CIRCULAR LETTER 3,376

Addresses procedures for the
sending of information regarding
market risk exposure, as mentioned
in Memorandum No. 3,429 of 2009.

1.   The sending of the information covered by Article 1 of
Memorandum No. 3,429 of 14 January 2009 shall be made through the
Demonstration of Market Risk (DMR), as according to the codification
of the Document Catalogue (Cadoc), presented as an Appendix to this
Circular Letter.

2.   The DMR shall be sent to the Banco Central do Brasil –
Departamento de Monitoramento do Sistema Financeiro e de Gestão da
Informação – Desig (Brazilian Central Bank – Financial System
Monitoring and Information Management Department), through
application PSTAW10 (exchange of information), in the manner set
forth in Circular Letter No. 2,847 of 13 April 1999, available for
download on the Internet Page of the Central Bank of Brazil, at
http://www.bcb;gov.br/?PSTAW10.

3.   The DRM file shall be:

I – prepared in the XML format (eXtensible Markup
Language);

II – validated, prior to the dispatch thereof, making
use of the XSD validation scheme (XML Schema
Definition).

4.   The DRM models, in Excel format, as also the DRM layouts inn
XML format, the instructions for filling in the documents, the
example files, the XSD validation files and the validation program
are all available on the Internet Page of the Central bank of
Brazil, at the address http://www.bcb.gov.br/htms/pstaw10docs.asp.

5.   The institutions that meet the criteria for waiving the
sending of the documents as mentioned in item 1, as set forth in
items III and V of Paragraph 1 to Article 1 of Memorandum No. 3,429
of 2009, shall register an official communication informing the base
date, after which the document shall no longer be sent.

6.   The method for recording the communication mentioned in the
previous item shall be established through specific written
communication to be disclosed by Desig.

7.   The responsible institution comprising an economic and
financial conglomerate made up only of financial institutions
authorized to operate by the Central Bank of Brazil may also record
communication, in the manner established in item 5, so that they
shall not be required to send the document with code 2060.

8.   The institutions who are either exempt or have been freed from the need to send the DMR, who do not register the communication mentioned in items 5 and 7, shall be subject to the penalties as established by the legislation currently in force, between the deadline for sending the documents until the date on which the communication is duly registered.

9.   The sending of the documents mentioned in item 1 shall be taken up once again should there be the loss of the condition that has established the exemption or waiver, in which case the institutions shall be required to record a communication informing the base date as from which the document shall once again be sent.

10.   The use of models, layouts, instructions for filling in the documents, example files, validation schemes and the DMR validation program, due to any adjustments that may have been made, shall be adopted in the manner established by a specific written communication in this regard.

11.   Data regarding the following shall be recorded and kept updated in the System of Information on Organizations of the Interest of the Central Bank (Unicad):

> I. the Director Responsible, as mentioned in Article 10 of Resolution No. 3,464 of 26 June 2007;

> II. the employee appointed to respond to possible questioning of the DMR of the institution.

12.   Circular Letter No. 3,312 of 28 April 2008 is hereby repealed.

Brasília, 9 February 2009.

Financial System Monitoring and Information Management Department (Desig)

Cornélio Farias Pimentel
Head of Unit

Appendix

Document Catalogue Coding – Cadoc
Demonstration of Market Risk (DMR)

Financial Institution not belonging to a Financial Conglomerate (through the use of the Document with Code 2040, for transferring files in the PSTAW10 program):

a) 05.1.3.010-2, for Development or Nurturing Agencies;

b) 12.1.3.270-8, for Associations of Savings and Loans;

c) 20.1.3.268-0, for Commercial Banks;

d) 21.1.3.001-4, for Exchange Brokerage Societies;

e) 22.1.3.268-8, for Development Banks;

f) 24.1.3.474-9, for Investment Banks;

g) 26.1.3.270-1, for Multiple Banks;

h) 27.1.3.000-8, for Foreign Exchange Banks;

i) 28.0.3.640-3, for the National Bank for Social and Economic Development;

j) 38.1.3.001-4, for the Federal Savings Bank (*Caixa Econômica Federal*);

k) 39.1.3.031-2,for Mortgage Companies;

l) 43.1.3.004-7, for Central Credit Co-operatives;

m) 44.1.3.267-3, for Credit Co-operatives;

n) 45.1.3.003-8, for the Credit Co-operatives Confederations;

o) 77.1.3.268-8, for the Mercantile Leasing Societies;

p) 79.1.3.467-7, for Securities and Papers Brokerage Societies;

q) 81.1.3.268-1, for the Societies of Credit, Financing and Investment;

r) 83.1.3.270-6,for Housing Credit Societies; and

s) 85.1.3.467-8, for the Securities and Papers Distributing Societies.

Financial Conglomerates (through the use of Document with Code 2050, for transferring files with the PSTAW10 program):

a) 42.1.3.267-5, for Financial Conglomerates, which have chosen to calculate limits on consolidated bases.

Economic and Financial Conglomerates (through the use of Document with Code 2060, for transferring files with the PSTAW10 program):

a) 41.1.3.001-8, for Economic and Financial Conglomerates, as set forth in Resolution 2,723/2000.