

***CURRENT  
DEVELOPMENTS  
IN THE  
DIVISION OF  
CORPORATION  
FINANCE***



**National Conference on Current  
SEC & PCAOB Developments  
December 11, 2007**





# *Corporation Finance*

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## **Overview**

## **Financial Reporting and Disclosure Issues**



# *Corporation Finance*

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## ***Overview***

**Craig C. Olinger**

***Deputy Chief Accountant***





# *Financial Reporting and Disclosure*

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## **Interactive Data**

## **XBRL**

**Joel K. Levine**

***Associate Chief Accountant***





























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# ***Consents & Experts***











# *Consents & Experts*

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## **Example #1**

***“based upon a valuation prepared by management, with the assistance of an independent third-party”***

**Is Consent Required?**

**YES**











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***Presentation of Change  
from Consolidation  
to Equity Method***



# *Consolidation to Equity Method*

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## **Examples (both registrants have CY end):**

- **Registrant sells 60% of its wholly-owned subsidiary to unrelated third party effective April 1, 2007**
  
- **Registrant (GP) determines they no longer control the LP due to the granting of substantive “kick-out” rights to LP investors effective August 31, 2007**











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# ***MD&A Disclosures in the Current Credit Environment***











# *MD&A Disclosures in Current Credit Environment*

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## **OBSA Disclosure Suggestions (not all inclusive):**

- ❖ **Categories and rating of assets held in the off-balance sheet entity (OBSE);**
- ❖ **Weighted-average life of assets held in the OBSE;**
- ❖ **Forms of funding (commercial paper, medium-term notes, etc) and weighted-average life of the funding held in the OBSE;**
- ❖ **Any difficulties experienced by the OBSE in issuing commercial paper or other financing;**
- ❖ **Any material write-downs or downgrades of assets held by the OBSE;**



















































































