

Pursuant to Article 162, paragraph (3) item (1) of the Credit Institutions Act (Official Gazette 117/2008), and Article 43, paragraph (2), item (9) of the Croatian National Bank Act (Official Gazette 75/2008), the Governor of the Croatian National Bank hereby issues the

**Decision**  
**on submitting reports about borrowers whose debt to a credit institution**  
**exceeds a specified amount**

## **1 GENERAL PROVISIONS**

### **Article 1**

This Decision prescribes the amount of debt in the case of whose exceeding a credit institution shall submit a report to the Croatian National Bank about the borrowers who have exceeded it, as well as the method and time limits for reporting on such borrowers.

### **Article 2**

(1) The provisions of this Decision shall apply to all credit institutions with registered offices in the Republic of Croatia that have been authorised by the Croatian National Bank, with the exception of electronic money institutions.

(2) The provisions of this Decision shall apply *mutatis mutandis* to branches of third-country credit institutions authorised by the Croatian National Bank to provide services.

## **2 DEBT**

### **Article 3**

A credit institution shall submit reports the Croatian National Bank about the borrowers to which its exposure amounts to or exceeds HRK five million.

### **Article 4**

For the purposes of this Decision, 'debt' of a borrower means all due and non-due short-term and long-term loans, receivables based on accrued interest and fees, debt security holdings, other receivables relating to an individual borrower and assumed contingent liabilities to an individual person or by order of an individual person.

### **Article 5**

By way of derogation from Article 3 of this Decision, a credit institution shall not be required to submit reports to the Croatian National Bank on:

1) overnight loans at the interbank market;

- 2) deposits held with the Croatian National Bank and with credit institutions having their registered offices in or outside the Republic of Croatia;
- 3) equity investments or holdings; and
- 4) holdings in investment funds.

#### **Article 6**

For the purposes of this Decision, 'exposure to a single borrower' means total exposure to the borrower and persons connected with him/her in terms of Article 24 of the Credit Institutions Act.

### **3 REPORTING**

#### **Article 7**

(1) A credit institution shall submit reports to the Croatian National Bank about the borrowers whose debt, on any day during the reporting quarter, reached or exceeded the gross amount (the amount before deducting the amounts of value adjustments for identified losses arising from placements and provisions for contingent losses) of HRK five million.

(2) A credit institution shall report an individual borrower's debt as at the day of the reporting quarter when the total debt of the borrower was at its maximum. A credit institution shall report the debt and the assumed off-balance sheet contingent liabilities separately by type of claim or off-balance sheet contingent liability.

#### **Article 8**

(1) A credit institution shall submit the reports referred to in Article 7 of this Decision to the Croatian National Bank on a quarterly basis, in the form and manner prescribed by the Croatian National Bank in the Decision on Supervisory Reports of Credit Institutions. Quarters shall end on 31 March, 30 June, 30 September and 31 December.

(2) A credit institution shall submit the reports referred to in Article 7 of this Decision fifteen days following the end of each quarter, i.e. no later than 15 April, 15 July, 15 October and 15 January. The reports shall be considered submitted by a bank within the prescribed time limits, provided that they have undergone formal and logical controls by the Croatian National Bank.

#### **Article 9**

Where no borrower's debt to a credit institution during the reporting quarter exceeded the amount laid down in Article 3 of this Decision, the credit institution shall notify the Croatian National Bank thereof in writing. The credit institution shall submit such a notification within the time limits specified in Article 8 paragraph (2) of this Decision.

#### **4 TRANSITIONAL AND FINAL PROVISIONS**

##### **Article 10**

This Decision shall be published in the Official Gazette and shall enter into force on 1 July 2009.

No.: 20-020/01-09/ŽR  
Zagreb, 2 January 2009

Croatian National Bank  
Council Chairman  
Governor  
**Željko Rohatinski, m.p.**