Fair Value Accounting

Learning Objectives:

After completing this section, you should be able to:

- 1. Identify the appropriate circumstances for using fair values in financial reporting.
- 2. Recognize the objectives of using present values and the elements used in present value measurement to help determine fair value.
- 3. Recognize several valuation models used in determining fair value for different assets and liabilities.
- 4. Calculate the present value for investments.