FR Y-14Q, Schedule J, changes for December 31, 2017

FR Y-14Q, Schedule J – Retail Fair Value Option/Held for Sale (FVO/HFS)

The Fair Value Option/Held for Sale (FVO/HFS) schedule collects information on retail loans and leases that are classified as either (1) Held for Sale (HFS) or (2) Held for Investment (HFI) under the Fair Value Option (FVO). The loan population is limited to retail loans and leases. For purposes of this schedule, retail loans and leases include credit card loans, first lien closed-end 1-4 family residential loans and leases, home equity loans and leases, student loans, auto loans and leases, and other consumer loans and leases (refer to the instructions for the respective FR Y-14Q/M schedules for definitions of these loan categories). Include SME and Corporate Card loans (defined in the FR Y-14Q, Balances Schedule). Do not include commercial real estate loans (defined in the FR Y-14Q, Commercial Real Estate Schedule), corporate loans (defined in the FR Y-14Q, Corporate Loans Schedule), small business loans (defined in the FR Y-14Q US Small Business Schedule), loans secured by farmland (defined in the FR Y-9C, Schedule HC-C, item 1.b), or loans to finance agricultural production and other loans to farmers (defined in the FR Y-9C, Schedule HC-C, item 3) on this schedule. Do not include loans serviced for others (i.e. serviced loans that are not directly held in the loan portfolio).

Table 1

Table 1 has two columns. In column A report the unpaid principal balance of loans and leases as of the report date in millions. In column B report the c~~C~~arrying ~~V~~value of loans and leases as of the report date in millions. For purposes of this Schedule, "~~C~~carrying ~~V~~value" is defined as follows:

For HFS loan, the ~~C~~carrying ~~V~~value is the lower of cost or fair value.

For HFS loans that the holding company has elected to report at fair value under the fair value option, the ~~Carrying Value~~carrying value is fair value.

For HFI loans that the holding company has elected to report at fair value under the fair value option, the ~~Carrying Value~~carrying value is fair value.

Item Instructions

For each column in Table 1: (i) the sum of items 1 through 3 must equal item 4; (ii) the sum of items 5 through 9 must equal item 10; and (iii) the sum of items 4, 10, and 11 must equal item 12.

Line item 1 Residential Loans with Forward Contracts to Federal Agencies
Report in the appropriate column the unpaid principal balance and the ~~Carrying Value~~carrying value of all residential retail loans and leases with forward contracts to Federal Agencies.

For purposes of this schedule, residential retail loans include all loans meeting the definition of FR Y-9C, Schedule HC-C, items 1.c(1), 1.c(2)(a), and 1.c(2)(b). Residential retail leases include all leases reported in FR Y-9C, Schedule HC-C, item 10.b that otherwise meet the

classification criteria to be considered a residential loan, except for the fact that they are a lease rather than a loan.

For purposes of this schedule, loans and leases with forward contracts to Federal Agencies are loans and leases originated for the purpose of selling to Federal Agencies (i.e. Fannie Mae, Freddie Mac, Ginnie Mae, etc.) for future securitization.

Line item 2 Residential Loans Repurchased from Agencies with FHA/VA Insurance
Report in the appropriate column the unpaid principal balance and the ~~Carrying Value~~carrying value of all residential retail loans and leases repurchased from agencies such as the Federal Housing Administration (FHA) or Veterans Administration (VA) insurance.

Line item 3 All Other Residential Loans Not Included Above
Report in the appropriate column the unpaid principal balance and the ~~Carrying Value~~carrying value of all other residential retail loans and leases not included in items 2 or 3 above.

Line item 4 Total Residential Loans
Item 4 includes shaded cell and is derived from the sum of items 1, 2, and 3.

Line item 5 Non-Residential Loans with Forward Contracts to Federal Agencies
Report in the appropriate column the unpaid principal balance and the ~~Carrying Value~~carrying value of loans and leases that do not meet the definition of residential loans or leases, reported in ~~in~~ Line item 1, that were originated for the purpose of selling to Federal Agencies (i.e. Fannie Mae, Freddie Mac, Ginnie Mae, etc.) for future securitization.

Line item 6 Student Loans (Not in Forward Contracts)
Report in the appropriate column the unpaid principal balance and the ~~Carrying Value~~carrying value of loans to finance educational expenses, as defined in the FR Y-9C, Schedule HC-C, item 6.d, ~~that do not meet the definition of residential loans or leases, reported in in Line item 1,~~ that were not originated for the purpose of selling to Federal Agencies (i.e. Fannie Mae, Freddie Mac, Ginnie Mae, etc.) for future securitization.

Line item 7 Credit Card Loans (Not in Forward Contracts)
Report in the appropriate column the unpaid principal balance and the c~~C~~arrying ~~V~~value of all extensions of credit to individuals for household, family, and other personal expenditures arising from credit cards, as defined in the FR Y-9C, Schedule HC-C, item 6.a~~,~~. Also include in this line item the unpaid principal balance and carrying value of SME and Corporate Cards, as defined in the FR Y-14Q Schedule M (Balances). ~~that do not meet the definition of residential loans, reported in in Line item 1,~~ Exclude loans ~~that were not~~ originated for the purpose of selling to Federal Agencies (i.e. Fannie Mae, Freddie Mac, Ginnie Mae, ~~–~~etc.) for future securitization

Line item 8 Auto Loans (Not in Forward Contracts)
Report in the appropriate column the unpaid principal balance and the ~~Carrying Value~~carrying value of all consumer loans and lease agreements extended for the purpose of purchasing new and used passenger cars and other vehicles such as minivans, vans, sport-utility vehicles, pickup trucks, and similar light trucks for personal use, as defined in the FR

Y-9C, Schedule HC-C, item 6.c, ~~that do not meet the definition of residential loans or leases, reported in in Line item 1~~, that were not originated for the purpose of selling to Federal Agencies (i.e. Fannie Mae, Freddie Mac, Ginnie Mae, etc.) for future securitization. Include all relevant leases reported in FR Y-9C, Schedule HC-C, item 10.a that otherwise meet the classification criteria to be considered an auto loan, except for the fact that they are a lease rather than a loan.

Line item 9 All Other Non-Residential Loans Not Included Above
Report in the appropriate column the unpaid principal balance and the ~~Carrying Value~~carrying value of all non-residential loans and lease agreements and extensions of credit to individuals for household, family, and other personal expenditures as defined in the FR Y-9C, Schedule HC- C, items 6(b) & 6(d), that are not reported in Items 1 through 8 above. Include all relevant leases reported in in FR Y-9C, Schedule HC-C, item 10 that otherwise meet the classification criteria to be considered other non-residential loans, except for the fact that they are a lease rather than a loan.

Line item 10 Total Non-Residential Loans
Item 10 includes shaded cells and is derived from the sum of items 5 through 9.

Line item 11 Other Retail Loans with Zero Principal or Interest Recourse to the Bank
Report in the appropriate column the unpaid principal balance and the ~~Carrying Value~~carrying value of any retail loans and leases that present no recourse liability to the bank.

Line item 12 Total Retail FVO/HFS Loans
Item 12 includes shaded cells and is derived from the sum of items 4, 10 and 11.

<u>Table 2</u>

Table 2 has nine columns (A-I). The definitions of the loan categories in Columns A through H are defined in Table 1 above. Column I contains shaded cells, and items are derived from the sum or Columns A through H. Below is a list of Columns included on Table 2:

Column A Residential Loans in Forward Contract

Column B Residential Loans (Repurchased with FHA/VA Insurance)

Column C All Other Residential Loans Not Included in Columns A or B

Column D Non-Residential Loans with Forward Contracts to Federal Agencies

Column E Student Loans (Not in Forward Contract)

Column F Credit Card Loans (Not in Forward Contract)

Column G Auto Loans (Not in Forward Contract)

Column H **All Other Non-Residential Loans Not Included in Columns D, E, F or G**

Column I **Total**

Items in Column I are shaded cells and are derived from the sum or Columns A through H.

Item Instructions

The rows in this table refer to the vintage of the loan or lease. The vintage of the loan is the calendar year that the loan or lease was originated. The vintages range from Pre 2006 to the current calendar year.

Categorize loans and leases by vintage and report the entire ~~Carrying Value~~carrying value of the loan or lease in the row corresponding with the calendar year that the loan or lease was originated. Additionally, categorize loans and leases by the loan classifications provided in columns A through H. Report the total ~~Carrying Value~~carrying value of loans and leases as of the report date in millions in the appropriate column and row according to loan classification (column) and vintage (row).

The Total row contains shaded cells, and items are derived from the sum of the vintage years. The amount reported in Table 2, Column I, Row 8 should equal the sum of in Table 1, Column B, Row 4 and Table 1, Column B, Row 10.