



SAP R/3 ECC 6.0 SAP Goods and Service Tax (GST) Implementation

Business Scenario

Implementation of SAP Goods and Service Tax (GST)

Client's day to day operations are carried out in SAP R3. However, due to introduction GST in INDIA w.e.f. 01st July 2017, Client decided to implement SAP GST project to be carried out for their various Business places in India viz. Mumbai & Pune.

Currently operations with these business places governed by VAT respective state laws and interstate transaction are governed by CST Act. Understanding the benefits of SAP GST in their existing system, Client has decided to extend the benefits of SAP GST and Implement the same.

Introduction

The Client

Client is an ISO 9001 company has been involved in offering products and services to the engineering, industrial and automobile industry for over twenty five years. It has two manufacturing plants in Pune, India and manufactures a wide spectrum of engineering products used in the transportation, agricultural and industrial segment.

Client believes that a good, "Best-Fit Solution" is the most effective way to generate value for each client and sustain value over time. We achieve this through rapid product development cycles, controlled processes and creativity in engineering.

Client has a vast repertoire of engineering products, services and processes for different applications. Client capabilities in engineering, development and improvements in production efficiency have led to the company becoming a key supplier OEMs worldwide.

The Requirements

Client wanted to implement GST functionality in the SAP system to be used in day today business operations as per newly introduced GST Act by Government of India

The project initiative was to implement GST functions for Indian operations. One of the toughest challenges was to implement IT systems which are in compliance with ever-changing and dynamic compliance and regulatory rules

Broad Scope of Work

- Configuration settings for Screen changes, Implementation of GST Notes, Creation of Tax codes, updating Tax procedure, creating Condition types, creating Business places for Mumbai, Gurugram and Chennai etc.
- Configuration of existing business processes at Client production server
- Update Tax Procedures TAXINN with New Condition types created for GST calculation during entry
- Cutover Strategy
- Go Live Support

Project Summary

Industry

Manufacturer of Automotive Components

Client Profile

Client offers products and services to the engineering, industrial and automobile industry for over twenty five years

Solution

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Solution Benefit

- The enhancement in current program will to capture the GST fields like Business Place, GST Partner and HSN/SAC Code after GST Implementation using standard R/3 functions and Customization
- Configure the SAP processes to support the legal requirements in the existing SAP environment

Business Challenges

- Understanding of GST provisions and its impact on existing business.
- Greater flexibility in using and maintaining the GST Rates in the system
- Allows condition-based tax procedures for all possible combination
- Improved accuracy in GST values
- Development of various new outputs
- Shift from the previous tax regime and carry forward the input credits into GST.
- Export process changes
- Improved reporting & data accuracy

Solution

AG Technologies implemented the SAP Goods and Service Tax (GST) for the Client which includes all Indirect Taxation such as Integrated GST, Central GST and State GST

Configuration of GST registration settings, Business Place settings, Document types, Official Document Numbering (ODN) and tax procedures, mapping of related GL accounts during incoming and outgoing GST invoice postings along the necessary integration with Reports.

Changes in existing print layout as per GST requirement in Purchase Order, GST Tax Invoice, Sales Order, Credit Note, Debit Note, Export Invoice, Payment voucher.

Critical Success Factor

- To define stability & scope of Project
- Understand and interpret the compliance requirements and convert in to the business terminology
- GST Implementation using standard R/3 functions and Customization at client
- Configure the SAP processes to support the legal requirements in the existing SAP environment
- Whole company committed to ASAP methodology and R/3 Business Process
- Understanding Business requirement at a very micro level

Technology

SAP Solution	SAP R/3 ECC 6.0
Modules	FI, MM, SD, ABAP & Basis

**For more information,
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About Us

AG Technologies is a global software solutions and SAP services provider headquartered in Mumbai, India. We are a business and technology group specializing in industry specific solutions and strategic outsourcing.

Our team is highly experienced and possesses deep expertise in their areas of focus. We provide superior value for our clients by delivering high quality work designed to enhance your Return on Investment.

**For more information, company:
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