Q1. How to store the tax table in SAP?

Ans : - In SAP, there is a way to store tax tables that is commonly used and flexible that is "Tax Calculation Procedure" (TCP) functionality.

Here's a step-by-step approach to store tax tables in SAP using the Tax Calculation Procedure:

1. Define Tax Codes: Create tax codes for each applicable tax rate. These tax codes will represent different tax rates based on your business requirements. Each tax code should have a unique identifier, description, and the corresponding tax rate.

2. Create Tax Jurisdictions: If taxes vary based on geographical regions or tax jurisdictions, create the necessary tax jurisdiction codes. This step is optional if you have a single tax rate applicable across the entire country or region.

3). Configure Tax Calculation Procedure: Access the customizing menu in SAP (transaction code: FTXP) and define the tax calculation procedure based on your business requirements. The procedure will consist of various steps that determine how taxes are calculated, such as tax code selection, tax jurisdiction determination, tax rate application, rounding rules, etc.

4). Assign Tax Codes to Tax Calculation Procedure: Link the previously defined tax codes to the tax calculation procedure steps. This assignment tells SAP which tax code to use at each step during tax calculation.

5).Assign Tax Calculation Procedure to Country or Region: Associate the tax calculation procedure with the relevant country or region in the SAP system (transaction code: OVK1). This ensures that the correct tax calculation procedure is used for the corresponding business transactions.

6).Maintain Tax Rates: Use the tax rates defined by your tax authorities and enter them into the SAP system using transaction code FV11. You can assign these tax rates to the respective tax codes.

7). Test and Validate: After configuring the tax calculation procedure and maintaining tax rates, thoroughly test the tax calculation in different scenarios to ensure its accuracy and compliance with tax laws.

8).Regular Updates: Tax rates and regulations change over time, so make sure to keep the tax tables up to date in the SAP system whenever there are changes in tax laws.

Q2. Do any requirement of code for storing the tax table in SAP?

Ans: -Regarding code requirements, you generally do not need to write custom code for storing tax tables in SAP, as the configuration can be done using standard SAP transactions (e.g., FTXP, FV11, OVK1). SAP provides a robust framework to manage tax calculations without the need for custom code.

Q3. Over Authorization in credit cards

Ans. Over-authorization in credit cards refers to a situation where a merchant requests an approval for an amount greater than the actual purchase amount during a card transaction. This practice is also known as pre-authorization / authorization hold. When you use your credit card for certain transactions, such as hotel stays, car rentals, or fuel purchases, the merchant may place an initial authorization request on your card for an amount higher than the expected final transaction amount. The purpose of over-authorization is to ensure that the credit card has sufficient available credit to cover any additional charges or potential fees that may arise during the course of the transaction.

Q3. Over Authorization in Google pay & Apple pay

Ans.

1. Decline the transaction: - If customer get higher amount due to over authorization and suppose this amount is not in his balance and he wants to pay with Google pay and apple pay then he will face decline the transaction due over limits.
2. Customer Dissatisfaction: - If customer will pay amount which is greater than actual amount than customer will dissatisfaction with your business. It can affect on your business.