HNB
EUROSUSTAV

Trg hrvatskih velikana 3, HR-10000 Zagreb
T. +385 1 4564 555 · F. +385 1 4610 551
www.hnb.hr

TO ALL CREDIT INSTITUTIONS

Attention of: Management Board

No. 57-091/091/26-1
Zagreb, 3 February 2026

Subject: Notification of the application of the Guidelines on environmental scenario analysis to test the resilience of institutions to negative impacts of environmental risk factors

Dear Sir or Madam,

We hereby inform you that the European Banking Authority (hereinafter: the EBA) has issued the **Guidelines on environmental scenario analysis to test the resilience of institutions to negative impacts of environmental risk factors (EBA/GL/2025/04)** (hereinafter: the Guidelines).

The Guidelines complement the regulatory framework for managing environmental, social and governance (ESG) risks by specifying supervisory expectations regarding the performance of environmental scenario analysis and additionally aim to strengthen the capability of credit institutions to assess and manage environmental risks. This implies:

- the integration of environmental risks into existing methodological stress testing frameworks of credit institutions to enable the assessment of short-term financial impacts of environmental risks and to accordingly ensure adequate levels of capital and liquidity; and
- the use of sensitivity analyses to assess medium-term and long-term implications of environmental risks for the business models, strategies and risk profiles of credit institutions.

To conclude, the two complementary elements referred to above should enable credit institutions to more effectively incorporate environmental risk considerations into their overall risk management and strategic planning processes.

The Guidelines will apply as of 1 January 2027 and will constitute a foundation for the expectations that the Croatian National Bank will apply when performing supervision of the subject matter concerned.

The Guidelines are available in English at:

https://www.eba.europa.eu/sites/default/files/2025-11/170da4c8-9b56-4fb0-ad60-94d433b7e866/Guidelines%20on%20environmental%20scenario%20analysis.pdf

Kind regards,

Boris Vujčić