



NATIONAL BANK OF THE REPUBLIC OF NORTH MACEDONIA

Pursuant to Article 48 paragraph 1 item 3 and Article 68 paragraph 3 of the Law on the National Bank of the Republic of Macedonia (Official Gazette of the Republic of Macedonia No. 158/10, 123/12, 43/14, 153/15, 6/16 and 83/18) and item 70 paragraph 3 of the Decision on the methodology for liquidity risk management (Official Gazette of the Republic of Macedonia No. 146/20), the Governor of the National Bank of the Republic of North Macedonia adopted these

Instructions for implementation of the Decision on the methodology for liquidity risk management (Official Gazette of the Republic of North Macedonia No. 314/20)

I. GENERAL PROVISIONS

1. These Instructions shall set forth the form and content of the liquidity reports of the Decision on the methodology for liquidity risk management (Official Gazette of the Republic of North Macedonia No. 146/20) (hereinafter: the Decision) and the manner of reporting to the National Bank of the Republic of North Macedonia (hereinafter: the National Bank).

The terms that are used in these Instructions shall have the same meaning as in the Decision.

2. The bank shall fill in and submit to the National Bank the following reports:
- Report on the maturity structure of assets and liabilities;
 - Report on monitoring the concentration of funding sources by major depositors;
 - Report on monitoring the concentration of funding sources by instrument, i.e. product;
 - Report on the price of funding sources and their maturity;
 - Report on the possibility of renewal of the funding sources;
 - Report on determining available unencumbered assets;
 - Report on the liquidity coverage ratio;
 - Report on the internal liquidity indicators.

The reports referred to in paragraph 1 of this item shall be prepared at the aggregate level and for each significant currency, except the report referred to in paragraph 1 indent 8 of this item.

The reports referred to in paragraph 1 of this item shall be an integral part of these Instructions.

II. REPORT FOR THE MATURITY STRUCTURE OF ASSETS AND LIABILITIES

3. Report on the maturity structure of assets and liabilities (MS form) shall consist of five sections:

- Part 1 – outflows;

- Part 2 – inflows;
- Part 3 – disposable amount;
- Part 4 – off-balance sheet liabilities; and
- Part 5 – additional data.

4. The Report on the maturity structure of assets and liabilities shall be completed by applying the following general rules:

4.1. Claims and liabilities (including the off-balance sheet liabilities) shall be allocated in 21 periods, by residual maturity of the date of reporting;

4.2. Part 1 “outflows” and part 2 “inflows” shall state the cash outflows and inflows based on on-balance sheet and off-balance sheet items, which will incur based on contracts concluded until the reporting date. Cash outflows and inflows shall be presented on a gross basis, with a positive sign, and these parts shall state also the inflows and outflows of interest, taxes, bonuses, dividend and rents. Securities shall be stated according to their current market value, while the loans and lines of credit shall be stated according to their contractual terms and conditions;

4.3. The positions that meet the conditions for inclusion in part 3 “disposable amount” shall not be included in part 2 “inflows”;

- 4.4. When determining the residual maturity of cash inflows and outflows:
- Demand deposits and deposits with no term of maturity shall be presented as overnight deposits;
 - Repo transactions that can be cancelled by either party at any date shall be considered to be overnight, unless the notice period for reporting the cancellation of the transaction is longer than one day;

4.5. Outflows and inflow based on interest for all on-balance sheet and off-balance sheet items shall be stated in part 1 “outflows” or in part 2 “inflows”, respectively;

4.6. The foreign currency swap contracts, foreign currency forward transactions and unsettled spot contracts shall be presented in adequate time periods;

4.7. The bank shall state the cash outflows and inflows based on transactions that are not settled in corresponding lines, in the time period when the settlement is performed;

4.8. Due claims and claims treated as non-performing shall not be presented in the form;

4.9. In instances when the bank reuses the received collateral (securities, for example) for obtaining additional liquidity, the amount of the collateral that is reused shall be presented in part 3 “disposable amount” at its market value, in a time period corresponding to the maturity of the transaction for which the collateral was received;

4.10. The positions with the members of the banking group the bank belongs to shall not be presented when reporting at consolidated basis.

Part 1 - Outflows

5. Part 1 "outflows" shall contain data on outflows of the bank based on its liabilities, distributed in suitable time periods. Besides the general rules of item 4 of these Instructions, this part of RS Form shall also be filled in in accordance to the rules set forth in items 6 to 12 of these Instructions.

6. Row 1.1 "Liabilities based on issued securities (which are not treated as retail deposits)" shall state the sum of the bank's liabilities based on issued debt securities of lines 1.1.1, 1.1.2 and 1.1.3:

6.1. Row 1.1.1 "covered bonds" shall state the amount of outflows based on covered bonds issued by the bank;

6.2. Row 1.1.2 "securitization" shall state the amount of outflows based on debt securities collateralized by certain assets issued by the bank as part of securitization transaction;

6.3. Row 1.1.3 "other" shall state the amount of outflows based on other debt securities issued by the bank which are not encompassed in lines 1.1.1 and 1.1.2 of this Form.

7. Row 1.2 "Liabilities based on collateralized crediting and capital market driven transactions, collateralized by:" shall state the sum of all cash outflows which will incur from liabilities based on collateralized crediting and capital market driven transactions. This position shall state only the cash outflows based on capital market driven collateralized crediting, while securities connected with this type of transactions shall be presented in part 3 "disposable amount". This row shall state the sum of amounts from rows 1.2.1, 1.2.2, 1.2.3 and 1.2.4 of this Form.

7.1. Row 1.2.1 "level 1 liquid assets" shall state the amount of cash outflows based on transaction collateralized by positions of level 1 liquid assets, as a sum of rows 1.2.1.1 and 1.2.1.2 of this Form:

7.1.1. Row 1.2.1.1 "level 1 (without covered bonds)" shall state the sum of the cash outflows based on liabilities that are collateralized by positions of level 1 liquid assets, and which are not extremely high quality covered bonds, presented in the following rows:

- Row 1.2.1.1.1 "level 1 central bank" shall state the amount of the cash outflows based on liabilities collateralized by exposures to or exposures guaranteed by central banks of item 19, sub-items 19.2 and 19.3 of the Decision,
- Row 1.2.1.1.2 "level 1 Central Government" shall state the amount of cash outflows based on liabilities collateralized by exposures to or exposures guaranteed by central governments of item 19, sub-item 19.4 of the Decision,
- Row 1.2.1.1.3 "level 1 other" shall state the amount of cash outflows based on liabilities collateralized by positions of level 1 liquid assets, which are not encompassed in lines 1.2.1.1.1 and 1.2.1.1.2 of this Form;

7.1.2. Row 1.2.1.2 "level 1 covered bonds" shall state the amount of cash outflows based on liabilities collateralized by extremely high quality covered bonds, which meet the conditions of item 19, sub-item 19.8 of the Decision;

7.2. Row 1.2.2 "sub-level 2A liquid assets" shall state the amount of cash outflows based on transactions collateralized by positions of the sub-level 2A liquid assets, as a sum of the rows 1.2.2.1, 1.2.2.2 and 1.2.2.3 of this Form:

7.2.1. Row 1.2.2.1 "sub-level 2A corporate debt securities" shall state the amount of cash outflows based on transactions collateralized by corporate debt securities of item 22, sub-item 22.4 of the Decision;

7.2.2. Row 1.2.2.2 "sub-item 2A covered bonds" shall state the amount of cash outflows for the transactions collateralized by covered bonds of item 22, sub-item 22.2 and 22.3 of the Decision;

7.2.3. Row 1.2.2.3 "sub-level 2A other" shall state the amount of cash outflows based on transactions collateralized by exposures to or exposures guaranteed by the Central Government, Central Bank, regional authority, local authority or public sector entity of item 22 sub-item 22.1 of the Decision;

7.3. Row 1.2.3 "sub-level 2B liquid assets" shall state the amount of cash outflows based on transactions collateralized by exposures to sub-level 2B liquid assets, as a sum of the rows 1.2.3.1, 1.2.3.2, 1.2.3.3, 1.2.3.4 and 1.2.3.5 of this Form:

7.3.1. Row 1.2.3.1 "sub-level 2B securitization" shall state the amount of cash outflows based on transactions collateralized by asset-backed securities of item 23 sub-item 23.1 of the Decision;

7.3.2. Row 1.2.3.2 "sub-level 2B covered bond" shall state the amount of cash outflows based on transactions collateralized by covered bonds of item 23 sub-item 23.2 of the Decision;

7.3.3. Row 1.2.3.3 "sub-level 2B corporate debt securities" shall state the amount of cash outflows based on transactions collateralized by corporate debt securities of item 23 sub-item 23.3 of the Decision;

7.3.4. Row 1.2.3.4 "sub-level 2B shares" shall state the amount of cash outflows based on transactions collateralized by shares of item 23 sub-item 23.4 of the Decision;

7.3.5. Row 1.2.3.5 "sub-item 2B other" shall state the amount of cash outflows based on transactions collateralized by positions of sub-level 2B liquid assets, which are not encompassed in rows 1.2.3.1, 1.2.3.2, 1.2.3.3 and 1.2.3.4 of this Form:

7.4. Row 1.2.4 "other positions" of cash outflows based on transactions collateralized by positions which are not included in rows 1.2.1, 1.2.2 or 1.2.3 of this Form, including the cash outflows based on transactions collateralized by stakes in open investment funds;

8. Row 1.3 "liabilities based on deposits" shall state the amount of cash outflows based on deposits with the bank, except the deposits received as collateral. The outflows based on deposits shall be presented by the earliest date at which they should be paid, i.e. withdrawn. This position shall state the sum of rows 1.3.1, 1.3.2, 1.3.3, 1.3.4, 1.3.5, 1.3.6, 1.3.7 and 1.3.8 of this Form:

8.1. Row 1.3.1 "stable retail deposits" shall state the amount of cash outflows based on core retail deposits of item 30 of the Decision;

8.2. Row 1.3.2 "other stable retail deposits" shall state the amount of cash outflows based on other core retail deposits of item 31 of the Decision;

8.3. Row 1.3.3 "operational deposits" shall state the amount of cash outflows based on operational deposits of item 34 of the Decision;

8.4. Row 1.3.4 "non-operational bank deposits" shall state the amount of cash outflows based on non-operational bank deposits;

8.5. Row 1.3.5 "non-operational deposits of other financial entities" shall state the amount of cash outflows based on non-operational deposits of other financial entities, which is not presented in rows 1.3.3 and 1.3.4 of this Form.

8.6. Row 1.3.6 "non-operational central banks' deposits" shall state the amount of cash outflows based on non-operational central bank deposits of item 35 of the Decision;

8.7. Row 1.3.7 "non-operational deposits of non-financial entities" shall state the amount of cash outflows based on non-operational deposits of non-financial entities of item 35 of the Decision;

8.8. Row 1.3.8 "non-operational deposit of other entities" shall state the amount of cash outflows based on non-operational deposits of other entities of item 35 of the Decision, which are not presented in rows 1.3.4, 1.3.5, 1.3.6 and 1.3.7 of this Form.

9. Row 1.4 "foreign currency swap agreements (FX)" shall state the amount of cash outflows based on due transactions of foreign currency swap agreements (the exchange of principal on the maturity date of the agreement);

10. Row 1.5 "outflows based on other derivatives" shall state the amount of cash outflows based on transactions from derivatives that are not encompassed in row 1.4 of this Form.

11. Row 1.6 "other outflows" shall state the other cash outflows which are not encompassed in rows 1.1, 1.2, 1.3, 1.4 or 1.5 of this Form. The outflows based on taken off-balance sheet liabilities shall be stated in part 4 of this Form.

12. Row 1.7 "total outflows" shall state the sum of the amounts stated in rows 1.1, 1.2, 1.3, 1.4, 1.5 and 1.6 of this Form.

Part 2 - Inflows

13. Part 2 "inflows" shall contain data on the bank inflows based on its claims, distributed in adequate time periods. Despite the general rules of item 4 of these Instructions, this part of RS Form shall be filled in pursuant to the rules set forth in items from 14 to 22 of these Instructions.

14. Row 2.1 "claims based on secured lending and capital market driven transactions, covered by:" shall state the sum of the cash inflows based on claims on secured lending and transactions caused by the capital market. This position shall state only the cash inflows based on these transactions, while the securities shall be stated in part 3 "disposable amount". This row shall state the sum of rows 2.1.1, 2.1.2, 2.1.3 and 2.1.4 of this Form.

14.1. Row 2.1.1 "level 1 liquid assets" shall state the amount of cash inflows based on claims on the basis of transactions collateralized by positions of level 1 liquid assets, as a sum of the rows 2.1.1.1 and 2.1.1.2 of this Form:

14.1.1. Row 2.1.1.1 "level 1 (without covered bonds)" shall state the sum of the cash inflows based on claims collateralized by positions of level 1 liquid assets, and which are not extremely high quality covered bonds, presented in the following rows:

- Row 2.1.1.1.1 "level 1 central bank" shall state the amount of cash inflows from transactions collateralized by exposures to or exposures guaranteed by central banks of item 19 sub-items 19.2 and 19.3 of the Decision,
- Row 2.1.1.1.2 "level 1 Central Government" shall state the amount of cash inflows from transactions collateralized by exposures to or exposures guaranteed by central governments of item 19 sub-item 19.4 of the Decision,
- Row 2.1.1.1.3 "level 1 other" shall state the amount of cash inflows collateralized by positions of the level 1 liquid assets which are not encompassed in rows 2.1.1.1.1 and 2.1.1.1.2 of this Form;

14.1.2. Row 2.1.1.2 "level 1 covered bonds" shall state the amount of cash inflows from transactions collateralized by extremely high quality covered bonds collateralized by extremely high quality covered bonds, which meet the conditions under item 19, sub-item 19.8 of the Decision;

14.2. Row 2.1.2 "sub-level 2A liquid assets" shall state the cash inflows from claims on the transactions collateralized by positions of the sub-level 2A liquid assets, as a sum of the amounts stated in rows 2.1.2.1, 2.1.2.2 and 2.1.2.3 of this Form:

14.2.1. Row 2.1.2.1 "sub-level 2A corporate debt securities" shall state the amount of cash inflows based on transactions collateralized by corporate debt securities of item 22 sub-item 22.4 of the Decision;

14.2.2. Row 2.1.2.2 "sub-level 2A covered bonds" shall state the amount of cash inflows based on transactions collateralized by covered bonds of sub-level 2A liquid assets of item 22 sub-items 22.2 and 22.3 of the Decision;

14.2.3. Row 2.1.2.3 "sub-level 2A other" shall state the amount of cash inflows from transactions collateralized by exposures to or exposures guaranteed by Central Government, Central Bank, regional authority, local authority or public sector entity of item 22 sub-items 22.1 of the Decision;

14.3. Row 2.1.3 "sub-level 2B liquid assets" shall state cash inflows based on claims collateralized by positions of sub-level 2B liquid assets, as a sum of the rows 2.1.3.1, 2.1.3.2, 2.1.3.3, 2.1.3.4 and 2.1.3.5 of this Form:

14.3.1. Row 2.1.3.1 "sub-level 2B securitization" shall state the amount of cash inflows from transactions collateralized by securities covered by the relevant assets of item 23 sub-item 23.1 of the Decision;

14.3.2. Row 2.1.3.2 "sub-level 2B covered bonds" shall state the amount of cash inflows based on transactions collateralized by covered bonds of item 23 sub-item 23.2 of the Decision;

14.3.3. Row 2.1.3.3 "sub-level 2B corporate debt securities" shall state the amount of cash inflows of transactions collateralized by corporate debt securities of item 23 sub-item 23.3 of the Decision;

14.3.4. Row 2.1.3.4 "sub-level 2B shares" shall state the amount of cash inflows based on transactions collateralized by shares of item 23 sub-item 23.4 of the Decision;

14.3.5. Row 2.1.3.5 "sub-level 2B other" shall state the amount of cash inflows based on transactions collateralized by shares of sub-level 2B liquid assets, which are not encompassed in rows 2.1.3.1, 2.1.3.2, 2.1.3.3 and 2.1.3.4 of this Form;

14.4. Row 2.1.4 "other positions" shall state the amount of cash inflows from transactions collateralized by positions which are not encompassed in rows 2.1.1, 2.1.2

or 2.1.3 of this Form, including the cash inflows of transactions collateralized by stakes in open investment funds;

15. Row 2.2 "claims based on loans and advances approved to:" shall state the cash inflows based on loans and given advances. Cash inflows based on loans and given advances shall be allocated by their maturity date set forth in the contract. This position shall state the sum of rows 2.2.1, 2.2.2, 2.2.3, 2.2.4, 2.2.5 and 2.2.6 of this Form:

15.1. Row 2.2.1 "natural persons and small companies" shall state the amount of cash inflows based on claims of natural persons and small companies;

15.2. Row 2.2.2 "non-financial entities" shall state the amount of cash inflows based on claims of non-financial entities, except the inflows from small companies;

15.3. Row 2.2.3 "banks" shall state the amount of cash inflows based on claims of other banks;

15.4. Row 2.2.4 "other financial entities" shall state the amount of cash inflows based on claims of other financial entities that are not banks;

15.5. Row 2.2.5 "central banks" shall state the amount of cash inflows based on claims of central banks;

15.6. Row 2.2.6 "other entities" shall state the amount of cash inflows based on claims of other entities that are not encompassed in the amounts in rows 2.2.1, 2.2.2, 2.2.3, 2.2.4 and 2.2.5 of this Form;

16. Row 2.3 "foreign currency swap contracts (FX)" shall state the amount of cash inflows based on claims on foreign currency swap contracts (the exchange of principal on the date of maturity of the contract).

17. Row 2.4 "inflows based on other derivatives" shall state the amount of cash inflows based on transactions with derivatives which are not encompassed in row 2.3 of this Form.

18. Row 2.5 "inflows based on investments in securities" shall state the amount of cash inflows based on investments in securities, allocated by the time the inflows occur. On the maturity date of the security, this row shall state the cash inflow from the security for which, the amount of the security presented in part 3 "disposable amount" of this form is simultaneously being reduced.

19. Row 2.6 "other inflows" shall state the other cash inflows which are not encompassed in rows 2.1, 2.2, 2.3, 2.4 or 2.5 of this Form.

20. Row 2.7 "total inflows" shall state the sum of the amounts of rows 2.1, 2.2, 2.3, 2.4, 2.5 и 2.6 of this Form.

21. Row 2.8 "difference (total inflows – total outflows)" shall state the difference of the amounts stated in row 2.7 (total inflows) and row 1.7 (total outflows) of the corresponding column of this Form.

22. Row 2.9 "cumulative" shall state the sum of the amount of this row of the previous time periods and the difference that refers to the respective time period stated in row 2.8 of this Form.

Part 3 "Disposable income"

23. In part 3 "disposable amount" shall state the amount of unweighted assets the bank has on its disposal and which can use them as a collateral for obtaining additional sources of assets, such as assets the bank can trade with, assets which the central bank accepts as collateral instruments when conducting monetary operations, as well as unused credit lines approved by the bank. Besides the general rules of item 4 of these Instructions, this part of the RS Form shall be filled in pursuant to the rules set forth in items from 24 to 26 of these Instructions.

The bank which is a subject of consolidated supervision shall take into account the criteria to be met in order for certain positions to be accepted as collateral instruments when conducting the monetary policy of the National Bank or the central bank where the bank's subsidiaries are located, pursuant to the relevant regulations.

24. This part shall be filled in applying the following rules:

24.1. The amount of unweighted assets included in this part of the form shall be stated on a net basis, by the amount that falls due in the relevant time period, with a positive sign if it is a net inflow, or with negative sign if it is net outflow.

24.2. On the maturity date of the repo transaction, the securities that the bank shall receive back shall be stated as an increase of the disposable amount of the securities (with positive sign), while the cash outflow related to this transaction shall be stated as cash outflow in row 1.2 of Part 1 of this Form, in the relevant time period;

24.3. On the maturity date of the reverse repo transaction, the securities that the bank shall return shall be stated as a decrease in the disposable amount of the securities (with a negative sign), while the cash inflow based on this transaction shall be stated as cash inflow in row 2.1 of Part 2 of this Form, in the relevant time period;

24.4. The swap contracts shall be stated in the relevant time periods in this part of the Form, as an increase or decrease in the disposable amount of the given / received securities depending on the residual maturity of swap contracts;

24.5. On the maturity date of the security, the disposable amount of the securities shall be reduced, simultaneously presenting the cash inflow in row 2.5 of this Form.

24.6. The overnight deposits with the central bank shall be stated in row 3.2 of column 1 "initial balance" of this Form. The maturity of this deposit shall be stated as a decrease in the "overnight" time period, simultaneously stating the cash inflow based on deposit facility in line 2.2.5 of Part 2 "inflows" of this Form;

24.7. The unused off-balance sheet claims for liquidity support and lending shall be stated in row 3.7 of this Form, in the relevant time period;

25. Column 1 "initial balance" shall state the amount of unweighted assets the bank has at its disposal on the reporting date.

26. The rows from DA Form shall be filled in by applying the following rules:

26.1. Row 3.1 "assets" shall state the amount of the banks' assets.

26.2. Row 3.2 "assets" with the central bank that can be withdrawn" shall state the amount of assets with the National Bank and / or with central banks which meet the criteria in items 19.2 and 19.3 of the Decision;

26.3. Row 3.3 "level 1 liquid assets" shall state the unweighted assets of level 1 liquid assets, including also the stakes in the open investment funds which invest in positions of this level, as a sum of the amounts of rows 3.3.1 and 3.3.2 of this Form.

26.3.1. Row 3.3.1 "level 1 (without covered bonds)" shall state the sum of the unweighted assets which meet the criteria for positions of level 1 liquid assets, and which are not the extremely high quality covered bonds of item 19 sub-item 19.8 of the Decision, presented in the following rows:

- Row 3.3.1.1 "level 1 central bank" shall state the amount unweighted assets which are exposures to or exposures guaranteed by the central banks of item 19 sub-items 19.2 and 19.3 of the Decision;
- Row 3.3.1.2 "level 1 Central Government" shall state the amount of unweighted assets which are exposures to or guaranteed by central governments of item 19 sub-item 19.4 of the Decision;
- Row 3.3.1.3 "level 1 other" shall state the amount of unweighted assets at the level 1 liquid assets which are not encompassed in rows 3.3.1.1 and 3.3.1.2 of this Form;

26.3.2. Row 3.3.2 „level 1 covered bonds" shall state the unweighted assets which are extremely high quality covered bonds of level 1 liquid assets of item 19 sub-item 19.8 of the Decision;

26.4. Row 3.4 "sub-level 2A liquid assets" shall state the amount of unweighted assets of sub-level 2A liquid assets, including also the stakes in open investment funds which invest in assets of this sub-level, as a sum of the amounts of rows 3.4.1, 3.4.2 and 3.4.3 of this Form.

26.4.1. Row 3.4.1 "sub-level 2A corporate debt securities" shall state the amount of unweighted assets which are corporate debt securities of item 22 sub-item 22.4 of the Decision;

26.4.2. Row 3.4.2 "sub-level 2A covered bonds" shall state the amount of unweighted assets which are covered bonds of item 22 sub-item 22.2 and 22.3 of the Decision;

26.4.3. Row 3.4.3 "sub-level 2A other" shall state the amount of unweighted assets which are exposures to or exposures guaranteed by Central Government, Central Bank, regional authority, local authority or public sector entity of item 22 sub-item 22.1 of the Decision;

26.5. Row 3.5 "sub-level 2B liquid assets" shall state the amount of unweighted assets of sub-level 2B liquid assets, including also the stakes in open investment funds which invest in assets of this sub-level, as a sum of the amounts of rows 3.5.1, 3.5.2, 3.5.3, 3.5.4 and 3.5.5 of this Form.

26.5.1. Row 3.5.1 "sub-level 2B securitization" shall state the amount of unweighted assets which are asset-backed securities of item 23 sub-item 23.1 of the Decision;

26.5.2. Row 3.5.2 "sub-level 2B covered bonds" shall state the amount of unweighted assets which are covered bonds of item 23 sub-item 23.2 of the Decision;

26.5.3. Row 3.5.3 "sub-level 2B corporate debt securities" shall state the amount of unweighted assets which are corporate debt securities of item 23 sub-item 23.3 of the Decision;

26.5.4. Row 3.5.4 "sub-level 2B shares" shall state the amount of unweighted assets which are shares of item 23 sub-item 23.4 of the Decision;

26.5.5. Row 3.5.5 "sub-level 2B other" shall state the amount of unweighted assets which are positions of sub-level 2B liquid assets which are not encompassed in rows 3.5.1, 3.5.2, 3.5.3 and 3.5.4 of this Form.

26.6. Row 3.6 "other positions" shall state the amount of unweighted assets which are not encompassed in rows. 3.3, 3.4 and 3.5 of this Form.

26.7. Row 3.7 "unused approved off-balance sheet support" shall state the amount of agreed, but unused off-balance sheet claim aimed at liquidity support and crediting approved to the bank.

26.8. Row 3.8 "net change in the amount of the unweighted assets" shall state the sum of the amounts of rows 3.1. 3.2, 3.3, 3.4, 3.5, 3.6 and 3.7 of this Form. This row shall not be filled in column 1 of this Form.

26.9. Row 3.9 "cumulative amount of the unweighted assets" shall state the cumulative amount of unweighted assets as a sum of the amount stated in this row and the amount stated in row 3.8 of this Form, of the relevant time period. Exception of this rule is the amount in column 1, which states the sum of the amounts of rows 3.1. 3.2, 3.3, 3.4, 3.5, 3.6 and 3.7 of this Form, and which encompasses also the initial balance of the unweighted bank assets.

Part 4 "Off-balance sheet liabilities"

27. Part 4 "off-balance sheet liabilities" shall contain data on the bank outflows which can occur as a result of assumed off-balance sheet liabilities. Besides the general rules of item 4 of these instructions, this part of the RS Form shall be filled in pursuant to rules of item 28 of these Instructions.

28. The rows from DA Form shall be filled in by applying the following rules:

28.1. Row 4.1 "outflows based on assumed off-balance sheet liabilities" shall state cash outflows based on off-balance sheet assumed liabilities from the bank, with the maximum amount that the client can withdraw being presented as an outflow, i.e. as a sum of the rows 4.1.1 and 4.1.2 of this Form.

28.1.1. Row 4.1.1 "off-balance sheet liabilities for crediting" shall state the amount of assumed off-balance sheet liabilities for crediting;

28.1.2. Row 4.1.2 "off-balance sheet liabilities for liquidity support" shall state the amount of assumed off-balance sheet liabilities for liquidity support;

28.2. Row 4.2 "Other outflows based on off-balance sheet liabilities" shall state the amount of off-balance sheet liabilities which are not encompassed in rows 4.1.1 and 4.1.2 of this Form.

28.3. Row 4.3 "outflows resulting from the significant reduction of the creditworthiness" shall state the effect of the significant reduction of the creditworthiness, i.e. the bank's credit rating, pursuant to item 44 of the Decision.

Part 5 "Additional data"

29. Part 5 "additional data" shall state the additional data that are important for perceiving the maturity structure of the assets and liabilities of the bank. This part also presents the data on the banks' expectations regarding certain positions of its balance sheet. Besides the general rules of item 4 of these Instructions, this part of the RS Form shall be filled in by adhering to the following rules:

29.1. Row 5 – "VKLA acceptable for central bank" shall state the amount presented in rows 3.3, 3.4 и 3.5 of this Form which the central bank accepts as collateral instrument when conducting monetary operations;

29.2. Row 6 "other positions acceptable for the central bank" shall state the amount presented in row 3.6. of this Form that the National Bank accepts as collateral instrument when conducting monetary operations;

29.3. Row 7 "receiving leg" shall state the amount of market value of the collateral that the banks has received, and reuses it for obtaining additional assets. The collateral shall be allocated by the residual maturity of the transaction for which the collateral is obtained and which the bank reuses;

29.4. Row 8 – "re-using leg" shall state the amount of market value of the collateral that the banks has received, and reuses it according to the residual maturity of the transaction for which the collateral is given and which the bank reuses;

29.5. Row 9 "expected deposit outflows" shall state the amount of deposits presented in row 1.3 of this Form, allocated in different time periods, having in mind the expectations for depositors behavior, pursuant to item 62 of the Decision;

29.6. Row 10 "expected inflows based on loans and advances" shall state the amount of loans and advances presented in row 2.2 of this Form, allocated in different time periods, having in mind the expectations of the clients, pursuant to item 62 of the Decision;

29.7. Row 11 "expected use of off-balance sheet liabilities" shall state the amount of the expected use of off-balance sheet liabilities presented in rows 4.1 и 4.2 of this Form, allocated in in different time periods, having in mind the expectations of the bank for the behavior of its clients regarding the use of approved off-balance sheet positions, pursuant to item 62 of the Decision.

III. REPORTS ON CONCETRATION MONITORING

30. For the purposes of these Instructions, reports on the concentration monitoring shall be considered reports under item 2 indents 2, 3, 4 and 5 of these Instructions. Reports on concentration monitoring shall be filled in by applying the following general rules:

30.1. The total sources of funds shall encompass all financial liabilities of the bank, except the liabilities based on derivatives and short positions;

30.2. The sources of funds for which maturity has not been set, shall be considered that fall due overnight. This category shall include also the demand deposits.

30.3. The contractual maturity shall be the time period between the investment date and the maturity date of the sources of funds determined pursuant to the concluded contract;

30.4. The residual maturity shall represent the period remaining to the factual contractual maturity of the sources of funds, determined from the date of the reporting month;

30.5. For the needs of determining the weighted contractual / residual maturity, the deposits falling due overnight, shall be considered as one-day maturity deposits;

30.6. For the needs of determining the contractual and residual maturity in instances of having reporting or cancelation periods, or a provision in the contract for early withdrawal of the source of funds by the depositor, the date of withdrawal shall be equal to the first date when the depositor can cancel or withdraw the source of funds;

30.7. As for perpetual liabilities, the contractual and residual maturity shall equal 20 years.

Report on monitoring the concentration of funding sources by major depositors (ND Form)

31. The Report on monitoring the concentration of funding sources by major depositors (ND Form) shall contain data on the concentration of the largest 10 depositors. For the needs of this Report, "depositor" shall mean a person that deposited assets in the bank in form of deposit, securities issued by the bank, a loan extended to the bank etc.

In case of depositing in securities issued by the bank, the actual holder of the securities shall be stated, and if the bank is not able to obtain this data, this depositing shall not be presented in this Form.

Besides the general rules of item 30 of these Instructions, the ND Form shall be completed by applying the rules set forth in this item and items 32 and 33 of these Instructions.

32. Besides the general rules of item 30 of these Instructions, the ND Form shall be completed by applying the following rules:

32.1. In Part 1 "the largest 10 depositors", the rows shall state the 10 largest depositors that deposited assets in the bank, where:

- Rows 2, 3, 4, 5, 6, 7, 8, 9, 10 and 11 shall state the data on each of the ten depositors. The depositors shall be stated in descending order by the share of the total amount of the sources of funds of the depositors and the connected persons/entities in the total bank's liabilities,

- Rows 2.1, 3.1, 4.1, 5.1, 6.1, 7.1, 8.1, 9.1, 10.1 and 11.1 shall state the cumulative data on the legal entities and natural persons which, pursuant to the Banking Law and bylaws thereof shall be considered connected with the largest depositors of rows 2, 3, 4, 5, 6, 7, 8, 9, 10 and 11. In instance when one person/entity belongs to several groups of connected persons/entities, the bank shall present that

person/entity only once, i.e. it shall include it in the group where it has deposited the largest total amount of assets,

– In rows 2.2, 3.2, 4.2, 5.2, 6.2, 7.2, 8.2, 9.2, 10.2 and 11.2 shall state the sum of the data on the depositor and the persons/entities connected with them.

32.2. In Part 2 "other sources of funding" shall state the sum of the sources of funding of the other bank depositors which are not being encompassed in Part 1 of this Form;

32.3. Row 13 "total" shall state the sum of rows 1 and 12 of this Form. This row shall be filled in only for column 5 of this Form.

33. Columns of this form shall be filled in as follows:

33.1. Column 2 "sector" shall state the sector the depositor belongs to as follows:

- central banks;
- central governments;
- banks;
- other financial corporations;
- non-financial institutions;
- households.

This column shall not be filled in in the rows pertaining to persons/entities connected with the depositor and pertaining to total.

33.2. Column 3 "heads office" shall state the address, i.e. the head office of the depositor. This column shall not be filled in rows pertaining to the persons/entities connected to the depositor and to total.

33.3. Column 4 "type of product" shall state the product type. In instances when the total deposited assets encompass several different bank products, this column shall state the product with the largest share in the total assets of the depositor, i.e. the largest share in the total assets deposited by the person/entity connected to it, by using the following marks:

33.3.1. FL – sources of funds of financial entities, including the intercompany lending;

33.3.2. NFPL – sources of funds of non-financial entities, except to sources of funds of small companies and natural persons;

33.3.3. MDFL – sources of funds of small companies and natural persons;

33.3.4. RT - sources of funds based on repo transactions

33.3.5. PO – sources of funds based on covered bonds;

33.3.6. HVS – sources of funds based on asset-backed securities(securitization);

33.3.7. BG – sources of funds based on other members of the banking group the bank belongs to, regardless whether the parent entity of the banking group is situated in the Republic of North Macedonia, or abroad;

33.3.8. OOF – other collateralized funding by financial or non-financial entities, except the collateralized funding by small companies;

33.3.9. OIS – other sources of funds which are not covered by previous marks;

33.4. Column 5 "amount" shall state the amount of the sources of funds of the depositor and the connected persons/entities, on the reporting date;

33.5. Column 6 "share" shall state the percentage share of the total amount of the sources of funds of the depositor, together with its connected persons/entities in the total bank liabilities;

33.6. Column 7 "weighted average contractual maturity" shall state the weighted value of the product of the contractual maturity and the amount of each source of funds of the depositor and the total sources of funds of that depositor (presented in days). This column shall be filled in only for Part 1 of this Form.

33.7. Column 8 "weighted average residual maturity" shall state the weighted value of the product of residual maturity and the amount of each source of funds of that depositor (presented in days). This column shall be filled in only for Part 1 of this Form.

Report on monitoring the concentration of funding sources by instrument, i.e. product (IP Form)

34. The Report on monitoring the concentration of founding sources by instrument, i.e. product (IP Form) shall contain data on the concentration of the sources of funds by types of products the share of which in the total bank liabilities is larger than 1%. Besides the general rules of item 30 of these Instructions, the IP Form shall be filled in by applying the rules set forth in items 35 and 36 of these Instructions.

35. Rows of the IP Form shall be filled in as follows:

35.1. Row 1 "deposits of natural persons and small companies" shall state the amount of retail deposits as a sum of the rows 1.1, 1.2, 1.3, 1.4, 1.5 and 1.6:

35.1.1. Row 1.1 "demand deposits" shall state the amount of demand deposits;

35.1.2. Row 1.2 "term deposits that cannot be withdrawn in the following 30 days" shall state the amount of the term deposits which cannot be withdrawn in the following 30 days, pursuant to item 32 of the Decision;

35.1.3. Row 1.3 term deposits that can be withdrawn in the following 30 days" shall state the amount of the term deposits which can be withdrawn in the following 30 days;

35.1.4. Row 1.4 "deposits with reporting date exceeding 30 days" shall state the amount of the retail deposits having a reporting date longer than 30 days;

35.1.5. Row 1.5 "deposits with reporting date shorter than 30 days" shall state the amount of the retail deposits with reporting date shorter than 30 days;

35.1.6. Row 1.6 "other retail deposits" shall state the amount of the retail deposits that are not encompassed in rows 1.1, 1.2, 1.3, 1.4 and 1.5 of this Form.

35.2. Row 2 "sources of funds of legal entities" shall state the sources of funds of legal entities, except the deposits of small companies, as a sum of the rows 2.1 and 2.2

35.2.1. Row 2.1 "collateralized sources of funds" shall state the sum of the collateralized sources of funds of legal entities, except the collateralized sources of funds of small companies, stated in rows 2.1.1, 2.1.2, 2.1.3 and 2.1.4.

- Row 2.1.1 "securities financing transactions" shall state the amount of sources of funds arising from the transactions financed with securities;
- Row 2.1.2 "covered bonds" shall state the amount of the covered bonds issued by the bank;

- Row 2.1.3 "securities covered by certain assets" shall state the amount of the securities covered by certain assets, issued by the bank;
- Row 2.1.4 "other" shall state the amount of the other collateralized sources of funds which are not encompassed in rows 2.1.1., 2.1.2 and 2.1.3 of this Form;

35.2.2. Row 2.2 "other sources of funds" shall state the sum of other sources of funds of legal entities, except the deposits of small companies stated in rows 2.2.1, 2.2.2 and 2.2.3.

- Row 2.2.1 "credits and deposits of financial entities" shall state the amount of credits and deposits of financial entities, except the credits and deposits of central banks;
- Row 2.2.2 "credits and deposits of non-financial entities" shall state the amount of credits and deposits of non-financial entities, except the credits and deposits of small companies;
- Row 2.2.3 "credits and deposits of entities which are part of a banking group" shall state the amount of credits and deposits of entities that are part of a banking group the bank belongs to, regardless whether the main office of the parent entity is situated in the Republic of North Macedonia or abroad;

36. Columns of the IP Form shall be filled in as follows:

36.1. Column 1 "amount" shall state the accounting value of the relevant product type. The amount of column 1 shall be equal to the sum of the amounts presented in columns 2 and 3 of this Form;

36.2. Column 2 "amount that is a subject of indemnification" shall state the amount of the relevant product type which is subject to indemnification by Deposit Insurance Fund, or an equivalent deposit insurance scheme in another country;

36.3. Column 2 "amount that is not a subject of indemnification" shall state the amount of the relevant product type which is not subject to indemnification by Deposit Insurance Fund, or an equivalent deposit insurance scheme in another country;

36.4. Column 4 "weighted average contractual maturity" shall state the weighted value of the product of contractual maturity and the amount of each product and the total sources of funds referring to that product (presented in days). This column shall not be filled in for rows 1, 1.1 and 2 of this Form.

36.5. Column 5 "weighted average residual maturity" shall state the weighted value of the product of the residual maturity and the amount of each product and the total sources of funds referring to that product (presented in days). This column shall not be filled in for rows 1, 1.1 and 2 of this Form.

Report on the price funding sources and their maturity (CIS Form);

37. The Report on the price of funding sources and their maturity (CIS Form) shall contain data on the amount of transactions and the price paid by the bank for the new sources of funds that the bank acquired during the reporting month. The CIS Form shall state only the amount of approved off-balance sheet items that the bank has withdrawn during the reporting month. Besides the general rules of item 30 of these Instructions, the sources of funds shall be distributed in CIS Form depending on

their contractual maturity, according to the rules set forth in items 38 and 39 of these Instructions.

38. Columns of the Form CIS shall be filled in as follows:

38.1. Columns 1 and 2 shall state the data on the sources of overnight funds;

38.2. Columns 3 and 4 shall state the data on the sources of funds with maturity shorter or equal to one week, except the overnight deposits;

38.3. Columns 5 and 6 shall state the data on the sources of funds with maturity exceeding one week, and shorter or equal to one month;

38.4. Columns 7 and 8 shall state the data on the sources of funds with maturity exceeding one month, and shorter or equal to three months;

38.5. Columns 9 and 10 shall state the data on the sources of funds with maturity exceeding three months, and shorter or equal to six months;

38.6. Columns 11 and 12 shall state the data on the sources of funds with maturity exceeding six months, and shorter or equal to one year;

38.7. Columns 13 and 14 shall state the data on the sources of funds with maturity exceeding one year, and shorter or equal to two years;

38.8. Columns 15 and 16 shall state the data on the sources of funds with maturity exceeding two years. And shorter or equal to five years;

38.9. Columns 17 and 18 shall state the data on the sources of funds with maturity exceeding five years, and shorter or equal to ten years;

38.10. The columns of each time period referring to the spread, the spread (interval) of the prices of the new sources of funds acquired during the reporting month shall be stated;

38.11. In the columns of each time period referring to the amount, the bank shall state the accounting value of the new sources of funds acquired during the reporting month, by allocating them in adequate time frames by their contractual maturity. The sources of fund that are renewed during the reporting month shall be treated as new sources of funds;

38.12. When allocating the sources of funds in the relevant columns shall not take into account the period between the date of concluding the contract/trade and the date of receiving the assets/settlement i.e. the source of funds shall be allocated according to their contractual maturity.

39. Columns of the CIS Form shall be filled in as follows:

39.1. Row 1 "total sources of funds" shall state the sum of the rows 1.1, 1.2, 1.3, 1.4 and 1.5 of this Form.

39.1.1. Row 1.1 "natural persons and small companies" shall state the data on the price and the amount of the sources of funds of natural persons and small companies;

39.1.2. Row 1.2 "financial and non-financial entities" shall state the data on the price and the amount of the sources of funds of financial and non-financial entities;

39.1.3. Row 1.3 „covered bonds" shall state the data on the price and the amount of issued covered bonds;

39.1.4. Row 1.4 „asset-backed securities" shall state the data on the price and the amount of issued asset-backed securities;

39.1.5. Row 1.5 "other sources of funds" shall state the data on the price and the amount of other sources of funds which are not encompassed in rows 4, 1.1, 1.2, 1.3 and 1.4 of this Form.

Report on the possibility for renewal of the funding sources (OIS Form)

40. The Report on the possibility for renewal of the founding sources (OIS Form) shall contain data on the amount of the sources of funds falling due at the end of the month, on the amount of the sources of funds that are renewed and the amount of the new sources of funds. Besides the general rules of item 30 of these Instructions, the OIS Form shall be filled in pursuant to the rules set forth in items from 41 to 43 of these Instructions.

41. The sources of funds shall be allocated in adequate time periods depending on their contractual maturity as follows:

- overnight (columns from 1 to 4);
- 1 to 7 days (columns from 5 to 8);
- over 7 to 14 days (columns from 9 to 12);
- over 14 days to 1 month (columns from 13 to 16);
- over 1 month to 3 months (columns from 17 to 20);
- over 3 to 6 months (columns from 21 to 24);
- Longer than 6 months (columns from 25 to 28).

42. Each time period of item 41 of these Instructions shall state the data on individual sources of funds of item 43 of these Instructions, as follows:

42.1. Columns 1, 5, 9, 13, 17, 21 and 25 "maturity" shall state the amount of the sources of funds at the end of the reporting month allocated by the period they fall due or within which they can be withdrawn, in accordance with the contract;

42.2. Columns 2, 6, 10, 14, 18, 22 and 26 "renewal" shall state the amount of the sources of funds at the end of the reporting month allocated by the time period they fall due, but which will not be withdrawn on the maturity date, i.e. which will be renewed. If their contractual maturity changes when renewing the sources of funds, the amount of the renewed sources shall be presented in the adequate time period according to the new contractual maturity;

42.3. Columns 3, 7, 11, 15, 19, 23 and 27 "new sources" shall state the amount of the new sources of funds the bank has at its disposal at the end of the reporting month allocated by the time periods in which they fall due;

42.4. Columns 4, 8, 12, 16, 20, 24 and 28 "net" shall state the sum of the amounts of columns "new sources" and "renewal", reduced by the amount of column "maturity" and shall state the change in the sources of funds at the end of the reporting month.

42.5. Column 29 "total net cash flows" shall state the sum of columns 4, 8, 12, 16, 20, 24 and 28.

42.6. Column 30 shall state the average maturity of due sources of funds (in days).

42.7. Column 31 shall state the average maturity of the renewed sources of funds (in days).

42.8. Column 32 shall state the average maturity of the new sources of funds (in days).

43. The rows of this Form shall state the data on individual sources of funds: natural persons and small companies, legal entities and collateralized sources of funds. The sources of funds of the legal entities shall state the sources of funds of the financial entities and non-financial entities, except the small companies.

IV. REPORT ON DETERMINING AVAILABLE UNENCUMBERED ASSETS

44. The Report on determining available unencumbered assets (RAS Form) shall contain data on the amount of unweighted assets the bank has on its disposal on other reporting date. RAS Form shall be filled in according to the rules set forth in items from 45 to 47 of these Instructions.

45. Columns of this form shall be filled according to the following rules:

45.1. Column 1 "sector" shall state the sector the contracting party belongs to;

45.2. Column 2 "type of product" shall state the type of the products that has the largest share in the total amount of unweighted assets by using the following marks:

- P – Cash
- BZ - Central bank bills
- DHV - Government securities
- PO – covered bonds
- KDHV - corporate debt securities
- HVPA – asset-backed securities;
- A - shares
- UIF - stakes in investment funds
- LP – unused off-balance sheet claims for liquidity support and bank's borrowings;
- O - other

45.3. Column 3 "market/face value" shall state the current market value of the unweighted assets or the face value of the unused off-balance sheet claims for liquidity support and bank's borrowings;

45.4. Column 4 "value of the collateral acceptable for the CB" shall state the value of the collateral that the National Bank or the central bank where the bank's subsidiary is located accepts it as a collateral instrument when performing monetary operations.

46. Rows of this form shall be filled in according to the following rules:

46.1. Rows 1, 2, 3, 4, 5 and 6 shall state the contracting parties that are issuers of the unweighted assets or which approved the unused off-balance sheet claims for liquidity support and bank's borrowing, divided in the following groups: central banks, central governments, banks, other financial institutions, non-financial corporations and natural persons and small companies;

46.2. Row 7 "other positions", column 3 shall state the amount of other unweighted assets the bank has on its disposal, and which are not encompassed in the previous rows of this Form.

47. The amount of the unweighted assets in this Report shall be equal to the amount of the disposable assets presented in the Report on the maturity structure of assets and liabilities.

V. REPORTS ON THE LIQUIDITY COVERAGE RATIO

48. The Reports on calculation of the liquidity coverage rate shall consist of:

- Report on highly liquid assets (VKLA Form);
- Report on cash outflows – CO Form;
- Report on cash inflows – CI Form;
- Report on swap contracts of collateral (ST Form);
- Report on the liquidity coverage rate (SPL Form);
- Report on the liquidity coverage rate – consolidation (SPL-K Form);

Report on the high quality liquid assets (VKLA Form)

49. The Report on the high quality liquid assets (VKLA Form) shall contain data on the amount of the total unadjusted liquid assets, which represents a sum of the total unadjusted level 1 liquid assets and the total unadjusted level 2 liquid assets. The VKLA Form shall be filled in according to the rules determined in items 50 to 52 of these Instructions.

50. When completing the columns of the VKLA Form, the following rules shall be applied:

50.1. Column 3 "relating the Decision" shall adequately state the items, sub-items, paragraphs and indents of the Decision which contain the provisions that should be taken into consideration when filling in the relevant row;

50.2. Column 4 "amount/market value" shall state the amount of the current market value of the position included in the calculation of the high quality liquid assets;

50.3. Column 5 "prescribed weight" shall state the prescribed weight for the relevant position, which is obtained as a difference between 100% and the amount of the prescribed haircut pursuant to the provisions of the Decision;

50.4. Column 6 "applied weight" shall state the weight that the bank applied when determining the value of the position. The applied weight in this column shall not exceed the prescribed weight stated in column 5;

50.5. Column 7 "value" shall state the amount of the relevant position of the high liquid assets as a product of the amounts of columns 4 and 6.

51. When filling in the rows of the HQLA Form, the following rules shall be applied:

51.1. Row 1 "total non-adjusted liquid assets" shall state the sum of rows 2 and 3.

51.2. Row 2 "total non-adjusted level 1 liquid assets" shall state the sum of rows 2.1 and 2.2

51.3. Row 2.1 "total non-adjusted level 1 liquid assets without extremely high quality covered bonds" shall state the sum of rows 2.1.1, 2.1.2, 2.1.3, 2.1.4, 2.1.5, 2.1.6, 2.1.7, 2.1.8, 2.1.9, 2.1.10, 2.1.11, 2.1.12, 2.1.13, 2.1.14 and 2.1.15. When determining the total unadjusted level 1 liquid assets without extremely high quality covered bonds, the following rules shall be applied:

51.3.1. Row 2.1.1 - "cash" shall state the value of bank funds that meet the requirements of item 19, sub-item 19.1 of the Decision.

51.3.2. Row 2.1.2 "bank assets with the National Bank" shall state the value of the bank's assets with the National Bank which meet the conditions of item 19 sub-item 19.2 of the Decision;

51.3.3. Row 2.1.3 "exposure to or exposure guaranteed by the National Bank" shall state the value of the exposure to or exposure guaranteed by the National Bank which meets the conditions of item 19 sub-item 19.2 of the Decision;

51.3.4. Row 2.1.4 "bank's assets with the ECB and with central bank of other country with a degree of credit quality 1" shall state the value of the bank's assets with the ECB or central bank of other country with a degree of credit quality 1 which meets the conditions of item 19 sub-item 19.3 of the Decision;

51.3.5. Row 2.1.5 "exposure to or exposure guaranteed by the ECB and central bank of another country with a degree of credit quality 1" shall state the value of the exposure to or exposure guaranteed by the ECB and central bank of another country with a degree of credit quality 1 which meets the conditions of item 19 sub-item 19.3 of the Decision;

51.3.6. Row 2.1.6 "exposure to or exposure guaranteed by the Central Government of the RNM" shall state the value of the exposure to or exposure guaranteed by the Central Government of the RNM, which meets the conditions of item 19 sub-item 19.4 of the Decision;

51.3.7. Row 2.1.7 "exposure to or exposure guaranteed by the Central Government of another country which is being determined level of credit quality 1" shall state the value of the exposure to or exposure guaranteed by the Central Government of another country which is being determined a level of credit quality 1, which meets the conditions of item 19 sub-item 19.4 of the Decision;

51.3.8. Row 2.1.8 "exposure to or exposure guaranteed by regional authority, local authority or public sector entity in the RNM being treated as an exposure to the Central Government" shall state the value of the exposure to or guaranteed by regional authority, local authority or public sector entity in the RNM being treated as an exposure to the Central Government, which meets the conditions of item 19 sub-item 19.4 of the Decision;

51.3.9. Row 2.1.9 "exposure to or exposure guaranteed by regional authority or local authority in another country being treated as exposure to the Central Government in the respective country with a level of credit quality 1" shall state the value of the exposure to or exposure guaranteed by regional authority or local

authority in another country being treated as exposure to the Central Government in the respective country with a level of credit quality 1, which meets the conditions of item 19 sub-item 19.4 of the Decision;

51.3.10. Row 2.1.10 "bank's assets with central bank of another country for which it is not determined a level of credit quality 1 and exposure guaranteed by Central Government or Central Bank of another country for which it is not determined a level of credit quality 1" shall state the value of the bank's assets with the central bank of another country for which it is not determined level of credit quality 1 and exposure to or exposure guaranteed by the Central Government or a central bank of another country for which it is not determined a level of credit quality 1, which meets the conditions of item 19 sub-item 19.5 of the Decision;

51.3.11. Row 2.1.11 "exposure to Development Bank of the Republic of North Macedonia" shall state the value of the exposure to the Development Bank of the North Macedonia, which meets the criteria of item 19 sub-item 19.6 of the Decision;

51.3.12. Row 2.1.12 "position issued by a bank founded by Central Government, regional authority or local authority of the EU member state or by a bank which extends promotional loans" shall state the value of the of the positions issued by a bank founded by Central Government, regional authority or local authority, which meets the conditions of item 19 sub-item 19.7 of the Decision;

51.3.13. Row 2.1.13 "exposure to or exposure guaranteed by multilateral development banks and international organizations being given a risk weight 0%" shall state the value of the exposure to or exposure guaranteed by the multilateral development banks and international organizations being given a risk weight of 0%, which meet the conditions of item 19 sub-item 19.9 of the Decision;

51.3.14. Row 2.1.14 "investments in stakes of open investment funds – funds and exposures of central banks" shall state the value of the bank's investments in stakes of open investment funds which meet the conditions of item 25 paragraph 2 indent 1 of the Decision;

51.3.15. Row 2.1.15 "investments in stakes of open investment funds – other positions of the level 1 liquid assets without extremely high quality covered bonds" shall state the value of the bank's investments in stakes of the open investment funds such as the investments in other positions of the level 1 liquid assets, without extremely high quality covered bonds, which meet the conditions of item 25 paragraph 2 indent 2 of the Decision.

51.4. Row 2.2 "total non-adjusted level extremely high-quality covered bonds" shall state the sum of rows 2.2.1 and 2.2.2. When determining the total amount of the unadjusted extremely quality covered bonds, the following rules shall be applied:

51.4.1. Row 2.2.1 "extremely high quality covered bonds" shall state the value of the bank's investments in extremely high quality covered bonds, which meet the conditions of item 19 sub-item 19.8 of the Decision;

51.4.2. Row 2.2.2 "investments in stakes of open investment funds – extremely high quality covered bonds" shall state the value of the bank's investments in stakes of open investment funds, that is, investment in extremely high quality covered bonds, which meet the conditions of item 25 paragraph 2 indent 3 of the Decision.

51.5. Row 3 "total non-adjusted level 2 liquid assets" shall state the sum of rows 3.1 and 3.2;

51.6. Row 3.1 "total non-adjusted level 2A liquid assets" shall state the sum of rows 3.1/1, 3.1/2, 3.1/3, 3.1/4 and 3.1/5. When determining the total unadjusted level 2A liquid assets, the following rules shall be applied:

51.6.1. Row 3.1.1 "the exposure to or exposure guaranteed by the Central Government, Central Bank, regional authority, local authority or public sector entity being assigned a risk weight of 20%" shall state the value of the exposure to or exposure guaranteed by the Central Government, Central Bank, regional authority, local authority or public institution being assigned a risk weight of 20%, which meet the conditions of item 22 sub-item 22.1 of the Decision;

51.6.2. Row 3.1.2 "high quality covered bonds" shall state the value of the bank's investments in high quality covered bonds, which meet the conditions of item 22 sub-item 22.2 of the Decision;

51.6.3. Row 3.1.3 "covered bonds issued by banks in other countries" shall state the value of the bank's investment in covered bonds issued by banks in other countries, which meet the conditions of item 22 sub-item 22.3 of the Decision;

51.6.4. Row 3.1.4 "corporate debt securities" shall state the value of bank's investments in corporate debt securities which meet the conditions of item 22 sub-item 22.4 of the Decision;

51.6.5. Row 3.1.5 "investments in stakes of open investment funds" shall state the value of the of the bank's investments in stakes of open investment funds, which meet the conditions of item 25 paragraph 2 indent 4 of the Decision.

51.7. Row 3.2 "total non-adjusted level 2B liquid assets" shall state the sum of rows 3.2.1, 3.2.2, 3.2.3, 3.2.4, 3.2.5, 3.2.6, 3.2.7, 3.2.8, 3.2.9 and 3.2.10. When determining the total unadjusted level 2B liquid assets, the following rules shall be applied:

51.7.1. Row 3.2.1 "investments in securitization – housing and car loans" shall state the value of the banks' investments in securities covered by portfolios of exposures collateralized by housing buildings and exposures based on car loans or car leasing, which meet the conditions of item 24 paragraph 2 indents 1 and 3 of the Decision;

51.7.2. Row 3.2.2 "investments in securitization – corporate loans and consumption loans" shall state the value of the bank's investments in securities covered by portfolios of exposures granted to legal entities and exposures granted for consumption, which meet the conditions of item 24 paragraph 2 indents 2 and 4 of the Decision;

51.7.3. Row 3.2.3 "high quality covered bonds" shall state the value of the bank's investments in high quality covered bonds, which meet the conditions of item 23 sub-item 23.2 of the Decision;

51.7.4. Row 3.2.4 „corporate debt securities" shall state the value of the bank' investments in corporate debt securities, which meet the conditions of item 23 sub-item 23.3 of the Decision;

51.7.5. Row 3.2.5 "shares" shall state the value of the bank's investments in shares, which meet the conditions of item 23 sub-item 23.4 of the Decision;

51.7.6. Row 3.2.6 "liquidity support with limited implementation" shall state the value of the liquidity support with limited implementation granted by the central bank, which meets the condition of item 23 sub-item 23.5 of the Decision;

51.7.7. Row 3.2.7 "investments in stakes of open investment funds – securitization (housing and car loans)" shall state the value of the bank's investments in stakes of open investment funds, which meet the conditions of item 25 paragraph 2 indent 5 of the Decision;

51.7.8. Row 3.2.8 "investments in stakes of open investment funds – high quality covered bonds" shall state the value of the bank's investments in stakes of open investment funds, which meet the conditions of item 25 paragraph 2 indent 6 of the Decision;

51.7.9. Row 3.2.9 "investments in stakes of open investment funds – securitization (corporate and consumption loans)" shall state the value of the bank's investments in stakes of open investment funds, which meet the conditions of item 25 paragraph 2 indent 7 of the Decision;

51.7.10. Row 3.2.10 "investments in stakes of open investment funds – corporate debt securities and shares" shall state the value of the investments in stakes of open investment funds, which meet the conditions of item 25 paragraph 2 indent 8 of the Decision.

52. The part pertaining to additional data of this Form, shall be filled in according to the following rules;

52.1. Row 4 "position that are excluded from VKLA due to currency mismatch" shall state the value of the positions which are not included in high quality liquid assets due to non-fulfillment of the operational requirement for currency mismatch, according to item 18 sub-item 18.6 of the Decision.

52.2. Row 5 "positions that are excluded from VKLA due to non-fulfilment of operational requirements, except to currency mismatch" shall state the value of the positions of high quality liquid assets, which do not meet the operational requirements of item 18 of the Decision, except the positions with currency mismatch, which are presented in row 4 of this Form.

Cash outflows report (VPO Form)

53. The cash outflow report (VPO Form) shall contain data of the amount of cash outflow amounts included in the calculation of the liquidity ratio calculation. The Form CO shall be filled in according to the rules determined in items 54 to 56 of these Instructions.

54. When completing the columns of CO Form the following rules shall be applied:

54.1. Column 3 "relating the Decision" adequately states the items, sub-items, paragraph s and indents of the Decision, which contain provisions that should be taken into consideration when completing the appropriate row;

54.2. Column 4 "amount" shall state the amount of the position included in the calculation of the cash outflows;

54.3. Column 5 "market value of the provided collateral" shall state the market value of the provided collateral. This column shall be completed only for the outflows based on secured lending and transactions caused by the capital market.

54.4. Column 6 "market value of the provided collateral with an applied haircut" shall state the market value of the provided collateral multiplied by the adequate weight, which shall be determined as a difference between 100% and the haircut that would be applied to the collateral that meets the operational requirements of item 18 of the Decision. This column shall be completed only for the outflows based on secured lending and transactions caused by the capital market, only for the rows for the collateral that meets the operational requirements (rows 3.1.1.1, 3.1.2.1, 3.1.3.1, 3.1.4.1, 3.1.5.1, 3.1.6.1 and 3.1.7.1);

54.5. Column 7 “prescribed outflow rate/utilization rate” shall state the outflow rate for certain on-balance sheet liability of the bank, i.e. utilization rate for certain off-balance sheet position prescribed in the Decision;

54.6. Column 8 “applied outflow rate /utilization rate” shall state the outflow rate that the bank applied for certain off-balance sheet liability, i.e. utilization rate that the bank applied for certain off-balance sheet position. The outflow rate, i.e. utilization rate in this column shall not be lower than the outflow rate, i.e. the utilization rate of column 7;

54.7. Column 9 “outflow” shall state the amount of cash outflow as a product of columns 4 and 8.

55. When completing the rows in VPO Form the following rules shall be applied:

55.1. Row 1 “cash outflows” shall state the sum of rows 2 and 3.

55.2. Row 2 “outflows due to unsecured transactions/deposits” shall state the sum of rows 2.1, 2.2, 2.3, 2.4, 2.5, 2.6, 2.7 and 2.8.

55.3. Row 2.1 “retail deposits” shall state the sum of rows 2.1.1, 2.1.2, 2.1.3, 2.1.4, 2.1.5, 2.1.6 and 2.1.7. Only the amount of deposits that meet the requirements for retail deposits, as well as bonds issued by the bank that are fully sold to natural persons and small companies shall be completed, pursuant to item 39 of the Decision. When determining the retail deposits outflows the following deposits shall be applied:

55.3.1. Row 2.1.1 “deposits not considered cash outflows” shall state the amount of small term deposits that the banks includes in the calculation of cash outflows at outflow rate of 0%, pursuant to the requirements of item 32 paragraph 1 of the Decision. The deposits accepted as collateral shall not be considered outflows for the purpose of this Form;

55.3.2. Row 2.1.2 - “stable retail deposits” shall state the amount of the stable retail deposits that meet the requirements of item 30 of the Decision.

55.3.3. Row 2.1.3 “deposits with higher outflow rate – category 1” shall state the amount of the deposits that meet the requirements of item 31 paragraph 2 indent 1 of the Decision;

55.3.4. Row 2.1.4 “deposits with higher outflow rate – category 2” shall state the amount of deposits that meet the requirements of item 31 paragraph 2 indent 2 and item 31 paragraph 3 of the Decision;

55.3.5. Row 2.1.5 “deposits that have already been canceled by the depositor and have residual maturity shorter than 30 days” shall state the amount of term deposits that meet the requirements of item 32 paragraph 3 of the Decision;

55.3.6. Row 2.1.6 “deposits in other countries where higher outflow rates apply” shall state the amount of retail deposits collected in other countries that meet the requirements of item 33 of the Decision;

55.3.7. Row 2.1.7 “other retail deposits” shall state the amount of other retail deposits of the banks which meet the conditions for the outflow rate of 10%, pursuant to item 31 of the Decision.

55.4. Row 2.2 “operational deposits” shall state the sum of rows 2.2.1, 2.2.2 and 2.2.3. When determining the outflows of operational deposits the following rules shall be applied:

- Row 2.2.1 “settlement, providing custodian services and other similar activities – not covered by insurance scheme” shall state the amount of

operational deposits that are not covered by insurance scheme and meet the criteria of item 34 paragraph 6 of the Decision on implementing outflow rate of 25%;

- Row 2.2.2 "settlement, providing custodian services and other similar activities – not covered by insurance scheme" shall state the amount of operational deposits that are covered by insurance scheme and meet the criteria of item 34 paragraph 7 of the Decision;
- Row 2.2.3 "other activities for which permanent business relationship with the client is established – non-financial legal entity" shall state the amount of operational deposits that meet the criteria of item 34 paragraph 1 indent 2 of the Decision.

55.5. Row 2.3 "excess operational deposits" shall state the amounts of operational deposits of rows 2.3.1, 2.3.2 and 2.3.3. When determining the outflows of excess operational deposits the following rules shall be applied:

55.5.1. Row 2.3.1 "deposits of non-financial legal entities, central governments, central banks, multilateral development banks and public sector entities – not covered by deposit insurance schemes" shall state the amount of excess operational deposits of non-financial legal entities, central governments, central banks, multilateral development banks and public sector entities which are not covered deposit insurance scheme of item 34 paragraph 6 of the Decision;

55.5.2. Row 2.3.2 "deposits of non-financial legal entities, central governments, central banks, multilateral development banks and public sector entities – covered by insurance schemes" shall state the amount of excess operational deposits of non-financial legal entities, central governments, central banks, multilateral development banks and public sector entities which are covered by deposit insurance scheme of item 34 paragraph 7 of the Decision;

55.5.3. Row 2.3.3 "deposits of non-financial entities" shall state the amount of bank deposits of the financial entities.

55.6. Row 2.4 "non-operational deposits" shall state the sum of the non-operational deposits in rows 2.4.1, 2.4.2, 2.4.3 and 2.4.4. When determining the outflows of the non-operational deposits the following rules shall be applied:

55.6.1. Row 2.4.1 "assets at correspondent accounts of other banks and deposits for performing brokerage services" shall state the amount of bank's assets at the correspondent accounts of other banks and deposits for performing brokerage services which meet the requirements of item 34 paragraph 8 of the Decision;

55.6.2. Row 2.4.2 "deposits of non-financial legal entities, central governments, central banks, multilateral development banks and public sector entities – not covered by insurance scheme" shall state the amount of non-operational deposits of non-financial legal entities, central governments, central banks, multilateral development banks and public sector entities which are not covered by deposit insurance scheme and meet the requirements of item 35 paragraph 1 of the Decision;

55.6.3. Row 2.4.3 "deposits non-financial legal entities, central governments, central banks, multilateral development banks и public sector entities – covered by insurance scheme" shall state the amount of non-operational deposits of the non-financial legal entities, central governments, central banks, multilateral development banks and public sector entities which are covered by deposit insurance scheme of item 35 paragraph 2 of the Decision;

55.6.4. Row 2.4.4 "deposits of financial entities" shall state the amount of non-operational deposits of financial entities for which an outflow rate of 100% is prescribed.

55.7. Row 2.5 "committed credit and liquidity facilities" shall state the sum of the amounts of committed credit and liquidity facilities in rows 2.5.1 and 2.5.2.

55.7.1. Row 2.5.1 "committed credit facilities" shall state the sum of the amounts of committed credit facilities of rows 2.5.1.1, 2.5.1.2, 2.5.1.3, 2.5.1.4, 2.5.1.5, 2.5.1.6, 2.5.1.7, 2.5.1.8 and 2.5.1.9. When determining the outflows of the assumed off-balance sheet crediting the following rules shall be applied:

- Row 2.5.1.1 "small loans portfolio" shall state the amount of committed credit facilities which meet the requirements of item 42 paragraph 1 indent 1 of the Decision;
- Row 2.5.1.2 „non-financial legal entities, except small companies" shall state the amount of committed credit facilities of the non-financial legal entities, and meet the requirements of item 42 paragraph 1 indent 2 of the Decision;
- Row 2.5.1.3 "Central Government, Central Bank, public sector entity or multilateral development bank" shall state the amount of committed credit facilities of the Central Government, Central Bank, public sector entity or multilateral development bank which meet the requirements of item 42 paragraph 1 indent 2 of the Decision;
- Row 2.5.1.4 "banks for granting promotional loans to natural persons and small companies" shall state the amount of assumed committed credit facilities of the banks by the Development Bank of the North Macedonia for the purpose of promotional loans to natural persons and small companies which meet the requirements of item 42 paragraphs 2 and 3 of the Decision;
- Row 2.5.1.5 "banks for granting promotional loans to non-financial legal entities, except to small companies" shall state the amount of committed credit facilities for lending to banks by the Development Bank of North Macedonia for the purpose of granting promotional loans to non-financial legal entities which meet the requirements of item 42 paragraphs 2 and 3 of the Decision;
- Row 2.5.1.6 "banks for the purpose of granting promotional loans to Central Government, Central Bank, public sector entity or multilateral development bank" shall state the amount of committed credit facilities for bank crediting by the Development Bank of North Macedonia for the purpose of granting promotional loans of Central Government, Central Bank, public sector entity or multilateral development bank which meet the requirements of item 42 paragraph 2 and 3 of the Decision;
- Row 2.5.1.7 "banks – other" shall state the amount of committed credit facilities for lending to other banks pursuant to item 42 paragraph 1 indent 5 of the Decision;
- Row 2.5.1.8 "financial sector entities that are subject to supervision by adequate regulatory body" shall state the amount of committed credit facilities for crediting financial sector entities which are subject to supervision by adequate regulatory body which meet the requirements of item 42 paragraph 1 indent 6 of the Decision;
- Row 2.5.1.9 "other financial sector entities" shall state the amount of committed credit facilities for crediting other financial sector entities which meet the requirements of item 42 paragraph 1 indent 8 of the Decision.

55.7.2. Row 2.5.2 "committed liquidity facilities" shall state the sum of the amounts of committed liquidity facilities of rows 2.5.2.1, 2.5.2.2, 2.5.2.3, 2.5.2.4, 2.5.2.5, 2.5.2.6, 2.5.2.7, 2.5.2.8, 2.5.2.9 and 2.5.2.10. When determining the outflows of committed liquidity facilities the following rules shall be applied:

- Row 2.5.2.1 "small loans portfolio" shall state the amount of committed liquidity facilities which meet the requirements of item 42 paragraph 1 indent 1 of the Decision;
- Row 2.5.2.2 "non-financial legal entities, except to small companies" shall state the amount of committed liquidity facilities of the non-financial legal entities, except to small companies, which are part of the small loans portfolio and meet the requirements of item 42 paragraph 1 indent 3 of the Decision;
- Row 2.5.2.3 "Central Government, Central Bank, public sector entity or multilateral development bank" shall state the amount of committed liquidity facilities of the Central Government, Central Bank, public sector entity or the multilateral development bank which meet the requirements of item 42 paragraph 1 indent 3 of the Decision;
- Row 2.5.2.4 "entities with special purpose for purchasing exposures to non-financial entities, except to securities" shall state the amount of committed liquidity facilities of the legal entities with special purpose which meet the requirements of item 42 paragraph 1 indent 4 of the Decision;
- Row 2.5.2.5 "banks for the purpose of granting promotional loans to natural persons and small companies" shall state the amount of committed liquidity facilities of banks by the Development Bank of North Macedonia for the purpose of granting promotional loans to natural persons and small companies which meet the requirements of item 42 paragraph 2 and 3 of the Decision;
- Row 2.5.2.6 "banks for the purpose of granting promotional loans to non-financial legal entities, except to small companies" shall state the amount of committed liquidity facilities of banks by the Development Bank of the North Macedonia for the purpose of granting promotional loans to non-financial legal entities which meet the requirements of item 42 paragraphs 2 and 3 of the Decision;
- Row 2.5.2.7 "banks for granting promotional loans to the Central Government, Central Bank, public sector entity or multilateral development bank" shall state the amount of committed liquidity facilities of banks by the Development Bank of the North Macedonia for the purpose of the granting promotional loans to the Central Government, Central Bank, public sector entity or the multilateral development banks which meet the requirements of item 42 paragraphs 2 and 3 of the Decision;
- Row 2.5.2.8 "banks – other" shall state the amount of committed liquidity facilities to other banks which meet the requirements of item 42 paragraph 1 indent 5 of the Decision;
- Row 2.5.2.9 "other entities with special purpose" shall state the amount of committed liquidity facilities of other legal entities with special purpose which meet the requirements of item 42 paragraph 1 indent 7 of the Decision;
- Row 2.5.2.10 "other entities from the financial sector" shall state the amount of committed liquidity facilities of other entities of the financial sector which meet the requirements of item 42 paragraph 1 indent 8 of the Decision.

55.8. Row 2.6 "additional cash outflows" shall state the sum of the amounts of the additional cash outflows in rows 2.6.1, 2.6.2, 2.6.3, 2.6.4, 2.6.5, 2.6.6 and 2.6.7. When determining the outflows of additional cash outflows, the following rules shall be applied:

55.8.1. Row 2.6.1 "derivative contracts" shall state the amount of the additional cash outflows based on derivative contracts determined pursuant to item 46 of the Decision;

55.8.2. Row 2.6.2 "collateral in form of position of level 2 liquid assets" shall state the amount of the additional cash outflows set forth pursuant to item 43 paragraph 1 of the Decision on collateral given by the bank for the concluded derivative contracts and which will meet the conditions for inclusion in level 2 liquid assets;

55.8.3. Row 2.6.3 "collateral in form of extremely high liquid covered bonds" shall state the amount of the additional cash outflows determined pursuant to item 43 paragraph 2 of the Decision on collateral given by the bank for concluded derivative contracts and which will meet the conditions for extremely high liquid covered bonds;

55.8.4. Row 2.6.4 "significant decrease in the bank creditworthiness" shall state the amount of additional cash outflows set forth pursuant to item 44 of the Decision;

55.8.5. Row 2.6.5 "influence of the negative market developments" shall state the amount of additional cash outflows due to the negative market developments set forth pursuant to item 45 of the Decision;

55.8.6. Row 2.6.6 "short positions" shall state the sum of the amounts of additional cash outflows in rows 2.6.6.1 and 2.6.6.2, as such:

- Row 2.6.6.1 "covered by collateralized financing securities" shall state the amount of additional cash outflows of the short position which is covered by collateralized financing securities set forth pursuant to item 47 of the Decision;
- Row 2.6.6.2 "other" shall state the amount of additional cash outflows of the short position collateralized by non-collateralized transactions set forth pursuant to item 47 of the Decision;

55.8.7. Row 2.6.7 "other additional outflows" shall state the sum of the amounts of additional cash outflows of rows 2.6.7.1, 2.6.7.2, 2.6.7.3 and 2.6.7.4, as follows;

- Row 2.6.7.1 "excess collateral which can be revoked by other contracting party" shall state the amount of the additional cash outflows set forth pursuant to item 48 paragraph 1 indent 1 of the Decision;
- Row 2.6.7.2 "collateral that can be required by the contractual party" shall state the amount of the additional cash outflows set forth pursuant to item 48 paragraph 1 indent 2 of the Decision;
- Row 2.6.7.3 VKLA collateral who can be replaced with collateral that is not VKLA collateral without bank consent" shall state the amount of the additional cash outflows set forth in item 48 paragraph 1 indent 3 of the Decision;
- Row 2.6.7.4 "Financing securities covered by certain assets, covered bonds and other similar financial instruments" shall state the amount of the additional cash outflows set forth in item 48 paragraph 1 indent 4 of the Decision.

55.9. Row 2.7 "other products and services" shall state the sum of the amounts of cash outflows, which are not encompassed in the assumed off-balance sheet liabilities, of rows 2.7.1, 2.7.2, 2.7.3, 2.7.4, 2.7.5, 2.7.6, 2.7.7, 2.7.8 and 2.7.9. When determining the outflows of other products and services, the bank shall apply the following rules:

55.9.1. Row 2.7.1 "other off-balance sheet liabilities and financing liabilities, including the irrevocable financing liabilities" shall state the amount of cash outflows pursuant to item 49 paragraph 1 indent 1 of the Decision;

55.9.2. Row 2.7.2 "unused loans and advances of legal entities" shall state the amount of cash outflows of unused loans and advances pursuant to item 49 paragraph 1 indent 2 of the Decision;

55.9.3. Row 2.7.3 "unwithdrawn assets based on concluded credit agreements with residential property as collateral" shall state the amount of cash outflows pursuant to item 49 paragraph 1 indent 3 of the Decision;

55.9.4. Row 2.7.4 "credit cards" shall state the amount of cash outflows from credit cards pursuant to item 49 paragraph 1 indent 4 of the Decision;

55.9.5. Row 2.7.5 "overdrafts on the transaction" shall state the amount of cash outflows of allowed overdrafts on the transaction accounts pursuant to item 49 paragraph 1 indent 5 of the Decision;

55.9.6. Row 2.7.6 "planned outflows related to credit renewal or approving new credits to natural persons and legal entities" shall state the amount of cash outflows pursuant to item 49 paragraph 1 indent 6 of the Decision;

55.9.7. Row 2.7.7 "liabilities based on other derivatives not encompassed in other positions" shall state the amount of cash outflows pursuant to item 49 paragraph 1 indent 7 of the Decision;

55.9.8. Row 2.7.8 "off-balance sheet liabilities for financing trade" shall state the amount of cash outflows of off-balance sheet liabilities for financing trade pursuant to requirements of item 49 paragraph 1 indent 8 of the Decision for which utilization rate of 5% shall be applied;

55.9.9. Row 2.7.9 "other products and services" shall state the amount of cash outflows of other products and services that are not encompassed in previous sub-items of this item, and which are determined pursuant to requirements of item 49 of the Decision.

55.10. Row 2.8 "other liabilities" shall state the sum of the amounts of rows 2.8.1, 2.8.2, 2.8.3, 2.8.4 and 2.8.5. When determining the outflows of other liabilities, the following rules shall be applied:

55.10.1. Row 2.8.1 "liabilities resulting from the operating expenses" shall state the amount of cash outflows of liabilities resulting from the operating expenses set forth pursuant to item 36 of the Decision;

55.10.2. Row 2.8.2 "outflows based on bills, bonds and other debt securities issued by the bank, except the securities included in retail deposits" shall state the amount of cash outflows from liabilities resulting from securities issued by the bank and determined pursuant to item 39 of the Decision. This row shall not include bonds presented in the part pertaining to retail deposits;

55.10.3. Row 2.8.3 "excess financing of non-financial entities" shall state the sum of the amounts of cash outflows determined pursuant to item 48 paragraph 4 of the Decision of rows 2.8.3.1, 2.8.3.2, 2.8.3.3 и 2.8.3.4, as follows;

- Row 2.8.3.1 "natural persons" shall state the amount of cash outflows from excess financing from the natural persons;
- Row 2.8.3.2 "non-financial legal entities" shall state the amount of cash outflows from excess financing from non-financial legal entities;
- Row 2.8.3.3 "central governments, multilateral development banks and public sector entities" shall state the amount of cash outflows of central governments, multilateral development banks and public sector entities;
- Row 2.8.3.4 "other non-financial entities", shall state the amount of cash outflows from other non-financial entities which are not encompassed in rows 2.8.3.1, 2.8.3.2 and 2.8.3.3;

55.10.4. Row 2.8.4 "assets borrowed without collateral" shall state the amount of additional cash outflows from uncollateralized liabilities determined pursuant to item 40 и item 48 paragraph 2 of the Decision;

55.10.5. Row 2.8.5 "other uncovered liabilities" shall state the amount of the other additional cash outflows determined pursuant to item 29 paragraph 3 of the Decision;

55.11. Row 3 „outflows from collateralized crediting and capital market driven transactions“, shall state the sum of the amounts of Rows 3.1 and 3.2.

55.12. Row 3.1 concluded with the Central Bank" shall state the sum of rows 3.1.1, 3.1.2, 3.1.3, 3.1.4, 3.1.5, 3.1.6, 3.1.7 and 3.1.8. When determining the outflows from the liabilities on the basis of collateralized crediting and capital market driven transactions concluded with the National Bank and central banks, pursuant to item 37 paragraph 2 of the Decision, depending on the type of issued collateral, the following rules shall be applied:

55.12.1. Row 3.1.1 "collateralized by level 1 liquid assets, except the extremely high liquid covered bonds" shall state the adequate amounts of the liabilities collateralized by level 1 liquid assets, except the extremely high liquid covered bonds;

55.12.2. Row 3.1.2 "collateralized by extremely high liquid covered bonds of level 1 liquid assets" shall state the adequate amounts of the liabilities collateralized by extremely high liquid covered bonds of level 1 liquid assets;

55.12.3. Row 3.1.3 "collateralized by positions of sub-level 2A liquid assets" shall state the adequate amounts of the liabilities collateralized by positions of sub-level 2A liquid assets;

55.12.4. Row 3.1.4 "collateralized by asset backed securities (housing and car loans) of sub-level 2B liquid assets" shall state the adequate amounts of the liabilities collateralized by securities collateralized by housing and car loans;

55.12.5. Row 3.1.5 "collateralized by highly liquid covered bonds of sub-level 2B liquid assets" shall state the adequate amounts of the liabilities collateralized with highly liquid covered bonds of sub-level 2B liquid assets;

55.12.6. Row 3.1.6 "collateralized by asset backed securities assets (loans of legal entities and consumer loans) of sub-level 2B liquid assets" shall state the adequate amounts of the liabilities collateralized with securities covered by loans of legal entities and consumer loans;

55.12.7. Row 3.1.7 "collateralized with other items of sub-level 2B liquid assets" shall state the adequate amounts of the liabilities collateralized by positions of sub-level 2B liquid assets, which are not encompassed in the previous rows of this position;

55.12.8. Row 3.1.8 "collateralized by non-liquid assets" shall state the adequate amounts of the liabilities collateralized by non-liquid assets.

Within Rows from 3.1.1 to 3.1.8 shall define the special rows (3.1.1.1, 3.1.2.1., 3.1.3.1, 3.1.4.1, 3.1.5.1, 3.1.6.1 and 3.1.7.1) for "collateral shall meet the operating requirements". For each of these rows, within the respective columns, the amount of the liability shall be stated (Column 4), market value of the provided collateral (Column 5) and the market value of the provided collateral with applied haircut, only for the collateral that meets the operational requirement of item 18 of the Decision (Column 6). The amount of the market value of the provided collateral with an applied haircut that meets the operating requirements (Column 6 of the separate lines) shall be included in the calculation of the liquidity coverage rate (SPL Form), as an inflow of collateral in the next 30 days.

55.13. Row 3.2 "concluded with other entities other than central bank" shall state the sum of the amounts of rows 3.2.1, 3.2.2, 3.2.3, 3.2.4, 3.2.5, 3.2.6, 3.2.7 and 3.2.8. When determining the outflows of liabilities based on secured lending and capital market driven transactions concluded with other entities other than central bank, pursuant to item 37 paragraph 1 of the Decision, depending on the type of provided collateral, the following rules shall be applied:

55.13.1. Row 3.2.1 "collateralized by level 1 liquid assets, except the highly liquid covered bonds" shall state the adequate amounts of the liabilities collateralized by the level 1 liquid assets, except the highly liquid covered bonds;

55.13.2. Row 3.2.2 "collateralized by extremely highly liquid covered bonds of level 1 liquid assets" shall state the adequate amounts of the liabilities which are collateralized by highly liquid covered bonds of the level 1 liquid assets;

55.13.3. Row 3.2.3 "collateralized by positions of sub-level 2A liquid assets" shall state the adequate amounts of the liabilities which are collateralized by positions of sub-level 2A liquid assets;

55.13.4. Row 3.2.4 "collateralized by asset-backed securities(housing and car loans) of sub-level 2B liquid assets" shall state the adequate amounts of the liabilities which are collateralized by securities covered by housing and car loans of sub-level 2B liquid assets;

55.13.5. Row 3.2.5 "collateralized by highly liquid covered bonds of sub-level 2B liquid assets" shall state the adequate amounts of the liabilities which are collateralized by highly liquid covered bonds of sub-level 2B liquid assets;

55.13.6. Row 3.2.6 "collateralized by securities covered by certain assets (corporate loans and consumer loans) of sub-level 2B liquid assets" shall state the adequate amounts of the liabilities which are collateralized by securities covered by corporate loans and consumer loans;

55.13.7. Row 3.2.7 "collateralized by other positions of item sub-level 2B liquid assets" shall state the adequate amounts of the liabilities which are collateralized by positions of sub-level 2B liquid assets which are not included in the previous lines of this position;

55.13.8. Row 3.2.8 "collateralized by non-liquid assets" shall state the adequate amounts of the liabilities which are collateralized by non-liquid assets.

Within the rows from 3.2.1 to 3.2.8 special rows (3.2.1.1, 3.2.2.1., 3.2.3.1, 3.2.4.1, 3.2.5.1, 3.2.6.1 and 3.2.7.1) are defined pertaining to "collateral shall meet the operational requirements". For each of these rows, within the adequate columns, the amount of the liability shall be stated (Column 4), the market value of the given collateral (Column 5) and the market value of the given collateral with the applied haircut, only for the collateral that meets the operational requirements of item 18 of the Decision (Column 6). The amount of the market value of the provided collateral with the applied haircut which meets the operational requirements (Column 6 of special rows) shall be included in the calculation of the liquidity coverage rate (SPL Form), as a collateral inflow in the following 30 days).

55.14. Row 4 "total outflow based on collateral swap contract" shall state the sum of the outflow based on collateral swap contract pursuant to item 38 of the Decision under rows 1 and 2 of column 9 of the ST Form of these Instructions.

56. In the part "additional data" shall state the data on the bank's cash outflows which influence the liquidity coverage rate. The rows from VPO Form shall be filled in by applying the following rules:

56.1. The row 5 "Operational deposits included in 2.2.1 and 2.2.2" shall state the data on the operational deposits under rows 2.2.1 and 2.2.2 of this Form, respectively, pursuant to item 34 paragraph 1 indent 1 of the Decision. The data on the amount of the operational deposits shall be filled in (Column 4), the applied outflow rate/utilization rate (Column 8) and outflow (Column 9) as follows:

56.1.1. Row 5.1 "banks" shall state the data on the bank's operational deposits;

56.1.2. Row 5.2 "other financial entities" shall state the data on the operational deposits of other financial entities;

56.1.3. Row 5.3 „central governments, central banks, public sector entities и multilateral development banks" shall state the data on the operational deposits of the central governments, central banks, public sector entities and multilateral development banks;

56.1.4. Row 5.4 "other clients" shall state the data on the operational deposits of other clients.

56.2. Row 6 „outflows in foreign currency" shall state the amount (Column 4), the applied outflow rate/utilization rate (Column 8) and the determined outflows in foreign currency (Column 9) for the part pertaining to the outflows based on derivatives only in case when it is reported for each significant currency.

56.3. Row 7 "secured lending at adjustment calculation" shall adequately state the amounts (Column 4) and the market value of the collateral by applying the haircut (Column 6) for the liabilities based on secured lending and capital market driven transactions concluded with the central banks that fall due in the following 30 days, and which are excluded from the adjustments when calculating the VKLA structure, as follows:

56.3.1. Row 7.1 "collateralized by level 1 liquid assets, except the highly liquid covered bonds" shall state the data on the liabilities collateralized by the level 1 liquid assets, except the highly liquid covered bonds;

56.3.2. Row 7.2 "collateralized by highly liquid covered bonds of level 1 liquid assets" shall state the data on the liabilities collateralized by highly liquid covered bonds of the level 1 liquid assets;

56.3.3. Row 7.3 "collateralized by positions of sub-level 2A liquid assets" shall state the data on the liabilities collateralized by positions of sub-level 2A liquid assets;

56.3.4. Row 7.4 "collateralized by positions of sub-level 2B liquid assets" shall state the data on the liabilities collateralized by positions of sub-level 2B liquid assets;

56.3.5. Row 7.5 "collateralized by non-liquid assets" shall state the data on the liabilities collateralized by non-liquid assets. This row of Column 6 shall not be filled in.

Cash Inflows Report (VPP Form)

57. The cash inflows report (VPP Form) shall contain data on the amount of cash inflows which are included in the calculation of the liquidity coverage rate. The VPP Form shall be filled in according to the rules determined in items 58 to 60 of these Instructions.

58. When completing the columns of the VPP Form the following rules shall be applied:

58.1. Column 3 "reference to the Decision" shall state the items, sub-items, paragraphs and indents of the Decision which contain provisions that should be taken in consideration when completing the adequate row;

58.2. Columns 4, 5 и 6 shall state the amount of the claims on the basis of which the bank expect cash inflows in the following 30 days. The columns shall be filled in depending on the type of the claims and the prescribed limitations for the cash inflows, as follows:

58.2.1. Column 4 "OP (75%)" shall state the amount of the claims for which a limit on cash inflows is set pursuant to item 55 of the Decision;

58.2.2. Column 5 "DP (90%)" shall state the amount of the claims for which a limit on cash inflows is set pursuant to item 58 of the Decision;

58.2.3. Column 6 "NP" shall state the amount of the claims for which a limit on cash inflows is set pursuant to items 56 и 57 of the Decision;

58.3. Columns 7, 8 and 9 "market value of the received collateral", shall state the market value of the provided collateral, adequate to the determined limits on cash inflows of items 55, 56, 57 and 58 of the Decision. These columns shall be filled in only at calculation of the inflows based on secured lending and capital market driven transactions. In the case when the collateral is used for covering the short position and the claims are collateralized by non-liquid assets, these columns shall not be completed;

58.4. Column 10 "prescribed inflow rate" shall state the prescribed inflow rate for the bank's claims;

58.5. Columns 11, 12 and 13 "applied inflow rate" shall state the applied inflow rate for the bank's claims, adequately to the determined limits of cash inflows of items 55, 56, 57 and 58 of the Decision. The applied inflow rate in this Column must not be higher than the prescribed inflow rate stated in Column 10;

58.6. Columns 14, 15 and 16 "market value of the received collateral with the applied haircut" shall state the market value of the received collateral multiplied by the adequate weight, which shall be determined as a difference between the 100% and the haircut which should be applied at the received collateral which meets the operational requirements of item 18 of the Decision on including in VKLA. These columns shall be filled in only when calculating the inflows based on secured lending and capital market driven transactions, specifically in the rows of the form presenting the collateral which meets the operational requirements for inclusion in VKLA. These columns shall not be filled in in instances when the collateral is used for covering the short position and when the claims are collateralized by non-liquid assets;

58.7. Columns 17, 18 and 19 "inflow" shall state the amount of the cash inflow, a follows:

58.7.1. Column 17 "OP (75%)" shall state the amount of limited cash inflows as a product of Columns 4 and 11;

58.7.2. Column 18 "DP (90%)" shall state the amount of the partially limited cash inflows as a product of Columns 5 and 12;

58.7.3. Column 19 "NP" shall state the amount of the unrestricted cash inflows as a product of Columns 6 and 13.

59. When filling in the rows of the VPP Form the following rules shall be applied:

59.1. Row 1 "cash inflows" in Columns 4, 5 and 6 shall state the sum of rows 2 and 3, while Columns 17, 18 and 19 shall state the sum of rows 2, 3 and 4, reduced by the amounts under rows 5 and 6.

59.2. Row 2 "inflows due to unsecured transactions/deposits" shall state the sum of rows 2.1, 2.2, 2.3, 2.4, 2.5, 2.6, 2.7, 2.8, 2.9 and 2.10.

59.3. Row 2.1 "inflows from central banks" shall state the inflows from the central banks determined pursuant to item 51 paragraph 1 indent 1 of the Decision.

59.4. Row 2.2 "inflows from financial entities" shall state the sum of rows 2.2.1, 2.2.2 and 2.2.3. When determining the inflows from the financial entities, the following rules shall be applied:

59.4.1. Row 2.2.1 "inflows based on operational deposits (set symmetrical rate)" shall state the inflows based on operational deposits for which symmetrical rate shall be applied determined pursuant to item 52 sub-item 52.4 of the Decision;

59.4.2. Row 2.2.2 "inflows based on operational deposits (without set symmetrical rate)" shall state the inflows based on operational deposits determined pursuant to item 52 sub-item 52.4 of the Decision, for which the bank cannot determine a symmetrical rate;

59.4.3. Row 2.2.3 "other inflows from financial entities" shall state the inflows based on claims of financial entities pursuant to item 51 paragraph 1 indent 1 of the Decision.

59.5. Row 2.3 "inflows from financial entities" shall state the sum of rows 2.3.1, 2.3.2, 2.3.3 and 2.3.4. When determining the inflows from non-financial entities, the following rules shall be applied:

59.5.1. Row 2.3.1 "inflows from natural persons and small companies" shall state the inflows based on claims from financial entities and small companies determined pursuant to item 52 sub-item 52.1 paragraph 1 of the Decision;

59.5.2. Row 2.3.2 "inflows from non-financial legal entities, except small companies" shall state the inflows based on claims from non-financial companies determined pursuant to item 52 sub-item 52.1 paragraph 1 of the Decision, except to the inflows from the small companies presented in row 2.3.1 of this Form;

59.5.3. Row 2.3.3 "inflows from central governments, multilateral development banks and public sector entities" shall state inflows based on the claims of the central governments, multilateral development banks and public sector entities determined pursuant to item 52 sub-item 52.1 paragraph 1 of the Decision;

59.5.4. Row 2.3.4 "inflows from other non-financial entities" shall state inflows based on the claims of other non-financial entities of item 51 paragraph 1 indent 1 of the Decision which are not included in the previous three rows of this Form.

59.6. Row 2.4 "inflows from short-term transactions for financing the trade of goods and services" shall state inflows based on financing the trade determined pursuant to item 51 paragraph 1 indent 2 of the Decision.

59.7. Row 2.5 "inflows from securities" shall state the inflows of securities pursuant to item 51 paragraph 1 indent 3 of the Decision.

59.8. Row 2.6 "inflows from shares which are included in MBI10 or in the stock exchange index on the market of other country" shall state the inflows based on shares determined pursuant to item 51 paragraph 1 indent 4 of the Decision, except the shares which are included in the level 2B liquid assets.

59.9. Row 2.7 "promotional lenders or inflows of similar assets from multilateral development bank or public institution" shall state inflows based on promotional lenders pursuant to item 52 sub-item 52.1 paragraph 2 of the Decision.

59.10. Row 2.8 "loans with an undefined contractual end date" shall state inflows based on loans pursuant to item 52 sub-item 52.9 of the Decision.

59.11. Row 2.9 "derivative contracts" shall state the net cash inflow based on derivative contracts determined pursuant to item 53 of the Decision.

59.12. Row 2.10 "other inflows that fall due within the next 30 days and are not included in the VKLA" shall state other inflows determined pursuant to item 52 sub-items 52.7 and 52.8 and item 54 of the Decision.

59.13. Row 3 "inflows from secured lending and capital market-driven transactions" shall state the sum of the amounts of rows 3.1 and 3.2.

59.14. Row 3.1 "concluded with the central bank" shall state the sum of rows 3.1.1, 3.1.2 and 3.1.3.

59.14.1. Row 3.1.1 "secured with liquid assets" shall state the sum of rows 3.1.1.1, 3.1.1.2, 3.1.1.3, 3.1.1.4, 3.1.1.5, 3.1.1.6 and 3.1.1.7. When determining the inflows from the claims on the basis of collateralized lending and capital market driven transactions concluded with the central bank, depending on the type of received collateral, the following rules shall be applied:

- Row 3.1.1.1 "level 1 liquid assets, except to extremely high liquid covered bonds" shall state the inflows determined pursuant to item 52 sub-item 52.2 paragraph 1 indent 1 of the Decision;
- Row 3.1.1.2 "extremely high liquid covered bonds of level 1 liquid assets" shall state inflows determined pursuant to item 52 sub-item 52.2 paragraph 1 indent 2 of the Decision;
- Row 3.1.1.3 "sub-level 2A liquid assets" shall state inflows determined pursuant to item 52 sub-item 52.2 paragraph 1 indent 3 of the Decision;
- Row 3.1.1.4 "asset-backed securities (housing and car loans) of sub-level 2B liquid assets" shall state inflows of the claims collateralized by securities backed by housing and car loans pursuant to item 52 sub-item 52.2 paragraph 1 indent 4 of the Decision;
- Row 3.1.1.5 "highly liquid covered bonds of sub-level 2B liquid assets" shall state inflows of claims secured with highly liquid covered bonds of sub-level 2B liquid assets pursuant to item 52 sub-item 52.2 paragraph 1 indent 5 of the Decision;
- Row 3.1.1.6 "asset-backed securities (corporate and consumer loans) of sub-level 2B liquid assets" shall state inflows of claims that are collateralized with corporate and consumer loans pursuant to item 52 sub-item 52.2 paragraph 1 indent 6 of the Decision;
- Row 3.1.1.7 "other positions of sub-level 2B liquid assets" shall state inflows of claims which are secured by other positions of sub-level 2B liquid assets which are not included in previous rows of this position;

Rows from 3.1.1.1 to 3.1.1.8 shall define the special rows (3.1.1.1.1, 3.1.1.2.1, 3.1.1.3.1, 3.1.1.4.1, 3.1.1.5.1, 3.1.1.6.1 and 3.1.1.7.1) on "collateral meets the operational requirements". Each of these rows, within adequate columns, shall state the amount of the claim (columns 4, 5 and 6), the market value of the received collateral (columns 7, 8 and 9) and market value of the received collateral with applied

haircut, but only for the collateral which meets the operational requirements of item 18 of the Decision (Columns 14, 15 and 16. The amount of the market value of the received collateral with applied haircut which meets the operational requirements (Columns 14, 15 и 16 of the special rows) shall be included in the calculation of the liquidity coverage rate (SPL Form), as a collateral outflow in the following 30 days.

59.14.2. Row 3.1.2 "collateral is used to cover the short position" shall state the amount of the inflow determined pursuant to item 52 sub-item 52.2 paragraph 2 and sub-item 52.6 of the Decision, when the contracting party is central bank.

59.14.3. Row 3.1.3 "secured with non-liquid assets" shall state the sum of rows 3.1.3.1 и 3.1.3.2 and depending on the type of collateral, the following rules shall be applied:

- Row 3.1.3.1 "shares which are not liquid assets" shall state inflows for the claims which are secured by shares which are not liquid assets;
- Row 3.1.3.2 "other non-liquid assets" shall state inflows for the claims which are secured with other non-liquid assets, pursuant to item 52 sub-item 52.2 paragraph 1 indent 9 of the Decision.

59.15. Row 3.2 "concluded with other entities except the central bank" shall state the sum of rows 3.2.1, 3.2.2 and 3.2.3.

59.15.1. Row 3.2.1 "secured with liquid assets" shall state the sum of rows 3.2.1.1, 3.2.1.2, 3.2.1.3, 3.2.1.4, 3.2.1.5, 3.2.1.6 and 3.2.1.7. When determining the inflows of the claims based on secured lending and capital market-driven transactions concluded with entities other than the central bank, depending on the obtains collateral, the following rules shall be included:

- Row 3.2.1.1 "level 1 liquid assets, except the extremely high liquid covered bonds" shall state inflows determined pursuant to item 52 sub-item 52.2 paragraph 1 indent 1 of the Decision;
- Row 3.2.1.2 "extremely high liquid covered bonds of level 1 liquid assets" shall state inflows determined pursuant to item 52 sub-item 52.2 paragraph 1 indent 2 of the Decision;
- Row 3.2.1.3 "sub-level 2A liquid assets" shall state inflows determined pursuant to item 52 sub-item 52.2 paragraph 1 indent 3 of the Decision;
- Row 3.2.1.4 "asset-backed securities (housing and car loans) of sub-level 2B liquid assets" shall state inflows of claims collateralized with housing and car loans backed securities pursuant to item 52 sub-item 52.2 paragraph 1 indent 4 of the Decision;
- Row 3.2.1.5 "highly liquid covered bonds of sub-level 2B liquid assets" shall state inflows of claims collateralized by highly liquid covered bonds of sub-level 2B liquid assets pursuant to item 52 sub-item 52.2 paragraph 1 indent 5 of the Decision;
- Row 3.2.1.6 "asset-backed securities (corporate and consumer loans) of sub-level 2B liquid assets" shall state inflows of claims that corporate and housing loans-backed securities pursuant to item 52 sub-item 52.2 paragraph 1 indent 6 of the Decision;
- Row 3.2.1.7 "other positions of sub-level 2B liquid assets" shall state inflows of claims collateralized by positions of sub-level 2B liquid assets that do not fall within any indent of this item.

Rows from 3.2.1.1 to 3.2.1.8 shall define the special rows (3.2.1.1.1, 3.2.1.2.1, 3.2.1.3.1, 3.2.1.4.1, 3.2.1.5.1, 3.2.1.6.1 and 3.2.1.7.1) for "collateral meets the operational requirements". For each of these rows, the respective columns state the amount of the claim (Columns 4, 5 and 6), market value of the of the received collateral (Column 7, 8 and 9) and the market value of the received collateral with applied

haircut, but only for the collateral that meets the operational requirements of item 18 of the Decision (Columns 14, 15 and 16). The amount of the market value of the received collateral with applied haircut which meets the operational requirements (Columns 14, 15 and 16 of the special rows) shall be included in the calculation of the liquidity coverage rate (SPL Form), as a collateral outflow in the next 30 days.

59.15.2. Row 3.2.2 "the collateral is used to cover the short position" shall state the amount of inflow determined pursuant to item 52 sub-item 52.2 paragraph 2 и sub-item 52.6 of the Decision, when the contracting party is other entity, except central bank.

59.15.3. Row 3 "collateralized by non-liquid assets" shall state the sum of rows 3.2.3.1, 3.2.3.2 and 3.2.3.3 and depending on the type of collateral for the claims and depending on the type of the collateral for the claim for which the cash inflow is determined, the following rules shall be applied:

- Row 3.2.3.1 "margin loan" shall state the inflows for the claims collateralized by margin loans pursuant to item 52 sub-item 52.3 of the Decision;
- Row 3.2.3.2 "shares which are not liquid assets" shall state the inflows for the claims which are not collateralized by shares which are not liquid assets;
- Row 3.2.3.3 "other non-liquid assets" shall state the inflows for the claims which are not collateralized by other non-liquid assets pursuant to item 52 sub-item 52.2 paragraph 1 indent 9 of the Decision;

59.16. Row 4 "total inflow from collateral swaps" shall state the total amount of swap contracts of the collateral determined pursuant to item 52 sub-item 52.5 of the Decision. The inflow shall be determined adequately in Columns 17, 18 and 19 as a sum of the amount stated in rows 1 and 2 of Columns 10, 11 or 12 of the ST Form of these Instructions.

59.17. Row 5 "difference between the total inflow and total outflow from transactions with other countries where there are limitations in the transfer of funds or denominated in non-convertible currency" shall state the amount determined pursuant to item 50 paragraph 3 of the Decision.

59.18. Row 6 "Excessive inflows from banks not specialized for performing certain activities" shall state the difference between inflow and outflow of banks specialized for performing certain activities, pursuant to items 57 и 58 of the Decision, in case of a reporting on a consolidated basis.

60. Part "additional data" shall state the data on cash inflows of the bank having influence on the calculation of the liquidity coverage rate. This part of the VPP Form shall be filled in according to the following rules:

60.1. Row 7 "Foreign currency inflows" shall state the amount (Columns 4, 5 and 6), the applied inflow rate (Columns 11, 12 and 13) and determined foreign currency inflows (Columns 17, 18 and 19) for the part pertaining to inflows of derivatives only in instances when reporting on each significant currency.

60.2. Within row 8 "secured lending when calculating adjustments" shall state the amount (Columns 4, 5 and 6) and the market value of the received collateral, applying haircut (Columns 14, 15 and 16) for the claims on the basis of secured lending and capital market driven transactions concluded with central banks that fall due in the next 30 days, and which are excluded from the adjustments when calculating the VKLA structure, as follows:

60.2.1. Row 8.1 "collateralized by level 1 liquid assets, except to extremely high liquid covered bonds" shall state the data on the claims collateralized by level 1 liquid assets, except to highly liquid covered bonds;

60.2.2. Row 8.2 "collateralized exclusively with highly liquid covered bonds of level 1 liquid assets" shall state the data on the claims collateralized by extremely high liquid covered bonds of level 1 liquid assets;

60.2.3. Row 8.3 "collateralized by positions of sub-level 2A liquid assets" shall state the data on the claims collateralized by positions of sub-level 2A liquid assets;

60.2.4. Row 8.4 "collateralized by positions of sub-level 2B liquid assets" shall state the data on the claims collateralized by positions of sub-level 2B liquid assets;

60.2.5. Row 8.5 "collateralized by non-liquid assets" shall state the data on claims collateralized by non-liquid assets. For this row, Columns 14, 15 and 16 shall not be filled in.

Report on swap-collateral agreements (ST Form)

61. The report on swap-collateral agreements (ST Form) shall contain data on swap-collateral agreements that fall due in the next 30 days. This instructions shall include all swap-collateral agreements, with the exception of swap-agreements for cash exchange. The ST Form shall be filled in according to the rules determined in items 62 to 65 of these Instructions.

62. In determining outflows and inflows from swap-collateral contracts, the following rules shall apply:

- Outflow from swap-collateral agreements according to item 38 of the Decision shall be determined if lower correction factor is applied to funds received from the counterparty, than the correction factor applied to the funds given to the counterparty. Outflows shall be determined as a product of the market value of funds that the bank received from the counterparty and the difference between the relevant correction factor of funds given to the counterparty by the bank and the appropriate correction factor of funds the bank received by the counterparty (prescribed outflow/inflow rate in column 7 of the Form). When the central bank is the countering party, the prescribed outflow rate shall be 0% or the outflow is not calculated, depending on the type of funds the bank gave i.e. received from the counterparty (central bank);
- Inflow from swap-collateral contract according to item 52 sub-item 52.5 of the Decision shall be determined if lower correction factor is applied to funds given to the counterparty, than the correction factor applied to the funds received by the counterparty. Inflows shall be determined as a product of the market value of funds that the bank gave to the counterparty and the difference between the relevant correction factor of the funds that the bank received from the counterparty and the appropriate correction factor of funds that the bank gave to the counterparty (prescribed outflow/inflow rate in column 7 of
- Swap-collateral agreements which exchange multiple funds, shall state individually in this instructions depending on their characteristics;

63. When filling in the ST Form columns, the following rules shall apply:

63.1. Column 2 „position" shall state the positions exchanged with swap-collateral agreements concluded with the central bank and other entities;

63.2. Column 3 "market value of funds given to the counterparty" shall state the market value of funds given to the counterparty;

63.3. Column 4 "market value of the funds given, with an applied correction factor" shall state the market value of the funds given to the counterparty, with an applied correction factor;

63.4. Column 5 "market value of funds received by the counterparty" shall state the market value of funds received by the counterparty;

63.5. Column 6 "market value of the funds received, with an applied correction factor" shall state the market value of the funds that bank received by the counterparty, with an applied correction factor;

63.6. Column 7 "prescribed inflow/outflow rate" shall state the prescribed inflow/outflow rate for concluded swap-collateral agreements determined as difference between relevant correction factors of funds exchanged with the concluded swap-collateral agreements, according to 62 indents 1 и 2 of these instructions;

63.7. Column 8 "applied inflow/outflow rate" shall state the applied inflow/outflow rate for concluded swap-collateral agreements. The applied inflow rate must not be higher than the prescribed inflow rate, i.e. the applied outflow rate must not be lower than the prescribed outflow rate.

63.8. Column 9. "Outflows" shall state the amount of outflows from swap-collateral agreements as a product of columns 5, and 8;

63.9. Columns 10, 11 and 12 "inflows" depending of the limitations of cash inflows shall state the amount of cash inflows from swap-collateral agreements, as follows:

63.9.1. Column 10 "OP (75%)" shall state the amount of limited cash inflows from swap-collateral agreements as a product of columns 3, and 8;

63.9.2. Column 11 "DP (90%)" shall state the amount of partially limited cash inflows from swap-collateral agreements as a product of columns 3, and 8;

63.9.3. Column 12 "NP" shall state the amount of unlimited cash inflows from swap-collateral agreements as a product of columns 3, and 8.

64. When filling in the ST Form rows, the following rules shall apply:

64.1. Row 1 "swap agreements for collateralization concluded with the central bank" shall state the sum of rows 1.1, 1.2, 1.3, 1.4, 1.5, 1.6, 1.7 and 1.8.

64.2. Row 1.1 "transactions in which funds from level 1 liquid assets (excluding exceptionally high-quality covered bonds) are provided, and the following funds are received:" shall state the sum of rows 1.1.1, 1.1.2, 1.1.3, 1.1.4, 1.1.5, 1.1.6, 1.1.7 и 1.1.8, i.e. the sum of the market value of level 1 liquid assets (without high-quality covered bonds) given to the central bank (column 3), the sum of the market value of assets received from the central bank with concluded swap-collateral agreements (column 5), as well as the amount of outflow (column 9), i.e. the sum of inflow for the positions in these rows 10, 11 and 12) as follows:

64.2.1. Row 1.1.1 "level 1 liquid assets, with the exception of exceptionally high-quality covered bonds" shall state level 1 liquid assets, with the exception of

exceptionally high-quality covered bonds, that the bank gave i.e. received with the exchange;

64.2.2. Row 1.1.2 „exceptionally high-quality covered bonds from level 1 liquid assets” shall state assets from level 1 liquid assets, with the exception of exceptionally high-quality covered bonds, given by the bank, as well as exceptionally high-quality covered bonds from level 1 liquid assets, that the bank received with the exchange;

64.2.3. Row 1.1.3 „ sub-level 2A liquid assets” shall state assets from level 1 liquid assets, with the exception of exceptionally high-quality covered bonds, given by the bank, as well as sub-level 2A liquid assets, that the bank received with the exchange;

64.2.4. Row 1.1.4 „securities covered by certain assets (housing and car loans) from sub-level 2B liquid assets” shall state assets from level 1 liquid assets, with the exception of exceptionally high-quality covered bonds, given by the bank, as well as securities covered by housing and car loans from sub-level 2B liquid assets, that the bank received with the exchange;

64.2.5. Row 1.1.5 „ high-quality covered bonds from sub-level 2B liquid assets” shall state assets from level 1 liquid assets, with the exception of exceptionally high-quality covered bonds, given by the bank, as well as high-quality covered bonds from sub-level 2B liquid assets, that the bank received with the exchange;

64.2.6. Row 1.1.6 „securities covered by certain assets (loans to legal entities and consumer loans) from sub-level 2B liquid assets” shall state assets from level 1 liquid assets, with the exception of exceptionally high-quality covered bonds, given by the bank, as well as securities from sub-level 2B liquid assets covered by loans to legal entities and consumer loans, that the bank received with the exchange;

64.2.7. Row 1.1.7 „ other positions from sub-level 2B liquid assets” shall state assets from level 1 liquid assets, with the exception of exceptionally high-quality covered bonds, given by the bank, as well as other assets from sub-level 2B liquid assets, that the bank received with the exchange;

64.2.8. Row 1.1.8 „ illiquid assets” shall state assets from level 1 liquid assets, with the exception of exceptionally high-quality covered bonds, given by the bank, as well as illiquid assets, that the bank received with the exchange;

Within rows from 1.1.1 to 1.1.8 special rows (1.1.1.1, 1.1.2.1, 1.1.3.1, 1.1.4.1, 1.1.5.1, 1.1.6.1, 1.1.7.1 и 1.1.8.1) are defined for “collateral meets the operational requirements” which shall properly state the amount of collateral that meets the operational requirements from item 18 of the Decision. These special rows shall be filled in only for column 3, 4, 5 и 6, except row 1.1.8.1, which shall not be filled for column 6.

64.3. Row 1.2 “transactions in which exceptionally high-quality covered bonds from level 1 liquid assets are provided, and the following funds are received:” shall state the sum of rows 1.2.1, 1.2.2, 1.2.3, 1.2.4, 1.2.5, 1.2.6, 1.2.7 and 1.2.8, i.e. the sum of market value of exceptionally high-quality covered bonds from level 1 liquid assets given to the central bank, the sum of the market value of assets received from the central bank with the concluded swap-collateral agreements, as well as the sum of outflows (column 9), i.e. the sum of inflow for the positions in these rows (columns 10, 11 and 12). The amounts under rows. 1.2.1, 1.2.2, 1.2.3, 1.2.4, 1.2.5, 1.2.6, 1.2.7 and 1.2.8 shall be respectively stated according to paragraphs 1 and 2 of sub-item 64.2 of these instructions.

64.4. Row 1.3 “transactions in which funds from sub-level 2A liquid assets are provided, and the following funds are received:” shall state the sum of rows 1.3.1, 1.3.2, 1.3.3, 1.3.4, 1.3.5, 1.3.6, 1.3.7 and 1.3.8, i.e. sum of the market value of assets

form sub-level 2A liquid assets given to the central bank, the sum of the market value of assets received from the central banks with concluded swap-collateral agreements, as well as the sum of outflows (column 9), i.e. the sum of inflow for the positions in these rows (columns 10, 11 and 12). The amounts under rows 1.3.1, 1.3.2, 1.3.3, 1.3.4, 1.3.5, 1.3.6, 1.3.7 and 1.3.8 shall be respectively stated according to paragraphs 1 and 2 of sub-item 64.2 of these instructions.

64.5. Row 1.4 "transactions in which securities covered by certain assets (housing and car loans) from sub-level 2B liquid assets are provided, and the following funds are received:" shall state the sum of rows 1.4.1, 1.4.2, 1.4.3, 1.4.4, 1.4.5, 1.4.6, 1.4.7 and 1.4.8, i.e. sum of the market value of securities covered by certain assets (housing and car loans) from sub-level 2B liquid assets given to the central bank. The sum of the market value of assets received from the central banks with concluded swap-collateral agreements, as well as the sum of outflows (column 9), i.e. the sum of inflows for the positions in these rows (columns 10, 11 and 12). The amounts under rows. 1.4.1, 1.4.2, 1.4.3, 1.4.4, 1.4.5, 1.4.6, 1.4.7 and 1.4.8 shall be respectively stated according to paragraphs 1 and 2 of sub-item 64.2 of these instructions.

64.6. Row 1.5 "transactions in which high-quality covered bonds from sub-level 2B liquid assets are provided, and the following funds are received:" shall state the sum of rows 1.5.1, 1.5.2, 1.5.3, 1.5.4, 1.5.5, 1.5.6, 1.5.7 and 1.5.8, i.e. sum of the market value of high-quality covered bonds from sub-level 2B liquid assets given to the central bank, the sum of the market value of assets received from the central banks with concluded swap-collateral agreements, as well as the sum of outflows (column 9), i.e. the sum of inflows for the positions in these rows (columns 10, 11 and 12). The amounts under rows 1.5.1, 1.5.2, 1.5.3, 1.5.4, 1.5.5, 1.5.6, 1.5.7 and 1.5.8 shall be respectively stated according to paragraphs 1 and 2 of sub-item 64.2 of these instructions.

64.7. Row 1.6 "transactions in which securities covered by certain assets (loans to legal entities and consumer loans) from sub-level 2B liquid assets are provided, and the following funds are received:" shall state the sum of rows 1.6.1, 1.6.2, 1.6.3, 1.6.4, 1.6.5, 1.6.6, 1.6.7 and 1.6.8, i.e. the sum of the market value of securities covered by certain assets (loans to legal entities and consumer loans) from sub-level 2B liquid assets given to the central bank. The sum of the market value of assets received from the central banks with concluded swap-collateral agreements, as well as the sum of outflows (column 9), i.e. the sum of inflows for the positions in these rows (columns 10, 11 and 12). The amounts under rows 1.6.1, 1.6.2, 1.6.3, 1.6.4, 1.6.5, 1.6.6, 1.6.7 and 1.6.8 shall be respectively stated according to paragraphs 1 and 2 of sub-item 64.2 of these instructions.

64.8. Row 1.7 "transactions in which other positions from sub-level 2B liquid assets are provided, and the following funds are received:" shall state the sum under rows 1.7.1, 1.7.2, 1.7.3, 1.7.4, 1.7.5, 1.7.6, 1.7.7 and 1.7.8, i.e. sum of the market value of other positions from sub-level 2B liquid assets given to the central bank, the sum of the market value of assets received from the central banks with concluded swap-collateral agreements, as well as the sum of outflows (column 9), i.e. the sum of inflows for the positions in these rows (columns 10, 11 and 12). The amounts under rows. 1.7.1, 1.7.2, 1.7.3, 1.7.4, 1.7.5, 1.7.6, 1.7.7 and 1.7.8 shall be respectively stated according to paragraphs 1 and 2 of sub-item 64.2 of these instructions.

64.9. Row 1.8 "transactions in which funds that are not part of VKLA (illiquid assets) are provided, and the following funds are received:" shall state the sum of

rows 1.8.1, 1.8.2, 1.8.3, 1.8.4, 1.8.5, 1.8.6, 1.8.7 and 1.8.8, i.e. sum of the market value of assets that are not a part of VKLA (illiquid assets) given to the central bank, the sum of the market value of assets received from the central banks with concluded swap-collateral agreements, as well as the sum of outflows (column 9), i.e. the sum of inflows for the positions in these rows (columns 10, 11 and 12). The amounts under rows 1.8.1, 1.8.2, 1.8.3, 1.8.4, 1.8.5, 1.8.6, 1.8.7 and 1.8.8 shall be respectively stated according to paragraphs 1 and 2 of sub-item 64.2 of these instructions.

64.10. Row 2 "swap agreements for collateralization concluded with other entities" shall state the sum of rows 2.1, 2.2, 2.3, 2.4, 2.5, 2.6, 2.7 and 2.8.

64.11. Row 2.1" transactions in which funds from level 1 liquid assets (excluding exceptionally high-quality covered bonds) are provided, and the following funds are received:" shall state the sum of rows 2.1.1, 2.1.2, 2.1.3, 2.1.4, 2.1.5, 2.1.6, 2.1.7 and 2.1.8, i.e. sum of the market value of assets from level 1 liquid assets (without exceptionally high-quality covered bonds) given to other entities, except the central bank, the sum of the market value of assets received from other entities, except the central bank with concluded swap-collateral agreements, as well as the sum of outflows (column 9), i.e. the sum of inflows for the positions in these rows (columns 10, 11 and 12) as follows:

64.11.1. Row 2.1.1 „level 1 liquid assets, with the exception of exceptionally high-quality covered bonds" shall state level 1 liquid assets, with the exception of exceptionally high-quality covered bonds, that the bank gave i.e. received with the exchange;

64.11.2. Row 2.1.2 „exceptionally high-quality covered bonds from level 1 liquid assets" shall state assets from level 1 liquid assets, with the exception of exceptionally high-quality covered bonds, given by the bank, as well as exceptionally high-quality covered bonds from level 1 liquid assets, that the bank received with the exchange;

64.11.3. Row 2.1.3 „ sub-level 2a liquid assets" shall state assets from level 1 liquid assets, with the exception of exceptionally high-quality covered bonds, given by the bank, as well as sub-level 2a liquid assets, that the bank received with the exchange;

64.11.4. Row 2.1.4 „securities covered by certain assets (housing and car loans) from sub-level 2B liquid assets" shall state assets from level 1 liquid assets, with the exception of exceptionally high-quality covered bonds, given by the bank, as well as securities covered by housing and car loans from sub-level 2B liquid assets, that the bank received with the exchange;

64.11.5. Row 2.1.5 „ high-quality covered bonds from sub-level 2B liquid assets" shall state assets from level 1 liquid assets, with the exception of exceptionally high-quality covered bonds, given by the bank, as well as high-quality covered bonds from sub-level 2B liquid assets, that the bank received with the exchange;

64.11.6. Row 2.1.6 „securities covered by certain assets (loans to legal entities and consumer loans) from sub-level 2B liquid assets" shall state assets from level 1 liquid assets, with the exception of exceptionally high-quality covered bonds, given by the bank, as well as securities covered by loans to legal entities and consumer loans from sub-level 2B liquid assets, that the bank received with the exchange;

64.11.7. Row 2.1.7 „ other positions from sub-level 2B liquid assets" shall state assets from level 1 liquid assets, with the exception of exceptionally high-quality covered bonds, given by the bank, as well as assets from other positions from sub-level 2B liquid assets, that the bank received with the exchange;

64.11.8. Row 2.1.8 „ illiquid assets” shall state assets from level 1 liquid assets, with the exception of exceptionally high-quality covered bonds, given by the bank, as well as the illiquid assets that the bank received with the exchange.

Within rows 2.1.1 and 2.1.8, special rows (2.1.1.1, 2.1.2.1., 2.1.3.1, 2.1.4.1, 2.1.5.1, 2.1.6.1, 2.1.7.1 и 2.1.8.1) shall define “collateral meets the operational requirements” which shall properly state the amount of collateral that meets the operational requirements from item 18 of the Decision. These specific rows shall fill in only columns 3, 4, 5 and 6, except the row 2.1.8.1 shall not be filled in for row 6.

64.12. Row 2.2 “transactions in which exceptionally high-quality covered bonds from level 1 liquid assets are provided, and the following funds are received:” shall state the sum of rows 2.2.1, 2.2.2, 2.2.3, 2.2.4, 2.2.5, 2.2.6, 2.2.7 and 2.2.8, i.e. sum of the market value of exceptionally high-quality covered bonds from level 1 liquid assets given entities, other than the central bank, the sum of the market value of assets received from entities, other than the central banks with concluded swap-collateral agreements, as well as the sum of outflows (column 9), i.e. the sum of inflows for the positions in these rows (columns 10, 11 and 12). The amounts under rows 2.2.1, 2.2.2, 2.2.3, 2.2.4, 2.2.5, 2.2.6, 2.2.7 and 2.2.8 shall be respectively stated according to paragraphs 1 and 2 of sub-item 64.11 of these instructions.

64.13. Row 2.3 “transactions in which funds from sub-level 2A liquid assets are provided, and the following funds are received:” shall state the sum of rows 2.3.1, 2.3.2, 2.3.3, 2.3.4, 2.3.5, 2.3.6, 2.3.7 and 2.3.8, i.e. sum of the market value of assets from sub-level 2A liquid assets given to entities, other than central bank. The sum of the market value of assets received from entities, other than central bank with concluded swap-collateral agreements, as well as the sum of outflows (column 9), i.e. the sum of inflows for the positions in these rows (columns 10, 11 and 12). The amounts under rows. 2.3.1, 2.3.2, 2.3.3, 2.3.4, 2.3.5, 2.3.6, 2.3.7 and 2.3.8 shall be respectively stated according to paragraphs 1 and 2 of sub-item 64.11 of these instructions.

64.14. Row 2.4 “transactions in which securities covered by certain assets (housing and car loans) from sub-level 2B liquid assets are provided, and the following funds are received:” shall state the sum of rows 2.4.1, 2.4.2, 2.4.3, 2.4.4, 2.4.5, 2.4.6, 2.4.7 and 2.4.8, i.e. sum of the market value of securities covered by certain assets (housing and car loans) from sub-level 2B liquid assets given to entities other than the central bank, the sum of the market value of assets received from entities other than the central bank with concluded swap-collateral agreements, as well as the sum of outflows (column 9), i.e. the sum of inflows for the positions in these rows (columns 10, 11 and 12). The amounts under rows. 2.4.1, 2.4.2, 2.4.3, 2.4.4, 2.4.5, 2.4.6, 2.4.7 and 2.4.8 shall be respectively stated according to paragraphs 1 and 2 of sub-item 64.11 of these instructions.

64.15. Row 2.5 “transactions in which high-quality covered bonds from sub-level 2B liquid assets are provided, and the following funds are received:” shall state the sum of rows 2.5.1, 2.5.2, 2.5.3, 2.5.4, 2.5.5, 2.5.6, 2.5.7 and 2.5.8, i.e. sum of the market value of assets from high-quality covered bonds from sub-level 2B liquid assets given to entities, other than the central bank, the sum of the market value of assets received from entities other than the central bank with concluded swap-collateral agreements, as well as the sum of outflows (column 9), i.e. the sum of inflows for the positions in these rows (columns 10, 11 and 12). The amounts under

rows 2.5.1, 2.5.2, 2.5.3, 2.5.4, 2.5.5, 2.5.6, 2.5.7 and 2.5.8 shall be respectively stated according to paragraphs 1 and 2 of sub-item 64.11 of these instructions.

64.16. Row 2.6 "transactions in which securities covered by certain assets (loans to legal entities and consumer loans) from sub-level 2B liquid assets are provided, and the following funds are received:" shall state the sum of rows 2.6.1, 2.6.2, 2.6.3, 2.6.4, 2.6.5, 2.6.6, 2.6.7 and 2.6.8, i.e. sum of the market value of securities covered by certain assets (loans to legal entities and consumer loans) from sub-level 2B liquid assets given to entities other than the central bank. The sum of the market value of assets received from entities other than the central banks with concluded swap-collateral agreements, as well as the sum of outflows (column 9), i.e. the sum of inflows for the positions in these rows (columns 10, 11 and 12). The amounts under rows 2.6.1, 2.6.2, 2.6.3, 2.6.4, 2.6.5, 2.6.6, 2.6.7 and 2.6.8 shall be respectively stated according to paragraphs 1 and 2 of sub-item 64.11 of these instructions.

64.17. Row 2.7 "transactions in which other positions from sub-level 2B liquid assets are provided, and the following funds are received:" shall state the sum of rows 2.7.1, 2.7.2, 2.7.3, 2.7.4, 2.7.5, 2.7.6, 2.7.7 and 2.7.8, i.e. sum of the market value of other positions from sub-level 2B liquid assets given to other entities, except the central bank. The sum of the market value of assets received from other entities, except the central bank with concluded swap-collateral agreements, as well as the sum of outflows (column 9), i.e. the sum of inflows for the positions in these rows (columns 10, 11 and 12). The amounts under rows. 2.7.1, 2.7.2, 2.7.3, 2.7.4, 2.7.5, 2.7.6, 2.7.7 and 2.7.8 shall be respectively stated according to paragraphs 1 and 2 of sub-item 64.11 of these instructions.

64.18. Row 2.8 "transactions in which funds that are not part of VKLA (illiquid assets) are provided, and the following funds are received:" shall state the sum of rows 2.8.1, 2.8.2, 2.8.3, 2.8.4, 2.8.5, 2.8.6, 2.8.7 and 2.8.8, i.e. the sum of the market value of assets that are not a part of VKLA (illiquid assets) given to entities other than the central bank, the sum of the market value of assets received from entities other than the central bank with concluded swap-collateral agreements, as well as the sum of outflows (column 9), i.e. the sum of inflows for the positions in these rows (columns 10, 11 and 12). The amounts under rows. 2.8.1, 2.8.2, 2.8.3, 2.8.4, 2.8.5, 2.8.6, 2.8.7 and 2.8.8 shall be respectively stated according to paragraphs 1 and 2 of sub-item 64.11 of these instructions.

65. The part "additional data" shall state data on concluded swap-collateral agreements that have an impact on the calculation of liquidity coverage ratio. This part of the SP Form shall be filled in by applying the following rules:

65.1. Row 3 "total amount of swap-collateral agreements (all entities) where the received collateral is used to cover short positions" shall state the market value of assets given to the counterparty (column 3) and the market value of assets received by the counterparty (column 5) which is used to cover short positions.

65.2. In row 4 "swap-collateral agreements when calculating adjustments" shall state the market value of the received asset with an applied correction factor (column 4), i.e. the market value of the received assets with an applied correction factor (column 6) from swap-collateral agreements which fall due in the next 30 days, and are excluded from adjustments when calculating the structure of VKLA according to items 26 and 27 of the Decision. Thus:

65.2.1. Row 4.1 „of which: the received collateral is from level 1 liquid assets, with the exception of high-quality covered bonds” shall state the market value of the received assets from level 1 liquid assets, with the exception of high-quality covered bonds with an applied correction factor;

65.2.2. Row 4.2 „of which: the received collateral is exceptionally high-quality covered bonds from level 1 liquid assets” shall state the market value of received exceptionally high-quality covered bonds from level 1 liquid assets with an applied correction factor;

65.2.3. Row 4.3 „of which: the received collateral is from sub-level 2A liquid assets” shall state the market value of received assets from sub-level 2A liquid assets with an applied correction factor;

65.2.4. Row 4.4 „of which: the received collateral is from sub-level 2B liquid assets” shall state the market value of received assets from sub-level 2B liquid assets with an applied correction factor;

65.2.5. Row 4.5 „of which: the given collateral from level 1 liquid assets, with the exception of high-quality covered bonds” shall state the market value of the given assets from level 1 liquid assets, with the exception of high-quality covered bonds with an applied corrective factor;

65.2.6. Row 4.6 „of which: the given collateral is exceptionally high-quality covered bonds from level 1 liquid assets” shall state the market value of the given exceptionally high-quality covered bonds from level 1 liquid assets with an applied correction factor;

65.2.7. Row 4.7 „of which: the given collateral is from sub-level 2A liquid assets” shall state the market value of the given assets from sub-level 2A liquid assets with an applied correction factor;

65.2.8. Row 4.8 „of which: the given collateral is from sub-level 2B liquid assets” shall state the market value of the given assets from sub-level 2B liquid assets with an applied correction factor.

Report on the liquidity coverage ratio (SPL Form)

66. The Report on the liquidity coverage ratio (SPL Form) shall contain data on the calculation of the liquidity coverage ratio and additional data. The Form SPL shall be filled in according to the rules determined in items 67 to 69 of these Instructions.

67. When filling in the SPL Form columns, the following rules shall apply:

67.1. Column 3 “relating to Decision/forms” shall state items of the Decision (including sub-items from annexes to the Decision) as well as patterns on the basis of which the amounts in the respective rows of this Form are calculated;

67.2. Column 4 “amount/percentage” shall state the amount of individual positions taken into account when calculating the liquidity coverage ratio and liquidity coverage ratio in percentage;

68. When filling in the ST Form rows, the following rules shall be applied:

68.1. Row 1 “high-quality liquid assets” shall state the amount of high-quality liquid assets determined according to the formula in Annex 1 of the Decision, given the adjustments and limitations when calculating the VKLA from item 26 and 27 of the Decision;

68.2. Row 2 "net cash outflow" shall state the amount of net cash outflow compared to the amount of cash inflows in row 5 and the amount of the cash flows of row 6;

68.3. Row 3 "liquidity coverage ratio (%)" shall state the liquidity coverage ratio calculated as a ratio between the amount of high-quality liquid assets in row 1 and the amount of net cash outflow of row 2 multiplied with 100;

68.4. Row 4 - "adjusted amount of VKLA" shall state the sum of rows 4.1, 4.2, 4.3 and 4.4;

68.5. Row 4.1 "adjusted level 1 liquid assets without extremely high quality covered bonds" shall state the sum of rows 4.1.1, 4.1.3 и 4.1.5 decreased by the amount of rows 4.1.2 и 4.1.4:

68.5.1. Row 4.1.1 "unadjusted amount of level 1 liquid assets, without exceptionally high-quality covered bonds" shall state the amount of unadjusted level 1 liquid assets, without exceptionally high-quality covered bonds in row 2.1, of column 7 of VKLA Form."

68.5.2. Row 4.1.2 "outflow of collaterals in the next 30 days" shall state the market value of received collateral from level 1 liquid assets without exceptionally high-quality covered bonds which meets the operational requirements from item 18 of the Decision (with an applied correction factor). This amount shall be obtained as a sum of:

- The total of amounts stated in columns 14, 15 and 16, rows 3.1.1.1.1 и 3.2.1.1.1 of VPP Form, decreased by the amounts of columns 14, 15 и 16, row 8.1 of VPP Form."
- The total of amounts stated in column 6, rows 1.1.1.1, 1.2.1.1, 1.3.1.1, 1.4.1.1, 1.5.1.1, 1.6.1.1, 1.7.1.1, 1.8.1.1, 2.1.1.1, 2.2.1.1, 2.3.1.1, 2.4.1.1, 2.5.1.1, 2.6.1.1, 2.7.1.1, 2.8.1.1, of ST Form, decreased by the amount of column 6, row 4.1 of ST Form."

68.5.3. Row 4.1.3 "inflow of collaterals in the next 30 days" shall state the market value of the given collateral from level 1 liquid assets without exceptionally high-quality covered bonds which meet the operational requirements from item 18 of the Decision (with an applied correction factor). This amount shall be obtained as a sum of:

- The total of amounts stated in column 6, rows 3.1.1.1 and 3.2.1.1 of VPO Form, decreased by the amount of column 6, row 7.1 of VPO Form;
- The total of amounts stated in column 4, rows 1.1.1.1, 1.1.2.1, 1.1.3.1, 1.1.4.1, 1.1.5.1, 1.1.6.1, 1.1.7.1, 1.1.8.1, 2.1.1.1, 2.1.2.1, 2.1.3.1, 2.1.4.1, 2.1.5.1, 2.1.6.1, 2.1.7.1, 2.1.8.1, of ST Form, decreased by the amount of column 4, row 4.5 of ST Form."

68.5.4. Row 4.1.4 "outflow from secured lending transactions and transactions caused by the capital market in the next 30 days" shall state the amount of secured lending and transactions caused by the capital market in row 3 of column 4 of VPO Form, reduced by the amount in rows c, column 4, rows 7.1, 7.2, 7.3, 7.4, 7.5 of VPO Form;

68.5.5. Row 4.1.5 "inflow from secured lending transactions and transactions caused by the capital market in the next 30 days" shall state the amount of inflows from secured lending and transactions caused by the capital market. This amount shall be obtained as a total of amounts of columns 4, 5, 6 of row 3 of VPP Form, shall decrease by the amounts of columns 4, 5, 6, rows 3.1.2, 3.2.2, 8.1, 8.2, 8.3, 8.4 and 8.5 of VPP Form;

68.6. Row 4.2 "adjusted amount of exceptionally high-quality covered bonds from level 1 (PVPO1) shall state the sum of rows 4.2.1 and 4.2.3 decreased by the amount of row 4.2.2, thus:

68.6.1. Row 4.2. 4.2 "unadjusted amount of exceptionally high-quality covered bonds from level 1" shall state the sum of exceptionally high-quality covered bonds of row 2.2, of column 7 of VKLA Form."

68.6.2. Row 4.2.2 "outflow of collaterals in the next 30 days" shall state the market value of received exceptionally high-quality covered bonds which meet the operational requirements from item 18 of the Decision (with an applied correction factor). This amount shall be obtained as a sum of:

- The total of amounts stated in columns 14, 15 and 16, rows 3.1.1.2.1 и 3.2.1.2.1 of VPP Form, decreased by the amounts of columns 14, 15 и 16, row 8.2 of VPP Form."
- The total of amounts stated in column 6, rows 1.1.2.1, 1.2.2.1, 1.3.2.1, 1.4.2.1, 1.5.2.1, 1.6.2.1, 1.7.2.1, 1.8.2.1, 2.1.2.1, 2.2.2.1, 2.3.2.1, 2.4.2.1, 2.5.2.1, 2.6.2.1, 2.7.2.1, 2.8.2.1 of ST Form, decreased by the amount of column 6, row 4.2 of ST Form."

68.6.3. Row 4.2.3 "inflow of collaterals in the next 30 days" shall state the market value of the given exceptionally high-quality covered bonds which meet the operational requirements from item 18 of the Decision (with an applied correction factor). This amount shall be obtained as a sum of:

- The total of amounts stated in column 6, rows 3.1.2.1 and 3.2.2.1 of VPO Form, decreased by the amount of column 6, row 7.2 of VPO Form."
- The total of amounts stated in column 4, rows 1.2.1.1, 1.2.2.1, 1.2.3.1, 1.2.4.1, 1.2.5.1, 1.2.6.1, 1.2.7.1, 1.2.8.1, 2.2.1.1, 2.2.2.1, 2.2.3.1, 2.2.4.1, 2.2.5.1, 2.2.6.1, 2.2.7.1, 2.2.8.1 of ST Form, decreased by the amount of column 4, row 4.6 of ST Form."

68.7. Row 4.3 "adjusted 2B sub-level liquid assets (PP2A)" shall state the sum of rows 4.3.1 и 4.3.3 decreased by the amount of row 4.3.2, thus:

68.7.1. Row 4.3.1 "unadjusted amount of sub-level 2A liquid assets" shall state the unadjusted amount of sub-level 2A liquid assets of row 3.1, of column 7 of VKLA Form."

68.7.2. Row 4.3.2 "outflow of collaterals in the next 30 days" shall state the market value of received collateral from sub-level 2A liquid assets which meets the operational requirements from item 18 of the Decision (with an applied correction factor). This amount shall be obtained as a sum of:

- The total of amounts stated in column 14, 15 and 16, rows 3.1.1.3.1 и 3.2.1.3.1 of VPP Form, decreased by the amounts of columns 14, 15 и 16, row 8.3 of VPP Form."
- The total of amounts stated in column 6, rows 1.1.3.1, 1.2.3.1, 1.3.3.1, 1.4.3.1, 1.5.3.1, 1.6.3.1, 1.7.3.1, 1.8.3.1, 2.1.3.1, 2.2.3.1, 2.3.3.1, 2.4.3.1, 2.5.3.1, 2.6.3.1, 2.7.3.1, 2.8.3.1 of ST Form, decreased by the amount of column 6, row 4.3 of ST Form."

68.7.3. Row 4.3.3 "inflow of collaterals in the next 30 days" shall state the market value of the given collateral from sub-level 2A liquid assets which meets the operational requirements from item 18 of the Decision (with an applied correction factor). This amount shall be obtained as a sum of:

- The total of amounts stated in column 6, rows 3.1.3.1 and 3.2.3.1 of VPO Form, decreased by the amount of column 6, row 7.3 of VPO Form."
- The total of amounts stated in column 4, rows 1.3.1.1, 1.3.2.1, 1.3.3.1, 1.3.4.1, 1.3.5.1, 1.3.6.1, 1.3.7.1, 1.3.8.1, 2.3.1.1, 2.3.2.1, 2.3.3.1, 2.3.4.1,

2.3.5.1, 2.3.6.1, 2.3.7.1, 2.3.8.1 of ST Form, decreased by the amount of column 4, row 4.7 of ST Form.”

68.8. Row 4.4 “adjusted sub-level 2B liquid assets (PL2B)” shall state the sum of rows 4.4.1 и 4.4.3 decreased by the amount of row 4.4.2, thus:

68.8.1. Row 4.4.1 “unadjusted amount of sub-level 2B liquid assets” shall state the unadjusted amount of sub-level 2B liquid assets of row 3.2, of column 7 of VKLA Form.”

68.8.2. Row 4.4.2 “outflow of collaterals in the next 30 days” shall state the market value of received collateral from sub-level 2B liquid assets which meets the operational requirements from item 18 of the Decision (with an applied correction factor). This amount shall be obtained as a sum of:

- The total of amounts stated in column 14, 15 and 16, rows 3.1.1.4.1, 3.1.1.5.1, 3.1.1.6.1, 3.1.1.7.1, 3.2.1.4.1, 3.2.1.5.1, 3.2.1.6.1 и 3.2.1.7.1 of VPP Form, decreased by the amount of column 14, 15 и 16, rows 8.4 of VPP Form.”
- The total of amounts stated in column 6, rows 1.1.4.1, 1.1.5.1, 1.1.6.1, 1.1.7.1, 1.2.4.1, 1.2.5.1, 1.2.6.1, 1.2.7.1, 1.3.4.1, 1.3.5.1, 1.3.6.1, 1.3.7.1, 1.4.4.1, 1.4.5.1, 1.4.6.1, 1.4.7.1, 1.5.4.1, 1.5.5.1, 1.5.6.1, 1.5.7.1, 1.6.4.1, 1.6.5.1, 1.6.6.1, 1.6.7.1, 1.7.4.1, 1.7.5.1, 1.7.6.1, 1.7.7.1, 1.8.4.1, 1.8.5.1, 1.8.6.1, 1.8.7.1, 2.1.4.1, 2.1.5.1, 2.1.6.1, 2.1.7.1, 2.2.4.1, 2.2.5.1, 2.2.6.1, 2.2.7.1, 2.3.4.1, 2.3.5.1, 2.3.6.1, 2.3.7.1, 2.4.4.1, 2.4.5.1, 2.4.6.1, 2.4.7.1, 2.5.4.1, 2.5.5.1, 2.5.6.1, 2.5.7.1, 2.6.4.1, 2.6.5.1, 2.6.6.1, 2.6.7.1, 2.7.4.1, 2.7.5.1, 2.7.6.1, 2.7.7.1, 2.8.4.1, 2.8.5.1, 2.8.6.1, 2.8.7.1 decreased by the amount of column 6, row 4.4 of ST Form.”

68.8.3. Row 4.4.3 “inflow of collaterals in the next 30 days” shall state the market value of the given collateral from sub-level 2B liquid assets which meet the operational requirements from item 18 of the Decision (with an applied correction factor). This amount shall be obtained as a sum of:

- The total of amounts stated in column 6, rows 3.1.4.1, 3.1.5.1, 3.1.6.1, 3.1.7.1, 3.2.4.1, 3.2.5.1, 3.2.6.1 и 3.2.7.1 of VPO Form, decreased by the amount of column 6, row 7.4 of VPO Form.”
- The total of amounts stated in column 6, rows 1.4.1.1, 1.4.2.1, 1.4.3.1, 1.4.4.1, 1.4.5.1, 1.4.6.1, 1.4.7.1, 1.4.8.1, 1.5.1.1, 1.5.2.1, 1.5.3.1, 1.5.4.1, 1.5.5.1, 1.5.6.1, 1.5.7.1, 1.5.8.1, 1.6.1.1, 1.6.2.1, 1.6.3.1, 1.6.4.1, 1.6.5.1, 1.6.6.1, 1.6.7.1, 1.6.8.1, 1.7.1.1, 1.7.2.1, 1.7.3.1, 1.7.4.1, 1.7.5.1, 1.7.6.1, 1.7.7.1, 1.7.8.1, 2.4.1.1, 2.4.2.1, 2.4.3.1, 2.4.4.1, 2.4.5.1, 2.4.6.1, 2.4.7.1, 2.4.8.1, 2.5.1.1, 2.5.2.1, 2.5.3.1, 2.5.4.1, 2.5.5.1, 2.5.6.1, 2.5.7.1, 2.5.8.1, 2.6.1.1, 2.6.2.1, 2.6.3.1, 2.6.4.1, 2.6.5.1, 2.6.6.1, 2.6.7.1, 2.6.8.1, 2.7.1.1, 2.7.2.1, 2.7.3.1, 2.7.4.1, 2.7.5.1, 2.7.6.1, 2.7.7.1, 2.7.8.1 of ST Form, decreased by the amount of column 4, row 4.8 of ST Form.”

68.9. Row 4.5 “excessive VKLA” shall state the amount of excessive VKLA determined according to items 2 and 3 of Annex 1 of the Decision and limitations while determining the structure of VKLA from item 26 of the Decision, given the amounts in the following rows:

68.9.1. Row 4.5.1 “adjusted amount of VKLA” shall state the adjusted amount of VKLA in column 4, row 4 of this Form.

68.9.2. Row 4.5.2 “ $100/30 \cdot \text{PLA1}$ ” shall state the amount of column 4, rows 4.1 of this Form, multiplied with $100/30$;

68.9.3. Row 4.5.3 “ $100/60 \cdot (\text{PLA1} + \text{PVPO1})$ ” shall state the sum of column 4, rows 4.1 and 4.2 of this Form, multiplied with $100/60$;

68.9.4. Row 4.5.4 "100/85*(PLA1+PVPO1+PL2A)" shall state the sum of column 4, rows 4.1, 4.2 and 4.3 of this Form, multiplied with 100/85;

68.10. Row 5 "cash outflows" shall state the amount of cash outflows of column 9, row 1 of VPO Form."

68.11. Row 6.1 "cash flows" shall state the sum of rows 6.2.1, 6.2.2 и 6.2.3 of this Form.

68.12. Row 6.1 "realized inflows" shall state the sum of rows 6.1.1, 6.1.2 и 6.1.3 of this Form:

68.12.1. Row 6.1. 1 "unlimited cash inflows (NP) shall state the amount of unlimited cash inflows of column 19, row 1 of VPP Form."

68.12.2. Row 6.1. 2 "partly limited cash inflows (DP 90%) shall state the amount of partly limited cash inflows of column 18, row 1 of VPP Form."

68.12.3. Row 6.1. 3 "limited cash inflows (OP 75%) shall state the amount of limited cash inflows of column 17, row 1 of VPP Form."

68.13. Row 6.2 "limitation of cash inflows" shall state the limitations of cash inflows determined with the formula in Annex 2 of the Decision, where

68.13.1. Row 6.2. 1 "unlimited cash inflows (NP) shall state the lower amount between the amount of rows 6.1, 1 and 5 of this Form;

68.13.2. Row 6.2. 2 "partly limited cash inflows (DP 90%) shall state the lower amount from:

- the amount of row 6.1.2 of this Form, and
- the larger amount of the difference between the amount of row 5 and the amount of row 6.1.1 or zero (0), multiplied with 0.9;

68.13.3. Row 6.2. 3 "limited cash inflows (OP 75%) shall state the lower amount from the amount of row 6.1.3 of this Form and the larger amount determined according to item 2 of this sub-item, multiplied by 0.75.

The calculation of item 1 of this sub-item shall include the larger amount of

- "the amount of row 5 decreased by the amounts under rows 6.1.1 and 6.1.2 multiplied by 0.9, or
- Zero (0);

69. The "additional data" shall state additional data on the liquidity coverage ratio. This part of DA Form shall be filled in according to the following rules:

69.1. Row 7 "required liquidity coverage ratio, according to PIL" shall be filled in only if the bank has predicted a higher liquidity coverage ratio than prescribed with the Decision;

69.2. Row 8 "required liquidity coverage ratio, according to NBRNM" shall be filled in only if the National Bank has instructed the bank to keep higher liquidity coverage ratio compared to the prescribed;

Report on the liquidity coverage ratio – consolidation (SPL Form-K)

70. The Report on liquidity coverage ratio – consolidation (SPL Form-K) shall state data on individual entities (parent entity/subsidiaries) included in the calculation of liquidity coverage ratio on a consolidated basis.

VI. REPORT ON THE INTERNAL LIQUIDITY INDICATORS

71. The Report on the internal liquidity indicators (LP Form) shall state internal liquidity indicators determined by the bank according to item 66 of the Decision. Report on the internal liquidity indicators (LP Form) The LP Form shall be filled in by applying the following rules:

71.1. Column 2 "description of the liquidity indicator" shall state the description of the liquidity indicator which determines the positions on the bases of which it is calculated:

71.2. Column 3 "internal limit of the bank" shall state the limits within which the liquidity indicator may vary, i.e. the internal limit above/below which its value may not vary;

71.3. Column 4 "early warning trigger" shall state the prescribed early warning trigger for the liquidity indicator;

71.4. Column 5, "indicator monitoring period" shall state the period for indicator monitoring (for example: Daily, weekly, decade, monthly basis etc.);

71.5. Column 6 "spread during the month/value at the end of the month" shall state the spread of liquidity indicator movement during the reporting month, i.e. shall state the value of the indicator at the end of the reporting month, depending on the bank's manner of monitoring the indicator.

VII. REPORTING TO THE NATIONAL BANK

72. The bank shall be obliged to prepare the reports referred to in item 2 of these instructions on a monthly basis.

The bank shall submit the reports referred to in item 2 of these Instructions to the National Bank within fifteen days after the end of the reporting month.

As an exception to paragraph 2 of this item, the bank shall be obliged to submit the reports referred to in item 2 indents 1, 2, 7 and 8 of these instructions which refer to January, February and March 2021 to the National Bank, along with the reports that refer to April 2021, to 15 May 2021.

VIII. CLOSING PROVISIONS

73. The provisions of these Instructions relating to banks, shall properly apply to savings houses.

Foreign bank branches shall properly apply the provisions of these Instructions, taking into account the provisions of the Banking Law and bylaws adopted pursuant to this law governing the operation of foreign bank branches in the Republic of North Macedonia.

74. These Instructions, once in effect, shall supersede the Instructions for implementation of the Decision on liquidity risk management (Official Gazette of the Republic of Macedonia No. 139/11, 27/12 and 162/13).

As an exception to paragraph 1 of this item, the bank shall be obliged to submit the reports of the Instructions for implementing the Decision on managing banks' liquidity risk (Official Gazette of the Republic of Macedonia No. Instructions for implementing the Decision on managing banks' liquidity risk (Official Gazette of the Republic of Macedonia No. 139/11, 27/12 and 162/13) that refer to January, February and March 2021, in deadlines provided in the Instructions for implementing the Decision on managing banks' liquidity risk (Official Gazette of the Republic of Macedonia No 139/11, 27/12 and 162/13).

75. These Instructions shall enter into force on the eighth day from the day of their publication in the Official Gazette of the Republic of North Macedonia and shall start being implemented on 1 January 2021.

By exception to paragraph 1 of this item, the bank shall submit the first reports of item 2 indents 3, 4, 5 and 6 of these Instructions as of 30 June 2021, within the deadline of item 72 paragraph 2 of these Instructions.

I No. 16- 31651
28 December 2020
Skopje

Governor
Anita Angelovska Bezhoska