FR Y-14 Basel III and Dodd-Frank Schedule Instructions

General Guidance

The Basel III and Dodd-Frank quarterly and annual schedules collect historical and projection data, respectively; **the quarterly schedule will not be collected for the third quarter as-of date.** All projections in the Y-14A Basel III and Dodd-Frank schedule should be based on both BHC and supervisory baseline scenarios. BHCs should provide projections of capital composition, risk-weighted assets and leverage exposures until 2016 even though the BHC anticipates complying with the proposed 7% Tier 1 common, 8.5% Tier 1, and 3% Tier 1 international leverage target ratios plus the applicable surcharge for systemically important financial institutions (SIFI surcharge) in advance of the Basel III compliance deadline.

In November 2011, the Basel Committee published its methodology for assessing an additional loss absorbency requirement for global systemically important banks (SIFI surcharge) that effectively serves as an extension of the capital conservation buffer. **Each BHC should include within its CCAR Capital Plan management's best estimate of the likely SIFI surcharge that would be assessed under this methodology, along with an explanation for the determination of the estimate.** BHCs that need assistance on how to estimate the SIFI surcharge can send questions to the following secure mailbox: info@ccar.frb.org.

For purposes of completing the Basel III and Dodd-Frank schedule, BHCs are required to report data reflecting the Basel III framework as implemented on a fully-phased in basis (i.e., BHCs should apply 100% of all capital deductions, not assuming the transitional arrangements for implementation of changes to the capital composition as outlined in paragraphs 94 to 96 of the Basel III rules text). The only exception to this is specified in the risk-weighted assets (RWA) worksheet, which includes a formula for certain market risk-weighted assets to reflect treatment agreed to by the Basel Committee (*Revisions to the Basel II market risk framework issued by the Basel Committee (updated as of December 31, 2010)*).

While Section 939A of Dodd-Frank requires the removal of any reference to, or requirement of reliance on, external credit ratings from US banking agencies' rules (including those related to regulatory capital), for purposes of completing the Basel III and Dodd-Frank schedules, BHCs should follow the Basel III treatment of exposures with external credit ratings. BHCs should provide market risk-weighted asset data based on the guidance released by the Basel Committee, rather than the US Notice of Proposed Rulemaking (NPR) implementing the revisions to market risk framework that was released by the US banking agencies in January 2011.

Relevant Guidance

For purposes of completing the Basel III and Dodd-Frank schedules, BHCs should consult relevant releases by the Basel Committee on Banking Supervision (listed below in chronological order), as well as relevant sections of the Dodd-Frank Wall Street Reform and Consumer Protection Act:

- **Guidelines for computing capital for incremental risk in the trading book (July 2009):** *http://www.bis.org/publ/bcbs159.pdf*
- **Enhancements to the Basel II framework (July 2009):** *http://www.bis.org/publ/bcbs157.pdf*
- **Instructions for the comprehensive quantitative impact study (February 2010):** *http://www.bis.org/bcbs/qis/qiscompinstr.pdf*
- **Basel III: A global regulatory framework for more resilient banks and banking systems (December 2010, rev. June 2011)**: *http://www.bis.org/publ/bcbs189.pdf*

- **Revisions to the Basel II market risk framework (updated as of 31 December 2010)**: *http://www.bis.org/publ/bcbs193.pdf*

- **Interpretive issues with respect to the revisions to the market risk framework (July 2011):** *http://www.bis.org/publ/bcbs193a.pdf*

- **Basel III definition of capital frequently asked questions (October 2011):** *http://www.bis.org/publ/bcbs204.pdf*

- **Basel global systemically important banks: assessment methodology and the additional loss absorbency requirement** (November 2011): *http://www.bis.org/publ/bcbs207.pdf*

Entering Zeros

If a BHC does not have an exposure relevant to any particular line item in the worksheets (except for the Planned Action worksheet); it should enter zero (0) in those cells.

Worksheet Instructions

Basel III Capital Composition and Basel III "Exceptions Bucket" Calculator

The "Capital Composition" worksheet and the "Exceptions Bucket Calculator " worksheet collect the data necessary to calculate the composition of capital under the fully phased-in Basel III rules, as set out in paragraphs 49 to 90 of the Basel III rules text (i.e., not the transitional arrangements set out in paragraphs 94 to 96). All data should be provided in the non-shaded cells in both worksheets; gray shaded cells will be automatically populated.

Basel III Capital Composition

Row	Basel III Para Ref	Heading	Description
1	52-53	Common Stock and Related Surplus (Net of Treasury Stock)	Common shares and the related surplus issued by BHCs that meet the criteria of paragraphs 52 and 53 of the Basel III rules text. This should be net of treasury stock and other investments in own shares to the extent that these are already not recognized on the balance sheet under the relevant accounting standards.
2	52-53	Retained Earnings	Retained earnings reported by BHCs.
3-9	52-53	Accumulated Other Comprehensive Income	Accumulated other comprehensive income reported by BHCs.
10	52-53	Other Equity Capital Components (including Unearned Employee Stock Ownership Program Shares)	All other equity capital components which fall under the definition of Tier 1 Common Equity, as set forth by paragraphs 52 and 53 of the Basel III rules text.

11	52-53	Total Tier 1 Common attributable to Parent Company Common Shareholders	Formula embedded in the schedule, no input required.
12	62	Minority Interest included in Tier 1 Common	Total minority interest given recognition in Tier 1 Common Equity. Common shares issued by subsidiaries (which includes all consolidated subsidiaries of the group, regardless of whether they are fully owned or partially owned) of the consolidated group that are held by third parties is accounted for here.
13	52-53, 62-64	Total Group Tier 1 Common Prior to Regulatory Adjustments	Formula embedded in the schedule, no input required.
14	66-79	Deductions	Formula embedded in the schedule, no input required.
15	67	Goodwill, Net of Related Deferred Tax Liability	Goodwill (including those used in the valuation of significant investments in the capital of banking) should be deducted from Tier 1 Common Equity.
16	67	Intangibles Other than Mortgage Servicing Rights, Net of Related Deferred Tax Liabilities	All other intangibles (with the exception of mortgage servicing rights) must be deducted from the calculation of Tier 1 Common Equity. The full amount is to be deducted net of any associated deferred tax liability which would be extinguished if the intangible assets become impaired and/or no longer recognized under the applicable accounting rules.
17	69-70	Deferred Tax Assets (Excluding Temporary Differences Only), Net of Related Deferred Tax Liabilities	Deferred Tax Assets (DTAs) that rely on future profitability of the bank to be realized are to be deducted from Tier 1 Common Equity. Where these DTAs relate to temporary differences, the amount to be deducted is set out in the Exception Bucket Calculator schedule. DTAs may be netted with associated deferred tax liabilities (DTLs) only if the DTAs and DTLs offsetting is permitted by the relevant tax authority.
18	78	Investments in Own Shares (Excluding Treasury Stock)	BHC's investments in its own common shares (held directly or indirectly), in addition to any stock the BHC is contractually obliged to purchase in the future, must all be deducted in the calculation of Tier 1 Common Equity. This treatment will apply irrespective of whether the exposure is held in the banking book or the trading book.
19	79	Reciprocal cross holdings in the capital of banking, financial, and insurance entities	Any reciprocal cross holdings of capital that are designed to artificially inflate the capital position of banks will be deducted using a corresponding deduction approach.
20	73	Shortfall of the stock of provisions to expected losses	The deduction from capital in the event of a shortfall under the Internal Rating-Based (IRB) approach should be accounted for in the calculation of Tier 1 Common Equity.

21	71-72	Cash Flow Hedge Reserve (If Gain, Report as Positive; If Loss, Report as Negative)	The amount of the cash flow hedge reserve that relates to the hedging of items which are not fair-valued on the balance sheet should be deducted from Tier 1 Common Equity. Positive amounts should be deducted and negative amounts should be added back.
22	75	Cumulative Gains and Losses Due to Changes in Own Credit Risk on Fair Valued Liabilities) If Gain, Report as Positive; If Loss, Report as Negative)	All unrealized gains and losses resulting from changes in the fair value of liabilities due to changes in the bank's own credit risk must be deducted from Tier 1 Common Equity.
23	76-77	Defined Benefit Pension Fund Assets	For each defined benefit pension fund that is an asset on the balance sheet, the asset should be deducted in the calculation of Tier 1 Common Equity, net of any associated deferred tax liability which would be extinguished if the asset should become impaired or no longer recognized under the applicable accounting standards.
24	74	Securitization Gain on Sale	Securitization gain on sale (expected future margin income) as described in paragraph 562 of the Basel II framework. Any increase in equity capital resulting from a securitization transaction (i.e., those associated with expected future margin income resulting in a gain-on-sale) must be deducted from Tier 1 Common Equity.
25		Total Tier 1 Common After Deductions Above	Formula embedded in the schedule, no input required.
26	80-83	Insignificant Investments in the Common Share of Unconsolidated Financial Entities That Exceed 10% of Tier 1 Common	Investments in banking, financial, and insurance entities that are outside the scope of regulatory consolidation and where the bank does not own more than 10% of the issued common share capital of the entity.
27		Total Tier 1 Common After the Regulatory Adjustments Above	Formula embedded in the schedule, no input required.
28		Significant Investments in the Common Stock of Financial Entities (Amount Above 10% Threshold)	Formula embedded in the schedule, no input required.
29		Mortgage Servicing Rights (Amount above 10% Threshold)	Formula embedded in the schedule, no input required.
30		Deferred Tax Assets Arising from Temporary Difference (Amount Above 10% Threshold)	Formula embedded in the schedule, no input required.
31		Total Common Equity Tier 1 Capital After the Regulatory Adjustments Above	Formula embedded in the schedule, no input required.
32	82	Regulatory Adjustments to be Applied to Common Equity Tier 1 Due to Insufficient Additional Tier 1 to Cover Deductions	This is the amount deducted from the next higher tier of capital (i.e., Tier 1 Common Equity in lieu of Additional Tier 1 capital) should a BHC not have enough Tier 1 capital to satisfy a given deduction.

33		Total Common Equity Tier 1 Capital After the Regulatory Adjustments Above	Formula embedded in the schedule, no input required.
34		Amount Exceeding the 15% Threshold	Formula embedded in the schedule, no input required.
35		Tier 1 Common	Formula embedded in the schedule, no input required.
36	55-56	Non common Tier 1 Capital Instruments	Additional Tier 1 instruments issued by parent company of group (and any related surplus), including any compliant capital issued via special purpose vehicles (SPVs) as determined by paragraph 65 of the Basel III rules text.
37	63-64	Minority Interest Included in Tier 1 Capital	Instruments that meet the Additional Tier 1 criteria issued by subsidiaries to third parties that are given recognition in group Additional Tier 1 capital (sum of relevant output of the Basel III Capital Composition worksheet after application to every subsidiary that has issued capital held by third parties).
38		Deductions	Formula embedded in the schedule, no input required.
39	66-90	Regulatory Adjustments to be Deducted from Additional Tier 1 Capital	This captures all other adjustments BHCs must make to additional Tier 1 capital (i.e., non-cumulative perpetual preferred stock).
40	82	Tier 2 Regulatory Adjustments Which have to be Deducted from Additional Tier 1 Capital	If the total regulatory adjustments to be made to Tier 2 capital exceed the amount of Tier 2 capital available, the excess amount should be deducted from Tier 1 capital.
41		Tier 1 Capital	Formula embedded in the schedule, no input required.

Basel III "Exception Bucket' Calculator

The "Exception Bucket Calculator" worksheet collects the data necessary to calculate the items that may receive limited recognition in Tier 1 Common Equity, (i.e., significant investments in the common shares of unconsolidated financial institutions, mortgage servicing rights and deferred tax assets arising from temporary difference) . Those items may be recognized in Tier 1 Common Equity up to 10% of the BHC's common equity on the individual basis and 15% on the aggregated basis after application of all regulatory adjustments. As further clarified in Annex 2 of the Basel III rules text on the application of the 15% of Tier 1 common equity limit, the maximum amount of those items that can be recognized by each BHC in its calculation of Tier 1 common equity is 17.65% (i.e., 15%/85%).

Row	Basel III Para Ref	Heading	Description
1	84-86	Gross holdings of capital stock	The aggregate holdings of capital instruments including direct, indirect and synthetic holdings in both the banking book and trading book must be included.
2	84-86	Permitted offsetting short positions in relation to the specific gross holdings included above	Offsetting positions in the same underlying exposure where the maturity of the short position either matches the maturity of the long position or has a residual maturity of at least one year.
3	84-86	Holdings of common stock net of short positions	Formula embedded in the schedule, no input required.
4	84-86	Common Equity Tier 1 capital after all regulatory adjustments except significant investments in financial institutions, mortgage servicing rights (MSRs) and deferred tax assets (DTA) temporary difference	Formula embedded in the schedule, no input required.
5	84-86	Amount to be deducted from Common Equity Tier 1 capital as a result of application of 10% cap	Formula embedded in the schedule, no input required.
6	67, 87	Total mortgage servicing rights (MSR) classified as intangible	Mortgage servicing rights (MSR) may receive limited recognition when calculating Tier 1 Common Equity, with recognition capped at 10% of the bank's common equity (after the application of all regulatory adjustments set forth in paragraphs 67 to 85 of the Basel III rules text).

Row	Basel III Para Ref	Heading	Description
7	67, 87	Associated deferred tax liability which would be extinguished if the intangible becomes impaired or derecognized under the relevant accounting standards	The amount of mortgage servicing rights (MSR) to be deducted from Tier 1 common equity can be net of any associated deferred tax liability when calculating Tier 1 Common Equity, with recognition capped at 10% of the bank's common equity (after the application of all regulatory adjustments set forth in paragraphs 67 to 85 of the Basel III rules text). If the bank chooses to net its deferred tax liabilities associated with mortgage servicing rights against deferred tax assets (in Row 17 of the Capital Composition worksheet), those deferred tax liabilities should not be deducted again here.
8		Mortgage servicing rights net of related tax liability	Formula embedded in the schedule, no input required.
9		Common Equity Tier 1 after all regulatory adjustments except significant investments in financial institutions, mortgage servicing rights (MSR) s and deferred tax assets (DTA) temporary difference	Formula embedded in the schedule, no input required.
10		Amount to be deducted from Common Equity Tier 1 capital as a result of application of 10% cap	Formula embedded in the schedule, no input required.
11	87	Net deferred tax assets due to temporary differences	Net deferred tax assets due to temporary differences may receive limited recognition when calculating Tier 1 Common Equity, with recognition capped at 10% of the bank's common equity (after the application of all regulatory adjustments set forth in paragraphs 67 to 85 of the Basel III rules text).
12		Common Equity Tier 1 capital after all regulatory adjustments except significant investments in financials, mortgage servicing rights (MSR) and deferred tax assets (DTA) temporary differences	Formula embedded in the schedule, no input required.
13		Amount to be deducted from Common Equity Tier 1 capital as a result of application of 10% cap	Formula embedded in the schedule, no input required.
14		Significant investments in the common equity of financial entities not deducted as part of the 10% cap	Formula embedded in the schedule, no input required.
15		Mortgage servicing rights not deducted as part of the 10% cap	Formula embedded in the schedule, no input required.

Row	Basel III Para Ref	Heading	Description
16		Deferred tax assets due to temporary differences not deducted as part of the 10% cap	Formula embedded in the schedule, no input required.
17		Sum of significant investments in financials, mortgage servicing rights (MSR) and deferred tax assets (DTA) temporary differences not deducted as a result of the 10% cap	Formula embedded in the schedule, no input required.
18		Deduction from Common Equity Tier 1 capital in respect of amounts above the 15% cap	Formula embedded in the schedule, no input required.

<u>Risk-Weighted Assets Worksheet</u>

In the Risk-Weighted Assets worksheet, BHCs should provide Basel II risk-weighted asset estimates for portfolios not addressed in the Basel III capital framework inclusive of changes related to the capital treatment of securitization and traded exposures issued by the Basel Committee in July 2009 through July 2010.

If a BHC's trading activity is below $1 billion or less than 10% of its total assets at 3Q 2011, the BHC does not need to complete the market risk-weighted asset section within the Basel III and Dodd-Frank schedule. However, if the BHC projects to meet the trading activity threshold during 2012, then the BHC should complete the market risk-weighted asset section within the schedule, based on the *Revisions to the Basel II market risk framework (updated as of December 31, 2010),* regardless of whether the internal models have been approved. Additionally, the BHC should complete the market risk-weighted assets for all reporting periods beginning in 3Q 2011.

A BHC unable to provide Basel II and III risk weighted asset estimates should send an email to info@CCAR.frb.org to determine how to proceed. In doing so, BHCs should specify the affected portfolios, current limitations that preclude the BHC from providing Basel II estimates, as well as management's plan for addressing those limitations.

Row	Heading	Description
Credit risk (including Counterparty Credit Risk (CCR) and non-trading credit risk) Risk-weighted assets should reflect the 1.06 scaling factor to the Internal Rating-Based Approach (IRB) credit risk-weighted assets where relevant, unless noted otherwise.		
1	Corporate	Formula embedded in the schedule, no input required.

Row	Heading	Description
2	Corporate (not including receivables); Counterparty credit risk exposures (not including credit value adjustment (CVA) charges or charges for exposures to central counterparties (CCPs))	Overall risk-weighted assets for corporate (not including receivables) counterparty credit risk exposures, not including credit value adjustment (CVA) capital charges or exposures to central counterparties (CCPs), after applying the 1.06 scaling factor to the Internal Rating-Based Approach (IRB) credit risk-weighted assets.
3	Corporate (not including receivables); Other exposures	Overall risk-weighted assets for other corporate exposures (not including receivables), after applying the 1.06 scaling factor to the Internal Rating-Based Approach (IRB) credit risk-weighted assets.
4	Sovereign	Formula embedded in the schedule, no input required.
5	Sovereign; Counterparty credit risk exposures (not including credit value adjustment (CVA) charges or charges for exposures to central counterparties (CCPs))	Overall risk-weighted assets for sovereign counterparty credit risk exposures, not including credit value adjustment (CVA) capital charges or exposures to central counterparties (CCPs), after applying the 1.06 scaling factor to the Internal Rating-Based Approach (IRB) credit risk-weighted assets.
6	Sovereign; Other exposures	Overall risk-weighted assets for other sovereign exposures, after applying the 1.06 scaling factor to the Internal Rating-Based Approach (IRB) credit risk-weighted assets.
7	Bank	Formula embedded in the schedule, no input required.
8	Bank; Counterparty credit risk exposures (not including credit value adjustment (CVA) charges or charges for exposures to central counterparties (CCPs))	Overall risk-weighted assets for bank counterparty credit risk exposures, not including credit value adjustment (CVA) capital charges or exposures to central counterparties (CCPs), after applying the 1.06 scaling factor to the Internal Rating-Based Approach (IRB) credit risk-weighted assets.
9	Bank; Other exposures	Overall risk-weighted assets for other bank exposures, after applying the 1.06 scaling factor to the Internal Rating-Based Approach (IRB) credit risk-weighted assets.
10	Retail	Formula embedded in the schedule, no input required.
11	Retail; Counterparty credit risk exposures (not including credit value adjustment (CVA) charges or charges for exposures to Central counterparties (CCPs))	Overall risk-weighted assets for retail counterparty credit risk exposures, not including credit value adjustment (CVA) capital charges or exposures to Central counterparties (CCPs), after applying the 1.06 scaling factor to IRB credit risk-weighted assets.
12	Retail; Other exposures	Overall risk-weighted assets for other retail exposures, after applying the 1.06 scaling factor to the Internal Rating-Based Approach (IRB) credit risk-weighted assets.

Row	Heading	Description
13	Equity	Overall risk-weighted assets for equity exposures, where relevant after applying the 1.06 scaling factor to the Internal Rating-Based Approach (IRB) credit risk-weighted assets.
14	Securitization	Overall risk-weighted assets for securitizations that are held in the held-to-maturity or available-for-sale portfolios, where relevant after applying the 1.06 scaling factor to the Internal Rating-Based Approach (IRB) credit risk-weighted assets.
15	Trading Book Counterparty Credit Risk Exposures (if not included in above)	Overall risk-weighted assets for counterparty credit risk exposures in the trading book if the BHC is not able to include them in the portfolio of the counterparty as specified above.
16	Credit value adjustment (CVA) Capital Charge (Risk-Weighted Asset Equivalent)	Formula embedded in the schedule, no input required.
17	Advanced credit value adjustment (CVA)	Formula embedded in the schedule, no input required.
18	Credit value adjustment (CVA) capital charge (risk-weighted asset equivalent); Advanced CVA; Unstressed Value at Risk (VaR) with multipliers	Standalone 10-day value-at-risk calculated on the set of credit value adjustments (CVAs) (as specified in BCBS 189 Section II.A.1 paragraph 98 using expected exposure based on current parameter calibration) for all Over-the-counter (OTC) derivatives counterparties together with eligible credit value adjustment (CVA) hedges. The reported value-at-risk should consist of both general and specific credit spread risks and is restricted to changes in the counterparties credit spreads. The bank must multiply the reported value-at-risk by three times consistent with the approach used in calculating market risk capital charge (three-times multiplier). The 1.06 scaling factor does not apply. BHC should report 0 if it does not use the advanced credit value adjustment (CVA) approach.

Row	Heading	Description
19	Credit value adjustment (CVA) capital charge (risk-weighted asset equivalent); Advanced CVA; Stressed Value at Risk (VaR) with multipliers	Standalone 10-day **stressed** Value-at-risk (VAR) calculated on the set of credit value adjustments (CVAs) (as specified in the Basel Committee on Banking Supervision (BCBS) 189 Section II.A.1 paragraph 98 using stressed exposure based on stress parameter calibrations) for all Over-the-counter (OTC) derivatives counterparties together with eligible credit value adjustments (CVA) hedges. The reported value-at-risk should consist of both general and specific credit spread risks and is restricted to changes in the counterparties credit spreads. It should reflect three-times multiplier. The 1.06 scaling factor does not apply. BHC should report 0 if it does not use the advanced credit value adjustments (CVA) approach
20	Credit value adjustment (CVA) capital charge (risk-weighted asset equivalent); Standardized CVA	Risk-weighted asset (RWA) equivalent of the standardized credit value adjustment (CVA) risk capital charge.
21	Other Credit Risk	If the BHC is unable to assign credit risk-weighted assets to one of the above categories even on a best-efforts basis, they should be reported in this row.
22	Total Credit right-weighted assets (RWA)	Formula embedded in the schedule, no input required.

Market Risk

If a BHC does not have a particular portfolio or no trading book at all, risk-weighted assets should be reported as 0.

23	Standardized Specific Risk (excluding securitization and correlation)	Risk-weighted asset (RWA) equivalent for specific risk based on the standardized measurement method as applicable. It should not include the risk-weighted assets according to the standardized measurement method for exposures included in the correlation trading portfolio or the standardized approach for other non-correlation related traded securitization exposures.
24	Value at Risk (VaR) with Multipliers (general and specific risk)	BHC-wide 10-day value-at-risk (VaR) inclusive of all sources of risks that are included in the value-at-risk calculation. The reported value-at-risk should reflect actual multipliers as of the reporting date.
25	Stressed value-at-risk with Multipliers (general and specific risk)	BHC-wide 10-day stressed value-at-risk inclusive of all sources of risk that are included in the stressed value-at-risk calculation. The reported stressed value-at-risk should reflect actual multipliers as of the reporting date.

Row	Heading	Description
26	Incremental risk capital charge	Risk-weighted asset (RWA) equivalent for incremental risk in the trading book.
27	Correlation Trading	Formula embedded in the schedule, no input required.
28	Correlation trading portfolio; Comprehensive risk model, before application of the floor	Risk-weighted asset (RWA) equivalent for exposures in the correlation trading portfolio which are subject to the comprehensive risk model, before the application of the 8% floor based on the standardized measurement method.
29	Correlation Trading; Standardized Measurement Method (100%) for exposures subject to credit risk management (CRM)	Formula embedded in the schedule, no input required.
30	Correlation trading portfolio; Standardized measurement method (100%) for exposures subject to the credit risk measurement (CRM); Net long	100% of the risk-weighted asset (RWA) equivalent according to the standardized measurement method for net long exposures in the correlation trading portfolio which are subject to the comprehensive risk model.
31	Correlation trading portfolio; Standardized measurement method (100%) for exposures subject to the credit risk measurement(CRM); Net short	100% of the risk-weighted asset (RWA) equivalent according to the standardized measurement method for net short exposures in the correlation trading portfolio which are subject to the comprehensive risk model.
32	Correlation trading; Standardized Measurement Method for exposures not subject to credit risk management (CRM)	Formula embedded in the schedule, no input required.
33	Correlation trading portfolio; Standardized measurement method (100%) for exposures not subject to the credit risk measurement (CRM); Net long	Risk-weighted asset (RWA) equivalent according to the standardized measurement method for net long exposures in the correlation trading portfolio not subject to the comprehensive risk model.
34	Correlation trading portfolio; Standardized measurement method (100%) for exposures not subject to the credit risk measurement (CRM); Net short	Risk-weighted asset (RWA) equivalent according to the standardized measurement method for net short exposures in the correlation trading portfolio not subject to the comprehensive risk model.

Row	Heading	Description
35	Securitization non-correlation	In accordance with *Revisions to the Basel II market risk framework - updated as of 31 December 2010,* during a transitional period until December 31, 2013, the capital charge (or risk-weighted asset equivalent) for non-correlation related traded securitization is the larger of the long and net short positions. Afterward, the charge is the sum of the net long and net short positions.
36	Securitization non-correlation; Net long	Risk-weighted asset equivalent according to the standardized measurement method for net long other non-correlation related securitization exposures including nth-to-default credit derivatives.
37	Securitization non-correlation; Net short	Risk-weighted asset equivalent according to the standardized measurement method for net short other non-correlation related securitization exposures including nth-to-default credit derivatives.
38	Other Market Risk	If the BHC is unable to assign market risk-weighted assets to one of the above categories, they should be reported in this row. If no such requirements exist, 0 should be entered.
39	Total Market risk-weighted assets (RWA)	Formula embedded in the schedule, no input required.
40	Other Pillar 1 Capital Requirements	Risk-weighted assets (RWA) for settlement risk and other Pillar 1 capital requirements. If no such requirements exist, 0 should be entered.
Other		
41	Operational Risk	Risk-weighted assets (RWA) for operational risk.
42	Change in Risk-Weighted Assets (RWA) Due to Impact of Basel III Definition of Capital	Impact on the risk-weighted assets (RWA) due to changes of Basel III definition of capital.
43	Total Risk-weighted Assets	Formula embedded in the schedule, no input required.

Leverage Exposure Worksheet

BHCs should report the average as of quarter end for the relevant period by including averages of the exposures calculated on a monthly basis. Exposure measure of the leverage ratio is defined by the Basel III rules text. BHCs that are unable to calculate monthly data may report exposures as of the quarter end (i.e., not the average over the quarter of exposures calculated monthly).

Row	Heading	Description
1	On-Balance Sheet Derivatives, Basel II Netting	Total derivatives exposure (sum of positive fair values) with Basel II netting rules (i.e., positive net current derivatives exposure on a netting set-by-netting set basis, where those netting sets meet Basel II netting requirements, summed across counterparties). Both derivatives traded over-the-counter (OTC) and on an exchange or through a central counterparty (CCP) should be included. They do not include initial or variation margin credits.
2	Derivatives, Potential Future Exposure Applying Basel II Netting	Regulatory potential future exposure (PFE) of derivatives when applying the current exposure method and Basel II netting rules. The PFE is calculated by multiplying the derivative's notional principal amount by a factor that is based on type of derivative contract and residual maturity. For derivatives contracts in bilateral netting sets that meet the Basel II netting requirements, the PFE is the adjusted sum of the PFE exposure for all over-the-counter (OTC) derivative contracts subject to the qualifying master netting agreement. (Reference Annex 4; paragraph 96(iv) of the Basel II framework.)

Row	Heading	Description
3	On-Balance Sheet Securities Financing Transactions, Basel II Netting	Securities financing transactions (SFTs) as defined by the Basel II framework (i.e., transactions such as repurchase agreements, reverse repurchase agreements, security lending and borrowing, and margin lending transactions, where the value of the transactions depends on the market valuations and the transactions are often subject to margin agreements), when representing an asset on the accounting balance sheet. BHCs should report the sum of the net positive current exposures, determined on a netting set-by-netting set basis, where those netting sets meet Basel II netting requirements. The net positive exposure is determined by netting the exposure amounts and collateral (e.g., the sum of the market value of all securities and cash lent to the counterparty, less the sum of all securities and cash received from the counterparty as collateral under the bank's agreement). Include any securities financing transactions (SFTs) that are traded over-the-counter (OTC) or on an exchange, or through a central counterparty (CCP).
4	Other On-Balance Sheet Items, (Excluding Derivatives and Securities Financing Transactions)	All other assets that are carried on the balance sheet that are not specifically identified in rows one and three above. Other on-balance sheet assets may include cash, loans, securities, trading assets, fixed assets, and failed and unsettled transactions.
5	Off-Balance Sheet Items (excluding derivatives)	Formula embedded in the schedule, no input required.
6	Off-Balance Sheet Items (excluding derivatives) - Unconditionally Cancellable Commitments eligible for 10% credit conversion factors (CCF)	All commitments that are unconditionally cancellable at any time by the BHC without prior notice are to be converted to credit equivalent amounts using a 10% credit conversion factors (CCF).
7	All other Off-Balance Sheet Items (excluding derivatives and off-balance sheet Securities Financing Transactions))	All other off-balance sheet items that are subject to risk-based capital (RBC) requirements are to be converted to on-balance sheet credit equivalent amounts using a uniform 100% credit conversion factors (CCF). The 100% CCF is to be applied regardless of the CCF that would otherwise have been applied to such exposures under the RBC requirements. Exclude commitments that are eligible for the 10% CCF, operational risk exposures, off-balance sheet securities financing transactions (SFTs) and derivatives.

Row	Heading	Description
8	Amounts Deducted from Tier 1 Capital (Report as Negative)	Formula embedded in the schedule, no input required.

Planed Actions Worksheet

For the purpose of completing the Planed Actions worksheet of the Basel III and Dodd-Frank schedule, BHCs should capture all material planned actions, including, but not limited to, the roll-off or sale of an existing portfolio, the issuance of regulatory capital instruments and other strategic corporate actions. For each planned action, BHCs should provide a brief description.

In addition, BHCs should submit the incremental quantitative impact on Tier 1 common equity, Tier 1 risk-based capital, risk-weighted assets (RWA), and leverage exposures for each year as of year-end. The quantitative impact of planned actions submitted by BHCs should represent the stand-alone, incremental immediate impact of the action relevant to the time period in which it is planned to be executed. For example, if a planned action were forecasted to reduce the BHC's risk-weighted assets by $200 million as of 4Q 2013 and an additional $100 million as of 4Q 2014 (for a total reduction of $300 million), the BHC should report "200" for 4Q 2013, "100" for 4Q 2014, and "0" for subsequent periods.

However, when evaluating the impact of the planned actions, BHCs should include an assessment of how each of these actions will comprehensively impact the firm. BHCs are required to factor in the combined impact of all planned actions on all other relevant worksheets of the Basel III submission.

BHCs should provide a more detailed description of each material action in a separate attachment(s). The documentation should include:

- How each material planned action aligns with the BHC's long term business strategy and risk appetite on a going concerns basis;
- Assessment of each material planned action by taking into account potential capital and earnings impact, overall risk profile, and funding need;
- Assessment of market condition and capacity around planned actions including the BHC's planned sale size, availability, and appetite of buyers and other potential sellers;
- Assessment of impediments to plan actions (e.g., contractual, accounting or structural limitation);
- Whether there are recent transactions from either the BHC or other institutions that would demonstrate the ease of sales or unwind.

Column	Heading	Description
A	Description	Brief description of the planned action the BHC wishes to implement.
B	Action Type	A selection from a list of available actions provided in the schedule.
C	Exposure Type	A selection from a list of available exposure types provided in the schedule.

Column	Heading	Description
D-AA	Projected Impact (Q4 2011-Q42016); Tier 1 Common, Tier 1 Capital, Risk-weighted Assets (RWA), and Leverage Exposure	This is the projected incremental impact year-over-year on the BHC's Tier 1 common equity, Tier 1 capital, risk-weighted assets, and leverage exposure in $Millions as of year-end.
AB	Total Tier 1 Common Impact	Formula embedded in the schedule, no input required.
AC	Total Tier 1 Capital Impact	Formula embedded in the schedule, no input required.
AD	Total risk-weighted assets (RWA) Impact	Formula embedded in the schedule, no input required.
AE	Total leverage exposure impact	Formula embedded in the schedule, no input required.

Included below are examples of specific documentation which may be included, where relevant, to the planned action.

- Detailed information on a planned sale such as risk profile and size of the positions, indicative term sheets and contracts; potential buyer information; current marked to market (MTM), support for the execution price; potential associated loans, financing, or liquidity credit support arrangements; potential buy back commitments; and impact on any offsetting positions. If similar recent transactions have taken place, BHCs should provide information as a point of reference. BHCs should also describe any challenges that may be encountered in executing the sale.

- Detailed information on a planned unwind, such as risk profile and size of the positions, profit and loss (P&L) impact at execution or in the future; funding implications; impact on any offsetting positions; and trigger of consolidation or on-boarding of the underlying assets.
- Detailed information on planned run-offs, such as risk profile and size of the positions, impact on any offsetting positions; details on trades; and maturity dates.
- Detailed information on planned hedging, such as indicative term sheets and contracts; P&L impact at execution or during life of the hedges; and impact on counterparty credit RWA.
- Detailed information on changed to risk-weighted-assets calculation methodologies, such as which data or parameters would be changed, whether the firm has submitted model application to its supervisors, remaining work to be completed and expected completion date.

- Detailed information on expanded use of clearing houses, such as types of products to be cleared and central counterparties to be used.

BHCs should also provide detailed information on any alternative Basel III and Dodd-Frank action plans in the event the firm falls short of the targets outlined in the Capital Plan, and trigger events that would result in a need to pursue any alternative action plans.