

# Board of Governors of the Federal Reserve System

---



---

## General Instructions for the Preparation of the Quarterly and Monthly Capital Assessments and Stress Testing Reports

Reporting Forms FR Y-14Q/M

Issued June 2012

## **General Instructions for Preparation of the Quarterly Capital Assessments and Stress Testing Reports FR Y-14Q/M**

The FR Y-14Q/M reports collect detailed data on bank holding companies' various asset classes and categories of pre-provision net revenue (PPNR) on a quarterly/monthly basis, which will be used to support supervisory stress testing models and for continuous monitoring efforts. The FR Y-14Q/M reports include data schedules for Securities Risk; Retail Risk; PPNR; Wholesale Risk; Trading, Private Equity, and Other Fair Value Assets (Trading); Basel III and Dodd-Frank (Basel III); and Regulatory Capital Instruments. All of the data schedules, other than the Basel III schedule and Regulatory Capital Instruments schedules are to be submitted each reporting period. The Basel III and Regulatory Capital Instruments data schedules are to be submitted for all quarters, except for the third quarter. The reporting panel consists of the 19 large domestic bank holding companies that participated in the 2012 Comprehensive Capital Analysis and Review (CCAR 2012)<sup>1</sup>.

### **(1) Who Must Report**

#### **(i) Reporting Criteria**

- a. The large domestic bank holding companies that participated in the 2012 Comprehensive Capital Analysis and Review (CCAR 2012) exercises are required to submit the Capital Assessment and Stress Testing report to the Federal Reserve.
- b. The specific reporting requirements for each bank holding company depend upon the size of the holding company and the level of activity in certain risk types. The number of schedules each bank holding company is required to complete is subject to materiality threshold.
  - 1) **PPNR schedule, Basel III schedule, and Regulatory Capital Instruments schedule:** All bank holding companies must submit these schedules.
  - 2) **Trading schedule:** The six bank holding companies that were specifically subject to the market shock provided by the Federal Reserve in CCAR 2012 must submit this schedule.
  - 3) **All other quarterly and monthly schedules:** The remaining schedules are subject to materiality thresholds. Material portfolios are defined as those with asset balances greater than \$5 billion or asset balances greater than 5 percent of Tier 1 capital on average for the four quarters preceding the reporting quarter.

---

<sup>1</sup> All but one BHC that participated in the SCAP exercise had total assets greater than \$100 billion as of year-end 2008.

For schedules that require the institutions to report information on serviced loans, the materiality threshold is based on the asset balances associated with the BHC's owned portfolio. All data used to determine materiality should be measured as of the close of business of the last calendar day of the quarter, and assets included in a given portfolio are defined in the instructions for each schedule. BHCs will have an option to complete the data schedules for immaterial portfolios. If the BHCs do not complete the schedules, the Federal Reserve will assign losses to immaterial portfolios in a manner consistent with the given scenario to produce supervisory estimates.

**(ii) Exemptions**

- a. Only bank holding companies that did not meet the reporting criteria listed in paragraph one above are exempt from reporting.

**(2) Where to Submit the Reports**

- (i) **All bank holding companies** subject to these reporting requirements must submit their completed reports electronically. Bank holding companies will be provided information on how to transmit data directly to the Federal Reserve or to the Federal Reserve through data aggregators.

**(3) When to Submit the Reports**

- (i) Bank holding companies must file the *Capital Assessment and Stress Testing schedules* (FR Y-14Q/M) on the appropriate time schedules as described below:
  - a. Bank holding companies must submit data associated with quarterly data schedules on the same time schedule as the FR Y-9C reported data (40 calendar days after the calendar quarter-end for March, June, and September and 45 calendar days after the calendar quarter-end for December, unless that day falls on a weekend or holiday (subject to timely filing provisions)).
  - b. Bank holding companies must submit data associated with the monthly data schedules by the 30<sup>th</sup> calendar day after the last business day of the preceding calendar month.
  - c. Beginning in 2012, the quarterly Trading schedule as-of-date for the first, second, and fourth quarters would be the same as the as-of dates for the other reported schedules. For the 3<sup>rd</sup> quarter, the BHCs will be required to report data as part of a market shock exercise.<sup>2</sup> Due to the nature of this exercise, the Federal Reserve will communicate to the appropriate bank holding companies the specific as-of date for trading data in the 4<sup>th</sup> quarter. The data for this as-of date will be due 40 calendar days after the notification date (notifying respondents of the as-of-date).

- d. **General Timing:** If the submission date falls on a weekend or holiday, the data must be received on the first business day after the weekend or holiday. No other extensions of time for submitting reports will be granted. The data are due by the end of the reporting day on the submission date. Earlier submission aids the Federal Reserve in reviewing and processing the data and is encouraged.

#### **(4) How to Prepare the Reports**

##### **(i) Applicability of GAAP, Consolidation Rules, and Other Instructional Guidance**

- a. Bank holding companies are required to prepare and file the FR Y-14Q/M schedules in accordance with generally accepted accounting principles (GAAP) and these instructions. The financial records of the bank holding companies should be maintained in such a manner and scope so as to ensure the FR Y-14Q/M can be prepared and filed in accordance with these instructions and reflect a fair presentation of bank holding companies' financial condition and assessment of their performance under stressed scenarios.
- b. **Rules of Consolidation:** Please see the FR Y-9C General Instructions for a discussion of the rules of consolidation.
- c. Bank holding companies should look to the following published documents (in the order listed below) when determining the precise definition to be used in completing the schedules:
  - The FR Y-14Q/M instructions.
  - The latest available FR Y-9C instructions published on the Federal Reserve's public web site: <http://www.federalreserve.gov/reportforms>.
  - The Basel III Framework Document published on the Bank of International Settlements (BIS) web site: <http://www.bis.org/bcbs/basel3.htm>

**(ii) Confidentiality.** As these data will be collected as part of the supervisory process, they are subject to confidential treatment under exemption 8 of the Freedom of Information Act. 5 U.S.C. 552(b)(8). In addition, commercial and financial information contained in these information collections may be exempt from disclosure under Exemption 4. 5 U.S.C. 552(b)(4). Disclosure determinations would be made on a case-by-case basis.

##### **(iii) Amended Reports**

- a. The Federal Reserve will require the filing of amended reports if reports as previously submitted contain significant errors. In addition, a reporting institution must file an amended report when it or the Federal Reserve discovers significant errors or omissions subsequent to submission of a report. Failure to file amended reports on a timely basis may subject the institution to supervisory action.

**(iv) Questions and requests for interpretations.** Bank holding companies should submit any questions or requests for interpretations by email to [info@CCAR.frb.org](mailto:info@CCAR.frb.org).