

What is SAP FICO – An Introduction of SAP FICO Module

What is SAP FICO? Explained everything about SAP FICO module.

What is SAP FICO? – A brief introduction of SAP FI and SAP CO module.

SAP FICO stand for [Financial Accounting](#)” and “Controlling”. [SAP FI](#) and [SAP CO](#) are the important core modules in [SAP](#) that are tightly integrated each other and helps the business organizations to maintain and generate financial statements for effective decision making and reporting. FI & CO are different set of books, where the SAP FI deals with external accounting and SAP CO deals with internal accounting.

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SAP Financial Accounting (FI)

SAP FI module records and maintains financial transactions of an organization in real-time on daily basis and generates financial statements (Balance sheets, Profit & Loss accounts, etc) for external reporting.

Sub-Modules of SAP FI

- General Ledger Accounting – All the postings that are done in SAP are recorded through general ledger(G/L) accounts.
- Accounts Payable – [Accounts payable](#) collects and maintain all the transactions related to vendor accounts.
- Accounts Receivable – It records and maintains all the transactions related to customer accounts.
- Bank Accounting – It deals with all the transactions of payments like incoming payments, outgoing payments,
- [Asset Accounting](#) – SAP FI-AA sub-module deals with all the transactions related to assets.
- Travel Management – It deals with all the process involved in business trip and travel expenses.

SAP CO (Controlling)

SAP CO is one of the important [module of SAP](#) system as it provides the operational information to management for better decision making process. So it take cares all the requirements for reporting.

Sub-Modules of SAP CO

The important sub-modules of SAP controlling are

- **Cost Centre** – It is an organizational elements which is responsible for recording all the expenses that are occurred within an organization. E.g. of cost centers are department, work center.
- **Product Costing** – This CO sub-module is used to estimate the costs for producing a service or a product.
- **Profit center** – It records and maintain all the profits of an organization.
- **Profit Analysis** – This sub-module helps an organization to track and analysis .

SAP FICO Integration

The integration of SAP FICO with other modules enables in automatic updating transaction to other modules that the postings are done in SAP Fico module. It can be integrated with other SAP modules of [Sales & distribution](#), [Material management](#), [Human Resource Management](#), [Production planning](#), [SAP CRM](#) and so on.

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

‣ 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