

**Resolution No. 368/2010 of the
Polish Financial Supervision Authority
of 12 October 2010**

**amending the resolution of the Polish Financial Supervision Authority on detailed principles
and methods of publication of qualitative and quantitative information on capital
adequacy by banks and the scope of published information**

Pursuant to Art. 111a par. 4 of the Act of 29 August 1997— The Banking Act (Journal of Laws of 2002 No. 72, item 665, as amended) it is resolved as follows:

§ 1 In the Resolution No. 385/2008 of the Polish Financial Supervision Authority on detailed principles and methods of publication of qualitative and quantitative information on capital adequacy by banks and the scope of published information (Journal of Laws PFSA No. 8, item 39):

1) in Annex no. 1, § 9 shall read as follows:

"§ 9. To use the Value at Risk approach in calculating capital requirements, pursuant to Annex 19 to the resolution on the capital adequacy of banks, the bank shall publish the following information:

- 1) in relation to each sub-portfolio:
 - a) characteristics of the models used,
 - b) description of stress tests performed in the sub-portfolio,
 - c) description of the methods used in historical back-testing and verification of accuracy and coherence of internal models and procedures for their implementation;
- 2) the scope of permission given by the Polish Financial Supervision Authority to use the Value at Risk approach;
- 3) description of control systems and mechanisms in accordance with the requirements specified in § 7-13 of the Annex 3 to the resolution on the capital adequacy of banks.
- 4) the highest, the lowest and the average daily Value at Risk in the reporting period and the Value at Risk at the end of the period;
- 5) comparison of the daily Value at Risk measures at the end of the day with one-day changes in the portfolio value at the end of the subsequent working day with the analysis of all relevant overruns in the reporting period.";

2) in Annex No. 2, § 3 shall read as follows:

"§ 3. A bank using an advanced method of measurement pursuant to § 34 - 67 of Annex 14 to the resolution on the capital adequacy of banks to calculate capital requirements for operational risk, shall publish the following information:

- 1) description of the employment of insurance and other mechanisms to reduce operational risk;
- 2) the fact that the bank has PFSA's approval for the use of advanced methods of measurement".

§ 2 The Resolution enters into force on 31 December 2010.

For and on behalf of the Polish Financial Supervision Authority
Per procura of the Chairman of the Polish Financial Supervision Authority
Lesław Gajek