



NATIONAL BANK OF THE REPUBLIC OF MACEDONIA

Pursuant to Article 47 paragraph 1 item 6 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 and 6/16), Article 71 paragraph 8 and Article 72 paragraph 3 of the Banking Law (Official Gazette of the Republic of Macedonia No. 67/07, 90/09, 67/10, 26/13, 15/15, 153/15 and 190/16), the National Bank of the Republic of Macedonia Council adopted the following

DECISION amending the Decision on exposure limits (Official Gazette of the Republic of Macedonia No. 26/17)

1. In the Decision on exposure limits (Official Gazette of the Republic of Macedonia No. 31/08, 163/08, 43/09, 91/11, 100/12 and 127/12), in item 8, the word "including" and the word "such client," shall be followed by the word "subsidiary,".

2. In item 12, the word "to" shall be followed by the words "individual person/entity who is"

3. In item 18 sub-item a), paragraph 1 shall be amended and read as follows:

"exposures collateralized with cash deposit which entails fulfilling of the following requirements:

- the cash deposit maturity shall be equal or longer than the maturity specified in the credit exposure agreement;
- the cash deposit may be withdrawn by the client up to the amount of the settled portion of credit exposure;
- there is a written document proving that the deposit is a collateral for the credit exposure;
- the cash deposit is defined as a collateral for credit exposure agreement;
- in the case of foreclosure, the bank shall be the sole user of the cash deposit;
- the foreclosure to occur when the client is in default on liabilities arising from the credit exposure agreement."

4. In item 18 subitem e), the word "guarantees" shall be followed by the words "payable on first written call".

5. In item 18 subitem g) paragraph 1 the words "issued by", shall be replaced by the words "payable on first written call, issued by domestic banks and foreign".

6. In item 21, paragraph 3 shall be deleted.

7. In item 27 paragraphs 1 and 2, the words "item 23" shall be followed by the words "paragraphs 1 and 2".

8. In item 33 paragraph 1 the words "and each large exposure to individual person/entity," shall be deleted.

Paragraph 2 shall be amended and read as follows:

"Decision of the Supervisory Board shall also be required for approval of exposure to individual person/entity that exceeds 20% of the bank's own funds, with the exception of exposure based on purchase of securities issued by the National Bank and the Republic of Macedonia".

Paragraph 2 shall be followed by a new paragraph 3 that reads as follows:

"Any exposure to individual person/entity that exceeds 10% to 20% of the bank's own funds shall be approved by a decision of the bank's Risk Management Committee."

Paragraph 3, which becomes paragraph 4, shall be amended and read as follows:

"When the exposure to individual person/entity exceeds the limits referred to in paragraphs 1, 2 and 3 of this item as a result of the reduction of the bank's own funds, the bank's Supervisory Board and the Risk Management Committee shall adopt the respective decisions within a month after the exceeding occurred."

9. This Decision shall enter into force on the eighth day from the day of its publication in the Official Gazette of the Republic of Macedonia.

D No. 02-15/II-2/2017
27 February 2017
Skopje

Dimitar Bogov
Governor

Chairman
of the National Bank of the
Republic of Macedonia Council