

Pursuant to Article 38, paragraph 3, under I) of the Croatian National Bank Act (official gazette *Narodne novine*, No. 36/2001) and Article 29 of the Foreign Exchange Act (official gazette *Narodne novine*, No. 96/2003), the Council of the Croatian National Bank, at its meeting held on 22 December 2004, enacted the following

Decision

on the Amendments to the Decision on the Conditions for Issuing Approvals for Opening Foreign Exchange Accounts Abroad

I

In the Decision on the Conditions for Issuing Approvals for Opening Foreign Exchange Accounts Abroad (official gazette *Narodne novine*, No. 111/2003), in item III, paragraph 1), subitem 3 the following text shall be added:

"The funds in the guarantee deposit account may be used for investments in securities and other forms of financial assets provided that these financial assets serve the purpose of a guarantee deposit and that residents are allowed to make such investments pursuant to other regulations.

II

In item III, paragraph 1), subitem 7 the word "commercial" shall be deleted.

III

In item III, paragraph 1), following subitem 9., new subitems shall be added and shall read as follows:

"10. for collection of payments pursuant to court orders abroad, where this has been conditioned by opening a foreign exchange account abroad. Where this is the case, a copy of the relevant court order shall be supplied.

11. for collecting contributions and donations for scientific, cultural, humanitarian and economic purposes. A copy of documents required to substantiate the need for opening a foreign exchange account abroad shall be enclosed to the request for approval for the purpose referred to in this subitem;
12. for the purpose of operating abroad of government bodies, bodies established by mediation of the Republic of Croatia and bodies established pursuant to international agreements signed by the Republic of Croatia;
13. for netting of transactions carried out via international postal orders through the account of the Croatian Post. A copy of the agreement between the Croatian Post and foreign bank through which netting is conducted shall be supplied.
14. for purposes of education or professional training abroad. Where this is the case, a copy of the admission certificate issued by the relevant institution where education or professional training is to take place shall be supplied.
15. for medical treatment abroad. Where this is the case, a recommendation or referral slip for medical treatment abroad shall be supplied.
16. for collection of tax returns abroad arising from trade transactions in accordance with tax regulations of the country where the account is to be opened. A copy of the documents substantiating the need to open an account abroad pursuant to this subitem shall be enclosed with the request for approval for the purpose referred to in this subitem.
17. for collection of receivables abroad if collection is conditioned by a regulation of a foreign country or request of a foreign partner. The Croatian National Bank shall decide on the merits of the request submitted in accordance with the provisions of this subitem.

IV

In item V, paragraph 1) the following text shall be inserted after the full stop:
"The obligation referred to in this item shall not apply to natural persons who

have been issued an approval for opening a foreign exchange account abroad for the purpose of education or medical treatment abroad."

V

In item V, paragraph 3) the following text shall be inserted after the full stop: "The obligation referred to in this item shall not apply to natural persons who have been issued an approval for opening a foreign exchange account abroad for the purpose of education or medical treatment abroad."

VI

This decision shall enter into effect on the eight day following its publication in the official gazette *Narodne novine*.

Dec. No.: 654/2004

Zagreb, 22 December 2004

CROATIAN NATIONAL BANK
COUNCIL CHAIRMAN
GOVERNOR
Dr Željko Rohatinski