | RESULTS | XML

	Total Amount		Gross Amount	Effective%		Exempt Amount		Tax Amount
— Line 1	BRL	135.90	BRL 100.00	35.9000	BRL	0.00	BRL	35.90

CALCULATION BREAKDOWN | AUTHORITY MESSAGES | SYSTEM MESSAGES

Zone	Authority	Invoice Description	Type	Dir	TT	IT	Fee	Rate%		Tax Amount
Province: AMAZONAS	Brazil ICMS Amazonas	ICMS interestadual	SI	O				12.0000%	BRL	13.64
Country: BRAZIL	Brazil IPI	DECRETO 11.158/22	SI	O				19.5000%	BRL	22.16
City: SAO PAULO	Brazil IBS-City Sao Paulo SP	LEI COMPLEMENTAR 214/25, LIVRO I, TITULO VIII, CAP I, SECAO I, ART 344	SI	O				0.0500%	BRL	0.05
Province: SAO PAULO	Brazil IBS Sao Paulo	LEI COMPLEMENTAR 214/25, LIVRO I, TITULO VIII, CAP I, SECAO I, ART 344	SI	O				0.0500%	BRL	0.05

Total Amount (BRL)	Total Gross Amount (BRL)	Effective%	Exempt Amount (BRL)	Total Tax Amount (BRL)
135.90	100.00	35.9000	0.00	35.90

There is still no defined tax rate for 2027; we are awaiting the publication of the applicable legislation.

2.2 - Products – Reduced Rates - 2026

The following scenario shows an example of the new authorities (Brazil CBS, Brazil IBS Amazonas, and Brazil IBS City Manaus) with the application of tax rate reductions in compliance with Brazil's Tax Reform:

Transaction: Interstate

Document effective date: 01/01/2026

Ship FROM: Sao Paulo-SP / Ship TO: Manaus-AM

SCENARIO DETAILS | RESULTS | XML

	Total Amount		Gross Amount	Effective%	Exempt Amount		Tax Amount	
— Line 1	BRL	1,005.86	BRL 1,000.00	16.8360	BRL	0.00	BRL	168.36

CALCULATION BREAKDOWN | AUTHORITY MESSAGES | SYSTEM MESSAGES

Zone	Authority	Invoice Description	Type	Dir	TT	IT	Fee	Rate%		Tax Amount
Province: SAO PAULO	Brazil ICMS Sao Paulo	ICMS Interestadual	SN	O		I		7.0000%	BRL	70.00
Country: BRAZIL	Brazil IPI	DECRETO 11.158/22	SN	O				0.0000%	BRL	0.00
Country: BRAZIL	Brazil PIS	LEI 10.637/02 ART 2	SN	O		I		1.6500%	BRL	16.50
Country: BRAZIL	Brazil COFINS	LEI 10.833/03 ART 2	SN	O		I		7.6000%	BRL	76.00
Country: BRAZIL	Brazil CBS	TESTE REDRATE 30	SN	O	NONE			0.9000%	BRL	5.28
City: MANAUS	Brazil IBS City Manaus	Tax Reform	S	O	NONE			0.0000%	BRL	0.00
Province: AMAZONAS	Brazil IBS Amazonas	BR TAX REFORM	SN	O	NONE			0.1000%	BRL	0.58

Total Amount (BRL)	Total Gross Amount (BRL)	Effective%	Exempt Amount (BRL)	Total Tax Amount (BRL)
1,168.36	1,000.00	16.8360	0.00	168.36

Products – Reduced Rates – 2027

Scenario simulation considering a 30% reduction in the tax rate as there is still no legal confirmation regarding the extension of this reduction to 2027.

Transaction: Interstate

Document effective date: 01/01/2027

Ship FROM: Manaus-AM/ Ship TO: Sao Paulo-SP

SCENARIO DETAILS | RESULTS | XML

	Total Amount		Gross Amount	Effective%	Exempt Amount		Tax Amount	
— Line 1	BRL	135.89	BRL 100.00	35.8900	BRL	0.00	BRL	35.89

CALCULATION BREAKDOWN | AUTHORITY MESSAGES | SYSTEM MESSAGES

Zone	Authority	Invoice Description	Type	Dir	TT	IT	Fee	Rate%		Tax Amount
Province: AMAZONAS	Brazil ICMS Amazonas	ICMS interestadual	SI	O				12.0000%	BRL	13.64
Country: BRAZIL	Brazil IPI	DECRETO 11.158/22	SI	O				19.5000%	BRL	22.16
City: SAO PAULO	Brazil IBS-City Sao Paulo SP	LEI COMPLEMENTAR 214/25, LIVRO I, TITULO VIII, CAP I, SECAO I, ART 344	SI	O				0.0500%	BRL	0.05
Province: SAO PAULO	Brazil IBS Sao Paulo	Tax Reform 2027 - 30% Reduction	SI	O	NONE			0.0500%	BRL	0.04

Total Amount (BRL)	Total Gross Amount (BRL)	Effective%	Exempt Amount (BRL)	Total Tax Amount (BRL)
135.89	100.00	35.8900	0.00	35.89

2.3 - Products – Zero Rate - 2026

The following scenario shows an example of the authorities (Brazil CBS, Brazil IBS Amazonas, and Brazil IBS City Manaus) with the application of tax rate zero in compliance with Brazil's Tax Reform:

Transaction: Interstate

Document effective date: 01/01/2026

Ship FROM: Sao Paulo-SP / Ship TO: Manaus-AM

SCENARIO DETAILS | RESULTS | XML

		Total Amount		Gross Amount	Effective%		Exempt Amount		Tax Amount
— Line 1	BRL	1,000.00	BRL	1,000.00	16.2500	BRL	0.00	BRL	162.50

CALCULATION BREAKDOWN | AUTHORITY MESSAGES | SYSTEM MESSAGES

Zone	Authority	Invoice Description	Type	Dir	TT	IT	Fee	Rate%		Tax Amount
Province: SAO PAULO	Brazil ICMS Sao Paulo	ICMS Interestadual	SN	O		I		7.0000%	BRL	70.00
Country: BRAZIL	Brazil IPI	DECRETO 11.158/22	SN	O				0.0000%	BRL	0.00
Country: BRAZIL	Brazil PIS	LEI 10.637/02 ART 2	SN	O		I		1.6500%	BRL	16.50
Country: BRAZIL	Brazil COFINS	LEI 10.833/03 ART 2	SN	O		I		7.6000%	BRL	76.00
Country: BRAZIL	Brazil CBS	LEI COMPLEMENTAR 214/2025, TITULO IV, CAP IV, SECAO I, ART 143	SN	O				0.0000%	BRL	0.00
City: MANAUS	Brazil IBS City Manaus	Tax Reform	S	O	NONE			0.0000%	BRL	0.00
Province: AMAZONAS	Brazil IBS Amazonas	LEI COMPLEMENTAR 214/2025, TITULO IV, CAP IV, SECAO I, ART 143	SN	O				0.0000%	BRL	0.00

Products – Reduced Rates – 2027

Scenario simulation considering a zero rate in the tax rate as there is still no legal confirmation regarding the extension of this reduction to 2027.
Transaction: Interstate

Document effective date: 01/01/2027

Ship FROM: Manaus-AM/ Ship TO: Sao Paulo-SP

SCENARIO DETAILS | RESULTS | XML

		Total Amount		Gross Amount	Effective%		Exempt Amount		Tax Amount
— Line 1	BRL	135.85	BRL	100.00	35.8500	BRL	0.00	BRL	35.85

CALCULATION BREAKDOWN | AUTHORITY MESSAGES | SYSTEM MESSAGES

Zone	Authority	Invoice Description	Type	Dir	TT	IT	Fee	Rate%		Tax Amount
Province: AMAZONAS	Brazil ICMS Amazonas	ICMS interestadual	SI	O				12.0000%	BRL	13.64
Country: BRAZIL	Brazil IPI	DECRETO 11.158/22	SI	O				19.5000%	BRL	22.16
City: SAO PAULO	Brazil IBS-City Sao Paulo SP	LEI COMPLEMENTAR 214/25, LIVRO I, TITULO VIII, CAP I, SECAO I, ART 344	SI	O				0.0500%	BRL	0.05
Province: SAO PAULO	Brazil IBS Sao Paulo	Tax Reform 2027 - Zero Rate	SI	O	NONE			0.0000%	BRL	0.00

Total Amount (BRL)	Total Gross Amount (BRL)	Effective%	Exempt Amount (BRL)	Total Tax Amount (BRL)
135.85	100.00	35.8500	0.00	35.85

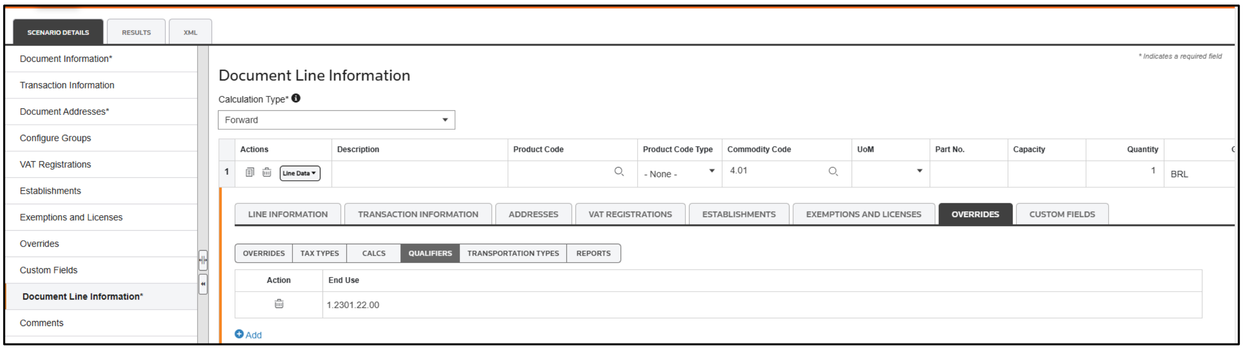
2.4 - Services – Zero Rate

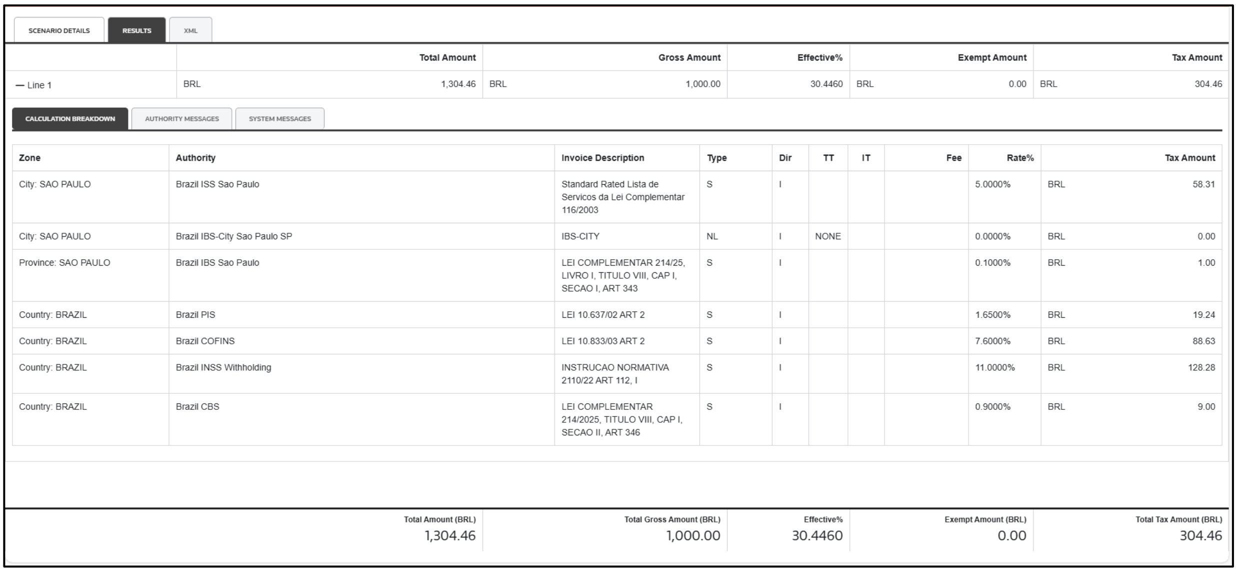
The following scenario shows an example of the authorities (Brazil CBS, Brazil IBS São Paulo, and Brazil IBS City São Paulo) with the application of the standard and zero tax rates in accordance with Brazil's Tax Reform:

Transaction : Intrastate

Document effective date : 01/01/2026

Ship FROM: Sao Paulo-SP / Ship TO: Sao Paulo-SP





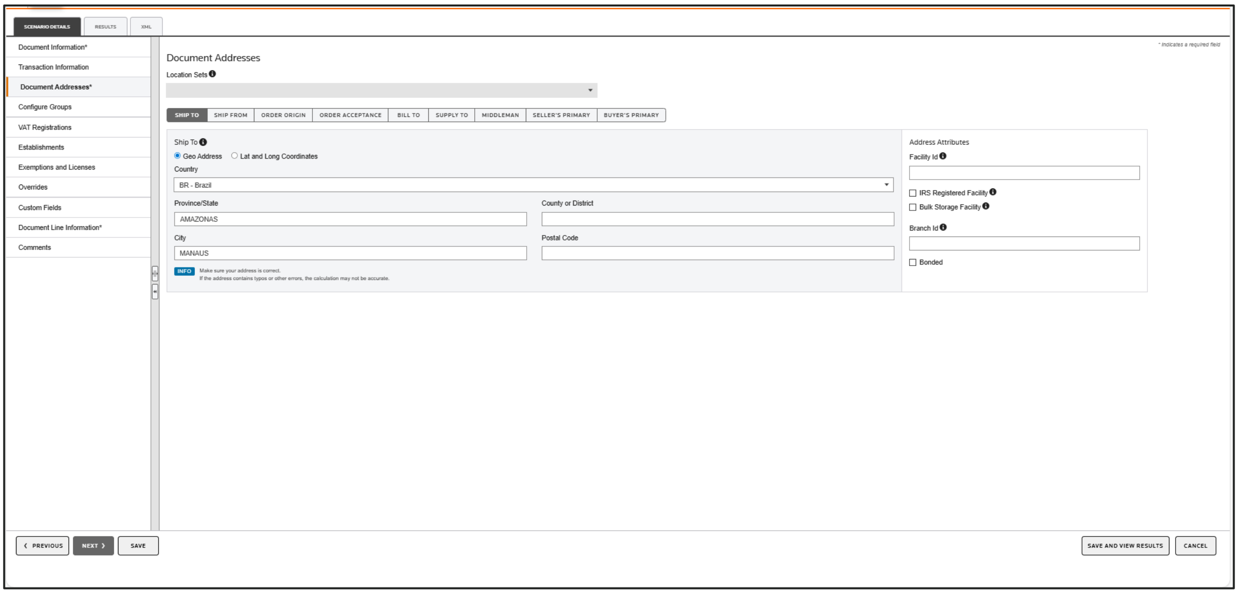
	Total Amount		Gross Amount	Effective%		Exempt Amount		Tax Amount
— Line 1	BRL	1,304.46	BRL	1,000.00	30.4460	BRL	0.00	BRL	304.46

Zone	Authority	Invoice Description	Type	Dir	TT	IT	Fee	Rate%		Tax Amount
City: SAO PAULO	Brazil ISS Sao Paulo	Standard Rated Lista de Servicos da Lei Complementar 116/2003	S	I				5.0000%	BRL	58.31
City: SAO PAULO	Brazil IBS-City Sao Paulo SP	IBS-CITY	NL	I	NONE			0.0000%	BRL	0.00
Province: SAO PAULO	Brazil IBS Sao Paulo	LEI COMPLEMENTAR 214/25, LIVRO I, TITULO VIII, CAP I, SECAO I, ART 343	S	I				0.1000%	BRL	1.00
Country: BRAZIL	Brazil PIS	LEI 10.637/02 ART 2	S	I				1.6500%	BRL	19.24
Country: BRAZIL	Brazil COFINS	LEI 10.833/03 ART 2	S	I				7.6000%	BRL	88.63
Country: BRAZIL	Brazil INSS Withholding	INSTRUCAO NORMATIVA 2110/22 ART 112, I	S	I				11.0000%	BRL	128.28
Country: BRAZIL	Brazil CBS	LEI COMPLEMENTAR 214/2025, TITULO VIII, CAP I, SECAO II, ART 346	S	I				0.9000%	BRL	9.00

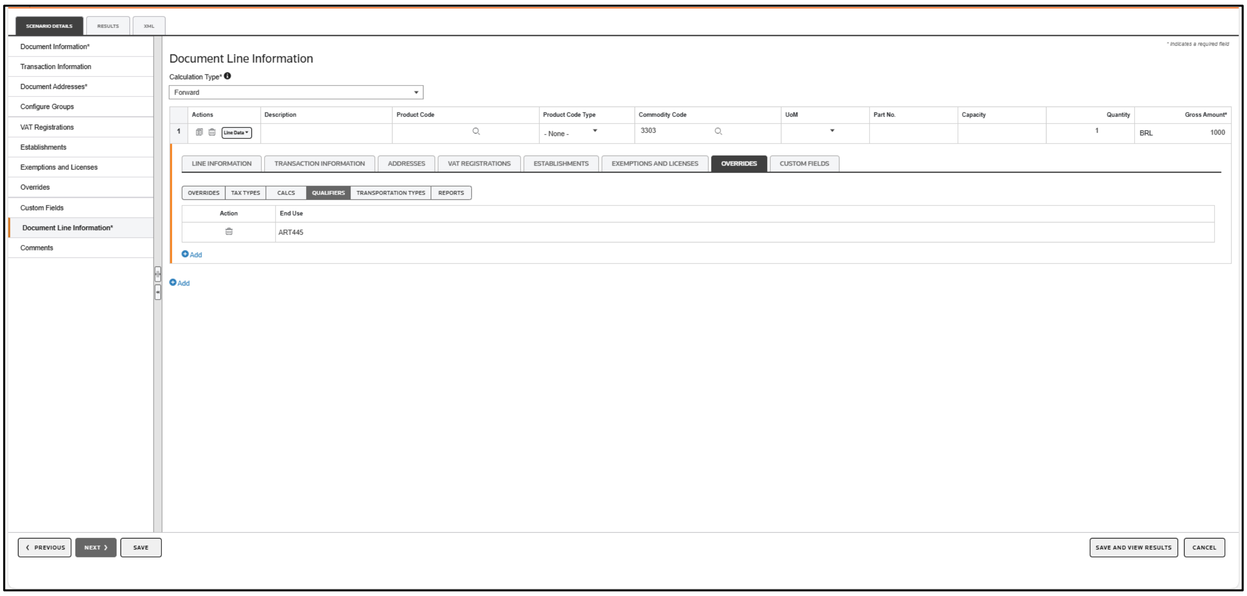
Total Amount (BRL)	Total Gross Amount (BRL)	Effective%	Exempt Amount (BRL)	Total Tax Amount (BRL)
1,304.46	1,000.00	30.4460	0.00	304.46

2.5 Content for ZFM (Manaus Free Trade Zone)

To meet the specific requirements applicable to the Manaus Free Trade Zone (ZFM), it is mandatory to provide the locality that is part of the incentivized area. Additionally, we have incorporated the “ART445” qualifier to govern the tax incentives and the classification of industrialized products manufactured in the region

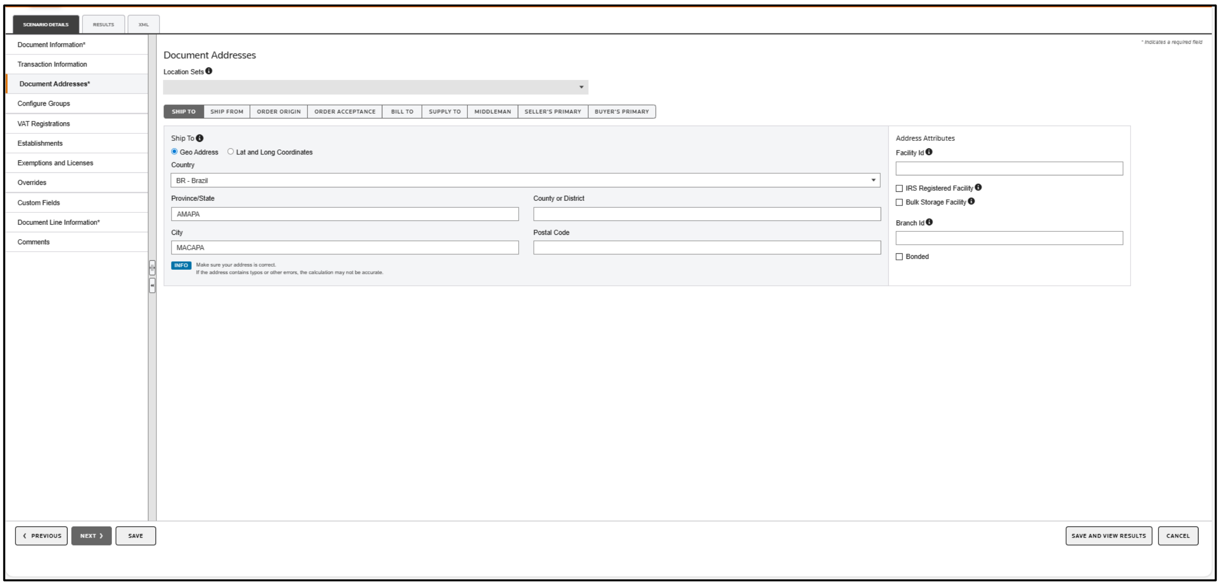


This qualifier information must be entered in the overrides field

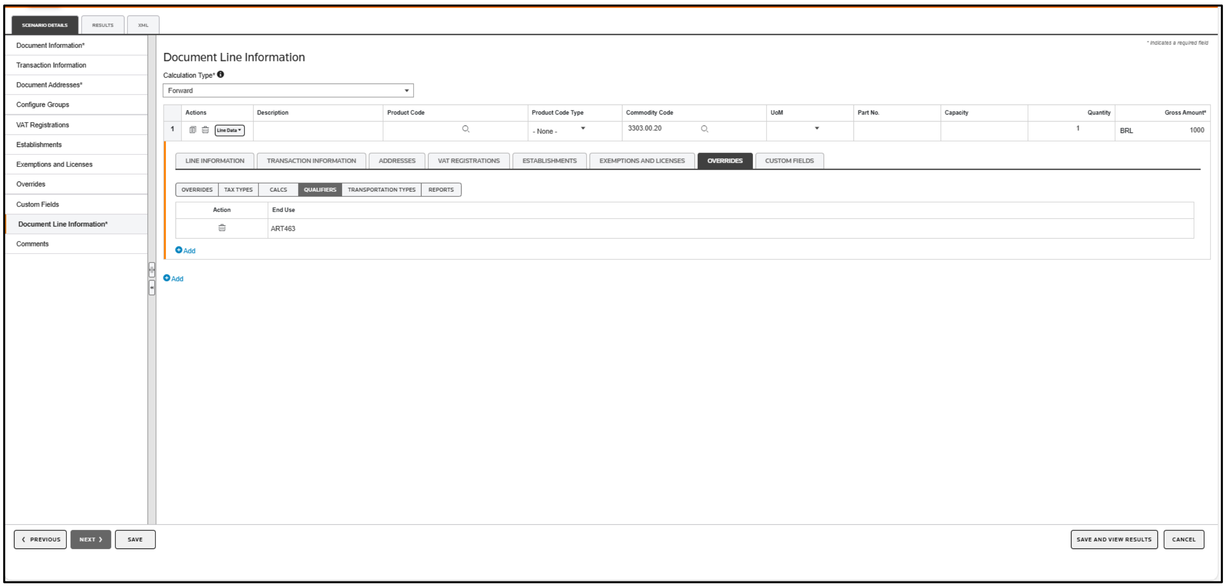


2.6 - Content for ALC (Free Trade Area)

To obtain the specific requirements applicable to the Free Trade Area (FTA), in accordance with legislation, it is mandatory to inform the location that is part of the incentive area. In addition, we have incorporated the qualifier "ART463" to govern tax incentives and the classification of industrialized products manufactured in the region.

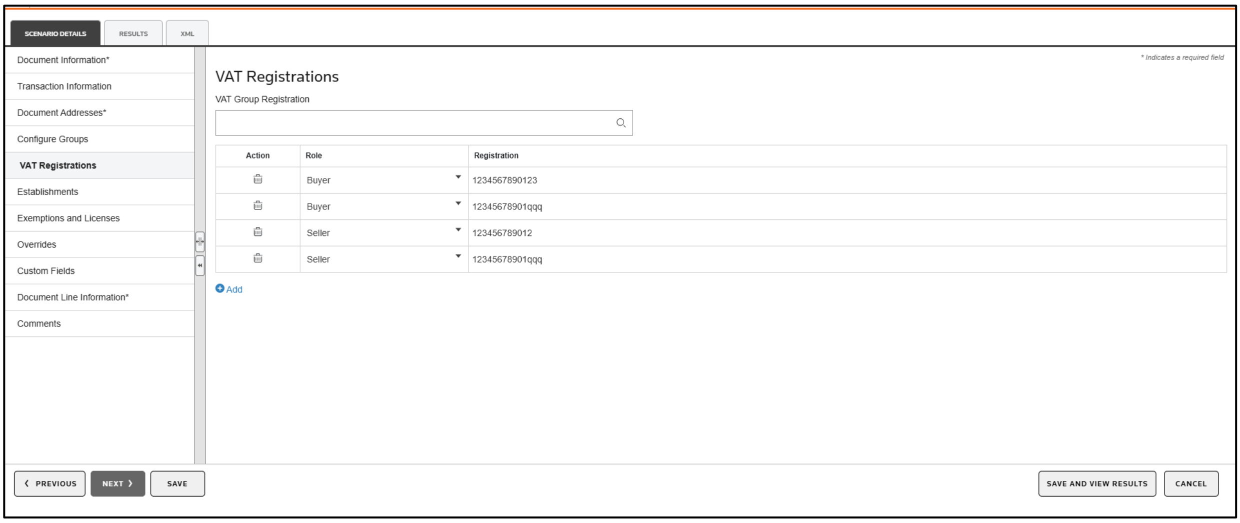


This qualifier information must be entered in the overrides field, as demonstrated below:



3 - CBS/IBS - VAT Registrations

New Registrations Masks in the CNPJ format to alphanumeric are now available. The new registration mask formats are scheduled to take effect in July 2026, which was made official through Joint Technical Note No. 2025.001 which was published by the Brazil government.

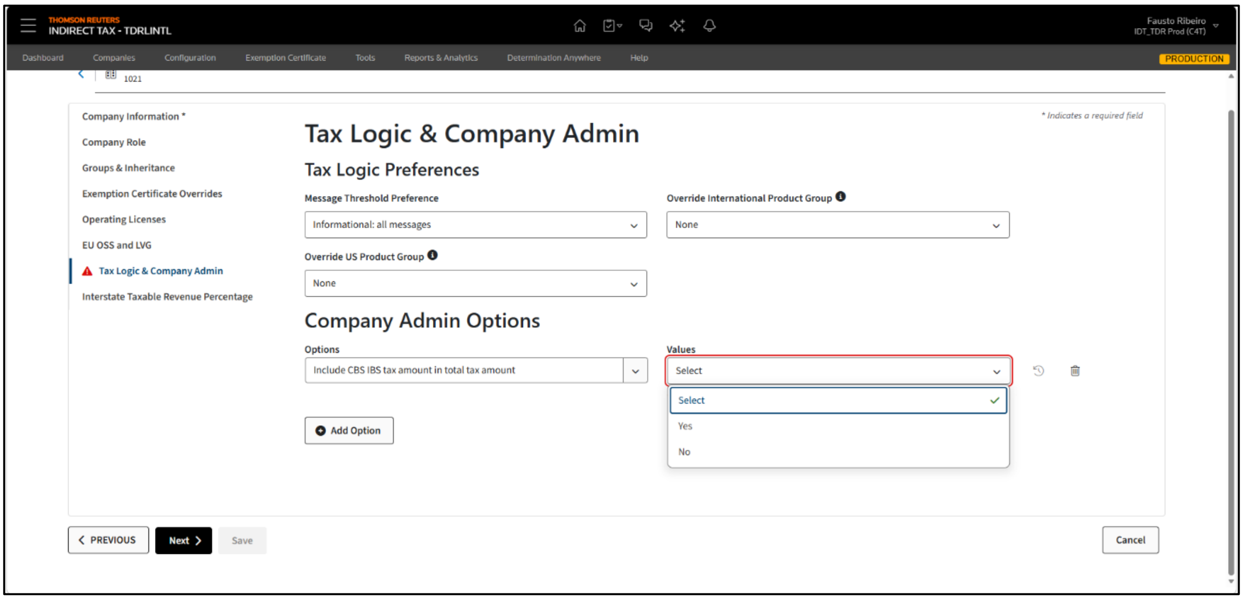


For more information, please the refer to the topic Determination Registration Masks publication.

4 - General Notes

For 2026, Determination, integration, and content have been enhanced to support the Complementary Law 214/2025.

- According to Technical Note 2025.002, version 1.20, published on the NF-e portal, there is a provision allowing the exclusion of IBS and CBS from the total amount of the Electronic Invoice in 2026, for example, in field VB01-10. However, considering that the Technical Note has an infra-legal nature and that the requirements applicable to taxpayers for using this exclusion have not been specified, Thomson Reuters will continue to include IBS and CBS both in the item-level totals and in total invoice amount.
As a complementary measure, our calculation engine provides customers, through the **Company Admin Options**, with the ability to configure whether CBS and IBS should be in the composition of the total invoice amount.
For the fiscal year 2027, we anticipate the inclusion of new Brazil Tax Reform legislation in the composition of the total invoice value.

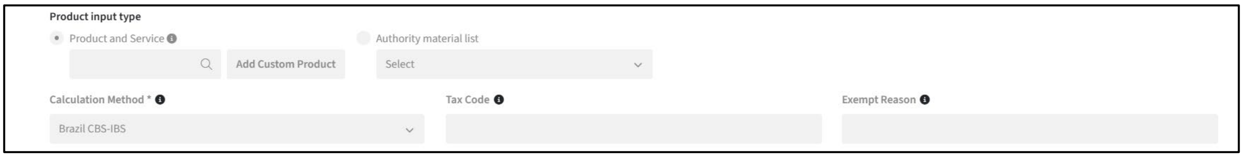


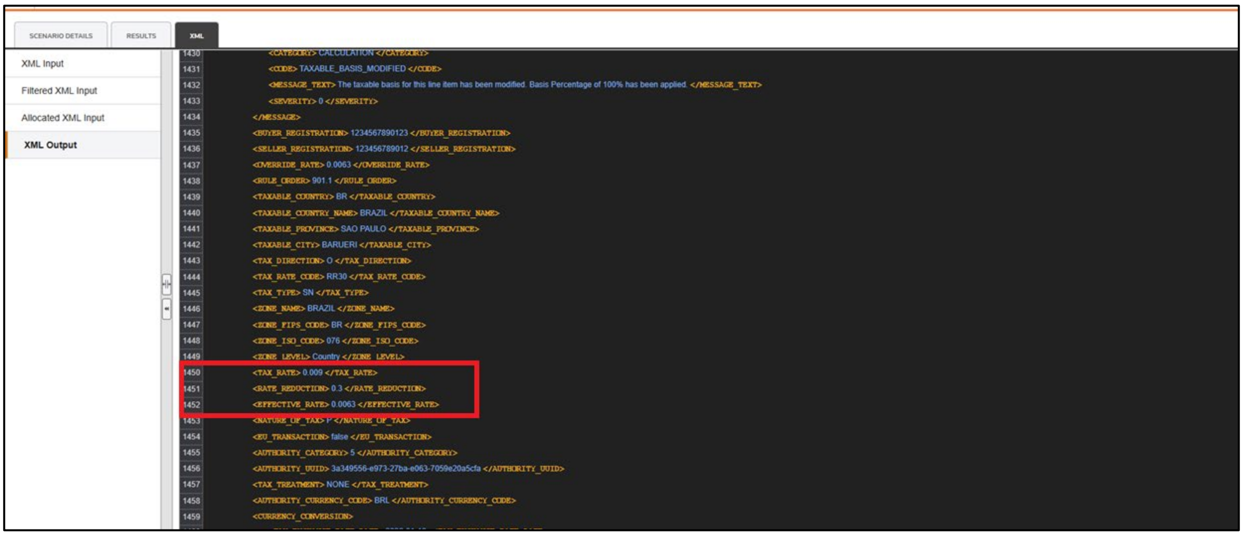
- General rules have been made available for various products/services with zero rate, exemption (100%), 30% reduction, 40% reduction and 60% reduction. These rules require the definition of the cClassTrib according to the product or service used in the transaction. To ensure the correct application and definition of the information, the client should contact the Support team. Additionally, as provided for in Article 344, sole paragraph, item I, of Complementary Law No. 214/2025, the applicable rate reductions will remain valid for the year 2027. Therefore, tax treatments with reductions — such as 30%, 40%, and 60% reductions, when applicable — will continue to be considered in accordance with the rules and conditions established by the legislation in force.

- The current guidelines established by the Tax Reform determine that taxation must occur at the destination of the transaction. Considering this new assessment model, specific step-by-step instructions were developed to support the parameterization and creation of Municipal IBS authorities, as presented in Annex II, entitled "How to Create an Authority customized for Municipal IBS." This model will allow the client to configure any municipality in Determination.

5 - 2026 Calculation Method

A 2026 calculation method, Brazil CBS-IBS is available in Determination that supports the requirements established by the CBS and IBS authorities. Additionally, a new response element is available that identifies the reduction in the taxable basis, as provided for in the current legislation.





6 – BR TAX REFORM CODES

6.1 - CST Codes

CST-IBS/CBS codes identify the tax status of a good or service in relation to the taxes. These CST codes identify the tax treatments of taxed, exempt, subject to a reduced rate, or subject to special regimes. Correct use of a CST code is required for reporting information on Electronic Tax Documents (DF-e), such as the NF-e and the NFS-e. For more details, see Technical Report 2025.002 (governmental rule) - Version 1.11.

IBS Standard

CST CODE	CST DESCRIPTION
000	Tributação Integral
200	Alíquota zero Alíquota zero apenas CBS e reduzida em 60% para IBS Alíquota reduzida em 80% Alíquota reduzida em 70% Alíquota reduzida em 60% Alíquota reduzida em 50% Alíquota reduzida em 40% Alíquota reduzida em 30%
400	Isenção
410	Imunidade e não incidência
550	Suspensão

CBS Standard

CST CODE	CST DESCRIPTION
000	Tributação Integral
200	Alíquota zero Alíquota zero apenas CBS e reduzida em 60% para IBS Alíquota reduzida em 80% Alíquota reduzida em 70% Alíquota reduzida em 60% Alíquota reduzida em 50% Alíquota reduzida em 40% Alíquota reduzida em 30%
400	Isenção
410	Imunidade e não incidência
550	Suspensão

IBS CBS – Customizable Operations

CST CODE	CST DESCRIPTION	CST CODE	CST DESCRIPTION
010	Tributação Alíquota - FGTS	620	Tributação monofásica
011	Tributação Alíquota Uniforme e com Redução	800	Transferência de crédito
220	Alíquota Fixa	810	Ajustes
221	Alíquota Fixa Proporcional	811	Ajustes
222	Redução de BC - Transporte Internacional de Passageiros	820	Tributação Regime Específico
510	Diferimento - EE	830	Exclusão de BC - EE
515	Diferimento - Agro		

6.2 - NBS - Brazilian Nomenclature of Services

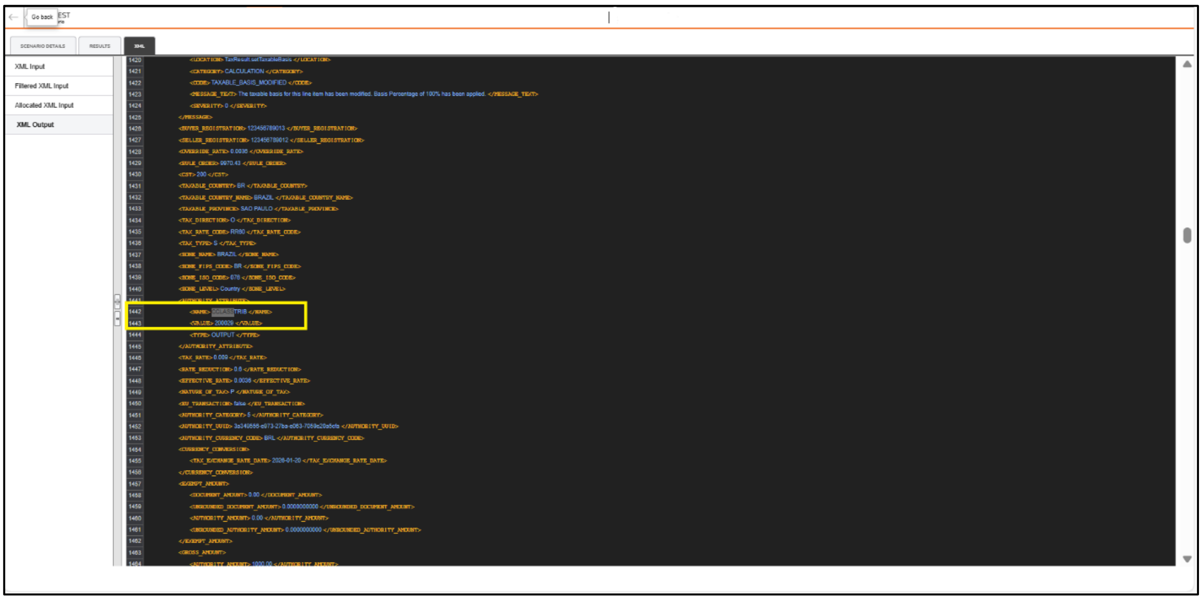
The content was provided in accordance with the correlation table of NBS items, the indicative codes for consumption operations (cIndOp), and the classification codes for consumption operations (cClassTrib). In order for the content to be correctly applied, it is essential to provide the service code established in Complementary Law No. 116/2003, as well as the NBS code indicated in the correlation table made available by the RFB - Documentacao Tecnica - RFB .How to use the qualifier– vide example 2.4

SERVICES	
TAXATION	QUALIFIER
Reduction 30%	NBS or Article
Reduction 50%	
Reduction 70%	
Zero rate	
Exemption	
NBS or Article	

6.3 - cClasstrib content

The cClassTrib (Tax Classification Code) was created as part of the Consumption Tax Reform, as provided for by law: Complementary Law No. 214, dated January 16, 2025, which established the tax model with the CBS and IBS, and defined the CST and cClassTrib codes to classify tax operations.

These details can be accessed in the XML Output, as illustrated in the image below:



CST-IBS/CBS	DESCRIPTION	CCLASSTRIB
000	Tributação integral	000001
200	Alíquota reduzida em 30%	200052
200	Alíquota reduzida em 40%	200048
200		200050
200		200051
200	Alíquota reduzida em 50%	200046
200	Alíquota reduzida em 60%	200028
200		200029
200		200030
200		200031
200		200032
200		200033
200		200034
200		200035
200		200036
200		200038
200		200039
200		200040
200		200041
200		200042
200		200043
200		200044

CST-IBS/CBS	DESCRIPTION	CCLASSTRIB
200	Alíquota reduzida em 70%	200027
200	Alíquota zero	200003
200		200004
200		200005
200		200007
200		200008
200		200009
200		200010
200		200011
200		200013
200		200014
200		200016
200		200021
200		200022
200		200023
200		200024
200	Alíquota zero apenas CBS e reduzida em 60% para IBS	200025
400	Isenção	400001
410	Imunidade	410008

The *cclasstrib* codes that are not listed above are eligible for customization.

2027 - Second Year of the Brazilian Tax Reform Transition Period

By 2027, our content will be standardized and updated to meet the needs of State IBS and IBS-City. At the state level, we ensure full coverage of all 27 federative units (UFs), with consistent authorities and parameters to support tax assessment and configuration in each state.

At the municipal level, we provide IBS-City content currently covering 834 municipalities, with rules and structures aligned with the destination-based taxation model, increasing calculation adherence and reducing maintenance/configuration effort for customers.

As an evolution of this municipal baseline, we have already published 188 new IBS-City authorities in the Q2 roadmap (delivery completed).

Additionally, for the Selective Tax — expected to start in January 2027 — the corresponding authority is available in the roadmap as the legal definitions advance. Although the Selective Tax authority is already available in the product, we continue to monitor future legislation and official guidance that may define key pending elements required for full implementation. The most relevant items still subject to further definition include the applicable tax rates, the detailed scope of products and classifications subject to the tax, and the specific calculation and compliance rules. Further product updates may be delivered as these definitions are formally published by the Brazilian tax authorities.

In addition, Thomson Reuters has been developing adjustments to some calculation methods, to be released in Q3/2026, to:

a) include CBS, IBS and IS on a taxable basis of ISS.
b) include CBS, IBS and IS on a taxable basis of ICMS.
c) Include CBS/IBS on the taxable basis of IPI.
d) Include IS on the taxable basis of CBS/IBS.

Thomson Reuters continues to closely monitor legislative developments related to Brazil's Indirect Tax Reform. Additional regulations and guidance are still expected to be enacted, and our Brazil Indirect Tax Research team reviews these updates daily. As new provisions are officially published, this document will be updated to reflect the latest information available.

With a long-standing commitment to delivering timely and accurate tax content, Thomson Reuters will support customers through ONESOURCE Determination throughout the Brazil Tax Reform transition. During this period, the solution will help manage both the current tax framework and the new system in parallel, as further details are defined by future legislation.

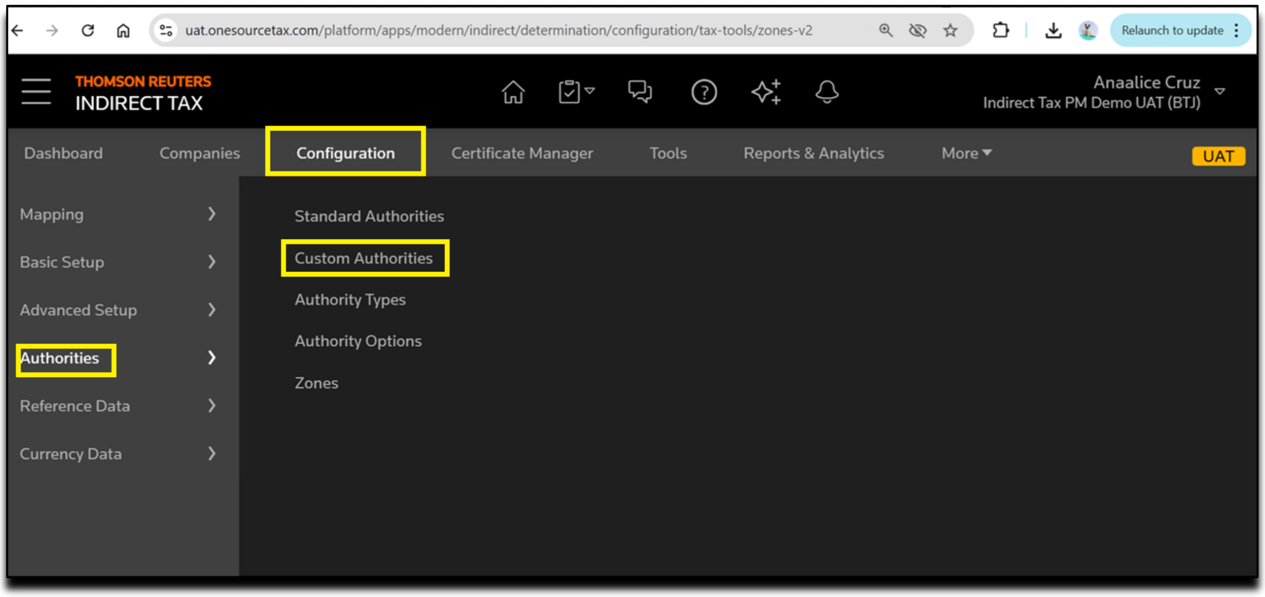
Annex I

How to create a custom authority for IBS-City

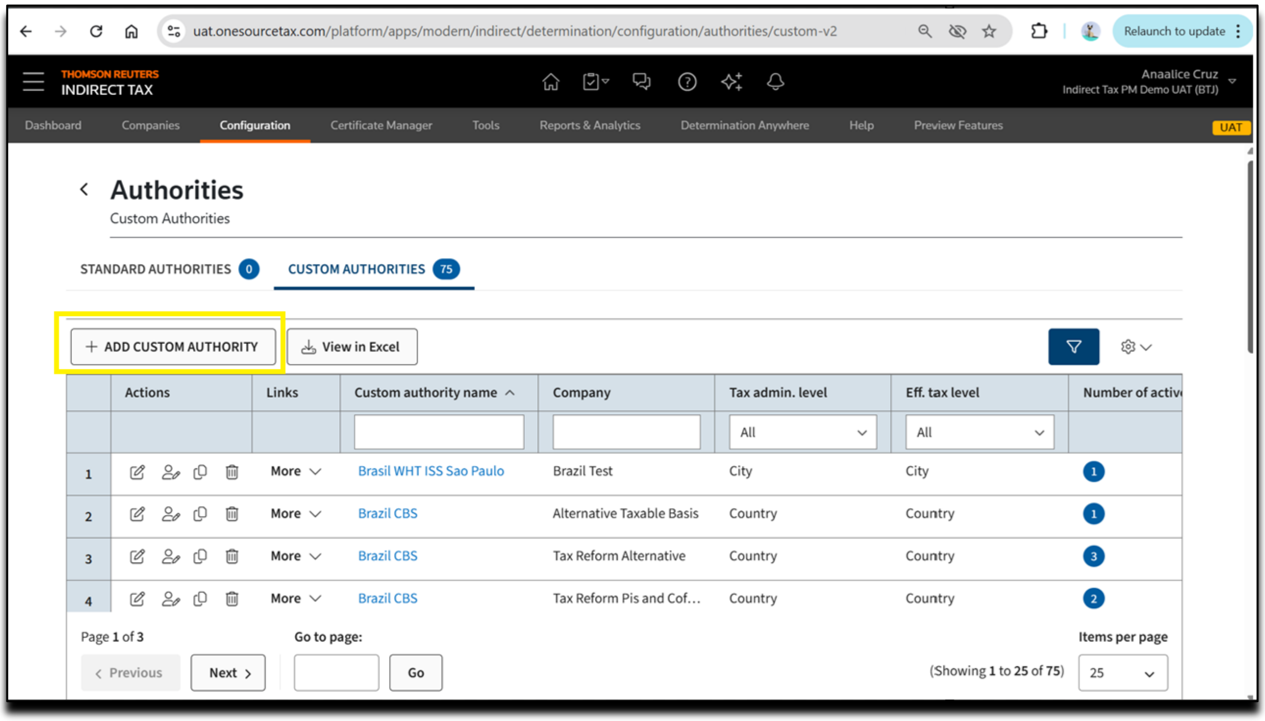
Step to create the custom Brazil Template IBS-City authority

Step 1: Create Custom Authority

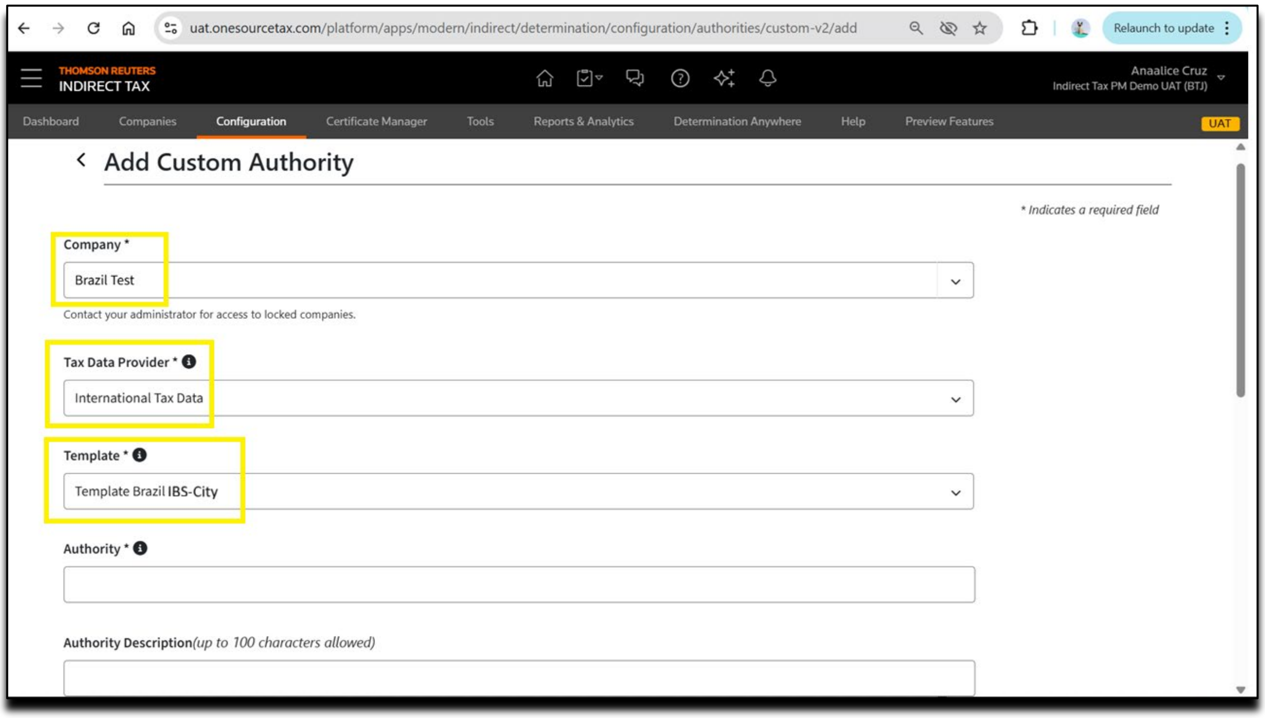
1. Navigate to the Custom Authorities page (Configuration → Authorities → Custom Authorities)

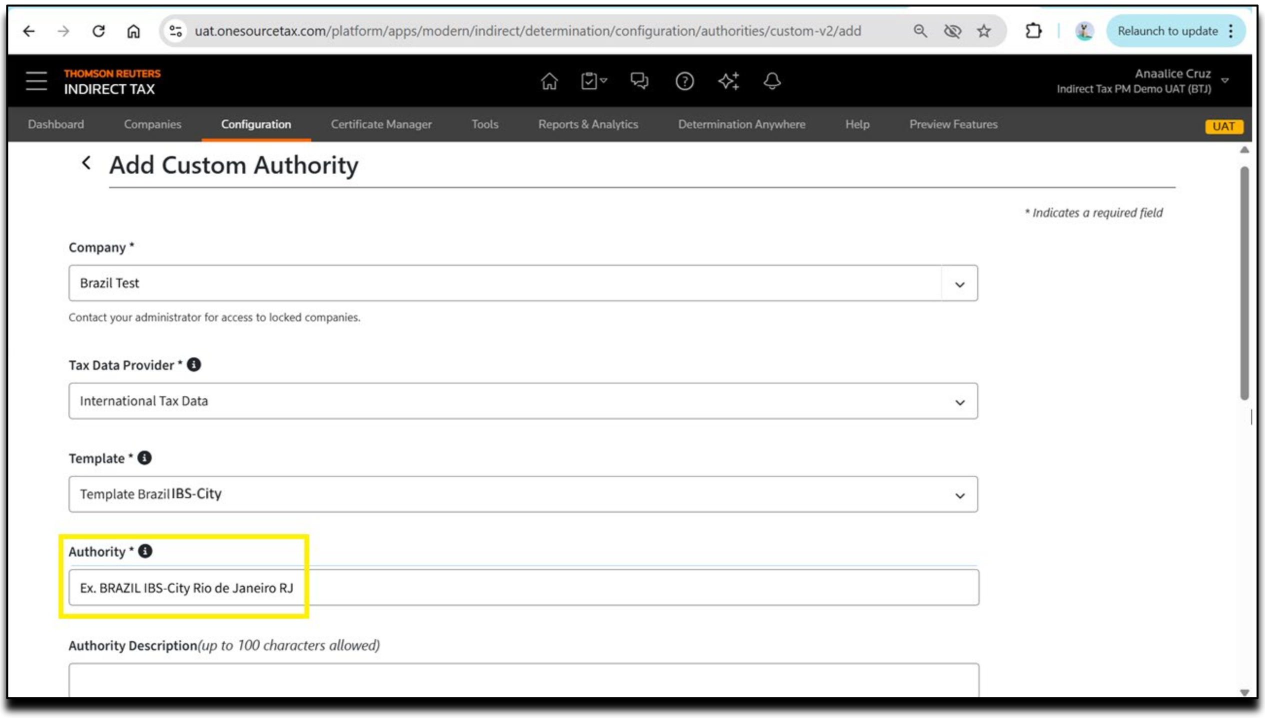


2. Click on ‘Add Custom Authority’, select your company, select ‘International Tax Data’ under Tax Data Provider and select your desired template.

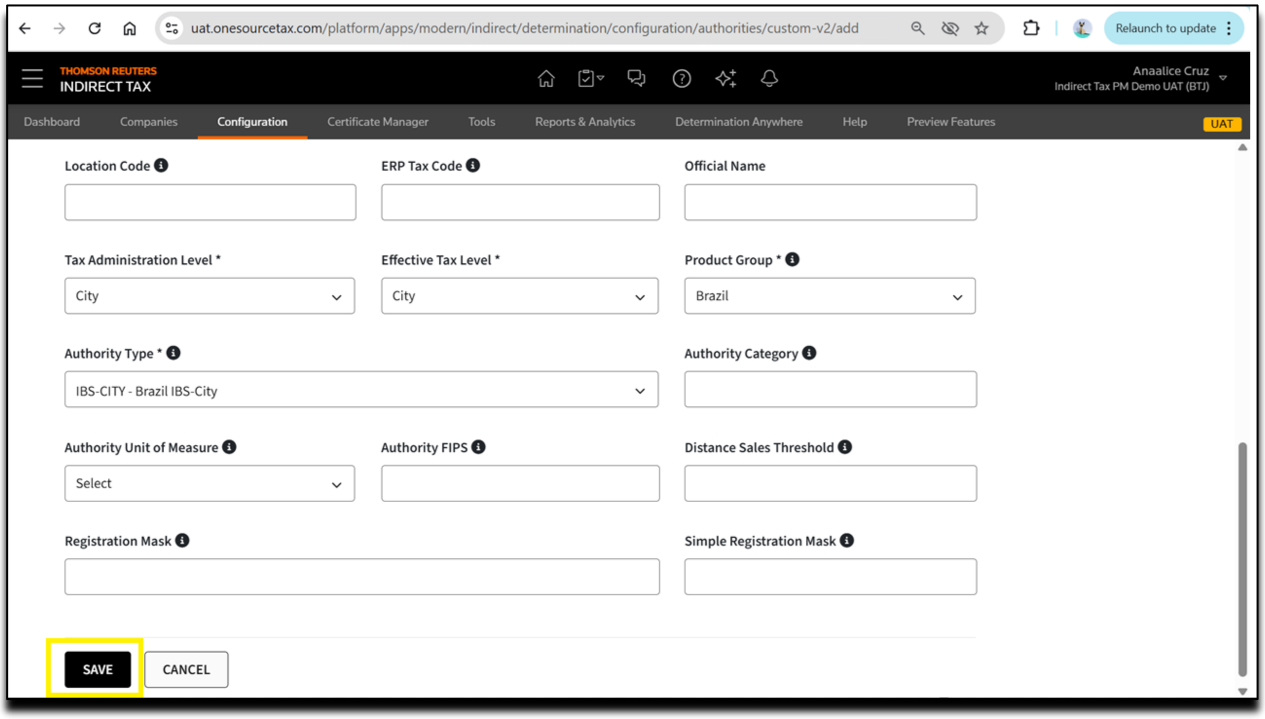


3. Fill in the information in the fields according to the screenshot below



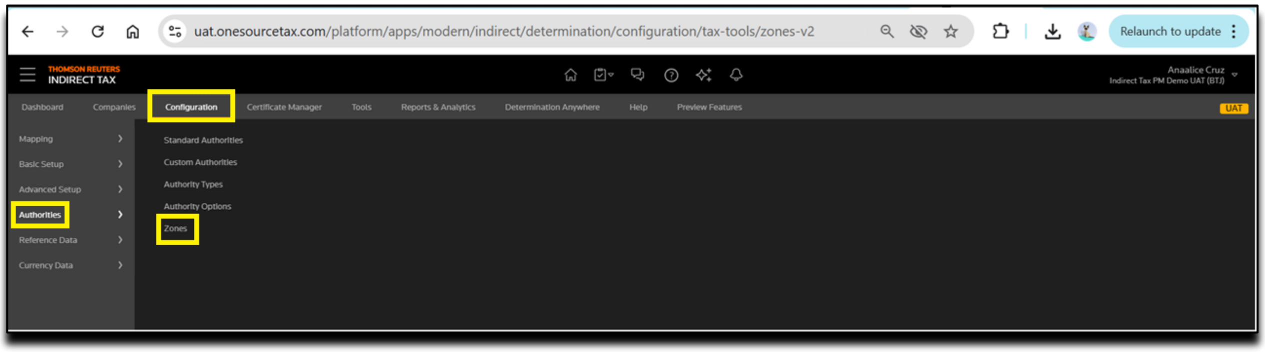


4. Add the name of custom authority in the Authority field. Modify the default attributes, if needed.

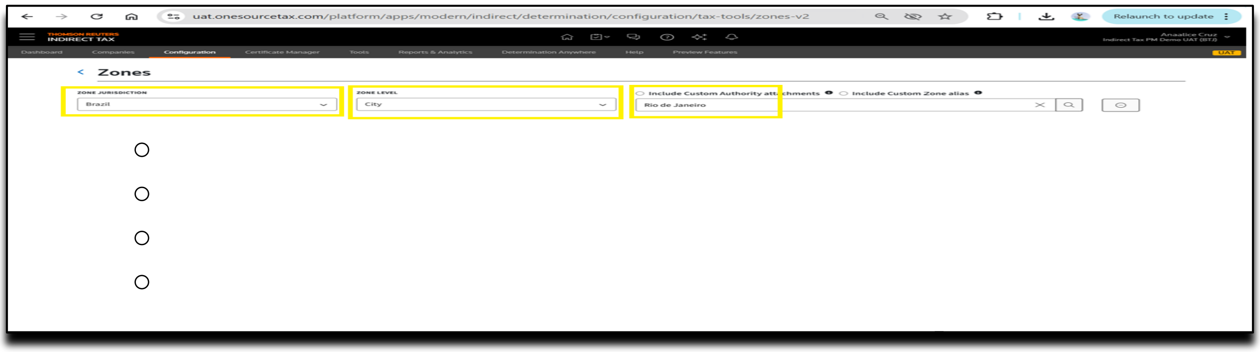


5. Specify locations where the new authority applies:

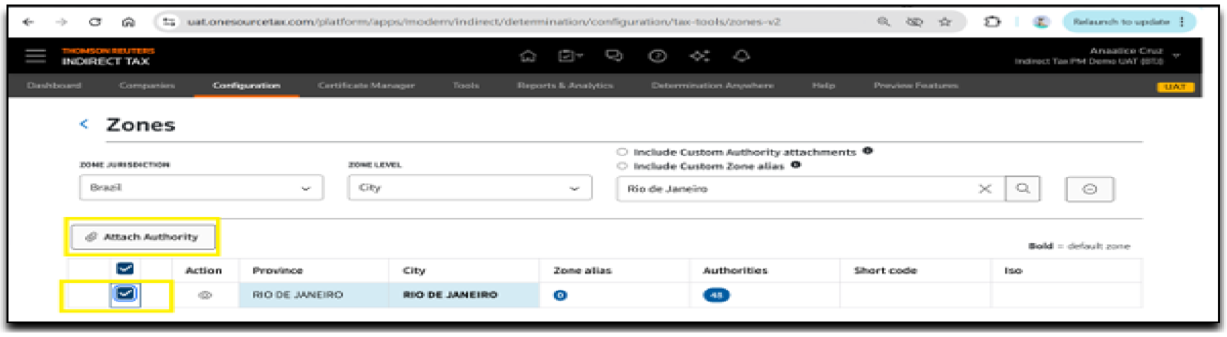
• Choose (Configuration → Authorities → Zones).



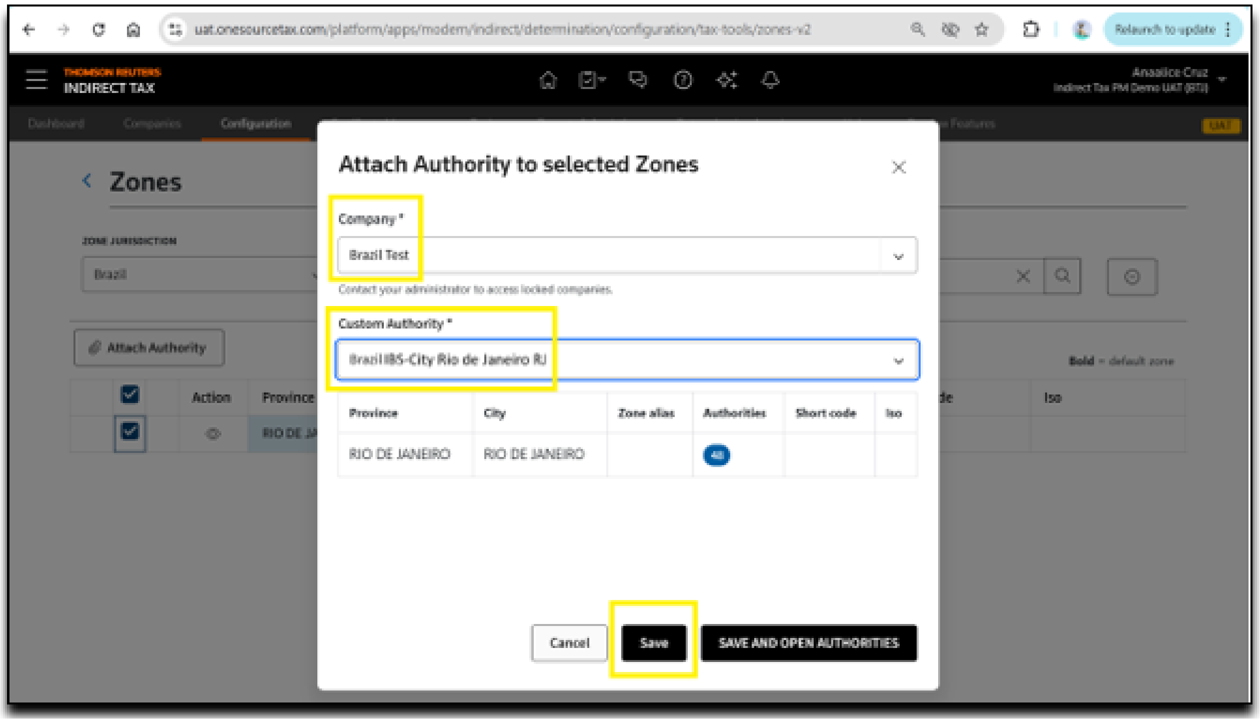
- Choose your ‘Zone Jurisdiction’ and search desired zone under search zone query.



- Select zones to which the authority needs to be attached and click on
- ‘Attach Authority’.



- A new tab will open. Select your company, choose your custom authority, and click ‘Save’.



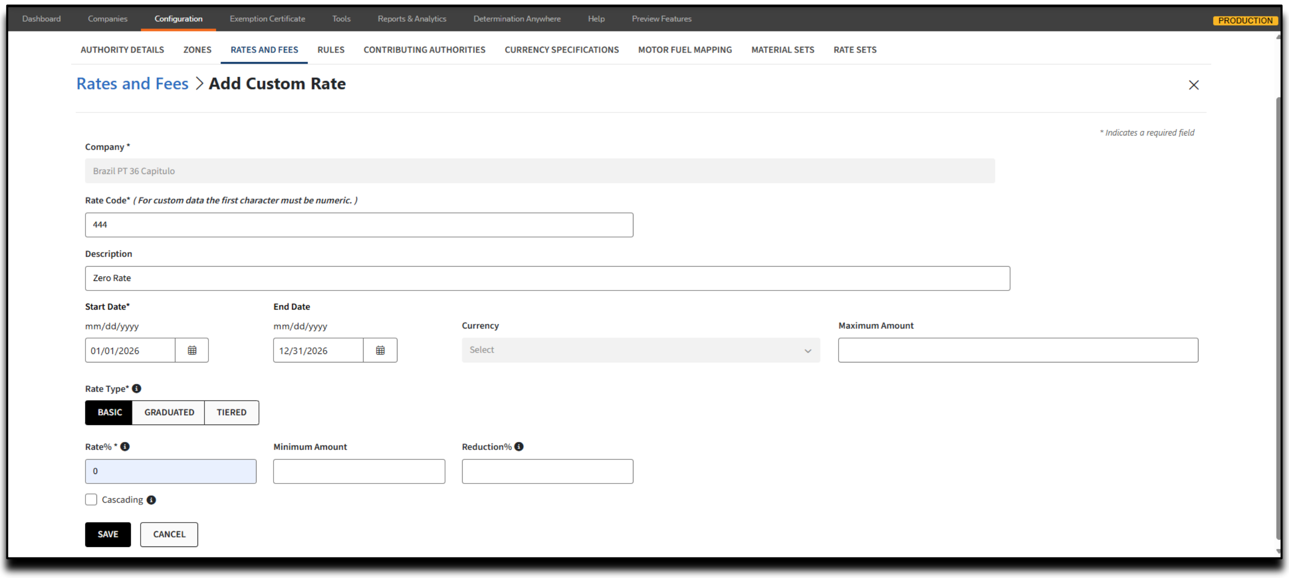
Step 2: Add a Custom Rate

1 Navigate back to the Custom Authorities page, find your created custom authority:

- Create custom rates/fees and rules.

2. Configure the following parameters:

- Start date: January 1, 2026 / End date: December 31, 2026
  Confirm the tax rate configuration



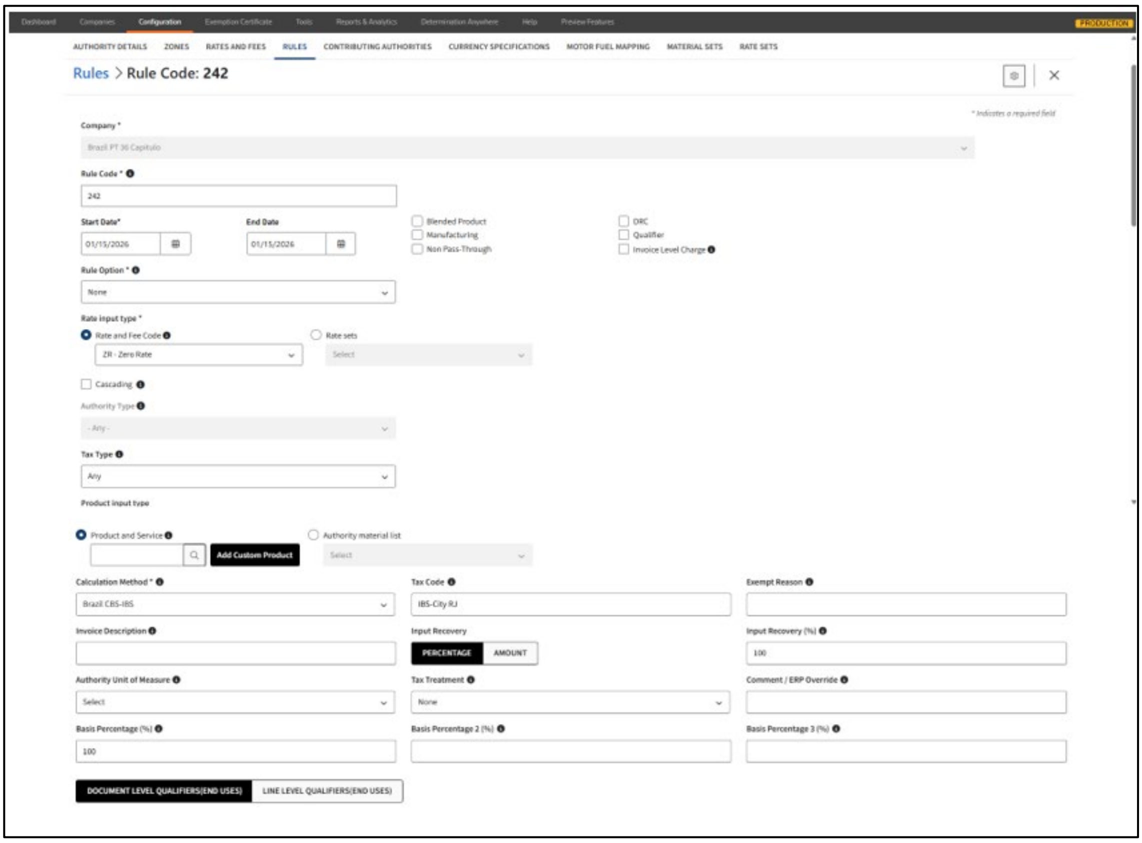
Step 3: Associate with Custom Rule

1. Create a custom rule for the IBS-City authority
2. Configure the rule parameters:

Start date: January 1, 2026 / End date: December 31, 2026

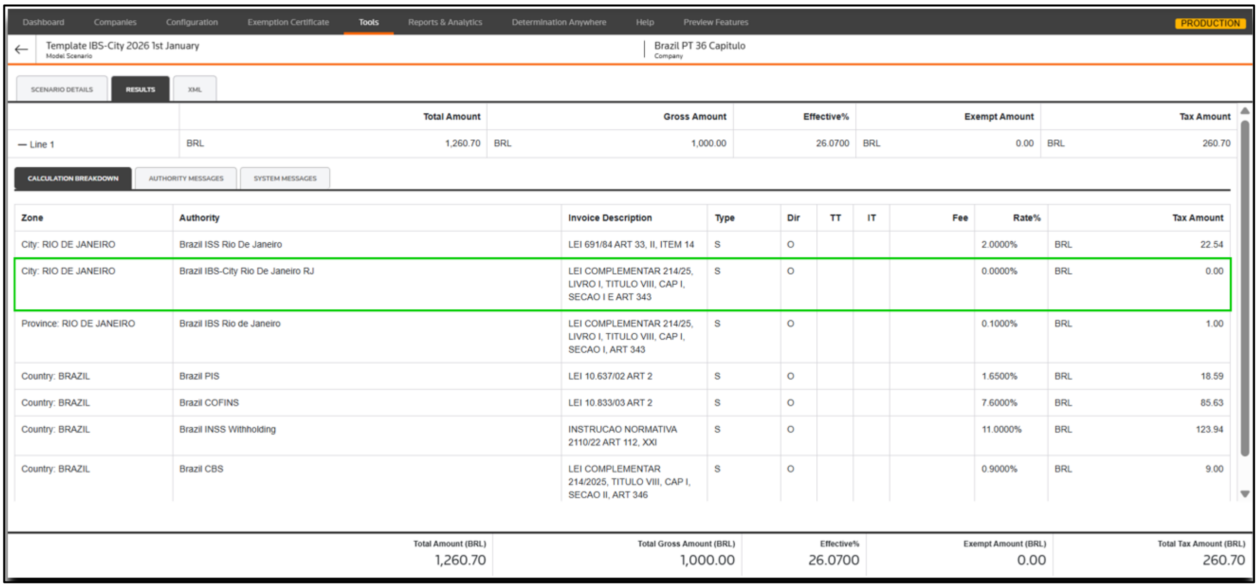
- Calculation method: Bazil CBS-IBS

3. Save the rule you created



Step 4: Test the Configuration

1. Create a test scenario with a date after January 1, 2026
2. Check that IBS-City in the rule
3. Confirm that the calculation is working correctly



Dashboard | Companies | Configuration | Exemption Certificate | Tools | Reports & Analytics | Determination Anywhere | Help | Preview Features | PRODUCTION

Template IBS-City 2026 1st January
Model Scenario

Brazil PT 36 Capitulo
Company

SCENARIO DETAILS | RESULTS | XML

		Total Amount		Gross Amount	Effective%		Exempt Amount		Tax Amount
— Line 1	BRL	1,260.70	BRL	1,000.00	26.0700	BRL	0.00	BRL	260.70

CALCULATION BREAKDOWN | AUTHORITY MESSAGES | SYSTEM MESSAGES

Zone	Authority	Invoice Description	Type	Dir	TT	IT	Fee	Rate%		Tax Amount
City: RIO DE JANEIRO	Brazil ISS Rio De Janeiro	LEI 691/84 ART 33, II, ITEM 14	S	O				2.0000%	BRL	22.54
City: RIO DE JANEIRO	Brazil IBS-City Rio De Janeiro RJ	LEI COMPLEMENTAR 214/25, LIVRO I, TITULO VIII, CAP I, SECAO I E ART 343	S	O				0.0000%	BRL	0.00
Province: RIO DE JANEIRO	Brazil IBS Rio de Janeiro	LEI COMPLEMENTAR 214/25, LIVRO I, TITULO VIII, CAP I, SECAO I, ART 343	S	O				0.1000%	BRL	1.00
Country: BRAZIL	Brazil PIS	LEI 10.637/02 ART 2	S	O				1.6500%	BRL	18.59
Country: BRAZIL	Brazil COFINS	LEI 10.833/03 ART 2	S	O				7.6000%	BRL	85.63
Country: BRAZIL	Brazil INSS Withholding	INSTRUCAO NORMATIVA 2110/22 ART 112, XXI	S	O				11.0000%	BRL	123.94
Country: BRAZIL	Brazil CBS	LEI COMPLEMENTAR 214/2025, TITULO VIII, CAP I, SECAO II, ART 346	S	O				0.9000%	BRL	9.00

Total Amount (BRL)	Total Gross Amount (BRL)	Effective%	Exempt Amount (BRL)	Total Tax Amount (BRL)
1,260.70	1,000.00	26.0700	0.00	260.70