

MINUTES



To: FASB Board Members

From: Accounting for Financial Instruments Team

Subject: June 18, 2013 Joint Board Meeting—Accounting for Financial Instruments: Classification and Measurement

Date: June 24, 2013

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: **FASB:** Memorandum 231
IASB: Agenda Papers 6–6B

Length of Discussion: 8:30 a.m. to 9:51 a.m. EDT

Attendance:

Board members present: **FASB:** Seidman, Buck, Golden, Linsmeier, Schroeder, and Siegel

IASB: Hoogervorst, Mackintosh, Cooper, Danjou, Edelmann, Engström, Finnegan, Gomes, Kabureck, Kalavacherla, McConnell, Ochi, Scott, Suh, Tokar, and Zhang

Board members absent: **FASB:** Smith

Staff in charge of topic: **FASB:** Shah
IASB: Cancro

Other staff at Board table: **FASB:** Zimmerman, Gupta, Smith, and Rayfield

IASB: Figgie, Feygina, and Wiesner

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 Accounting Standards Update addressing the accounting for financial instruments. The Board issued an Exposure Document in the first quarter of 2013.

Summary of Decisions Reached:

The FASB and the IASB continued discussing feedback received on their respective proposals on the classification and measurement of financial instruments. The meeting was informational and the Boards made no decisions. In particular, the Boards discussed:

1. Feedback provided by users of financial statements on the IASB's Exposure Draft
2. A summary of comment letters and feedback provided through other FASB outreach on the February 2013 proposed Accounting Standards Update, *Financial Instruments—Overall (Subtopic 825-10): Recognition and Measurement of Financial Assets and Financial Liabilities*, and the April 2013 Exposure Draft, *Financial Instruments—Overall (Subtopic 825-10): Recognition and Measurement of Financial Assets and Financial Liabilities—Proposed Amendments to the FASB Accounting Standards Codification®*. A summary of the comments received is available on the FASB website.

At future joint meetings, the staff will present a more detailed analysis of specific issues, starting with the contractual cash flow characteristics assessment for classifying financial assets. The FASB and the IASB will begin joint redeliberations in July 2013.