

Pursuant to Articles 5(1)(h) and 19(1)(c) of the Law on the Federation of Bosnia and Herzegovina Banking Agency ("Official Gazette of the Federation of BIH", number: 75/17) and Article 12(1)(d) of the Statute of the Federation of Bosnia and Herzegovina Banking Agency ("Official Gazette of the Federation of BIH", number: 03/18), the Management Board of the Federation of Bosnia and Herzegovina Banking Agency passed, at its session that was held on May 28<sup>th</sup>, 2020, the following

**A DECISION  
ON THE AMENDMENTS TO THE DECISION ON THE TEMPORARY MEASURES TO  
BE APPLIED BY BANKS TO MITIGATE THE ADVERSE ECONOMIC EFFECTS  
CAUSED BY „COVID-19“ VIRUS DISEASE**

**Article 1**

In the Decision on the Temporary Measures to Be Applied by Banks to Mitigate the Adverse Economic Effects Caused by „COVID-19“ Virus Disease („Official Gazette of the Federation of BIH“, number: 22/20), Paragraph (5) in Article 4 shall be amended to read as follows:

„(5) Before defining an appropriate modality, the bank may approve a moratorium to a client with the maximum duration period of two months after the date of the lifting of the declared state of „Natural or other disaster in the territory of Bosnia and Herzegovina“, with a view to preparing the required credit analysis and identifying an appropriate modality for the client“.

**Article 2**

Paragraph (1) in Article 6 shall be amended to read as follows:

„(1) Modification of an exposure shall entail modifying some or all terms of the original agreement, and the bank may consider it a material modification within the meaning of the Decision on Credit Risk Management when the bank stops recognizing the original financial asset item and starts recognizing a new item, but it is not required to determine whether the item concerned constitutes purchased or originated credit-impaired assets (POCI assets)“.

**Article 3**

(1) In Article 7, after Paragraph (1), a new Paragraph (2) shall be added to read as follows:

„(2) Exceptionally, for clients classified into credit risk level 3 who are in a recovery phase under Article 22(3)(b) of the Decision on Credit Risk Management and who have had the regularity in the repayment over the last 3 months running up to the date of the application filing, the bank may approve a moratorium and special measures.“

(2) The current Paragraphs (2), (3), (4), (5), (6) and (7) shall become Paragraphs (3), (4), (5), (6), (7) and (8).

**Article 4**

This Decision shall enter into force on the next day after the date of its gazetting in the „Official Gazette of the Federation of BIH“.

**Number: U.O.-45-06/20  
Sarajevo, May 28<sup>th</sup>, 2020**

**CHAIRWOMAN OF  
THE MANAGEMENT BOARD**

**Ljerka Maric, MS, BSc (Econ.), sgd**