Enhancement for Japanese Invoices to Display Tax Rate of Line Items (NG-6369)

Target GA: May, 2024

Feature Overview

Introducing: Enhancement for Japanese Invoices to Display Tax Rate of Line Items (NG-6369)

Feature Description

SAP Ariba Buying and Invoicing in Japan now shows tax summaries at the header level and line-item tax rates, achieved through custom fields for enhanced invoicing capabilities, meeting Japan's specific tax rate requirements.

The goal of this enhancement is to provide additional capabilities in the system to meet the specific requirement 'Clear indication of where reduced tax rate applies' for the Japan market.

Key Benefits

- Allows Buyers to determine which line belong to which tax rate

- Helps with reconciliation as well

- Added clarity per line level to match information on SAP Business Network

- This feature also allows the new custom field value to be exported via API

Audience:

Buyer

Enablement Model:

Customer Configured

Applicable Solutions:

SAP Ariba Buying and Invoicing
SAP Business Network

Prerequisites, Restrictions, Cautions

Prerequisites
- Buyers must enable the parameter to EnableJapanConsumptionTax (Application.Procure.EnableJapanConsumptionTax) to Yes. This parameter is self-service.
- Contact your SAP Customer Success Partner (CSP) to create the custom field

Restrictions
- Multiple Tax Rates and type per line level is not supported.

Cautions
- Custom field can be created only by SAP, please work with your CSP to enable and configure the field required for this feature.
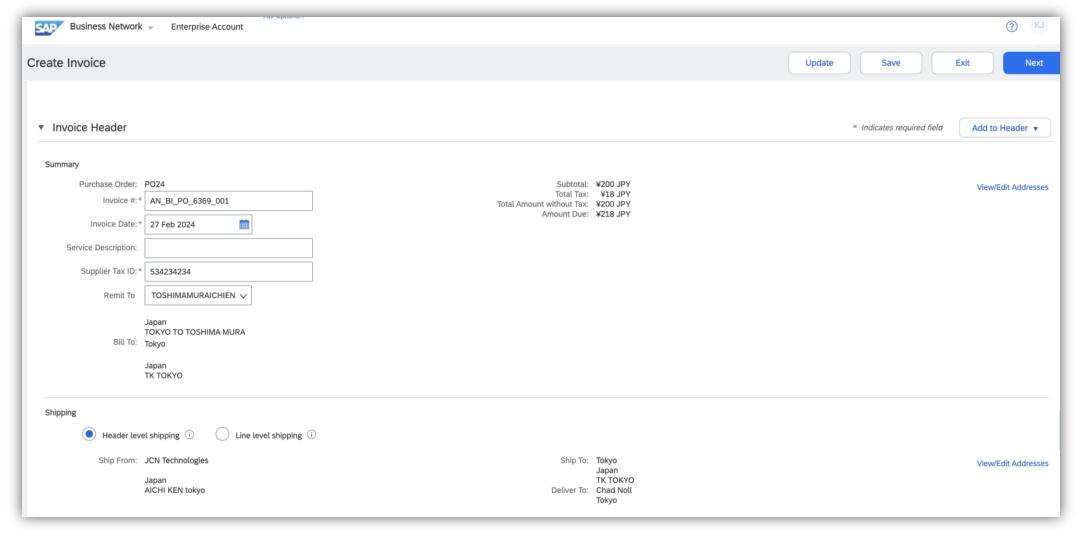
Feature Details

SAP Business Network

For invoices generated on SAP Business Network(SBN), the cXML document from SBN would carry a Boolean extrinsic that indicates whether this is a Japan domestic invoice. If it is yes, the cXML handler would process the taxes from summary section to create header level taxes.
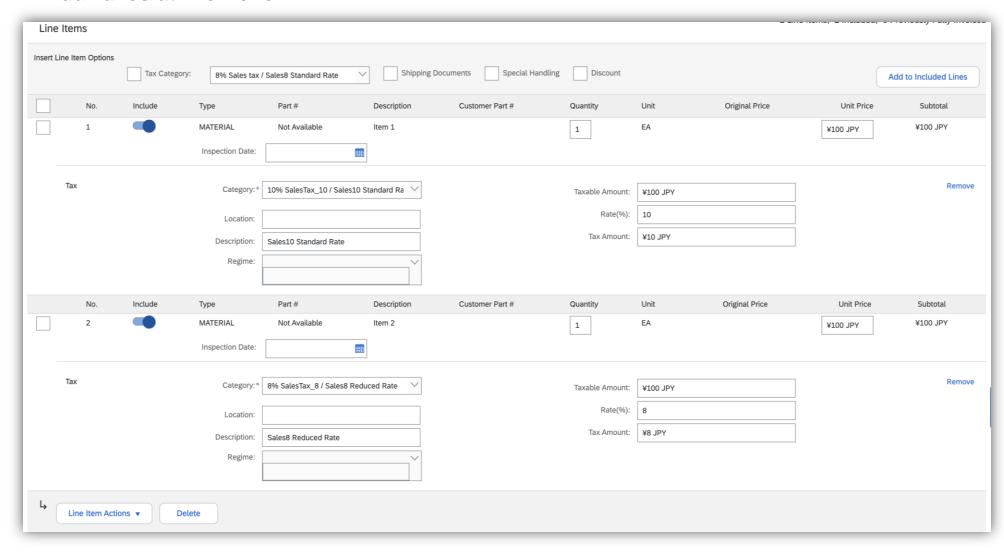
With this change logic to persist the tax information in the new line-item fields is introduced.

Customers can make use of the customization fields to populate the data from these new line-item fields and display on the invoice on SAP Ariba Buying and invoicing

Feature Details

1. Creating PO flip invoice on SAP Business Network

Feature Details

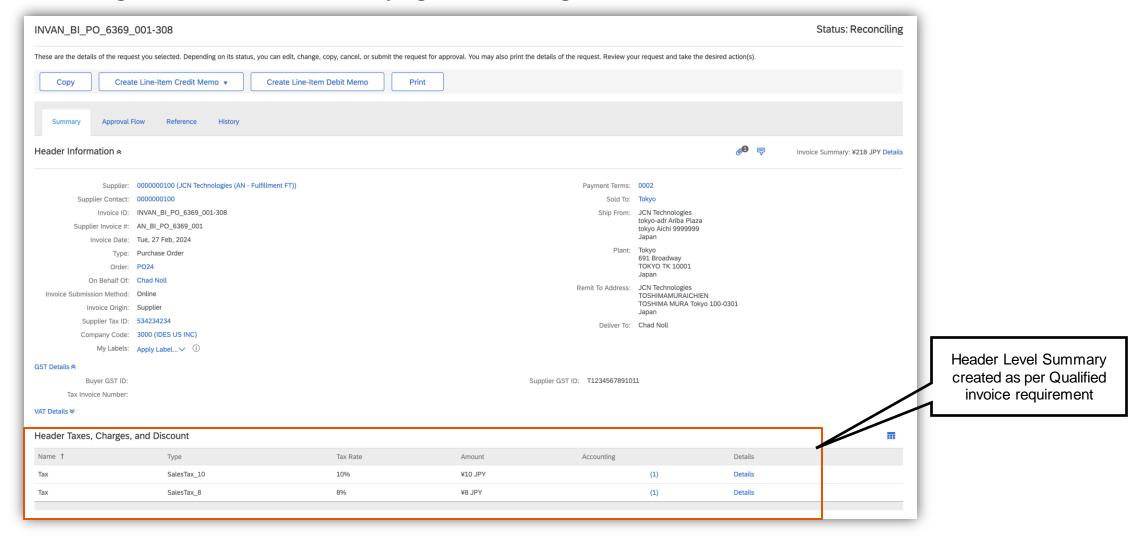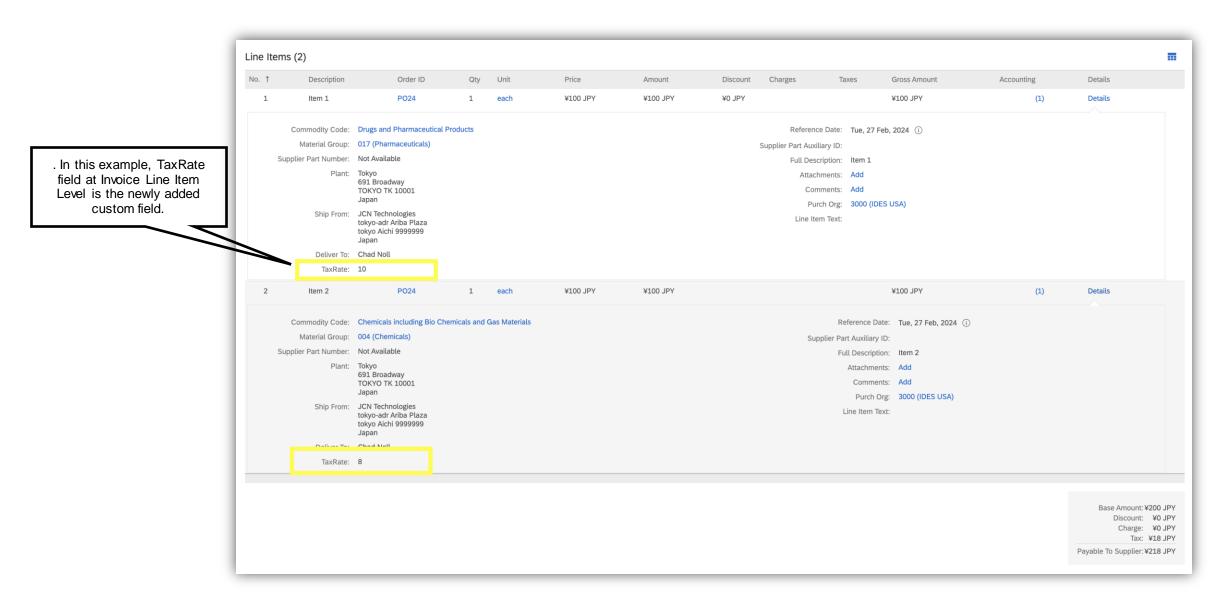## 1.1 Add Taxes at line Level

Note : If customers creates invoice with Header level Taxes on SAP Business Network and send it to SAP Ariba B&I ,Invoice CXML will be having only summary taxes , No line level tax details so the Line Tax Detail object won't be created on B&I for the Invoice Line Items

This sample invoice is created with 2 line items with tax at line level.
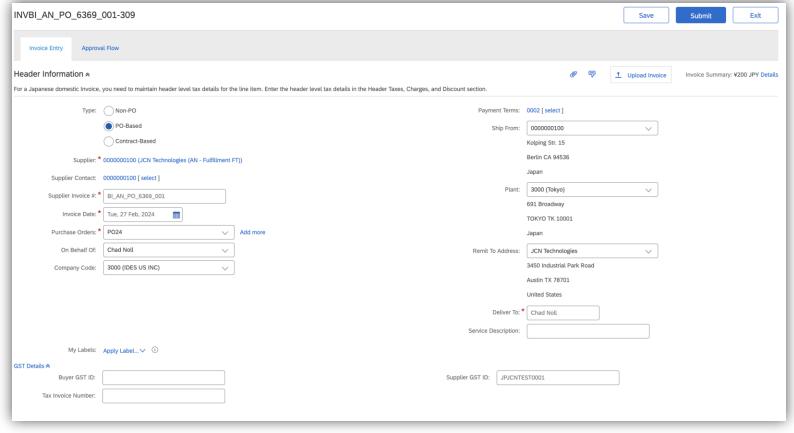
Line 1 – 10% Tax
Line 2 – 8% Tax

Feature Details

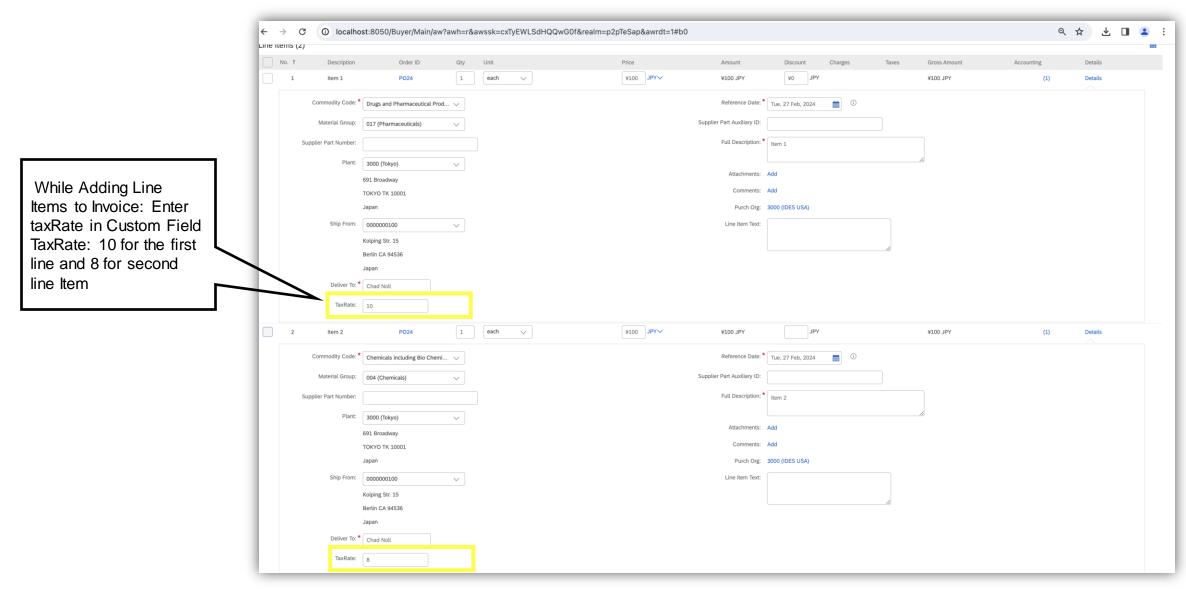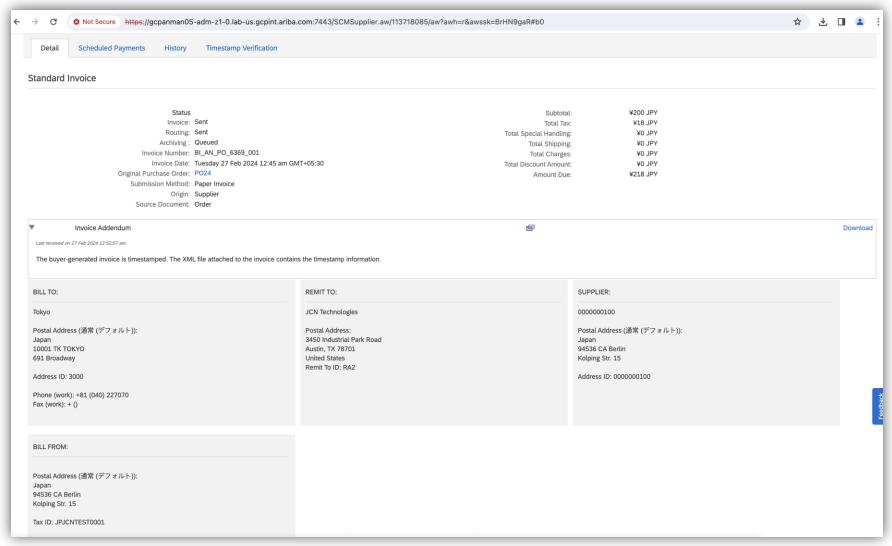## 1.2 Viewing Invoice on SAP Ariba Buying and Invoicing.

INVAN_BI_PO_6369_001-308

Status: Reconciling

These are the details of the request you selected. Depending on its status, you can edit, change, copy, cancel, or submit the request for approval. You may also print the details of the request. Review your request and take the desired action(s).

| Copy | Create Line-Item Credit Memo ▾ | Create Line-Item Debit Memo | Print |

Summary   Approval Flow   Reference   History

Header Information ⌃

Invoice Summary: ¥218 JPY Details

Supplier:	0000000100 (JCN Technologies (AN - Fulfillment FT))	Payment Terms:	0002
Supplier Contact:	0000000100	Sold To:	Tokyo
Invoice ID:	INVAN_BI_PO_6369_001-308	Ship From:	JCN Technologies
Supplier Invoice #:	AN_BI_PO_6369_001		tokyo-adr Ariba Plaza
Invoice Date:	Tue, 27 Feb, 2024		tokyo Aichi 9999999
Type:	Purchase Order		Japan
Order:	PO24	Plant:	Tokyo
On Behalf Of:	Chad Noll		691 Broadway
Invoice Submission Method:	Online		TOKYO TK 10001
Invoice Origin:	Supplier		Japan
Supplier Tax ID:	534234234	Remit To Address:	JCN Technologies
Company Code:	3000 (IDES US INC)		TOSHIMAMURAICHIEN
My Labels:	Apply Label... ⌄ ⓘ		TOSHIMA MURA Tokyo 100-0301
			Japan
		Deliver To:	Chad Noll

GST Details ⌃

Buyer GST ID:		Supplier GST ID:	T1234567891011
Tax Invoice Number:			

VAT Details ⌄

Header Taxes, Charges, and Discount

Name ↑	Type	Tax Rate	Amount	Accounting	Details
Tax	SalesTax_10	10%	¥10 JPY	(1)	Details
Tax	SalesTax_8	8%	¥8 JPY	(1)	Details

> Header Level Summary created as per Qualified invoice requirement

Feature Details

Line Items (2)

No. ↑	Description	Order ID	Qty	Unit	Price	Amount	Discount	Charges	Taxes	Gross Amount	Accounting	Details
1	Item 1	PO24	1	each	¥100 JPY	¥100 JPY	¥0 JPY			¥100 JPY	(1)	Details

Commodity Code: Drugs and Pharmaceutical Products
Material Group: 017 (Pharmaceuticals)
Supplier Part Number: Not Available
Plant: Tokyo
691 Broadway
TOKYO TK 10001
Japan
Ship From: JCN Technologies
tokyo-adr Ariba Plaza
tokyo Aichi 9999999
Japan
Deliver To: Chad Noll
TaxRate: 10

Reference Date: Tue, 27 Feb, 2024 ⓘ
Supplier Part Auxiliary ID:
Full Description: Item 1
Attachments: Add
Comments: Add
Purch Org: 3000 (IDES USA)
Line Item Text:

. In this example, TaxRate field at Invoice Line Item Level is the newly added custom field.

| 2 | Item 2 | PO24 | 1 | each | ¥100 JPY | ¥100 JPY | | | | ¥100 JPY | (1) | Details |

Commodity Code: Chemicals including Bio Chemicals and Gas Materials
Material Group: 004 (Chemicals)
Supplier Part Number: Not Available
Plant: Tokyo
691 Broadway
TOKYO TK 10001
Japan
Ship From: JCN Technologies
tokyo-adr Ariba Plaza
tokyo Aichi 9999999
Japan
Deliver To: Chad Noll
TaxRate: 8

Reference Date: Tue, 27 Feb, 2024 ⓘ
Supplier Part Auxiliary ID:
Full Description: Item 2
Attachments: Add
Comments: Add
Purch Org: 3000 (IDES USA)
Line Item Text:

Base Amount: ¥200 JPY
Discount: ¥0 JPY
Charge: ¥0 JPY
Tax: ¥18 JPY
Payable To Supplier: ¥218 JPY

Feature Details

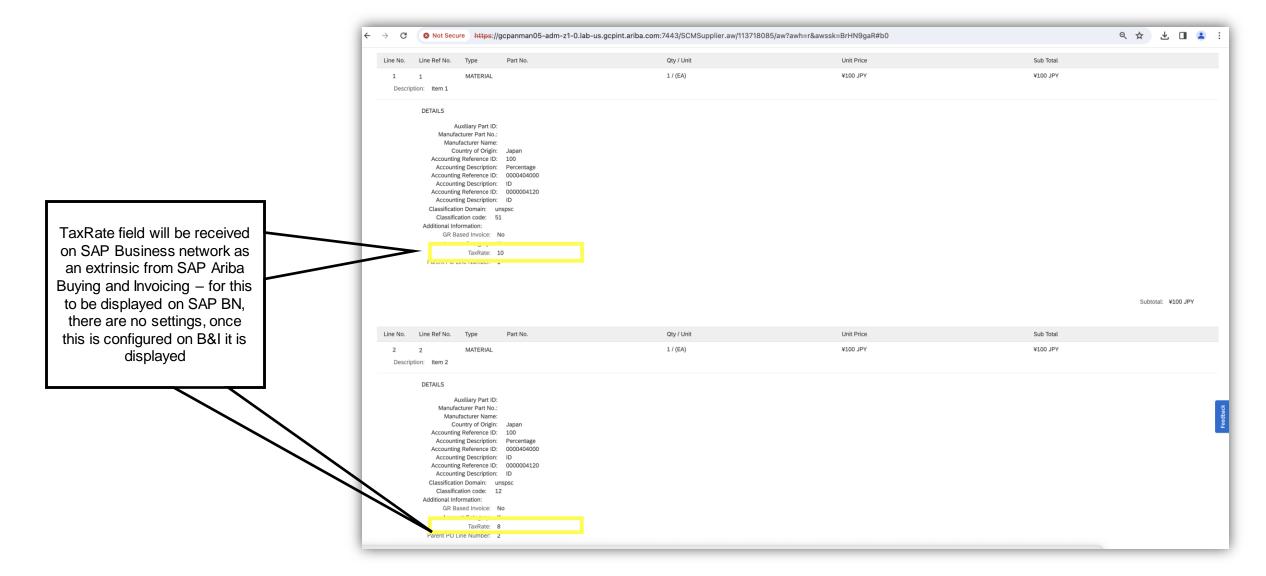## 2. Invoices created on SAP Ariba Buying and Invoicing – UI (Paper based invoices)

For Japan Domestic invoices (PO, contract ,Non-PO,LICM,LIDM,Copy Invoices…etc) created from SAP Ariba B&I UI, the pre-requisite is that the users must create only header level taxes. The user can enter the data in the new customization fields(TaxRate) to capture the required information and send this field to Business Network as well. The new field will be shown as extrinsic at each line item of the invoice in the SAP Business Network

Feature Details

While Adding Line Items to Invoice: Enter taxRate in Custom Field TaxRate: 10 for the first line and 8 for second line Item

Feature Details

2.1 Viewing Invoice on SAP Business Network

Feature Details

TaxRate field will be received on SAP Business network as an extrinsic from SAP Ariba Buying and Invoicing – for this to be displayed on SAP BN, there are no settings, once this is configured on B&I it is displayed

Feature Details

3. ERS Invoices created in SAP Ariba Buying and Invoicing (B&I)

For ERS invoices, required code changes would be made to capture the tax information in the newly created invoice line-item fields based on the tax data available in the purchase order (PO). The customers can make use of the custom field to populate the data from these new line-item fields and display on the invoice.

Create a Requisition with ERS line items

Feature Details

Automatically Invoice on B&I gets created once items are received

Feature Details

At Each Item Level in Invoice, we can check custom field TaxRate(automatically populated):

Line Items (3)

No. ↑	Description	Order ID	Qty	Unit	Price	Amount	Discount	Charges	Taxes	Gross Amount	Accounting	Details
1	Item1	PO25	1	each	¥100 JPY	¥100 JPY	¥0 JPY			¥100 JPY	(1)	Details

Commodity Code: Drugs and Pharmaceutical Products
Material Group: 017 (Pharmaceuticals)
Supplier Part Number:
Plant: Tokyo
691 Broadway
TOKYO TK 10001
Japan
Ship From: 0000000100
Kolping Str. 15
Berlin CA 94536
Japan
Deliver To: Chad Noll
TaxRate: 10

Reference Date: Tue, 27 Feb, 2024 ⓘ
Supplier Part Auxiliary ID:
Full Description: Item1
Attachments: Add
Comments: Add
Purch Org: 3000 (IDES USA)
Line Item Text:

| 2 | Item2 | PO25 | 1 | each | ¥100 JPY | ¥100 JPY | | | | ¥100 JPY | (1) | Details |

Commodity Code: Chemicals including Bio Chemicals and Gas Materials
Material Group: 004 (Chemicals)
Supplier Part Number:
Plant: Tokyo
691 Broadway
TOKYO TK 10001
Japan
Ship From: 0000000100
Kolping Str. 15
Berlin CA 94536
Japan
Deliver To: Chad Noll
TaxRate: 8

Reference Date: Tue, 27 Feb, 2024 ⓘ
Supplier Part Auxiliary ID:
Full Description: Item2
Attachments: Add
Comments: Add
Purch Org: 3000 (IDES USA)
Line Item Text:

| 3 | Item3 | PO25 | 1 | each | ¥100 JPY | ¥100 JPY | | | | ¥100 JPY | (1) | Details |

Commodity Code: Drugs and Pharmaceutical Products
Material Group: 017 (Pharmaceuticals)
Supplier Part Number:
Plant: Tokyo
691 Broadway
TOKYO TK 10001
Japan
Ship From: 0000000100
Kolping Str. 15
Berlin CA 94536
Japan
Deliver To: Chad Noll
TaxRate: 10

Reference Date: Tue, 27 Feb, 2024 ⓘ
Supplier Part Auxiliary ID:
Full Description: Item3
Attachments: Add
Comments: Add
Purch Org: 3000 (IDES USA)
Line Item Text:

Feature Details

Invoice Reconciliation & Proration Changes

No change is expected here.

Payment Export Changes

There is no change expected here. Different channels to consider are 1) cXML 2) CSV (file channel) 3) Web Services (WS) and 4) Async Payment Export.

Thank you.

SAP Business Network

Follow us

www.sap.com/contactsap

THE BEST RUN **SAP**