

Pursuant to Articles 89 and 90 of the Banking Law of Republika Srpska ("Official Gazette of Republika Srpska" No. 4/17, 19/18 and 54/19), Article 5, Paragraph 1, Item b, Article 20, Paragraph 2, Item b and Article 37 of the Law on the Banking Agency of Republika Srpska ("Official Gazette of Republika Srpska" No. 59/13 and 4/17), Article 6, Paragraph 1, Item b and Article 19, Paragraph 1, Item b of the Statute of the Banking Agency of Republika Srpska ("Official Gazette of Republika Srpska" No. 63/17), the Management Board of the Banking Agency of Republika Srpska, at the 51st session, held on 6 April 2023, adopted the

DECISION

ON AMENDMENTS TO THE DECISION ON TEMPORARY MEASURES TO MITIGATE THE RISK OF INCREASE IN INTEREST RATES

Article 1

In the Decision on temporary measures to mitigate the risk of increase in interest rates ("Official Gazette of Republika Srpska" No. 98/22), in Article 4, a new Paragraph numbered 1 shall be added and read as follows:

"(1) For existing credit exposures already allocated to the credit risk level 1, in accordance with the provisions of the Article 18 of the Decision on credit risk management and determining expected credit losses, for which in the process of monitoring the exposure risk, a significant increase of interest rate has been identified, the bank cannot determine expected credit losses in the amount less than 2% of the exposure."

Previous Paragraphs 1 and 2 shall become 2 and 3.

Article 2

This Decision shall come into force on the eighth day from the day of its publication in the "Official Gazette of Republika Srpska" and shall be applied on the reporting date as of 30 April, 2023.

Number: UO-420/23

Date: 6 April 2023

PRESIDENT OF THE
MANAGEMENT BOARD
Bratoljub Radulović