

Oman E-Invoicing System (Fawtara) – Overview

Source: Oman Tax Authority official e-invoicing portal (Fawtara / e-Invoicing section)
<https://tms.taxoman.gov.om/portal/e-invoicing>

1. Introduction

The Sultanate of Oman is introducing an electronic invoicing system to modernize tax compliance. The system is based on the **5-Corner Model**, an internationally recognized framework for secure and standardized invoice exchange.

It enables seamless communication between businesses, service providers, and the **Oman Tax Authority (OTA)**, supporting a shift towards a fully digital and data-driven tax environment.

2. Project Objectives

The key objectives of the initiative are to:

- Strengthen tax compliance and reduce fraud
- Enhance transparency in business transactions
- Support digital transformation of the Omani economy
- Reduce manual intervention and invoicing errors
- Ensure interoperability with international systems

3. Targeted Groups

The system will be implemented in phases for the following groups:

- Large taxpayers and VAT-registered companies (initial phase)
- Small and medium enterprises (SMEs) (later phases)
- Service providers and IT solution providers supporting e-invoicing systems
- Government entities engaging in business transactions

4. Implementation Phases & Timeline

The system will be implemented in 4 phases, each targeting a specific group as follows:

- **Phase 1:** One hundred large VAT-registered companies, implementation begins in August 2026.
- **Phase 2:** All large VAT-registered companies, implementation begins in February 2027.
- **Phase 3:** All remaining VAT-registered taxpayers, implementation begins in August 2027.



- **Phase 4:** Government institutions and entities, implementation begins in February (year to be announced)

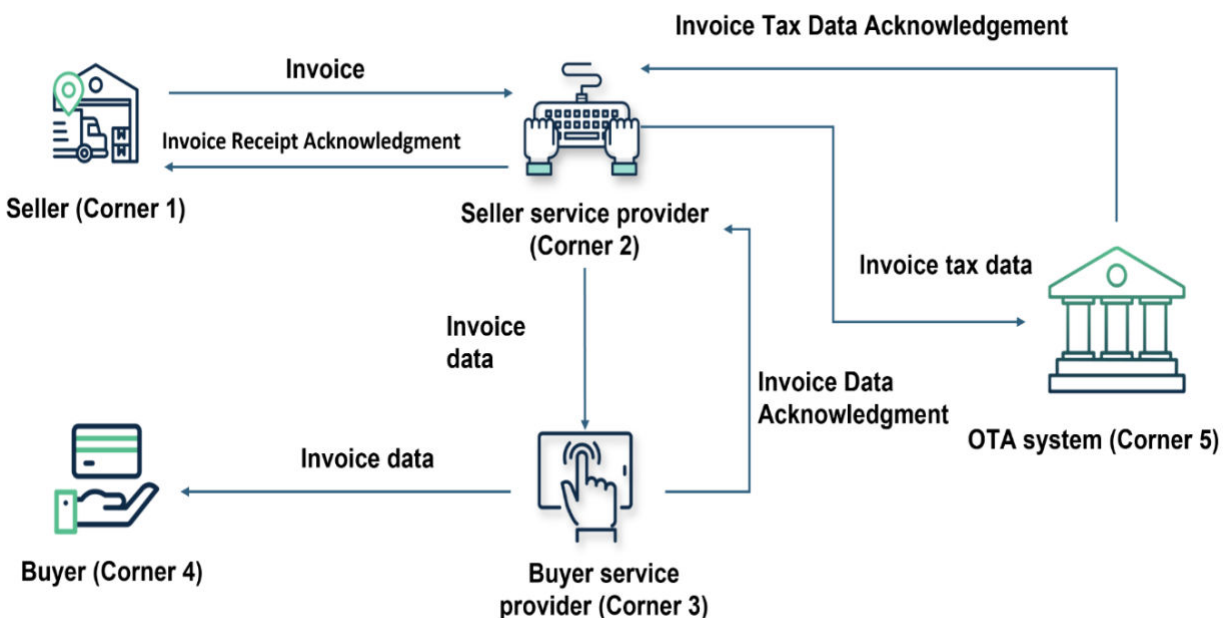
5. How the System Works

The e-invoicing process follows the **5-Corner Model**:

1. Supplier issues an electronic invoice
2. Invoice is transmitted via the supplier's service provider
3. Invoice is validated and exchanged with the customer's service provider
4. Customer receives the invoice data
5. Invoice data is simultaneously sent to the **Oman Tax Authority (OTA)**
6. Acknowledgment messages are exchanged to confirm successful delivery

Invoices are issued through an electronic operating model linking taxpayers, service providers, tax system, and recipients to ensure secure and standardized issuance.

- Seller
- Seller's Service Provider
- Buyer's Service Provider
- Buyer
- Oman Tax Authority (OTA)



6. Key Benefits

For the Oman Tax Authority (OTA):

- Real-time access to transaction data
- Improved tax compliance and fraud detection
- Better policy-making through accurate data insights

For Businesses:

- Faster and automated invoicing processes
- Reduced paperwork and manual errors
- Easier integration with ERP/accounting systems
- Clear and consistent tax compliance framework

For Citizens and Economy:

- Increased transparency in financial transactions
- Stronger and fairer tax system
- Encouragement of digital innovation and economic growth

7. Obligations for Companies

Companies will be required to:

- Issue invoices electronically in approved structured formats
- Use certified service providers or compatible ERP systems
- Ensure timely reporting of invoices to the Oman Tax Authority (OTA)
- Follow the standardized 5-Corner network model for invoice exchange