



HNB

GVERNER

Pursuant to Article 101, paragraph (2), item (3) of the Credit Institutions Act (Official Gazette 159/2013, 19/2015, 102/2015, 15/2018, 70/2019 and 47/2020), Article 395, paragraph (1), Article 493, paragraph (4) and Article 500a, paragraph (2) of Regulation (EU) No 575/2013 (OJ L 176, 27.6.2013) as amended by Regulation (EU) 2020/873 (OJ L 204, 26.6.2020) and Article 43, paragraph (2), item (10) of the Act on the Croatian National Bank (Official Gazette 75/2008, 54/2013 and 47/2020), the Governor of the Croatian National Bank hereby issues the

Decision of amendments to the Decision on large exposures of credit institutions

Article 1

In the Decision on large exposures of credit institutions (Official Gazette 111/2018 and 120/2018), in Article 1, paragraph (1), at the end of item (2), the conjunction "and" is deleted and a comma is inserted. At the end of item (3), the full stop is deleted and the conjunction "and" is inserted. After item (3), item (4) is added which reads:

"4) the application of Article 500a, paragraph (2) of Regulation (EU) No 575/2013."

Article 2

After Article 3, a new Article 3a is inserted which reads:

"Article 3a

(1) By way of derogation from Article 395, paragraph (1) and Article 493, paragraph (4) of Regulation (EU) No 575/2013, credit institutions shall be allowed to incur exposures referred to in Article 500a, paragraph (1) of Regulation (EU) No 575/2013, up to the following limits:

- 1) 100% of the institution's Tier 1 capital until 31 December 2023;
- 2) 75% of the institution's Tier 1 capital between 1 January and 31 December 2024; and
- 3) 50% of the institution's Tier 1 capital between 1 January and 31 December 2025.

(2) The limits referred to in paragraph (1) of this Article shall apply to exposure values after taking into account the effect of the credit risk mitigation in accordance with Articles 399 to 403 of Regulation (EU) No 575/2013."

Article 3

In Article 7, paragraph (3), item (1), the reference to the Official Gazette is amended to read: "(Official Gazette 78/2015, 134/2015, 120/2016, 116/2018, 42/2020 and 47/2020)".

In Article 7, paragraph (3), item (2), after the reference to the Official Journal "(OJ L 330, 15.11.2014)", the words "and as adapted by Directive 2014/102/EU of the European Parliament and the Council of 7 November 2014 adapting Directive 2013/34/EU (OJ L 334, 21.11.2014)" are inserted.

Entry into force
Article 4

This Decision shall enter into force on the eighth day after the day of its publication in the Official Gazette.

No.: 247-020/08-20/BV
Zagreb, 3 August 2020

Boris Vujčić

Governor