

## What is the new UK VAT Return wording?

Box 1: VAT due in the period on sales and other outputs

Box 2: VAT due in this period on acquisitions of goods made in Northern Ireland from other EU Member States

Box 3: Total VAT due (this is the total of box 1 and 2)

Box 4: VAT reclaimed in the period on purchases and other inputs (including acquisitions in Northern Ireland from EU member states)

Box 5: Net VAT to pay to HMRC or reclaim (this is the difference between box 3 and 4)

Box 6: Total value of sales and other supplies, excluding VAT

Box 7: Total value of purchases and all other inputs, excluding any VAT

Box 8: Total value of dispatches of goods and related costs (excluding VAT) from Northern Ireland to EU Member States

Box 9: Total value of acquisitions of goods and related costs (excluding VAT) made in Northern Ireland from EU Member States

Please Note, you will probably benefit from updating the wording on your VAT Statement, this is simple in Business Central as it supports 100 characters at the moment (Boxes 4,8,9 will need abbreviating), most NAV versions only support 50 character here so you may need to get creative.

## In a nutshell, what has changed?

- Boxes 2,4,8 and 9 have had their wording (and the advice notes) changed.
- Boxes 1,3,4,5,6 and 7 have not had their wording changed, but the advice notes have been updated to include reference to post Brexit changes like PVA
- Most of the wording changes actually are the adding in of a reference to Northern Ireland with regard to EU sales or acquisitions.
- Boxes 8 and 9 are now only used if you have supplied goods to or acquired goods from an EU member state under the Northern Ireland Protocol.

This link explains how it works <https://www.gov.uk/guidance/how-to-fill-in-and-submit-your-vat-return-vat-notice-70012>

## So how do I make my changes?

Two methods can be used, one is the quicker and easier, but it will mean that your VAT Statement will not work if you try to use it for reviewing historic returns pre Brexit, the other involves a little more work but is better. We will show you both.

Note if you do trade under the Northern Ireland Protocol, you don't have a choice, you must use the second option (or similar).

Very important: Just trading with NI does not count, i.e. if you sell to NI from UK mainland or buy from NI you are still trading under the Domestic VAT rules, those transactions do not go in Box 8 or Box 9.

**Boxes 8 and 9 are now only for goods movements within the EU, which means EU to NI and NI to EU only**, not GB to NI or NI to GB.

## Help sheet – make the changes to your VAT statement for the April alterations to the VAT Return

### First step for either option

You need to check you are working on the correct **VAT Statement Name**.

Go to **VAT Statement Templates**, if there is a choice you want the one **called VAT GB (GB VAT Return)**, then choose **Navigate** and **Statement Names** and find the one that we changed for post Brexit use and selected it (if you haven't don't those updates STOP and talk to your Tecman Account Manager). Select the correct one and choose **Edit Statement**.

Note: *VAT Statements* on your Role Centre should also take you to the right area

### Option 1: Simple and quick (and a bit brutal)

Basically you need to break boxes 8 and 9, whatever the Row Totalling reference was in there, add it directly to Boxes 6 or 7 (as appropriate) and on Boxes 6 and 7 remove the line reference to Box 8 or Box 9. So this

Row No.	Description	Box No.	Type	Account Totalling	Gen. Posting Type	VAT Bus. Posting Group	VAT Prod. Posting Group	Amount Type	Row Totalling
UK VAT RETURN (01/01/21 onwards)				Description					
001	VAT due on sales and other outputs	1	Row Totalling					030	
002	VAT due on acquisition from other EU Me...	2	Row Totalling					100	
003	Total VAT due	3	Row Totalling					001 002	
004	Total VAT reclaimed (incl. EU acquisitions)	4	Row Totalling					050 080	
005	Net VAT to be paid (+) or to be reclaimed (-)	5	Row Totalling					003 004	
				Description					
006	Total value of sales excl. VAT, incl. Row 8	6	Row Totalling					120 180 15 1008	
007	Total value of purchases excl. VAT, incl. Row...	7	Row Totalling					220 280 25 1009	
				Description					
008	Total value of supplies excl. VAT to EU	8	Row Totalling					150	
009	Total value of acquisitions excl. VAT to EU	9	Row Totalling					250	
				Description					

Becomes this

Row No.	Description	Box No.	Type	Account Totalling	Gen. Posting Type	VAT Bus. Posting Group	VAT Prod. Posting Group	Amount Type	Row Totalling
UK VAT RETURN (01/01/21 onwards)				Description					
001	VAT due on sales and other outputs	1	Row Totalling					030	
002	VAT due on acquisition from other EU Me...	2	Row Totalling					100	
003	Total VAT due	3	Row Totalling					001 002	
004	Total VAT reclaimed (incl. EU acquisitions)	4	Row Totalling					050 080	
005	Net VAT to be paid (+) or to be reclaimed (-)	5	Row Totalling					003 004	
				Description					
006	Total value of sales excl. VAT, incl. Row 8	6	Row Totalling					120 180 15 150	
007	Total value of purchases excl. VAT, incl. Row...	7	Row Totalling					220 280 25 250	
				Description					
008	Total value of supplies excl. VAT to EU	8	Row Totalling						
009	Total value of acquisitions excl. VAT to EU	9	Row Totalling						
				Description					

It's a bit blunt but will work. Just don't use this VAT Statement to review postings prior to Brexit as it won't work properly.

**Help sheet – make the changes to your VAT statement for the April alterations to the VAT Return**

**Option 2: Better practice but takes slightly longer**

Essentially, this route is better as it keeps the structure in tact but ensures that the new VAT Posting Setup using EU2021 is sent directly into Box 6 or Box 7 whereas the old EU postings will be sent into Box 8 or Box 9 as appropriate and then added on to the Box 6/7 total (if applicable).

Row No.	Description	Box No.	Type	Account Totalling	Gen. Posting Type	VAT Bus. Posting Group	VAT Prod. Posting Group	Amount Type	Row Totalling
001	UK VAT RETURN (01/04/21 onwards) V2 with April wording change		Description						
002	VAT due in the period on sales and other outputs	1	Row Totalling						030
003	VAT due in this period on acquisitions of goods made in Northern Ireland from other EU Member States	2	Row Totalling						100
004	Total VAT due (this is the total of box 1 and 2)	3	Row Totalling						001 002
005	VAT reclaim in the period on purchases&other inputs(inclng acquisitions in Northern Ireland from EU)	4	Row Totalling						050 080
006	Net VAT to pay to HMRC or reclaim (this is the difference between box 3 and 4)	5	Row Totalling						003 004
006	Total value of sales and other supplies, excluding VAT	6	Row Totalling						120 150 155 180 008
007	Total value of purchases and all other inputs, excluding any VAT	7	Row Totalling						220 250 255 280 009
008	Total value of dispatches of goods and related costs (exc VAT) from Northern Ireland to EU Member	8	Row Totalling						140
009	Total value of acquisitions of goods&related costs (exc VAT) made in Northern Ireland from EU Member	9	Row Totalling						240

**Change Boxes 6 and 8**

On the image below, it shows an extract from the relevant part of the VAT statement that filters the Sales postings:

The **red** is the postings that will be sent directly to **Box 6** (Totalling Row: Line 150). These are the post Brexit (no- Northern Ireland Protocol) postings using the **VAT Business Posting Group** of **EU2021**.

The **purple** is the old pre Brexit postings, that will be sent to **Box 8** (Totalling Row: Line 140). These entries were created using the **VAT Business Posting Group** of **EU** (which will also be retained for use with any postings made under the Northern Ireland Protocol).

#	Description	Sign	Sign
101	Value of Domestic Sales 20 %	Sign	<input checked="" type="checkbox"/> Opposite Sign
102	Value of Domestic Sales 5 %	Sign	<input checked="" type="checkbox"/> Opposite Sign
103	Value of Domestic Sales 0 %	Sign	<input checked="" type="checkbox"/> Opposite Sign
104	Value of Domestic Sales Service 20%	Sign	<input checked="" type="checkbox"/> Opposite Sign
105	Value of Domestic Sales Service 5%	Sign	<input checked="" type="checkbox"/> Opposite Sign
106	EU2021 Rev Chg Service Purchases	Sign	<input checked="" type="checkbox"/> Opposite Sign
107	ROW Rev Chg Service Purchases	Sign	<input checked="" type="checkbox"/> Opposite Sign
120	VALUE OF DOMESTIC SALES TOTAL	Sign	<input checked="" type="checkbox"/> Opposite Sign
Description			
131	Value of EU Supplies 20 % (Goods only)	Sign	<input checked="" type="checkbox"/> Opposite Sign
135	Value of EU Supplies 5 % (Goods only)	Sign	<input checked="" type="checkbox"/> Opposite Sign
137	Value of EU Supplies 0 % (Goods only)	Sign	<input checked="" type="checkbox"/> Opposite Sign
140	Value of EU supplies TOTAL	Sign	<input checked="" type="checkbox"/> Opposite Sign
Row Totalling			
Description			
141	Value of EU Supplies 20 % (Goods only)	Sign	<input checked="" type="checkbox"/> Opposite Sign
143	Value of EU Supplies 5 % (Goods only)	Sign	<input checked="" type="checkbox"/> Opposite Sign
144	Value of EU Supplies 0 % (Goods only)	Sign	<input checked="" type="checkbox"/> Opposite Sign
150	VALUE OF EU2021 Sales TOTAL	Sign	<input checked="" type="checkbox"/> Opposite Sign

## Change Boxes 7 and 9

On the image below it shows an extract from the relevant part of the VAT statement that filters the Purchases postings:

The **green** is the postings that will be sent directly to **Box 7** (Totalling Row: Line 250). These are the post Brexit (no- Northern Ireland Protocol) postings using the **VAT Business Posting Group of EU2021**.

The **purple** is the old pre Brexit postings, that will be sent to **Box 9** (Totalling Row: Line 240). These entries were created using the **VAT Business Posting Group of EU** (which will also be retained for use with any postings made under the Northern Ireland Protocol).

	Description						Sign	<input checked="" type="checkbox"/> Sign	<input type="checkbox"/>
# Domestic purchase value/base, Box 7 #									
201	Value of Domestic Purchases 20 %	VAT Entry Tota...	Purchase	DOMESTIC	VAT20	Base	Sign	<input checked="" type="checkbox"/> Sign	<input type="checkbox"/>
202	Value of Domestic Purchases 5 %	VAT Entry Tota...	Purchase	DOMESTIC	VAT5	Base	Sign	<input checked="" type="checkbox"/> Sign	<input type="checkbox"/>
211	Value of Domestic Purchases 0 %	VAT Entry Tota...	Purchase	DOMESTIC	VAT-ZERO	Base	Sign	<input checked="" type="checkbox"/> Sign	<input type="checkbox"/>
213	Value of Domestic Services Purchases 20 %	VAT Entry Tota...	Purchase	DOMESTIC	SERV20	Base	Sign	<input checked="" type="checkbox"/> Sign	<input type="checkbox"/>
214	Value of Domestic Services Purchases 5 %	VAT Entry Tota...	Purchase	DOMESTIC	SERV5	Base	Sign	<input checked="" type="checkbox"/> Sign	<input type="checkbox"/>
220	VALUE OF DOMESTIC PURCHASES	Row Totalling					201.219	Sign	<input checked="" type="checkbox"/> Sign
# Value of EU Acqpts, Box 9 (also Intrastat) - Northern Ireland Protocol Only #									
231	Value of EU Acquisitions 20 %	VAT Entry Tota...	Purchase	EU	VAT20	Base	Sign	<input checked="" type="checkbox"/> Sign	<input type="checkbox"/>
235	Value of EU Acquisitions 0 %	VAT Entry Tota...	Purchase	EU	VAT-ZERO	Base	Sign	<input checked="" type="checkbox"/> Sign	<input type="checkbox"/>
237	Value of EU Acquisitions 5 %	VAT Entry Tota...	Purchase	EU	VAT5	Base	Sign	<input checked="" type="checkbox"/> Sign	<input type="checkbox"/>
240	Value of EU Acquisitions TOTAL	Row Totalling					231.239	Sign	<input checked="" type="checkbox"/> Sign
#EU2021 Purchases, Box 7 #									
241	Value of EU2021 Acquisitions 20 %	VAT Entry Tota...	Purchase	EU2021	VAT20	Base	Sign	<input checked="" type="checkbox"/> Sign	<input type="checkbox"/>
243	Value of EU2021 Acquisitions 0 %	VAT Entry Tota...	Purchase	EU2021	VAT-ZERO	Base	Sign	<input checked="" type="checkbox"/> Sign	<input type="checkbox"/>
245	Value of EU2021 Acquisitions 5 %	VAT Entry Tota...	Purchase	EU2021	VAT5	Base	Sign	<input checked="" type="checkbox"/> Sign	<input type="checkbox"/>
250	VALUE OF EU2021 Purchases TOTAL	Row Totalling					241.249	Sign	<input checked="" type="checkbox"/> Sign

## Summary

This method means your VAT Statement can still be used to review past returns.

It is the only real option if you do trade under the Northern Ireland Protocol and have warehouses in mainland UK as well as in NI. If you are a business established in NI then Boxes 8 and 9 should reflect the figures on your Intrastat return.

## Want to know more ?

We hope this information is helpful to you, if you need further help then please contact your Tecman Account Manager to arrange assistance or check the advice on our Brexit portal.