

## How to Define Tax Procedure in SAP

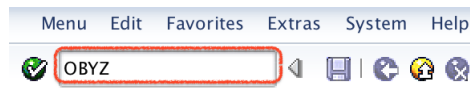
In this SAP tutorials, you will learn how to define tax procedure in [SAP systems](#). In our previous training tutorial we have discussed about [what is sales tax and purchase tax in SAP](#).

### How to Define tax procedure in SAP

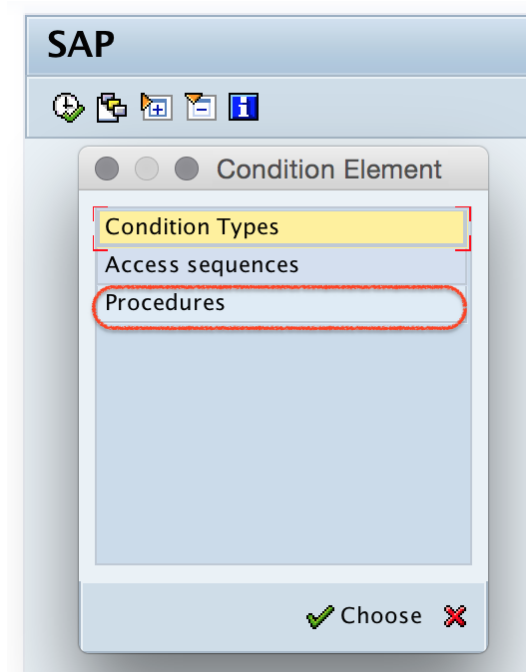
You can maintain tax calculation procedures in SAP by following one of the navigation method.

- ■ *Transaction code: – **OBYZ***
- *Menu Path: – **SPRO** → **IMG** → **Financial Accounting (New)** → **Financial Accounting Global Settings (New)** → **Tax on sales/purchases** → **Basic settings** → **Check calculation procedure**.*

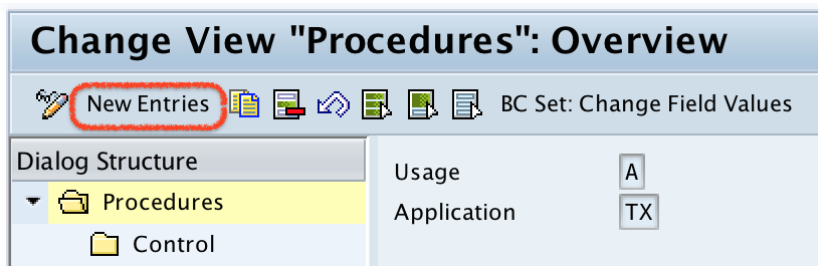
**Step 1)** Enter [transaction code](#) “OBYZ” in the SAP command field and enter.



**Step 2)** A pop up window condition element screen displays with options, you need to choose procedures so double click on it.

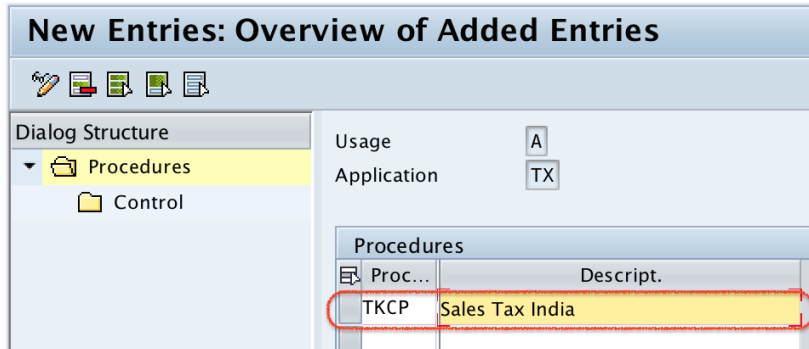


**Step 3)** On change view procedure screen, click on new entries button for definition of new tax procedure in SAP.



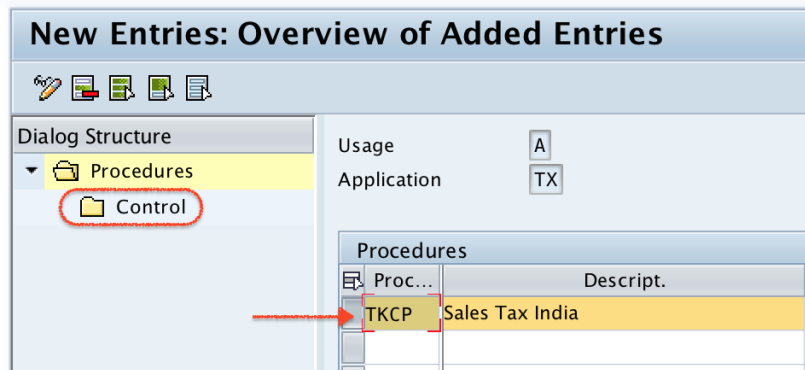
**Step 4)** On new entries calculation procedures screen, update the following details.

- Procedures: – Enter the four digits key that identifies the tax procedure in SAP.
- Description: – Update the descriptive text of tax calculation procedure – Sales tax India.

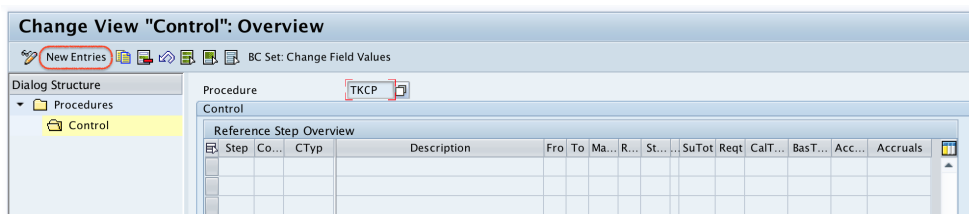


After maintaining the details, click on save button and save in your request number.

**Step 5)** Now select TKCP procedures row and double click on control data folder.



**Step 6)** Select new entries button.

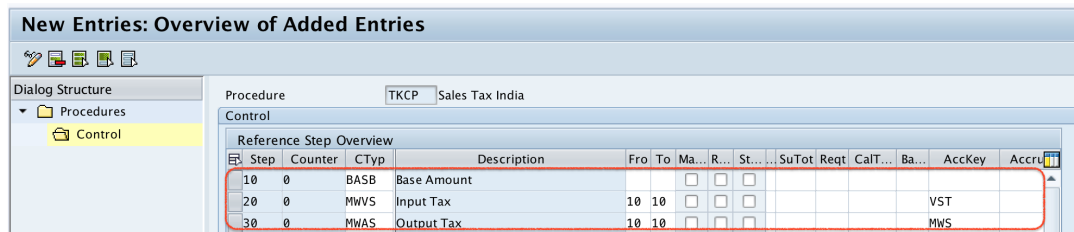


**Step 7)** On new entries screen, update the following details.

- **Step:** – Enter the number (10, 20, 30...) which specifies the sequence of the conditions within a procedure
- **Condition type:** – Update the condition type key that indicates the each activity or tax.
- **Description:** – Description text will be automatically updated based on condition type text.
- **From, To:** – This indicate which tax should be calculated on which base amount.

- **Account key:** – Assign the account that respective to condition types.

Step	CType	Description	Fro	To	AccKey
10	BASB	Base Amount			
20	MWVS	Input Tax	10	10	VST – Input Tax
30	MWAS	Output Tax	10	10	MWS – Output Tax



After maintaining all the required details, click on save button and save the configured details.

Successfully we have maintained tax calculation procedures in SAP.

## SAP FICO Training

- ↳ [SAP FICO Tutorials](#)

## SAP FICO - Introduction

- ↳ [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

▸ 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

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» SAP TCodes

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