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| Important Rule | Empty Column |
| Model & Data Requirements |  |
| Use the same internal model(s) for Stressed VaR as used for the regular VaR-based measure. |  |
| Calibrate model inputs to historical data from a continuous 12-month period. |  |
| Ensure the 12-month period reflects a period of significant financial stress appropriate to the bank's current portfolio. |  |
| If a weighting scheme is used for the regular VaR-based measure, generally use the same weighting scheme for Stressed VaR. |  |
| Document and explain any inconsistencies in weighting scheme usage between VaR and Stressed VaR measures. |  |
| Calculation Frequency & Minimums |  |
| Calculate the Stressed VaR-based measure at least weekly. |  |
| Ensure the Stressed VaR-based measure is no less than the bank's regular VaR-based measure. |  |
| Policies & Procedures (P&P) |  |
| Have written policies and procedures that describe how the period of significant financial stress is determined. |  |
| Provide empirical support for the selected period of significant financial stress. |  |
| Obtain prior approval from the primary federal supervisor for these policies and procedures. |  |
| Notify the primary federal supervisor of any material changes to these policies and procedures. |  |
| P&P must address how the bank links the period of significant financial stress to the composition and directional bias of its current portfolio. |  |
| P&P must address the bank's process for selecting, reviewing, and updating the period of significant financial stress. |  |
| P&P must address the process for monitoring the appropriateness of the 12-month period in light of the bank's current portfolio. |  |
| Acknowledge that the primary federal supervisor may require a different period of significant financial stress. |  |
| Stressed VaR-Based Capital Requirement |  |
| Calculate the Stressed VaR-based capital requirement as the greater of: |  |
| a) The most recent Stressed VaR-based measure. |  |
| b) The average of the Stressed VaR-based measures for each of the preceding 12 weeks multiplied by three. |  |
| Apply a higher multiplication factor (if required) based on backtesting results for the bank's regular VaR-based measure. |  |
| Understand that there is no separate backtesting requirement for the Stressed VaR-based measure for purposes of calculating the capital requirement multiplication factor. |  |