

Micro Report Series Description

Series Mnemonic	BHCS (Prior to March 31, 1995, series mnemonic was BHCQ.)
Series Name	Financial Statements of U.S. Nonbank Subsidiaries of U.S. Bank Holding Companies; FR Y-11 and Abbreviated Financial Statements of U.S. Nonbank Subsidiaries of U.S. Bank Holding Companies; FR Y-11S (Prior to December 31, 2002 title was Quarterly Financial Statements of Nonbank Subsidiaries of Bank Holding Companies; FR Y-11Q)
Starting and Ending Dates	BHCS March 31, 1995 - Continuing BHCQ June 30, 1986 - December 31, 1994
Frequency	BHCS Quarterly (Y-11) last calendar day of the quarter or annually as of December 31 st (Y-11S) BHCQ Quarterly last calendar day of the quarter

Reporting Panel

BHCS

A top-tier BHC must file the FR Y-11 quarterly for each nonbank subsidiary that it owns and controls if the top tier BHC files the FR Y-9C3 and the subsidiary meets any one of the following criteria:

- (1) The total assets of the nonbank subsidiary are equal to or greater than \$1 billion;
- (2) The nonbank subsidiary's off-balance-sheet activities are equal to or greater than \$5 billion;
- (3) The nonbank subsidiary's equity capital is equal to or greater than five percent of the top tier BHC's consolidated equity capital; or
- (4) The nonbank subsidiary's consolidated operating revenue is equal to or greater than five percent of the top tier BHC's consolidated operating revenue.

A nonbank subsidiary that does not meet the criteria to file the detailed report, but does meet the following criteria, must file the Abbreviated Financial Statements of U.S. Nonbank Subsidiaries of U.S. Bank Holding Companies (FR Y-11S) on an annual basis:

- (1) The nonbank subsidiary has total assets equal to or greater than \$50 million (but less than \$250 million), or

(2) The subsidiary's total assets are greater than one percent of the consolidated top tier organization's total assets.

Participation is mandatory.

BHCQ

Filed by the top tier bank holding company for each individual nonbank subsidiary that satisfied the following requirement:

- (1) the nonbank subsidiary was owned or controlled by a bank holding company with total consolidated assets equal to or greater than \$150 million and
 - (a) the total assets of the nonbank subsidiary were equal to or greater than five percent of the top tier bank holding company's consolidated Tier 1 capital or
 - (b) the total operating revenue of the nonbank subsidiary was equal to or greater than five percent of the top tier bank holding company's consolidated total operating revenue.

Major Changes to Reporting Panel

Effective March 31, 2006, the reporting criteria for quarterly FR Y-11 reporters was revised to be consistent with the new asset threshold for FR Y-9C reporters that increased from \$150 million to \$500 million and to reduce burden. Specifically, a top-tier bank holding company (BHC) must file the FR Y-11 quarterly for each nonbank subsidiary that it owns and controls if the top-tier BHC files the FR Y-9C and the subsidiary has (a) total assets of \$1 billion or more, or (b) total off-balance-sheet activities of at least \$5 billion, or (c) equity capital of at least 5 percent of the top-tier BHC's consolidated equity capital, or (d) operating revenue of at least 5 percent of the top-tier BHC's consolidated operating revenue.

Data Mode

On a flow basis

Thousands of dollars

Data Availability

Unedited data are due at the Board 65 days following the as-of date. All edited data are due by the 15th calendar day of the third month following the as-of date.

Major Series Changes

BHCS

Beginning March 31, 2008, reporting by subsidiaries that were created for the purpose of issuing trust preferred securities were eliminated to substantially reduce burden on the industry. Essential information reported by these nonbank subsidiaries can be obtained from the parent company-only financial statements. New items were added to the Income Statement and to the Balance Sheet to collect data from nonbank subsidiaries that have elected to account for certain financial instruments or servicing assets and liabilities at fair value under the fair value option.

On the FR Y11S a question was added to determine if the nonbank subsidiary elected to account for certain assets and liabilities under a fair value option with changes in fair value recognized in earnings.

Beginning March 31, 2007, the following changes were made in parallel with the Call Report and FR Y-9C revisions. Four new memorandum items were added to monitor negative amortization on residential mortgage loans to Schedules IS and BS-A.

Beginning March 31, 2006, the reporting criteria for quarterly FR Y-11 reporters was revised to be consistent with the new asset threshold for FR Y-9C reporters that increased from \$150 million to \$500 million and to reduce burden. In addition, a new equity capital component was added to the Balance Sheet for reporting partnership interests. The new item, "General and limited partnership shares and interest," was added as line 18.e; "Other equity capital components" was renumbered as 18.f and "Total equity capital" renumbered as 18.g. This new item and clarification to the instructions improved the accuracy in reporting total capital. In addition, the scope of Schedule BS-M-Memoranda item 2, "Loans and other assets servicing portfolio," was expanded to include assets other than loans in the servicing portfolio.

Beginning December 31, 2002, extensive revisions were made to the nonbank subsidiary reporting framework to streamline reporting, create consistency among all nonbank subsidiary filers, and reduce burden.

Beginning June 30, 2001, the definition of a subsidiary, for the report, was revised to include any organization in which shares have been acquired, directly or indirectly, by a financial holding company under Section 4(k)(4) of the Bank Holding Company Act, as amended by the

Gramm-Leach-Bliley Act, domiciled in the United States. Other changes were made to the reporting instructions to align with the FR Y-9C including memoranda item 8.a, which resulted in a MDRM number change.

Beginning March 31, 2001, several changes were made to the report form to conform to revisions made to the FR Y-9C. Previous Balance Sheet item 9.a, "Mortgage Servicing Assets," was renumbered to new item 9.b. Previous item 9.b, "Other identifiable intangibles," was renumbered to new item 9.c, and previous item 9.c, "Goodwill," was renumbered to new item 9.a. Item 20.e, "Net unrealized holding gains (losses) on available-for-sale securities," 20.f, "Accumulated net gains (losses) on cash flow hedges," and 20.g, "Cumulative foreign currency translation adjustments" were combined and reported as "Accumulated other comprehensive income," new item 20.e. Line item 20.h, LESS: Treasury stock" is now included in new line item 20.f, "Other equity capital components." Memoranda items 7.a, "Loans and leases past due 30 through 89 days," and 7.d, "Loans and leases restructured and included in past due nonaccrual loans," will no longer be given confidential treatment. The instructions for memoranda item 12.a, "Income earned, not collected on loans," were expanded and the line recaptioned "Accrued interest receivable."

The Income Statement and Change in Equity Capital schedules were moved in front of the Balance Sheet to align with the FR Y-9C. New categories of noninterest income were added to the income statement. The categories that were added are as follows: (1) service charges on deposits accounts, (2) investment banking, advisory, brokerage, and underwriting fees and commissions, (3) venture capital revenue, (4) net servicing fees (5) net securitization income, and (6) insurance commissions and fees. The current Income Statement items for "Income from underwriting activities (item 5.a.2)," "Income from brokerage activities (item 5.a.3)," "Income from loan servicing (item 5.a.4)," and "Other service charges, commissions, and fees (item 5.a.6)" were eliminated. The new noninterest income items would provide greater comparability among the categories of noninterest income currently reported by bank holding companies. On the Changes in Equity Capital Schedule, item 1 was revised to capture "Equity capital most recently reported for the end of the previous calendar year." The change was made to better correspond with how this balance is presented in financial statements prepared in accordance with GAAP. Item 5, "Foreign currency translation adjustments" was replaced by "Other comprehensive income." The new item includes changes in net unrealized holding gains

(losses) on available-for-sale securities and changes in accumulated net gains (losses) on cash flow hedges.

Beginning March 31, 1999, several changes made to the report form. A new line item 20.f, "Accumulated net gains (losses) on cash flow hedges," was added to the equity capital section of the balance sheet. Former items 20.f through 20.h were renumbered to reflect this addition. Finally, a new section, "Notes to the Financial Statements," was added. This section allows respondents the opportunity to provide, at their option, any material information included in specific line items on the financial statements that the bank holding company wishes to explain. The addition of this section enables Board staff to automate the information that bank holding companies may report as footnotes to various reported items.

Beginning March 31, 1998, Income Statement item 4 was recaptioned "Provision for credit losses" to parallel the revision made to the FR Y-9C.

Beginning March 31, 1997, a new line item 14, "Trading liabilities," was added to the balance sheet so that the magnitude of the nonbank's trading activities can be monitored. Former items 14 through 18 were renumbered to reflect this addition. Also, to maintain consistency with the FR Y-9C balance sheet, item 19, "Limited-life preferred stock (including related surplus)," was combined with balance sheet item 16, "Borrowings with a remaining maturity of more than one year (including subordinated debt)." Finally, a new line item 5a(5), "Trading revenue," was added to the Income Statement to collect the net gain or loss trading cash instruments and off-balance sheet derivative contracts. Former items 5a(5) and 5a(6) were renumbered.

Beginning March 31, 1996, several changes were made to the report form. A new line item was added to the income statement to report the amount of equity in the undistributed income (losses) of subsidiaries. Balance sheet items 11 and 18, and memorandum item 13, were deleted. In addition, the reporting requirements for balance sheet items 15 and 16 were revised (so the reporting is now based on "remaining" maturity instead of "original" maturity) to remain consistent with changes made to the FR Y-9C report. These two line items were renumbered to 14 and 15, respectively, to accommodate the deletion of line item 11, mentioned above.

Beginning March 31, 1995, several major changes were made to the FR Y-11Q. Report items were expanded to collect more detailed financial information quarterly. The comprehensive

financial statements included a balance sheet, off-balance-sheet items, a memoranda section, an income statement, and a statement of changes in equity capital. The reporting criteria was revised to collect information on an individual, rather than combined, nonbank subsidiary basis, from each nonbank subsidiary viewed as having a significant effect on the condition of the bank holding company. Also the report was renamed the Quarterly Financial Statements of Nonbank Subsidiaries of Bank Holding Companies.

BHCQ

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Beginning March 31, 1993, a new line item 4 was added to the FR Y-11Q income statement for "Provision for loan and lease losses." Former items 4 through 13.b on the income statement were renumbered to reflect this addition.

Beginning March 31, 1991, line items were added for mortgage servicing rights, other identifiable intangibles, and goodwill to parallel reported items on the consolidated financial statements of bank holding companies and on subsidiary banks' Reports of Condition. Also, the existing line item on "Borrowings with an original maturity of one year or less (including federal funds purchased)" was split into two items: "Commercial paper" and "Other borrowings with an original maturity of one year or less (including federal funds purchased)." The "Commercial paper" item was added to enable Board staff to determine whether bank holding companies are generating funds for the organization by issuing commercial paper through nonbank subsidiaries.

Beginning September 30, 1990, several changes were made to the FR Y-11Q report form. Item 2 was revised to include "Investment securities," with "Federal funds sold and securities purchased under agreements to resell" being separated out into a new item. Item 3, "Loans and lease financing receivables, net of unearned income and allowance for loan and lease losses," was restructured to include additional line items. Other changes consisted of the addition of some items to the income statement and memoranda section, the deletion of "Selected Income Items" 1 (operating income) and 2 (operating expense), and the relocation of several items on the report form.

Confidentiality

With some exceptions, individual respondent data are available to the public upon request unless the bank holding company submitting the data has either been granted confidential treatment or has requested confidential treatment and the confidentiality status is pending.