SCOPE DOCUMENT

CHILE Localization

1. Purpose of the document

The purpose of this document is to provide a general description of the features, functionalities, and considerations of the CHILE localization solution for Microsoft Dynamics 365 Business Central.

The information contained herein does not constitute a commercial offer, contractual commitment, guarantee of regulatory, tax, or legal compliance, nor a maintenance obligation, and is subject to change without prior notice. The functionalities described may vary depending on the product version, country, applicable regulations, and the specific context of each implementation and each customer. The customer is responsible for understanding their own business, processes, requirements, and applicable regulations.

Implementation of the solution requires the active participation of the customer, including, among other aspects, the need to understand and map their processes, business needs, and requirements, as well as to evaluate the suitability of the features described herein for their operations.

This document does not replace the functional, technical, legal, and/or tax analysis that must be performed as part of a formal implementation project.

2. General scope of LATAM for Dynamics 365 BC

Each of the LATAM localizations developed by AlfaPeople for the countries described on the AlfaPeople website is designed to incorporate additional functionalities into Microsoft Dynamics 365 Business Central in order to support accounting, tax, and operational processes typically required across the region.

These solutions are built on the international version (W1) of Dynamics 365 Business Central and can be implemented independently by country or integrated into a multi-country environment, depending on the technological and operational strategy of each organization and the specific contract executed with the customer.

The localizations complement the standard product functionality without modifying its core functionality, maintaining an architecture aligned with Microsoft best practices.

3. Important considerations

- The features described are a general reference and may require additional configuration depending on the applicable scenario.
- The effective use of the localization depends on proper system configuration and the correct definition of the business processes adopted by the customer, compatible with their operations.
- Any functionality, element, or requirement not expressly described within the scope of the localization is not included.
- The validation of regulatory, accounting, legal, and tax compliance is the sole responsibility of the customer, as is the verification of any other requirements and functionalities necessary for its operation.
- Any calculation performed automatically by the Localization is based on the information entered by the customer. Therefore, the customer is responsible for the accuracy and reliability of such information, as well as for the verification and validation of the results.
- The content of this document may be modified, updated, or replaced at any time without prior notice as a result of product changes, applicable regulatory updates, or adjustments to the solution strategy.
- Despite the provisions and functionalities described in this document, the customer remains solely responsible for the decisions made in their business and for compliance with applicable obligations.

4. Architecture and implementation approach

LATAM localizations are designed to operate within a standardized, flexible, and scalable architecture. Multiple countries may coexist within the same Dynamics 365 Business Central instance, enabling centralized management, financial consolidation, and regional process standardization.

The implementation of one or more localizations must be evaluated considering the operating model, tax complexity, and regulatory requirements of each country and each customer.

5. Localization description

The CHILE localization for Microsoft Dynamics 365 Business Central is designed to incorporate functionalities that support the management of tax, accounting, and operational requirements commonly associated with current regulations in Chile.

The solution includes processes related to accounting, taxation, invoicing, and report generation, which may be used to support compliance with obligations before national or local tax authorities and regulatory bodies, as provided for in this document, such as the Internal Revenue Service (Servicio de Impuestos Internos – SII), among other competent local agencies applicable according to the operational context of each customer.

6. Included features

The features available in the current version of CHILE Localization are listed below:

PROCESS	FUNCTIONALITY	DESCRIPTION
Localization settings	Document identification type	Configuration of different types of billing documents (sales invoices, credit notes, debit notes, etc.)
Localization **settings**	DTE document types	Indicate the type of document being captured, in relation to the SII codes
Localization **settings**	Checksum calculation	BC calculates the check digit based on the RUT assigned to customers and suppliers
Localization **settings**	Sales debit notes	You can configure the series and document type and issue an NDV as a separate document. A history is also integrated for this module
Localization settings	Purchase debit notes	You can configure the series and document type and issue an NDC as a separate document. A history is also integrated for this module.
Localization settings	Sales/export invoices	Capture and registration of export invoices
Taxes	Taxes	Tax configuration and accounting alLocalization (fuel tax, ILA, etc.)
Tax	VAT withholdings	VAT withholding configuration
Taxes	Withholdings	Configuring fee withholdings
Taxes	Specific fuel tax	As part of Localization, functionality is integrated to capture the specific and variable tax amount (fuel tax).
Taxes	ILA tax	Functionality is integrated to calculate the Alcohol Law Tax (ILA).
Taxes	Standard VAT configuration	VAT configuration according to the parameters established by the Internal Revenue Service (SII).

PROCESS	FUNCTIONALITY	DESCRIPTION
Taxes	Non-recoverable VAT.	Configuration of accounting accounts and deadlines. This feature performs and affects an accounting account, recording VAT that is past due.
Query/Report	Journal	Report compiling the company's daily economic events.
Query / Report	General Ledger	Report grouping items by accounting account.
Query / Report	Sales Ledger	Report displaying all sales documents entered per month.
Query / Report	Purchase Ledger	Report showing all purchase documents entered per month.
Query / Report	8-Column Tax Balance	8-column balance sheet showing the balance of all accounting accounts used during the year.
Query / Report	Fee Books	Shows purchase documents that were entered with second category withholding.
Query / Report	Half-yearly VAT purchase/sales report.	Purchase ledger, with details of transactions on a semi-annual basis
Process	Monetary correction	Fixed assets and inventories *Calculation of monetary correction * Parameterization of factors

7. Exclusions and scope notes

- Requirements not explicitly described in this document are not part of the scope of this localization.
- Integrations with third parties, electronic invoicing providers, or other external systems may require additional components and contractual arrangements.
- Regulatory changes occurring after the issuance of this document may not be covered by the functionalities described herein and may require additional analysis and adjustments.

8. Additional information

For more information about AlfaPeople's LATAM localization solutions, we recommend contacting your sales representative or our team through the channels available on our website.

We remain at your disposal for any further clarification.

More information

info@alfapeople.com

http://www.alfapeople.com