

Pursuant to Article 21, paragraph 1 and Article 68 of the Law on the National Bank of Serbia (“RS Official Gazette”, No. 72/2003 and 55/2004), the Governor of the National Bank of Serbia hereby issues the following

DECISION
ON SUBMITTING DATA ON OVERNIGHT INTERBANK MONEY MARKET
LOANS TO THE NATIONAL BANK OF SERBIA

1. This decision sets down the obligation for banks to submit data on overnight interbank money market loans to the National Bank of Serbia, and specifies the manner of submitting such data, for the purpose of calculating and publishing the interest rate on such loans.

2. For the purposes hereof, the interest rate on overnight interbank money market loans – BEONIA (Belgrade OverNight Index Average) is the weighted average interest rate on overnight interbank loans in the money market of the Republic of Serbia.

3. For the purposes hereof, an overnight loan shall mean a dinar loan granted by one bank to another bank, which falls due for repayment by the end of the next business day following the day when the loan was granted.

4. For the purposes hereof, a bank shall mean a bank licensed by the National Bank of Serbia and entered in the register of a relevant authority.

5. For the purposes hereof, a business day shall mean the day in which interbank payments with the National Bank of Serbia are performed, in accordance with regulations on the RTGS and clearing system of the National Bank of Serbia.

6. Banks shall submit the *Report on Overnight Interbank Loans* to the National Bank of Serbia on each business day for the current business day, at the latest within 30 minutes from the lapse of the time period for the exchange of payment messages as specified in operating rules on real time gross settlement, using the BEONIA form (Annex 1) which is enclosed herewith and is integral thereto.

The report referred to in paragraph 1 hereof shall contain data on all overnight loans extended by a bank to another bank and taken by a bank from another bank, including, in particular, the business name of the borrowing and/or lending bank, loan amount and interest rate on the loan.

7. The minimum loan amount for which banks are required to submit the data referred to in Section 6 hereof is one million (1,000,000) dinars.

8. In the report referred to in Section 6 hereof, banks shall specify the interest rate level per annum, in percentage terms, with two decimal places.

If the banks agree to calculate the interest rate on the overnight loan by applying the simple interest calculation, taking into account the actual number of days in the maintenance period and a 360-day year (actual/360 days), and to disclose the interest rate at annual level, they shall submit data on the agreed interest rate. If the banks agree on another method of interest rate calculation or on a monthly interest rate, they shall calculate and disclose the interest rate applied in such calculation as the interest rate that would have been obtained by simple interest calculation, so that interest amounts obtained by applying one or the other rate, depending on the selected calculation method, are equivalent.

9. Banks shall submit the data referred to in Section 6 hereof to the National Bank of Serbia – Information Technology Department – Central Reception Office electronically, in accordance with the guidelines on electronic submission of data to the National Bank of Serbia.

10. If a bank fails to submit the data referred to in Section 6 hereof or fails to submit correct data, the National Bank of Serbia shall take measures in respect of such bank in accordance with the law and regulations of the National Bank of Serbia.

11. Based on the data referred to in Section 6 hereof, the National Bank of Serbia shall calculate the BEONIA interest rate as the weighted average of interest rates on overnight interbank loans, disclosed with two decimal places.

12. The National Bank of Serbia shall publish information on the level of the BEONIA interest rate on its website, on each business day, at the latest within 45 minutes from the lapse of the deadline referred to in Section 6, paragraph 1 hereof.

13. The National Bank of Serbia may also process and publish other data relating to overnight interbank loans.

14. Banks shall first submit the data within the meaning hereof to the National Bank of Serbia on 3 January 2008.

15. This decision shall enter into force on the next day following the day of its publication in the “RS Official Gazette”.

Dec. No. 99
26 December 2007
B e l g r a d e

G o v e r n o r
of the National Bank of Serbia

Radovan Jelasic, sign.

(bank business name and head office)

Annex 1
BEONIA form

REPORT ON INTERBANK OVERNIGHT LOANS
as at _____

Loans granted			Loans taken		
Business name of the borrowing bank	Amount	Interest rate	Business name of the lending bank	Amount	Interest rate

In _____, on _____ 200__

Contact telephone:

Report completed by:

(signature)