

March 26, 2001; June 11, 2001

*SSAP No. 46—Investments in Subsidiary, Controlled, and Affiliated Entities* (SSAP No. 46)

1. A reporting entity records its investment in subsidiary utilizing the GAAP equity method. Both the reporting entity and the subsidiary have December 31 year ends; however, the subsidiary's December 31 financial statements are not completed in time for the reporting entity's year-end financial statements.