

KGT December Insights

SAP DRC in Practice and
Season's Greetings

Season's Greetings from KGT

As the year comes to an end, we would like to take a moment to reflect.

As 2025 draws to a close, one theme clearly stands out for us at KGT: the growing importance of genuine collaboration.

This year challenged many organizations to rethink how Tax, IT, and Finance work together. We saw firsthand that the most successful outcomes weren't driven by tools alone, but by teams that were willing to align early, share ownership, and make compliance part of everyday operations.

For us, 2025 was about deepening expertise rather than expanding buzzwords — helping clients navigate complexity with clarity and pragmatism. We're grateful for the trust placed in us and for the open conversations that allowed us to deliver meaningful, sustainable solutions.

As we move into 2026, we remain committed to the same principles: thoughtful design, honest advice, and long-term partnership.

Thank you for being part of the journey. We wish you a restful holiday season and a successful start to 2026.

The KGT Team



Team Expertise Spotlight

The 10 Most Frequently Asked Questions About SAP Document & Reporting Compliance

Ramesh Muni is Chief Technology Officer (CTO) at KGT and a highly experienced SAP Technology Consultant with over 25 years of experience delivering complex, enterprise-scale SAP solutions. Based in India, he leads the KGT team there and specializes in Tax Technology, helping organizations address complex global tax and compliance requirements through robust, scalable SAP architectures.

With a strong track record in SAP transformations and global rollouts, and deep expertise in SAP Document and Reporting Compliance (SAP DRC), Ramesh is known for translating complex regulations into practical, future-ready SAP tax solutions. His ability to anticipate regulatory changes and align technology roadmaps accordingly has made him a trusted advisor to tax leaders, SAP architects, and executive stakeholders alike.

With a proven track record of long-term success, Ramesh Muni continues to be a valued SAP Technology leader, combining deep technical knowledge with real-world tax domain expertise to deliver compliant, resilient, and future-proof SAP tax solutions.

In this interview, Ramesh answers “The 10 Most Frequently Asked Questions About SAP Document & Reporting Compliance”, sharing practical insights drawn from real-world implementations.



1. What is SAP Document & Reporting Compliance, and which organizations benefit most from it?

Ramesh: SAP DRC is SAP's centralized solution for managing legally required digital reporting, e-invoicing, and real-time compliance. It connects transactional data from SAP systems to tax authorities in a standardized, automated, and auditable way.

DRC is particularly relevant for multinational organizations, companies operating in mandatory e-invoicing and e-reporting countries, and businesses with complex or hybrid SAP landscapes. It also strongly supports organizations that want to improve data quality and strengthen their VAT Control Framework.



2. Why is real-time tax compliance becoming such a critical topic for SAP users?

Ramesh: DRC is designed to support all three. It can collect data from ECC and S/4HANA systems and act as a central compliance layer. For organizations in transition, this makes DRC a strong foundation that supports both current operations and future S/4HANA roadmaps.

3. Is SAP DRC mainly a tax solution or an IT solution?

Ramesh: It's both. Tax defines the legal requirements, but IT enables the architecture, integration, and operational stability. Successful DRC implementations always involve close collaboration between tax, finance, and IT — treating it as one shared responsibility rather than a siloed topic.

4. How does SAP DRC fit into ECC, S/4HANA, and hybrid SAP landscapes?

Ramesh: Custom development is justified when there are stable, business-specific requirements that SAP standard does not cover. However, using custom code to replace standard country-specific compliance logic is risky, because legal requirements change frequently. Staying close to SAP standard ensures long-term maintainability.

5. What are the biggest implementation challenges companies face with DRC?

Ramesh: The most common challenges are integration complexity, data quality issues, and underestimating the operational impact. Many organizations initially focus on configuration but realize later that monitoring, exception handling, and ownership models are just as important.

6. When does custom development make sense in a DRC setup?

Ramesh: Custom development is justified when there are stable, business-specific requirements that SAP standard does not cover. However, using custom code to replace standard country-specific compliance logic is risky, because legal requirements change frequently. Staying close to SAP standard ensures long-term maintainability.

7. How can organizations ensure DRC remains compliant after go-live?

Ramesh: By treating compliance as an ongoing process. This includes active monitoring, clear responsibilities, timely implementation of SAP updates, and regular data quality checks. DRC should be part of daily operations.

8. How does SAP DRC impact daily operations for finance and IT teams once real-time reporting is live?

Ramesh: Once real-time reporting is live, compliance becomes part of day-to-day operations. Finance teams gain immediate visibility into rejected or blocked transactions, while IT teams need to ensure system stability, interface monitoring, and timely updates.

The key shift is that issues can no longer wait until period-end — they must be resolved close to real time. Organizations that clearly define roles, escalation paths, and monitoring procedures experience far less disruption and higher compliance reliability.

9. What KPIs or success indicators should organizations track when using DRC?

Ramesh: Key indicators include submission success rates, error resolution times, backlog of unsubmitted documents, and response time to regulatory changes. These KPIs help both tax and IT measure how effectively compliance is embedded in operations.

10. What advice would you give to organizations considering SAP DRC for the first time?

Ramesh: Think beyond a single country or mandate. Define a global compliance vision, involve both tax and IT early, and design for scalability. DRC works best when it's implemented as a long-term platform capability rather than a short-term fix.

SAP DRC in Practice: A Mining & Minerals Case Study

Facing increasing regulatory pressure and a complex SAP landscape, a global mining and minerals processing leader embarked on an SAP DRC journey to regain control over digital compliance. This case highlights how a structured, scalable approach helped transform fragmented reporting into a centralized, future-proof solution.

A global leader in the mining and minerals processing industry faced growing challenges in managing digital tax and reporting obligations across multiple countries. Operating in more than 15 European and global locations, the organization relied on fragmented, manual processes and local tools for statutory reporting and e-invoicing. This resulted in limited real-time visibility, higher compliance risk, and increasing operational inefficiency.

To address these challenges, the company partnered with KGT to implement SAP DRC as a centralized compliance platform. The solution enabled automated, real-time e-invoicing and statutory reporting, while still meeting country-specific requirements in jurisdictions such as Turkey, Poland, Hungary, Italy, and Belgium. A phased rollout approach and strong focus on standardization ensured scalability and future readiness.

The implementation delivered tangible benefits: improved data accuracy, reduced manual effort, real-time compliance visibility, and a future-proof foundation capable of adapting to evolving regulatory mandates. The case demonstrates how SAP DRC can transform a complex, fragmented compliance landscape into a unified and resilient platform that supports both operational efficiency and regulatory confidence.



Interested in the full case study and our SAP DRC solution approach?

Please contact our DRC specialists via [KGT Applications- Contact Us](#)

Key Takeaways

- **Standardization beats fragmentation:**

A centralized SAP DRC platform replaced manual, country-specific solutions, significantly reducing complexity and compliance risk.

- **Real-time compliance requires operational readiness:**

Automated e-invoicing and reporting improved visibility and control, but success depended on clear ownership and monitoring processes.

- **Design for scalability from day one:**

A global blueprint and phased rollout enabled the organization to quickly adapt to new mandates across multiple countries without major redesign.

From Case Study to Practice: SAP DRC in Action

The SAP DRC business case shows how a complex, multi-country compliance landscape can be transformed into a scalable solution. In 2026, we'll take this one step further.

Early 2026, KGT will host its first webinar: “SAP DRC in Practice: From Implementation to Post-Implementation Success”. During this session, we will translate real-world implementation experience into practical insights for SAP, IT, and Tax professionals — focusing on architecture choices, operational impact, and lessons learned from live environments.

Learn more about the webinar and other KGT events on our website:

[KGT Applications- Events](#)



Behind the Scenes at KGT — 2025 in Moments

2025 was a year of learning, connection, and shared experiences at KGT.

Behind the scenes, our work went beyond projects and deliverables. It was about staying close to the SAP and Tax communities, exchanging ideas, and building knowledge together. All these moments reflect how we continue to invest in expertise and collaboration.

A small glimpse behind the scenes of a year shaped by conversations, curiosity, and teamwork — and a strong foundation for what's ahead in 2026!



New strategic partnership: KGT x EBAL



KGT at the SAP Partner Summit in Berlin



KGT team in Turkey attending an SAP Business AI workshop EMEA in Istanbul



Visiting the AUSAPE Annual Forum in Marbella with partner EBAL



KGT joins the Association of Dutch-speaking SAP users (VNSG) as advisory member.



On-site KGT team collaboration in Turkey

**Wishing you a wonderful
holiday season and a
prosperous New Year!**

~ The KGT Team



About Us

At KGT, we specialize in helping clients navigate the complexities of taxation and SAP. Our strong relationships with clients, employees, and partners establish us as a leading boutique consultancy firm dedicated to providing comprehensive support throughout your tax lifecycle within SAP. We ensure you have the resources you need to succeed.

As a consultancy firm focused on SAP and Tax, KGT is proud to be an SAP Build Partner, with a designated namespace 'KGT' granted by SAP. We deliver global tax solutions for organizations utilizing SAP systems. As a recognized SAP partner for PE Services, KGT is uniquely positioned to configure SAP's Document Reporting and Compliance (DRC) solutions. KGT can be found on the SAP finder:

<https://partnerfinder.sap.com/profile/0001925409>

With SAP DRC, businesses can effectively:

- Configure and generate e-invoices and e-documents
- Analyze submissions
- Electronically submit statutory reports, including those related to indirect taxes like value-added tax (VAT)

Backed by a team of SAP-certified consultants, KGT is adept at configuring SAP DRC to meet your tax and statutory reporting requirements.

Innovative Tax Solutions

KGT is not only a long-standing official SAP Build Partner, but we also specialize in developing SAP add-ons for:

- VAT reporting
- EC listing
- e-Invoicing
- SAF-T reporting

Our solutions support comprehensive tax control frameworks, featuring capabilities such as Intrastat reporting, VAT number validation, and VAT data analytics. Our services are trusted by reputable multinational companies across Europe and beyond.

Comprehensive Support

When your SAP VAT determination logic needs rectification, KGT is committed to providing thorough end-to-end solutions to address and remediate any underlying issues. As an expert SAP tax consultancy, we offer best-practice recommendations and implement agreed-upon solutions directly within SAP.

Our Global Reach

KGT extends its presence across a diverse range of countries, including Bulgaria, India, the Netherlands, Malaysia, Poland, Singapore, Spain, Slovakia, Turkey, and the United Arab Emirates. This global network underscores our commitment to international excellence, ensuring we are well-equipped to meet the varied needs of our clients across multiple markets.

Supported Languages

English | Turkish | Dutch | Slovak | Hindi | Polish | German

Partner with KGT to navigate the complexities of taxation and SAP, and gain the insights you need to drive your business forward.



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