



Summary of Ministerial Decision No. 243 & 244 of 2025

UAE Electronic Invoicing System

1. Ministerial Decision No. 243 of 2025 Electronic Invoicing System

Objective

Establishes the legal and operational framework for the UAE Electronic Invoicing System ("E-Invoicing").

Key Definitions and Roles

- Electronic Invoice / Credit Note: Must be issued, transmitted, and received in structured electronic format allowing automated processing.
- Issuer / Recipient: Persons obligated to issue, transmit, receive, and exchange e-invoices or e-credit notes.
- Accredited Service Provider (ASP): Licensed service provider facilitating e-invoicing under MOF accreditation.

Scope

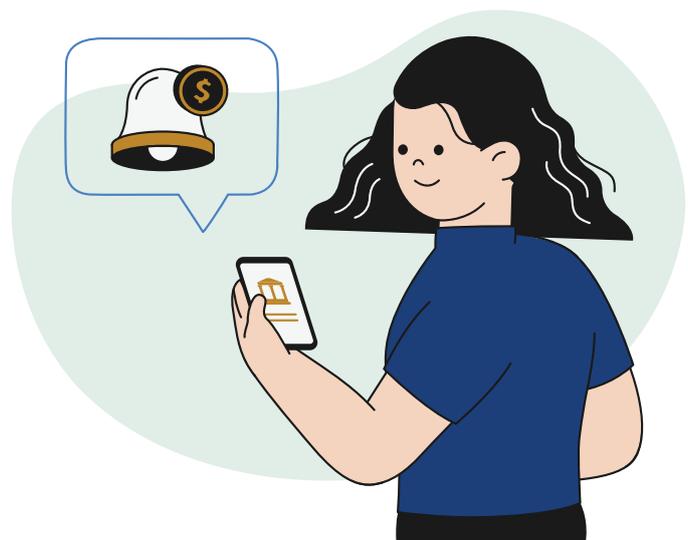
Applies to all business transactions conducted in the UAE except where excluded.

Exclusions include

- Government entities performing sovereign activities.
- International passenger transport (airlines using e-tickets).
- Ancillary airline services issued via Electronic Miscellaneous Documents (EMD).
- International goods transport by airlines (excluded for first 24 months).
- Financial services exempt or zero-rated under Article 42 of the VAT Executive Regulation.

Core Compliance Obligations

- Issuers must transmit e-invoices and e-credit notes via the approved electronic invoicing system within 14 days of the transaction date (or earlier as required by VAT Law).
- Both Issuer and Recipient must report documents to the Authority through their ASP within prescribed timelines.
- Data from e-invoices and e-credit notes must be stored within the UAE as per the Tax Procedures Law.
- System failures must be reported to the Authority within two (2) business days of detection.
- Issuers may appoint agents or self-billing arrangements under prescribed conditions.
- The Authority may access, store, and share data with other government entities in accordance with UAE laws.



2. Ministerial Decision No. 243 of 2025 Implementation of the Electronic Invoicing System

Objective

Lays down the phased implementation and operational rollout of the UAE E-Invoicing System.

Scope

Lays down the phased implementation and operational rollout of the UAE E-Invoicing System.

Implementation Timeline

Category	Appoint ASP by	Mandatory Implementation
Large Businesses (≥ AED 50 million revenue)	31 July 2026	1 January 2027
Other Businesses (< AED 50 million revenue)	31 March 2027	1 July 2027
Government Entities	31 March 2027	1 October 2027

Pilot and Voluntary Phases

- Pilot Programme starts 1 July 2026 under MOF supervision for selected participants.
- Voluntary adoption permitted from 1 July 2026 for all businesses meeting technical standards.

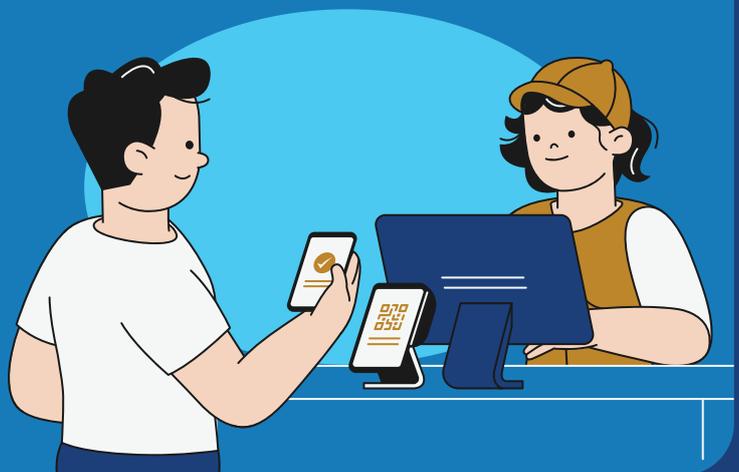
Key Compliance Steps for Businesses

- Assess applicability based on revenue thresholds and prepare accordingly.
- Engage an accredited ASP well before the deadline.
- Ensure ERP/accounting systems are capable of generating structured XML e-invoices compliant with UAE specifications (PINT AE – adapted PEPPOL).
- Develop internal processes for timely issuance, transmission, and reporting of e-invoices.
- Retain invoice data within UAE and plan for contingencies in case of system failures.
- Train finance and tax teams on e-invoicing procedures and integration with FTA systems.



Conclusion

Ministerial Decisions 243 and 244 of 2025 mark a major step toward digital tax compliance in the UAE. Businesses should begin early system assessments, engage with accredited service providers, and prepare their ERP infrastructure to ensure smooth transition within the prescribed timelines.



Subject:

Coming Soon: WITSYNC's E-Invoicing Software Compliant with Peppol 5 & UAE VAT

Dear Valued Client,

We are excited to announce that we are currently developing a cutting-edge **E-Invoicing Software Solution**, designed to fully comply with **Peppol 5 standards**, the latest **UAE VAT Regulations** with an additional feature to ensure compliance on invoice level in respect of tracking Underlying Supply Deliveries, IFRS 15, and IFRS 09.

This upcoming solution will help you:

- Seamlessly issue and receive e-invoices via the **Peppol network**
- Ensure 100% compliance with the **Federal Tax Authority (FTA)** requirements in the UAE
- Automate and streamline your invoicing processes for improved accuracy and efficiency
- Track Advances and Adjustments on Delivery of Underlying Supply

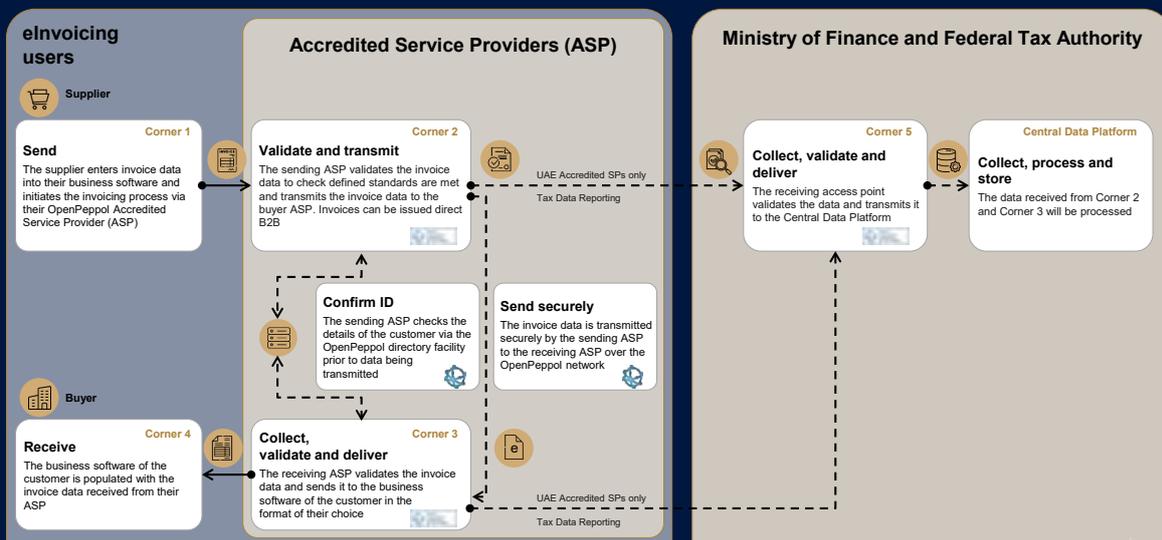
We're committed to supporting your business through the upcoming e-invoicing mandates and making your transition as smooth as possible.

Stay tuned for more updates — we'll be reaching out soon with launch details and onboarding support. If you have any questions in the meantime, feel free to reach out.

Warm regards,

WITSYNC
IS GOING TO
LAUNCH ITS
OWN TOOL

The UAE eInvoicing Model: Decentralized Continuous Transaction Control and Exchange (DCTCE) / 5 corner



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