



Country Solution South Korea

IFSCLOUD25R1

Table of Contents

Note:.....	2
1 Company Set-up.....	3
2 Identify Invoices Printed or Digital.....	4

Note:

The capabilities listed below have been moved to generic functionality. These capabilities are no longer parameterized by Localization Control Center, they are general for any country. The capabilities moved to generic functionality are:

- Special Consumption Tax
- Customs Declaration Number in Tax Transactions

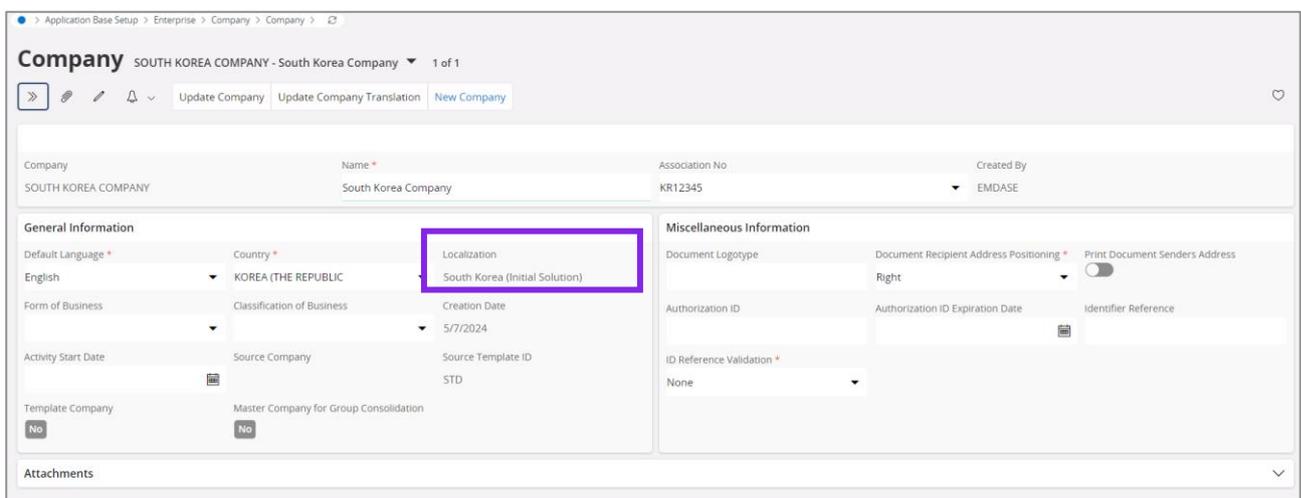
1 Company Set-up

1.1 Overview

To utilize the South Korean functionality, the company must be set up as using the **South Korean** localization. This is defined in the **General** tab on the **Company** page.

1.2 Define Localization

- Open the **Company** page.
- Search for the company.
- Select **South Korea** in the drop-down list in the **Localization** field and save. Note that this cannot be changed once transactions are created for the company.

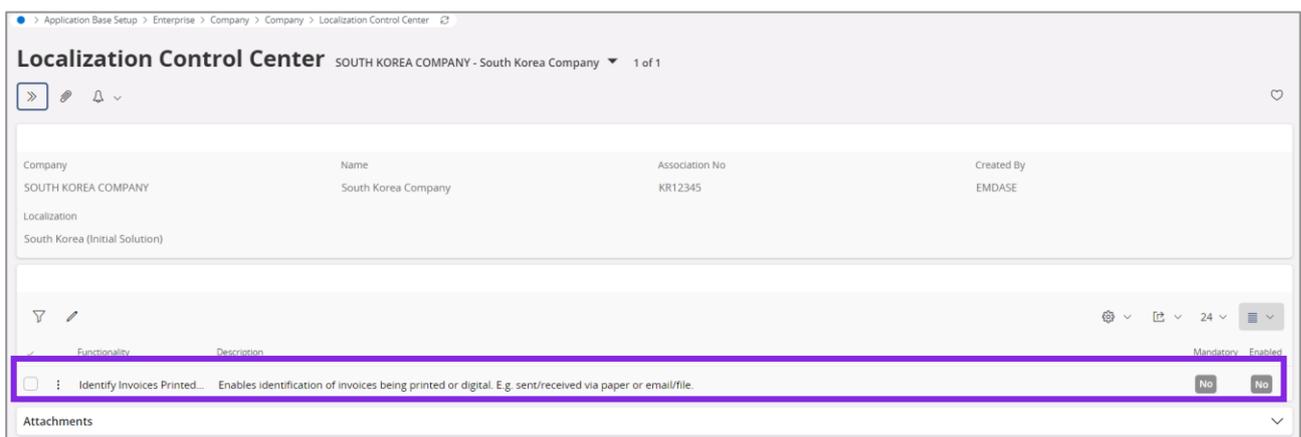


The screenshot shows the 'Company' page for 'SOUTH KOREA COMPANY - South Korea Company'. The 'Localization' field is highlighted with a red box, indicating it is set to 'South Korea (Initial Solution)'. Other fields include 'Default Language' (English), 'Country' (KOREA (THE REPUBLIC)), 'Form of Business', 'Activity Start Date', and 'Template Company' (No).

1.3 Select Localization functionality.

Specify which functionality to use.

- Open the **Localization Control Center** tab.
- The localization selected in the previous step is displayed in the **Localization** field and cannot be changed.
- All functionality available for South Korea is presented in the list. Enable/Disable the functionality based on the requirements of the company by selecting the Enable check box. Note that some functionality is mandatory and cannot be disabled.



The screenshot shows the 'Localization Control Center' page for 'SOUTH KOREA COMPANY - South Korea Company'. The 'Localization' field is set to 'South Korea (Initial Solution)'. Below, a table lists functionalities with columns for 'Functionality', 'Description', 'Mandatory', and 'Enabled'. The 'Identify Invoices Printed...' row is highlighted with a red box, showing it is currently disabled.

Functionality	Description	Mandatory	Enabled
<input type="checkbox"/>	Identify Invoices Printed... Enables identification of invoices being printed or digital. E.g. sent/received via paper or email/file.	No	No

2 Identify Invoices Printed or Digital

2.1 Overview Legal Requirement

When reporting tax in South Korea, the tax information must indicate if an invoice is printed or digital. Paper invoices refer to invoices printed on paper. Digital invoices are invoices sent/received to/from customers electronically. For this, services from a third-party company are involved (e.g., Smart Bill).

2.2 Process Overview



2.3 Solution Overview

Customer and supplier invoices are categorized as either digital invoices or not. It's defined on the customer and supplier level whether the customer or supplier is sending digital invoices or not. The value is fetched when creating customer or supplier invoices and the information is transferred to tax transactions.

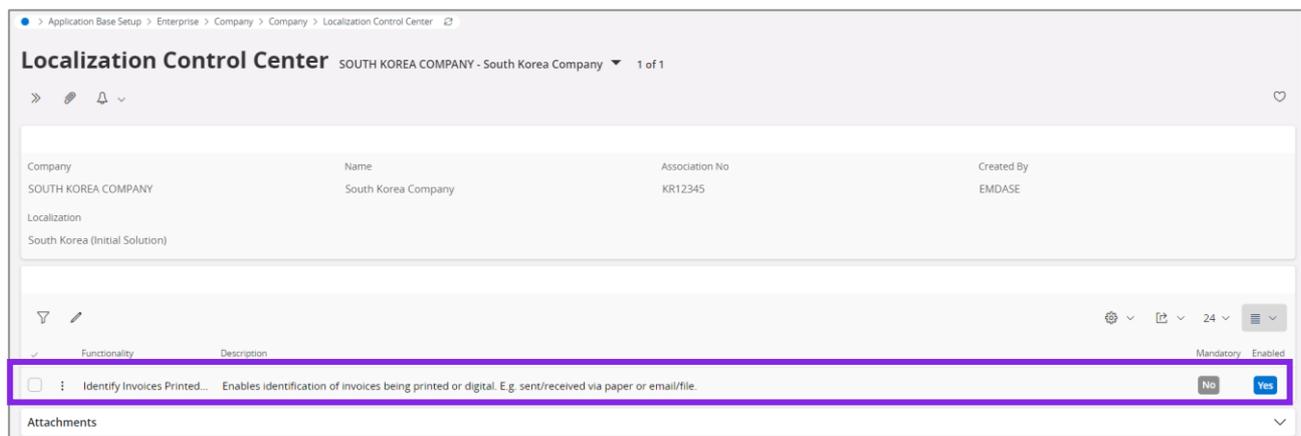
2.4 Prerequisites

The company must be set up to use South Korean localization, see the [Company Set-up](#) chapter.

2.5 Enable Localization Control Center Parameter

To enable this new functionality, navigate to the **Company/Localization Control Center** and enable the functionality, **Identify Invoices Printed or Digital**.

Please note that this is an optional localization parameter, and the user needs to enable it manually.



Application Base Setup > Enterprise > Company > Company > Localization Control Center

Localization Control Center SOUTH KOREA COMPANY - South Korea Company 1 of 1

Company	Name	Association No	Created By
SOUTH KOREA COMPANY	South Korea Company	KR12345	EMDASE

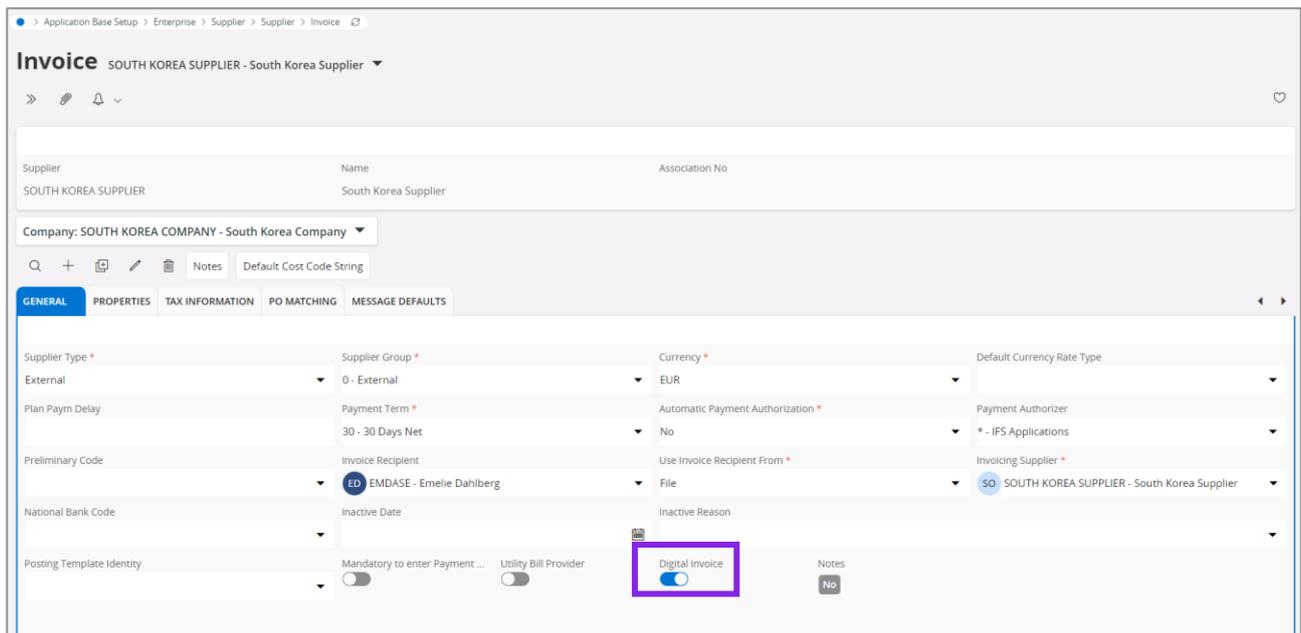
Localization
South Korea (Initial Solution)

Functionality	Description	Mandatory	Enabled
<input type="checkbox"/>	Identify Invoices Printed... Enables identification of invoices being printed or digital. E.g. sent/received via paper or email/file.	No	Yes

Attachments

2.6 Set up Supplier to identify if Digital Invoices are used.

A new toggle, **Digital Invoice**, is added to the **Supplier/Invoice/General** tab.

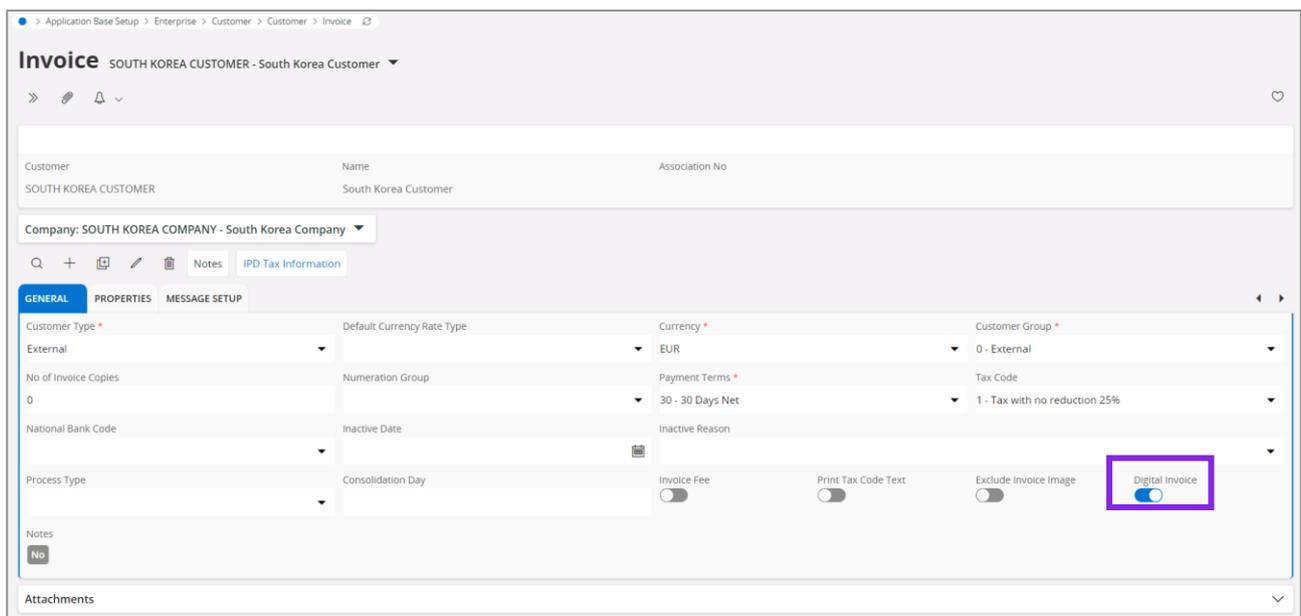


The screenshot shows the 'Supplier Invoice' configuration page for 'SOUTH KOREA SUPPLIER'. The 'GENERAL' tab is selected, displaying fields such as Supplier Type (External), Supplier Group (0 - External), Currency (EUR), and Payment Terms (30 - 30 Days Net). A 'Digital Invoice' toggle is located at the bottom right of the configuration area, highlighted with a purple box, and is currently turned on.

Enable the toggle if the supplier is sending digital invoices. The value will be fetched when creating supplier invoices and will be later referred to in **Tax Transactions**.

2.7 Set up Customer to identify if Digital Invoices are used

A new toggle, **Digital Invoice**, is added to the **Customer/Invoice/General** tab.

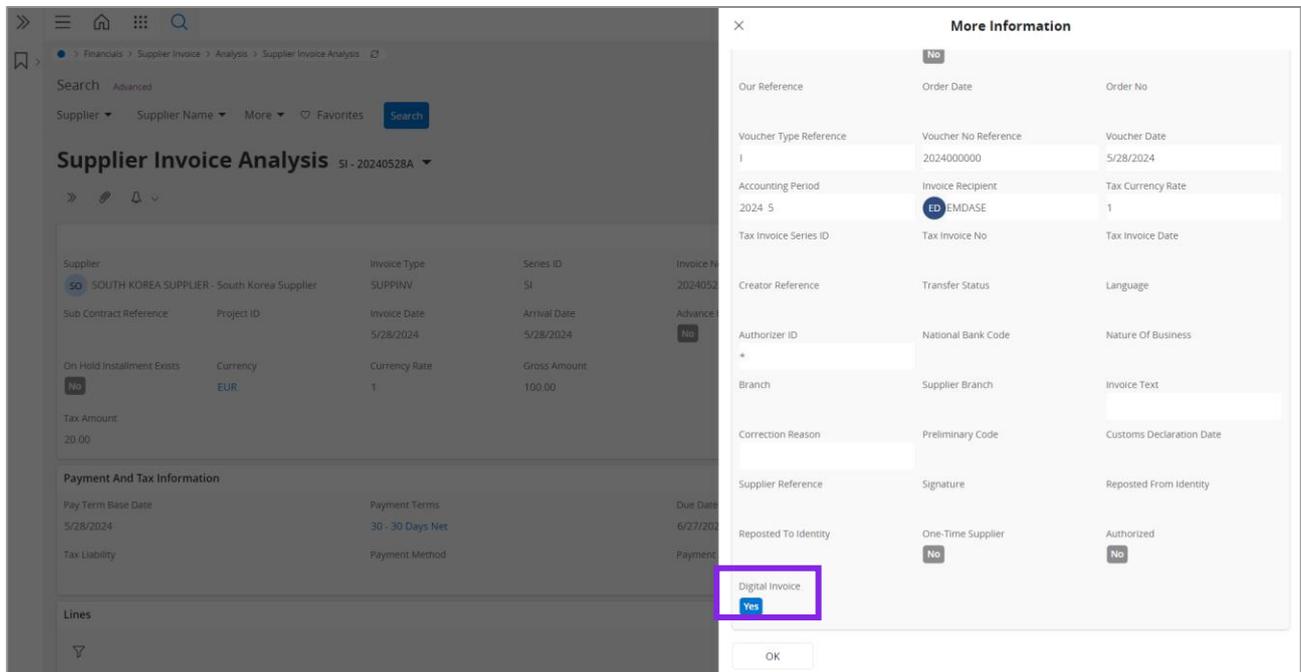


The screenshot shows the 'Customer Invoice' configuration page for 'SOUTH KOREA CUSTOMER'. The 'GENERAL' tab is selected, displaying fields such as Customer Type (External), Currency (EUR), and Tax Code (1 - Tax with no reduction 25%). A 'Digital Invoice' toggle is located at the bottom right of the configuration area, highlighted with a purple box, and is currently turned on.

Enable the toggle if the customer is sending digital invoices. The value will be fetched when creating customer invoices and will be later referred to in **Tax Transactions**.

2.8 View Supplier Invoice Analysis page

An indicator, **Digital Invoice**, is added to the **Supplier Invoice Analysis** page. It displays the value from the supplier at the time the invoice was created and cannot be edited.

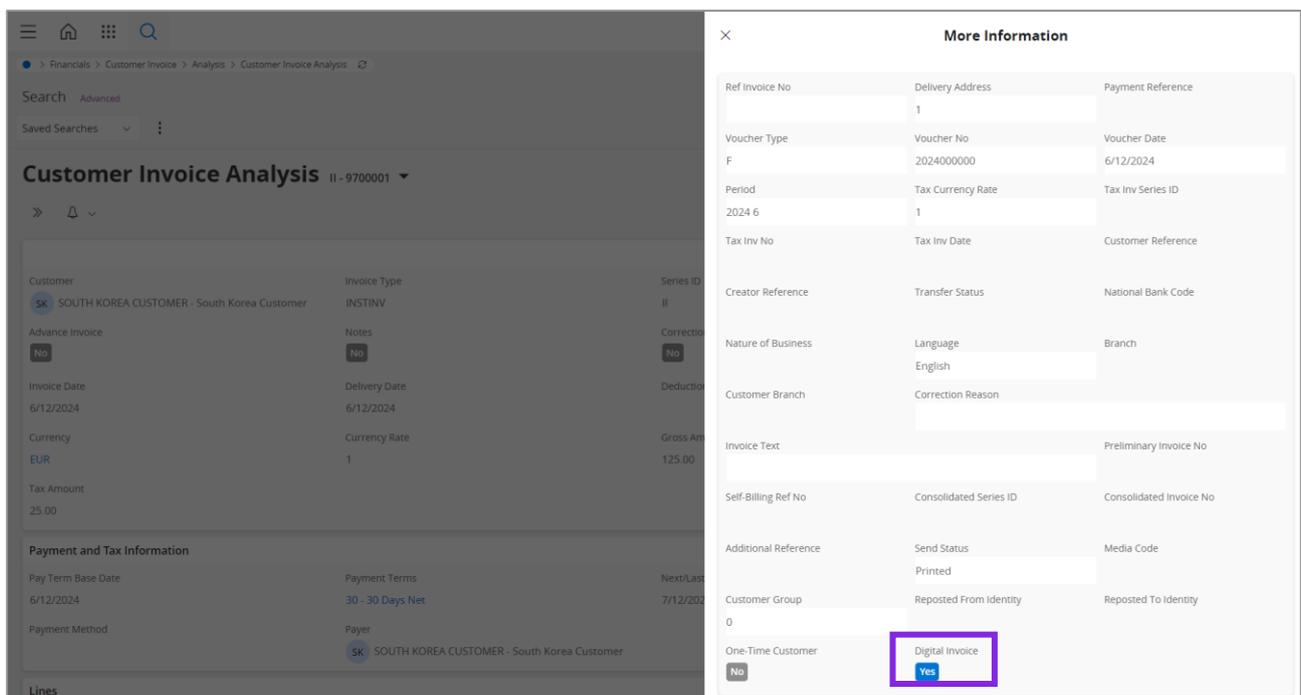


The screenshot shows the 'Supplier Invoice Analysis' page for invoice SI - 20240528A. The 'More Information' modal is open, displaying various fields. The 'Digital Invoice' field is highlighted with a red box and has a 'Yes' button selected.

Field	Value	Field	Value	Field	Value
Our Reference		Order Date	202400000	Order No	5/28/2024
Voucher Type Reference	I	Voucher No Reference	202400000	Voucher Date	5/28/2024
Accounting Period	2024 5	Invoice Recipient	ED BMDASE	Tax Currency Rate	1
Tax Invoice Series ID		Tax Invoice No		Tax Invoice Date	
Creator Reference		Transfer Status		Language	
Authorizer ID	*	National Bank Code		Nature Of Business	
Branch		Supplier Branch		Invoice Text	
Correction Reason		Preliminary Code		Customs Declaration Date	
Supplier Reference		Signature		Reposted From Identity	
Reposted To Identity		One-Time Supplier	No	Authorized	No
Digital Invoice	Yes				

2.9 View Customer Invoice Analysis page

An indicator, **Digital Invoice**, is added to the **Customer Invoice Analysis** page. It displays the value from the customer at the time the invoice was created and cannot be edited.



The screenshot shows the 'Customer Invoice Analysis' page for invoice II - 9700001. The 'More Information' modal is open, displaying various fields. The 'Digital Invoice' field is highlighted with a red box and has a 'Yes' button selected.

Field	Value	Field	Value	Field	Value
Ref Invoice No		Delivery Address	1	Payment Reference	
Voucher Type	F	Voucher No	202400000	Voucher Date	6/12/2024
Period	2024 6	Tax Currency Rate	1	Tax Inv Series ID	
Tax Inv No		Tax Inv Date		Customer Reference	
Creator Reference		Transfer Status		National Bank Code	
Nature of Business		Language	English	Branch	
Customer Branch		Correction Reason			
Invoice Text				Preliminary Invoice No	
Self-Billing Ref No		Consolidated Series ID		Consolidated Invoice No	
Additional Reference		Send Status	Printed	Media Code	
Customer Group	0	Reposted From Identity		Reposted To Identity	
One-Time Customer	No	Digital Invoice	Yes		

2.10 Tax Transactions

An indicator, **Digital Invoice**, is added to the **Tax Transactions** page. It displays the value from the supplier invoice/customer invoice and cannot be edited. The Digital Invoice column is updated when *Update GL Vouchers* and *Fetch Tax Ledger Information* has been run.

Financials > Tax Ledger > Tax Transactions Company: South Korea Company

Search Advanced

Tax Trans ID ▾ Tax ID Number ▾ Identity ▾ Series ID ▾ Invoice No ▾ Invoice Type ▾ Arrival Date ▾ Invoice Date ▾ More ▾ Favorites Search Saved Searches ▾

Tax Transactions

Calculate Income Amount 24 ▾

✓	Ref Invoice No	Customs Declaration Number	Customs Declaration Date	Series ID	Invoice No	Self-Billing Ref No	Invoice Date	Invoice Version	Invoice Type	Tax Code	Fetch	Is Report...	Correction	Is Part of Tax Ledger	Include in Tax Proposal	Digital Invoice
<input type="checkbox"/>	:			II	9700001		6/12/2024	1	INSTINV	1	Yes	No		Yes	Yes	Yes
<input type="checkbox"/>	:			SI	20240528A		5/28/2024	1	SUPPINV	1	Yes	No		Yes	Yes	Yes

2.11 Delimitations

None.