



LeaseEagle and the new Accounting Standards (IFRS16 & FASB13)

LECompliance v1 has been released!

After nearly two years of R & D LeaseEagle has now announced the release of the first production version of its new *LECompliance* module to assist customers with the transition to and management of the upcoming Lease Accounting changes, known internationally as IFRS16, and FASB13 in the United States. Following their official release in early 2016, these new reporting standards are now mandated for fiscal periods commencing after January 1st 2019.

With the release of *LECompliance*, LeaseEagle is able to ensure its customers can adequately prepare for the new standards over the next twelve months, including the ability to easily run scenario and sensitivity analysis to assess transition methods and establish their initial reporting position.

In much the same way that LeaseEagle has supported Customers with automated 'straight-line' calculations and reporting under previous Accounting Standards, *LECompliance* provides customers with the ability to set controls for the applicable standard and transition method(s) appropriate for their business, record all necessary auditable assumptions (i.e. interest rate, term and of option recognition) to be applied, and subsequently automate all necessary calculations at commencement and throughout each 'definable term'.

Further, Customers are able to export this data in pre-defined Excel formats, for conversion to journal files both for the P&L and Balance Sheet, or via PDF for supporting evidentiary purposes under audit.

In consultation with numerous Prototype Customers and our globally accredited audit and accounting supplier LeaseEagle has completed extensive internal and third-party testing over a significant lead-in period to ensure both technical compliance with the new standards and sufficient functional capacity and scope to deliver a best of breed solution.

As with all aspects of the LeaseEagle platform we will continue to take a continuous improvement approach with this module, and expect to be making ongoing updates and improvements to the module leading up to 2019, in support of our customers.

As not all companies will transition to IFRS16 or FAS13, *LECompliance* is released as an optional module. However, for its subscribers, all future improvements will remain at no additional cost to standard licensing.

LECompliance Module Functional Checklist

Configure parameters of business' Lease Compliance Policy

- Select Applicable Compliance Standard(s)
- Select Default Transition Method / Date
- Assign Specific User Access Roles
- Establish default applicable Interest Rate (%)
- Establish default treatment of Lease Options



Record business' assumptions on a lease-by-lease basis

- Select inclusion of applicable leases
- Configure dates for calculable 'DCF period'
- Define applicable Transition Method
- Enter applicable Interest Rate (%)
- Record notes/reasons for assumptions
- Record applicable Direct and/or Restoration Costs
- Auditable tracking of User actions



Business' reporting and data exports

- All Periodic values for Balance Sheet and Profit & Loss – lease by lease basis
- Reportable periodic values for Balance Sheet and Profit & Loss – All Leases



LeaseEagle

Manage Lease Assumptions
Manage Compliance Assumptions for each Lease

Eagle Cafe Demonstration
Compliance Standard: IFRS16
Transition Date: 01 Jan 2018
Assumption Name: July 2018 v1
Assumption Date: 01 Jul 2018

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Location ID	Location	Type (Zone)	Lease Profile	Transition Method	Interest Rate	Start Date	End Date	All Periods
	Test WPS Site	Head Lease (1)	Details 2	MRT	3.5 3.5	01 Nov 2017	31 Oct 2030	Export
	Eagle Cafe Cremone	Head Lease (1)	Details 1	MRT	3.5	15 Jan 2015	15 Jan 2021	Export
	Eagle Cafe Merrylands	Head Lease (1)	Details 1	MRT				Export
	Cafe Lakeside Mall	Head Lease (1)	Details 1	MRT				Export
0133	Eagle Cafe Northcote	Head Lease (1)	Details 1	MRT				Export
Lease Profile Unchanged	Eagle Cafe Templestowe	Head Lease (1)	Details 2	MRT	3.5 3.5	29 Apr 2015	28 Apr 2025	Export
0150	Eagle Cafe Templestowe	Head Lease (2)	Details 1	MRT	3.5	30 Apr 2015	01 May 2019	Export
1001	Eagle Cafe Melbourne Closed	Head Lease (1)	Details 1	MRT				Export
1001	Eagle Cafe Melbourne Closed	Head Lease (2)	Details 1	MRT				Export
1045	Eagle Cafe Eastland	Head Lease (1)	Details 1	MRT				Export

Powerful, yet easy to use user interface for managing and tracking lease assumptions and calculating all required Balance Sheet and P & L values.

Lease Profile for Eagle Cafe Templestowe
The included leases below will be used to generate a compliance report.

ID Code: 0150
Location Name: Eagle Cafe Templestowe
Type Zone: Head Lease (1)
Transition Method: MRT
Transition Date: 01 Jan 2018
Default Interest Rate: 3.5 3.5
Initial Direct Costs:
Restoration Costs:

Lease Option has been exercised and is to be included in DCFs

Lease Name	Status	Start Date	End Date	Interest Rate	Include
Lease Agreement (2015-2025)	Current	29 Apr 2015	28 Apr 2025	3.5	<input checked="" type="checkbox"/>
	Option - Current	29 Apr 2017	28 Apr 2020	3.5	<input checked="" type="checkbox"/>

View Previous Lease Profile

Easily track and configure lease profiles and required inputs for all portfolio locations.