

5. Changes in Accounting Policies in the Current Consolidated Reporting Period

From the first quarter of the current fiscal year, the Fujitsu Group has implemented the following accounting policy changes:

1. Change in Accounting Standards for Measurement of Inventories

We have implemented early adoption of the Accounting Standard for Measurement of Inventories (Accounting Standards Board of Japan Statement No. 9, issued July 5, 2006).

2. Change in the Method of Depreciation for Property, Plant and Equipment and Revisions to Useful Life and Residual Values

- Adopted, on the whole, straight-line depreciation over the useful life of the asset.
- Changed estimated useful life to reflect the likely period over which the value of the asset can be realized under actual business conditions.
- Changed residual value to reflect actual value (deemed, as a general principle, to be zero).

3. Accounting Standards for Lease Transactions

We have implemented early adoption of the Accounting Standard for Lease Transactions (Accounting Standards Board of Japan Statement No. 13, issued June 17, 1993 [Business Accounting Council, the 1st Committee] and revised March 30, 2007) and Implementation Guidance on Accounting Standards for Lease Transactions (Accounting Standards Board of Japan Implementation Guidance No. 16, issued January 18, 1994 [Japanese Institute of Certified Public Accountants, Accounting System Committee] and revised March 30, 2007).

Note: With regard to finance leases for which there is no reasonable certainty that the lessee will obtain ownership, we had already adopted the practice of treating them under a similar rule for depreciable assets in our consolidated financial statements, so there is no impact on consolidated results. The impact on unconsolidated results is immaterial.

4. Change in Classification of Amortization of Unrecognized Obligation for Retirement Benefits

We previously treated this as other expenses, but now include it in cost of sales or as selling, general, and administrative expenses.

5. Change in the Basis of Revenue Recognition

We previously recorded sales of personal computers, peripheral equipment and electronic devices at the time of shipment, but now record these sales at the time of customer receipt.

Impact of Accounting Policy Changes

(Billion Yen)

	Third Quarter (Actual)	Inventory Measurement Standard	Depreciation Method	Retirement Benefit Amortization and Other	First 9 Months (Actual)	Full Year (Forecast)	Inventory Measurement Standard	Depreciation Method	Retirement Benefit Amortization and Other
	Operating Income	-0.3	-	2.3		-2.5	-3.6	5.0	-2.0
Loss on Revaluation of Inventories	-	-	-	-	-25.0	-25.0	-25.0	-	-
Net Income	1.0	-	1.5	-0.4	-15.9	-11.0	-19.0	8.0	-

Impact on Operating Income by Segment

Technology Solutions	-1.9	-0.2	-	-1.6	-6.7	-6.0	-1.0	1.0	-6.0
System Platforms	-0.9	-0.2	-0.1	-0.4	-2.2	-	-	-	-
Services	-1.0	-	0.1	-1.1	-4.5	-6.0	-1.0	1.0	-6.0
Ubiquitous Product Solutions	-1.0	0.1	-0.4	-0.7	-1.9	-	-	-	-
Device Solutions	2.6	-0.1	2.9	-0.1	5.9	11.0	-1.0	13.0	-1.0