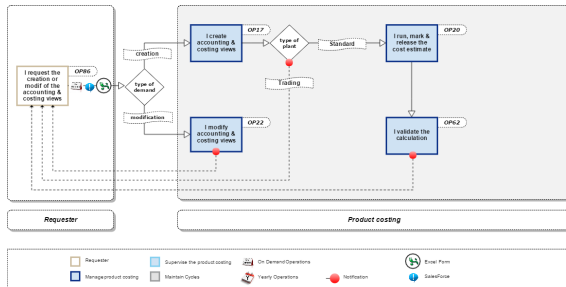


I maintain the material master data

Process: Product Costing

Responsibility area: Manage product costing



Scope

WW

Frequency

On Demand

References

- OP.022

Material - Master Data

Attachments

Template for FICO Creation

<< I maintain the material master data >> xx

Guideline

I receive the form [Template for FICO Modification](#)
Ensure that the form provided by requester is consistent with core rules.

 All companies in WP1 (excluding Chile, Korea & Brazil) are not using Material ledger

All companies in PF1 & Brazilian & Chilean & Korean companies in WP1 are using material ledger

Display Material 77953 (/Finished pdt & RM & SF)

Additional Data Org. Levels

Quality management Accounting 1 Accounting 2 Costing 1

Material 77953 UETOL BULK
Plant 7681 ZFR3 St. Fons

General data

Base Unit of Measure KG kg Valuation Category
Currency EUR Current period 09 2015
Division UG Price determ. ☐ ML act.

Current valuation

Valuation Class **1** 2130
VC: Sales order stk
Price Control **2** S Proj. stk val. class
Moving price **3** 0.00 Price Unit **4** 1,000
Total Stock 0 Standard price 4,940.90
Total Value 0.00
☐ Valuated Un
Future price 0.00 Valid from
Previous price 4,830.62 Last price change 01.07.2015

Previous period/year Std cost estimate



Definition

The valuation class has the following functions:

- Allows the stock values of materials of the same material type to be posted to different G/L accounts.
- Allows the stock values of materials of different material types to be posted to the same G/L account.
- Determines together with other factors the G/L accounts updated for a valuation-relevant transaction (such as a goods movement).



The valuation class cannot be easily changed if the material code has inventory and open orders associated with it. If the valuation class needs be changed after inventory movements then an UR needs to be raised.

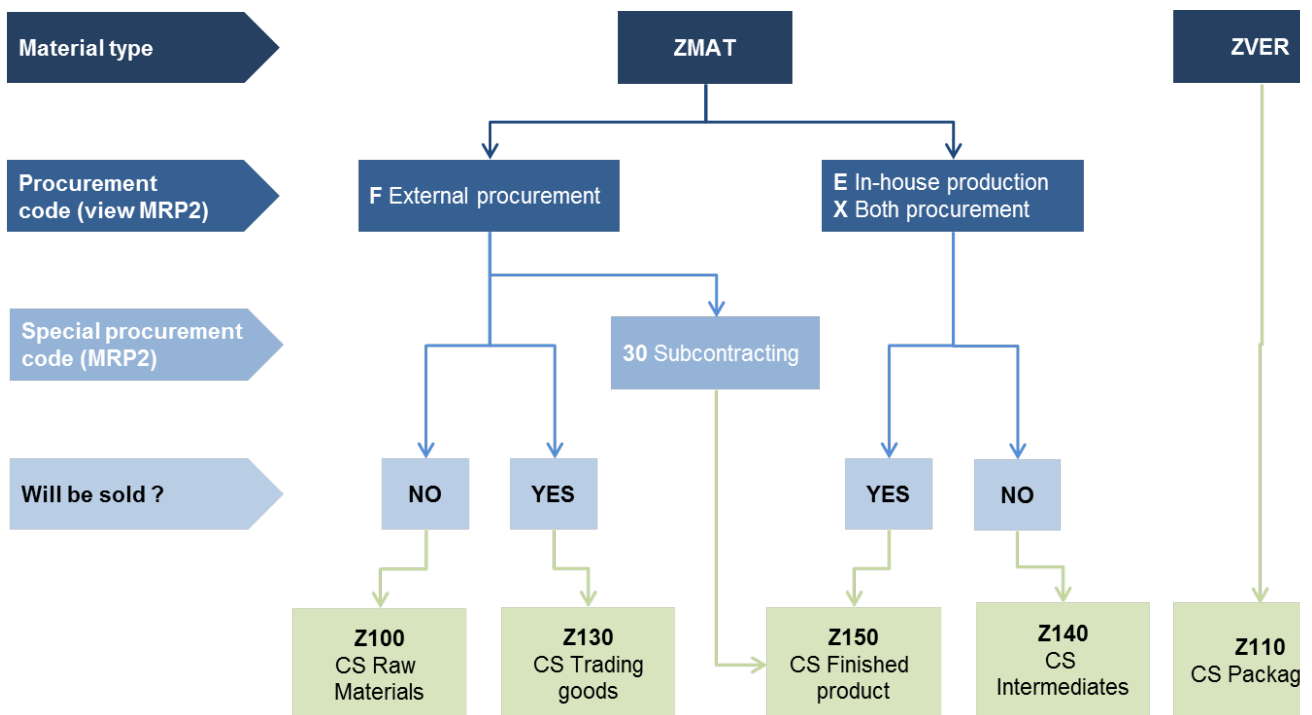


In WP1, the valuation class depends on the type of material

Code	Description	Material type	Definition
Z100	CS Raw materials	ZMAT	Material not sold but used for the production of a finished product
Z110	CS Packaging	ZVER	Packaging.
Z130	CS Trading goods	ZMAT	Material purchased but not used in the production
Z140	CS Intermediates	ZMAT	Material produced but usually not be sold
Z150	CS Finished product	ZMAT	Material produced and can be sold

Decision tree

It is a general principle but local rules can replace it



Definition

Indicates the price control used to value the stock of a material. You have the following options:

- Standard price => Code S
- Moving average price => Code V

		S	V
Asia	KR	Valuation class Z130, Z140 & Z150	Raw Materials (Z100 & Z110)
	CN	All except the split valuation in plants 0223 & 0224	Plants 0223 & 0224: RM with a split valuation
	IN, SG, NZ, JP	All	Never
Europe		All	Never
North America		All	Never
Latin America		Valuation class Z130, Z140 & Z150	Raw Materials (Z100 & Z110)



Definition

The system calculates the moving average price automatically by dividing the material value in the stock account by the total of all storage location stocks in the plant concerned. It changes the price with each valuation-relevant movement.

The field "Moving Price" or the field "Per. unit price" can only be updated manually in 2 cases:

- for the creation of the view Accounting 1 of a Raw Material, Packaging or Trading goods (Z100, Z110, Z130). The price is provided by PtP.
- when there is a mistake in the calculation of the Moving price (it can come from an incorrect price in a purchase order). In this case the modification must be justified and will be controlled by the [IAC 01.02](#)



The field is never updated manually when the material code is produced & in material ledger plants



Definition

Number of units to which the price refers.

Usually it is 1 000 except when there is a request to have another lot size.

Display Material 36761 (Z707-Chemicals Intermed.)

Additional Data Org. Levels

Plant data / stor. 2 Accounting 1 Accounting 2 Costing 1

Material 36761 IOCOLOK @INT
Plant OSF SLV-KR / ONSAN ULSAN

Period 009.2015 Period 008.2015 Period 012.2014 Future costing run

General Valuation Data

Total Stock	0,000	Base Unit	KG kg
Division	B3	Valuation Cat.	
Valuation Class	1 Z053	☐ Valuated Un	
VC: Sale Ord. Stk		☒ ML act.	Mat. Price Analysis
Project Stock VC		Price Determin.	3 Single-/Multilevel

Prices and values

Currency KRW Company code currency

Standard Price	4 3.053.249
Per. unit price	5 3.050.224
Price Unit	6 1.000
Prc. Ctrl	S
Inventory Value	0
Value/per.unit pr	0
Future price	0
Future price from	
Previous price	3.479.771
Last price change	01.01.2015

Cost components



Definition

The valuation class has the following functions:

- Allows the stock values of materials of the same material type to be posted to different G/L accounts.
- Allows the stock values of materials of different material types to be posted to the same G/L account.
- Determines together with other factors the G/L accounts updated for a valuation-relevant transaction (such as a goods movement).



The valuation class cannot be easily changed if the material code has inventory and open orders associated with it. If the valuation class needs be changed after inventory movements then an UR needs to be raised.

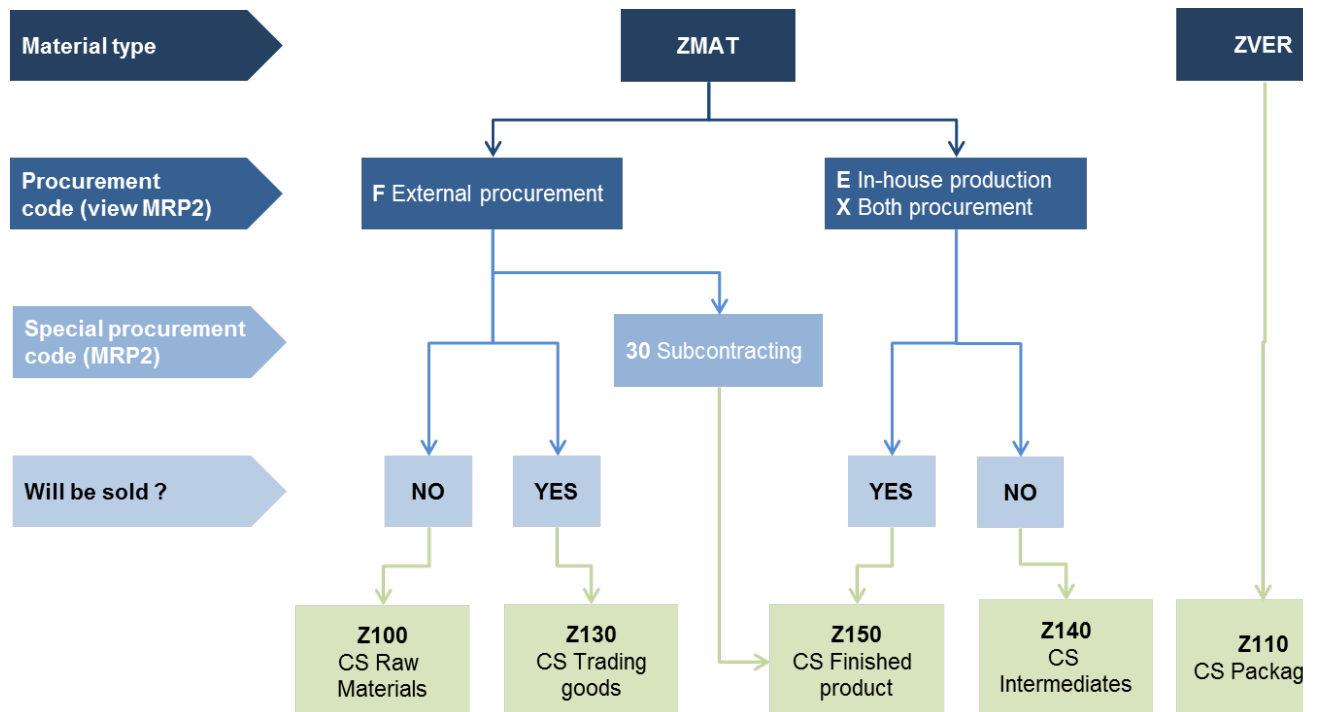


In WP1, the valuation class depends on the type of material

Code	Description	Material type	Definition
Z100	CS Raw materials	ZMAT	Material not sold but used for the production of a finished product
Z110	CS Packaging	ZVER	Packaging.
Z130	CS Trading goods	ZMAT	Material purchased but not used in the production
Z140	CS Intermediates	ZMAT	Material produced but usually not be sold
Z150	CS Finished product	ZMAT	Material produced and can be sold

Decision tree

It is a general principle but local rules can replace it



Definition

Indicates whether material ledger valuation is active for the material.

The indicator is turned on if the material ledger is active



Definition

Specifies how the material price determination should proceed.

If the valuation class is Z100 or Z110

Price determination is **2** Transaction-Based always

If the valuation class is Z130, Z140 or Z150	Price determination is 3 Single-/Multilevel
--	--



Definition

The system calculates the moving average price automatically by dividing the material value in the stock account by the total of all storage location stocks in the plant concerned. It changes the price with each valuation-relevant movement.

The field "Moving Price" or the field "Per. unit price" can only be updated manually in 2 cases:

- for the creation of the view Accounting 1 of a Raw Material, Packaging or Trading goods (Z100, Z110, Z130). The price is provided by PtP.
- when there is a mistake in the calculation of the Moving price (it can come from an incorrect price in a purchase order). In this case the modification must be justified and will be controlled by the [IAC 01.02](#)



The field is never updated manually when the material code is produced & in material ledger plants



Definition

Number of units to which the price refers.

Usually it is 1 000 except when there is a request to have another lot size.



Definition

Indicates the price control used to value the stock of a material. You have the following options:

- Standard price => Code S
- Moving average price => Code V

		S	V
Asia	KR	Valuation class Z130, Z140 & Z150	Raw Materials (Z100 & Z110)
	CN	All except the split valuation in plants 0223 & 0224	Plants 0223 & 0224: RM with a split valuation
	IN, SG, NZ, JP	All	Never
Europe		All	Never
North America		All	Never
Latin America		Valuation class Z130, Z140 & Z150	Raw Materials (Z100 & Z110)



Definition

Determines whether stocks of the material are valued together or separately.

In WP1, leave it blank

Display Material 77953 (/Finished pdt & RM & SF)

Additional Data Org. Levels

Accounting 1 **Accounting 2** Costing 1 Costing 2 Plant st...

Material 77953 UETOL BULK
Plant 7681 ZFR3 St. Fons

Determination of lowest value

Tax price 1	0.00	Commercial price 1	1 0.00
Tax price 2	3,860.00	Commercial price 2	0.00
Tax price 3	4,372.78	Commercial price 3	0.00
Devaluation ind.	0	Price unit	1,000

LIFO data

☐ LIFO/FIFO-relevant LIFO pool ☐



Definition

The commercial price is used to replace the moving average price in the calculation of the semi-standard in certain circumstances.

The use of the commercial price is controlled in the frame of [IAC 01.02](#)

Display Material 36761 (Z707-Chemicals Intermed.)

Additional Data Org. Levels

Accounting 2 **Costing 1** Costing 2 Plant stock Stor. loc. stock

Material 36761 IOCOLOK @INT
Plant OSF SLV-KR /ONSAN ULSAN

General Data

Base Unit of Measure	KG kg	1 ☒ With Qty Structure
☐ Do Not Cost 9		2 ☒ Material origin
Origin group		3 Variance Key
Overhead Group		4 Profit Center F33INGAAAK2
Plant-sp.matl status 6		
Valid from		

Quantity structure data

Alternative BOM		BOM Usage	
Group		Group Counter	
Task List Type		5 Costing Lot Size	1.000,000
SpecProcurem Cost 7			
☐ Co-product ☐ Fxd Price			
☒ Version Indicator		8 Production Version	

Versions

Definition

This indicator determines whether the material is costed using costing with or without a quantity structure.

This indicator determines whether the material is costed using costing with or without a quantity structure. **Turn on the indicator** 

Definition

If this indicator is set, the material number will be written to the cost element itemization in the Controlling module.

This indicator is always turned on. 

Definition

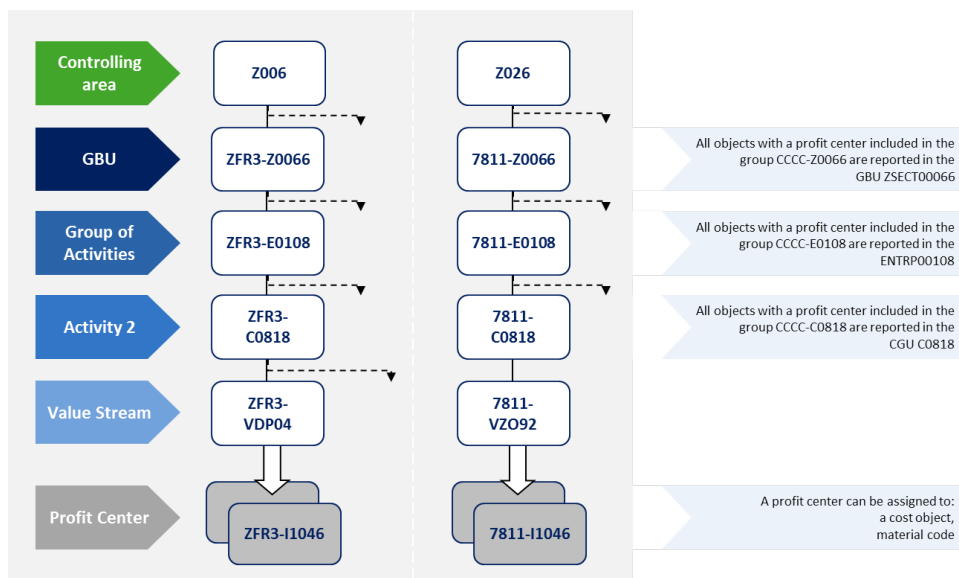
Variances are calculated for the orders for which a variance key has been entered.

The variance key to be entered is always **Z_Z001**

The profit center of the material master data is used to:

1. Identity to which GBU the material belongs = The profit center used must be part of the profit centers hierarchy of the GBU
2. Calculate industrial indicators by value stream = The profit center used must be included in the corresponding value stream

 All profit centers must be attached to a node in the standard hierarchy
In WP2, there is one standard hierarchy per Controlling Area. Its structure must follow the standard rule



 The profit center hierarchy can be displayed in SAP with:

- [KCH3 - Display profit center hierarchy](#)
- [WP2 - ZWFAT052 - Display profit centers](#)
- table ZWFAT186

Value stream

The value stream (VS) is the lower level of the profit center hierarchy in WP1 system, where the profit centers are assigned through the "Profit Ctr Group".

Historically, the value stream nodes in the profit center hierarchy were used for some Industrial reporting on specific production lines but currently this reporting level is no longer used, unless there's a justified request for it. Nevertheless, we need to maintain the value stream node at a standard level.

Most of the value stream codes are already defined for a certain GBU and geographical zone and just need to be extended to a particular company code. It has to be always checked before creating a new code.

VALUE STREAM CODIFICATION in the profit center hierarchy:

X	X	X	X	-	V	Z	Y	M	N
---	---	---	---	---	---	---	---	---	---

XXXX - Stands for the company code

V - Standard for all the VS codes

ZY - Is used to define a specific GBU code as follows (the currently active GBU's are the ones highlighted):

•ZA for a VS under GBU ACETOW
•ZB for a VS under GBU PEROXIDES
•ZC for a VS under GBU COATIS
•ZD for a VS under GBU SODA ASH
•ZE for a VS under GBU ECO SERVICES
•ZF for a VS under GBU FIBRAS
•ZG for a VS under GBU ENG PLASTICS
•ZH for a VS under GBU SPECIAL CHEM
•ZI for a VS under GBU EMERGING BIOCHEMICALS
•ZJ for a VS under GBU TECHNOLOGY SOLUTIONS
•ZK for a VS under GBU COMPOSITES MATERIALS
•ZL for a VS under GBU SOLD ACTIVITIES (2003-2010)
•ZM for a VS under GBU SPECIALTY POLYMERS
•ZN for a VS under GBU NOVE CARE
•ZO for a VS under GBU AROMA PERFORMANCE
•ZP for a VS under GBU POLYAMIDE & INTERMEDIATES
•ZQ for a VS under GBU Oil & Gas
•ZR for a VS under GBU CBS (former NON REPARTI RHODIA)
•ZS for a VS under GBU SILICA
•ZT for a VS under GBU RARE EARTH SYSTEMS
•ZY for a VS under GBU ENERGY

M - stands for the geographical zones, as follows:

EU: 0, 1, 2
NA: 3, 4
LA: 5, 6
AP: 7, 8
WW: 9

N - it's a serial number

Note: The value stream codes have to be included in table [ZW FAT187](#) to be able to define the related descriptions in several standard languages.

For this, the codification has to be converted to an 8 digit code as follows (some of the digits are already defined when establishing the VS node in the profit center hierarchy):

C	G	U	Z	Y	0	M	N
---	---	---	---	---	---	---	---

CGU - Standard for all the standard VS codes

ZY - Is used to define a specific GBU code, as per list above

0 - Always zero

M - stands for the geographical zones, as per list above

N - it's a serial number

Link to the old [WP2 Codification Value Streams Master \(OBSOLETE\)](#).

3. Allocate variances = the last 4 digit of the profit center are equal to the last 4 digit of the IECRA where variances are posted in the P&L (process orders variances, PPV & Revaluation) (usually it is the last 4 digits of the non allocated IECRA of the GBU.



Definition

Lot size of the costed object (such as a material or sales order) used in the product cost estimate in the MRP view.

Usually it is 1 000 except when there is a request to have another lot size.



Definition

Indicates whether, for a specific plant, the material may be used

In WP1, there are 3 main status that can be used:

- **01** Blocked for procurement/warehouse => Mainly used in Brazil. Once accounting & costing views are created, before GBUs validation and the cost estimate is released.
- **Z0** Blocked for all => Used when the material code is not used anymore (it is obsolete)
- **Z1** Material creation in progress => Used when the creation is in progress (until the cost estimate is released)

The field remains empty once the cost estimate is released. The material code can be used.



The field must always be filled until the cost estimate is released (except in trading plants) :

- With the status **Z1**
- or with the status **01** (used in Brazil)

The Special procurement key is used for the determination of:

Example of special procurement keys available in PF1:

1. Stock transfers (from one plant to another plant):

The material is produced in another plant in the company code of the finished product, or in another company code (materials in other plants),

2. Subcontracting/Tolling (30):

The material is provided by Syensqo companies and is processed by an external supplier,

3. Phantom Assemblies: Rep represents a logical grouping of materials that is not produced as an assembly, yet is managed together,

4. Direct production: The material is delivered directly to stock without the semi finished products.

5. External Procurement (20): It is the process of procuring goods or services from external vendors.

For some specific cases, the codification of special procurement key may differ from one system to another.

In general, the special procurement key is recurrently used for:

1. Stock transfers : The special procurement key is maintained in material master data whenever a product is transferred from one plant to another.

- In **PF1**, the special procurement key is **only** maintained for transferences between plants of the **same company code**
- In **WP1**, the special procurement key is maintained for transferences between plants of the **same and different companies**.

In case these rules are not followed accordingly, we may have some critical impacts in **Stock Margin Elimination** and **Integrated Contribution Margin** processes. **The special procurement key is a very important field for the determination of integrated cost, mainly in WP1 system.**

Example:

A material **1234** is produced in Plant **a** and then transferred to plant **b**

In the master data of the material code **1234** in plant **b** a code "XX" procurement from plant **a**" is entered in the field **SpecProcurem Costing**.

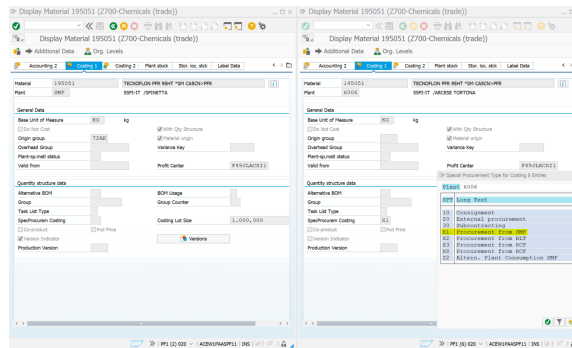


Example in SAP PF1:

Material code 195051 is produced in plant SMF and transferred to plant 6006 (same legal entity 5835).

A SPK **X1** was created to link this flow.

Then, the cost estimate (and the costs split) of plant SMF will be reflected in plant 6006.

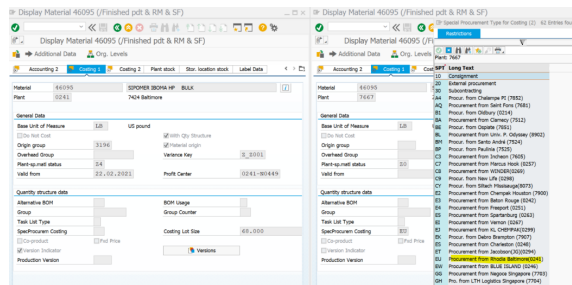


Example in SAP WP1 :

Material code 46095 is produced in plant 0241 and transferred to plant 7667 (different legal entities from company 7424 to ZFR3).

A SPK EU was created to link this flow.

Then, the cost estimate (and the costs split) of plant 0241 reflected in plant 7667.



Instructions

If the **special procurement key** does not exist, a request to IS CO Team needs to be raised. After, the RPA FICO Template needs to be prepared and sent to [SU MAC Data Management Team](#) for the updated of this field.



The Special Procurement key is maintained in the **Costing 1**, but it can also be maintained by the supply chain in the view **MRP2**.

If there is no Special procurement type in the **Costing 1** of the material master data, the system will consider the Special procurement type in the **MRP** view. If you have different special procurement types in the **Costing 1** and **MRP** views, the entry in the **Costing view is used** - For cost estimate purposes, for example.

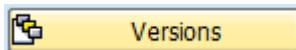


Definition

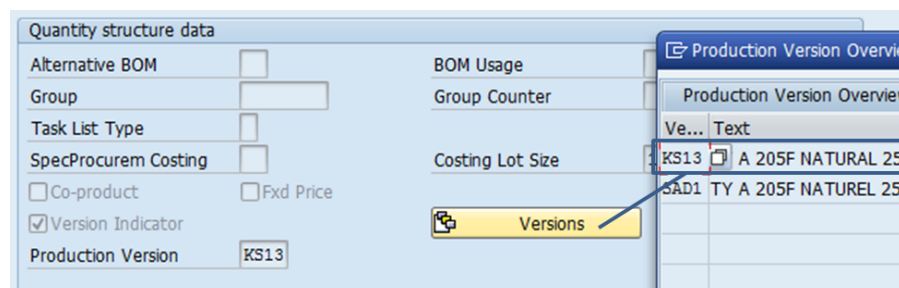
Key that determines the production version which is used to determine the quantity structure for the cost estimate.

A production version is used to calculate the cost estimate when :

- the procurement type is **E** In-house production (MRP2 view)



Click on "Versions" to display the list of existing production version. If there is no version available, the cost estimate cannot be calculated.





Definition

Controls whether a cost estimate or a procurement alternative can be created for a material.

It can be selected in limited cases :

1. In a trading plant (=NDIR): [MM03 - Find the plant type in WP1](#)
2. When the cost estimate cannot be calculated anymore : For finished products with a production version using an asset that does not exist anymore (the cost center is locked and there is no more activity rates) but there is still an inventory.

Display Material 77953 (/Finished pdt & RM & SF)

Additional Data Org. Levels

Costing 1 Costing 2 Plant stock Stor. location stock Label Data

Material 77953 UETOL BULK
Plant 7681 ZFR3 St. Fons

Standard Cost Estimate

Cost Estimate	Future	Current	Previous
Period / Fiscal Year	0	7 2015	6 2015
Planned price	0.00	4,940.90	4,830.62
Standard price		4,940.90	

Planned prices

Planned price	Planned price date
Planned price 1 0.00	Planned price date 1
Planned price 2 0.00	Planned price date 2
Planned price 3 0.00	Planned price date 3

Valuation Data

Valuation Class 2130	Valuation Category
VC: Sales order stk	Proj. stk val. class
Price Control S	Current period 9 2015
Price Unit 1,000	Currency EUR
Moving price 0.00	Standard price 4,940.90



Definition

Price calculated in a standard cost estimate that has been released.

When the costing view is created, the standard price must be calculated individually using the [CK11N - Create Material Cost Estimate](#) and released with the transaction [CK24 - Price update: Mark and Release Standard Price](#). This action is done with the operation [OP.020](#)

The standard price is updated on a monthly basis using with the costing run (t-code [CK40N - Costing run](#)). This action is done with the operation [O P.021](#)

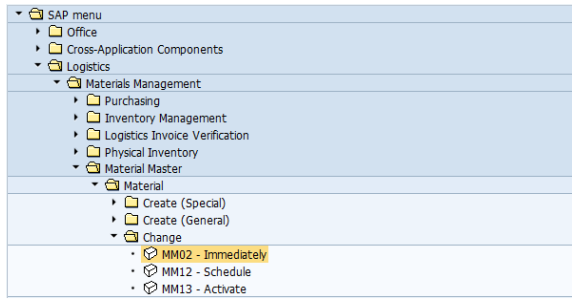
STEP 1

Start the transaction using the menu path or transaction code **MM02**

Double-click

MM02 - Immediately

 Create Material : Initial Screen



Material Edit Goto Defaults System Help

Change Material (Initial Screen)

Select View(s) Org. Levels Data

Material

Change Number

STEP 2

Enter the material code

Enter ↵

and

Change Material (Initial Screen)

Select View(s) Org. Levels Data

Material

Change Number

STEP 3

Select the view to be updated

Enter ↵

and

Change Material (Initial Screen)

Select View(s) Org. Levels Data

Material

Change Number

Select View(s)

View

☐ Accounting 1

☐ Accounting 2

☒ Costing 1

☐ Costing 2

☐ View selection only on request

☒ Org. Levels ☐ Data ☐ Default Setting

STEP 4

Enter the plant code

Enter ↵

and

Change Material (Initial Screen)

Select View(s) Org. Levels Data

Material

Change Number

Organizational Levels

Organizational Levels

Plant ZFR3 St. Fons

☐ Org. levels/profiles only on request

☒ Select View(s) ☐ Default Setting

STEP 5

Perform the changes and save 

- A message confirms the change

☒ Material 97861 changed

I notify the requester