



HNB

**GUVERNER**

Pursuant to Article 150, paragraph (7) of the Credit Institutions Act (Official Gazette 159/2013, 19/2015, 102/2015 and 15/2018) and Article 43, paragraph (2), item (9) and Article 77 of the Act on the Croatian National Bank (Official Gazette 75/2008 and 54/2013), the Governor of the Croatian National Bank hereby issues the

## **Decision on amendments to the Decision on the sale of placements by credit institutions**

### **Article 1**

In the Decision on the sale of placements by credit institutions (Official Gazette 127/2014), Article 2, item (3) is amended to read:

"3) 'Placements' means all financial assets as prescribed in item (11) of International Accounting Standard 32 Financial Instruments: Presentation, except investments in debt securities and equity instruments, on the basis of which a credit institution is exposed to credit risk and which may be allocated to an individual debtor, as follows:

- 1) loans granted by a credit institution, including receivables arising from any payments made under uncovered letters of credit, guarantees and other commitments;
- 2) deposits with credit institutions, including deposits with the Croatian National Bank;
- 3) receivables based on financial leasing and factoring and forfeiting;
- 4) receivables based on interest and non-interest income;
- 5) advance payments; and
- 6) other receivables on the basis of which a credit institution may be exposed to a credit risk due to a counterparty's default.

Placements subject to the application of this Decision shall include financial assets classified by a credit institution, in line with its business policy, to financial instrument portfolios referred to in the International Financial Reporting Standard 9 Financial Instruments as:

- a) financial assets measured at amortised cost;
- b) financial assets measured at fair value through other comprehensive income; and
- c) financial assets measured at fair value through profit or loss, except financial assets held for trading."

In items (4) and (5), the words: "prior to the reduction by the determined value adjustments" are replaced by the words: "prior to impairment".

## **Article 2**

In Article 5, paragraph (2), item (3), the words "value adjustment" are replaced by the word "impairment" in the appropriate grammatical number and case.

## **Article 3**

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

No.: 66-020/03-18/BV  
Zagreb, 2 March 2018

Croatian National Bank  
Governor  
**Boris Vujčić**