



---

Project	<b>Leases</b>
Topic	<b>Cover Memo</b>

---

## Purpose

1. At the July 2010 joint meeting the staff will present five papers.
2. The five papers are as follows:
  - (a) Agenda Paper 2A/Memo 112: *Lessor Accounting – Application guidance on when to use the performance obligation or derecognition approaches*—this paper asks the boards to consider when to use the performance obligation or derecognition approaches.
  - (b) Agenda Paper 2B/Memo 113: *Revisited: Scope – Purchase or sale of the underlying asset*—this paper asks the boards to consider whether to retain the criteria to distinguish between leases and purchases/sales.
  - (c) Agenda Paper 2C/Memo 114: *Lessor Accounting – Accounting for arrangements with service and lease components*—this paper discusses the accounting for the service component in an arrangement, under the derecognition approach.
  - (d) Agenda Paper 2D/Memo 115: *Business combinations-Topic 805 and IFRS 3*— this paper asks the boards to reach a tentative view on the accounting for leases in a business combination.
  - (e) Agenda Paper 2E/Memo 116: *Additional disclosures*—this paper discusses additional disclosure requirements.

---

This paper has been prepared by the technical staff of the FASB and the IASCF for discussion at a public meeting of the FASB or the IASB.

The views expressed in this paper are those of the staff preparing the paper. They do not purport to represent the views of any individual members of the FASB or the IASB.

Comments made in relation to the application of U.S. GAAP or IFRSs do not purport to be acceptable or unacceptable application of U.S. GAAP or IFRSs.

The tentative decisions made by the FASB or the IASB at public meetings are reported in FASB *Action Alert* or in IASB *Update*. Official pronouncements of the FASB or the IASB are published only after each board has completed its full due process, including appropriate public consultation and formal voting procedures.

## Staff paper

### Next steps

3. The staff are drafting the Leases exposure draft as directed by the boards. That draft ED will incorporate decisions made in this meeting.