



January 14, 2021

TO: U.S. Branches and Agencies of Foreign Banks

SUBJECT: Revisions to the Report of Assets and Liabilities of
U.S. Branches and Agencies of Foreign Banks (FFIEC 002)

Forms and instructions for the quarterly Report of Assets and Liabilities of U.S. Branches and Agencies of Foreign Banks (FFIEC 002) and the quarterly Report of Assets and Liabilities of a Non-U.S. Branch that is Managed or Controlled by a U.S. Branch or Agency of a Foreign (Non-U.S.) Bank (FFIEC 002s) to be used for the December 31, 2020, report date can be found on the Federal Financial Institutions Examination Council's (FFIEC) public website at <https://www.ffiec.gov/forms002.htm> and <https://www.ffiec.gov/forms002s.htm>, respectively. There are no changes to the FFIEC 002s report form and instructions this quarter. However, the report form and instructions for the FFIEC 002 have been revised or clarified effective as of December 31, 2020.

The FFIEC 002 forms and instructions have been modified to address references to Accounting Standards Update 2016-01, Recognition and Measurement of Financial Assets and Liabilities (ASU 2016-01), because all institutions were required to adopt ASU 2016-01 by December 31, 2020. These modifications remove instructions that were applicable to institutions that had not yet adopted ASU 2016-01. The affected FFIEC 002 instructions are listed below:

- Schedule RAL, Assets and Liabilities, items 1(c)(4) and 1(h); and General Instructions for Memorandum Items 1, 2, 3.a, 3.b, and 4;
- Schedule K, Quarterly Averages, item 5;
- Schedule O, Other Data for Deposit Insurance Assessments, item 4;
- Schedule Q, Financial Assets and Liabilities Measured at Fair Value on a Recurring Basis, General Instructions and item 1; and
- Securities Activities Glossary entry.

The revisions to the FFIEC 002 report form include:

- Specifying available-for-sale “**debt**” securities in the line item captions of Schedule RAL, Assets and Liabilities, Memorandum items 3, 3.a, and 3.b;
- Revising footnotes 1 on Schedule RAL, Assets and Liabilities, and Schedule Q, Financial Assets and Liabilities Measured at Fair Value on a Recurring Basis, to remove language referencing ASU 2016-01.

As the Federal Financial Institutions Examination Council (FFIEC) previously advised, the agencies have finalized revisions to the FFIEC 002 associated with an interim final rule (IFR) amending the Board's Regulation D on reserve requirements and a final rule modifying the FDIC's deposit insurance assessment rules in response to disruptions related to the Coronavirus Disease 2019 (COVID-19). The revisions also relate to Section 4013 of the *2020 Coronavirus Aid, Relief, and Economic Security Act*, which has been amended by the *Consolidated Appropriations Act, 2021*, that was enacted into law on December 27, 2020. Institutions should refer to the attached separate standalone December 2020 COVID-19 Related Supplemental Instructions for the FFIEC 002 addressing these applicable reporting revisions, which update the September 2020 versions of these Supplemental Instructions. These instructions will be published to the FFIEC 002 webpage shortly.

Reporting institutions must use the Federal Reserve System's Reporting Central application to electronically submit their completed FFIEC 002 and FFIEC 002s reports. The required file formats for submitting FFIEC 002 and FFIEC 002s data via Reporting Central are outlined in the Reporting Central User Guides, which can be found at <https://www.frbservices.org/central-bank/reporting-central/user-guides.html>. If you have any questions regarding Reporting Central, reporting institutions should contact their Reporting Central District Contact at <https://www.frbservices.org/contacts/index.jsp>.

Completed FFIEC 002 and FFIEC 002s reports for December 31, 2020, must be electronically submitted no later than Monday, February 1, 2021. Any reports received after February 1, 2021, will be considered late.

Please share this letter with the individuals responsible for preparing the FFIEC 002 report at your institution. For further information about the FFIEC 002 revisions, reporting institutions should contact their Reporting Central District Contact at <https://www.frbservices.org/contacts/index.jsp>.

signed by,

Judith E. Dupré
Executive Secretary

Attachment: December 2020 COVID-19 Related Supplemental Instructions (FFIEC 002)

Distribution: U.S. Branches and Agencies of Foreign Banks