



NATIONAL BANK OF THE REPUBLIC OF MACEDONIA

Pursuant to Article 41-a and Article 64, paragraph 1, item 22 of the Law on the National Bank of the Republic of Macedonia ("Official Gazette of the Republic of Macedonia" No. 3/2002, 51/2003, 85/2003, 40/2004, 61/2005 and 129/2006), the National Bank of the Republic of Macedonia Council adopted the following

DECISION on the contents and the manner of functioning of the Credit Registry ("Official Gazette of the Republic of Macedonia" No. 108/2008)

I. GENERAL PROVISIONS

1. This Decision shall regulate the contents and the manner of functioning of the Credit Registry of the Republic of Macedonia (hereinafter referred to as: the Credit Registry), by:

- defining the type of data and information submitted to the Credit Registry;
- the manner and the timeframes for submission of data and information for the Credit Registry maintenance; and
- the manner and the conditions for use of such data by the Credit Registry users.

2. Credit Registry, in this Decision, shall mean data and information base on the credit risk exposure of banks, savings houses and foreign banks' branch offices in the Republic of Macedonia to legal entities and natural persons (hereinafter referred to as: clients).

3. The aim of the Credit Registry shall be to enable:

- centralization of the data on the credit risk exposure to clients submitted by banks, savings houses and foreign banks' branch offices;
- utilization of the data and information on the credit risk exposure by the banks, savings houses and foreign banks' branch offices;
- provision of data and information on the credit risk exposure of individual bank and savings house, foreign bank branch office, as well as the banking system in general, for the purposes of the supervisory function of the National Bank of the Republic of Macedonia (hereinafter referred to as: the National Bank).

II. TYPE OF DATA AND INFORMATION MAINTAINED IN THE CREDIT REGISTRY

4. The banks, the savings houses and the foreign banks' branch offices shall submit the following data and information to the Credit Registry:

- 1) registration, or national ID number of the client;
- 2) uniform tax number of the client - legal entity;
- 3) full name of the client;
- 4) residence of the client. In case of a client - non-resident, the country of residence shall be entered;

5) exposure by credit party (credit party shall denote each on-balance sheet and off-balance sheet credit risk exposure, subject of the bank's classification pursuant to the Decision on the credit risk management), as follows:

- number of credit party;
 - data of approval;
 - exposure amount at approval;
 - date of maturity;
 - regular principal;
 - due principal;
 - regular interest;
 - nonperforming principal;
 - nonperforming interest;
 - other claims;
 - off-balance sheet items;
 - total exposure;
 - interest rate level (annual nominal interest rate);
 - type of interest rate - fixed, adjustable, or variable;
 - exposure status - restructured, prolonged;
 - number of prolongations;
 - number of restructurings;
 - date of maturity of the exposure from the principal after the prolongation/restructuring;
 - percentage of the impairment, i.e. special reserve for each credit party;
 - amount of the impairment, i.e. special reserve for each credit party;
 - type of credit - annuity installments, balloon installments, credit card, or current account;
 - maximum days of overdue and the amount this overdue refers to;
 - exposure currency (Denars, foreign currency, Denars with currency clause);
 - the purpose of the exposure to natural persons: loans for purchase and renovation of houses, loans for purchase and renovation of commercial real estate, consumer loans, auto loans, overdrafts on current accounts, credits based on issued credit cards and other credits;
 - type and value of the collateral (market value, estimated value, or other value on bank's disposal);
 - data on the endorser.
- 6) compliance of the client's foreign currency position;
- 7) prevailing activity of the client - legal entity;
- 8) prevailing activity of a client - sole proprietor and the natural persons, who, according to the Law on Trade Companies, are not considered as commercial entities, in the following categories: agriculture, trade, other services and other activities;
- 9) written-off claims;
- 10) other data and information set forth in the Instructions under item 12 of this Decision.

5. The data and the information pertaining to the credit risk exposure under item 4 of this Decision shall be submitted as follows:

- individually, for each client the total credit risk exposure of which exceeds the limits under paragraph 2 and 3 of this item; or

- collectively, for the exposures not exceeding the limits under paragraph 2 and 3 of this item.

Banks and the foreign banks' branch offices shall be obliged to submit the data and the information under item 4 of this Decision individually for:

- all domestic and foreign banks;
- all nonresidents;
- all domestic nonbank financial institutions;
- all other domestic nonfinancial institutions with total credit risk exposure over Denar 300,000; and
- all domestic natural persons, sole proprietors and natural persons who according to the Law on Trade Companies are not considered as commercial entities, with total credit risk exposure over Denar 5,000.

Savings houses shall be obliged to submit the data and the information under item 4 of this Decision individually for all legal entities with total credit risk exposure exceeding Denar 50,000 and for all resident natural persons, sole proprietors and natural persons who according to Law on Trade Companies are not considered as commercial entities, with total credit risk exposure over Denar 5,000.

The banks, savings houses and foreign banks' branch offices shall collectively submit all exposures failing to exceed the limits under paragraphs 2 and 3 of this item, by applying the rules prescribed in the Instructions under item 12 of this Decision.

III. MANNER OF SUBMISSION OF DATA AND INFORMATION ON THE CREDIT REGISTRY MAINTENANCE

6. Banks, savings houses and foreign banks' branch offices shall be required to submit data and information needed for maintaining the Credit Registry to the National Bank.

The data and information under item 4 of this Decision shall be submitted electronically through a special application developed by the National Bank.

7. The banks, savings houses and foreign banks' branch offices shall be responsible for the accuracy of the data and information that are submitted to the Credit Registry.

8. The aggregated Credit Registry data and information shall be available to users no later than the deadline set forth in the Instructions stipulated under item 12 of this Decision.

IV. MANNER OF AND CONDITIONS FOR USE OF CREDIT REGISTRY DATA AND INFORMATION

9. Access to Credit Registry data and information shall be authenticated, authorized and recorded.

10. Banks, savings houses and foreign banks' branch offices may use the following Credit Registry data and information:

- full name of the client;
- amount and structure of the total credit risk exposure of all banks, savings houses and foreign banks' branch offices to individual client;

- number of banks, savings houses and foreign banks' branch offices, having credit risk exposure to individual client;
- total number of credit parties;
- total amount of impairment, i.e. allocated special reserve of all banks, savings houses and foreign banks' branch offices to individual client;
- data on the client's collateral;
- prolonged credits;
- restructured credits;
- maximum number of days of overdue;
- data on the client, if it is an endorser, and the amount of the exposure it endorses for;
- transition matrix;
- prevailing activity of the client - legal entity;
- purpose of the exposure - for clients - natural persons;
- net exporters;
- amount of written-off claims;
- other reports.

In addition to the data under paragraph 1 of this item, each bank, savings house and foreign bank branch office shall have access to all data and information of the Credit Registry pertaining to its credit risk exposure.

11. The Credit Registry data and information shall constitute confidential information for the users of the Credit Registry.

V. TRANSITIONAL AND FINAL PROVISIONS

12. The Governor of the National Bank shall issue Instructions prescribing the manner and the timeframes for submission and use of data and information by the Credit Registry users and the beginning of submission of individual data and information.

13. The banks, savings houses and the foreign banks' branch offices shall be required to designate authorized persons for submission and use of Credit Registry data and information.

The banks and savings houses shall be required to submit the list of authorized persons from paragraph 1 of this item to the National Bank no later than September 15, 2008.

The banks, savings houses and the foreign banks' branch offices shall be obliged to notify the National Bank of any change of persons under paragraph 1 of this item, within five (5) working days of such change.

14. This Decision shall enter into force the eighth day after its publishing in the "Official Gazette of the Republic of Macedonia", and its implementation shall commence on September 30, 2008.

With the initiation of the implementation of this Decision, the Decision on the content and the operation of the Credit Registry ("Official Gazette of RM" no. 61/2004 and 25/2007) shall become void.

15. By exception to item 14 of this Decision, within a period from the commencement of the implementation of this Decision until November 1, 2008, the banks, savings houses and the foreign banks' branch offices shall be required to

parallelly submit the data and information set forth in this Decision and in the Decision on the content and operation of the Credit Registry ("Official Gazette of RM" no. 61/2004 and 25/2007). The data and information shall be submitted in line with the timeframes and beginning of the submission, determined in this Decision, Decision on the content and the operations of the Credit Registry ("Official Gazette of RM" no. 61/2004 and 25/2007), and respective instructions prescribed on the basis of these two decisions.

D.No. 02-15/X-1/2008
August 27, 2008
Skopje

Petar Goshev, MSc.
Governor
and President of the
National Bank of the
Republic of Macedonia Council