



## **General e-Invoice Outlook of KSA: All You Need to Know**

*Discover essential information about the process!*



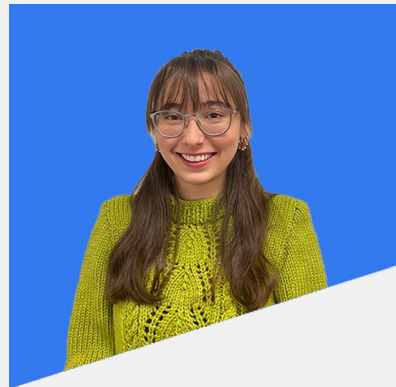
# Speakers



**Emre Hüzmeli |**  
Moderator  
Account Specialist, SNI

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Emre Hüzmeli is an Account Specialist, responsible for international account management, focused on conducting SAP projects all around the world.



**Ayça Çetin |**  
Tax Technology Assistant  
Specialist, SNI

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Ayca Cetin is a Tax Technology Assistant Specialist at SNI. She is on a mission to handle documentation of Tax Technology requirements, processes while maintaining, monitoring, and improving existing tax support systems.

# Agenda



About SNI

e-Invoicing Regulation in Saudi Arabia

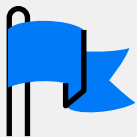
How does the system work?

Violations and Penalties for non-compliance e-Invoice

How can SNI help you?

Q&A

# About SNI



Founded in  
**2006**



**~150**  
employees



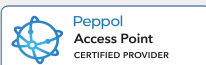
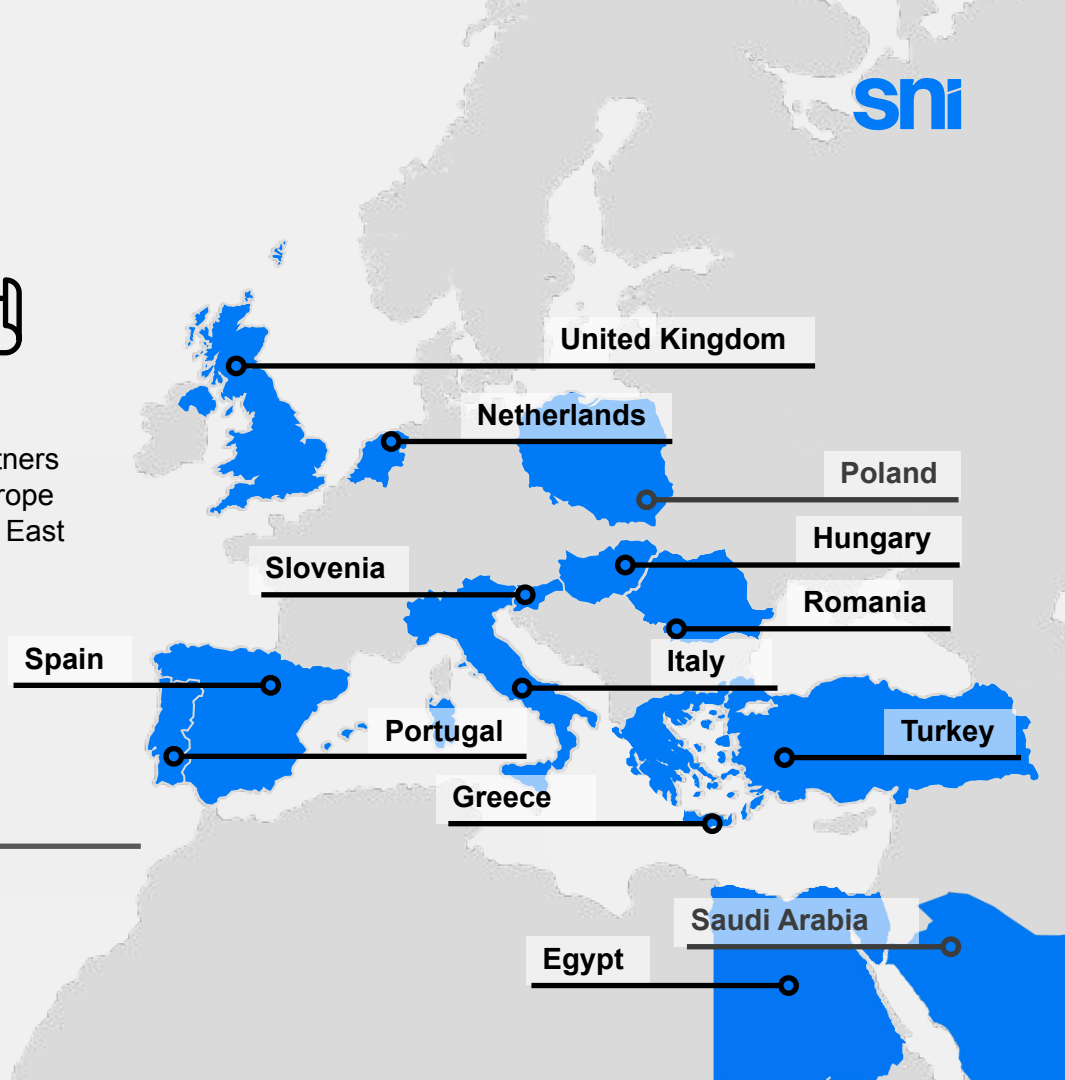
**12**  
offices/partners  
across Europe  
and Middle East



**30+**  
country  
solutions



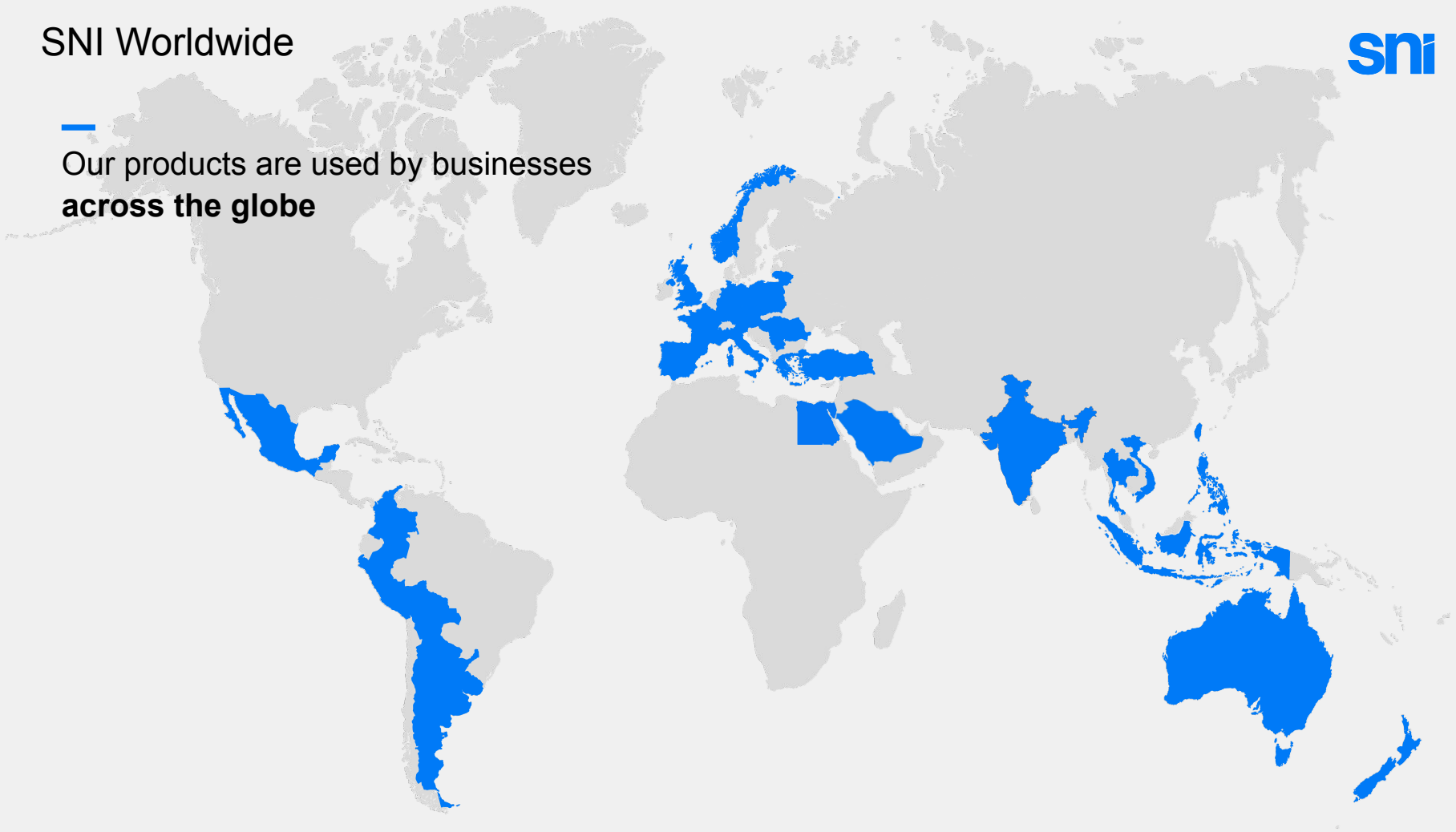
**750+**  
clients  
(75% multinationals)



# SNI Worldwide



Our products are used by businesses  
**across the globe**



## Our Clients

sni



**FERRERO**



GUESS

dyson



**Honeywell**

signify





## Mandatory Electronic Invoicing in Saudi Arabia



# Saudi Arabia e-Invoicing

## Who is under the scope?

1. The taxable person residing in the Kingdom. (Resident Taxpayers)
2. The customer or any third party who issues a tax invoice on behalf of the resident taxpayer
3. In the first wave taxpayers who the revenue subject to VAT for the year of 2021 exceeding 3 billion SAR.

## What is the scope?

Mandatory B2B and B2C electronic invoice generation, archiving and sending to the tax authority's portal

## Which documents?

All tax invoices, simplified tax invoices, credit and debit notes issued under VAT regime

- Standard Tax invoice (B2B)
- Simplified tax invoice (B2C)

## What are the conditions to store e-invoices?


Electronic invoices must be archived 6 years in a local server or in the cloud and can be stored outside of KSA.



# Standard Tax Invoice

Always include all mandatory fields  
for E-invoice

Example  
illustrative

QR Code		فاتورة ضريبية	Invoice Type																				
Date and Time of Invoice Issuance	التاريخ: 2022/05/31 14:45:22	رقم الفاتورة الضريبية: 12345678900000000000	Invoice Reference Number																				
Additional Seller ID (I e CR)	رقم العميل التجاري: 12345678900000000000	رقم العميل التجاري: 12345678900000000000	Seller Information																				
Buyer Information	الاسم التجاري: ...	الاسم التجاري: ...	Invoice Taxable Amount																				
Subtotal (exclusive of VAT) And Subtotal (Inclusive of VAT) at line-item level	<table border="1"><thead><tr><th>المنتج</th><th>الكمية</th><th>السعر</th><th>المجموع الفرعي</th><th>الضريبة</th></tr></thead><tbody><tr><td>منتج 1</td><td>50</td><td>3</td><td>150</td><td>27</td></tr><tr><td>منتج 2</td><td>40</td><td>2</td><td>80</td><td>12</td></tr><tr><td>المجموع</td><td></td><td></td><td>230</td><td></td></tr></tbody></table>		المنتج	الكمية	السعر	المجموع الفرعي	الضريبة	منتج 1	50	3	150	27	منتج 2	40	2	80	12	المجموع			230		
المنتج	الكمية	السعر	المجموع الفرعي	الضريبة																			
منتج 1	50	3	150	27																			
منتج 2	40	2	80	12																			
المجموع			230																				
	المجموع: 260																						
	الضريبة المضافة (15%): 39																						
	المجموع مع الضريبة (15%): 299																						

Additional Phase 2 requirements  
for Simplified Tax Invoices that  
are usually issued by a  
Business to Business (B2B)

Additional Phase 1 requirements  
for Simplified Tax Invoices that  
are usually issued by a  
Business to Business (B2B)

- Business-to Business(B2B) Transactions
- Clearance model
- Signed by ZATCA
- Contains all elements of an invoice
- VAT number of the buyer mandatory
- Adding QR code is mandatory after Phase 2

# Simplified Tax Invoice

Always include all mandatory fields  
for E-invoice

Example illustrative

فاتورة ضريبية مبسطة

رقم الفاتورة: INV10111

اسم المتجر

عنوان المتجر

التاريخ: 2021/12/12

رقم تسجيل ضريبة القيمة المضافة: 123456789900003

الكمية	الوحدة	القيمة	الضريبة	المتنوعات
57.5	7.5	50	1.0	1 منتج
80.5	10.5	70	1.0	2 منتج
115	15	100	1.0	3 منتج

إجمالي المبلغ الخاضع للضريبة: 220

ضريبة القيمة المضافة (15%): 33

المجموع مع الضريبة (15%): 253

Subtotal (inclusive of VAT) at line-item level

QR Code

Additional Phase 2 requirements  
for Simplified Tax Invoices that  
are usually issued by a  
Business to Consumer (B2C)

Additional Phase 1 requirements  
for Simplified Tax Invoices that  
are usually issued by a  
Business to Consumer (B2C)

- Business-to Customer(B2C) Transactions
- Invoice reporting
- Signed by the taxpayer
- Sent to ZATCA within 24 hours of issuance
- Contains only main invoice elements
- QR code is mandatory since Phase 1
- Present hard copy of invoice to the customer is required

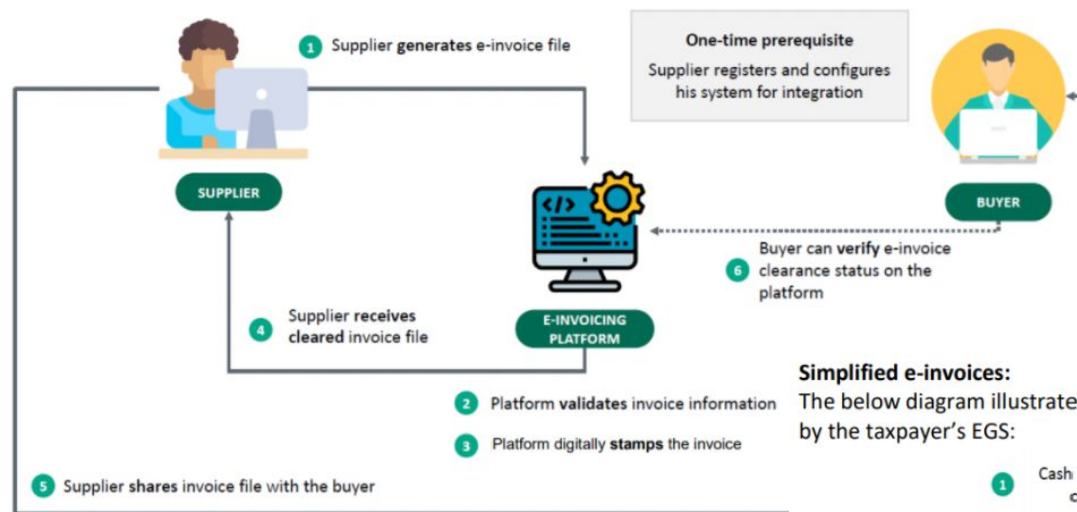
# Specifications and Deadlines



Specifications / Deadlines	4 December 2021	1 January 2023
e-Invoice Generation	Required	Required
e-Invoice Archiving	Required	Required
QR Code	Required for B2C invoices	Required for all invoices
Electronic signature (cryptographic stamp)	Not Required	Required
Integration with the ZATCA portal and e-invoice reporting	Not Required	Required
IRN <b>Exp:2021/02/12/1230</b>	Required	Required
UUID <b>Exp:3cf5ee18-ee25-44ea-a444-2c37 ba7f28be</b>	Optional	Required

### Standard e-invoices:

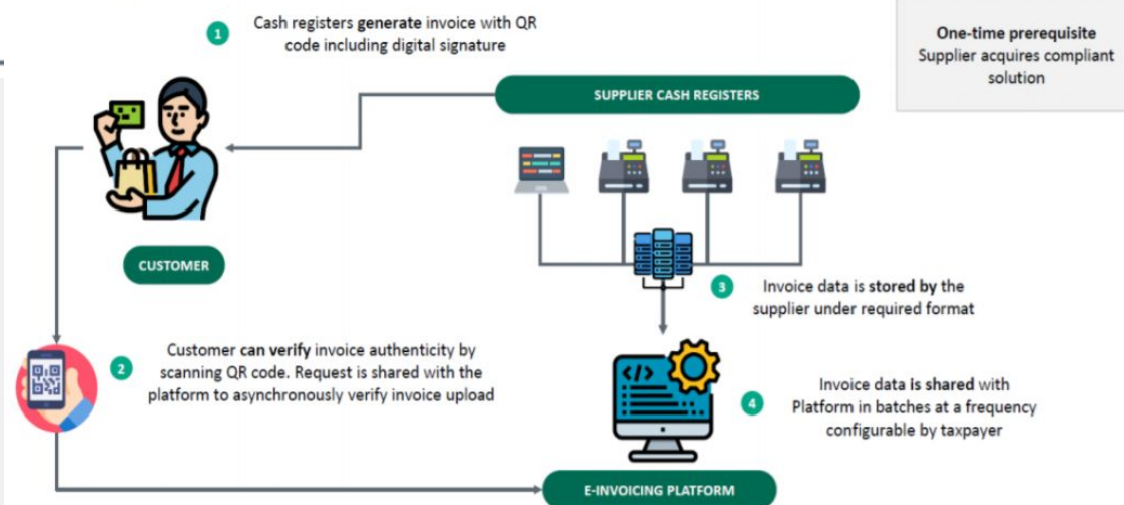
The below diagram illustrates the invoice generation process at high level where standard e-invoices are cleared and stamped by ZATCA's centralized e-invoicing platform.



## How does the system work?

### Simplified e-invoices:

The below diagram illustrates the invoice generation process at high level where standard e-invoices are stamped by the taxpayer's EGS:



# Violations and penalties for Non-compliance e-invoice



- Not issuing and storing e-Invoices in required format
- Modifying or deleting e-Invoices after generation
- Not adding QR code or not working
- Failure to notify ZATCA of the buyer's VAT registration number or any malfunction that prevents the issuance of electronic invoices.
- Including any type of prohibited functions in e-Invoice





How can we help you?



# B2B e-Invoicing Architecture



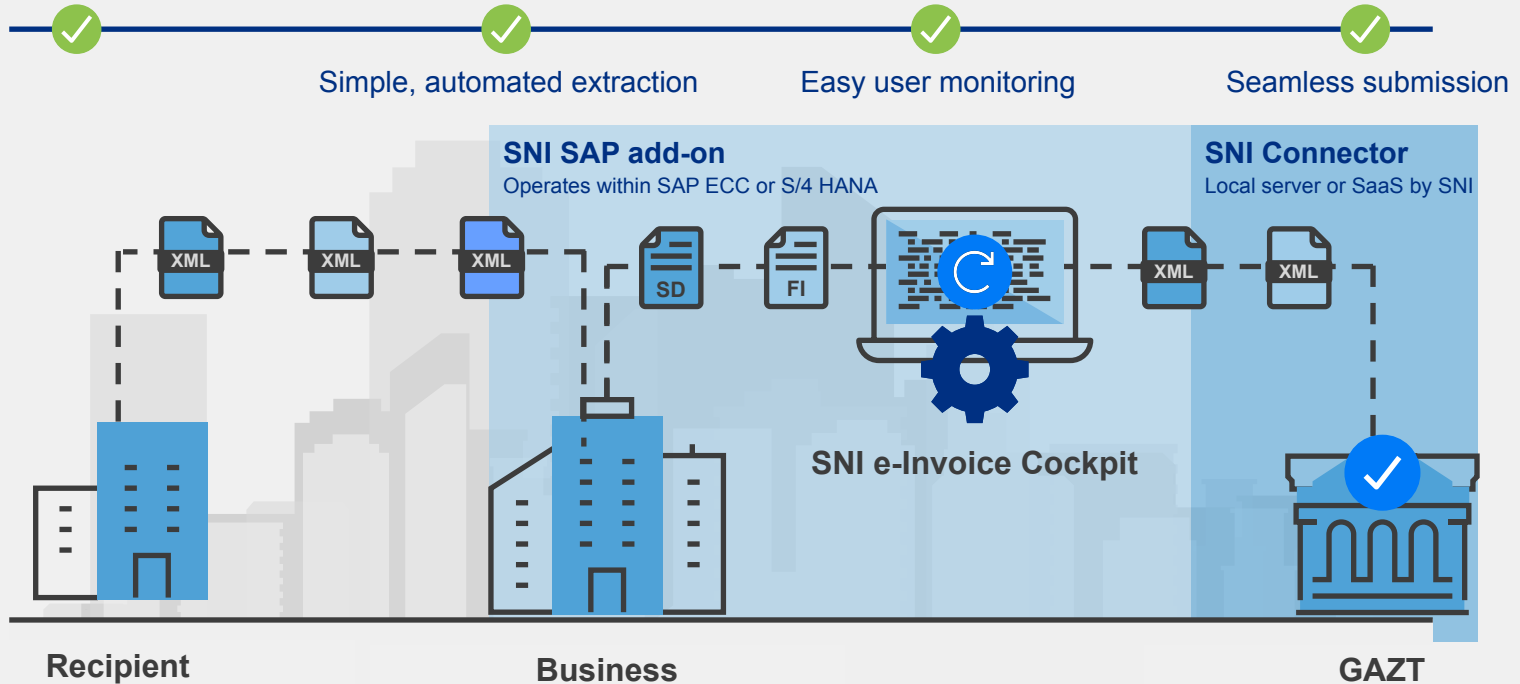
## SNI Solution

4-File validation & transmission

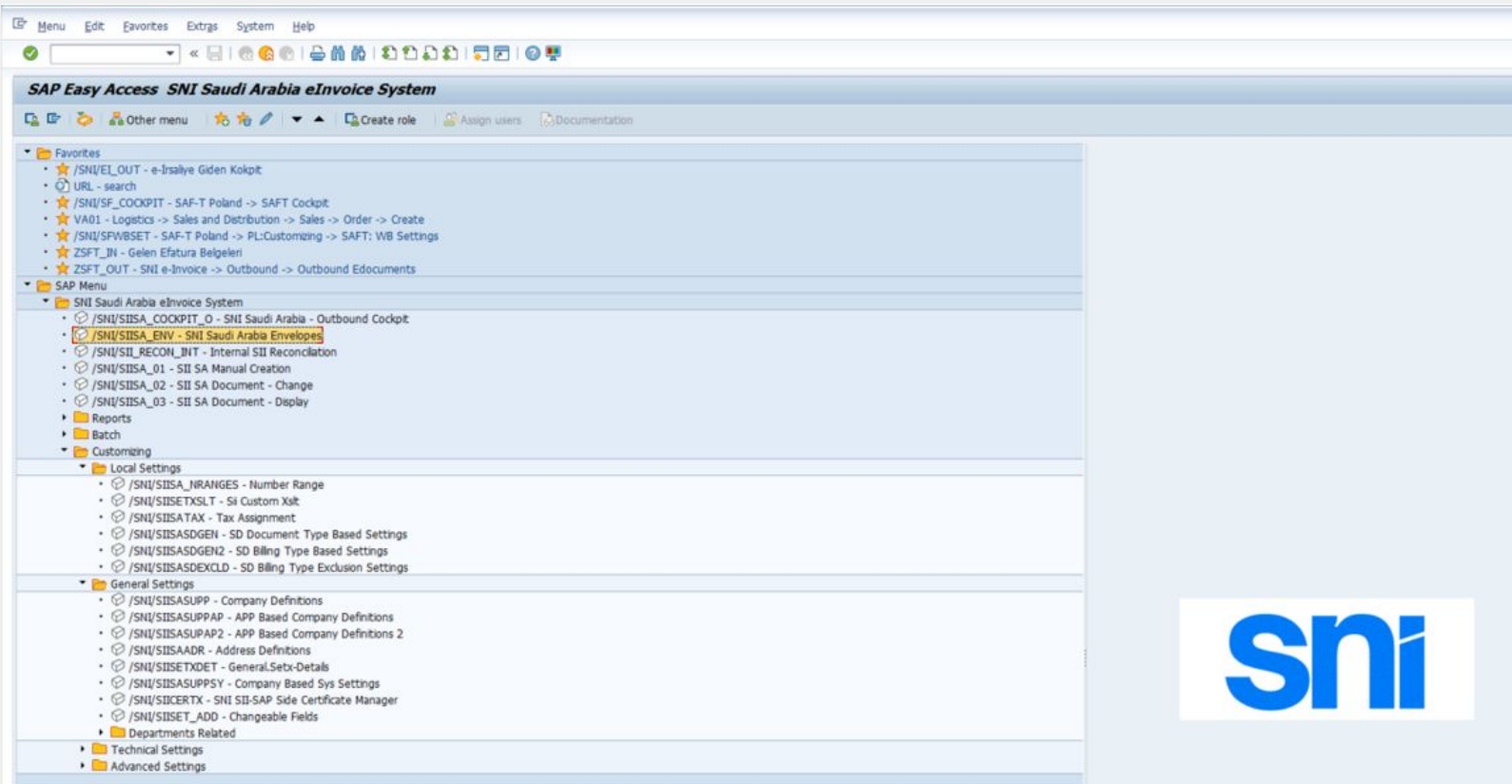
1-Extract invoice data

2- Create XML/JSON files

3-Submit to tax authority



# SAP Screen



# SAP Screen



**SII Documents - 19 Document**

Details Show Xml Hold/Unhold Archive Prepare Envelope to MoF

Exce.	M	eDocument	e-Documen	S	App.	Rel.	Deprtm	I	P	A	Doc.Status	Exchange rat.	Total Tax Amount	Total Net Amount	Exl VAT Inc.	Total Discount Amount	Re.	Receiver Tax Code	Com	Total Net Amount	Vendor	Customer
000		92612	SAU_O								11		45.000,00000		5.000,00000	0,00000		555	SNH4	0,00000		
000		92614	SAU_O								11		0,00000		107.000,00000	102.000,00000		101	SNH4	101.000,00000	2	
000		92616	SAU_O								11		102,0					77	SNH4	103.000,00000	2	
000		92617	SAU_O								11		546,0					7777	SNH4	0,00000		
000		92618	SAU_O								11		338,0					99999	SNH4	8.383.000,00000		
000		92619	SAU_O								11		66,0					888	SNH4	0,00000		
000		92620	SAU_O								11		546,0					55555	SNH4	456.000,00000	1	
000		92630	SAU_O								11	1,00000	55,0					555	SNH4	0,00000		
000		92631	SAU_O								11	1,00000	6.460,0					5555	SNH4	456.000,00000		
000		92632	SAU_O								11		49,0					888	SNH4	0,00000		
000		92633	SAU_O								11	1,00000	49,0					221	SNH4	6.545.000,00000		
000		92634	SAU_O								11	1,00000	132,0					323	SNH4	123.000,00000		
000		92635	SAU_O								11	1,00000	456,0					5555	SNH4	0,00000		
000		92636	SAU_O								11		456,0					4444	SNH4	0,00000		
000		92637	SAU_O								11	1,00000	313,0					655	SNH4	0,00000		
000		92638	SAU_O								11		321,0					2222	SNH4	222.000,00000		
000		92639	SAU_O								11		5.445,0					5555	SNH4	54.000,00000		
000		92640	SAU_O								11	1,00000	54,0					7777	SNH4	45.000,00000	2	
000		93469	SAU_O								11		2,4					1111113398	SNH4	8.982,00000		OZGE TEST

**Doc.Status Short Descript.**

- 09 +Document Created-/Passive
- 10 Document has error
- 11 +Document Created-/Active
- 12 On Hold
- 51 Ready To Prep Envelop
- 13 Ready to Transmt [Enveloped]
- 15 Sent to MoF
- 16 Delivered by MoF
- 17 Not Delivered to MoF
- 18 Approved by MoF
- 19 Rejected by MoF
- 20 Approved with Errors
- 30 Delivered to Customer
- 32 Not Delivered to Customer- Process Continue
- 34 Not Delivered to Customer- Deadline Passed
- 36 Not Delivered to Customer
- 37 Rejected by Customer
- 38 Approved by Customer
- 39 Rejection in progress
- 40 I: Document Created
- 41 I: Document Created-Matched
- 42 I: Document Rejection Process
- 43 I: Document Rejected
- 70 EN: Delivered
- 73 EN: Sent (SNI)
- 80 Canceled

27 Entries found

## HTML Format



## Tax Invoice



Date of Supply:			تاريخ التوريد
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Seller:				Buyer:				العميل	
Name:	SNi Technology	SNi Technology	الاسم	Name:	SNi	SNi	الاسم		
Building No.:	1234	1234	رقم المبنى	Building No.	345	345	رقم المبنى		
Street Name	العنوان العربي	العنوان العربي	اسم الشارع	Street Name	Street 123	Street 123	اسم الشارع		
Add. Street Name			اسم الشارع الإضافي	Add. Street Name			اسم الشارع الإضافي		
Additional Number	1234	1234	رقم إضافي	Additional Number			رقم إضافي		
District	test	test	الحي	District			الحي		
City	Porto	Porto	المدينة	City	Istanbul	Istanbul	المدينة		
Country	SA	SA	البلد	Country	TR	TR	البلد		
Postal Code	12345	12345	الرمز البريدي	Postal Code	34353	34353	الرمز البريدي		
Province/State	PORTO	PORTO	المقاطعة / الولاية	Province/State			المقاطعة / الولاية		
Additional No.			الرقم الإضافي للعنوان	Additional No.			الرقم الإضافي للعنوان		
VAT Number:	311111111111123	311111111111123	رقم تسجيل ضريبة القيمة المضافة	VAT Number:			رقم تسجيل ضريبة القيمة المضافة		
Other Seller ID:			معرف آخر	Other Seller ID:			معرف آخر		

Lines Items:								توصيف السلعة أو الخدمة	
No	Nature of goods service تفاصيل السلع أو الخدمات	Material تفاصيل السلع أو الخدمات	Unit price سعر الوحدة	Quantity الكمية	Taxable Amount المبلغ الخاضع للضريبة	Discount خصومات	Tax Rate نسبة الضريبة	Tax Amount مبلغ الضريبة	Item Subtotal (including VAT) المجموع (بما في ذلك ضريبة القيمة المضافة)
00001	Efatura Ek Gelistirme	EF_EK	59.88 EUR	100	5,988.00 EUR		%27.00	1,616.76 EUR	7,604.76 EUR
00002	Efatura Ek Gelistirme	EF_EK	59.88 EUR	50	2,994.00 EUR		%27.00	808.38 EUR	3,802.38 EUR

Total Amounts		المبالغ الإجمالية
	Total (Excluding VAT)	الإجمالي ( غير شاملة ضريبة القيمة المضافة ) 8,982.00 EUR
	Discount	مجموع الخصومات 0.00 EUR
	Total Taxable Amount (Excluding VAT)	الإجمالي الخاضع للضريبة ( غير شاملة ضريبة القيمة المضافة ) 8,982.00 EUR
	Total VAT	مجموع ضريبة القيمة المضافة 2,425.14 EUR
	Advance Payment	إجمالي المبلغ المستحق 0.00 EUR
	Total Amount Due	إجمالي المبلغ المستحق 11,407.14 EUR



```
<?xml version="1.0" encoding="UTF-8"?>
- <Invoice xmlns:ext="urn:oasis:names:specification:ubl:schema:xsd:CommonExtensionComponents-2"
  xmlns:cac="urn:oasis:names:specification:ubl:schema:xsd:CommonAggregateComponents-2"
  xmlns:cbc="urn:oasis:names:specification:ubl:schema:xsd:CommonBasicComponents-2"
  xmlns="urn:oasis:names:specification:ubl:schema:xsd:Invoice-2">
  - <ext:UBLExtensions>
    - <ext:UBLExtension>
      <ext:ExtensionURI>urn:oasis:names:specification:ubl:dsig:enveloped:xades</ext:ExtensionURI>
    - <ext:ExtensionContent>
      - <sig:UBLDocumentSignatures xmlns:sig="urn:oasis:names:specification:ubl:schema:xsd:CommonSignatureComponents-2">
        - <sac:SignatureInformation xmlns:sac="urn:oasis:names:specification:ubl:schema:xsd:SignatureAggregateComponents-2">
          <cbc:ID>urn:oasis:names:specification:ubl:signature:1</cbc:ID>
          </sac:SignatureInformation>
        </sig:UBLDocumentSignatures>
      </ext:ExtensionContent>
    </ext:UBLExtension>
  </ext:UBLExtensions>
  <cbc:CustomizationID>reporting:1.0</cbc:CustomizationID>
  <cbc:ProfileID>reporting:1.0</cbc:ProfileID>
  <cbc:ID>0000000138</cbc:ID>
  <cbc:UUID>005056A1-2A78-1EDC-A9BE-0F011D4C7469</cbc:UUID>
  <cbc:IssueDate>2020-02-04</cbc:IssueDate>
  <cbc:IssueTime>14:47:57</cbc:IssueTime>
  <cbc:InvoiceTypeCode name="0100100">388</cbc:InvoiceTypeCode>
  <cbc:Note>#CR#CRNO123</cbc:Note>
  <cbc:Note>#ADD#ADDNO1234</cbc:Note>
  <cbc:Note>#INV#INV12345</cbc:Note>
  <cbc:DocumentCurrencyCode>EUR</cbc:DocumentCurrencyCode>
  <cbc:TaxCurrencyCode>SAR</cbc:TaxCurrencyCode>
  <cbc:LineCountNumeric>2</cbc:LineCountNumeric>
  - <cac:OrderReference>
    <cbc:ID>5555</cbc:ID>
    <cbc:SalesOrderID>0000062680</cbc:SalesOrderID>
  </cac:OrderReference>
  - <cac:BillingReference>
    - <cac:InvoiceDocumentReference>
```

# SAP Screen



**SII Envelopes - 6**

Details Show Xml Send to MoF

Exce...	M...	Envelope N...	D Enve.Type	Envelope Status	Short Descript.	Com...	Ins...	Main appl...	E	Created on	Time	External Reference	Num...	GUID	From...	Envel...	Reference...	Additional S
○○○		0000134941	O SAU_O_1	11	Created	SN14	SAU	SAU_O	1	18.01.2022	16:10:20		1	005056A12A781EDC9E8D0F02AC333468	SN14	ETA		
○○○		0000134747	O SAU_O_1	11	Created	SN14	SAU	SAU_O	1	17.11.2021	16:29:43		1	005056A12A781EDC91F6595727CED464	SN14	ETA		
○○○		0000134722	O SAU_O_1	11	Created	SN14	SAU	SAU_O					1	005056A12A781EDCBFC1ED680C3D462	SN14	ETA		
○○○		0000134723	O SAU_O_1	11	Created	SN14	SAU	SAU_O					1	005056A12A781EDCBFC240244084D462	SN14	ETA		
○○○		0000134718	O SAU_O_1	11	Created	SN14	SAU	SAU_O					1	005056A12A781EDCBFAE77F944931461	SN14	ETA		
○○○		0000134719	O SAU_O_1	11	Created	SN14	SAU	SAU_O					1	005056A12A781EDCBFAE77F944931461	SN14	ETA		

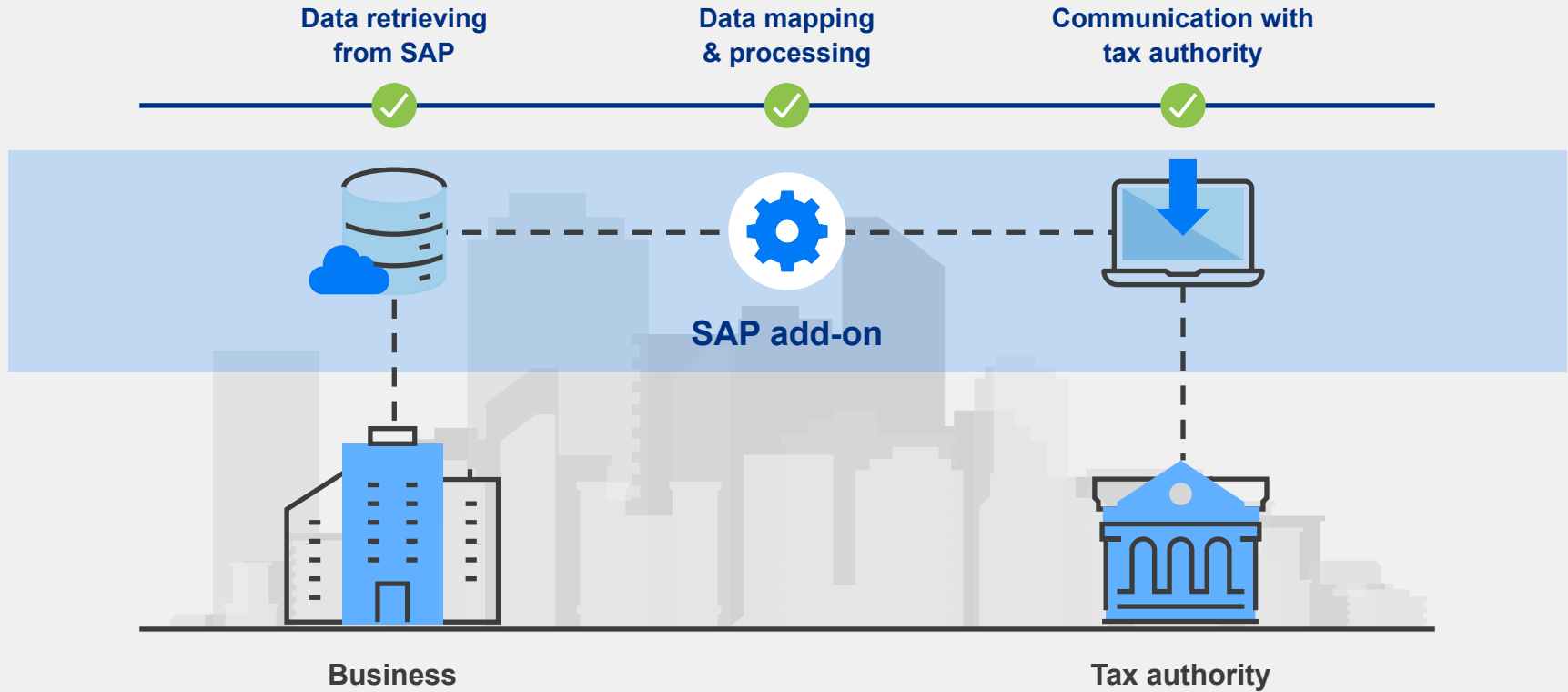
Envelope Status (1) 13 Entries found

Envelope Status Short Descript.

- 11 Created
- 13 Created - Signed
- 15 Sent to MoF
- 16 Approved by MoF
- 17 Rejected by MoF
- 18 Partially Approved by MoF
- 20 Could not sent to MoF
- 30 Delivered to Customer
- 36 Not Delivered to Customer
- 80 Cancelled
- 50 Inbound:Received From MoF
- 60 Inbound:Parse Error
- 73 Sent to Integrator (SNI)

13 Entries found

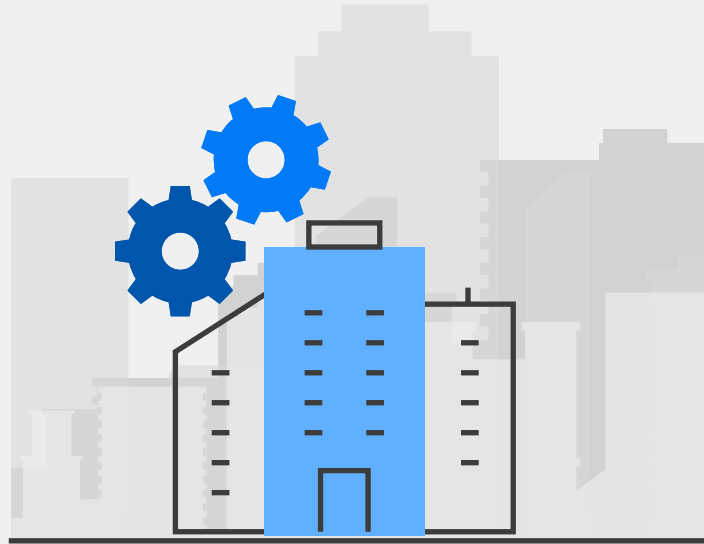
# An end to end solution



## For SAP users



Easy integration into your existing systems and infrastructure



### Simple

Fast integration without installing SAP OSS notes



### Efficient

Cost-effective implementation without employing an external consultant



### Accessible

No version upgrade required

\*SNI add-ons support ECC.47 and Higher R3 Versions

\*SNI SAP add-ons run on SAP R3 and S4

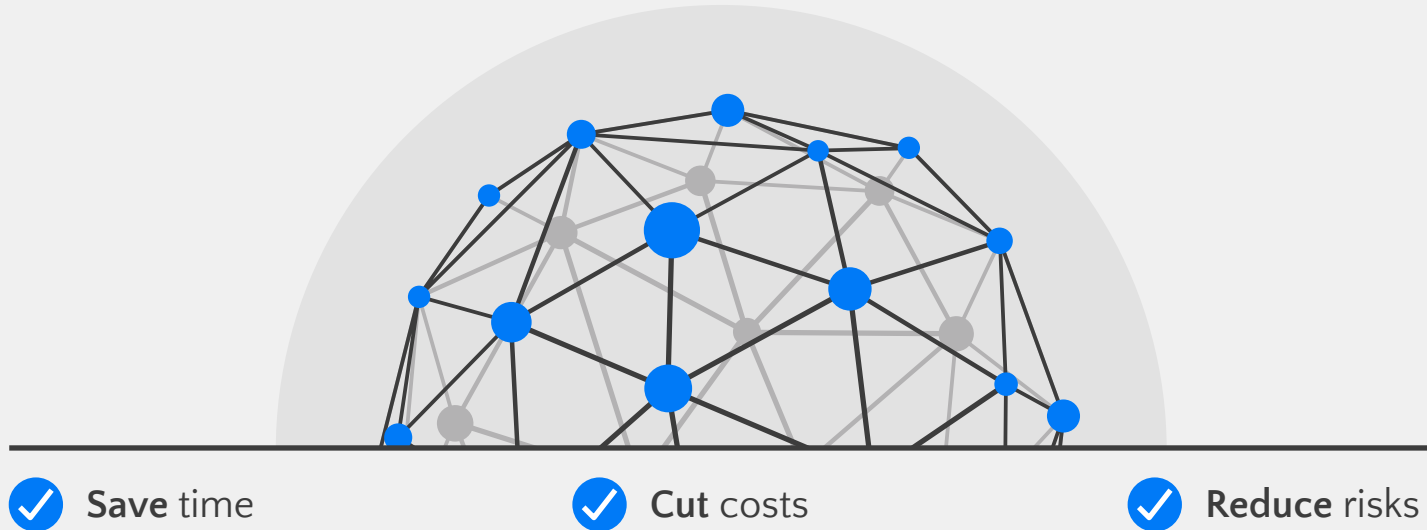


### Reliable

All SNI add-ons are **SAP® Certified**  
Powered by SAP NetWeaver®



Single  
partner globally







Ongoing **support**



Initial  
implementation, training &  
documentation



**Maintenance &  
regulatory updates**



**Liaising with tax  
authorities to keep  
you informed**



SNI provide continuous support for a **long term relationship**

# Our Saudi Arabia e-Invoicing product is now available on SAP Store!



SNI Egypt & Saudi Arabia e-Invoicing  
by SNI Teknoloji Hizmetleri ANONİM ŞİRKETİ

[At a Glance](#) [Features](#) [Pricing](#) [Technical Information](#) [Resources](#) [Publisher](#)

## Create e-Invoices through SAP and transfer the data to ETA's & ZATCA's API

SNI's e-Invoicing solutions for Egypt and Saudi Arabia lets you create e-Invoices straight from your SAP documents, convert the data into ETA's and ZATCA's desired XML format and submit them to ETA's and ZATCA's APIs.

[Get It Now](#)



Have a Question?

Certifications [Solution Types](#) [Works with](#)  
[SAP Certified](#) [Extensions and Add-ons](#) [SAP S/4HANA, SAP ERP](#)

An aerial, high-angle photograph of a dense urban landscape, likely New York City, showing a multitude of skyscrapers and buildings. A large, white, stylized question mark is superimposed over the center of the image. In the top right corner, the letters 'sni' are displayed in a white, sans-serif font.

sni





sn

Thank you



[contact@snitechnology.net](mailto:contact@snitechnology.net)



[snitechnology](https://www.linkedin.com/company/snitechnology)



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[SniTech](https://twitter.com/SniTech)