
Project	Revenue Recognition
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Topic	Cover note
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Paper for discussion at May 31 joint board meeting

1. At the joint board meeting on May 31, the Boards will discuss **Agenda Paper 4B / FASB Memo 144B** *Production costs under long-term production programs*.
2. This paper has been prepared in response to recent questions about the effect, if any, of the revenue project on how an entity should account for the costs of products manufactured for delivery under long-term production programs.
3. Please note that there is no Agenda Paper 4A / FASB Memo 144A for discussion at this meeting. The topic originally scheduled for that memo number will be discussed in June.

Next steps

4. At meetings in June, the Boards will consider:
 - (a) application of the revenue model to the telecommunications industry,
 - (b) transition, and
 - (c) whether re-exposure is necessary.

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

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