

(Translation for reference purpose only)

Amendments to ASBJ Modification Accounting Standard No. 2, Accounting for Other Comprehensive Income (comparative version)

31 October 2017

ASBJ Modification Accounting Standard No.2, *Accounting for Other Comprehensive Income* (amended on 25 July 2016) ('the Standard') has been amended and described in comparative version as follows:

- (1) Due to the publication of IFRS 15 *Revenue from Contracts with Customers*, the original text in IFRS 9 *Financial Instruments* (2013) has changed. Changes are displayed in the 'as issued in July 2016' column of the reference table (in blue letters, ~~before change~~ (double struck through) and after change (double underlined)).
- (2) Amendments related to the effective date, approval by the Board and basis for conclusions have been made (paragraph 12-3 of the Standard, paragraph 13-3 of the Standard, paragraph 15-3 of the Standard). These changes are shaded.

As amended	As issued in July 2016
<p>Japan's Modified International Standards (JMIS): Accounting Standards Comprising IFRSs and the ASBJ Modifications</p> <p>ASBJ Modification Accounting Standard No. 2 Accounting for Other Comprehensive Income</p> <p style="text-align: right;">30 June 2015 Amended 25 July 2016 Last Amended 31 October 2017 Accounting Standards Board of Japan</p>	<p>Japan's Modified International Standards (JMIS): Accounting Standards Comprising IFRSs and the ASBJ Modifications</p> <p>ASBJ Modification Accounting Standard No. 2 Accounting for Other Comprehensive Income</p> <p style="text-align: right;">30 June 2015 Amended 25 July 2016 Accounting Standards Board of Japan</p>
<p>Accounting Standard Accounting Changes in the fair value of investments in equity instruments measured at fair value through other comprehensive income</p> <p>4. 'Deletions or modifications' shall be made to the requirements regarding the accounting for changes in the fair value of investments in equity instruments measured at fair value through other comprehensive income in IFRS 9</p>	<p>Accounting Standard Accounting Changes in the fair value of investments in equity instruments measured at fair value through other comprehensive income</p> <p>4. 'Deletions or modifications' shall be made to the requirements regarding the accounting for changes in the fair value of investments in equity instruments measured at fair value through other comprehensive income in IFRS 9</p>

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As amended	As issued in July 2016
<p><i>Financial Instruments</i> (2013) ('IFRS 9 (2013)') in the following manner (new text is underlined and deleted text is struck through):</p> <p>B5.7.1 Paragraph 5.7.5 permits an entity to make an irrevocable election to present in other comprehensive income changes in the fair value of an investment in an equity instrument that is not held for trading. This election is made on an instrument-by-instrument (ie share-by-share) basis. Amounts presented in other comprehensive income shall not be subsequently transferred to profit or loss. However, the entity may transfer the cumulative gain or loss within equity. Dividends on such investments are recognised in profit or loss in accordance with paragraph 5.7.6 unless the dividend clearly represents a recovery of part of the cost of the investment.</p>	<p><i>Financial Instruments</i> (2013) ('IFRS 9 (2013)') in the following manner (new text is underlined and deleted text is struck through):</p> <p>B5.7.1 Paragraph 5.7.5 permits an entity to make an irrevocable election to present in other comprehensive income changes in the fair value of an investment in an equity instrument that is not held for trading. This election is made on an instrument-by-instrument (ie share-by-share) basis. Amounts presented in other comprehensive income shall not be subsequently transferred to profit or loss. However, the entity may transfer the cumulative gain or loss within equity. Dividends on such investments are recognised in profit or loss in accordance with paragraph 5.7.6 IAS 18 unless the dividend clearly represents a recovery of part of the cost of the investment.</p>
<p>Effective Date</p> <p>12-3. An entity shall apply this Standard as amended in October 2017 (the '2017 Amendments') to consolidated financial statements for annual periods which IFRS 15 <i>Revenue from Contracts with Customers</i> ('IFRS 15') listed in Appendix 1 of <i>Application of "Japan's Modified International Standards"</i> as amended in October 2017 is first applied. Regarding quarterly financial reporting, an entity shall apply the 2017 Amendments to consolidated interim financial statements from the first quarter of that annual period.</p>	<p>Effective Date</p> <p>[Added]</p>
<p>Approval by the Board</p> <p>13-3. The 2017 Amendments were approved for issuance by all 12 Board members attending the 371st Board meeting of the Accounting Standards Board of Japan. The following Board members attended this Board meeting:</p> <p>Yukio Ono (Chairman) Atsushi Kogasaka (Vice Chairman) Makoto Kaimasu Yasunobu Kawanishi Yoshihiro Tokuga</p>	<p>Approval by the Board</p> <p>[Added]</p>

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As amended	As issued in July 2016
Ryota Yasui Masao Yanaga Katsuhito Yanagibashi Yoshio Yukawa Minoru Yoshida Kazutaka Yoneda Hitoshi Watanabe	
Basis for Conclusions History of the project 15-3. The 2017 Amendments did not make any ‘deletions or modifications’ regarding non-recycling in the endorsement process, but the 2017 Amendments amended the wording of the requirements subject to ‘deletions or modifications’ as well as their Japanese translations in order to reflect the amendments to IFRS 9 (2013) made by IFRS 15.	Basis for Conclusions History of the project [Added]