

Subscription MRR-to-GAAP Bridge

Finance & Accounting

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This guide explains what the tool produces, how to use the output, and what to watch for. The actual output (draft/report) is generated on the tool page.

Background

Bridges your SaaS operating metrics (MRR/ARR) to recognised GAAP revenue under Ind AS 115 / ASC 606, explaining the timing differences (upfront billing, usage, setup fees). Use it to reconcile MRR to the P&L. For the deferred-revenue waterfall, use the Deferred Revenue Roll-Forward.

Purpose of this tool & output

Reconcile SaaS MRR metrics to recognised GAAP revenue

How the output is used

Use it to reconcile your SaaS MRR metrics to recognised GAAP revenue so investor metrics and books agree.

Who should vet it

Your accountant or auditor, to confirm the MRR-to-GAAP bridge before you report both.

Important cautions

Illustrative bridge; confirm with your auditor.

Companion documents

- ASC 606 / Ind AS 115 Revenue Schedule
- Performance-Obligation Identifier
- Standalone Selling Price Allocator
- Variable Consideration Estimator
- Contract-Modification Treatment
- Deferred Revenue Roll-Forward

This is AI-assisted guidance. Verify with a qualified professional before any binding decision. Fees, authorities and processes vary by state and change over time — confirm with your state authority.