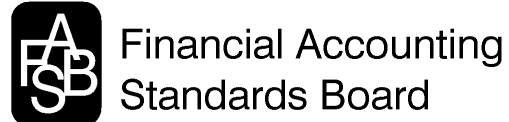


MINUTES



To: Board Members
From: Insurance Contracts
(Jourdan x273)
Subject: Minutes of May 5, 2010, Board Meeting: Insurance Contracts **Date:** May 14, 2010
cc: FASB: Bielstein, Golden, Stoklosa, Chookaszian, Lott, Posta, Guasp, Sutay, Klimek, Gabriele, Anderson, Mills, Inzano, McGarity, Proestakes, FASB Intranet; IASB: Leisenring

The Board meeting minutes are provided for the information and convenience of constituents who want to follow the Board's deliberations. All of the conclusions reported are tentative and may be changed at future Board meetings. Decisions become final only after a formal written ballot to issue an Accounting Standards Update or a Statement of Financial Accounting Concepts.

Topic: Contract Boundaries

Basis for Discussion: Board memorandum 44A

Length of Discussion: 10:25 p.m. – 11:20 p.m. EST

Attendance:

Board members present: FASB: Herz, Seidman, Smith, Siegel, and Linsmeier

IASB: Leisenring

Board members absent: none

Staff in charge of topic: Trench, Cropsey

Other staff at Board table: Golden, Jourdan, Ampofo, Brickman

Outside participants: none

Type of Document and Timing Based on the Technical Plan:

The Board met to discuss issues relating to the development of an Exposure Draft addressing insurance contracts.

The Board's technical plan calls for that Exposure Draft to be issued in the second quarter of 2010.

Summary of Decisions Reached:

The Board discussed contract boundaries and decided that the boundary of an insurance contract is the point at which the insurer either is no longer required to provide coverage or has the right to reassess the risk of the particular policyholder and, as a result, can set a price that fully reflects that risk. (Vote: Unanimous)

General Announcements: None.