Malaysia E-Invoicing 2024 – SAP Business Network Integration with IRBM (NG-6276 & NG-6842)

Target GA: February 2502

Feature Overview – Malaysia E-Invoicing

Introducing: Malaysia E-Invoicing 2024 – SAP Business Network Integration with IRBM

Feature Description

We are excited to introduce an enhancement to the Malaysian e-Invoicing process for outbound invoices, specifically designed to improve compliance and efficiency. This feature ensures that invoices generated on SAP Business Network (SAP BN) will undergo automatic validation with the Inland Revenue Board of Malaysia (IRBM) portal.

Key Benefits

Seamless Invoice Validation: Invoices are validated with the IRBM portal, ensuring accuracy and compliance with Malaysian e-Invoicing regulations.

Dual Invoice Formats: Buyers will receive both the Malaysian UBL-compliant invoice and a PDF version, allowing for flexibility and transparency.

Out of the Box Integration: The integration between SAP Business Network and the IRBM Portal offers a significant advantage by being an out-of-the-box solution that requires no additional subscription fees. This feature simplifies adoption for suppliers and streamlines implementation for buyers, making it an accessible and efficient choice for enhancing business collaboration
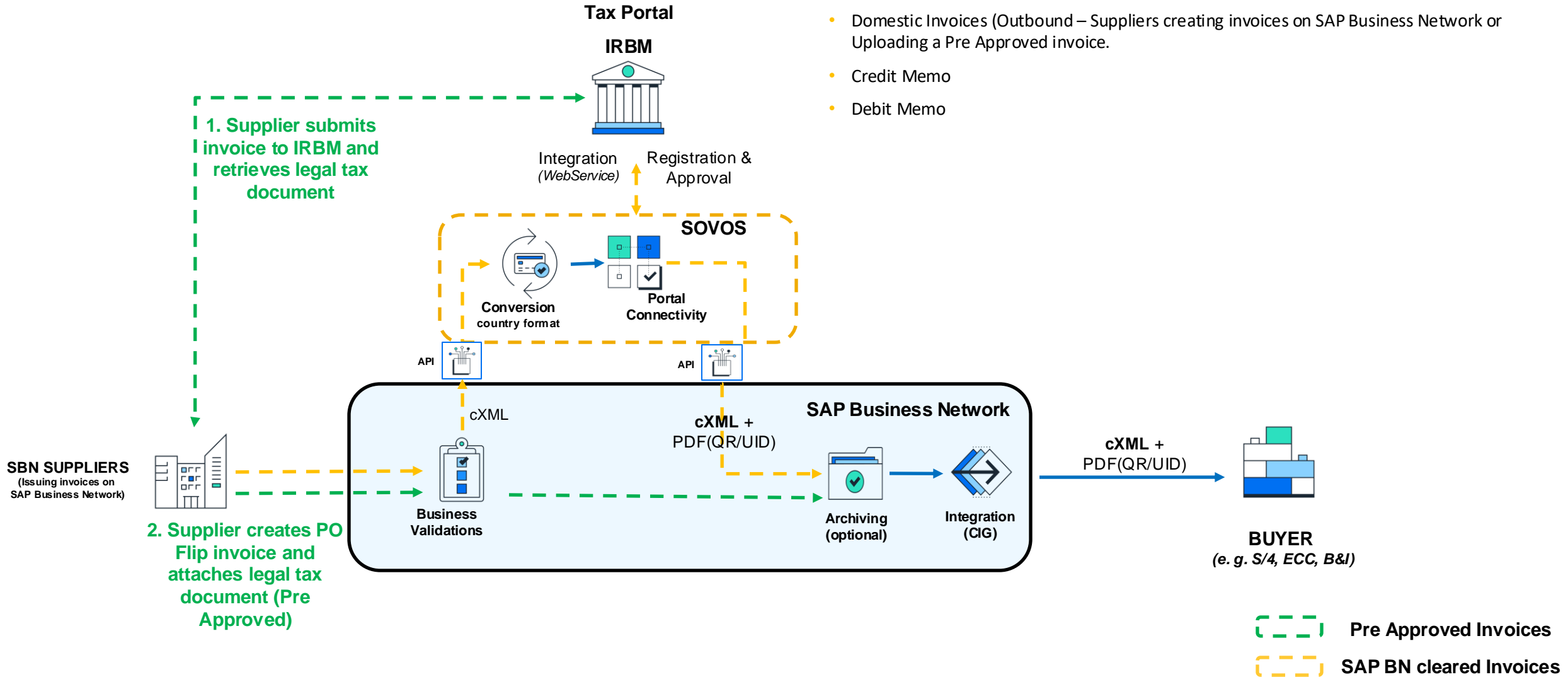
Audience:

Buyer and Supplier

Enablement Model:

Customer Configured

Applicable Solutions:

SAP Business Network for Procurement.

# SAP Business Network: Outbound Flow Malaysia 2024

Tax Portal

IRBM

Integration *(WebService)* — Registration & Approval

SOVOS

Conversion **country format** — Portal **Connectivity**

API — cXML

API — **cXML +** PDF(QR/UID)

SAP Business Network

Business Validations — Archiving (optional) — Integration (CIG)

SBN SUPPLIERS (Issuing invoices on SAP Business Network)

1. Supplier submits invoice to IRBM and retrieves legal tax document

2. Supplier creates PO Flip invoice and attaches legal tax document (Pre Approved)

cXML + PDF(QR/UID)

BUYER *(e. g. S/4, ECC, B&I)*

- Domestic Invoices (Outbound – Suppliers creating invoices on SAP Business Network or Uploading a Pre Approved invoice.
- Credit Memo
- Debit Memo

Pre Approved Invoices

SAP BN cleared Invoices

Enablement Steps & Notes

For Buyers:

• **To enable mandatory e-Invoicing**:

- You will now need to enable the rule **"Require suppliers to send tax invoice documents"** in your SAP Business Network account.

- **Where to Find It**:
  Manage Profile → Configuration → Country → Malaysia → Country-based Invoice Rules → General Invoice Rules

- **What It Does**:
  Ensures that suppliers create a legal profile that allows them to choose the type of invoices they wish to create on SAP Business Network

• **To create Sold To Address:**

Buyers can now create a Sold to address under Default rules that allows to map all relevant Tax ID when supplier creates an Invoice

Enablement Steps & Notes
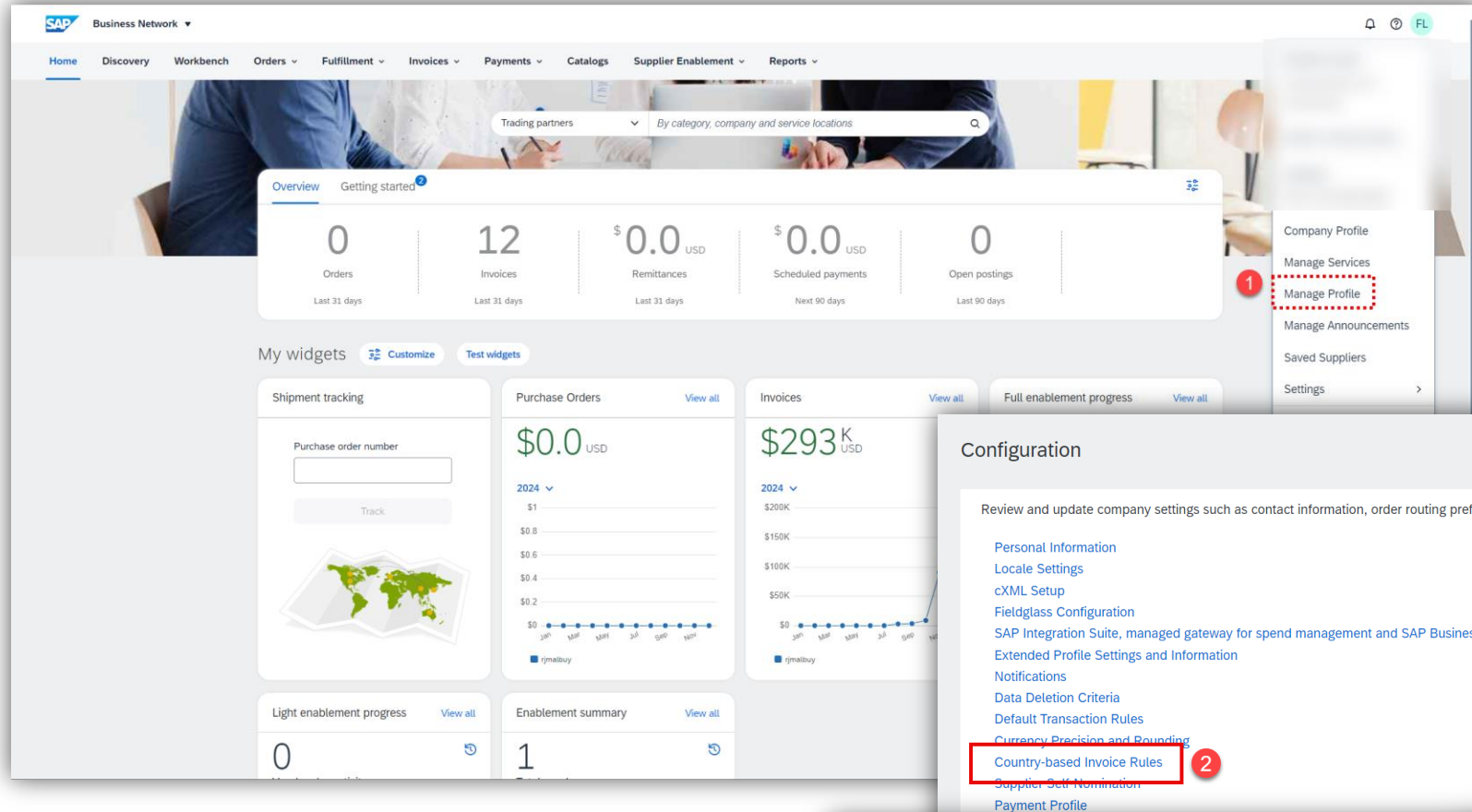
Steps to enable – Invoicing feature

- *Click on Manage Profile*

- *Select Country-based Invoice Rules*

- *From the list select Malaysia (these rules need to be enabled to ensure E-Invoicing for Malaysia to work)*

- *Scroll down to find "Require Suppliers to send tax invoice documents" – Enable the check box.*

- *Also ensure "Allow suppliers to send invoices to this account" is enabled.*

Enablement Steps & Notes

Steps to create Sold to address - Buyer

- *Click on Manage Profile*

- *Select Default Transaction Rules*
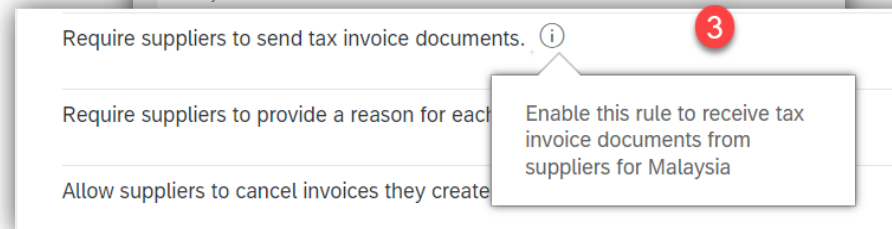
- Find the rule "Configure List of Customer(sold to) Address with VAT IDs

- On the next page click on "create" this will allow creation of Sold to Address along with new Tax ID fields

- Click on save.

- Note – Address ID mapping allows the Tax ID to be shown on the UI when PO flip invoices are created.

Enablement Steps & Notes

Suppliers based in Malaysia, or for suppliers who have their operations in Malaysia, can take advantage of enhanced features by configuring a legal profile within their SAP Business Network supplier account.

When creating this legal profile, additional fields specific to Malaysia will appear on the user interface. These fields play a crucial role in validating invoices submitted to the IRBM Portal, ensuring compliance and streamlining the invoicing process for Malaysian suppliers

Below legal profile option are introduced.

•**Exempt Supplier - do not submit to IRBM** - Suppliers can choose this option if the business transaction does not require any tax invoicing.

•**Pre-Approved tax invoice - do not submit to IRBM** -Suppliers can choose this option if a pre-approved invoices (by the tax authority) exists. These invoices will be directly submitted to the buyer and will not be submitted to IRBM.

•**Tax invoice - submit to IRBM-** Suppliers can take advantage of the out-of-the-box integration with the IRBM by using SAP Business Network to create tax invoices, ensuring compliance and efficiency without any additional subscription fees..

Enablement Steps & Notes

Creating Legal Profile - Supplier

- Click the Account Settings icon, and choose Company Profile.

- Choose Additional Addresses. Additional Information page appears.

- In the Additional Company Addresses, choose **Create** to configure additional supplier addresses.

Enablement Steps & Notes

- Enter the Address Name.
- Enter your Tax ID.
- Enter the following required fields in the Address section for your company's additional branch address in Poland.
- Address 1 -
- City
- Postal Code
- Country/Region
- Note - **The Set Up Legal Profile check box is displayed only if you have selected the Country as Malaysia.**
- Select the Set Up Legal Profile check box.

Enablement Steps & Notes

- The Legal Profile Information section appears. The SST ID field is auto-populated with the Tax ID/SST ID entered during the creation of the Legal Profile. However, you can further edit the field.

- Select the required Legal profile Type. – there are 3 options available

➤ **Exempt Supplier - do not submit to IRBM** - Suppliers can choose this option if the business transaction does not require any tax invoicing.

➤ **Pre-Approved tax invoice - do not submit to IRBM** -Suppliers can choose this option if a pre-approved invoices (by the tax authority) exists. These invoices will be directly submitted to the buyer and will not be submitted to IRBM.

➤ **Tax invoice - submit to IRBM-** Suppliers can take advantage of the out-of-the-box integration with the IRBM by using SAP Business Network to create tax invoices, ensuring compliance and efficiency without any additional subscription fees.

Enablement Steps & Notes

Fields for –Submit to IRBM

- Enter the SST ID, if required.

- Enter the Tax Identification Number, Business Registration Number, Tourism Tax ID, Client ID, Client Secret, MSIC Code, and MSIC Description.

- Upload the keyfile in the Signature Keystore field.

- Enter the Password.

- Choose Save

- Legal profile is ready to be used.

- *Note- SAP Business Network does not validate the Tax ID's provided or the Client ID and secret, Supplier is responsible to input correct information.*

Enablement Steps & Notes

Selecting the right Legal profile for the invoice and UI changes

1 Legal Profile selection dropdown – allows you to switch between different legal profiles created

2 New UI fields under – Malaysia Specific Information- UUID field visible when – **Pre approved** Legal profile type is selected.

Newly introduced Tax ID fields

- Supplier/Buyer TIN

- Supplier/Buyer Tourism Tax ID

- Supplier/Buyer Business Registration Number.

The advantage of allowing pre approved invoice is that supplier if using a 3rd party service can still submit invoices with UUID

Feature Details

Selecting the right Legal profile for the invoice and UI changes

1 Legal Profile selection dropdown – allows you to switch between different legal profiles created

2 New UI fields under **– Submit to IRBM profile**

Newly introduced Tax ID fields

- Supplier/Buyer TIN

- Supplier/Buyer Tourism Tax ID

- Supplier/Buyer Business Registration Number

- MSIC Code – Auto populated from Legal profile

- MSIC Description – Auto Populated for Legal profile

- *UUID field is not visible as it will be auto populated after the invoice is validated by IRBM*

Feature Details

Detail	Scheduled Payments	History

Invoice: Mal19Dec
Invoice Status: Sent
Received By SAP Business Network On: 19 Dec 2024 9:51:28 AM GMT+05:30
Submitted By: fnSmith lnJohn

To:
Routing Status:

History

Status	Comments	Changed By	Date and Time
	The invoice was successfully received.		19 Dec 2024 9:51:37 AM
	Document has been converted from InvoiceDetailRequest to MY_UBL successfully.	ANDocumentOutProcessor-145275007	19 Dec 2024 9:51:52 AM
	Digital signature is requested for this document with From country MY and To country MY	ANCXMLOutDispatcher-145426005	19 Dec 2024 9:51:52 AM
	Document sent to partner with external identifier 4a0ada60be178d37fac8dc0e03113e00.	ANDocumentOutDispatcher-145277010	19 Dec 2024 9:51:58 AM
	Document has been converted from MY_UBL to InvoiceDetailRequest successfully.	ANDocumentDispatcher-145917011	19 Dec 2024 9:55:10 AM
	Invoice signature result - 200 - OK - The document was digitally signed and validated successfully.	ANCXMLDispatcher-145275006	19 Dec 2024 9:55:12 AM
	DOC-18: Document dispatch failed. ?	PropogationDispatcher-145289032	19 Dec 2024 9:55:21 AM
	Comments from rjmalbuy: The document was added to the pending queue for download.	PropogationProcessor-145428079	19 Dec 2024 9:55:37 AM
Sent			

Attachment(s):

Name	Type
MY_UBL_Mal19Dec.xml	text/xml
MY_UBL_PDF.pdf	application/pdf

Create Line-Item Credit Memo   Create Line-Item Debit Memo   Copy This Invoice   Print   Download PDF ▼   Export cXML

Invoice when approved by IRBM will have 2 attachment's

1. UBL invoice

2. PDF

Feature Details

UUID is shown under Tax Invoice number on PDF

Tax invoice number	KYCZMWM26NPYJPQTXE4EJEFJ10
Invoice Number (Supplier Reference No.)	Mal19Dec
Invoice Date	Thursday 19 Dec 2024 9:51 AM GMT+05:30
Amount Due	RM56,010.00 MYR

Contact Information		Shipping Information	
Supplier	Customer	Ship From	Ship To
Malaysia	Malaysia Buyer	rjmalsup	rjmalbuy
Malaysia	Vertical Corporate Tower B	jUnitDummy	jUnitDummy
Malaysia	Avenue	MY	MY
Johor	10,, The Vertical Bangsar South	Johor	Johor
50456	Malaysia	123486	123486
Malaysia	Wilayah Persekutuan Kuala Lumpur	Malaysia	Malaysia
Supplier SST ID	59200		
SU1-SUP4-SUP45678	Malaysia		
	Address ID: Malaysia		
	Customer SST ID		
	BU1-BUY4-BUY45678		

Line Items						PO No. : Malaysia	
Line No.	PO Line No.	Type	Supplier Part No. / Description	Customer Part No.	Quantity (UOM)	Unit Price	Subtotal
1	1	Material	ios / laptop	mac	100 / (C62)	RM500.00 MYR	RM50,000.00 MYR

Taxes, Allowances and Charges

Category	Applicable To	Details	Base Amount	Rate %	Amount
Sales Tax	Line		RM50,000.00 MYR	12%	RM6,000.00 MYR
Service Tax	Line		RM50,000.00 MYR	0.02%	RM10.00 MYR

Line Item Total : RM56,010.00 MYR

Feature Details

New Extrinsic

```
<InvoiceDetailRequest>
        ....
        <InvoiceDetailRequestHeader>
                <Extrinsic name="supplierTIN">CXXXXXXXXX</Extrinsic>
                <Extrinsic
name="supplierTourismNumber">TT123</Extrinsic>
                <Extrinsic name="supplierBRN">123456789012</Extrinsic>
                <Extrinsic name="buyerTIN">CXXXXXXXXX</Extrinsic>
                <Extrinsic
name="buyerTourismNumber">5467890</Extrinsic>
                <Extrinsic  name="buyerBRN">XXXXXXXXX</Extrinsic>
                <Extrinsic  name="MSICCode">46521</Extrinsic>
                <Extrinsic name="MSICDescription">Wholesale of
telephone and telecommunications equipment, cell phones, pagers</Extrinsic>
        </InvoiceDetailRequestHeader>
        ....
</InvoiceDetailRequest>
```

Prerequisites, Restrictions, Cautions

Prerequisites
- Buyers to enable the required rule
- Suppliers to configure Legal Profile

Restrictions
- This feature is applicable to domestic suppliers only.

Thank you.

SAP Business Network

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