

Pursuant to Article 44 paragraph 2 point 3) of the Central Bank of Montenegro Law (OGM 40/10, 46/10) and Article 82 paragraph 2 of the Banking Law (OGM 17/08, 44/10), the Council of the Central Bank of Montenegro, at its meeting held on 30 November 2017, passed the following

DECISION
amending the Decision on minimum standards for bank investment in
immovable properties and fixed assets

Article 1

In the Decision on minimum standards for bank investment in immovable properties and fixed assets (OGM 24/09, 66/10, 58/11, 61/12, 13/13, 51/13 and 16/15), Article 3 is hereby amended as follows:

“Total bank investments in immovable property and fixed assets shall not exceed the amount of bank’s core capital, calculated before including the amount referred to in paragraph 2, item 1 above”.

By way of exception from paragraph 1 above, bank investments in immovable property and fixed assets may exceed the amount of bank’s core capital, provided that the following requirements have been met:

- 1) bank treats the investment in immovable property and fixed assets exceeding the amount of bank’s core capital calculated in line with paragraph 1 above as a deductible item in the calculation of bank’s core capital;
- 2) after the deduction from bank’s core capital in line with paragraph 1 above, the level of own funds and the solvency ratio shall be higher than the prescribed minimum.”

Article 2

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

THE COUNCIL OF THE CENTRAL BANK OF MONTENEGRO

Decision no. 0101-9793-8/2017
Podgorica, 30 November 2017

CHAIRMAN

GOVERNOR

Radoje Žugić, m.p.