

Pursuant to 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 89, Paragraph 3 of the Banking Law of Republika Srpska (“Official Gazette of Republika Srpska” No.: 4/17, 19/18 and 54/19), 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 4th session, held on 26 December 2023 adopted the

DECISION
ON SUPPLEMENTING THE DECISION ON INCLUSION OF SPECIAL CONDITIONS FOR CONTRACTING LONG TERM NON PURPOSE AND REPLACEMENT LOANS TO PRIVATE INDIVIDUALS INTO BANK RISK MANAGEMENT SYSTEM

Article 1

In the Decision on inclusion of special conditions for contracting long term non purpose and replacement loans to private individuals into bank risk management system (“Official Gazette of Republika Srpska” No.: 101/17 and 120/21), in Article 3, after Paragraph 2, a new Paragraph 3 shall be added and read as follows:

„(3) For contracted non purpose and replacement loan to private individual whose remaining maturity is longer than 5 years, in calculating amount of exposure weighted by credit risk, a risk weight of 100% shall be assigned to that portion of the loan for which credit risk mitigation technique is not recognized and if the approved loan is assigned to the category exposure to household.“

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 as of 30 June 2024.

Number: UO-42/23

Date: 26 December 2023

PRESIDENT OF THE
MANAGEMENT
BOARD
Dejan Kusturić