



Based on Articles 4, 9 and 25 of Law on Banking Agency of the Federation of Bosnia and Herzegovina ("Official Gazette of the Federation of Bosnia and Herzegovina", number 9/96 and 27/98, 20/00, 45/00, 58/02, 13/03, 19/03, 47/06, 59/06 and 48/08) and Article 38 of Law on Banks ("Official Gazette of the Federation of Bosnia and Herzegovina", number 39/98, 32/00, 48/01, 27/02, 41/02, 58/02, 13/03, 19/03 and 28/03), Management Board of the Banking Agency of the Federation of Bosnia and Herzegovina adopts

**DECISION  
ON TEMPORARY RENEGOTIATION OF CITIZENS' CREDIT LIABILITIES AND  
PROCESSING OF BANKS IN  
THE FEDERATION OF BOSNIA AND HERZEGOVINA**

**Article 1**

This Decision shall regulate temporary measures for renegotiation of short term and long term loans of all purposes originated to citizens (hereinafter: debtor) in order to mitigate adverse effects of the global financial crisis.

**Article 2**

The Bank may, upon debtor's application, renegotiate all of the debtor's credit liabilities. Renegotiation of credit liabilities in light of this Decision (hereinafter: renegotiation) represents an approval of a grace period, during credit repayment, up to 1 year, by which the final maturity date of credit repayment will be extended.

Renegotiation for short term loans could be made only within the term that has been contracted earlier.

During the grace period, the debtor shall only pay the accrued interest.

**Article 3**

Debtor's application should be submitted in written form with corresponding documentation attached to present evidence of:

- a) Job lost without any personal fault;
- b) Substantial decrease of salary according to the criteria set by the bank in its internal procedures;
- c) Irregular salary payment – at least 3 months late; or
- d) An evidence of situation of now being able to regularly service her/his credit liabilities caused by some other and what type of the financial crisis effects.

An application specified under Paragraph 1 of this Article could be submitted by debtors by 31.12.2009. at latest.

Prior to approval of debtor's application, a bank shall be obliged to present to the debtor the resulting higher amount of total accrued interest compared to the initially accrued amount prior to the approval of this renegotiation, which will be documented in a separate clause of annex to the contract.

#### Article 4

In regard to the approved renegotiation, a bank shall not be able to change any of the contracted terms, including interest rate, at loss of the credit beneficiary, that were valid as of 30.09.2008., nor could charge any fee payments for the renegotiation made.

#### Article 5

In regard to the credits subject to the approval as specified under this Decision, until expiration of the grace period approved, a bank shall be able to keep the balance as of 30.09.2008. for purpose of:

- a) Classification prepared in accordance with Decision on Minimum Standards for Credit Risk Management and Asset Classification of Banks („Official Gazette of the Federation of BiH“, number 3/03, 54/04 and 68/05) that shall be applied as of the date of signing annex to the contract on renegotiation; and
- b) Establishing special reserves in accordance with the Decision specified under the previous item.

Upon expiration of the grace period, if the bank has decided to keep the balance as of 30.09.2008., it shall continue preparing classification in accordance with the Decision on Minimum Standards for Credit Risk Management and Asset Classification of Banks.

#### Article 6

The Bank shall not be able to change financial statements after the accrual has been made as of 31.12.2008. for purpose of the influence such approvals could produce in light of this Decision, while it is obliged to include, that is, make entries of such items in its business books immediately upon signing of the annex to the renegotiation contract.

#### Article 7

Bank is obliged to maintain a separate detailed records of the renegotiations made in the way to make all activities, individual and overall approvals, and their effects, fully and clearly suitable and available, apart from the bank's needs, to the on-site examination conducted by the Banking Agency of the Federation of Bosnia and Herzegovina (hereinafter: FBA).

Bank is obliged to submit, in written form, to the FBA a report of number of credit debtors, number of loans granted and total number of renegotiated loans, at latest by the 10th in the current month for the prior month.

#### Article 8

This Decision becomes effective as of the eight day upon its publishing in „the Official Gazette of the Federation of Bosnia and Herzegovina“.

Number: U.O.-12-4/09  
Date: 02.06.2009.

CHAIRMAN OF  
MANAGEMENT BOARD

mr.sci. Haris Ihtijarević, dipl. ecc.