

How to Define Company in SAP (Group Company)

How to Define Company in SAP

The definition of company in [SAP systems](#) is optional. Company is an independent organizational element which is required to consolidate two or more company codes data at country level or segment level or continental level. Under group company, you generate consolidated financial statements as per requirements of an organization.

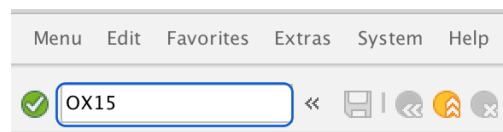
Example: – Reliance Group, Wipro group, etc.

How to create company in SAP

You can define company in SAP by using:-

- Transaction code: – “OX15”
- Navigation: – [SPRO](#) – [SAP Reference IMG](#) – Enterprise Structure – Definition – [Financial Accounting](#) – Define Company.

Step 1 : Enter [Transaction code](#) “OX15” in the SAP command field as shown below image and enter to continue.



Step 2: On change view “Internal trading partners”: overview screen, click on “New Entries” button to define company in SAP



Step 3 : On “New Entries screen, update the following details.

- **Company:** – Enter a key that identifies company group in SAP. In our case we have updated “TKART” for creation of new company.
- **Company Name:** – In this field you need to updated full descriptive name of company.
- **Name of company 2:-** If second name of company available, update here or keep it as blank.

Detailed Information

- **Street:** – Enter street name of company located
- **Postal code:** – Enter postal pin code
- **City:** – Update city name, in our case we have updated “Bangalore”
- **Country:** – Here you need to updated country key. e.g. for India – IN, For United State – US, etc.

- **Language key:** – By default our language is English, so language key is “EN”
- **Currency:** – Enter currency key in which transactions are being maintained for the group company. It is called as home currency or local currency.

New Entries: Details of Added Entries

Company: TKART
 Company name: Tutorial Kart Pvt Ltd
 Name of company 2:

Detailed information

Street: KHB, Koramangala
 PO Box:
 Postal code: 560095
 City: Bangalore
 Country: IN
 Language Key: EN
 Currency: INR

Note:- You can choose keys from the list for City, Language and Currency by pressing F4 key from your keyboard.

Step 4: After updating all the required details, click on save button to save the company details. Now you are prompted for customizing request, click on new entries button to create new customizing request.

Prompt for Customizing request

View Maintenance: Data: V_T880

Request:
 Short Description:

Own Requests

Now update description of customizing request and press enter to continue. Here we have updated description as SAP FICO configuration.

Prompt for Customizing request

View Maintenance: Data: V_T880

Request: STK905880 Customizing request
 Short Description: SAP FICO Configuration

Own Requests

Successfully we have created company in [SAP FICO](#).

↳ SAP Financial Accounting

↳ What is SAP FICO

↳ What is client in SAP

SAP FICO - Enterprise Structure

↳ Define Company in SAP

↳ Define Company Code in SAP

↳ Assign company code to company in SAP

↳ Define business area and consolidation business area in SAP

↳ Assign business area to consolidated business area in SAP

↳ Define credit control area in SAP

↳ Assign company code to credit control area in SAP

↳ Define functional area in SAP

↳ Maintain Financial Management Area in SAP

↳ Assign financial management area to company code in SAP

↳ How to create segments in SAP

SAP FICO - Global Parameters

↳ What is Chart of accounts and how to create COA in SAP?

↳ Assign company code to chart of accounts

↳ What is Fiscal year in SAP?

↳ How to maintain fiscal year variant

↳ Assign company code to fiscal year variant

↳ Define account group in SAP

↳ Define retained earnings account

↳ Define posting period variant (PPV)

↳ Assign variants to company code in SAP

↳ Open and closing posting period variants

↳ Define field status variant and field status groups in FICO

↳ Assign company code to field status variant

↳ Define Tolerance group for G/L accounts

↳ Define Tolerance group for employees

↳ Check company code global parameters

SAP FICO - Foreign Currency Transactions

↳ Check exchange rate types

↳ Define translation ratios for currency translation

- ‡ How to maintain exchange rates in SAP
- ‡ Define accounts for exchange rate differences
- ‡ Define foreign currency valuation methods
- ‡ Define accounting principles and assign to ledger group
- ‡ Define valuation areas and assign to accounting principles

SAP FICO - New G/L Accounting

- ‡ How to activate new G/L accounting?
- ‡ Define ledgers for general ledger accounting
- ‡ Define currencies for leading currency
- ‡ Define & Activate Non-Leading Ledgers
- ‡ Define Zero-balance clearing account
- ‡ Define interest calculation types
- ‡ Define interest indicator

SAP FICO - Accounts Receivable

- ‡ Define account group for customers
- ‡ Maintain number ranges for customer account groups
- ‡ Assign number ranges to customer account groups
- ‡ Define risk categories
- ‡ Define tolerance group for Customers
- ‡ Create sundry debtors accounts
- ‡ Define Customer Master Record

SAP FICO - Accounts Payable

- ‡ What is Accounts Payable in SAP?
- ‡ Define vendor account groups
- ‡ Maintain number range intervals for vendor accounts
- ‡ Assign number ranges to vendor account groups
- ‡ Create payment terms
- ‡ Define accounts for cash discount taken
- ‡ Define Vendor reconciliation account
- ‡ Create vendor code

SAP FICO - Tax on Sales and Purchases

- ‡ What is Sales tax and Purchase tax in SAP?
- ‡ Define tax calculation procedures

‡ Assign country to calculation procedure

‡ Assign tax codes for non taxable transactions

‡ Maintain tax codes for sales and purchases

‡ Define tax accounts in SAP

SAP FICO - Bank Accounting

‡ What is Bank Accounting in SAP?

‡ Define bank key

‡ Define house bank in SAP

‡ Create check lots

‡ Automatic payment program

SAP FICO - Asset Accounting

‡ What is Asset Accounting in SAP?

‡ Define Chart of Depreciation

‡ Assign chart of depreciation to company code

‡ Specify Account Determination

‡ Number range intervals for Assets

‡ Maintain Asset Classes

‡ Define tax accounts in SAP

SAP Controlling Training

‡ SAP CO Tutorials

SAP TCodes

‡ SAP TCodes

‡ SAP FI TCodes