

MINUTES



Financial Accounting
Standards Board

To: FASB Board Members

From: Accounting for Financial Instruments
Team

Subject: October 27, 2010 Board Meeting
Minutes: Accounting for Financial
Instruments

Date: October 29, 2010

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: Accounting for Financial Instruments:
Classification and Measurement

Basis for Discussion: Memorandum 67

Length of Discussion: 11:00 a.m. to 12:00 p.m.

Attendance:

Board members present: Seidman, Golden, Linsmeier, Siegel, and
Smith

Board members absent: None

Staff in charge of topic: Farr

Other staff at Board table: Stoklosa, Laungani, Farber, Putnam, Roberge,
and Wilkins

Outside participants: None

Type of Document and Timing Based on the Technical Plan:

The Board met to discuss issues relating to the development of a final Accounting Standards Update addressing the accounting for financial instruments. The Board's technical plan calls for that document to be issued in the second quarter of 2011.

Summary of Decisions Reached:

The staff summarized for the Board significant feedback received on the proposal for classification and measurement of financial instruments included in the May 2010 Exposure Draft, *Accounting for Financial Instruments and Revisions to the Accounting for Derivative Instruments and Hedging Activities—Financial Instruments (Topic 825) and Derivatives and Hedging (Topic 815)*, through outreach efforts performed to date. The Board had received a summary of significant feedback on its proposed credit impairment and interest income recognition models at the October 21, 2010 joint meeting with the IASB.

Next Steps:

The Board plans to redeliberate the proposed credit impairment and interest income recognition models jointly with the IASB, beginning with the November 10–12, 2010 joint meetings. The Board plans to begin redeliberations of its proposed classification and measurement approach in December 2010.