

**d) Increase to multiplier is subjective and supervisor has discretion in whether to apply**

**15. If a regulator wants to minimize the probability of accepting a bad internal market risk value at risk (VaR) model, EACH of the following in theory will help that goal EXCEPT for:**

- a) Shrink (expand) the green (red) zone**
- b) Increase sample size**
- c) Decrease VaR confidence level**
- d) Increase VaR confidence level**