

Pursuant to Article 44 paragraph (2) item 3) of the Central Bank of Montenegro Law (OGM 40/10, 46/10, 06/13, 70/17) and Article 78 paragraph (4) and of the Payment System Law (OGM 62/13), the Council of the Central Bank of Montenegro, at its meeting held on 30 July 2020, passed the following

D E C I S I O N
supplementing the Decision on own funds of payment institutions

Article 1

In the Decision on own funds of payment institutions (OGM 48/14) after Article 13 a new chapter and three Articles shall be added, worded as follows:

“IIIa REPORTING ON OWN FUNDS AND MINIMUM OWN FUNDS REQUIREMENTS

Quarterly reports

Article 13a

For the purpose of ensuring monitoring of the level of own funds and minimum own funds requirements, the payment institution shall submit the following quarterly reports to the Central Bank:

- 1) Report on own funds of the payment institution (Template PI-SS),
- 2) Report on the minimum own funds requirements of the payment institution (Template PI-MSS).

The payment institution shall submit the reports referred to in paragraph 1 of this Article to the Central Bank using the templates attached to this Decision and form an integral part thereof.

The Central Bank may, if necessary, provide clarifications and guidelines for filling in the positions of the reporting templates referred to in paragraph 2 of this Article.

Deadlines for submitting the reports

Article 13b

The payment institution shall submit the reports referred to in Article 13a paragraph 1 of this Decision to the Central Bank no later than 20 days after the end of the quarter to which those reports refer.

Notwithstanding paragraph 1 of this Article, the payment institution shall submit the reports referred to in Article 13a paragraph 1 of this Decision for the last quarter of the business year to the Central Bank on the basis of final data no later than 15 February of the following year.

Method of submitting the reports

Article 13c

The payment institution shall submit the reports referred to in Article 13a, paragraph 1 of this Decision in electronic form, and at the request of the Central Bank hard copy.”

Article 2

This Decision shall enter into force on the eighth day following that of its publication in the Official Gazette of Montenegro.

THE COUNCIL OF THE CENTRAL BANK OF MONTENEGRO

Decision number: 0101-4679-5
Podgorica, 30 July 2020

G O V E R N O R

Radoje Žugić, m.p.

Report on payment institution's own funds

(thousand euros)

No	Position	Amount
1.	A 1. CORE CAPITAL	
2.	1.1. Paid-in share capital at nominal value excluding cumulative preferred shares (for a payment institutions which is a joint stock company), or paid-in contributions (for a payment institution which is a limited liability company)	
3.	1.2. Paid-up issue premiums, excluding issue premiums based on cumulative preferred shares (for a joint stock company), or the amount paid above par value during the payment of the contribution (for a limited liability company);	
4.	1.3. Reserves formed against profit after taxes (legal, statutory and other reserves);	
5.	1.4. Retained earnings from prior years for which the general meeting (for a joint stock company) or competent authority of a payment institution which is a limited liability company has passed a decision to be included in core capital, reduced by income tax and other expected costs	
6.	1.5 Current year income	
7.	2. DEDUCTIBLE ITEMS IN THE CALCULATION OF CORE CAPITAL	
8.	2.1. Prior year loss	
9.	2.2. Current year loss	
10.	2.3. Intangible assets in the form of goodwill, licenses, patents, trademarks and concessions	
11.	2.4 Nominal amount of acquired own funds, excluding cumulative preferred shares (for a joint stock company) or acquired own contributions (for a limited liability company)	
12.	2.5. Unrealised loss based on value adjustment of available for sale financial assets at fair value	
13.	A TOTAL CORE CAPITAL (Position 1-2)	
14.	B 3. SUPPLEMENTARY CAPITAL	
15.	3.1. Nominal amount of paid-in preferred cumulative shares (for joint stock companies)	
16.	3.2. Paid-up issue premiums based on cumulative preferred shares (for joint stock companies) or the amount paid above the par value during the payment of contribution (for limited liability companies)	
17.	3.3. Subordinated debt that meets the conditions set forth Article 6 herein	
18.	3.4 Hybrid instruments that meet the conditions set forth in Article 7 herein	
19.	3.5 Revaluation reserves for properties owned by the payment institution	
20.	4. DEDUCTIBLE ITEMS IN THE CALCULATION OF SUPPLEMENTARY CAPITAL	
21.	4.1 Acquired own preferred cumulative shares (for joint stock companies)	
22.	4.2 Receivables and contingent liabilities secured by hybrid instruments or subordinated debt of a payment institution up to the amount in which such instruments are included in supplementary capital	
23.	B TOTAL SUPPLEMENTARY CAPITAL (position 3-4)	
24.	C 5. DEDUCTIBLE ITEMS FROM OWN FUNDS:	
25.	5.1. direct or indirect investments in other payment institution, bank or other credit or financial institution in the amount exceeding 10% of capital of these institutions	
26.	5.2. investment of the payment institution in subordinated debt and hybrid instruments of another payment institution, bank or other credit or financial institution in which the payment institution has direct or indirect investments exceeding 10% of the capital of such institution	
27.	5.3. total amount of direct or indirect investments in other payment institutions, banks or other credit or financial institutions in the amount up to 10% of their capital and investments in subordinated debt and hybrid instruments not included under item 5.2 of this template, if exceeding 10% of own funds of the payment institution before the deduction performed in accordance with Article 9 of this decision	
28.	5.4. direct or indirect investments of the payment institution into shares of the insurance company, reinsurance company or insurance holding company exceeding 10% of the capital of such company and/or holding	
29.	TOTAL AMOUNT OF OWN FUNDS (A+B-C)	

In _____, 20__ (year),

Report composed by

Telephone:

(signature)

E-mail address:

(name and head office of the payment institution)

Report on minimum requirements for own funds of a payment institution

(thousand euros)

Number	Name	Amount	Core capital coverage	Supplementary capital coverage
		1	2	3
1.	I. OWN FUNDS			
2.	1. TOTAL CORE CAPITAL			
3.	2. TOTAL SUPPLEMENTARY CAPITAL			
4.	3. DEDUCTIBLE ITEMS FROM OWN FUNDS			
5.	II. MINIMUM REQUIREMENTS FOR OWN FUNDS OF THE PAYMENT INSTITUTION			
6.	1. MINIMUM REQUIREMENTS FOR OWN FUNDS - PAYMENT TRANSACTION RANGE METHOD			
7.	1.1. volume of payment transactions (OPT):			
8.	1.1.1. 4% of the part of the volume of payment transactions up to the amount of 5.000.000.00 euros			
9.	1.1.2. 2,5% of the part of the volume of payment transactions above the amount of 5.000.000.00 euros up to the amount of 10.000.000.00 euros			
10.	1.1.3. 1% of the part of the volume of payment transactions above the amount of 10.000.000.00 euros up to the amount of 100.000.000.00 euros			
11.	1.1.4. 0,5% of the part of the volume of payment transactions above the amount of 100.000.000.00 euros up to the amount of 250.000.000.00 euros			
12.	1.1.5. 0.25% of the part of the volume of payment transactions above the amount of 250.000.000.00 euros			
13.	1.2. Factor "k"			
14.	2. INCREASE/DECREASE OF THE AMOUNT OF OWN FUNDS OF THE PAYMENT INSTITUTION ACCORDING TO ARTICLE 13 OF THIS DECISION			
15.	3. COVERAGE OF OWN FUNDS REQUIREMENTS			

In _____, 20__ (year),

Report composed by

Telephone:

E-mail address:

(signature)