

Name of Reporting Organization

All Report of Income schedules are to be reported on a calendar year-to-date basis in thousands of dollars.

Schedule RI—Income Statement

This schedule must be completed by *all* Edge corporations and *all* agreement corporations.

| | Dollar Amount in Thousands | | | | |
|---|----------------------------|-----|-----|------|---------|
| | RIAD | Bil | Mil | Thou | |
| 1. Interest income: | | | | | |
| a. Interest and fee income from nonrelated organizations: | | | | | |
| (1) Interest and fees on loans and lease financing receivables..... | 4094 | | | | 1.a.(1) |
| (2) Interest on balances due from depository institutions..... | 4115 | | | | 1.a.(2) |
| (3) Interest income from federal funds sold and securities purchased under agreements to resell..... | 4020 | | | | 1.a.(3) |
| (4) Interest on bonds, notes, and debentures, and dividends on stock..... | A315 | | | | 1.a.(4) |
| (5) Interest income and dividends from assets held in trading accounts..... | 8622 | | | | 1.a.(5) |
| b. Interest income from claims on related organizations..... | 4028 | | | | 1.b. |
| c. Total interest income (sum of items 1.a.(1) through 1.b.)..... | 4107 | | | | 1.c. |
| 2. Interest expense: | | | | | |
| a. Interest expense pertaining to nonrelated organizations..... | 5466 | | | | 2.a. |
| b. Interest expense pertaining to related organizations..... | 4126 | | | | 2.b. |
| c. Total interest expense (sum of items 2.a and 2.b.)..... | 4073 | | | | 2.c. |
| 3. Net interest income (item 1.c less item 2.c)..... | 4074 | | | | 3. |
| 4. Provisions: | | | | | |
| a. Provision for loan and lease losses (must equal Schedule RI-B, item 3, column A)..... | 4230 | | | | 4.a. |
| b. Provision for allocated transfer risk (must equal Schedule RI-B, item 3, column B)..... | 4243 | | | | 4.b. |
| 5. Noninterest income: | | | | | |
| a. From nonrelated organizations: | | | | | |
| (1) Equity in undistributed earnings of nonrelated organizations..... | 4199 | | | | 5.a.(1) |
| (2) Net gain (loss) on foreign exchange transactions..... | 4075 | | | | 5.a.(2) |
| (3) Income from fiduciary activities..... | 4070 | | | | 5.a.(3) |
| (4) Gains (losses) and fees from trading assets and liabilities..... | 4077 | | | | 5.a.(4) |
| (5) Other commissions, fees, etc. | 4090 | | | | 5.a.(5) |
| (6) Other..... | 4101 | | | | 5.a.(6) |
| b. From related organizations..... | 4619 | | | | 5.b. |
| c. Total noninterest income (sum of items 5.a.(1) through 5.b.)..... | 4079 | | | | 5.c. |
| 6. Realized gains (losses) on securities not held in trading accounts..... | 4091 | | | | 6. |
| 7. Noninterest expense: | | | | | |
| a. Pertaining to nonrelated organizations: | | | | | |
| (1) Salaries and employee benefits..... | 4135 | | | | 7.a.(1) |
| (2) Expenses of premises and fixed assets (net of rental income)..... | 4217 | | | | 7.a.(2) |
| (3) Other noninterest expense..... | 4092 | | | | 7.a.(3) |
| b. Pertaining to related organizations..... | 4127 | | | | 7.b. |
| c. Total noninterest expense (sum of items 7.a.(1) through 7.b.)..... | 4093 | | | | 7.c. |
| 8. Income (loss) before income taxes and extraordinary items (item 3 plus or minus items 4.a and 4.b, 5.c, 6, and 7.c)..... | 4301 | | | | 8. |
| 9. Applicable income taxes (on item 8)..... | 4302 | | | | 9. |
| 10. Income (loss) before extraordinary items..... | 4300 | | | | 10. |
| 11. Extraordinary items, net of tax effect..... | 4320 | | | | 11. |
| 12. Net income (loss) (item 10 plus 11) (must equal Schedule RI-A, item 2)..... | 4340 | | | | 12. |

MEMORANDUM

Memorandum item 1 is to be completed by corporations that have elected to account for financial instruments or servicing assets and liabilities at fair value under a fair value option.

| | | | | | |
|--|------|--|--|--|------|
| 1. Net change in fair values of financial instruments accounted for under a fair value option (included in item 5.a.(6) above)..... | F229 | | | | M.1. |
|--|------|--|--|--|------|

items ↑
and 5.b. ↑

Name of Reporting Organization _____

Schedule RC-M—Claims on and Liabilities to Related Organizations

This schedule must be completed by **all** Edge corporations and **all** agreement corporations.

| Dollar Amount in Thousands | Dollar Amount in Thousands | | | | | | | | |
|---|----------------------------|-----|-----|------|-----------------|-----|-----|------|------|
| | A. Gross due from | | | | B. Gross due to | | | | |
| | RCFD | Bil | Mil | Thou | RCFD | Bil | Mil | Thou | |
| 1. Related organizations domiciled in the United States (including related IBFs): | | | | | | | | | |
| a. U.S. offices of parent bank and other related U.S. banks | A563 | | | | A583 | | | | 1.a. |
| b. U.S. offices of other related organizations..... | 3042 | | | | 3041 | | | | 1.b. |
| 2. Related organizations domiciled outside the United States: | | | | | | | | | |
| a. Non-U.S. offices of parent bank and other related U.S. banks..... | A576 | | | | A588 | | | | 2.a. |
| b. Non-U.S. offices of other related organizations..... | 3048 | | | | 3047 | | | | 2.b. |
| 3. TOTAL (sum of items 1.a through 2.b) | 3002 | | | | 3001 | | | | 3. |
| 4. Total loans participated to related organizations (and not included in item 3 above)..... | 3050 | | | | | | | | 4. |
| MEMORANDUM | | | | | | | | | |
| 1. Amount of equity investments in related organizations (included in item 3, column A above) | 3052 | | | | | | | | M.1. |

Schedule RC-N—Past Due and Nonaccrual Loans, Leases, and Other Assets

This schedule must be completed by **all** Edge corporations and **all** agreement corporations.

| Dollar Amount in Thousands | RCFD | Bil | Mil | Thou | |
|---|------|-----|-----|------|------|
| 1. Past due 30–89 days and still accruing..... | 1406 | | | | 1. |
| 2. Past due 90 days or more and still accruing | 1407 | | | | 2. |
| 3. Nonaccrual | 1403 | | | | 3. |
| 4. Total (sum of items 1 through 3)..... | 1477 | | | | 4. |
| MEMORANDUM | | | | | |
| 1. Restructured loans and leases included in item 4 above..... | 6916 | | | | M.1. |

Loans restructured in troubled debt restructurings

Schedule RC-R—Regulatory Capital

This schedule must be completed **only** by banking Edge corporations and banking agreement corporations.

| Dollar Amount in Thousands | RCFD | Bil | Mil | Thou | |
|--|------|-----|-----|------|----|
| 1. Tier 1 capital allowable under the risk-based capital guidelines | 8274 | | | | 1. |
| 2. Tier 2 capital allowable under the risk-based capital guidelines | 8275 | | | | 2. |
| 3. Subordinated debt allowable as Tier 2 (i.e., weighted average maturity of at least 5 years included in item 2 above) | 3785 | | | | 3. |
| 4. Total qualifying capital (i.e., Tier 1 and Tier 2 capital) allowable under the risk-based capital guidelines (sum of 1. and 2. above) | 3792 | | | | 4. |
| 5. Total risk-weighted assets and credit equivalent amounts of off-balance sheet items | 8276 | | | | 5. |
| 6. Credit equivalent amounts of off-balance sheet items included in item 5 above..... | 8277 | | | | 6. |

Income Statement

If the Edge or agreement corporation has elected to apply the fair value option to interest-bearing financial assets and liabilities, it should report the interest income on these financial assets (except any that are in nonaccrual status) and the interest expense on these financial liabilities for the year-to-date in the appropriate interest income and interest expense items on Schedule RI, not as part of the reported change in fair value of these assets and liabilities for the year-to-date. The Edge or agreement corporation should measure the interest income or interest expense on a financial asset or liability to which the fair value option has been applied using either the contractual interest rate on the asset or liability or the effective yield method based on the amount at which the asset or liability was first recognized on the balance sheet. Although the use of the contractual interest rate is an acceptable method under GAAP, when a financial asset or liability has a significant premium or discount upon initial recognition, the measurement of interest income or interest expense under the effective yield method more accurately portrays the economic substance of the transaction. In addition, in some cases, GAAP requires a particular method of interest income recognition when the fair value option is elected. For example, when the fair value option has been applied to a beneficial interest in securitized financial assets within the scope of Emerging Issues Task Force Issue No. 99-20, "Recognition of Interest Income and Impairment on Purchased and Retained Beneficial Interests in Securi-

tized Financial Assets," interest income should be measured in accordance with the consensus in this Issue. Similarly, when the fair value option has been applied to a purchased impaired loan or debt security accounted for under AICPA Statement of Position 03-3, "Accounting for Certain Loans or Debt Securities Acquired in a Transfer," interest income on the loan or debt security should be measured in accordance with this Statement of Position when accrual of income is appropriate.

Revaluation adjustments, excluding amounts reported as interest income and interest expense, to the carrying value of all assets and liabilities reported in Schedule RC at fair value under a fair value option (excluding servicing assets and liabilities reported in Schedule RC, item 8, "Other assets," and Schedule RC, item 18, "Other liabilities," respectively, and trading assets and trading liabilities reported in Schedule RC, item 5, "Trading assets," and Schedule RC, item 14, "Trading liabilities," respectively) resulting from the periodic marking of such assets and liabilities to fair value should be reported as "Noninterest income: Other" in Schedule RI, item 5(a)(6).

Line item M1 Net change in fair values of financial instruments accounted for under a fair value option.

Report the net change in fair values of all financial instruments that the Edge or agreement corporation has elected to account for under the fair value option that is included in item 5(a)(6), "Noninterest income: Other,"

items

and 5(b), "From related organizations."

Schedule RC-N

being in nonaccrual status if: (1) they are maintained on a cash basis because of deterioration in the financial position of the borrower, (2) payment in full of interest or principal is not expected, or (3) principal or interest has been in default for a period of 90 days or more unless the obligation is both well-secured and in the process of collection. A nonaccrual asset may be restored to an accrual status when none of its principal or interest is due and unpaid or when it otherwise becomes well-secured and is in the process of collection.

For purposes of applying the third test for the nonaccrual of interest listed above, the date on which an asset reaches nonaccrual status is determined by its contractual terms. If the principal or interest on an asset becomes due and unpaid for 90 days or more on a date that falls between report dates, the asset should be placed in nonaccrual status as of the date it becomes 90 days past due and should remain in nonaccrual status until it meets the criteria for restoration to accrual status described above.

A debt is "in the process of collection" if collection of the debt is proceeding in due course either through legal action, including judgment enforcement procedures, or, in appropriate circumstances, through collection efforts that do not involve legal actions, provided they are reasonably expected to result in repayment of the debt or in its restoration to a current status.

For the purposes of this report, restructured loans and leases are those loans and leases whose terms have been modified, because of a deterioration in the financial position of the borrower, to provide for a reduction of either the interest or principal. Once an obligation has been restructured because of such credit problems, it continues to be considered restructured until paid in full or until such time as the terms are substantially equivalent to terms on which loans with comparable risks are being made. A loan extended or renewed at a stated interest rate equal to the current interest rate for new debt with a similar risk is not considered a restructured loan. Also, a loan to a purchaser of "other real estate owned" by the reporting corporation for the

purpose of facilitating the disposal of such real estate is not considered a restructured loan.

Item Instructions

Report in Items 1 and 2 the full outstanding balances (not just delinquent payments) of loans, lease financing receivables and any other assets that are past due and upon which the corporation continues to accrue interest, as follows:

Line Item 1 Past due 30–89 days and still accruing.

Report any loans, lease financing receivables and any other assets that are past due 30–89 days (as defined above) and still accruing.

Line Item 2 Past due 90 days or more and still accruing.

Report the loans, lease financing receivables and any other assets as specified above on which payment is due and unpaid for 90 days or more.

Exclude from Items 1 and 2 all loans, lease financing receivables and any other assets that are on a nonaccrual status.

Line Item 3 Nonaccrual.

Report the outstanding balances of loans, leases and other assets that are in nonaccrual status. However, restructured loans and leases with a zero percent effective interest rate are not to be reported on this line as nonaccrual loans, leases and other assets.

Item 4 Total.

Enter the total of

Loans restructured in troubled debt restructurings

loans restructured in troubled debt restructurings

Memorandum Item 1 Restructured loans and leases included in Item 4 above.

Report the outstanding balances of restructured loans and leases (as defined above) that under their modified terms are past due 30 days or more or are in nonaccrual status as of the report date. Such loans and leases will have been included in one or more lines of this schedule. Exclude from this item all restructured loans to individuals for household, family and other personal expenditures.

Include

and all loans secured by 1-4 family residential properties.