

Press Releases

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OTS 03-11 - OTS Proposes New Form for Collecting Risk Exposure Data

Office of Thrift Supervision

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For further information

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OTS 03-11

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OTS Proposes New Form for Collecting Risk Exposure Data

WASHINGTON - As part of an on-going effort to comprehensively enhance its interest rate risk modeling capabilities, the Office of Thrift Supervision (OTS) is proposing changes to the data collection method used to measure thrifts' interest-rate risk exposure. The changes are intended to reduce the data collection burden on institutions while improving the flexibility and utility of the data collected for OTS.

OTS is proposing to replace the current form, Schedule Consolidated Maturity/Rate (CMR), with a new schedule, Schedule Risk Exposure Data (RED). The new schedule would halve the data fields required under the current schedule. The data collected under the proposed schedule would also be more specific, and the form more flexible, allowing OTS to better utilize the data in its Net Portfolio Value (NPV) model, the agency's key supervisory tool for measuring interest-rate risk.

The proposal is part of a larger agency effort to refine its measurement of net portfolio value and interest rate sensitivity. During the past year, OTS has made improvements to the models and reports that it uses to measure net portfolio value and interest rate risk.

Examples of the proposed Schedule RED, and a comparison between the two schedules, are included in tomorrow's Federal Register, and are available on the OTS website at www.ots.treas.gov.

OTS is requesting comment on whether the proposed schedule will reduce the reporting burden on thrifts; whether it will result in the collection of better, more useful, data; and whether the data collected on Schedule RED will result in improvements in the accuracy of the institution-specific and industry-wide interest-rate risk exposure analysis produced by OTS's NPV model.

Comments are due May 19, 2003.

Schedule RED Form - <http://www.occ.gov/static/news-issuances/ots/press-releases/ots-pr-2003-11a.pdf>

Risk Exposure Data - <http://www.occ.gov/static/news-issuances/ots/press-releases/ots-pr-2003-11b.pdf>

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The Office of Thrift Supervision (OTS), a bureau of the U.S. Treasury, regulates and supervises the nation's thrift industry. OTS's mission is to ensure the safety and soundness of thrift institutions and to support their role as home mortgage lenders and providers of other community credit and financial services. For copies of news releases or other documents visit the OTS web page at www.ots.treas.gov.