



## 5-Day Training TOC

### D365 Finance – Lease Accounting (IFRS 16)

#### Training Objective

This program is designed to help finance professionals, ERP users, accountants, auditors, and implementation teams understand and practically implement Lease Accounting under IFRS 16 using Microsoft Dynamics 365 Finance. The training focuses on configuration, lease lifecycle management, accounting entries, reporting, controls and practical business scenarios within D365 Finance.

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## Day 1 – Fundamentals of IFRS 16 & Introduction to D365 Lease Accounting

### Module 1: Introduction to Lease Accounting

- Overview of lease accounting evolution
- Difference between IAS 17 and IFRS 16
- Impact of IFRS 16 on businesses
- Key concepts:
  - Right-of-Use (ROU) Asset
  - Lease Liability
  - Lease Term
  - Discount Rate
  - Incremental Borrowing Rate (IBR)

### Module 2: IFRS 16 Accounting Framework

- Lease identification criteria
- Short-term and low-value lease exemptions
- Initial recognition and measurement
- Subsequent measurement concepts
- Reassessment and modifications

## Module 3: Introduction to D365 Finance Lease Module

- Overview of Lease Accounting functionality
- Navigation of Lease Workspace
- Core components and architecture
- Lease lifecycle within D365
- Integration with General Ledger and Fixed Assets

## Module 4: System Setup & Prerequisites

- Legal entity setup
- Currency and fiscal calendar configuration
- Posting profiles
- Number sequences
- Security roles and access management

## Practical Session

- System walkthrough
  - Exploring lease management workspace
  - Understanding lease master records
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## Day 2 – Lease Configuration & Lease Creation in D365

### Module 1: Lease Accounting Parameters Setup

- Lease parameters configuration
- Journal setup
- Interest allocation setup
- Amortization schedule setup
- Payment frequency configuration

### Module 2: Lease Classification & Data Requirements

- Operating vs finance lease concepts
- Mandatory lease data fields
- Lease commencement date



- Lease payment structures
- Variable lease payment handling

## Module 3: Creating Lease Contracts in D365

- Creating lease books
- Entering lease details
- Adding payment schedules
- Configuring discount rates
- Defining lease terms and conditions

## Module 4: Lease Calculation & Initial Recognition

- Automatic calculation engine
- Present value calculations
- Lease liability generation
- ROU asset creation
- Initial accounting entries

## Practical Session

- End-to-end lease creation
- Lease payment schedule generation
- Initial journal posting

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## Day 3 – Lease Lifecycle Management & Accounting Entries

### Module 1: Lease Amortization & Interest Processing

- Amortization methodologies
- Interest expense recognition
- Liability reduction process
- Monthly accrual postings
- Lease payment processing

## Module 2: Accounting Entries in D365

- Lease commencement entries
- Periodic accounting entries
- Depreciation accounting
- Interest journal postings
- Foreign currency considerations

## Module 3: Lease Modifications & Reassessments

- Lease extensions
- Early termination scenarios
- Scope changes
- Rent revisions
- Recalculation process in D365

## Module 4: Reclassification & Adjustments

- Impairment considerations
- Manual adjustments
- Correction entries
- Audit trail and tracking

## Practical Session

- Processing monthly lease activities
- Lease modification case study
- Journal review and reconciliation

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## Day 4 – Reporting, Controls & Compliance

### Module 1: IFRS 16 Reporting Requirements

- Lease disclosure requirements
- Financial statement impact
- Notes to accounts reporting
- Maturity analysis

## Module 2: D365 Lease Reports & Analytics

- Standard lease reports
- Payment obligation reports
- Liability reconciliation reports
- Interest and depreciation analysis
- Aging and forecasting reports

## Module 3: Internal Controls & Audit Readiness

- Key controls in lease accounting
- Segregation of duties
- Workflow approvals
- Audit documentation
- Change management controls

## Module 4: Integration with Other Modules

- General Ledger integration
- Accounts Payable integration
- Fixed Assets linkage
- Budgeting and forecasting integration

## Practical Session

- Generating IFRS 16 reports
- Reconciliation exercises
- Audit-ready documentation preparation

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## Day 5 – Advanced Scenarios, Automation & Case Studies

### Module 1: Advanced Lease Scenarios

- Multi-currency leases
- Variable lease payments
- Embedded leases
- Shared asset arrangements

- Complex modification scenarios

## Module 2: Automation & Digital Transformation

- Workflow automation in D365
- Using AI and analytics in lease management
- Dashboard creation using:
  - Microsoft Power BI
  - Microsoft Excel
- Lease monitoring automation

## Module 3: Common Challenges & Troubleshooting

- Common implementation mistakes
- Data migration challenges
- Reconciliation issues
- Performance optimization tips

## Module 4: Industry-Based Case Studies

- Retail lease accounting
- Manufacturing lease scenarios
- Real estate lease structures
- Corporate office lease management

## Final Practical Workshop

- End-to-end lease lifecycle simulation
- Comprehensive hands-on case study
- Participant assessment and discussion

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## Key Deliverables

- Practical D365 Finance hands-on exercises
- IFRS 16 accounting templates
- Lease accounting workflows
- Reporting and reconciliation samples