

	MoU milestone by 2008	2006			2007		2008	Timing yet to be determined
		Q2	Q3	Q4	H1	H2		

ACTIVE AGENDA

Projects in Memorandum of Understanding (MoU) with the FASB 1

Short-term Convergence projects									
Borrowing costs (IASB)	Determine whether major differences should be eliminated and substantially complete work	ED			IFRS				
Government grants 2 (IASB)						ED	IFRS		
Joint ventures (IASB)				ED			IFRS		
Segment reporting (IASB)					IFRS				
Impairment (Joint)								Not started	Staff work in progress
Income tax (Joint)			ED	ED		IFRS			
Fair value option (FASB)									
Investment properties (FASB)									
Research and development (FASB)									
Subsequent events (FASB)									

Other Convergence projects

Business combinations	Converged standards					IFRS			
Consolidations	Work towards converged standards				ED		IFRS		
Fair value measurement guidance	Converged guidance		ED			IFRS			

	MoU milestone by 2008	2006			2007		2008	Timing yet to be determined	
		Q2	Q3	Q4	H1	H2			
Financial Statement Presentation 3									
Phase A					IFRS				
Phase B	One or more due process documents				DP		ED	IFRS	
Revenue recognition	One or more due process documents			DP		DP	ED	IFRS	

Projects not included in the MoU

Conceptual Framework								
Phase A: Objectives and Qualitative Characteristics	ED	DP						
Phase B: Elements, Recognition and Measurement				TBD				
Phase C: Measurement				RT				TBD
Phase D: Reporting Entity				TBD				
Phase E: Presentation and Disclosure TBD								TBD
Phase F: Purpose and Status								TBD
Phase G: Application to Not-for-Profit Entities								TBD
Phase H: Finalisation 4								TBD
Small and Medium-sized Entities		ED				IFRS		
Insurance contracts			DP				ED	IFRS
Liabilities 5			RT			IFRS		
Emission trading schemes 2								

	MoU milestone by 2008	2006			2007		2008	Timing yet to be determined
		Q2	Q3	Q4	H1	H2		
Amendments to standards								
Financial instruments: puttable instruments (IAS 32)		ED	ED		IFRS			
Earnings per share: treasury stock method (IAS 33)		ED	ED		IFRS			
First-time adoption: cost of investment in subsidiary (IFRS 1)			ED		IFRS			
Share-based payment: vesting conditions and cancellations (IFRS 2)				IFRS				

Projects yet to be added to the ACTIVE AGENDA but included in the MoU with the FASB (except as shown)

RESEARCH AGENDA	MOU milestone by 2008
Derecognition	Publish staff research as due process document
Financial instruments (replacement of existing standards)	One or more due process documents
Intangible assets	Consider research and make agenda decision
Leases	Make agenda decision
Liabilities and Equity 6	One or more due process documents
Post-retirement Benefits (including Pensions)	One or more due process documents
Extractive activities	Not in MOU

	MoU milestone by 2008	2006			2007		2008	Timing yet to be determined
		Q2	Q3	Q4	H1	H2		

Abbreviations used in the IASB Work Plan:

DP Discussion Paper (containing the Board's preliminary views)

ED Exposure Draft

RT Roundtable discussion

IFRS International Financial Reporting Standard

TBD The type of initial document (DP or ED) is yet to be determined

Notes:

1 The Memorandum of Understanding (MoU) sets out the milestones that the FASB and the IASB have agreed to achieve in order to demonstrate standard-setting convergence, which is one part of the process towards removal of the requirement imposed on foreign registrants with the SEC to reconcile their financial statements to US GAAP.

2 Work on government grants and emission rights has been deferred pending conclusion of work on other relevant projects.

3 The Financial Statement Presentation project was formerly known as the Performance Reporting project.

4 The IASB and the FASB are considering how they will finalise the Conceptual Framework project, once the initial documents on each phase have been subject to public consultation and redeliberation by the boards.

5 The Liabilities project is the amendments to IAS 37. It was formerly known as the Non-financial Liabilities project.

6 Project is being conducted as a 'modified joint' project. That is, the IASB expects to make a formal agenda decision and begin work when the FASB has completed work on an initial discussion document.