

# The new leases standard

Every company will have work to do to meet the requirements of IFRS 16. Here are three things to think about as we approach year-end...

IFRS 16



## Operating lease commitments

Should you consider revisiting your operating lease commitment disclosure?

- Depending on the transition approach selected, there may be a need to explain how the new on-balance sheet lease liabilities compare with the amounts in the lease commitments disclosure.
- Close attention now will make things easier down the road.



## Stakeholder management

Are you doing all you can to educate and inform key stakeholders?

- For many companies this will be a big accounting change project with a material impact on the financial statements, and potentially on the organisation.
- Are the board, the audit committee and investors fully up to speed on the changes they can expect to see?



## Pre-implementation disclosures

Have you considered what stakeholders want to know about your project?

- Although IFRS 16 isn't the star of the show from a disclosure perspective this year, it is still very much on the radar for regulators and stakeholders.
- Consider discussing the status of your project, including anticipated timelines and potential implications for internal controls and processes, as well as information technology.