SAP Ariba /\/\

Feature at a glance
UAE VAT e-Invoicing

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SAP® Run Simple

Feature at a Glance
Introducing: **UAE VAT e-Invoicing**

Customer challenge

Starting Jan 1st, 2018, UAE introduced VAT on goods and services. The UAE VAT law has specific requirements related to the content of the VAT invoice and credit note created by the suppliers. UAE domestic invoices and credit notes created on the Ariba Network did not fully follow regulations pertaining to the format and content. This would have resulted in suppliers sending invoices and credit notes that were not regulatory consistent with the VAT regulations.

Meet that challenge with **SAP** Ariba

This feature enhances the Ariba Network e-Invoicing capability for UAE domestic invoices and credit notes by allowing suppliers to create VAT invoices that are regulatory consistent with the UAE VAT regulations. Key enhancements include:
- Label changes (as specified in the UAE VAT regulations) on invoice, credit note and line item credit note documents
- Digital signatures & archiving for signed invoices and credit notes to ensure their integrity and authenticity.

Experience key benefits

Suppliers can now send regulatory consistent UAE domestic VAT invoices and credit notes to the buyers via Ariba network.

Solution area

Ariba Network

Implementation information

Buyer Entitlement to 'Enable UAE Tax invoicing' must be enabled. This entitlement needs to requested by the buyer and must be performed by SAP Ariba support.
The feature will be toggled 'On' for all suppliers and will take into affect for suppliers after they confirm their VAT registration status & VAT ID in the supplier profile.

Prerequisites and Limitations

Please see next slide

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Pre-requisites to enable the feature

<u>Buyers</u>

- This feature is "off" by default. To enable this feature, please submit a Service Request to SAP Ariba to have this feature turned 'On'.

- Buyer entitlement 'Enable tax invoicing for UAE' must be enabled by Ariba support

<u>Suppliers:</u>

- This feature is toggled 'ON' by default for all suppliers

In order for suppliers to start creating regulatory consistent VAT invoices for UAE, supplier organization needs to enhance its supplier profile as follows:

- Suppliers must create 'Additional Company Addresses' in the Company Profile, to add any UAE specific address with VAT ID.

- While creating the additional company address for UAE, Suppliers must confirm that their organization is VAT registered.

- If Suppliers have already created 'Additional Company Addresses' for UAE with a VAT ID, they still need to edit the address and confirm that they are VAT registered. This will ensure that the invoices they create will be Tax Invoices, provided the invoices are domestic and NOT zero-rated or exempt.

Relevance of the feature

Creation of VAT invoices and credit notes as per the UAE regulations in Ariba Network is applicable only to Domestic UAE invoices and credit notes, where the supplier is UAE address and the goods are being shipped to a location in UAE.