7th Wave of E-Invoicing Integration in KSA

insights

ZATCA e-invoicing initiative enables electronic issuance, exchange, and verification of invoices in Saudi Arabia. It is implemented by ZATCA to improve tax compliance, business efficiency, and reduce tax evasion. E-invoicing implementation is done in two phases, Phase 1 mandates structured e-invoices and Phase 2 requires integration with ZATCA's platform. Initially, ZATCA targeted businesses with revenue of SAR 3 billion or above and after a series of six waves now, ZATCA has launched the 7th wave of electronic invoicing by setting out the criteria for selecting the targeted businesses.

01
ZATCA 7th wave requires all taxpayers whose turnover exceeded SAR 50 million during 2021 or 2022.

02
Taxpayers meeting the criteria should integrate their e-invoicing solutions with (FATOORA) Platform starting from 1st February 2024.

03
This includes integrating e-invoicing solutions with ZATCA's platform and issuing e-invoices with additional fields according to a specific format.

04
Phase 1 (Generation Phase) of E-invoicing obliges taxpayers to stop generating handwritten or computer-generated invoices and makes sure that there is a technical solution for generating E-invoices which must include the QR code and fulfill all other requirements of ZATCA.

How Insights can help?

01 Advising the client to optimize the benefits of e-invoicing, such as reducing costs, improving cash flow, enhancing customer satisfaction, and increasing transparency.

02 Assist in implementing the E-invoicing software to generate e-invoices that are in compliance with the e-invoicing requirements of ZATCA.

03 Assist and provide training to staff to use the electronic invoicing software efficiently to ensure compliance with the e-invoicing requirements of ZATCA.

Summary of all the waves launched by ZATCA for the purpose of e-invoicing integration till now is below:

Wave	Threshold (in SAR)	Date of implication
1.	3 billion and more	01-Jan-23
2.	500 million and more	01-Jul-23
3.	250 million and more	01-Oct-23
4.	150 million and more	01-Nov-23
5.	100 million and more	01-Dec-23
6.	70 million and more	01-Jan-24
7.	50 million and more	01-Feb-24

For more: Zakat, Tax and Customs Determine the Criterion for Selecting the Targeted Establishments in the Seventh Group to Implement the "Linkage and Integration Phase" of Electronic Invoicing (zatca.gov.sa)