



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 BiH", 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 BiH", 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, at its session held on 28.07.2009., enacts

DECISION

ON CHANGES AND AMENDMENTS TO DECISION ON TEMPORARY RENEGOTIATION OF LOAN COMMITMENTS OF INDIVIDUALS AND PROCEEDING OF BANKS IN THE FEDERATION OF BOSNIA AND HERZEGOVINA

Article 1

In Decision on Temporary Renegotiation of Loan Commitments of Individuals and Proceeding of Banks in the Federation of Bosnia and Herzegovina ("Official Gazette of the Federation of Bosnia and Herzegovina", number 40/09), Article 2 shall change to read:

„Bank may, upon debtor's request, renegotiate all of her/his loan commitments. Renegotiation of the loan commitments, in light of this Decision (hereinafter: renegotiation), could be performed in a way to extend the final term for repayment of such loan up to 12 months by decreasing loan installments, or to approve a grace period during the loan repayment up to 12 months, at maximum, by which the final term for the loan repayment shall be extended.

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

Article 2

Article 3, Paragraph 3, shall change to read:

„Prior to approving debtor's request, bank is obliged to inform such debtor of all effects concerning loan renegotiation, and to especially regulate such effects, upon approval of the renegotiation, in annex to the loan contract.“

Article 3

Article 5 shall change to read:

„As for loans subject to approval in light of this Decision, up to the term of the renegotiated loan repayment or the approved grace period, bank may maintain the outstanding balance as of 30.09.2008. for:

- a) classification performed in accordance with Decision on Minimum Standards for Loan Risk Management and Asset Classification of Banks ("Official Gazette of the Federation of BiH", number 3/03, 54/04 and 68/05), which shall start implementing as of the date of signing annex to the renegotiation contract, and
- b) the established special reserves in accordance with the Decision specified in Item a) of this Article.

If the bank maintained the outstanding balance as of 30.09.2008., it shall continue performing classification in accordance with the Decision on Minimum Standards for Loan Risk Management and Asset Classification of Banks upon termination of deadline for the loan repayment renegotiation or the grace period.“

Article 4

This Decision becomes effective as of the eight day of its publishing in "the Official Gazette of the Federation of BiH".

**Number: U.O. – 14-4/09
Sarajevo, 28.07.2009.**

**CHAIRMAN OF
THE MANAGEMENT BOARD
M. Sc. (Econ.) Haris**

Ihtijarević