

Update on Three Remaining Guidance Statements in Process

1. Portfolio Recordkeeping

Editing and finalizing this draft Guidance Statement will be the first priority of the Interpretations Subcommittee. We expect to devote a significant portion of our first two monthly conference call meetings (in October and November) to this document, with a goal of receiving final EC approval at the March 2007 EC meeting.

2. Error Correction

Editing and finalizing this draft Guidance Statement will be the subsequent priority of the Interpretations Subcommittee. We expect to devote a significant portion of our conference call meetings in December, January and February to this document, with a goal of receiving final EC approval at the March 2007 meeting.

3. Leverage and Derivatives

We have received feedback that the scope of this document needs to be expanded. The Interpretations Subcommittee will discuss how we should proceed with this document at the first meeting in October. If this document is substantially changed, we will need to have another public comment period. The short-term goal is to have the questions and answers from the document reviewed by the Interpretations Subcommittee and, as appropriate, placed in the GIPS Interpretations Library of questions and answers. The long-term goal is to have this document finalized and in place so that the information covered may be included in the 2010 revisions to the GIPS standards.