



H N B

G U V E R N E R

Pursuant to Article 129 of the Credit Institutions Act (Official Gazette 159/2013, 19/2015, 102/2015, 15/2018, 70/2019 and 47/2020) and Article 43, paragraph (2), item (6) of the Act on the Croatian National Bank (Official Gazette 75/2008, 54/2013 and 47/2020), the Governor of the Croatian National Bank hereby issues the

Decision on the application of the systemic risk buffer

Subject matter and legal persons subject to the Decision

Article 1

- (1) This Decision prescribes the level, scope and the manner of application of the systemic risk buffer and the date of application of this Decision.
- (2) The provisions of this Decision shall apply to all credit institutions with head offices in the Republic of Croatia, authorised by the Croatian National Bank.
- (3) The provisions of this Decision shall apply *mutatis mutandis* to branches of third-country credit institutions authorised by the Croatian National Bank to establish branches of third-country credit institutions.
- (4) The terms used in this Decision shall have the same meaning as in the Credit Institutions Act and Regulation (EU) 575/2013 of the European Parliament and of the Council of 26 June 2013 on prudential requirements for credit institutions and investment firms and amending Regulation (EU) No 648/2012 (OJ L 176, 27. 6. 2013, hereinafter referred to as: 'Regulation (EU) No 575/2013').

Scope of application of the Decision

Article 2

A credit institution shall apply the provisions of this Decision on an individual and consolidated basis in the manner of and in accordance with Part One, Title II of Regulation (EU) No 575/2013.

The level of the systemic risk buffer rate and the manner of its application

Article 3

- (1) The systemic risk buffer rate is set at 1.50% of the total amount of risk exposure.
- (2) The Croatian National Bank shall review the level of the systemic risk buffer rate as necessary, at a minimum on a biannual basis.

Reporting to the Croatian National Bank
Article 4

A credit institution shall report to the Croatian National Bank on its compliance with the requirements set out in this Decision in the manner and within the time limits prescribed by the decision regulating capital buffers and capital conservation measures.

Entry into force
Article 5

(1) On the date of entry into force of this Decision, the Decision on the application of the structural systemic risk buffer (Official Gazette 78/2017) shall cease to have effect.

(2) This Decision shall enter into force on 29 December 2020.

No.: 404-020/12-20/BV

Zagreb, 16 December 2020

Croatian National Bank

Governor

Boris Vujčić