

ONESOURCE INDIRECT TAX COMPLIANCE

RELEASE NOTES VERSION 7.1 JANUARY RELEASE

January 2014



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NEW FUNCTIONALITY

NEW MALTA VAT RETURN

ONESOURCE Indirect Tax are pleased to announce the addition of the Malta VAT Return, which completes ONESOURCE coverage of all EU jurisdictions. If you would like further information or to license additional jurisdictions, please contact a member of the ONESOURCE team.

NEW JURISDICTIONS LISTINGS

This release extends our Listings coverage,

- **Estonia**
 - Intrastat Arrivals Report (online)
 - Intrastat Dispatches Report (online)
 - ESL Report (online)
- **Malta**
 - Intrastat Arrivals Report (online)
 - Intrastat Dispatches Report (online)
 - ESL Report (online)
- **Croatia**
 - Intrastat Arrivals Report (online)
 - Intrastat Dispatches Report (online)
 - ESL Report (online)
 - EPL Report (online)

NEW SUPPLEMENTARY RETURN

We are adding new supplementary filings based on client demand; please contact the ONESOURCE team if you have particular priorities so we can feed this into the future roadmap.

- **Mexico DIOT** - Informative Statement of Transactions with third parties DIOT (Declaracion Informativa de Operaciones con terceros DIOT)

If you want further information on implementing this form please contact a member of the ONESOURCE team.

LEGISLATIVE UPDATES

LEGISLATIVE UPDATES

ONESOURCE Indirect Tax contains the relevant legislative updates across all jurisdictions giving you the assurance of reporting transactions correctly in the Return. This Release contains the following updates:

- **Belgium** – Update of ESL XML file to be compatible with new requirements of the Tax Authorities.
- **Estonia** - Introduction of partial VAT recovery for business passenger cars. The VAT Return has been updated and new tax codes have been added in relation to introduction of 50% limit of the right to deduct VAT on expenditure on passenger cars not wholly used for business purposes.
- **Germany** – Changes in periodic and annual VAT Returns, reflecting caption changes related to the expanded scope of domestic reverse charge transactions.
- **Korea** – Update of periodic VAT Return, where new boxes were added to the form. Also a pdf version of the return form was added in the software.
- **Luxembourg** - Update of periodic VAT Return to reflect to changes from January 2015. Significant changes were made in relation to the increased VAT rates applicable from 1st January 2015, including addition of new boxes and re-numbering of existing boxes. New tax codes were added to reflecting the new requirement for more detailed reporting of exempt transactions in Section I. of the VAT Return.
- **Spain** – Update of annual VAT Return for 2014 reflecting the changes in the form, where numerous existing boxes were removed and new boxes introduced in the form.
- **Vietnam** – Update of periodic VAT Return. Significant changes were made to the form, which include removal of appendices and removal and renumbering of boxes.

NETHERLANDS ONLINE FILING

Please note there is an update to the format of online filing in Netherlands. This will be contained in the February Release (Feb 14th); clients can prepare the January 2015 Return with this Release, but please await the February Release before online filing.

UPDATED FUNCTIONALITY

WORKPAPERS

REVISED JURISDICTIONS

- **Ireland (Periodic and Annual Return) and Spain (Annual Return)**

This Release includes an updated ONESOURCE for the above jurisdictions. We have moved on to a new template which has been revised based on user feedback; remaining jurisdictions will move onto this template in future Releases. The changes in summary are,

- Schedule Reference changes: 'A1' > 'A2', 'A2' > 'B', 'T3A' > 'S2', 'T3' > 'S'
- New Schedules: 'B2' - Transactions by rate: Accounts payable and 'B3' - Transactions by rate: Accounts receivable
- Manual Upload Schedule – 'S' (previously 'T3A') now developed from 'P' develop from menu. Multiple of this schedule can be developed if required, e.g. if you have different business units who send separate adjustments.

All tax code mappings have been transitioned to the new template. We have used the opportunity to add further tax codes in a response to client needs on transaction granularity for management reporting. Additionally as part of this process we have marked non relevant codes as obsolete and all obsolete tax codes will be automatically mapped to disregarded tax code.

We recommend that you check if you are using any of these obsolete tax codes (see deleted worksheet on attached spreadsheet) and remap these in advance of the Release if these should not be disregarded. The attached spreadsheet also contains all tax codes in the new version of each jurisdiction (new worksheet).

If you do not remap the obsolete tax codes before the Release, the transactions will be shown on the Disregarded schedule in the relevant return and you can then map them to the new tax codes following the Release, if they should not be treated as disregarded.

Please see Appendix 3 for details on how to update tax code mappings.

GROUPING

- **Argentina and Vietnam**

This Release includes grouping functionality for the above jurisdictions. ONESOURCE Indirect Tax jurisdictions have grouping functionality for all fiscal groups, but in response to some of our larger clients requiring grouping for organisational purposes, we are introducing this to all jurisdictions in a phased approach.

MINOR ENHANCEMENTS

This Release includes minor updates,

WORKING PAPERS

- Belgium – Changed reporting in boxes 84, 85, 86, 87 and 88 of the VAT Return. Mappings of irrecoverable VAT amounts are removed from those boxes based on tax authorities' guidelines. Only net amounts are reported there now.
- Germany – Introduction of new AR tax codes to improve reporting of domestic reverse charge, zero and exempt transactions and to automate additional boxes in periodic VAT return (this was not a statutory requirement, added for greater transparency).
- Japan – Removal of manual adjustment fields for boxes 5 and 6 in order to improve the reporting.
- Poland – Minor format and layout updates to Return. Reporting of taxable base for zero-rated and exempt transactions was removed from box 41 based on the opinion from the Ministry of Finance.
- Singapore – Introduction of new AR tax codes to automate reporting of outside the scope transactions in Box 13.
- Spain - Introduction of new AP tax codes for partially recoverable transactions as party C in triangulation.
- Sweden – Fix of rounding rules. The amounts reported in the VAT return are now rounded down.
- Taiwan – Improved reporting for financial transaction in boxes 84 and 85 in relation to changes in the return (Form 403 only).

LISTINGS

- Bulgaria ESL (txt) – automate population of header
- Netherlands Intrastat (txt) – update to signage so user doesn't have to map sign separately
- Spain 347 Report (txt) – updated to include Revenue updates for txt format
- Spain ESPL – added a filter to track negative balances per customer\supplier (which should not be included in report submitted to Revenue)
- ESL grouping functionality for xml filings - ability to run xml reports for a group of entities. This applies to Austria, Belgium, France, Germany, Ireland, Latvia and UK. There is also the ability to select which entity to get company details from using the 'Company Information Entity' parameter.
- Remove transactions with blank VAT Numbers from domestic reports – Transactions with blank VAT numbers will be automatically removed from reports, and will be shown in Invalid VAT Number exception report (as per current ESL functionality).

REPORTS

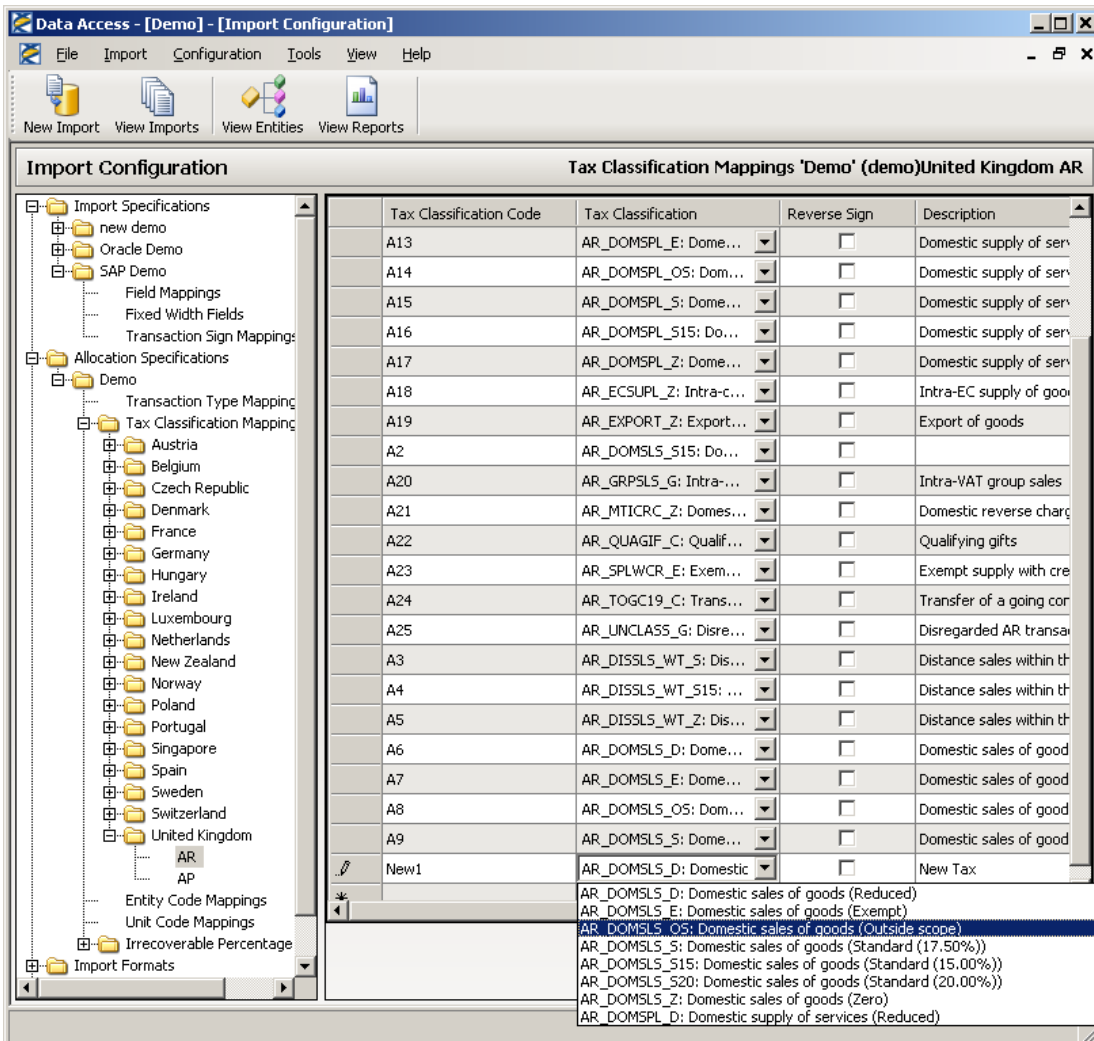
- HCC Validation Report - the European Commission has published new commodity codes for 2015 and the report will validate against the new codes
- G\L Reconciliation Report – new selector for G\L Account to allow reporting on selected multiple accounts
- 'Zero Value Tax Transactions' AP and AR – new parameter for taxcode
- 'Hidden Tax' AP and AR – new parameter for taxcode
- Updated descriptions on various exception reports

APPENDIX 1: UPDATING TAX CODE MAPPING

Tax classification mappings are added to the allocation specification under the relevant jurisdiction and under AR for amounts receivable and AP for amounts payable. In the example illustrated below, a new tax classification with code New1 has been added as an amounts receivable tax for UK.

Enter the name of the new tax code in the column tax classification code. Select the appropriate Tax classification from the dropdown in the next column. This will govern how the data is reported in the working papers. If the sign needs to be reversed (for example if your company reports all AP data as negative, this must be ticked as the system will otherwise view the transaction as a credit note).

Enter a description if you wish (not mandatory).



Once the new tax classification mapping has been set up, click OK in the bottom right of the screen to save the changes.