
Instructions for the FR Y-9CS

General Instructions

U.S. bank holding companies who have submitted a declaration to become a financial holding company with the appropriate Federal Reserve Bank and whose declaration has been determined to be effective as of the reporting period (e.g., March 31, June 30, September 30 or December 31) must submit the FR Y-9CS with their *Consolidated Financial Statements for Bank Holding Companies* (FR Y-9C) or *Parent Company Only Financial Statements for Small Bank Holding Companies* (FR Y-9SP). This report must be completed only by the top-tier holding company in a multi-tiered organization. Financial holding companies who file the FR Y-9SP should refer to the FR Y-9C instructions and glossary definitions when completing this report. If actual data are unavailable, information reported on the FR Y-9CS may be a financial holding company's *best estimates* for the reporting period. Report all amounts in millions of dollars. All items must be completed. If the financial holding company has no activity to report, enter a zero.

The report focuses on the newly authorized activities conducted by the financial holding company and its holding company subsidiaries (i.e., subsidiaries that are not held through a U.S. depository institution).

Confidentiality

The Board of Governors of the Federal Reserve System considers the information provided by each respondent as confidential pursuant to the Freedom of Information Act [5 U.S.C. § 552(b)(4)], except for item 4. If it should be determined subsequently that any confidential information collected on this form must be released, the respondent(s) will be notified.

Subsidiaries

For purposes of this report, the term “subsidiary” refers

to the definition used in preparing the FR Y-9C, that is, subsidiaries which are consolidated under Generally Accepted Accounting Principles (see the FR Y-9C glossary definition for “subsidiaries”). For purposes of this report, *exclude* subsidiaries that are held through a U.S. depository institution. Subsidiaries of the financial holding company that have subsidiaries of their own may *consolidate* the lower-tier subsidiary amounts with their own amounts.

Column A—Gross Assets

Report in each line item the dollar amount of the combined gross assets by type of subsidiary classified in items 1 and 2. The definition of this column generally corresponds to the FR Y-9C, Schedule HC, Balance Sheet, line 12. *Include* in this column all intercompany assets and claims on affiliates.

Column B—Net Assets

Report in each line item the dollar amount of the combined net assets. The definition of this column generally corresponds to the FR Y-9C, Schedule HC, Balance Sheet, line 12. *Exclude* from this item intercompany assets and claims on affiliates that are eliminated when preparing consolidated financial statements for the financial holding company. For purpose of this report, an affiliate is defined as any company that is, or would be consolidated when preparing an FR Y-9C report.

Column C—Equity Capital

Report in each line item the dollar amount of the combined equity capital. For purposes of this report, “equity capital” generally corresponds with the FR Y-9C, Schedule HC, Balance Sheet, line 27(i) for financial reporting purposes—not regulatory capital. Report only the equity of the top parent company(s) for each line item. For

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example, if an insurance company subsidiary owns another insurance company, report only the equity of the parent company; do not also add the equity of its subsidiary.

Column D—Year-to-Date Net Income

Report in each line item the year-to-date net income (loss) by type of subsidiary classified in items 1 and 2. This item generally corresponds with the FR Y-9C, Schedule HI, Income Statement, line 13. Enclose losses in parentheses. *Include* intercompany income and expenses in each line item.

Line Item Instructions

NOTE: Not all activities of a financial holding company are included in this report and therefore the amounts reported should *not* equal amounts reported on the FR Y-9C or FR Y-9SP.

Line item 1. Broker–Dealer subsidiaries engaged in underwriting or dealing securities pursuant to Section 4(k)(4)(E) of the Bank Holding Company Act as amended by the Gramm-Leach-Bliley Act.

Report in Columns A through D data for broker–dealer subsidiaries engaged in underwriting or dealing securities pursuant to Section 4(k)(4)(E) of the Bank Holding Company Act as amended by the Gramm-Leach-Bliley Act. *Include* both domestic and foreign subsidiaries that are owned by the financial holding company. *Exclude* any subsidiaries that are held through a U.S. depository institution.

Line item 2. Insurance underwriting subsidiaries.

Report in Columns A through D data for insurance underwriting subsidiaries. *Exclude* subsidiaries that engage solely in underwriting credit-related insurance that was permissible for bank holding companies to

engage in prior to the Gramm–Leach–Bliley Act under Section 225.28(b)(11)(i) of Regulation Y. Also *exclude* from this item subsidiaries that are principally engaged in insurance *agency* activities. *Include* both domestic and foreign subsidiaries that are owned by the financial holding company.

Line item 3. Investments held under merchant banking authority.

Report the aggregate balance sheet carrying amount of *investments held* under the merchant banking authority of the Gramm–Leach–Bliley Act (12 U.S.C. 1843(k)(4)(H)) and Federal Reserve regulation. Report all investments that are held under this authority by the financial holding company and all of its subsidiaries. Include investments made after the enactment of the Gramm-Leach-Bliley Act under the Act’s merchant banking provisions, as well as any investment made prior to the enactment of the Gramm-Leach-Bliley Act that is now held as a merchant banking investment under section 4(k)(4)(H) of the BHC Act. This amount should be reported using the same valuation method used in preparing the FR Y-9C.

Line item 4. Does the financial holding company have subsidiaries that are engaged in newly authorized insurance agency activities?

Enter a “1” for yes if the financial holding company or any of its subsidiaries engage in newly authorized insurance agency activities. Enter a “2” for no. Newly authorized insurance agency activities refers to insurance agency activities that were not permissible for a bank holding company to engage in prior to the enactment of the Gramm–Leach–Bliley Act. See 12 CFR 225.28(b)(11). *Include* both domestic and foreign subsidiaries that are owned by the financial holding company. *Exclude* any subsidiaries that are held through a U.S. depository institution.