

P&L Impact

	IAS 17		IFRS 16
	Finance Leases	Operating Leases	All Leases
Revenue	££££	££££	£££
Operating Costs	---	Lease expense	---
EBITDA			↑↑
Depreciation & Amortisation	Depreciation	----	Depreciation
Operating Profit			↑
Finance Costs	Interest		Interest
Pre-tax Profit			↔↔

Likely Impact on Key Ratios



Gearing (Leverage)



Debt/Equity



Net Debt/EBITDA



Current Ratio



ROCE



Asset Turnover

Balance Sheet Impact

	IAS 17		IFRS 16
	Finance Leases	Operating Leases	All Leases
Assets		----	
Liabilities	££	----	££££
Off Balance Sheet	---	 ££	---