

Purchases from Europe

To enter purchases from Europe into Business/Cash Manager which report the VAT correctly we recommend the following procedure.

1. In Setup, Suppliers/Customers, Supplier/Customer setup ensure that the correct VAT country code is shown in the suppliers details.



Supplier Customer French Holsteins

General

Name French Holsteins Shortcut

Full Business Name on Invoice French Holsteins

Address La Cantiniere

St Josef

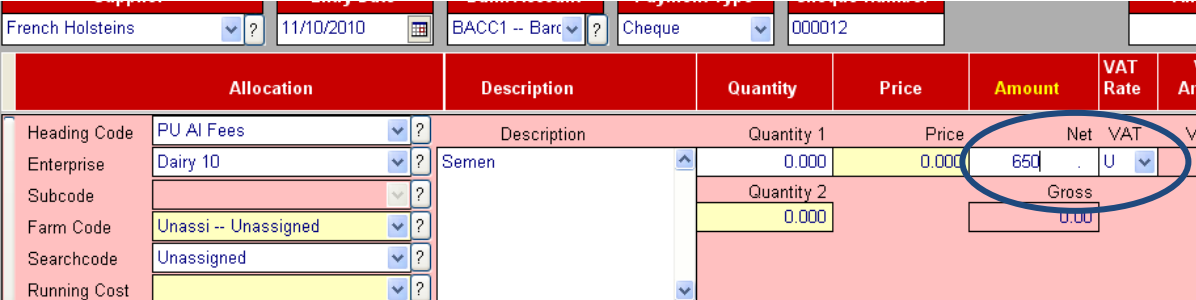
Town La Rochelle

County

Postcode

VAT Reg No. FR 123456

2. When entering data against the supplier the VAT box will show the code 'U'.



Allocation	Description	Quantity	Price	Amount	VAT Rate	VAT Amount
Heading Code	PU AI Fees	Quantity 1	Price	Net	VAT	VAT
Enterprise	Dairy 10	0.000	0.000	650	U	
Subcode		Quantity 2		Gross		
Farm Code	Unassi - Unassigned	0.000		0.00		
Searchcode	Unassigned					
Running Cost						

3. The second line should be allocated to the heading code 'Input VAT A/c'.

Heading Code	IV Input VAT A/c	Description	Quantity 1	Price	Net	VAT	VAT Amount
Enterprise	General 10	Itemised VAT : Input VAT	0.000	0.000	0.00		113.75
Subcode		VAT on semen	Quantity 2		Gross		
Farm Code	Unassi - Unassigned		0.000		0.00		
Searchcode	Unassigned						

4. The third line should be allocated to the heading code 'Output VAT A/c' with the amount entered as a negative.

Heading Code	OV Output VAT A/c	Description	Quantity 1	Price	Net	VAT	VAT Amount
Enterprise	General 10	Itemised VAT : Output VAT	0.000	0.000	0.00		-113.75
Subcode		VAT on semen	Quantity 2		Gross		
Farm Code			0.000		-113.75		
Searchcode							

5. An example of how the figures will show on the VAT return is shown below.

		£
VAT due in this period on sales and other outputs	1	0.00
VAT due in this period on acquisitions from other EC Member States	2	113.75
Total VAT due (the sum of boxes 1 and 2)	3	113.75
VAT reclaimed in this period on purchases and other inputs (including acquisitions from the EC)	4	113.75
Net VAT to be paid to Customs or reclaimed by you (Difference between boxes 3 and 4)	5	0.00
Total value of sales and all other outputs excluding any VAT. Include your box 8 figure	6	0.00
Total value of purchases and all other inputs excluding any VAT. Include your box 9 figure	7	650.00
Total value of all supplies of goods and related services, excluding any VAT, to other EC Member States	8	0.00
Total value of all acquisitions of goods and related services, excluding any VAT, from other EC Member States	9	650.00