



Company Info

Smith & Nephew is a leading portfolio medical technology company, operating in around 100 countries globally. Smith & Nephew is constituent of the UK's FTSE100 and our shares are traded on the London Stock Exchange and through American Depository Receipts on the New York Stock Exchange (LSE: SN, NYSE: SNN)



Project

Smith & Nephew uses CCH Tagetik Lease Accounting (for IFRS 16 & ASC 842) on the Cloud.

Quote

"CCH Tagetik Lease Accounting for IFRS16 has been invaluable for our disclosure reporting. The standard is so nuanced, even though it looks like a short bullet list. The amount of information you have to gather is enormous. We can now tailor and customize reports that give us everything we need in one tab in an automated Excel worksheet."



Watch the video interview:

<https://www.tagetik.com/en/resources/videos/video?vid=smith-nephew-ifrs-16>

SMITH & NEPHEW SIMPLIFIES THE COMPLEXITIES OF THE NEW LEASE ACCOUNTING STANDARDS IFRS 16 WITH CCH TAGETIK

Q: Why did you choose CCH Tagetik for Lease Accounting?

"IFRS16 is complicated as it stands. If you've got a large group with lots of entities, currencies, and ERP systems, you very quickly realize you can't manage the requirements in Excel. We looked at several different accounting solutions and realized most couldn't cope with multiple currencies or chart of accounts. Then we tried CCH Tagetik. CCH Tagetik could manage our many currencies and charts of accounts with the bonus of also having an accounting engine and excellent reporting capabilities. It ticked all the boxes."

Q: What value do you get from CCH Tagetik?

"IFRS16 is very rigid. It impacts a lot of functions, from purchasing up to the C-suite. Our CFO regularly asks us to explain the numbers so we needed a solution we could rely on for efficiency, accuracy, and transparency. CCH Tagetik is very easy to use. It's quick, so we didn't have to hire extra people to manage lease accounting. Nor did we have to manufacture our reports. We can rely on CCH Tagetik for everything that we need."

Q: How was your transition to the new standard and what was the impact on your business?

"Our transition to IFRS 16 had broad-reaching consequences. Just as we expected, it impacted many areas of our business. In many ways, the compliance process was equally as important as the accounting. CCH Tagetik supported our accounting, which allowed us to build our processes process around it. Every department from procurement, tax, and treasury was impacted. Now, they all rely upon — and — value the reports we create in CCH Tagetik. We found CCH Tagetik so impactful, we now use it for financial processes beyond lease accounting. For our month-end journals, CCH Tagetik provides us with outputs and we put them into our ERP system. For reporting, we use CCH Tagetik to create reports on an actuals basis and a forecast basis."

Q: How has the CCH Tagetik Lease Accounting (for IFRS 16 & ASC 842) simplified disclosure reporting for you and your team?

"CCH Tagetik is a very robust and reliable system. We've given reports to management, and they've made decisions based on those reports. We're so excited, we've shared our success around the business — it's been fantastic.

CCH Tagetik Lease Accounting for IFRS16 has been invaluable for our disclosure reporting. The standard is so nuanced, even though it looks like a short bullet list. The amount of information you have to gather is enormous. We can now tailor and customize reports that give us everything we need in one tab in an automated Excel worksheet. We know our financials are consistent and reliable because CCH Tagetik uses the same underlying data as our month-end reports."

MICHELLE O'MARA
Group Technical Accounting Director

"IFRS16 is complex, but CCH Tagetik is built to cope with complexity."