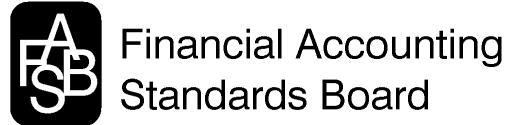


MINUTES



To: Board Members
From: Consolidations Team (Andrews, x354)
Subject: Minutes of the February 17, 2010, Joint Board Meeting: Consolidations **Date:** February 19, 2010
cc: FASB: Golden, Bielstein, Lott, Proestakes, Stoklosa, Mechanick, Roberge, Farber, Phillips, Andrews, C. Smith, Brickman, Hood, Gabriele, Sutay, FASB Intranet, McGarity, Klimek, Willis; FASAC: Chookaszian, Posta, Guasp; IASB: Leisenring, Francis, Buchanan, Buschhueter

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 a final Statement, Interpretation, or FASB Staff Position.

Topic: Consolidations
Basis for Discussion: Agenda Paper 11 – Investment Companies
Length of Discussion: 1:30 a.m. to 2:30 p.m. (EST)
Attendance:

Board members present: IASB: Tweedie, Cooper, Danjou, Engström, Finnegan, Garnett, Gélard, Gomes, Kalavacherla, Leisenring, McConnell, J. Smith, Yamada, and Wei-Guo
Board members via videoconference: FASB: Herz, Linsmeier, L. Smith, and Siegel
IASB: McGregor
Board members absent: FASB: Seidman
Staff in charge of topic: Roberge and Buchanan
Other staff at Board table: IASB: Teixeira, Buschhueter, Ruane
Staff via videoconference: FASB: Golden, Stoklosa, Farber, Phillips, Andrews
IASB: Wayne Upton

Summary of Decisions Reached:

The IASB and the FASB discussed how an investment company-type entity should account for investments in entities that it controls.

The Boards tentatively decided that there should be an exception to consolidation whereby an investment company must measure investments in entities that it controls at fair value.

The Boards tentatively decided that the guidance currently in U.S. GAAP (FASB Accounting Standards Codification™ Topic 946, Financial Services—Investment Companies) should be used as the basis for developing the attributes of an investment company. The Boards asked the staff to perform further work to remove any U.S.-specific references and to address certain implementation concerns with that guidance.

The Boards tentatively decided that an investment company should be required to provide additional disclosures about entities that it controls when it measures investments in those entities at fair value. The disclosures will be developed as part of the new disclosure requirements for involvement with consolidated entities.