

Accounting for Financial Instruments Classification & Measurement

February 12, 2015



Background

- **FAS 107 Disclosure Exemption:**
 - Private companies will be exempt from the requirement to disclose the fair value of financial instruments measured at amortized cost in accordance with Topic 820 either parenthetically on the face of the statement of financial position or in the notes
- **The staff will begin drafting the final ASU for the Classification and Measurement Project.**
- **Effective Date:** The Board will determine the effective date after the external review process is complete on the draft ASU.
 - The Board will also consider the timing of the Impairment Project as it considers the effective date for the Classification and Measurement project

Question for the PCC

- Should private companies be permitted to early adopt the FAS 107 disclosure exemption without early adopting the other provisions of the Classification and Measurement ASU?