



## **FBA: Decision on Temporary Renegotiation of Citizens' Loan Commitments**

In order to mitigate adverse impact of the global economic crisis, Management Board of the Banking Agency of the Federation of BiH, dated of 02.06.2009., adopted Decision on Temporary Renegotiation of Citizens' Loan Commitments with Banks.

This Decision implies that banks could, upon citizens' (debtors') application renegotiate their loan commitments (approve a grace period) up to one year.

During the grace period, the debtor will be liable to pay only accrued interest. Upon their application that could be submitted by 31.12.2009. at latest, citizens have to submit to their bank the evidence that:

- they lost job without their fault
- their salary is significantly decreased (will be determined in internal procedures of banks upon their own criteria)
- salary is received with delinquency up to three months
- or some other type of record proving they are not currently able to repay their loans.

For the approved renegotiation of citizens' loan commitments, banks should not charge any fee for renegotiation services.

The FBA's Public Relations