



INDIRECT TAX

The Only India GST Calculation-to-Compliance Solution

India has undergone significant indirect tax reform by introducing Goods and Services Tax (GST). This transformation is the largest tax reform India has experienced since independence. GST is levied on the consumption of goods and services across all stages of production with credit of taxes paid at previous stages and subsumes most of central and state indirect taxes currently imposed in India.

For most businesses operating in India, this regulatory change brings new operational and compliance challenges that must be considered. Thomson Reuters ONESOURCE Indirect Tax permits you to meet the new tax regulations associated with GST.

Thomson Reuters delivers tax and accounting solutions across the globe to businesses of all sizes. We incorporate aspects inherent to indirect tax content, system integrations, calculation and compliance that align to the laws and regulations in over 190 countries worldwide.

INDIRECT TAX EXPERTISE

India GST is a single tax regime which applies to the federal and state jurisdictions across all of India. It is an input tax credit based system like Value Added Tax. India's GST has three main jurisdictional components:

- Central GST (CGST) – collected on intrastate supply and acquisition of goods and services on behalf of the federal government
- State GST (SGST) – collected on intrastate supply and acquisition of goods and services on behalf of the state government
- Integrated GST (IGST) – collected on interstate supply and acquisition of goods and services with a combination of state and federal components

Four tax rates, plus a zero rate for most food items, are anticipated for IGST and SGST+CGST. While product taxability has not yet been established, the rates are:

- 5% – Essential items
- 12% and 18% – Standard goods and services
- 28% – Luxury and sin tax items

In addition to GST, a GST Compensation CESS on luxury and sin tax items, in combination with the standard GST 28% rate, is assessed at the Federal level, although details have not been finalised.

COMPREHENSIVE INDIA GST AND GLOBAL SOLUTION

Thomson Reuters offers a comprehensive and integrated suite of tax technology solutions to streamline your tax requirements, offering compliance, e-filing, ERP integrations, calculation, and reporting for India GST and globally for other types of indirect tax. This approach results in an increase in accuracy and control over tax policies and improves cash flow by reducing or eliminating penalties, interest, and overpayments.

FROM CALCULATION TO COMPLIANCE

ONESOURCE INDIRECT TAX Determination

Thomson Reuters comprehensive, tax-content driven determination and calculation solution covers over 16,000 taxing jurisdictions, in over 190 countries, delivering automated, on-time, monthly tax content updates via our SSAE16 Type 2 and ISAE 3402 certified global-tax research processes.

Combined with the ONESOURCE Tax Content rates and rules for India, Determination provides the logic to accurately calculate GST based on the place of supply rules for the sale and acquisition of goods and services for intrastate, interstate, import, export, and stock transfer transactions.

ONESOURCE Indirect Tax integrations for SAP and Oracle supplies Determination the data required to decide GST on India-related financial transactions.

Determination enables companies to consolidate global tax policy in one central location, regardless of the type and location of your financial systems. All enterprise-wide applications can use a single, scalable instance of the application and still deliver business-specific tax policy across multiple business systems.

We're transforming technology with our patented universal tax determination engine. This is the only patented technology available for managing the determination of sales, use, value-added, goods and services, and other specialty types of indirect taxes.

The screenshot displays a 'Tax Calculation Results' window for a scenario titled 'Scenario IGST Buyer Goods 001 R2B SF=DL BT=DL ST=KA'. It shows a 'View Results: 1' dropdown and a 'Gross Amount: 12345.64'. Below this, a table lists tax authorities and their respective rates and amounts. The total tax amount is highlighted as 6.00 INR. There are also sections for 'Authority Messages' and 'System Messages'.

Zone	Authority	Invoice Desc	Type	Dir	Fee	Rate	Tax Amt	YT	IT
Province: DELHI	India Delhi Interstate GST	Standard Rate	SA	0		18%	2222.22		
Province: DELHI	India Delhi Interstate GST	Standard Rate	SA	1		18%	2222.22		
							6.00 INR		

Authority Messages:

Authority	RuleOrder	Message
India Delhi Interstate GST	10000	INBCEGT1: Integrated GST payable in Ship From location.
India Delhi Interstate GST	10000	INBCEGT4: Integrated GST payable in Bill To location.

System Messages:

India GST enhancements include:

- The logic to enable CGST, SGST, and IGST calculations for domestic sales and purchases as well as imports and exports
- Calculation of output tax in the seller's location and input tax credits in the buyer's location
- A new product group based on the HSC nomenclature for goods and SAC (Service Activity Codes) for services
- Support for the GST Compensation Fund CESS on luxury and sin tax items
- GST India state-level GST treatment for services
- GST input tax credit availability
- Maintenance of HSN and SAC codes

The screenshot displays a software interface for tax calculations. At the top, it shows 'Scenario IGST 001 Seller Goods B2B SF=DL BT=DL ST=KA:'. Below this is a summary table with the following data: Gross Amount: 1000.00, Eff%: 18%. A detailed table follows with columns: Zone, Authority, Invoice Desc, Type, Dir, Fee, Rate, Tax Amt, TT, IT. The data row shows: Zone: DELHI, Authority: India DelHI, Invoice Desc: Standard Rate, Type: SA, Dir: O, Rate: 18%, Tax Amt: 180.00, TT: IT. Below the table are sections for 'Authority Messages' and 'System Messages'. The Authority Messages section shows: Authority: India DelHI, Rule/Order: Interstate GST, 10000, Message: IBSGIGST1: Integrated GST payable in Ship From location.

Zone	Authority	Invoice Desc	Type	Dir	Fee	Rate	Tax Amt	TT	IT
DELHI	India DelHI	Standard Rate	SA	O		18%	180.00		180.00 INR

ONESOURCE INDIRECT TAX COMPLIANCE

ONESOURCE Indirect Tax compliance software is a comprehensive, web-based, compliance solution. It expedites your indirect tax compliance obligations by delivering results faster, streamlining process, facilitating data analysis — all with a modern, simple, and intuitive design.

ONESOURCE Indirect Tax Compliance accommodates your distinct compliance requirements. It maintains up-to-date content and tracks key changes in tax regimes across multiple jurisdictions. As with all our indirect tax solutions, ONESOURCE Indirect Tax Compliance automates data collection and entry in a number of ways to help ensure data integrity from numerous data sources.

ONESOURCE Indirect Tax Compliance will facilitate your India GST needs:

- Enabling integration with the GSTN, supporting notifications, signatures and required validations
- Supporting upload and download of invoices from the GSTN
- Automating the import of data from existing ERP systems and manage issues with data integrity
- Reconciling GSTN with ERP providing interface to accept, reject or modify invoices as needed
- Automating the production of the required GSTRs, allowing standardisation across your business globally
- Enabling tracking of transactions for reversal, deferral, other complexities
- Providing risk management controls across all functions, enabling review and sign off processes, and permitting audited manual adjustments
- Providing comprehensive data analysis and standard or custom interrogation checking

SERVICES

ONESOURCE INDIRECT TAX Consulting

Our professional services team of indirect tax experts provides global consulting and implementation services for all the stages of a sales and use tax, VAT and GST implementation project to ensure your company's overall success. We provide services for:

- Standard ERP integrations and custom financial application integrations
- Enterprise architecture design and installation
- Quality tax policy reviews of technical architecture and configuration
- Partner-led services support such as nexus determination and user acceptance testing

Choose from our standard consulting services, or customise to suit your needs. Services can begin as early as requirements sign-off and can extend until your project goes live, through post implementation.

We're committed to helping you realise the full potential of your investment in ONESOURCE Indirect Tax solutions. With our comprehensive training library, you'll acquire the tools and advanced skills you need to get the maximum value from your ONESOURCE Indirect Tax assets.

Thomson Reuters does not consider an implementation complete until the ONESOURCE Indirect Tax solution is functioning smoothly and all tax professionals are comfortable with the new transaction tax management processes. One of the best methods of ensuring success is to effectively train your tax and technical teams, as well as partners.

SIMPLIFY YOUR PROCESSES AND ENSURE COMPLIANCE WITH ONESOURCE INDIRECT TAX

Progressive tax and finance departments want to thrive — not just survive. It's been proven that an integrated approach using people, technology, and processes is the optimal solution. ONESOURCE Indirect Tax delivers software and implementation services that enable this to happen. Our customers are comprised of approximately 87% of the Fortune 100 companies, and we support all of our customers in their global deployments and business expansions. Thomson Reuters is committed to delivering software and service solutions that help your company increase accuracy, improve productivity, reduce risk, and lower costs associated with indirect tax administration and compliance. Contact us today to find out how Thomson Reuters can help you simplify the way your company complies with domestic and global tax requirements and changes.

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