

# Banker Teleconference

## **Regulatory Capital Reporting Changes: Revised Call Report Schedule RC-R, Effective March 31, 2015**

Federal Deposit Insurance Corporation – Federal Reserve Board –  
Office of the Comptroller of the Currency

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# Schedule RC-R – Regulatory Capital

## ❑ Links to revised reporting forms and instructions, effective March 31, 2015

### ▪ Part I, Regulatory Capital Components and Ratios

- FFIEC 041 reporting form:

[http://www.ffiec.gov/pdf/FFIEC\\_forms/FFIEC041\\_201412\\_f.pdf](http://www.ffiec.gov/pdf/FFIEC_forms/FFIEC041_201412_f.pdf)

Scroll down to Schedule RC-R, Part I.B – Schedule begins on page 65

- Instructions:

[http://www.ffiec.gov/pdf/FFIEC\\_forms/FFIEC031\\_FFIEC041\\_201412\\_i.pdf](http://www.ffiec.gov/pdf/FFIEC_forms/FFIEC031_FFIEC041_201412_i.pdf)

Part I.B Instructions begin on page RC-R-33

### ▪ Part II, Risk-Weighted Assets

- FFIEC 041 draft reporting form:

[http://www.ffiec.gov/pdf/FFIEC\\_forms/FFIEC041\\_20150220\\_f\\_draft.pdf](http://www.ffiec.gov/pdf/FFIEC_forms/FFIEC041_20150220_f_draft.pdf)

- Draft instructions:

[http://www.ffiec.gov/pdf/FFIEC\\_forms/FFIEC031\\_FFIEC041\\_20150130\\_i\\_draft.pdf](http://www.ffiec.gov/pdf/FFIEC_forms/FFIEC031_FFIEC041_20150130_i_draft.pdf)

# **Schedule RC-R Changes**

## **Part I: Regulatory Capital Components and Ratios**

- Calculation of Each Tier of Capital
- Capital Ratios
- Capital Conservation Buffer

# Schedule RC-R, Part I – Regulatory Capital Components and Ratios

- ❑ Schedule RC-R, Part I, has been finalized for the new capital rule adopted by the banking agencies in July 2013
  - Currently in use by advanced approaches institutions and labeled Part I.B in Call Report forms for report dates in 2014
  - Institutions that are not advanced approaches institutions completed Part I.A of Schedule RC-R for report dates in 2014
  - Part I.A will be removed from Schedule RC-R for March 2015
  - Part I.B will be designated Part I in March 2015 and will be completed by all institutions
  
- ❑ New capital rule
  - FDIC – 12 CFR Part 324
  - FRB – 12 CFR Part 217
  - OCC – 12 CFR Part 3

# What has changed from the existing Schedule RC-R, Part I?

- ❑ **The entire format of Part I is new to conform with the new capital rule**
- ❑ **Major Changes**
  - Inclusion of Common Equity Tier 1 (CET1) Capital
  - Provision for AOCI opt-out
  - New deductions and adjustments
  - Capital Conservation Buffer
  - Transition provisions
  - For Advanced Approaches Institutions, risk-based capital ratios shown under the standardized *and* advanced approaches

# Layout of the New Schedule RC-R, Part I

- ❑ **Calculation of Common Equity Tier 1 Capital**
- ❑ **Additional Tier 1 Capital / Tier 1 Capital**
- ❑ **Tier 2 Capital / Total Capital**
- ❑ **Total Assets for the Leverage Ratio**
- ❑ **Risk-Based Capital Ratios**
- ❑ **Leverage Capital Ratio**
- ❑ **Capital Buffer**

# Components of Common Equity Tier 1 Capital

- ❑ **Common stock and surplus**
- ❑ **Retained earnings**
- ❑ **Accumulated other comprehensive income (AOCI)**
  - AOCI opt-out election designation
- ❑ **Common equity tier 1 minority interest includable in common equity tier 1 capital**
- ❑ **Sum of the above = Common equity tier 1 capital before adjustments and deductions**

# RC-R Part I: Items 1 to 5

## Components of Common Equity Tier 1 Capital – *Prior to Deductions and Adjustments*

		Dollar Amounts in Thousands			
		RCOA	Bil	Mil	Thou
<b>Common Equity Tier 1 Capital</b>					
1. Common stock plus related surplus, net of treasury stock and unearned employee stock ownership plan (ESOP) shares.....		P742			
		RCOA			
2. Retained earnings .....		3632			
		RCOA			
3. Accumulated other comprehensive income (AOCI).....		B530			
a. AOCI opt-out election (enter "1" for Yes; enter "0" for No.) (Advanced approaches institutions must enter "0" for No.) .....					
		0=No	RCOA		
		1=Yes	P838		
		RCOA	Bil	Mil	Thou
4. Common equity tier 1 minority interest includable in common equity tier 1 capital .....		P839			
5. Common equity tier 1 capital before adjustments and deductions (sum of items 1 through 4) .....		P840			

# Common Equity Tier 1 Capital: Adjustments and Deductions

- ❑ **Deduction for goodwill and intangible assets**
- ❑ **Deduction for deferred tax assets that arise from net operating loss and tax credit carryforwards**
- ❑ **AOCI adjustments**
  - Five adjustments made for opt-out banks
  - A cash flow hedge adjustment for non-opt-out banks
- ❑ **Deduction for non-significant investments in common stock of unconsolidated financial institutions**
- ❑ **Miscellaneous Deductions**

# Part I: Item 6 through 9.e.

## Common Equity Tier 1: Deductions and Adjustments

<b>Common Equity Tier 1 Capital: Adjustments and Deductions</b>				
6. LESS: Goodwill net of associated deferred tax liabilities (DTLs) .....	P841			
7. LESS: Intangible assets (other than goodwill and mortgage servicing assets (MSAs)), net of associated DTLs .....	P842			
8. LESS: Deferred tax assets (DTAs) that arise from net operating loss and tax credit carryforwards, net of any related valuation allowances and net of DTLs .....	P843			
9. AOCI-related adjustments (items 9.a through 9.e are effective January 1, 2015) (if entered "1" for Yes in item 3.a, complete only items 9.a through 9.e; if entered "0" for No in item 3.a, complete only item 9.f):				
a. LESS: Net unrealized gains (losses) on available-for-sale securities (if a gain, report as a positive value; if a loss, report as a negative value) .....				
b. LESS: Net unrealized loss on available-for-sale preferred stock classified as an equity security under GAAP and available-for-sale equity exposures (report loss as a positive value) ..				
c. LESS: Accumulated net gains (losses) on cash flow hedges (if a gain, report as a positive value; if a loss, report as a negative value) .....				
d. LESS: Amounts recorded in AOCI attributed to defined benefit postretirement plans resulting from the initial and subsequent application of the relevant GAAP standards that pertain to such plans (if a gain, report as a positive value; if a loss, report as a negative value)...				
e. LESS: Net unrealized gains (losses) on held-to-maturity securities that are included in AOCI (if a gain, report as a positive value; if a loss, report as a negative value).....				

# Part I: Items 9.f through 12

## Common Equity Tier 1: Deductions and Adjustments (continued)

f. To be completed only by institutions that entered "0" for No in item 3.a: LESS: Accumulated net gain (loss) on cash flow hedges included in AOCI, net of applicable income taxes, that relates to the hedging of items that are not recognized at fair value on the balance sheet (if a gain, report as a positive value; if a loss, report as a negative value) .....				
10. Other deductions from (additions to) common equity tier 1 capital before threshold-based deductions:				
a. LESS: Unrealized net gain (loss) related to changes in the fair value of liabilities that are due to changes in own credit risk (if a gain, report as a positive value; if a loss, report as a negative value).....	Q258			
b. LESS: All other deductions from (additions to) common equity tier 1 capital before threshold-based deductions.....	P850			
11. LESS: Non-significant investments in the capital of unconsolidated financial institutions in the form of common stock that exceed the 10 percent threshold for non-significant investments .....	P851			
12. Subtotal (item 5 minus items 6 through 11) .....	P852			

# Common Equity Tier 1 Capital: Adjustments and Deductions (Cont.)

- ❑ **The 10% CET1 deduction thresholds**
  - Mortgage servicing assets
  - DTAs arising from temporary differences that cannot be realized through carryback
  - Significant investments in the common shares of unconsolidated financial institutions
- ❑ **The 15% aggregate CET1 deduction threshold**
- ❑ **Deductions due to insufficient amounts of additional tier 1 capital or tier 2 capital to cover deductions from those tiers**
- ❑ **Total adjustments and deductions**

**Common equity tier 1 capital =  
CET1 capital before adjustments and deductions  
less total adjustments and deductions**

# Part I: Items 13 through 19

## Threshold-based Deductions, and Deductions for Insufficient Tier 1 and Tier 2 Capital

	Dollar Amounts in Thousands			
	RCOA	Bil	Mil	Thou
13. LESS: Significant investments in the capital of unconsolidated financial institutions in the form of common stock, net of associated DTLs, that exceed the 10 percent common equity tier 1 capital deduction threshold .....	P853			
14. LESS: MSAs, net of associated DTLs, that exceed the 10 percent common equity tier 1 capital deduction threshold.....	P854			
15. LESS: DTAs arising from temporary differences that could not be realized through net operating loss carrybacks, net of related valuation allowances and net of DTLs, that exceed the 10 percent common equity tier 1 capital deduction threshold .....	P855			
16. LESS: Amount of significant investments in the capital of unconsolidated financial institutions in the form of common stock, net of associated DTLs; MSAs, net of associated DTLs; and DTAs arising from temporary differences that could not be realized through net operating loss carrybacks, net of related valuation allowances and net of DTLs; that exceeds the 15 percent common equity tier 1 capital deduction threshold .....	P856			
17. LESS: Deductions applied to common equity tier 1 capital due to insufficient amounts of additional tier 1 capital and tier 2 capital to cover deductions .....	P857			
18. Total adjustments and deductions for common equity tier 1 capital (sum of items 13 through 17)...	P858			
19. <b>Common equity tier 1 capital</b> (item 12 minus item 18).....	P859			

# Additional Tier 1 Capital

- ❑ Additional tier 1 capital instruments
- ❑ Non-qualifying capital instruments subject to phase-out from tier 1
- ❑ Tier 1 minority interest not included in common equity tier 1
- ❑ Additional tier 1 capital deductions

Tier 1 Capital = Common equity tier 1 capital  
*plus* additional tier 1 capital

# Part I: Items 20 through 26

## Additional Tier 1 Capital & Tier 1 Capital

<b>Additional Tier 1 Capital</b>			
20. Additional tier 1 capital instruments plus related surplus.....	P860		
21. Non-qualifying capital instruments subject to phase-out from additional tier 1 capital .....	P861		
22. Tier 1 minority interest not included in common equity tier 1 capital .....	P862		
23. Additional tier 1 capital before deductions (sum of items 20, 21, and 22) .....	P863		
24. LESS: Additional tier 1 capital deductions .....	P864		
25. <b>Additional tier 1 capital</b> (greater of item 23 minus item 24, or zero) .....	P865		
<b>Tier 1 Capital</b>			
26. <b>Tier 1 capital</b> (sum of items 19 and 25).....	8274		

## Tier 2 Capital

- ❑ Tier 2 capital instruments and surplus
- ❑ Non-qualifying capital instruments subject to phase-out from tier 2
- ❑ Total capital minority interest
- ❑ A limited amount of allowance for loan and lease losses
- ❑ A limited amount of unrealized gains on AFS equity securities
- ❑ Tier 2 capital deductions

Total Capital = Tier 1 capital plus  
Tier 2 Capital

# Part I: Items 27 through 35

## Tier 2 Capital & Total Capital

<b>Tier 2 Capital</b>				
27. Tier 2 capital instruments plus related surplus.....	P866			
28. Non-qualifying capital instruments subject to phase-out from tier 2 capital .....	P867			
29. Total capital minority interest that is not included in tier 1 capital.....	P868			
30. a. Allowance for loan and lease losses includable in tier 2 capital.....	5310			
b. (Advanced approaches institutions that exit parallel run only): Eligible credit reserves includable in tier 2 capital .....	RCOW			
	5310			
31. Unrealized gains on available-for-sale preferred stock classified as an equity security under GAAP and available-for-sale equity exposures includable in tier 2 capital .....	RCOA			
	Q257			
32. a. Tier 2 capital before deductions (sum of items 27 through 30.a, plus item 31) .....	P870			
b. (Advanced approaches institutions that exit parallel run only): Tier 2 capital before deductions (sum of items 27 through 29, plus items 30.b and 31).....	RCOW			
	P870			
	RCOA			
33. LESS: Tier 2 capital deductions .....	P872			
34. a. <b>Tier 2 capital</b> (greater of item 32.a minus item 33, or zero) .....	5311			
b. (Advanced approaches institutions that exit parallel run only): Tier 2 capital (greater of item 32.b minus item 33, or zero).....	RCOW			
	5311			
	RCOA			
<b>Total Capital</b>				
35. a. <b>Total capital</b> (sum of items 26 and 34.a).....	3792			

# Leverage Capital Ratios

- ❑ **Calculation of Total Assets for the Leverage Ratio**
- ❑ **Tier 1 Leverage Ratio**
- ❑ **Supplementary leverage ratio for advanced approaches institutions**

# Part II: Items 35-39, 44 & 45

## Total Assets for the Leverage Ratio

### Tier 1 Leverage Ratio

	Dollar Amounts in Thousands			
	RCON	Bil	Mil	Thou
<b>Total Assets for the Leverage Ratio</b>				
36. Average total consolidated assets .....	3368			
37. LESS: Deductions from common equity tier 1 capital and additional tier 1 capital (sum of items 6, 7, 8, 10.b, 11, 13 through 17, and certain elements of item 24 - see instructions) .....	RCOA			
	P875			
38. LESS: Other deductions from (additions to) assets for leverage ratio purposes .....	B596			
39. <b>Total assets for the leverage ratio</b> (item 36 minus items 37 and 38) .....	A224			

<b>Leverage Capital Ratios</b>	RCOA	Percentage
44. Tier 1 leverage ratio (item 26 divided by item 39) .....	7204	---:---
45. Advanced approaches institutions only: Supplementary leverage ratio (from FFIEC 101 Schedule A, item 98) (effective January 1, 2015) .....		---:---

# Risk-Based Capital Ratios

## □ **Three ratios:**

- Common equity tier 1 capital ratio
- Tier 1 capital ratio
- Total capital ratio

## □ **Two columns**

- Column A used by all institutions
- Column B used only by advanced approaches institutions
  - Compare the Column A ratios with the Column B ratios
  - In each case, the lower of the two is the binding ratio

# Part II: Items 40 through 43

## Risk-Based Capital Ratios

### Total Risk-Weighted Assets

40. a. **Total risk-weighted assets** (from Schedule RC-R, Part II, item 62).....
- b. (Advanced approaches institutions that exit parallel run only): **Total risk-weighted assets** using advanced approaches rule (from FFIEC 101 Schedule A, item 60).....

A223			
RCOW			
A223			

### Risk-Based Capital Ratios

41. Common equity tier 1 capital ratio (Column A: item 19 divided by item 40.a) (Advanced approaches institutions that exit parallel run only: Column B: item 19 divided by item 40.b) .....
42. Tier 1 capital ratio (Column A: item 26 divided by item 40.a) (Advanced approaches institutions that exit parallel run only: Column B: item 26 divided by item 40.b) .....
43. Total capital ratio (Column A: item 35.a divided by item 40.a) (Advanced approaches institutions that exit parallel run only: Column B: item 35.b divided by item 40.b) .....

(Column A)		(Column B)	
RCOA	Percentage	RCOW	Percentage
P793	__.'__	P793	__.'__
7206	__.'__	7206	__.'__
7205	__.'__	7205	__.'__

# Capital Buffers

- ❑ **Capital conservation buffer (all institutions)**
  - ❑ **Does not begin phasing in until 2016**
- ❑ **Total applicable buffer**
  - ❑ **Advanced approaches institutions only**
- ❑ **Eligible retained income**
- ❑ **Distributions and discretionary bonus payments during the quarter**

# Part I: Items 46-48

## Capital Conservation Buffer

### Capital Buffer

46. Institution-specific capital buffer necessary to avoid limitations on distributions and discretionary bonus payments (effective January 1, 2016):

a. Capital conservation buffer .....

b. (Advanced approaches institutions that exit parallel run only): Total applicable capital buffer .....

	Percentage
	—:—
	—:—

Effective January 1, 2016: Institutions must complete items 47 and 48 if the amount in item 46.a (or the lower of item 46.a or 46.b for an advanced approaches institution that has exited parallel run) is less than or equal to the applicable minimum capital conservation buffer:

47. Eligible retained income .....

48. Distributions and discretionary bonus payments during the quarter .....

	Bil	Mil	Thou

# **Schedule RC-R Changes**

## **Part II: Risk-Weighted Assets**

# Risk-Weighted Assets Reporting Changes

- ❑ Changes to Schedule RC-R, Regulatory Capital, Part II, Risk-Weighted Assets
  - Proposal issued for public comment June 23, 2014
  - Revised Part II incorporates standardized approach for calculating risk-weighted assets
  - Revisions are consistent with banking agencies' regulatory capital rules adopted in July 2013
  - Reporting of securities borrowed in Schedule RC-L, Derivatives and Off-Balance-Sheet Items, also revised
  - Final version of revised Part II includes modifications made to the June 2014 proposal in response to comments received
  - Revised Part II is scheduled to take effect March 31, 2015, for all institutions, subject to approval by the U.S. Office of Management and Budget

# Schedule RC-R, Part II – Overview

- What has not changed from current Part II
  - General structure of Part II: assets, derivatives and off-balance-sheet items, totals, and memoranda data for derivative contracts
  - Asset categories
    - Column A ties to amounts reported on Call Report balance sheet (Schedule RC)
      - Item 11, Column A, must equal Schedule RC, item 12
    - Column B used to report adjustments, deductions, and exclusions
    - Allocation by risk-weight category of most exposure amounts subject to risk weighting
    - For each item, Column A must equal sum of Columns B – R

# Schedule RC-R, Part II – Overview

- What has not changed from current Part II
  - Derivatives and off-balance-sheet items
    - Column A used to report face, notional, or other amounts
    - Column A amounts multiplied by credit conversion factors equals credit equivalent amounts to be reported in Column B
    - Allocation by risk-weight category of most credit equivalent amounts subject to risk weighting
    - For each item, Column B must equal sum of Columns C – R
  - Totals
    - Assets, derivatives, and off-balance-sheet items totaled by risk-weight category
    - Risk-weighted assets calculated for each risk-weight category
    - Deduction for any excess allowance for loan and lease losses
    - Total risk-weighted assets
  - Memoranda data for derivative contracts

# Schedule RC-R, Part II – Overview

- ❑ What has changed from current Part II
  - Table 4 of the Interagency Community Bank Guide to the New Capital Rule provides a comparison of risk weights under the “old” rule and the new rule
    - [https://www.fdic.gov/regulations/capital/Community\\_Bank\\_Guide.pdf](https://www.fdic.gov/regulations/capital/Community_Bank_Guide.pdf)
  - Additional risk-weight categories (but most have limited applicability, e.g., 2%, 4%, 10%, and 250% - 937.5%)
  - Securitization exposures
    - On- and off-balance-sheet exposures arising from mortgage-backed, asset-backed, and structured securities with tranching of credit risk
      - Securitization exposures do not include mortgage-backed securities guaranteed by Ginnie Mae, Fannie Mae, and Freddie Mac and mortgage-backed pass-through securities
    - Exclude securitization exposures from the otherwise appropriate on- or off-balance-sheet category (Part II, items 1-8 and 12-21) and report them in Part II, items 9 and 10

# Schedule RC-R, Part II – Overview

- What has changed from current Part II
  - Treatment of exposures to sovereign entities (foreign central governments and foreign central banks), foreign banks, and foreign public sector entities: Country Risk Classification (CRC) methodology
  - Additional detail on loans and leases (held for sale and held for investment, Part II, items 4 and 5) with separate reporting of
    - Residential mortgage exposures
    - High volatility commercial real estate exposures
    - Exposures past due 90 days or more or on nonaccrual
    - All other exposures

# Schedule RC-R, Part II – Overview

- ❑ What has changed from current Part II
  - For assets and off-balance sheet items subject to other risk weighting approaches, exposure amounts and risk-weighted asset amounts reported in Columns R and S
    - Investments in mutual funds and investment funds
    - Exposures collateralized by securitization exposures or mutual funds
    - Separate account bank-owned life insurance
    - Default fund contributions to central counterparties

## Schedule RC-R, Part II – Overview

- ❑ What has changed from current Part II
  - New “off-balance-sheet” category for repo-style transactions (Part II, item 16), which includes
    - Securities lent (as defined for Schedule RC-L, item 6.a)
    - Securities borrowed (as defined for Schedule RC-L, item 6.b)
    - Securities purchased under agreements to resell (as defined for Schedule RC, item 3.b)
    - Securities sold under agreements to repurchase (as defined for Schedule RC, item 14.b)
  - Reporting on additional categories of unused commitments (Part II, items 18 and 19)
    - Unused commitments with an original maturity of one year or less
    - Unconditionally cancellable commitments

# Schedule RC-R, Part II – Overview

- ❑ What has changed from current Part II
  - Separate risk-weight category allocations and remaining maturity data for
    - Over-the-counter derivatives (Item 20, Memorandum item 2)
    - Centrally cleared derivatives (Item 21, Memorandum item 3)

# Schedule RC-R, Part II – Securities

	(Column A) Totals From Schedule RC			(Column B) Adjustments to Totals Reported in Column A			(Column C)			(Column D)			(Column E)			(Column F)			(Column G)			(Column H)			(Column I)			(Column J)					
	Allocation by Risk-Weight Category																																
	0%			2%			4%			10%			20%			50%			100%			150%											
Dollar Amounts in Thousands	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou
1. Cash and balances due from depository institutions	RCON D957			RCON S396			RCON D958												RCON D959			RCON S397			RCON D960			RCON S398					
2. Securities:	RCON D961			RCON S399			RCON D962												RCON D963			RCON D964			RCON D965			RCON S400					
a. Held-to-maturity securities																																	
b. Available-for-sale securities	RCON D966			RCON S402			RCON D967												RCON D968			RCON D969			RCON D970			RCON S403					

	(Column K)			(Column L)			(Column M)			(Column N)			(Column O)			(Column P)			(Column Q)			(Column R)			(Column S)								
	Allocation by Risk-Weight Category																					Application of Other Risk-Weighting Approaches <sup>4</sup>											
	250% <sup>3</sup>			300%			400%			600%			625%			937.5%			1250%			Exposure Amount			Risk-Weighted Asset Amount								
Dollar Amounts in Thousands	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou
1. Cash and balances due from depository institutions																																	
2. Securities:																																	
a. Held-to-maturity securities																																	
b. Available-for-sale securities	RCON H270			RCON S405						RCON S406												RCON H271			RCON H272								

## Schedule RC-R, Part II – Securities

- ❑ Held-to-maturity (HTM) securities (item 2.a)
  - Exclude securitization exposures from Column A (report in item 9.a)
  - Column B adjustments when AOCI includes unrealized gains (losses) due to OTTI or transfers to HTM from AFS (if AOCI opt-out elected)
- ❑ Available-for-sale (AFS) securities (item 2.b)
  - Exclude securitization exposures from Column A (report in item 9.b)
  - Column B adjustments related to unrealized gains (losses) on AFS debt and equity securities included in AOCI are the same as at present (if AOCI opt-out elected)
  - Report AFS investments in mutual funds and investment funds in Columns R and S
  - Risk weights for other AFS equity securities include 100%, 300%, and 600%

# Schedule RC-R, Part II – Fed Funds Sold/Reverse Repos

	(Column A) Totals From Schedule RC			(Column B) Adjustments to Totals Reported in Column A			(Column C)			(Column D)			(Column E)			(Column F)			(Column G)			(Column H)			(Column I)			(Column J)					
	Allocation by Risk-Weight Category																																
	0%			2%			4%			10%			20%			50%			100%			150%											
	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou			
Dollar Amounts in Thousands																																	
3. Federal funds sold and securities purchased under agreements to resell:																																	
a. Federal funds sold	RCO D971			RCO D972									RCO D973			RCO S410			RCO D974			RCO S411											
b. Securities purchased under agreements to resell	RCO H171			RCO H172																													

- ❑ Item 3.b, Securities purchased under agreements to resell (reverse repos)
  - A component of repo-style transactions; must be included in Part II, item 16, for risk-weighting purposes
  - Report balance sheet amount of reverse repos from Schedule RC, item 3.b, in Part II, item 3.b, Columns A and B

# Schedule RC-R, Part II – Loans

	(Column A) Totals From Schedule RC			(Column B) Adjustments to Totals Reported in Column A			Allocation by Risk-Weight Category																										
							0%			2%			4%			10%			20%			50%			100%			150%					
	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou			
Dollar Amounts in Thousands																																	
5. Loans and leases, net of unearned income:																																	
a. Residential mortgage exposures																																	
b. High volatility commercial real estate exposures																																	
c. Exposures past due 90 days or more or on nonaccrual <sup>7</sup>																																	
d. All other exposures																																	

	(Column K)			(Column L)			(Column M)			(Column N)			(Column O)			(Column P)			(Column Q)			(Column R)			(Column S)								
	Allocation by Risk-Weight Category																		Application of Other Risk-Weighting Approaches <sup>9</sup>														
	250% <sup>10</sup>			300%			400%			600%			625%			937.5%			1250%			Exposure Amount			Risk-Weighted Asset Amount								
Dollar Amounts in Thousands	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou
5. Loans and leases, net of unearned income:																																	
a. Residential mortgage exposures																																	
b. High volatility commercial real estate exposures																																	
c. Exposures past due 90 days or more or on nonaccrual <sup>11</sup>																																	
d. All other exposures																																	

## Schedule RC-R, Part II – Loans

- ❑ Loans and leases held for sale (items 4.a – 4.d) and held for investment (items 5.a – 5.d)
  - Exclude securitization exposures from Column A (report in item 9.d)
  - Report loan and lease exposures collateralized by securitization exposures or mutual funds in Columns R and S if bank chooses to recognize effects of this collateral
- ❑ Residential mortgage exposures (items 4.a and 5.a)
  - Include loans secured by first and junior liens on:
    - 1-to-4 family residential properties, and
    - Multifamily residential properties with an original and outstanding amount of \$1 million or less
  - Include those loans past due 90 days or more or on nonaccrual
  - Also include statutory multifamily mortgages, i.e., multifamily mortgages (not 90 days or more past due or on nonaccrual) that meet loan-to-value, timely repayment, debt service coverage, and certain other criteria

## Schedule RC-R, Part II – Loans

- ❑ High volatility commercial real estate exposures (HVCRE) (items 4.b and 5.b)
  - Include acquisition, development, constructions loans not financing:
    - 1-4 family residential properties
    - Certain community development projects
    - Purchase or development of agricultural land
    - Commercial real estate projects that meet certain loan-to-value ratio and borrower contributed capital criteria
  - 150% risk weight applies to all such exposures, including for past due and nonaccrual HVCRE loans

## Schedule RC-R, Part II – Loans

- ❑ Exposures 90 days or more past due or on nonaccrual (items 4.c and 5.c)
  - Exclude residential mortgage exposures (report in 4.a or 5.a), HVCRE exposures (report in 4.b or 5.b), and sovereign claims (report in 4.d or 5.d)
  - Generally, 150% risk weight applies, except for portions covered by qualifying collateral or eligible guarantees
- ❑ All other loan and lease exposures (items 4.d and 5.d)
  - Include all loans and leases not reported in items 4.a – 4.c and items 5.a – 5.c

# Schedule RC-R, Part II – All Other Assets

	(Column A) Totals From Schedule RC			(Column B) Adjustments to Totals Reported in Column A			Allocation by Risk-Weight Category																										
	0%			2%			4%			10%			20%			50%			100%			150%											
	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou						
Dollar Amounts in Thousands																																	
6. LESS: Allowance for loan and lease losses	RCON 3123			RCON S465																													
7. Trading assets	RCON D976			RCON S466			RCON D977									RCON D978			RCON D979			RCON D980			RCON S467								
8. All other assets <sup>8</sup>	RCON D981			RCON S469			RCON D982									RCON D983			RCON D984			RCON D985			RCON H185								

	Allocation by Risk-Weight Category																		Application of Other Risk-Weighting Approaches <sup>8</sup>												
	250% <sup>10</sup>			300%			400%			600%			625%			937.5%			1250%			Exposure Amount		Risk-Weighted Asset Amount							
	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou				
Dollar Amounts in Thousands																															
7. Trading assets	RCON H289			RCON H186			RCON H290			RCON H187												RCON H291		RCON H292							
8. All other assets <sup>12</sup>	RCON H293			RCON H188			RCON S470			RCON S471												RCON H294		RCON H295							
																						RCON H296		RCON H297							
																						RCON H298		RCON H299							

a. Separate account bank-owned life insurance

b. Default fund contributions to central counterparties

# Schedule RC-R, Part II – All Other Assets

- All other assets (item 8)
  - As at present, covers remaining Call Report balance sheet asset categories
  - Exclude securitization exposures from Column A (report in item 9.d)
  - Column B includes goodwill and other intangible asset amounts and any “All other asset” amounts that are deducted when calculating regulatory capital in Part I of Schedule RC-R
  - Risk weights for equity securities reported in “All other assets” (except FRB and FHLB stock) include 100%, 400%, and 600%
  - For separate account bank-owned life insurance, report exposure amount and risk-weighted asset amount in Columns R and S

# Schedule RC-R, Part II – Securitization Exposures

## Securitization Exposures: On- and Off-Balance Sheet

	(Column A) Totals			(Column B) Adjustments to Totals Reported in Column A			(Column Q)			(Column T)			(Column U)						
							Exposure Amount			Total Risk-Weighted Asset Amount by Calculation Methodology									
							1250%			SSFA <sup>13</sup>			Gross-Up						
	Dollar Amounts in Thousands			Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	
9. On-balance sheet securitization exposures:	RCON S475			RCON S476			RCON S477			RCON S478			RCON S479						
a. Held-to-maturity securities																			9.a.
b. Available-for-sale securities	RCON S480			RCON S481			RCON S482			RCON S483			RCON S484						
c. Trading assets																			9.c
d. All other on-balance sheet securitization exposures	RCON S490			RCON S491			RCON S492			RCON S493			RCON S494						
10. Off-balance sheet securitization exposures	RCON S495			RCON S496			RCON S497			RCON S498			RCON S499						
																			10.

# Schedule RC-R, Part II – Securitization Exposures

- ❑ Securitization exposures (items 9 and 10)
  - Institution may elect to use either the Simplified Supervisory Formula Approach (SSFA) or the Gross-Up Approach to determine amount of risk-weighted assets for all such exposures, but any individual exposure (or all exposures) may instead be risk weighted at 1250%
- ❑ On-balance sheet securitization exposures (items 9.a – 9.d)
  - Report in Column A the balance sheet amounts of HTM securities, AFS securities, trading assets, and all other on-balance sheet items (excluding derivatives) that are securitization exposures

# Schedule RC-R, Part II – Securitization Exposures

- ❑ On-balance sheet securitization exposures (items 9.a – 9.d)
  - Amount to report in Column B depends on the risk-weighting approach an institution applies to its securitization exposures
    - If the SSFA or Gross-Up Approach is used, report securitization exposure's balance sheet amount from Column A in Column B
    - If the 1250% risk weight is used, report any difference between the securitization exposure's balance sheet amount reported in Column A and the exposure amount to be risk-weighted at 1250% in Column B

# Schedule RC-R, Part II – Securitization Exposures

- ❑ On-balance sheet securitization exposures (items 9.a – 9.d)
  - If the 1250% risk weight is used, report the exposure amount of the securitization exposure in Column Q
  - If the SSFA is used, calculate the risk-weighted asset amount for the securitization exposure under the SSFA and report the calculated amount (not the exposure amount) in Column T
    - Banking agencies have developed an automated tool for calculating capital requirements under the SSFA
      - <https://www.fdic.gov/news/news/financial/2015/fil15007.html>
  - If the Gross-Up Approach is used, calculate the risk-weighted asset amount for the securitization exposure under this approach and report the calculated amount (not the exposure amount) in Column U
    - Instructions include a Gross-Up Approach Worksheet for securitization exposures that are not senior exposures

# Schedule RC-R, Part II – Securitization Exposures

## Example – Bank uses SSFA

		(Column A) Totals	(Column B) Adjustments to Totals Reported in Column A	(Column Q) Exposure Amount	(Column T) Total Risk-Weighted Asset Amount by Calculation Methodology	(Column U)
				1250%	SSFA	Gross-Up
9.	On-balance sheet securitization exposures					
	a. Held-to-maturity securities	RCXX XXXX	RCXX XXXX	RCXX XXXX	RCXX XXXX	RCXX XXXX
		\$100	\$100	\$0	\$20	\$0

9.a.

## Example – Bank uses Gross-Up Approach and 1250% Risk Weight

		(Column A) Totals	(Column B) Adjustments to Totals Reported in Column A	(Column Q) Exposure Amount	(Column T) Total Risk-Weighted Asset Amount by Calculation Methodology	(Column U)
				1250%	SSFA	Gross-Up
9.	On-balance sheet securitization exposures					
	a. Held-to-maturity securities	RCXX XXXX	RCXX XXXX	RCXX XXXX	RCXX XXXX	RCXX XXXX
		\$300	\$200	\$100	\$0	\$40

9.a.

# Schedule RC-R, Part II – Securitization Exposures

- ❑ Off-balance sheet securitization exposures (item 10)
  - Include in item 10 any derivatives and off-balance sheet items reported in Schedules RC-L or RC-S that are securitization exposures
  - Report in Column A the notional amounts of these exposures
  - For the amounts to report in Columns B, Q, T, and U, follow the same methodology as for on-balance sheet securitization exposures, which depends on the risk-weighting approach (SSFA, Gross-Up Approach, or 1250% risk weight) an institution applies to its securitization exposures

# Schedule RC-R, Part II – Total Assets

## Total Balance Sheet Assets

	(Column A) Totals From Schedule RC			(Column B) Adjustments to Totals Reported in Column A			(Column C) through (Column J)																					
							Allocation by Risk-Weight Category																					
				0%			2%			4%			10%			20%			50%			100%			150%			
Dollar Amounts in Thousands	Tril	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou
11. Total balance sheet assets <sup>14</sup>	RCN 2170			RCN S500			RCN D987									RCN D988			RCN D989			RCN D990			RCN S503			

	(Column K)			(Column L)			(Column M)			(Column N)			(Column O)			(Column P)			(Column Q)			(Column R)					
	Allocation by Risk-Weight Category																					Other Risk-Weighting Approaches					
	250% <sup>15</sup>			300%			400%			600%			625%			937.5%			1250%			Exposure Amount					
Dollar Amounts in Thousands	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou
11. Total balance sheet assets	RCN S504			RCN S505			RCN S506			RCN S507									RCN S510			RCN H300					

- ❑ For each of Columns A through R, item 11 equals the sum of items 1 through 9
- ❑ Item 11, Column A, must equal Schedule RC, item 12, “Total assets”
- ❑ Sum of Item 11, Columns B through R, must equal Item 11, Column A



# Schedule RC-R, Part II – Off-Balance Sheet Items

- ❑ Financial standby letters of credit (item 12)
  - For standbys that are credit enhancements of assets, amount to report in Column A depends on the effective risk-based capital requirement for the credit-enhanced assets
  - For all other standbys, report amount outstanding and unused in Column A
- ❑ Performance standby letters of credit (item 13)
- ❑ Commercial and similar letters of credit with an original maturity of one year or less (item 14)
  - Report those with an original maturity exceeding one year as unused commitments with an original maturity exceeding one year (item 18.c)
- ❑ Retained recourse on small business obligations sold with recourse (item 15)

# Schedule RC-R, Part II – Off-Balance Sheet Items

	(Column A) Face, Notional, or Other Amount			CCF <sup>17</sup>	(Column B) Credit Equivalent Amount <sup>18</sup>			(Column C)	(Column D)	(Column E)	(Column F)	(Column G)	(Column H)	(Column I)	(Column J)	(Column R)	(Column S)																	
								Allocation by Risk-Weight Category										Application of Other Risk-Weighting Approaches <sup>19</sup>																
	0%			2%			4%			10%			20%			50%			100%			150%			Credit Equivalent Amount	Risk- Weighted Asset Amount								
	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou				
Dollar Amounts in Thousands																																		
16. Repo-style transactions <sup>20</sup>	RCON S515			RCON S516			RCON S517			RCON S518			RCON S519			RCON S520			RCON S521			RCON S522			RCON S523			RCONH301			RCON H302			16.

## □ Repo-style transactions (item 16)

- Under the Simple Approach for recognizing collateral, include in Column A the sum of
  - The fair value of securities lent;
  - The amount of cash or the fair value of other collateral the bank has posted for securities borrowed;
  - The amount of cash provided to the counterparty for securities purchased under agreements to resell; and
  - The fair value as of the report date of securities sold under agreements to repurchase

# Schedule RC-R, Part II – Off-Balance Sheet Items

- ❑ Repo-style transaction example: AFS debt security sold under an agreement to repurchase (repo)
  - Fair value and amortized cost of AFS debt security both = \$100
    - Debt security qualifies for 20% risk weight
  - Bank receives \$98 in cash from the counterparty on the repo of the debt security
    - Repo counterparty is a company with a 100% risk weight

		(Column A) Totals From Schedule RC	(Column B) Adjustments	(Column C)	(Column G)	(Column I)		
		Allocation by Risk-Weight Category						
		0%			20%		100%	
2.b.	Available-for-sale securities	\$100			\$100			2.b.
		(Column A) Face, Notional, or Other Amount	(Column B) Credit Equivalent Amount	(Column C)	(Column G)	(Column I)		
		Allocation by Risk-Weight Category						
		0%			20%		100%	
16.	Repo-style transactions	\$100	\$100	\$98		\$2		16.

- ❑ All other off-balance sheet liabilities (item 17)

# Schedule RC-R, Part II – Off-Balance Sheet Items

Dollar Amounts in Thousands	(Column A) Face, Notional, or Other Amount			CCF <sup>17</sup>	(Column B) Credit Equivalent Amount <sup>18</sup>			Allocation by Risk-Weight Category															Application of Other Risk-Weighting Approaches <sup>19</sup>																	
	0%				2%			4%			10%			20%			50%			100%			150%			Credit Equivalent Amount			Risk-Weighted Asset Amount											
	Bil	Mil	Thou		Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou			
18.	Unused commitments:																																							
	a. Original maturity of one year or less, excluding asset-backed commercial paper (ABCP) conduits																																							18.a.
	b. Original maturity of one year or less to ABCP conduits																																							18.b.

Dollar Amounts in Thousands	(Column A) Face, Notional, or Other Amount			CCF <sup>21</sup>	(Column B) Credit Equivalent Amount <sup>22</sup>			Allocation by Risk-Weight Category																																
	0%				2%			4%			10%			20%			50%			100%																				
	Bil	Mil	Thou		Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou																		
19.	c. Original maturity exceeding one year																																							18.c.
	Unconditionally cancelable commitments																																							19.

Dollar Amounts in Thousands	(Column J)			(Column O)			(Column P)			(Column Q)			(Column R)			(Column S)																					
	Allocation by Risk-Weight Category						Application of Other Risk-Weighting Approaches <sup>24</sup>																														
	150%			625%			937.5%			1250%			Credit Equivalent Amount			Risk-Weighted Asset Amount																					
	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou																			
	c. Original maturity exceeding one year																																				18.c.

# Schedule RC-R, Part II – Off-Balance Sheet Items

- Unused commitments (items 18 - 19)
  - Item 18.a covers unused commitments with an original maturity of one year or less, excluding those to asset-backed commercial paper (ABCP) conduits and those that are unconditionally cancelable
    - Under the new capital rule, these commitments are subject to a 20% credit conversion factor; previously had a 0% credit conversion factor
  - Item 18.c covers unused commitments with an original maturity exceeding one year that are not unconditionally cancelable
  - Item 19 covers unconditionally cancelable commitments, but these continue to have a 0% credit conversion factor

# Schedule RC-R, Part II – Off-Balance Sheet Items

	(Column A) Face, Notional, or Other Amount			CCF <sup>21</sup>	(Column B) Credit Equivalent Amount <sup>22</sup>			(Column C)			(Column D)			(Column E)			(Column F)			(Column G)			(Column H)			(Column I)											
								Allocation by Risk-Weight Category																													
								0%			2%			4%			10%			20%			50%			100%											
Dollar Amounts in Thousands	Bil	Mil	Thou		Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou						
20. Over-the-counter derivatives					RCON S542			RCON S543									RCON S544			RCON S545			RCON S546			RCON S547											
21. Centrally cleared derivatives					RCON S549			RCON S550			RCON S551			RCON S552			RCON S553			RCON S554			RCON S555			RCON S556											
22. Unsettled transactions (failed trades) <sup>23</sup>	RCON H191							RCON H193												RCON H194			RCON H195			RCON H196											

	(Column J)			(Column O)			(Column P)			(Column Q)			(Column R)			(Column S)					
	Allocation by Risk-Weight Category												Application of Other Risk-Weighting Approaches <sup>24</sup>								
	150%			625%			937.5%			1250%			Credit Equivalent Amount			Risk-Weighted Asset Amount					
Dollar Amounts in Thousands	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou

20. Over-the-counter derivatives	RCON S548												RCON H309			RCON H310																										
21. Centrally cleared derivatives	RCON S557																																									
22. Unsettled transactions (failed trades)	RCON H197			RCON H198			RCON H199			RCON H200																																

# Schedule RC-R, Part II – Totals Section

		(Column C)			(Column D)			(Column E)			(Column F)			(Column G)			(Column H)			(Column I)			(Column J)					
		Allocation by Risk-Weight Category																										
		0%			2%			4%			10%			20%			50%			100%			150%					
Dollar Amounts in Thousands		Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou
23.	Total assets, derivatives, off-balance sheet items, and other items subject to risk weighting by risk-weight category (for each of columns C through P, sum of items 11 through 22; for column Q, sum of items 10 through 22)																											
		RCON G630			RCON S558			RCON S559			RCON S560			RCON G631			RCON G632			RCON G633			RCON S561					
24.	Risk weight factor	X 0%			X 2%			X 4%			X 10%			X 20%			X 50%			X 100%			X 150%					
25.	Risk-weighted assets by risk-weight category (for each column, item 23 multiplied by item 24)																											
		0																										

		(Column K)			(Column L)			(Column M)			(Column N)			(Column O)			(Column P)			(Column Q)					
		Allocation by Risk-Weight Category																							
		250% <sup>25</sup>			300%			400%			600%			625%			937.5%			1250%					
Dollar Amounts in Thousands		Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou	Bil	Mil	Thou
23.	Total assets, derivatives, off-balance sheet items, and other items subject to risk weighting by risk-weight category (for each of columns C through P, sum of items 11 through 22; for column Q, sum of items 10 through 22)																								
		RCON S562			RCON S563			RCON S564			RCON S565			RCON S566			RCON S567			RCON S568					
24.	Risk weight factor	X 250%			X 300%			X 400%			X 600%			X 625%			X 937.5%			X 1250%					
25.	Risk-weighted assets by risk-weight category (for each column, item 23 multiplied by item 24)																								

# Schedule RC-R, Part II – Totals Section

		Totals				
		Dollar Amounts in Thousands				
26.	Risk-weighted assets base for purposes of calculating the allowance for loan and lease losses 1.25 percent threshold	RCON S580				26.
27.	Standardized market-risk weighted assets (applicable only to banks that are covered by the market risk capital rule)	RCON S581				27.
28.	Risk-weighted assets before deductions for excess allowance of loan and lease losses and allocated risk transfer risk reserve <sup>26</sup>	RCON B704				28.
29.	LESS: Excess allowance for loan and lease losses	RCON A222				29.
30.	LESS: Allocated transfer risk reserve	RCON 3128				30.
31.	Total risk-weighted assets (item 28 minus items 29 and 30)	RCON G641				31.

# Schedule RC-R, Part II – Totals Section

- ❑ Report in item 26 the risk-weighted assets base to be used to calculate the 1.25% limit for the allowance for loan and lease losses (ALLL) includable in tier 2 capital, which is the sum of
  - Total risk-weighted assets by risk-weight category (item 25, sum of Columns C – Q);
  - Risk-weighted asset amounts for securitization exposures calculated under the SSFA or Gross-Up Approach (items 9 and 10, Columns T and U);
  - Risk-weighted asset amounts for items subject to other risk-weighting approaches (items 2.b through 20, Column S); and
  - Certain assets deducted from tier 1 and tier 2 capital in Schedule RC, Part I
- ❑ For institutions subject to the market risk capital rule, report standardized market-risk weighted assets in item 27

# Schedule RC-R, Part II – Totals Section

- Report in item 28 risk-weighted assets before deductions for any excess ALLL and allocated transfer risk reserve
  - Total risk-weighted assets by risk-weight category (item 25, sum of Columns C – Q);
  - Risk-weighted asset amounts for securitization exposures calculated under the SSFA or Gross-Up Approach (items 9 and 10, Columns T and U);
  - Risk-weighted asset amounts for items subject to other risk-weighting approaches (items 2.b through 20, Column S); and
  - If applicable, standardized market-risk weighted assets (item 27)
- Report in item 29 the amount (if any) by which the ALLL exceeds 1.25% of the risk-weighted assets base reported in item 26
  - For regulatory capital purposes, the ALLL includes Schedule RC, item 4.c; less Schedule RI-B, Part II, Memo item 1; plus Schedule RC-G, item 3

# Schedule RC-R, Part II – Totals Section

- ❑ Total risk-weighted assets (item 31) equals
  - Risk-weighted assets before deductions (item 28)
  - Less: Excess allowance for loan and lease losses (item 29)
  - Less: Allocated transfer risk reserve (item 30)

# Schedule RC-R, Part II – Memorandum Items

## Memoranda

Dollar Amounts in Thousands

Bil	Mil	Thou
RCON G642		

M.1.

1. Current credit exposure across all derivative contracts covered by the regulatory capital rules

Dollar Amounts in Thousands		With a remaining maturity of														
		(Column A) One year or less					(Column B) Over one year through five years					(Column C) Over five years				
		RCON	Tril	Bil	Mil	Thou	RCON	Tril	Bil	Mil	Thou	RCON	Tril	Bil	Mil	Thou
2.	Notional principal amounts of over-the-counter derivative contracts:															
	a. Interest rate	\$582					\$583					\$584				
	b. Foreign exchange rate and gold	\$585					\$586					\$587				
	c. Credit (investment grade reference asset)	\$588					\$589					\$590				
	d. Credit (non-investment grade reference asset)	\$591					\$592					\$593				
	e. Equity	\$594					\$595					\$596				
	f. Precious metals (except gold)	\$597					\$598					\$599				
	g. Other	\$600					\$601					\$602				

Dollar Amounts in Thousands		With a remaining maturity of														
		(Column A) One year or less					(Column B) Over one year through five years					(Column C) Over five years				
		RCON	Tril	Bil	Mil	Thou	RCON	Tril	Bil	Mil	Thou	RCON	Tril	Bil	Mil	Thou
3.	Notional principal amounts of centrally cleared derivative contracts:															
	a. Interest rate	\$603					\$604					\$605				
	b. Foreign exchange rate and gold	\$606					\$607					\$608				
	c. Credit (investment grade reference asset)	\$609					\$610					\$611				
	d. Credit (non-investment grade reference asset)	\$612					\$613					\$614				
	e. Equity	\$615					\$616					\$617				
	f. Precious metals (except gold)	\$618					\$619					\$620				
	g. Other	\$621					\$622					\$623				

Questions?