

SAP Globalization Services

Localization – a strategic priority for SAP and a must-have for enterprises

Radina Pangelova, SAP October 2022

PUBLIC





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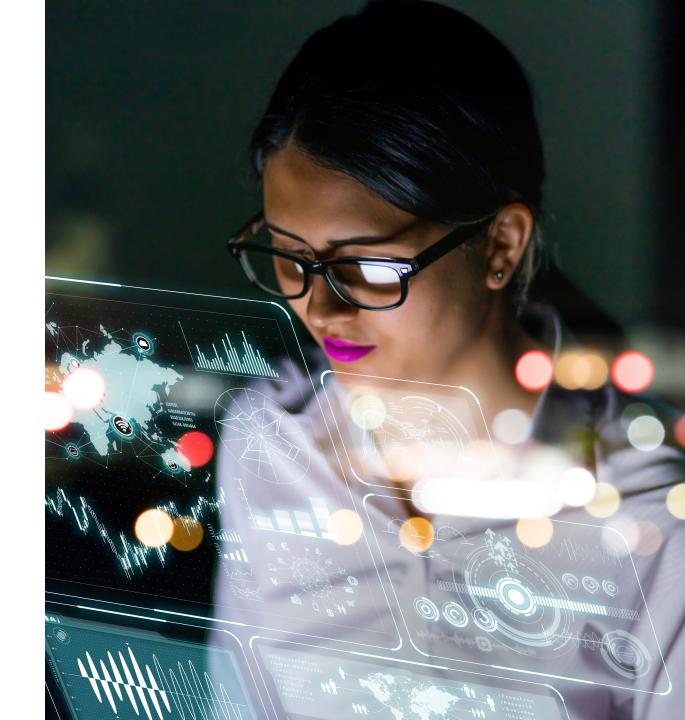
Content

Global Dynamics & Digital Transformation

Software Localization at SAP

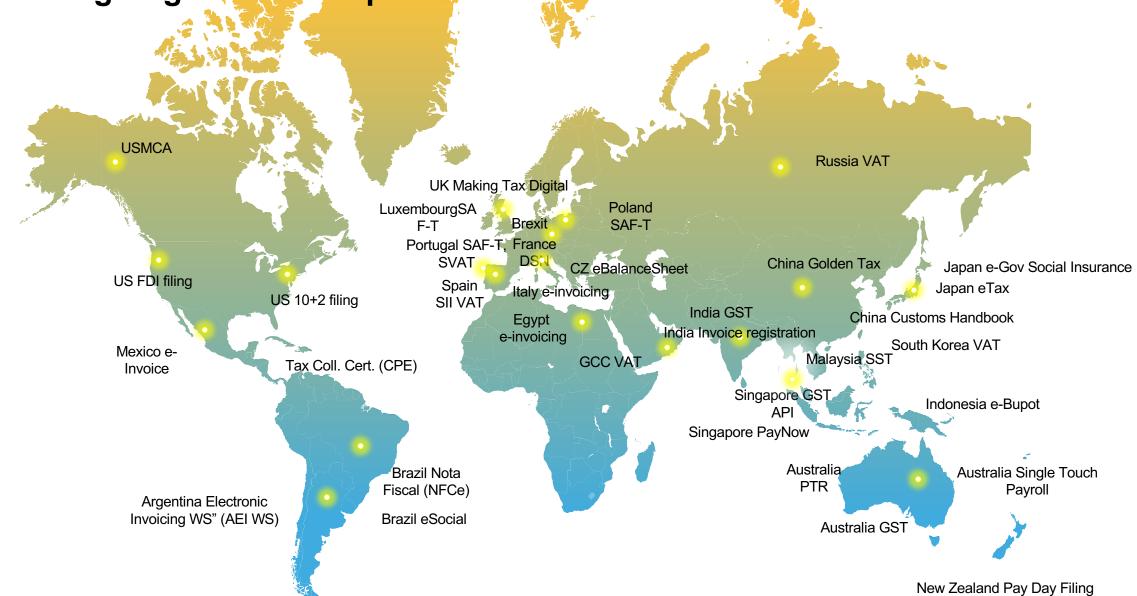
Local Solutions for Global Success

Engage with Us



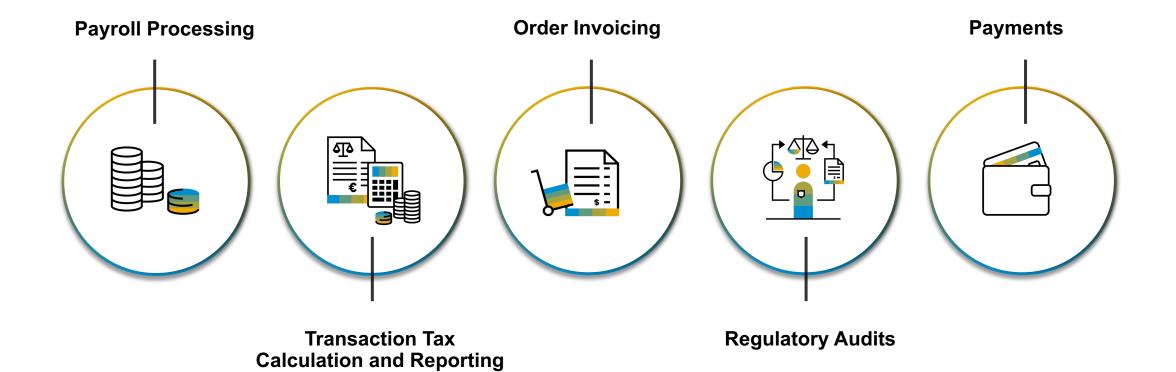
We are Surrounded by Drivers of Transformation





Evolving Regulations Require Constant Attention

Common Regulatory Pain Points For an Enterprise



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SAP Empowers Every Customer to Succeed Locally and Globally

440,000 customers in 180+ countries
200 million users worldwide
22,200 SAP partner companies in 140 countries

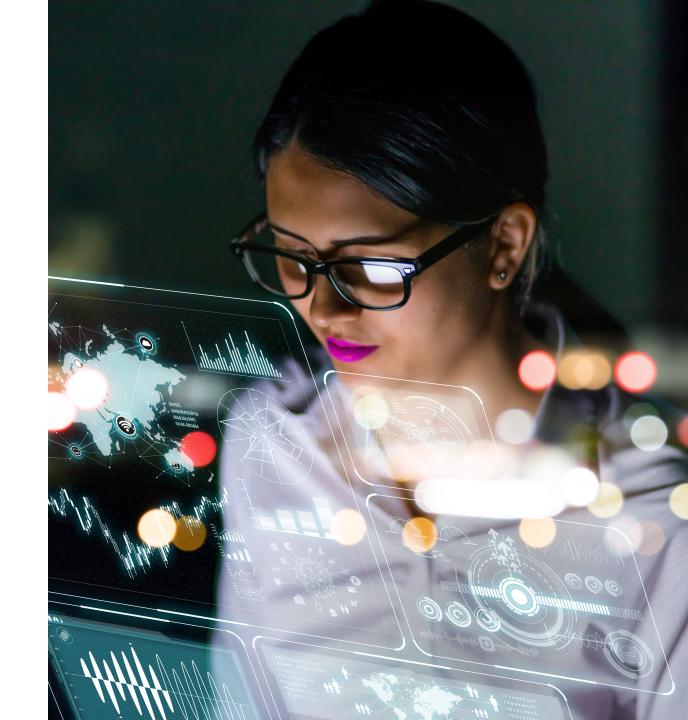
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Global Dynamics & Digital Transformation

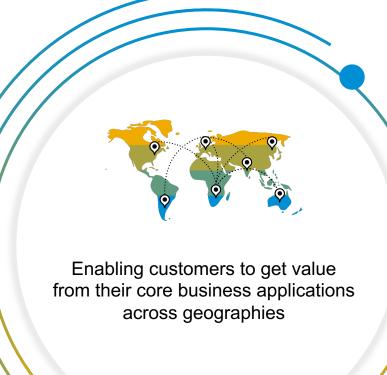
Software Localization at SAP

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What Is Software Localization?



SAPs Localization portfolio consists of several capabilities...

- Finance
- Document and Reporting Compliance
- Spend Management
- Internationalization Standard I18N
- Human Resources
- **Customer Experience** •
- Languages •

... is delivered to customers and partners in different ways...

- Built-in and 'Off-the-Shelf'
- Configuration
- Extensibility

•

...touches core E2E processes worldwide

- Lead-to-Cash Recruit-to-Retire
 - •
 - Source-to-Pay Design-to-Operate
- Sustainability Reporting

SAP Software Localization

Providing a Holistic Localization Experience Contributing to Customers' Global Success



SAP Globalization Services – Key Values

Enable Adherence to Legal Mandates

for new and evolving regulations for the lifespan of an SAP solution providing customers with peace of mind

Scale with confidence

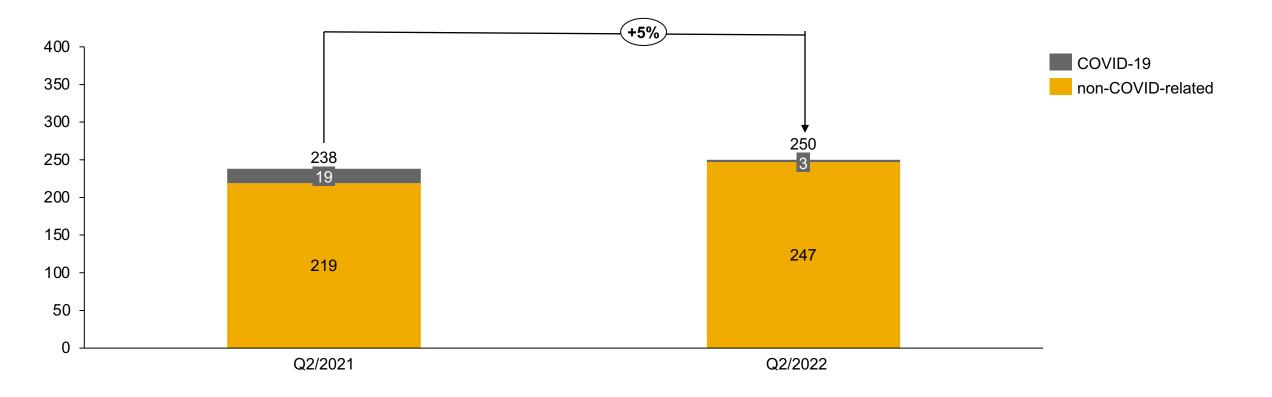
with efficient and integrated business processes locally and globally, leading to sustainable business practices

Automate

repetitive tasks, such as payroll, Business-to-Government interaction and free capacity for value creating tasks

Legal Change Delivery

- 250 Legal Changes delivered in Q2/2022 (+12/+5% YoY).
- 247 non-COVID-related Legal Changes delivered in Q2/2022 (+28/+13% YoY).



Delivering Peace of Mind



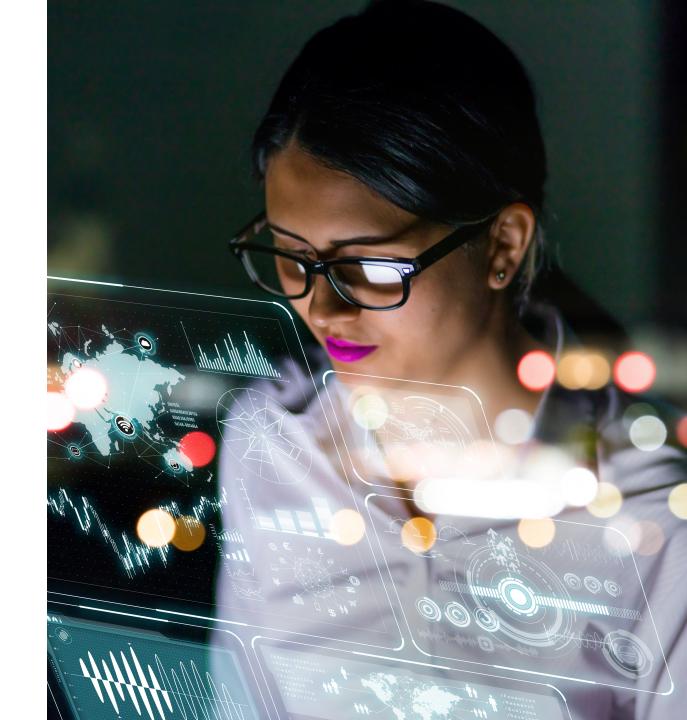
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Globalization as a Key Strength for SAP S/4HANA Cloud, public edition

SAP S/4HANA Cloud, public edition localization is provided out of the box for many local versions offering enterprises the ability to scale their business processes across the globe by addressing country-specific requirements and regulatory needs.

- Today **47 SAP Delivered Local Versions** are available for SAP S/4HANA Cloud with **12 additional local versions planned**.
- In addition, SAP facilitates Customer Local Versions via Localization as a self-service for SAP S/4HANA Cloud, public edition.



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SAP S/4HANA Cloud, public edition: Localization Coverage

SAP S/4HANA Cloud, public edition localization is provided out of the box for many local versions offering enterprises the ability to scale their business processes across the globe by addressing country-specific requirements and regulatory needs.

- 47 local versions available as of August 2022, 48 as of November 2022, 11 additional local versions on the roadmap for 2023 and 2024
- In addition, SAP facilitates Customer Local Versions via Localization as a self-service for SAP S/4HANA Cloud, public edition.

Available today	2022 H2	2023 H1	2023 H2	2024 H1	
47 Local Versions delivered by SAP: Australia, Austria, Belgium, Brazil, Bulgaria, Canada, Chile, China, Colombia, Czechia, Denmark, Finland, France, Germany, Hong Kong (China), Hungary, India, Indonesia, Ireland, Italy, Japan, Luxembourg, Malaysia, Mexico, Netherlands, New Zealand, Norway, Philippines, Poland, Portugal, Qatar, Romania, Russia, Saudi Arabia, Singapore, Slovakia, South Africa, South Korea, Spain, Sweden, Switzerland, Taiwan (China), Thailand, Turkey, United Arab Emirates, United Kingdom, United	Local Versions delivered by SAP for Headquarters ³ Bulgaria, Colombia, Chile, Qatar, Croatia Enhancements to existing Local Versions Customer Local Versions via Localization Extensibility Rest of World ⁴	Local Versions delivered by SAP for Headquarters ³ Egypt Local Versions delivered by SAP for Subsidiary ³ Israel ⁵ , Argentina Enhancements to existing Local Versions	Local Versions delivered by SAP for Headquarters ³ Israel, Argentina Local Versions delivered by SAP for Subsidiary ³ Peru, Greece, Serbia, Slovenia, Ukraine, Kazakhstan, Oman, Kuwait Enhancements to existing Local Versions	Local Versions delivered by SAP for Headquarters ³ Peru, Greece, Serbia, Slovenia, Ukraine, Kazakhstan, Oman, Kuwait Enhancements to existing Local Versions	
States Customer Local Versions via Localization Extensibility Rest of World ² (Early Adoption)			restrictions. Belarus, Venezuela, embargo countries and SA ³ Scope includes mandatory localizations to go-live for a Head	ntral Business Configuration (CBC) with 3-system landscape rram by reaching out to <u>DL</u> . Refer <u>note 3107866</u> for scope and as and SAP delivered/planned Local Versions are excluded. for a Headquarter/subsidiary in the country/region zation Tool to be generally available with SAP S/4HANA Cloud nd will support <u>expanded scope items</u> . Subject to change.	

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SAP ERP Central Component (ECC)

Including SAP and Partner Local Versions



Czech Republic Hong Kong, China India

Indonesia

Ireland

Italy

Japan

Kuwait

Latvia

Lithuania

Malaysia

Mexico

Norway

Oman

Peru

Poland

Portugal

Luxembourg

Netherlands

New Zealand

Philippines

Kazakhstan

Israel (*)

Qatar Romania Russia Saudi Arabia Serbia Singapore Slovakia Slovenia South Africa South Korea Spain Sweden Switzerland Taiwan, China Thailand Turkey Ukraine **United Arab Emirates United Kingdom United States** Venezuela

SAP Partner Solutions: Belarus (EPAM) Iceland (Nyherjihf)

SAP Human Capital Management for SAP S/4HANA, on-premise edition



Continuity and investment protection for HCM on-premise customers

Solution will be based on SAP ERP HCM with selected SAP HANA database related enhancements.

This option is intended to serve those customers who are not yet ready to partially or fully transform their HR processes into a cloud-based model.

The future of digital HR in the cloud is powered by SAP SuccessFactors.

SAP Human Capital Management for SAP S/4HANA – Localization Aspects

Key capabilities

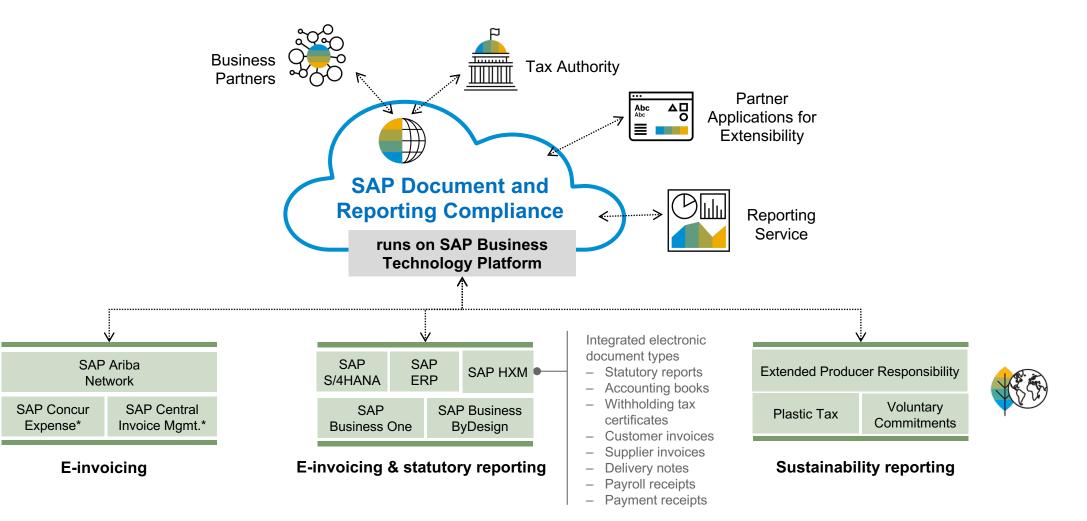
Product

- Scope matches the SAP S/4HANA Compatibility Pack and the key functionality of SAP ERP HCM
- Supports all SAP standard payroll local versions for SAP HCM
- Selective enhancements and localization across Core HR and Payroll processes to support continuity
- Available in Q4 2022 for OnPremise and follows SAP S/4HANA maintenance strategy until 2040



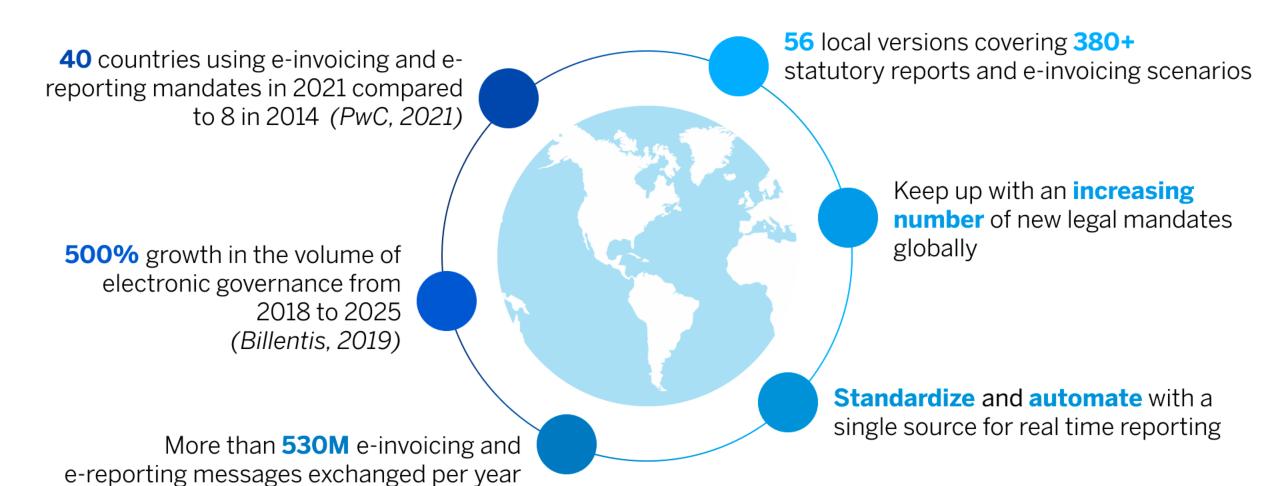
SAP Document and Reporting Compliance

Enables companies to adhere to evolving legal mandates driven by global digitalization



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SAP Document and Reporting Compliance



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SAP Document and Reporting Compliance

Global Coverage for SAP S/4HANA

Compliance obligations

- Statutory reporting
 - VAT, GST & Withholding Tax Reports
 - Audit files (SAF-T)
 - Electronic accounting reports
 - Financial Statements
 - Fixed Assets Reports
 - Payments Reports
 - Ledgers & Sales Lists
 - Cashflow Reports
 - Sustainability Reports
- E-Invoicing scenarios
 - Customer Invoices
 - Supplier Invoices
 - Consumer Invoices
 - Credit Invoices
 - E-Reporting scenarios
 - Delivery Notes
 - Payment Receipts
 - Tax Certificates
 - Tax Register Books
 - Electronic Payroll



Reports and scenarios enabled in 56 countries

Localization coverage

- Americas
 - Brazil, Chile, Colombia, Mexico, Peru, Argentina, Canada, US, Venezuela

• APJ

 Australia, India, New Zealand, Singapore, South Korea, Taiwan, Thailand, China, Indonesia, Japan, Malaysia, Philippines

Europe

 Austria, Belgium, Denmark, France, Germany, Greece, Hungary, Ireland, Luxembourg, The Netherlands, Norway, Poland, Portugal, Spain, Sweden, Turkey, Czech Republic, Finland, Israel, Kazakhstan, Romania, Russia, Serbia, Slovakia, Switzerland, Ukraine, United Kingdom, Italy

Middle East & Africa

 Saudi Arabia, Egypt, Qatar, South Africa, United Arab Emirates, Oman, Angola

SAP Document and Reporting Compliance – Customer Story

A US Based Chemical Manufacturer with multiple subsidiaries abroad

Before: Challenges

- Increase in mandatory e-invoicing legislation worldwide
- Multiple disparate solutions for document compliance management in different countries
- Use of manual processes, third-party services, and custom software created in-house

Why SAP

- Standardized framework offered by the SAP Document & Reporting Compliance solution supporting operations in multiple countries with a wide array of compliance management capabilities through a single solution
- Ability to create legal XML files that are directly based on transactional system data from SAP solutions
- Single communication layer with content that users can submit directly to authorities or local partners when required
- Regular updates on new legal mandates and mandate changes

After: Value-Driven Results

- Improved control through the ability to communicate information directly to authorities, without relying on third parties
- Reduced compliance risk and significant time and cost savings as a result of moreefficient management of global document compliance processes
- Streamlined IT landscape, with document compliance activities supported by a single solution
- Improved user experience, with country-specific scenarios managed in an e-cockpit within
- SAP Document and Reporting Compliance

"We saw SAP DRC as an opportunity to optimize operational performance and resource management. The solution exceeds expectations by streamlining our response to an increasing number of regulations that differ by country."

30%

Faster document processing for the accounts payable department 10%

Reduction in the invoice processing cycle

24,000 Low-value activities

eliminated

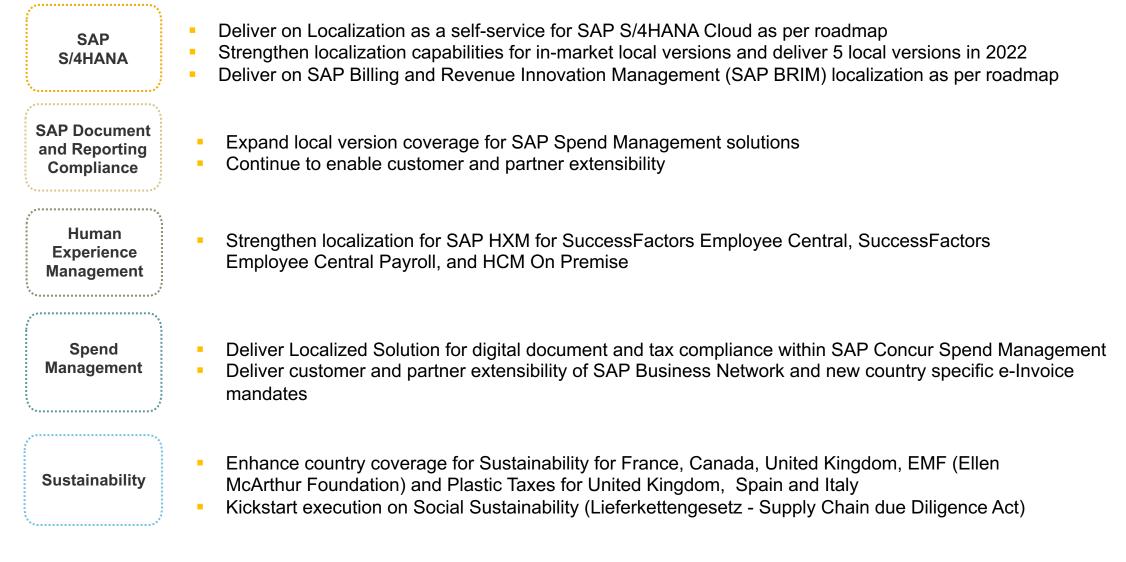
SAP Software Localization

Providing a Holistic Localization Experience Contributing to Customers' Global Success



SAP Globalization Services

High-level Roadmap for 2022



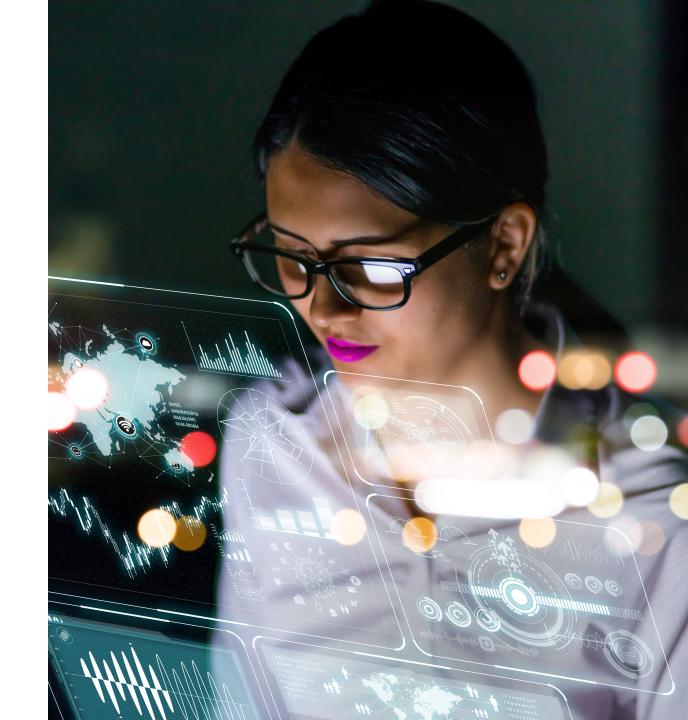
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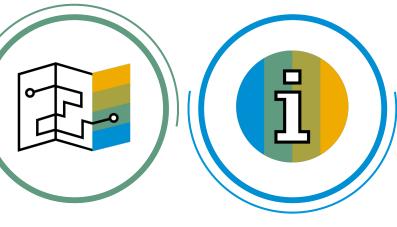
Where to Find Us

SAP Globalization Services Support Portal Access all localization focused information e-books, service offerings & products in one place

Legal Change Notification

Get hold of updated information on legal changes & maintenance across SAP's solutions SAP Localization and Country-Specific Collaboration Groups

Tap into the full list of Country/Region specific collaboration groups and connect with your peers and SAP experts





Reach out to the experts from SAP Globalization Services to address your queries around legal changes

Influence SAP Software Development

Adopt new innovations early on and influence SAP software development

SAP Roadmap Explorer

Find the latest Innovations and outlook on planned innovations

Open Forum – Questions and Feedback

Thank you.

Contact information:

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