

# ASBJ Project Plan

(Attachment)

- Items related to convergence -

October - 2006

Project Items	Before 3Q of 2006	2006		2007			Remarks		
		4Q	1Q	2Q	3Q	4Q	Project status as of January 2008	Supplementary comments	
<b>&lt;Items advised by CESR for EU equivalence assessment purpose&gt;(Note2)</b>									
1-S	Business combinations-(1/2) (Pooling-of-interest method)		PT			RR	(DP)	I, possibly II	ASBJ will deliberate for DP after RR is issued.
2-S	Scope of consolidation-(1/2) (Enhanced disclosure of SPEs)	TC	ED	Final				III	-
	Scope of consolidation-(2/2) (Consolidation of SPEs)						DP	II	ASBJ will deliberate considering developments at IASB/FASB.
3-S	Uniformity of accounting policies(Oversea subsidiaries)	Final						III	PITF No.18 was issued in May 2006.
4-B/ 13-A	Share-based payments (Expense recognition/ Explanatory notes)	Final						III	Accounting Standard No.8 was issued in July 2006.
Note3	Business combinations-(2/2) (Others)		PT			RR	(DP)	I, possibly II	ASBJ will deliberate for DP after RR is issued.
8-B	Inventories (LIFO)			PT				I	ASBJ will conclude a tentative decision within 2007.
	Inventories (Valuation method)	Final						III	Accounting Standard No.9 was issued in December 2005.
9-B	Uniformity of accounting policies (Associates)			PT			(ED)	I, possibly II	ASBJ will deliberate ED considering developments at PT.
10-B/ 23-A	Impairments of fixed assets			PT			RR	I	ASBJ will deliberate considering RR and developments at IASB/FASB.
11-B	Intangibles (including R&D expenses)	WG					DP	II	ASBJ will deliberate considering developments at IASB/FASB.
17-A	Construction contracts	WG	TC			ED	Final	III	-
19-A/ 24-A	Asset retirement obligations	WG	TC			ED	Final	III	-
20-A	Retirement benefits			PT				I	ASBJ will deliberate considering developments at IASB/FASB.
22-A	Disclosure of FV information of financial instruments	WG	TC			ED	Final	III	-
25-A	Investment property	PT						I	ASBJ will continue its deliberation considering developments at IASB/FASB.
<b>&lt;Other major projects&gt;</b>									
	Segment reporting	WG	TC			ED	Final		
	Related party disclosures	ED	Final						
	Leases	ED#1	ED#2		Final				
	Retrospective restatements	PT			DP				
	Quarterly financial reporting		ED	Final					

(Note1)

The following illustrates definitions of abbreviations in the project plan.

**For "Project Items" column:**

- S : Supplementary statements
- B : Disclosure B (Quantitative disclosures)
- A : Disclosure A (Additional narrative and/or quantitative disclosures)

**For "Project status as of January 2008" column:**

- III : Project to be finalized by January 2008.
- II : Project to be in the deliberating process towards finalization at the Board.
- I : Project to be in the deliberating process at PT/WG Level towards next steps.

**For "2006/ 2007" column:**

- PT : Project Team to be established.
- WG: Working Group to be established.
- TC : Technical Committee to be established.
- RR : Research Report to be issued.
- DP : Discussion Paper to be issued.
- ED : Exposure Draft to be issued.
- Final: Accounting Standard/Guidance, etc.

(Note2)

12-B Agriculture, 16-A Insurance contracts (Catastrophic provisions), 18-A Non-performing loans, and 26 Financial Instruments, which are required remedies in the Technical Advice by the CESR, are not included this Project Plan.

(Note3)

The project "Business combinations-2/2(others)" includes issues for "Date of exchange(5-B)", "Capitalization of acquired R&D in process(6-B)", "Negative goodwill(7 B)", "Minority interests at historical cost(14-A)", "Step acquisitions(15-A)", and "Translation of goodwill(21-A)".