

# Sheshunoff™

Dear Valued Customer,

We are pleased you have chosen our *Liquidity Risk Management* for your reference library. This update is full of new and refreshed material germane to your liquidity needs:

- In Chapter 10A, “Contingency Planning,” we have:
  - Added a short new subsection discussing FDIC guidance for CFPs.
  - Added a new appendix with the full text of the FDIC guidance for CFPs.
  - Added a new exhibit showing an extract from a best practice key risk indicator report.
- In Chapter 11, “Oversight, Regulatory Compliance, Management Reports, and Policies,” we have:
  - Added a new section discussing “top-down” and “bottom-up” methods for quantifying risk appetite.
  - Added a new exhibit illustrating the top-down approach.
  - Deleted obsolete regulatory material.
  - Slightly revised the discussion of report frequency.
  - Replaced an exhibit with a new “best practice” Survival Horizon summary report example.
  - Added a short discussion of BIS guidance for internal controls.
  - Added five more internal controls recommended by the U.K. FSA.
  - Added an exhibit listing 11 liquidity risk policy elements suggested by the BIS.
- In Chapter 12, “Perspectives,” we have added a new section showing 2008 and 2009 BIS guidance that moves away from the inappropriate concept of capital for liquidity risk.

Our goal is to make our *Liquidity Risk Management* your favorite source book. If you have any suggestions regarding this manual, please let us know! You can email me directly at [jim.baker@sheshunoff.com](mailto:jim.baker@sheshunoff.com). You can also call our customer service representatives at 1-800-456-2340, or visit our Web site at [www.sheshunoff.com](http://www.sheshunoff.com) if you have any questions regarding any of our products.

Sincerely,

Jim Baker  
Editor