



HNB

EUROSUSTAV

**GOVERNOR**

Pursuant to Article 24, paragraph (2), Article 115, paragraph (2), Article 116, paragraph (4), Article 124, paragraph (9), Article 148, paragraph (2), Article 178, paragraph (2), item (d) and Article 478, paragraphs (1) and (2) of Regulation (EU) No 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'), as last amended by Regulation (EU) 2024/1623 of the European Parliament and of the Council of 31 May 2024 amending Regulation (EU) No 575/2013 as regards requirements for credit risk, credit valuation adjustment risk, operational risk, market risk and the output floor (Text with EEA relevance) (OJ L 2024/1623, 19.6.2024), Article 11, paragraphs (3) and (4) of the Credit Institutions Act (Official Gazette 159/2013, 19/2015, 102/2015, 15/2018, 70/2019, 47/2020, 146/2020, 151/2022 and 145/2024) and Article 43, paragraph (2), item (10) 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 amendments to the Decision implementing the part of Regulation (EU) No 575/2013 pertaining to the valuation of assets and off-balance sheet items and the calculation of own funds and capital requirements**

### **Article 1**

In the Decision implementing the part of Regulation (EU) No 575/2013 pertaining to the valuation of assets and off-balance sheet items and the calculation of own funds and capital requirements (Official Gazette 107/2023), in Article 1, items (2), (6) and (9) are deleted.

Item (5) is amended to read:

"5) stricter criteria for exposures secured by mortgages on residential property located in the territory of the Republic of Croatia for the purposes of the treatment referred to in Article 124, paragraph (2) of Regulation (EU) No 575/2013, in accordance with the provisions of Article 124, paragraph (9) of Regulation (EU) No 575/2013;"

At the end of item (7), "and" is inserted, and at the end of item (8), "and" is deleted and a full stop is added.

### **Article 2**

Chapter III, Article 4 and the title above Article 4 are deleted.

### **Article 3**

Article 7 is amended to read:

"A credit institution may consider an exposure secured by mortgages on residential property located in the territory of the Republic of Croatia to be eligible for the treatment referred to in Article 124, paragraph (2) of Regulation (EU) No 575/2013 only where, in addition to the conditions referred to in Article 124, paragraph (3) of Regulation (EU) No 575/2013, the exposure meets all of the following criteria:

1. the owner of the residential property located in the territory of the Republic of Croatia and securing the exposure is the owner of not more than two residential properties;

2. the residential property located in the territory of the Republic of Croatia and securing the exposure is not a holiday home."

**Article 4**

Article 8 and the title above Article 8 are deleted.

**Article 5**

Chapter VI, Article 11 and the title above Article 11 are deleted.

**Article 6**

This Decision shall be published in the Official Gazette and shall enter into force on 1 January 2025.

No.: 452-091/12-24/BV

Zagreb, 16 December 2024

**Boris Vujčić**

Governor