

This problem requires you to carefully reread and think about the book's brief discussion on emerging trends in fair value reporting. As you do so, edit the following incorrect comments to make them correct. The first one is done as an example on the preprinted worksheet.

The Securities and Exchange Commission is increasingly issuing standards focused on fair value accounting.

The fair value standards contemplate revaluing all categories of assets and liabilities.

The fair value standards pertain to financial assets, but not financial liabilities.

The fair value measurements are mandatory.

The fair value standards represent a narrowing of the opportunities to depart from the historical cost tradition.