



May 21, 2018; Updated February 28, 2019 with current patch set information both for 12.1.3 and for 12.2.4 and higher

## Update to Oracle Property Manager Provides Support for IFRS16 and ASC842 Accounting Standards

Oracle is pleased to announce an update to the Oracle E-Business Suite [Oracle Property Manager](#) that provides support for IFRS16 and ASC842 accounting standards changes for tenants.

Starting in 2019, the International Accounting Standards Board (IASB) and the Financial Accounting Standards Board (FASB) will require adherence to new accounting standards for tenants (property lessees.) To meet these new standards, tenants are required to make significant changes in accounting and reporting by adding their property leases to their balance sheet as lease liabilities with corresponding right-of-use (ROU) assets.

The Oracle Property Manager update we are announcing combines functionality enhancements with statutory and regulatory updates in a consolidated patch set to support the new accounting standards.

### New Functional and Technical Capabilities

This update to Oracle Property Manager provides the following key capabilities:

- **New Contract Abstraction and Migration:** To meet the new regulatory requirements, new terms and conditions (attributes) are provided to account for your leases based on the new standards. Updated UIs and APIs are available to capture and amend the new attributes.
- **Lease Accounting Transformation:** A new accounting infrastructure provides the ability to account for and amortize the liability and right-of-use asset. This new infrastructure includes the ability to determine SLA/GL account codes based on sources from the lease contract.
- **Global Lease Management:** Oracle Property Manager now supports Multi-GAAP with the ability to account under existing GAAP, IFRS16, and ASC842 for the same

contract.

- **Flexible Amortization Schedules:** Amortization of the right-of-use and liability using various options (e.g., 30/360, 4-4-5, daily calculations) for each GAAP is provided.
- **Support for Foreign Currency:** Oracle Property Manager supports and accounts for multiple currencies on the same contract, providing you the ability to manage your ROU and liability in the entered and functional currencies.
- **User-Determined Cut-Over:** Oracle Property Manager allows you to determine the date of your ROU and liability starting balances with the ability to upload the balances to SLA by contract as of your cut-over date to the new standards.
- **Enhanced Reporting:** There are new reports to help manage the new lease accounting and disclosures, including: Lease Analysis Report, Lease Detail Report, Portfolio Detail Report, and Portfolio Summary Report.

## Availability

~~The Oracle Property Manager update for 12.2.4 and above is currently available on My Oracle Support as [27606088:R12.PN.C](#), with instructions for downloading and applying the patch set included in the associated Readme. A backport patch set to 12.1.3 is planned.~~

**Updated February 28, 2019:** Oracle Property Manager updates both for 12.1.3 and for 12.2.4 and higher are currently available. See the “E-Business Suite Release 12: Oracle Property Manager IFRS & Equipment Lease Information Center” (Doc ID [2482062.2](#)) for current patch set information.

## Supporting Resources

- “Enhancements to Property Manager for Compliance with New Accounting Standards” ([Doc ID 2388210.1](#))
- [Use Oracle E-Business Suite to Manage Your Leases for ASC842 and IFRS16 \(video\)](#)
- “E-Business Suite Release 12: Oracle Property Manager IFRS & Equipment Lease Information Center” (Doc ID [2482062.2](#))

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