

**(Translation for reference purpose only)**

31 October 2017

**JMIS Exposure Draft No.5**

**Proposed amendments to *Application of “Japan’s Modified International Standards”* as issued in October 2017 (comparative version)**

※New text and deleted text are shaded.

Exposure draft	Current
<p><b>Japan’s Modified International Standards (JMIS): Accounting Standards Comprising IFRSs and the ASBJ Modifications</b></p> <p><b>Application of “Japan’s Modified International Standards”</b></p> <p style="text-align: right;">30 June 2015 Amended 25 July 2016 Amended 11 April 2017 Amended 31 October 2017 Last Amended DD MMMM YYYY Accounting Standards Board of Japan</p>	<p><b>Japan’s Modified International Standards (JMIS): Accounting Standards Comprising IFRSs and the ASBJ Modifications</b></p> <p><b>Application of “Japan’s Modified International Standards”</b></p> <p style="text-align: right;">30 June 2015 Amended 25 July 2016 Amended 11 April 2017 Last Amended 31 October 2017 Accounting Standards Board of Japan</p>
<p><b>Effective Date</b></p> <p>6. This Statement as amended in MMMM YYYY shall apply to consolidated financial statements for annual periods beginning on or after its issuance date. However, an entity may apply this Statement to consolidated financial statements for the annual period which includes the issuance date. In that case, this Statement shall apply to consolidated quarterly financial statements from the first quarter of the following annual period.</p> <p>7. An entity shall apply the Standards listed in Appendix 1 in accordance with the effective dates and transitional provisions stated in those Standards.</p>	<p><b>Effective Date</b></p> <p>6. This Statement as amended in October 2017 shall apply to consolidated financial statements for annual periods beginning on or after its issuance date. However, an entity may apply this Statement to consolidated financial statements for the annual period which includes the issuance date. In that case, this Statement shall apply to consolidated quarterly financial statements from the first quarter of the following annual period.</p> <p>7. An entity shall apply the Standards listed in Appendix 1 in accordance with the effective dates and transitional provisions stated in those Standards. However, IFRS 9 <i>Financial Instruments</i> (2013) listed in Appendix 1 shall be applied as follows:</p> <ul style="list-style-type: none"> <li>➤ paragraph 7.3.2 of IFRS 9 <i>Financial Instruments</i> (2013) shall be amended as follows (deleted text is struck through):</li> </ul>

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	<p><del>‘This Standard supersedes IFRS 9 issued in 2009 and IFRS 9 issued in 2010. However, an entity may elect to apply IFRS 9 issued in 2009 or IFRS 9 issued in 2010 instead of applying this Standard.’</del></p>												
<p><b>Appendix 1</b>  <b>Standards Issued by the IASB and Adopted by the ASBJ</b></p> <p>Standards Issued as at 30 June 2017, excluding IFRS 16 <i>Leases</i> and IFRS 17 <i>Insurance Contracts</i></p> <table border="1" data-bbox="253 818 1144 987"> <tr><td>...</td></tr> <tr><td>IFRS 8 <i>Operating Segments</i></td></tr> <tr><td>*IFRS 9 <i>Financial Instruments</i> (2014)</td></tr> <tr><td>IFRS 10 <i>Consolidated Financial Statements</i></td></tr> <tr><td>...</td></tr> </table>	...	IFRS 8 <i>Operating Segments</i>	*IFRS 9 <i>Financial Instruments</i> (2014)	IFRS 10 <i>Consolidated Financial Statements</i>	...	<p><b>Appendix 1</b>  <b>Standards Issued by the IASB and Adopted by the ASBJ</b></p> <p>Standards Issued as at 31 December 2016, which become effective by 31 December 2017, and IFRS 15 <i>Revenue from Contracts with Customers</i> (including <i>Effective Date of IFRS 15</i> and <i>Clarifications to IFRS 15 Revenue from Contracts with Customers</i>)</p> <table border="1" data-bbox="1193 818 2085 987"> <tr><td>...</td></tr> <tr><td>IFRS 8 <i>Operating Segments</i></td></tr> <tr><td>*IFRS 9 <i>Financial Instruments</i> (2013)</td></tr> <tr><td>IFRS 10 <i>Consolidated Financial Statements</i></td></tr> <tr><td>...</td></tr> </table>	...	IFRS 8 <i>Operating Segments</i>	*IFRS 9 <i>Financial Instruments</i> (2013)	IFRS 10 <i>Consolidated Financial Statements</i>	...		
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<b>Standards Issued by the IASB as at 30 June 2017 for Which the Endorsement Process Has Not Been Finalised by the ASBJ</b>			<b>Standards Issued by the IASB as at 31 December 2016 for Which the Endorsement Process Has Not Been Finalised by the ASBJ</b>		
Standards for Which the Endorsement Process Has Not Been Finalised by the ASBJ	Issued	Effective Date	Standards for Which the Endorsement Process Has Not Been Finalised by the ASBJ	Issued	Effective Date
[Deleted]			IFRS 9 <i>Financial Instruments</i> (2014)	July 2014	1 January 2018
[Deleted]			<i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i> (Amendments to IFRS 10 and IAS 28) <i>Effective Date of Amendments to IFRS 10 and IAS 28</i>	September 2014  December 2015	To be determined by the IASB (not yet determined as at 30 September 2016)
IFRS 16 <i>Leases</i>	January 2016	1 January 2019	IFRS 16 <i>Leases</i>	January 2016	1 January 2019
[Deleted]			<i>Classification and Measurement of Share-based Payment Transactions</i> (Amendments to IFRS 2)	June 2016	1 January 2018
[Deleted]			<i>Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts</i> (Amendments to IFRS 4)	September 2016	1 January 2018 (may become effective before this date when the overlay approach is applied)
[Deleted]			<i>Amendments to IFRS 1 First-time Adoption of International Financial Reporting Standards, and Amendments to IAS 28 Investments in Associates and</i>	December 2016	1 January 2018

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			Joint Ventures (both included in <i>Annual Improvements to IFRS Standards 2014-2016 Cycle</i> )		
[Deleted]			IFRIC Interpretation 22 <i>Foreign Currency Transactions and Advance Consideration</i>	December 2016	1 January 2018
[Deleted]			<i>Transfers of Investment Property</i> (Amendments to IAS 40)	December 2016	1 January 2018
			[Added]		
IFRS 17 <i>Insurance Contracts</i>	May 2017	1 January 2021			

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