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		PRESS RELEASE	
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FBA: The Hercegovačka bank d.d. Mostar's public bid for additional capitalization (purchase) or merger with (integration into) other bank is canceled

In the effort of resolving the status of ownership rights over the warehouse of a driving fuel Dretelj - Čapljina, the FBiH Banking Agency (FBA) has issued a conclusion to cancel a recently published public bid for additional capitalization (purchase) or merger with (integration into) other bank of Hercegovačka bank d.d. Mostar under provisional administration.

As a reminder, this is about a building pledged as mortgage for loans received from Hercegovačka bank. Since the money was not repaid, the Bank activated mortgage and consequently has become the owner of the warehouse of a driving fuel Dretelj - Čapljina, which has been booked in the land registry with the authorized court. This has been done under the provisional administration managed by the provisional administrator as appointed by the High Representative for BiH's Decision.

Hercegovačka bank d.d. Mostar is a privately owned bank that has become the owner of these buildings based on realization of collateral for its claim against originated loans and paid letters of credit from the funds of depositors.

The main task of the FBA is to protect the funds of banks' depositors, while the majority depositors of the Bank are Government of the Federation of BiH and its institutions.

However, in the effort to finally resolve the legal status of the driving fuel warehouse Dretelj – Čapljina, based on conclusion of the FBiH Government, which is the first concrete step in resolving this issue, the FBA's view is that the mention public bid should be canceled.

The FBA's PR Office