

## VAT rate change – implications for Export Manager

For companies who do not apply VAT to export invoices, no action is necessary when the standard UK VAT rate changes from 17.5% to 15%.

It is possible to retain the existing VAT code for 'UK standard' and change its rate from 17.50 to 15.00; however this means that consignments with this code (on the Invoice Summary screen) will show the new rate regardless of invoice date, so this approach is **NOT** recommended. Instead:

- Use A VAT to add a new code for 'UK 15% VAT'.
- For Consignees and Parties with the old 'UK 17.5% VAT' code, you may use C CN and C PA respectively to update their codes on the date when the new rate becomes effective, so that the new rate is loaded into new consignments.
- If there are any Charge records with the old VAT code, these may also be changed by using C CHRG.
- If the old VAT code is used for shipments after the new rate becomes effective (or the new code is applied prior to effective date), go into the consignment with MODCONS and change the code on the Invoice Summary screen.

For Export Manager customers who calculate VAT in a line of business system and interface it as a charge (with code 'VAT' or similar) you will need to check (or ask your software provider) to ensure that the new rate applies as from effective date.