



# CVD Solution



## CVD Solution

A solution for Trading Excise seamlessly integrated to SAP Business One

## Solution Overview

CVD solution extends the capabilities of SAP Business One to automate the computation and subsequent reporting of additional duty levied also known as Countervailing Duty (CVD).

CVD Solution integrated with SAP Business One automates computation of CVD at source and generate Registers and Quarterly Returns. Automating the CVD process with CVD Solution eliminates duplication, inefficiency and errors, freeing up time and resources for business to focus on what is important and become more productive.

## Why CVD Solution

CVD or Trading Excise is applicable where a trading business is registered with the Excise Authorities to purchase and sell Excisable Items.

There are three scenarios that are prevalent and a Trading business will need to apply CVD:

- **Imports Excisable Items:** The Trading business will pay Customs Duty, Countervailing Duty (CVD), related CESS and Additional Duty during import to the authorities and is required to pass on CVD, related CESS and Additional Duty paid back to it's Customer
- **Purchases Excisable Items from a Domestic Manufacturer:** The Trading business will pay Excise Duty and related CESS to the domestic manufacturer and is required to pass on the same to the Customer
- **Purchases Excisable Items from another Domestic Trader:** This is termed as 2<sup>nd</sup> Dealer Sales. The 1<sup>st</sup> Dealer will pass on CVD, related CESS and Additional Duty if he has imported the Items or Excise Duty and related CESS if he has purchased the Items from a Domestic Manufacturer. The 2<sup>nd</sup> Dealer is required to pass on the same to the Customer.



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## Features

Customs Duty and CVD Values are automatically computed on entry of Assessable Value and selection of Duty Code in Goods Receipt against PO, Goods Inward and Sales Return

RG23 No. is automatically generated for each Location and for also inventory transfers between Locations allowing to maintain separate RG23 numbers for each Excise Registered locations

CVD Values are automatically computed during Sales Delivery and Purchase Return

CVD Values are automatically computed on Sales Orders on reservation of Items and can be printed as Pro-forma Invoices

The Unit Price is automatically computed after determining the CVD values being passed on when the CVD Inclusive Price is entered. Also includes for Discount on CVD Inclusive Price

Complete Audit Trail is maintained of all transactions with CVD allowing traceability

Supports accounting method on Purchase by adding CVD to Item Cost or Asset Accounts and on Sale crediting Revenue Accounts

Populate document level freight components by Location in Outgoing Documents and post revenues for duties to separate accounts for each locations

Automatically Population of Total Duties in Landed Costs screen improving efficiency and accuracy by providing duties entered at batch level in Goods Receipt to be available at landed cost screen

Populate Duties in Incoming Documents for local purchase from EOU, Manufacturers, Dealers etc

Supports 2<sup>nd</sup> Stage Dealer requirements, allowing to record details of Manufacturers/Importers. Includes standard format for 2<sup>nd</sup> Stage Dealer Invoice Format with Prices + Duties or CVD Inclusive Prices

Integrates to Bonded Warehouse Solution, a solution component from New-Age allowing traders to partially clear the goods from Customs Bonded Warehouse and allocate the additional costs only on the partially cleared goods

## Documents, Reports, Registers and Returns

### Print Layouts

- Sales Excise Invoice containing Sales and Purchase details
- Commercial Invoice (without Excise details)
- Pro-forma Invoice (with or without Excise details)
- Excise Invoice for Inventory Transfer

### Statutory Reports & Registers

- Form 2 Part I & II
- RG23D
- CVD Paid and Passed On with Opening and Closing Balances – Overall and by Batch