



SAP R/3 ECC 6.0 EHP6 SAP - GST Implementation

Business Scenario

Implementation of SAP Country India GST

Client's day to day operations are carried out in SAP for its plant at SANAND under old Sales Tax rules. Effective 1st July, 2017 Government of India has introduced GST Act towards indirect Tax on Goods & Service and SAP GST implementation was required to fulfill Legal requirement under New act at its Plant in SANAND.

Company has implemented SAP for Trading sales at its plant in SANAND and extend its manufacturing activities at this plant in India.

Introduction

The Client

The CLIENT Group is one of the leading companies in the field of plumbing and heating systems. It is also one of the longest-standing enterprises in this sector: Founded over 100 years ago by Anselm Viegener.

In the mid-1990s and in the year 2000, CLIENT revolutionized the market twice in quick succession: first with the introduction of the Profipress system, then with the invention of SC-Contur.

CLIENT India P Ltd is a 100% of CLIENT GMBH, Germany. CLIENT has advanced to become an internationally operating market leader with ten locations throughout the world, over 4,000 employees and a wide range of products covering the entire installation technology sector.

The Requirements

Client wanted to implement SAP GST solution to fulfill legal requirements as per Government of India GST Act.

The project initiative was to implement SAP Country India GST functionality for Indian operations at Sanand Trading & Manufacturing Plant.

One of the toughest challenges was to implement GST solution for each process in the ever-changing & dynamic regulatory rule of Government for GST and subsequent SAP solution understanding & implementation.

Broad Scope of Work

- Implementation of SAP notes relevant for GST.
- Configuration settings as per SAP GST solution for Plant 5103 @ Sanand, Ahmedabad
- Development of Outputs and reports (GSTR)
- Training to end users for change in processes
- Cutover Strategy
- Go Live Support

Project Summary

Industry

SANITARYWARE & HEATING SYSTEMS

Client Profile

Client is leading company in the field of Plumbing and Heating system with Global Operations. The company is a leader in the world market for Plumbing and Heating Systems.

Solution

SAP R/3 ECC 6.0 EHP6 SAP Country India GST Implementation

Solution Benefit

- Standard SAP GST solution Implementation using standard R/3 functions and Customization
- Configure the SAP processes to support the legal requirements in the existing SAP environment

Business Challenges

- Government of India introduced GST on 1st July, 2017 wherein all Manufacturers, Traders and Service providers have been placed under a Single Unified Tax GST. Thus doing away with Archaic multiple taxation laws and compliance of same.
- Change in taxation from Origin based tax to Destination based Tax
- Understanding GST provisions and its impact on existing business scenario
- Categorization of goods and services in various cases
- Changeover from Old Taxation Law to new Tax Regime and carry forward input Credits
- Defining / changing business process till last minute to ensure fulfillment of legal requirement.

Solution

AG Technologies implemented the SAP Country India GST solution for the Client which includes Indirect Taxation on all Goods & Services

The implementation included Domestic sale (Interstate / Intrastate), Domestic Purchase (Interstate / Intrastate) of goods & services, Imports, Reverse Charge Mechanism, Advance Receipt Process, Debit Note, Credit Note.

Configuration of Customer / Vendor Account Group, Pricing Condition(SD / MM), Condition Tables (SD / MM), Pricing Procedure, Pricing Schema, Changes in tax procedures, New Tax Codes, mapping & changes in Process, Assignment of related GL accounts for incoming and outgoing goods, Define & Assignment of Business Place along with necessary integration of FI, MM, and SD modules.

Development of Outputs (Invoices) & Reports relevant for GST details

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
- Understanding Business requirement at a very micro level.

SAP Solution	SAP R/3 ECC 6.0 EHP5
Modules	MM, SD, FI & ABAP

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.

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