

EXHIBIT
Highlights of Revised Standards and Disclosures

Attribute	Current Guidance/Practice	Converged Standard
Method	Purchase	Acquisition
Effective date	Designated effective date	Closing date
Business combination measurement	Cost accumulation model	Fair value
Direct transaction costs	Capitalized	Expensed with added disclosures
IPR&D	Expensed	Capitalized as an intangible asset with an indefinite life
Contingent assets and liabilities	Fair value when resolved	Fair value on acquisition date with subsequent changes in earnings*
Noncontrolling interest: Presentation	Liabilities or mezzanine item	Stockholders' equity separate from parent equity
Noncontrolling Interest: Measurement	Book value	Fair value** with valuation technique and measurement inputs disclosed
Step acquisitions	Cost accumulation model	Fair value measurement and gain or loss recognition for previously held equity interest
Goodwill for partial acquisitions	Proportionate interest	Full implied value; goodwill reconciliation disclosure
Negative goodwill	Allocated to noncurrent assets first before extraordinary gain	Recognized as a gain from continuing operations following a reassessment of fair value measurements
Pro forma information	Disclosure of results of operations for current and preceding period	Disclosure of revenues and earnings of the current and prior annual reporting period**

*Changes in fair value of contingent consideration that is a hedging instrument are recognized in other comprehensive income.

**FASB requirement.