

Pursuant to Article 43, paragraph (2), item (9) of the Act on the Croatian National Bank (Official Gazette 75/2008 and 54/2013) and Article 119, paragraphs (4) and (5) of the Credit Institutions Act (Official Gazette 159/2013), the Governor of the Croatian National Bank hereby issues the

Decision on the countercyclical buffer rate

Subject matter and legal persons subject to the Decision

Article 1

- (1) This Decision prescribes the level of the countercyclical buffer rate for the Republic of Croatia.
- (2) The provisions of this Decision shall apply to all credit institutions with head offices in the Republic of Croatia, authorised by the Croatian National Bank.
- (3) The provisions of this Decision shall apply *mutatis mutandis* to branches of third-country credit institutions authorised by the Croatian National Bank to establish branches of third-country credit institutions.

Scope of application of the Decision

Article 2

A credit institution shall apply the provisions of this Decision on an individual and a consolidated basis in the manner determined in Part One, Title II of Regulation (EU) No 575/2013 of the European Parliament and of the Council of 26 June 2013 on prudential requirements for credit institutions and investment firms and amending Regulation (EU) No 648/2012 (OJ, L 176, 27. 6. 2013, hereinafter referred to as 'Regulation (EU) No 575/2013').

Level of the rate

Article 3

The countercyclical buffer rate for the Republic of Croatia shall be 0% of the total risk exposure amount calculated in accordance with Article 92, paragraph (3) of Regulation (EU) No 575/2013.

Reporting to the Croatian National Bank

Article 4

A credit institution shall report to the Croatian National Bank on its compliance with the requirements set out in this Decision in the manner and within the time limits prescribed by the Decision on capital buffers and capital conservation measures.

Entry into force

Article 5

This Decision shall be published in the Official Gazette and shall enter into force on 1 January 2016.

No.: 14-020/01-15/BV

Zagreb, 19 January 2015

Boris Vujčić

Governor