

MEMORANDUM

To: Subscribers to *Bank Accounting and Auditing Service*

From: Sheshunoff Information Services

Subject: Highlights

Every release and rule change from all of the financial regulatory agencies can affect your accounting and auditing efforts. You need to know the rules and what steps your bank needs to take to comply. *Bank Accounting and Auditing Service* keeps track of all these changes for you. Experts review and recap the rule changes and releases for you in clear language. In this update of *Bank Accounting and Auditing Service*, we've added new material that covers the following new releases and activities.

The **Financial Accounting Standards Board** released:

- Statement of Financial Accounting Standard No. 163: Accounting for Financial Guarantee Insurance Contracts
- Exposure Draft: Conceptual Framework for Financial Reporting: The Objective of Financial Reporting and Qualitative Characteristics and Constraints of Decision-Useful Financial Reporting Information
- Exposure Draft: Accounting for Hedging Activities – an amendment of FASB Statement No. 133
- Exposure Draft: Disclosure of Certain Loss Contingencies – an amendment of FASB Statements No. 5 and 141(R)
- Preliminary Views: Conceptual Framework for Financial Reporting: The Reporting Entity

The **Emerging Issues Task Force**:

- Reached a consensus on Issue No. 07-5, Determining Whether an Instrument (or an Embedded Feature) Is Indexed to an Entity's Own Stock
- Discussed Issue No. 08-1, Revenue Recognition for a Single Unit of Accounting
- Reached a tentative conclusion on issue No. 08-2, Lessor Revenue Recognition for Maintenance Services
- Released EITF Issue No. 08-5: Issuer's Accounting for Liabilities Measured at Fair Value with a Third-Party Credit Enhancement

The **Securities and Exchange Commission** issued:

- Proposed Rule: Interactive Data to Improve Financial Reporting

The **International Accounting Standards Board** released:

- International Accounting Standard No. 27: Consolidated and Separate Financial Statements
- Completely revised the International Financial Reporting Standard No. 3: Business Combinations