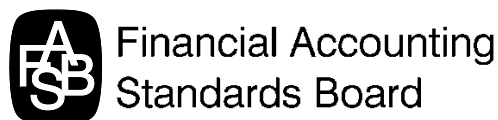


MINUTES



To: FASB Board Members
From: Accounting for Financial Instruments Team
Subject: January 19, 2010 Joint Board Meeting: **Date:** March 1, 2010
Accounting for Financial Instruments
cc: FASB: Golden, Bielstein, Stoklosa, Laungani, Lott, Proestakes, Wilkins, Maroney, Sangiuolo, Inzano, Ampofo, H. Yang, K. Yang, Kubic, Putnam, Willis, C. Smith, Brickman, Homant, Chookaszian, Posta, Glotzer, Mechanick, Gabriele, Sutay, FASB Intranet, Klimek, McGarity
GASB: Finden
IASB: Leisenring, Francis, Friedhoff, Berger, Wong, Teixeira, Clark

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: Hedge Accounting

Basis for Discussion: FASB Memorandum No.28/IASB Agenda Paper 16

Length of Discussion: 11:50 a.m. to 12:10 p.m. (Eastern)

Attendance:

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

IASB: Tweedie, Cooper, Danjou, Engström, Finnegan, Garnett, Gelerd, Gomes, Kalavacherla, Leisenring, McConnell, Smith, Yamada, Wei-Guo (London), and McGregor (via videoconference)

Staff in charge of topic: FASB: Laungani

Other staff at Board table: FASB: Golden

IASB: Berger, Francis, Friedhoff, Teixeira, and
Wong

Other staff participating
via Videoconference: FASB: Kubic, Putnam, Stoklosa, and
Wilkins

Type of Document and Timing Based on the Technical Plan:

The Board met to discuss issues relating to the development of an Exposure Draft of a proposed Accounting Standards Update addressing the accounting for financial instruments.

The Board's technical plan calls for that document to be issued in March 2010.

Summary of Decisions Reached:

1. The Boards discussed possible timelines for completing the hedge accounting phase of the joint financial instruments project and the issues that might be addressed under each timeline. The Boards tentatively decided to address hedge accounting comprehensively.
2. However, in light of the FASB's goal to publish a comprehensive Exposure Draft on financial instruments in March 2010 and the IASB's goal to publish an Exposure Draft on the remaining main phases of the project to replace IAS 39, *Financial Instruments: Recognition and Measurement*, in the first quarter of 2010, the Boards will first jointly consider hedge accounting issues relating to financial hedged items and issues that are more directly related to the Boards' respective decisions made to date on the classification and measurement models for financial instruments.
3. The Boards will subsequently discuss other hedge accounting issues, including hedge accounting for nonfinancial hedged items and portfolio hedge accounting. The Boards expect to address all hedge accounting issues in the first half of 2010.

General Announcements: None