

**STATEMENT OF**

**DONALD E. POWELL  
CHAIRMAN  
FEDERAL DEPOSIT INSURANCE CORPORATION**

**on**

**THE DEVELOPMENT OF THE NEW BASEL CAPITAL ACCORDS**

**before the**

**COMMITTEE ON BANKING, HOUSING, AND URBAN AFFAIRS**

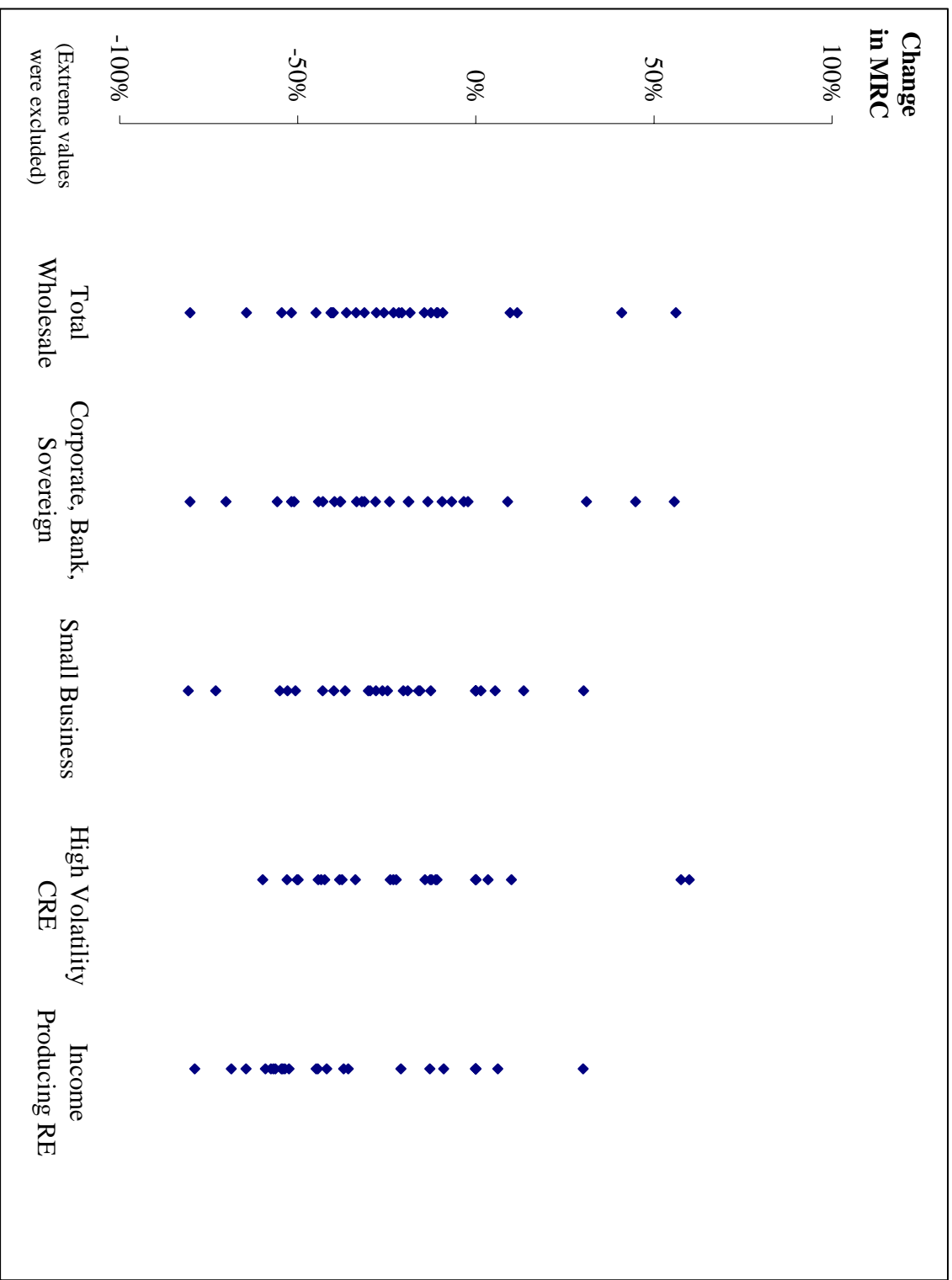
**9:30 A.M.  
November 10, 2005  
Room 538, Dirksen Senate Office Building**

# **APPENDIX A**

**Ranges of Minimum Required Capital (MRC) Changes for Various  
Credit Portfolios As Indicated by QIS-4 Results**

<b>Portfolio</b>	<b>Average % Change in MRC</b>	<b>Largest % Decline in MRC</b>	<b>Largest % Increase in MRC</b>
Corporate, Bank, Sovereign	-22	-80	56
Small Business	-27	-81	30
High-Volatility Commercial Real Estate	-33	-60	110
Income-Producing Real Estate	-41	-79	30
Aggregate Wholesale Credit	-25	-80	56
Home Equity	-74	-99	92
Residential Mortgage	-61	-99	-18
Credit Card	66	-90	416
Other Consumer	-7	-98	94
Retail Business	-6	-100	204
Aggregate Retail Credit	-26	-83	73
Equities	7	-94	78
Other Assets	-12	-47	0
Securitization	-18	-70	56
Change in Effective MRC	-15	-47	56

**Exhibit 2: Range of Minimum Required Capital (MRC) Changes  
for Wholesale Portfolios**



**Exhibit 3: Range of Minimum Required Capital (MRC) Changes for Retail Portfolios**

