

Updates to the worksheets (January 25, 2005)

1. Yellow cells in many of the portfolios that were initially protected are no longer, and banks are able to input data freely in these areas.
2. **Current sheet:**
 - All exposures are to be entered post-CRM. Some exposure types mistakenly asked for pre-CRM exposures, but the wording has been corrected to state post-CRM.
 - Those cells that were protected and prevented banks from entering in additional risk-weights beyond 100% and/or prevented banks from entering exposures below 50% (i.e., for mortgages) are no longer protected. Banks can enter data into these cells.
 - Cell C903 (RWA for IPRE OTC derivative exposures) now has a summation formula, which was missing.
3. **Input sheet:** Cell E116 now correctly includes cell E99 (accrued interest) in its summation.
4. **SME Corporate sheet:** For clarity reasons, the use of the term "turnover" in the firm size adjustment section has been replaced with the term "revenue."
5. **Equity sheet:**
 - Regarding the 10% materiality threshold, banks should not adjust Tier 1 for those nonfinancial equity investments that are deducted from Tier 1 capital (and noted in HC-R line 10). The spreadsheet has been adjusted (Equity cell F6) so that it implements the 10% materiality test using the measure of Tier 1 before the current regulatory treatment of making a partial deduction of equity instruments. **Please note:** In **Input** cell 21, corresponding to HC-R line 10, if the other deductions exceed the other additions, then that number should be negative. For QIS-4, please retain the sign (i.e., plus for additions, minus for deductions), so that the program will correctly add only those deductions (the negative values that represent the current capital requirements on equity positions) back to the other components of Tier 1.
 - Cell F39 will now only show a value if there are material equities. If there are no material equities, this cell will remain at zero.
6. **Securitization sheet:**
 - We have removed line 14, which had asked for "Offset for specific provisions". This will no longer be accounted for or summed in line 15 "Total".
 - Cell E15 now sums cells E9:E13 (to include non-credit enhancing IOs and POs) where initially the worksheet was not including this item (line 13).