

MINUTES



Financial Accounting
Standards Board

To: Board Members
From: Liabilities and Equity Team
Subject: Minutes of the March 12, 2003 Board Meeting **Date:** March 13, 2003
Cc: Bielstein, Leisenring, Smith, Petrone, Swift, Polley, Project Team, Thompson, FASB Intranet (e-mail), Sutay, Gabriele

Topics: Revised Project Schedule
Basis for Discussion: Discussions with Board members and SEC staff
Length of Discussion: Starting Time: 1:00 p.m.
Concluding Time: 1:10 p.m.

Attendance:
Board members present: Herz, Crooch, Foster, Schieneman, Schipper, Trott, and Wulff
Board members absent: None
Staff in charge of topics: Bullen
Other staff at Board table: Martin, B. Richards, and R. Richards
Outside participants: None

Summary for ACTION ALERT:

The Board discussed the timing of the proposed limited-scope Statement. The Board plans to reconsider the interaction of the proposed Statement with Statement No. 133, *Accounting for Derivative Instruments and Hedging Activities*, and related guidance with respect to the bifurcation of derivatives embedded in other instruments. The Board will consider whether embedded derivatives should be exempt from the classification requirements of the proposed Statement. The Board also will consider the interaction of the proposed Statement with reporting requirements of SEC Accounting Series Release No. 268, *Presentation in Financial Statements of "Redeemable Preferred Stock,"* and

related guidance. As a result, a final Statement is now projected for issuance in the second quarter of 2003.

Matters Discussed and Decisions Reached:

Same as above.

Follow-up Items:

- Identify the issues that the Board plans to reconsider on the FASB website.

General Announcements:

None.