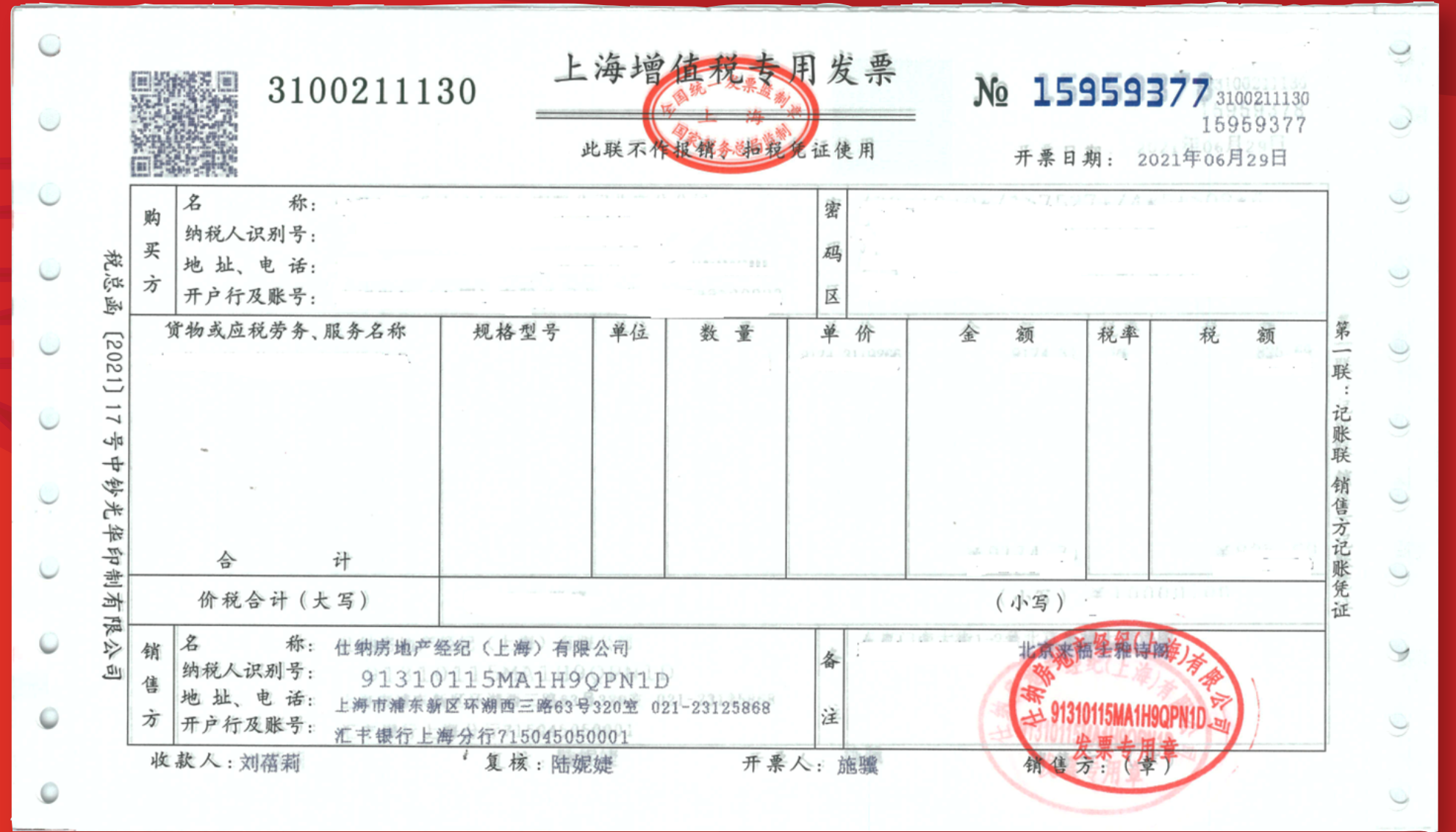




# Fapiao

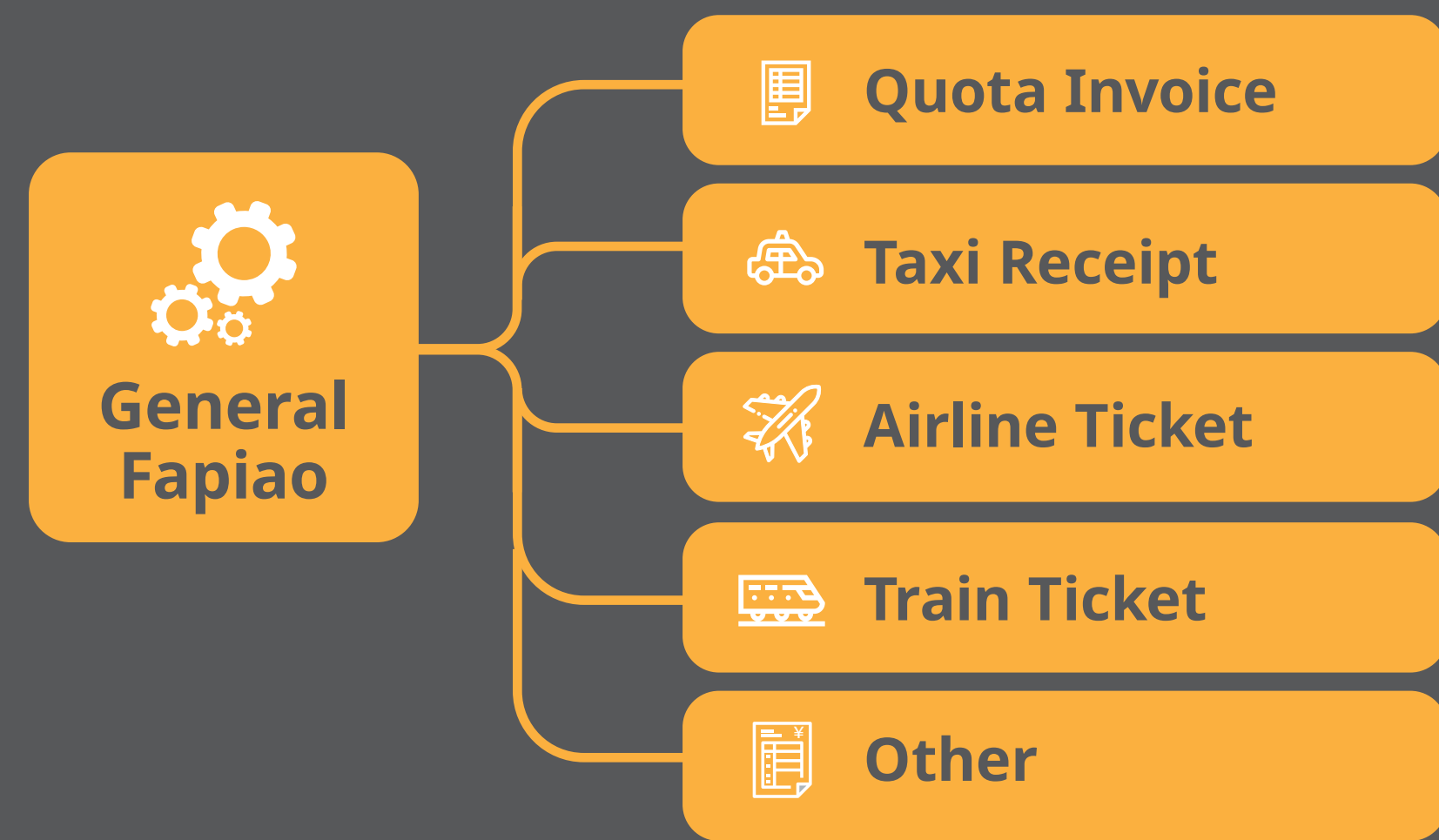
## What is it?



Fapiao is the Chinese translation of "receipt" or "invoice". There are two major categories of fapiao – General Fapiao and Special Value-Added Tax (VAT) Fapiao. The main difference between the two is that the latter can be used for tax deduction purposes, while the former cannot.

### General Fapiao

Effectively a proof of purchase. For example, if you go to the supermarket, you would receive a general fapiao.



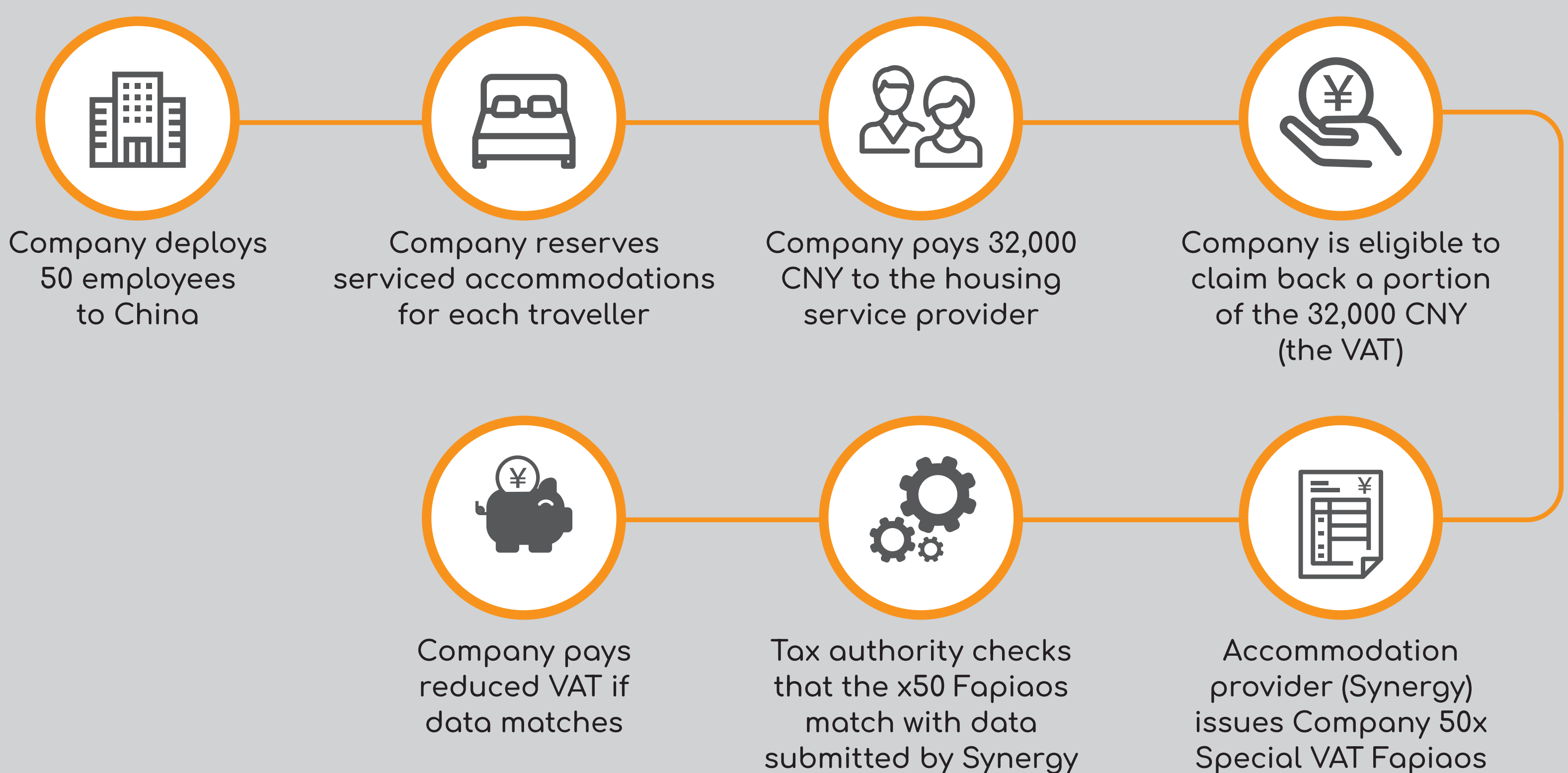
### VAT Fapiao

Companies with entities in China use VAT Fapias for accounting purposes. Special VAT Fapias can be used to claim back on VAT expenses.



### An example of a Fapiao Process

There are many Fapiao processes. This illustration breaks down the typical process for a services housing transaction. The VAT Fapiao must contain transaction data between the service provider and the payer.



Synergy is authorized to issue Fapiao.

