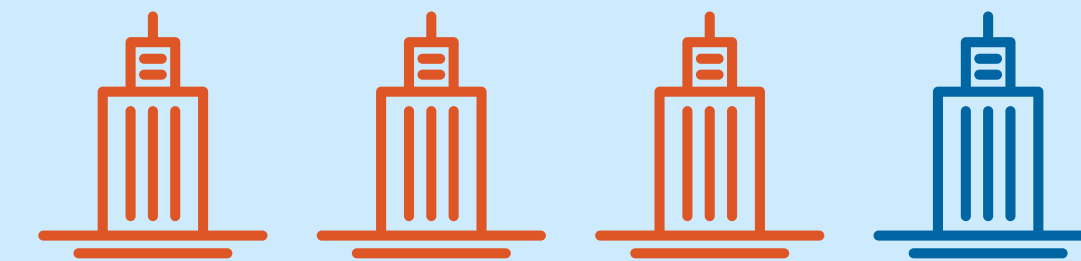


2021 Lease Accounting Market Analysis:

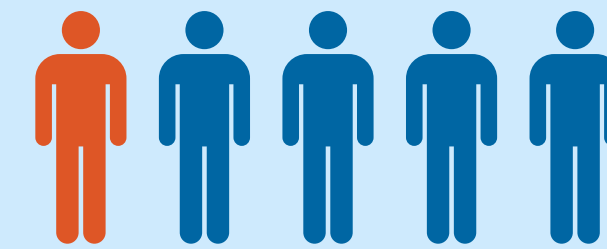
The Road to Readiness for ASC 842

Exploring the journey, opportunities and barriers that companies face in complying with the new accounting standard published by the Financial Accounting Standards Board (FASB).

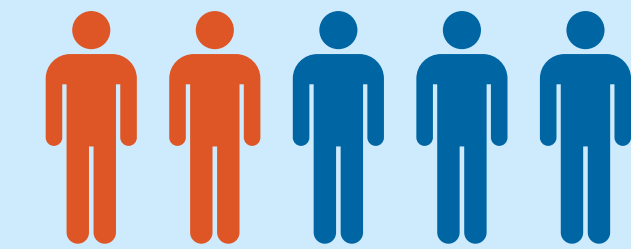
Need for Urgent Action



3 out of 4 companies are not yet fully compliant



1 in 5 respondents admit that achieving full compliance has been a low business priority



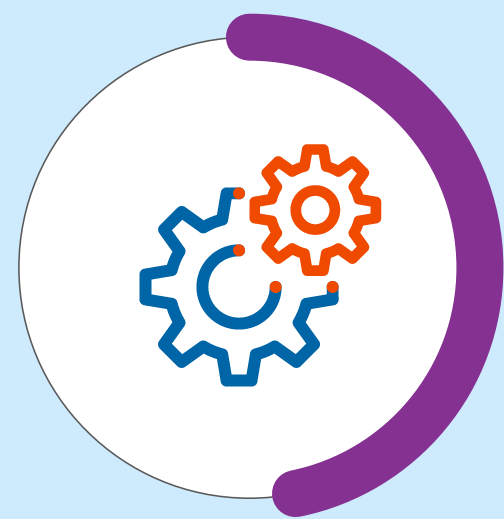
2 in 5 have delayed the process because of the COVID-19 global pandemic

Companies Can't Do It Alone

More than a third of senior finance and accounting professionals (36%) note that they don't have the right people, technology and resources in place. The following are considered essential for their transition to ASC 842:

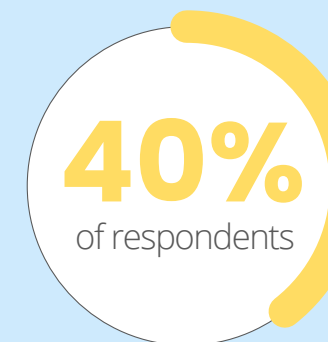


51% of respondents say upgrading existing lease management and accounting software



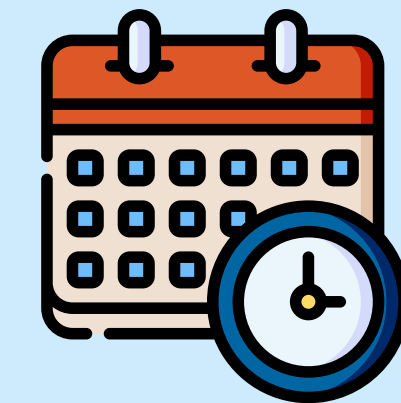
48% of respondents say implementing new lease management and accounting software

Race Against the Clock



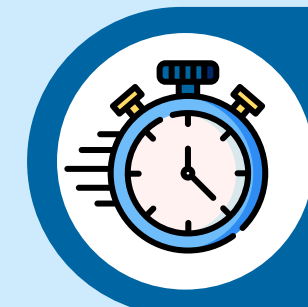
are somewhat | not very | not at all confident

about being ready to reach full compliance with ASC 842 by the December 2021 deadline



42%

admit that ASC 842 compliance has taken more time than expected



On average, those **not** using a third-party software expect to spend 1,582 hours gathering all necessary lease information. In comparison, **those using software** expect to save **660+ hours**, spending only 915 hours on the same process.