

E-INVOICING



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About E-Invoicing

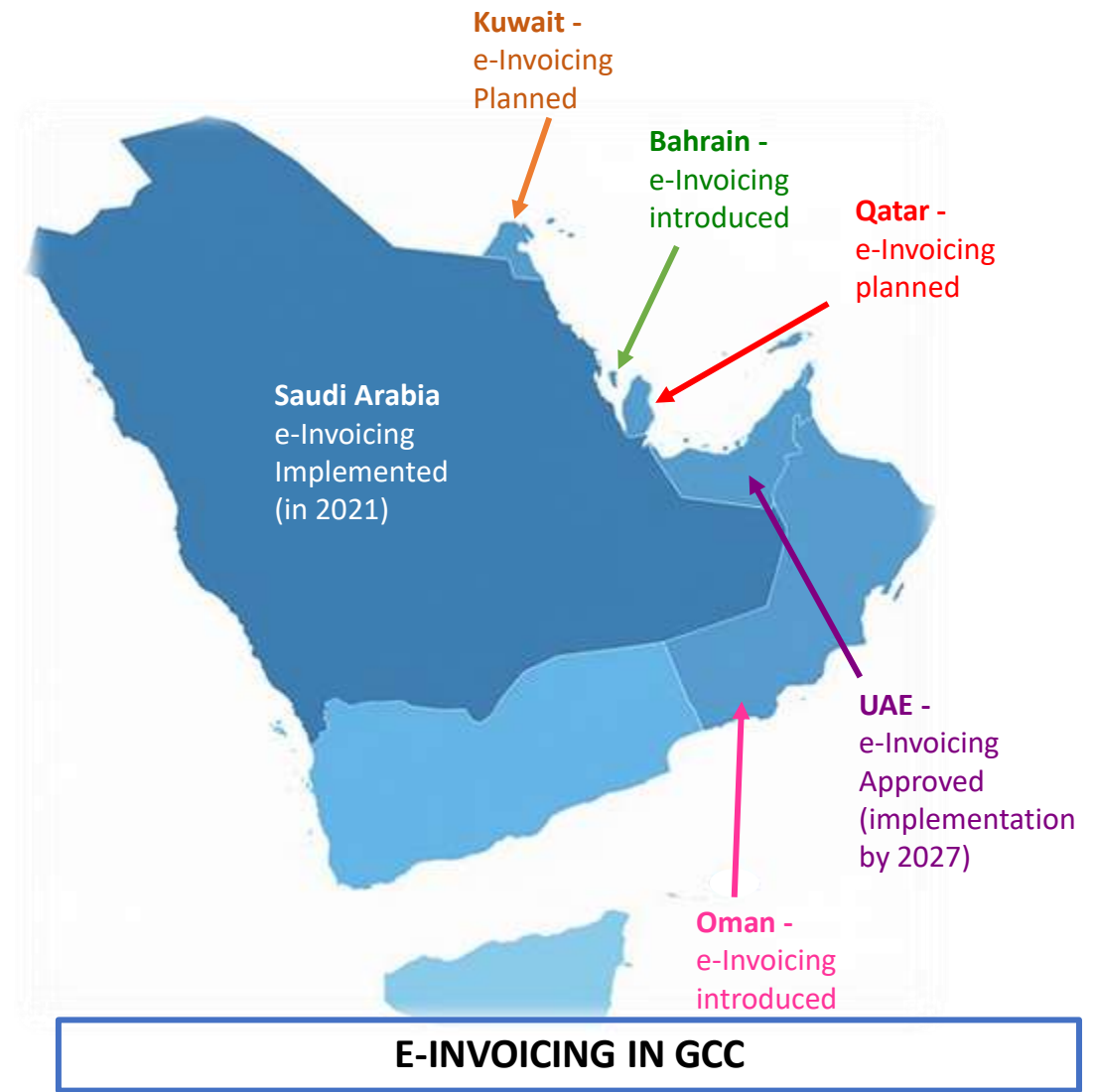
INTRODUCTION TO E-INVOICING IN UAE

E-Invoicing is the **electronic exchange** of invoices between suppliers and buyers in a structured machine-readable XML format enabling automatic processing by business systems.

Governments worldwide (over 80 countries) are adopting structured **digital invoicing models** that allow real-time transaction reporting and data sharing between businesses and tax authorities.

In the GCC region **Saudi Arabia** has successfully implemented e-Invoicing in **two phases** since 2021 **UAE is the next mover. Bahrain & Oman** introduced it as part of its VAT framework.

Faster processing, secure data exchange and environmentally sustainable paperless operations contributing to **improved business productivity** and a **more resilient digital economy**.



E-INVOICING FRAMEWORK: PEPPOL BASED 5 CORNER MODEL

1. Supplier

The UAE has adopted the **Peppol network** as the foundation of its national e Invoicing system aligning with more than **40 countries** that use Peppol for standardized digital trade — including **Australia, Austria, Belgium, Denmark, England NHS, Finland, France, Germany, Greece, Iceland, Ireland, Italy, Japan, Malaysia, Netherlands, New Zealand, Norway, Poland, Singapore, Sweden.**

2. Supplier's
ASP

3. Buyer's ASP

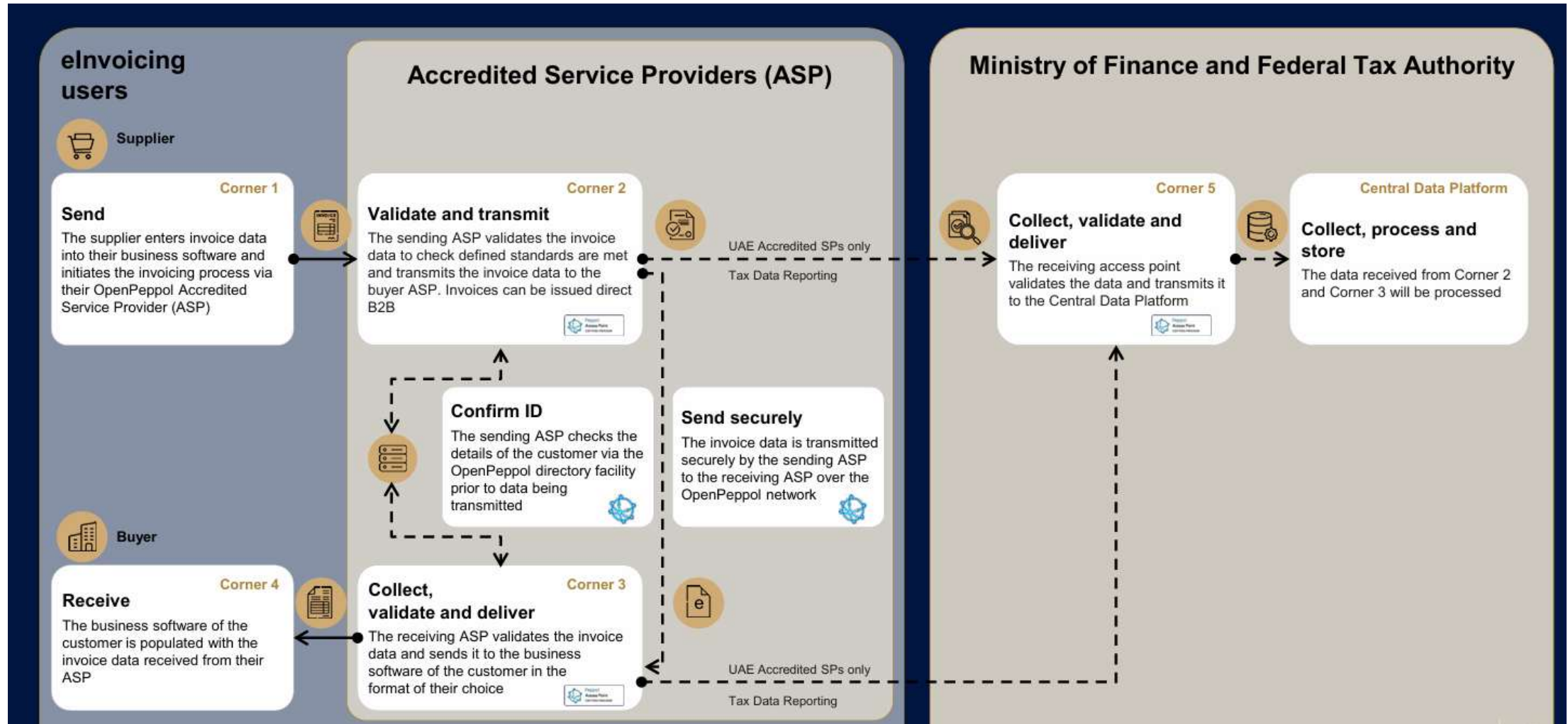
The UAE's **5-Corner Model** builds on the global Peppol architecture by introducing a **fifth participant** — the Federal Tax Authority (FTA). The five entities involved are the Supplier, Supplier's Accredited Service Provider (ASP), Buyer's ASP, Buyer, and the FTA all connected through the **AS4 secure communication protocol** under Peppol standards.

4. Buyer

5. FTA (Federal
Tax Authority)

In essence the UAE's Five-Corner Model is **unique globally** because it blends Peppol's decentralized efficiency with real time tax control creating a hybrid system that balances privacy automation and regulatory transparency — **setting a new regional benchmark** for digital tax ecosystems. It enables the FTA to access aggregated tax data in real time supporting advanced data analytics risk-based audit selection and VAT pre-filling capabilities in the future.

PROCESS FLOW OF E-INVOICING IN 5 CORNER MODEL



[eInvoicing | Ministry of Finance - United Arab Emirates](#)

IMPLEMENTATION TIMELINE

The e-Invoicing system applies to **all Person (natural person or juridical person) engaged in Business-to-Business (B2B) and Business-to-Government (B2G)** transactions. Transactions related to sovereign activities, international passenger transport and exempt financial services are excluded from the scope. **Business-to-Consumer (B2C)** transactions are currently excluded but may be incorporated in later phases of implementation.

The pilot phase of e-Invoicing will launch on **1 July 2026** and voluntary early adoption is encouraged. All taxpayers are required to onboard an Accredited Service Provider (ASP) and complete system testing and integration before their applicable go-live date.

Category	ASP Appointment Deadline	Mandatory Go-Live Date
Large Businesses (Revenue ≥ AED 50 million)*	31 July 2026	1 January 2027
Other Businesses (Revenue < AED 50 million)*	31 March 2027	1 July 2027
Government Entities	31 March 2027	1 October 2027

*Gross income for the most recent accounting period

Nov 2025	Dec 2025	Jan 2026	Feb 2026	Mar 2026	Jun 2026	Jul 2026	Dec 2026	Jan 2027	Feb 2027	Mar 2027	Jun 2027	Jul 2027	Sep 2027	Oct 2027
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About Accredited Service Providers

ACCREDITED SERVICE PROVIDERS (ASPS)

Peppol facilitates the secure exchange of electronic documents **through certified “access points.”** In the UAE framework these access points are operated by Ministry of Finance–**accredited Service Providers (ASPs).**

Under Ministerial Decision No. 64 of 2025 ASPs must hold Peppol certification ISO 22301 compliance and local data hosting. Only ASPs on the official accreditation register can process and transmit e-Invoices within the UAE system. Preapproved list of ASP are mentioned as below:

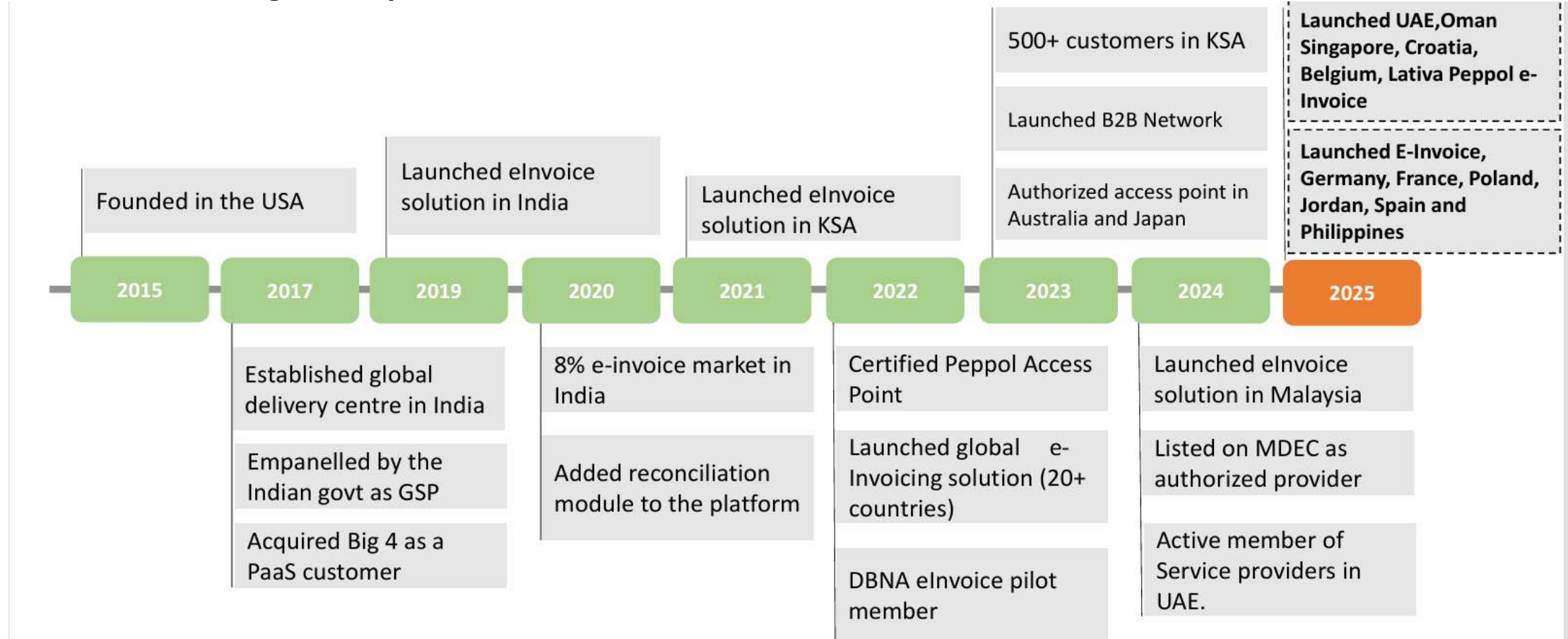
1. BDO Digital Solutions FZ – LLC
2. Comarch Middle East FZ LLC
3. Compliance Electronics LLC
4. Covoro AI – FZCO
5. Cygnet Digital IT Solutions L.L.C
6. Defmacro Software DMCC (Clear Tax)
7. Deloitte & Touch M.E
8. EDICOM Middle East Services
9. Flick Network L.L.C
10. Marmin AI Software Design LLC
11. Microvista Technologies LLC
12. Orchida Soft Computer System LLC
13. Oxinus Holding Limited
14. Pagero Gulf FZ-LLC
15. SAP Middle East & North Africa LLC
16. Skill Quotient Technologies
17. SunTec (Xelerate) Business Solutions DMCC
18. **TAXILLA FINOPS 360 – FZCO**
19. Taxlabs.ai
20. TronStride FZC

Peppol = Network
ASP + Your Gateway

Some of the Service Providers (SPs) are still in the process of obtaining accreditation from the FTA. The accreditation process takes approximately 90 days.

TAXILLA – ACCREDITED SERVICE PROVIDER

Taxilla – E-invoicing Journey:



About IT Requirement

IT REQUIREMENTS FOR E-INVOICING

A strong and compliant IT foundation is critical for the successful implementation of e-invoicing. By ensuring system compatibility with UAE PINT AE standards, integrating securely with ASP and maintaining robust data protection and continuity measures, businesses can achieve seamless, compliant and efficient e-invoicing operations. A well-prepared IT infrastructure not only supports regulatory compliance but also enhances automation, transparency and long-term digital transformation within the organization.

ASP Integration (API/SFTP)

XML/UBL (PINT AE) Support

50 plus mandatory fields

Digital Signing & Encryption

Continuous Monitoring

Archival System

Data Residency within UAE

50 MANDATORY DATA POINTS FOR E-INVOICING

These fields must be present in every valid e-Invoice issued through the UAE e-Invoicing System (XML/UBL 2.1 format)



These 50 fields are mandatory or conditionally mandatory depending on the transaction type (B2B/B2G). In commercial e-invoice point no. 48 (VAT line amount) is not required. Optional fields (like discount, additional charges, delivery terms, references, etc.) can be included but are not compulsory. All data must conform to the UAE PINT AE schema and validation rules established by the UAE Peppol Authority and FTA.

COMPANY READINESS FOR E-INVOICING IMPLEMENTATION

- ❖ Conduct GAP Analysis – ERP readiness, data quality, and workflows
 - ❖ Select and contract with an FTA-accredited ASP
- ❖ Integrate ERP/accounting systems with ASP (API, SFTP, or manual upload)
- ❖ Cleanse and update master data (TRN, TIN, buyer/supplier details)
 - ❖ Configure invoice templates to capture 50+ mandatory fields
 - ❖ Implement digital signing and encryption tools
- ❖ Establish archiving system to store XML & PDF copies for 7 years
 - ❖ Train finance, IT, sales, and procurement teams
 - ❖ Test invoices in pilot phase with ASP and FTA sandbox
- ❖ Communicate with vendors/customers about e-invoicing requirements

Mostly asked FAQs

Q. Can a business still send a PDF invoice by email?

The PDF may be sent for reference, but issuance and exchange must happen via the structured e-invoice format and ASP network

Q. Can a business implement e-Invoicing before the mandatory date?

Yes — many businesses are voluntarily adopting ahead of deadline to gain efficiencies, engage ASPs early and minimize rush-implementation risks.

Q. Does e-Invoicing apply to intra-group or self-billing transactions?

Yes — group supplies, self-billing, intercompany transactions are subject to the framework if they fall within the scope of VAT-registered persons and B2B/G.

Q. Can an e-Invoice be cancelled or edited?

No. Once issued, an e-Invoice cannot be cancelled. Corrections must be made by issuing a Credit Note referencing the original invoice.

Q. If the company provides services to overseas clients, must these be e-invoiced?

Yes, export transactions are in scope.

Q. What happens if the company is part of a VAT group?

Each VAT group member must have its own Peppol endpoint with the ASP, even though the same group TRN is used.

Role of M&M

What M&M can offer

Phase Objective	Scope & Key Activities
Know Your System – Current State & Transaction Assessment	<ul style="list-style-type: none"> • Review existing billing, invoicing, for 1 full financial year, accounting systems and overall systems architecture • Understand how invoices are generated, approved, and issued across departments • Identify transaction coding, document types, and invoice scenarios (sales invoices, credit notes, reimbursements, exports, reverse charge, self-billing, etc.) • Determine applicable e-invoicing use cases based on business model and transaction flows • Review compliances linked to invoicing cycle • Assess readiness for downloading the data in the structured (XML-based) format
Field Mapping, Data Validation & Gap Analysis	<ul style="list-style-type: none"> • Perform field-by-field mapping between billing system, ERP/accounting system, and UAE e-invoicing data dictionary • Validate mandatory and conditional fields (invoice numbers, dates, buyer/seller details, tax data, currency, etc.) • Review master data coding for customers, suppliers, TRN/TIN, addresses, tax and country codes • Identify missing fields, incorrect formats, and data inconsistencies
Technical Integration & Accredited Service Provider (ASP) Enablement	<ul style="list-style-type: none"> • Assess whether existing ERP/accounting system can act as ASP or requires external ASP integration • Evaluate billing and accounting system alignment (same system vs multiple systems) • Define technical integration approach (API, middleware, or file-based XML/JSON) • Support ASP selection based on technical and operational fit • Coordinate technical discussions between client, ERP vendor, and ASP • Define end-to-end invoice lifecycle from creation to submission, validation, reporting, and response handling
Training, Governance & Compliance Enablement	<ul style="list-style-type: none"> • Training session for sales, billing, finance, and tax teams on new e-invoicing processes • Explain operational changes such as credit-note-based corrections and rejection handling • Establish standard operating procedures (SOPs) for invoice issuance, error handling, and audit trail • Define roles, responsibilities, and internal controls
Go-Live Support & Post-Implementation Assistance	<ul style="list-style-type: none"> • Provide support during go-live and stabilization phase upto next 6 months • Assist with API failures, validation errors, and data or coding issues • Act as single coordination point between client, ERP vendor, and ASP • Support corrective actions through configuration or coding changes • Ensure smooth transition to business-as-usual operations • Provide advisory on regulatory and technical updates upto 6 months

ABOUT M&M



Diverse
cultural
background

Member of
MGI global
network

Tech savvy and
innovation
DNA

Stringent client
onboarding
process

High client
satisfaction
and retention

Our Functional Expertise

Audit & Assurance

Accounting

Tax Advisory

E-Invoicing

Due Diligence

Payroll

ABOUT OUR NETWORK MGI WORLDWIDE



Locations worldwide strong coverage Across
8 business-focused regions

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- 100 Countries
- 220 Member Firms Globally
- 112 Offices in APAC
- 198 Offices In EMEA
- 63 Offices In Latin America
- 32 Offices In North America
- 8886 Professionals
- \$1B Combined revenue

E-INVOICING IS NOT JUST COMPLIANCE

IT IS DIGITAL TRANSFORMATION

Need help with UAE E-Invoicing?

Whether it's managing imports and exports, connecting with an Accredited Service Provider (ASP), or aligning your ERP system, our experts are here to ensure a smooth and compliant implementation.

Contact us — we'll help you make e-Invoicing simple and seamless.



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Legal documents referred:

Federal Decree-Law No. (16) of 2024 , Ministerial Decision No. 243 & 244 of 2025, Ministerial Decision No. 64 of 2025 , Cabinet Decision No. 52 of 2017 (amended by Decision No. 100 of 2024)