

Manual changing VAT amount in Invoice/Invoice received

Question: Why is it not possible to manually change the VAT amount in the Invoice, although it is possible in the Invoice received?

The screenshot shows a web-based invoice system interface. At the top, it displays 'Invoice EIIINV26-0000001 dated 4/15/2026 2:16:50 PM'. Below this are navigation tabs like 'Main', 'Approvals', 'Consolidated Analysis by Orders', etc. A toolbar contains buttons for 'Post and close', 'Save', 'Post', 'Generate', 'Settings', and 'Print'. The main area features a table with columns: '#', 'Item', 'Content', 'B', 'Serial...', 'Quantity', 'UOM', 'Price', 'Amount', 'VAT, %', 'VAT Amount', 'Total', and 'Income Item'. The first row of data is highlighted in yellow and has a red box around the 'VAT Amount' cell, which contains the value '14.29'. Below the table, there are input fields for 'Discount' (0.00), 'VAT' (14.29 AED), and 'Prepayment' (0.00 AED). The status at the bottom indicates 'In work (changed 4/15/2026)' and 'Posted'.

| # | Item | Content | B | Serial... | Quantity | UOM | Price | Amount | VAT, % | VAT Amount | Total | Income Item |
|---|------|---------|---|-------------|----------|-----|--------|--------|--------|------------|--------|---------------|
| 1 | R... | Rent | N | Not Appl... | 1.000 | Pcs | 300.00 | 300.00 | 5% | 14.29 | 300.00 | Sales Revenue |

Answer: The reason is the different role of these documents in accounting and tax requirements.

For **Invoice**, the system enforces strict rules because:

1) VAT is legally sensitive (affects your tax liability)

2) It must be calculated consistently from:

-tax rate

-taxable base

3) Manual edits could:

-break compliance

-cause incorrect tax reporting.

So the system locks VAT calculation to prevent user mistakes and ensure correct posting to tax accounts.

To correct the incorrectly entered VAT amount in the sales document, please follow the instructions at the link below:

[Case 3. Incorrect VAT rate in an invoice](#)

For **Invoice received**, the situation is different:

1) You are recording supplier data, not generating it

2) Supplier invoices may:

-have rounding differences

-include corrections

-be issued from different systems

Therefore, the system allows manual VAT adjustment to match the supplier's actual invoice (hard copy).

The manually corrected VAT is reflected in red in the document:

Invoice Received EHIR26-00000001 dated 4/15/2026 2:22:53 PM *

Main Approvals History of Approval History of Object Status Changes Taken Decisions Payment Terms Analysis Statement of Mutual Settlements

Post and close Save Post Generate Settings Print More actions ?

Main Inventory (1) Expenses Payment Terms Additional Information Search (Ctrl+F) More actions -

| # | Item | C... | Serial Num... | Quantity | UOM | Price | Discount, % | Di... | Amount | VAT, % | VAT Amount | Total | Project Tax |
|---|--------|------|----------------|----------|-----|----------|-------------|-------|----------|--------|------------|----------|-------------|
| 1 | Polish | N... | Not Applicable | 1.000 | Pcs | 3,000.00 | | | 3,000.00 | 5% | 140.00 | 3,140.00 | |

Posted Administrator Discount: 0.00 % VAT: 140.00 AED Total Due: 3,140.00 AED Prepayments: 0.00 AED

NOTE: If the accounting currency / national currency differs from the currency of the document, then the calculation of the VAT amount in the corresponding currency will always depend on the tax base.: Thus, first, the total amount on the invoice is converted into the accounting currency (at the current exchange rate) and 5% VAT is calculated from it, and when making accounting entries, even if the VAT amount in the received Invoice is manually changed, it will always be calculated from the total amount.

For example, 100 USD with 5% VAT:

Whether Automatic VAT amount 5 USD

Invoice Received EHIR26-00000002 dated 4/15/2026 2:32:20 PM

Main Approvals History of Approval History of Object Status Changes Taken Decisions Payment Terms Analysis Statement of Mutual Settlements

Post and close Save Post Generate Settings Print More actions ?

Main Inventory (1) Expenses Payment Terms Additional Information Search (Ctrl+F) More actions -

| # | Item | C... | Serial Num... | Quantity | UOM | Price | Discount, % | Di... | Amount | VAT, % | VAT Amount | Total | Project Tax |
|---|--------|------|----------------|----------|-----|--------|-------------|-------|--------|--------|------------|--------|-------------|
| 1 | Polish | N... | Not Applicable | 1.000 | Pcs | 100.00 | | | 100.00 | 5% | 5.00 | 105.00 | |

Posted Administrator Discount: 0.00 % VAT: 5.00 USD Total Due: 105.00 USD Prepayments: 0.00 USD

or manual 6 USD

Invoice Received EIIR26-00000002 dated 4/15/2026 2:32:20 PM

Main Approvals History of Approval History of Object Status Changes Taken Decisions Payment Terms Analysis Statement of Mutual Settlements

Post and close Save Post Generate Settings Print More actions

Main Inventory (1) Expenses Payment Terms Additional Information

| # | Item | C... | Serial Num... | Quantity | UOM | Price | Discount, % | Di... | Amount | VAT, % | VAT Amount | Total | Project Test |
|---|--------|------|----------------|----------|-----|--------|-------------|-------|--------|--------|------------|--------|--------------|
| 1 | Polish | N... | Not Applicable | 1,000 | Pcs | 100.00 | | | 100.00 | 5% | 6.00 | 106.00 | |

Discount: 0.00 % VAT: 6.00 USD

0.00 USD Total Due: 106.00 USD Prepayments: 0.00 USD

In DR/CR Entry, amount in AED would be the same:

$$100 \text{ USD} \times 3,6725 = 367,25 \text{ AED}$$

$$5\% \text{ VAT from } 367,25 \text{ AED} = 18,36 \text{ AED}$$

Invoice Received EIIR26-00000002 dated 4/15/2026 2:32:20 PM
Document's Registers Records

Accounting Register "General Ledger"

| Period | Account Dr | Extra Dimension Dr | Quantity Dr | Account Cr | Extra Dimension Cr | Quantity Cr | |
|----------------------|--|---|------------------|------------------------|---------------------|------------------|-----------------------|
| Entity | Department Dr | | Currency Dr | Department Cr | | Currency Cr | Acct |
| Line Number | Department Dr | | Amount (Cur.) Dr | Department Cr | | Amount (Cur.) Cr | Content |
| 4/15/2026 2:32:20 PM | | Polish | | | Individual (Retail) | | |
| 1 | United Furniture Group (East location) | Main Warehouse | | Current Trade Payables | # (USD) | USD | |
| | | | | | | | 100 Inventory receipt |
| 4/15/2026 2:32:20 PM | | Individual (Retail) | | | Individual (Retail) | | |
| 1 | United Furniture Group (East location) | Invoice Received EIIR26-00000002 dated 4/15/2026 2:32:20 PM | AED | Current Trade Payables | # (USD) | USD | |
| | Input VAT on Purchases of Inventory | Reclaim | 18.36 | | | | 5 Input VAT |
| 2 | | | | | | | |

Document's Registers Records

Invoice Received EIIR26-00000002 dated 4/15/2026 2:32:20 PM
Document's Registers Records

Accounting Register "General Ledger"

| Period | Account Dr | Extra Dimension Dr | Quantity Dr | Account Cr | Extra Dimension Cr | Quantity Cr | |
|----------------------|--|---|------------------|------------------------|---------------------|------------------|-----------------------|
| Entity | Department Dr | | Currency Dr | Department Cr | | Currency Cr | Acct |
| Line Number | Department Dr | | Amount (Cur.) Dr | Department Cr | | Amount (Cur.) Cr | Content |
| 4/15/2026 2:32:20 PM | | Polish | | | Individual (Retail) | | |
| 1 | United Furniture Group (East location) | Main Warehouse | | Current Trade Payables | # (USD) | USD | |
| | | | | | | | 100 Inventory receipt |
| 4/15/2026 2:32:20 PM | | Individual (Retail) | | | Individual (Retail) | | |
| 1 | United Furniture Group (East location) | Invoice Received EIIR26-00000002 dated 4/15/2026 2:32:20 PM | AED | Current Trade Payables | # (USD) | USD | |
| | Input VAT on Purchases of Inventory | Reclaim | 18.36 | | | | 6 Input VAT |
| 2 | | | | | | | |

Accumulation Register "Purchasing"

Thank you for being FirstBIT customer!