

SUMMARY OF BOARD DECISIONS

Tentative Board decisions are provided for those interested in following the Board's deliberations. All of the reported decisions are tentative and may be changed at future Board meetings.

March 22, 2017 Board Meeting

Liabilities and equity–targeted improvements. The Board discussed the comment letter feedback received on the December 2016 proposed Accounting Standards Update—*Distinguishing Liabilities from Equity (Topic 480): I. Accounting for Certain Financial Instruments with Down Round Features, and II. Replacement of the Indefinite Deferral for Mandatorily Redeemable Financial Instruments of Certain Nonpublic Entities and Certain Mandatorily Redeemable Noncontrolling Interests with a Scope Exception.*

Accounting for Instruments with Down Round Features

The Board instructed the staff to perform additional research. That research includes developing a potential alternative that would affect the measurement of these instruments but would not affect the classification.

Indefinite Deferral in Topic 480 Related to Mandatorily Redeemable Financial Instruments of Certain Nonpublic Entities and Certain Mandatorily Redeemable Noncontrolling Interests

The Board affirmed its decision to replace the indefinite deferral in Topic 480, *Distinguishing Liabilities from Equity*, with a scope exception to improve the readability of the *FASB Accounting Standards Codification*®. These amendments will not have an accounting effect.

Navigation of the Codification

The Board decided to move the next phase of this project, improving the navigation of the guidance within the Codification, to the *Distinguishing Liabilities from Equity* project on its research agenda.