## FRAMEWORK FOR CLASSIFYING TRANSFERS OF ASSETS It is an exchange Is the transaction one in transaction. Apply which each party directly Yes Topic 606 on revenue receives commensurate from contracts with value? customers or other applicable Topics. Νo Is the payment a transfer of assets that is part of an existing exchange Outside the scope of this Yes transaction between a recipient and Subtopic: apply other an identified customer or another Topics. transaction outside the scope of contributions received? No It is a nonreciprocal transaction. Apply contribution (nonexchange) guidance. Is there a donor-imposed condition or conditions present (a barrier and a right of return/right of release must exist)? Yes Νo Meeting of It is conditional. It is unconditional. Condition Recognize revenue when Recognize revenue in the condition or appropriate net asset conditions are met. class. Resource providers would apply a similar decision-making process for recognizing expenses. Are restrictions present (that is, limited purpose or timing)? No Yes It is unconditional and It is unconditional and without donor with donor restrictions.