

Based on Article 152, paragraph 4 and Article 157, paragraph 4 of the Law on Payment Services (RS Official Gazette, No 139/2014) and Article 59, paragraph 2 of the Law on the National Bank of Serbia (RS Official Gazette, Nos 72/2003, 55/2004, 85/2005 – other law, 44/2010, 76/2012, 106/2012, 14/2015 and 40 – CC decision), the Governor of the National Bank of Serbia hereby issues

DECISION ON INITIAL CAPITAL AND MINIMUM AMOUNT OF OWN FUNDS OF A PAYMENT SYSTEM OPERATOR

1. This Decision lays down the elements and method of calculating the initial capital of a payment system operator referred to in Article 144, paragraph 2, items 4) and 5) and paragraph 3 of the Law on Payment Services (hereinafter: operator), the method of calculating the minimum amount of its own funds and capital requirement, as well as the manner and timeframe for operator's reporting on own funds and capital requirement.

2. The elements of initial capital and minimum amount of own funds laid down in this Decision shall be subject to regulations governing the legal position (founding, legal form, etc) of an operator, and/or regulations governing the chart of accounts and content of accounts in the chart of accounts for operators.

3. Initial capital of an operator shall consist of the following elements:

- 1) core capital;
- 2) reserves;
- 3) retained earnings;
- 4) purchased own shares, as a deductible;
- 5) unrealised losses on securities and other components of other comprehensive income, as a deductible;
- 6) loss, as a deductible.

4. The structure of the minimum amount of own funds of an operator shall be as follows:

- 1) core capital;
- 2) reserves;
- 3) 50% of the amount of revaluation reserves in respect of revaluation of intangible assets, property, plant and equipment;
- 4) 50% of the amount of unrealised gains on securities and other components of other comprehensive income;

- 5) retained earnings;
- 6) purchased own shares, as a deductible;
- 7) unrealised losses on securities and other components of other comprehensive income, as a deductible;
- 8) loss, as a deductible.

5. The amount of the capital requirement for an operator shall be 10% of all of the operator's revenues deriving from the management of an individual payment system (e.g. commissions, fees, etc).

6. The method of calculation of an operator's initial capital, minimum amount of own funds and capital requirement is shown in Schedule 1, which forms an integral part of this Decision.

7. Data for the purposes of calculating the minimum amount of own funds and capital requirement laid down in this Decision shall be compiled and disclosed by the operator in its financial statements and separate accounting records submitted to the National Bank of Serbia in accordance with Article 162 of the Law on Payment Services.

8. At the request of the National Bank of Serbia, the operator shall compile and submit in written form a report containing data on the minimum amount of own funds and capital requirement calculated in accordance with Schedule 1 of this Decision as at the date and within the timeframe determined by the National Bank of Serbia.

9. This Decision shall take effect on the eighth day following its publication in the RS Official Gazette, and shall apply as of 1 October 2015.

D. No 7
2 June 2015
B e l g r a d e

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

Dr Jorgovanka Tabaković

SCHEDULE 1

Calculation of initial capital

(RSD thousand)

Number	Operator's business name	Value
Initial capital ¹ (dinar equivalent)		
1.	Core capital	
2.	Reserves	
3.	Retained earnings	
4.	Purchased own shares	
5.	Unrealised losses on securities and other components of other comprehensive income	
6.	Loss	
7.	Initial capital (1+2+3-4-5-6)	

Calculation of the minimum amount of own funds and capital requirement**Own funds**

(RSD thousand)

Number	Operator's business name	Value
1.	Core capital	
2.	Reserves	
3.	Revaluation reserves in respect of revaluation of intangible assets, property, plant and equipment (50% of the amount)	
4.	Unrealised gains securities and other components of other comprehensive income (50% of the amount)	
5.	Retained earnings	
6.	Purchased own shares	
7.	Unrealised losses on securities and other components of other comprehensive income	
8.	Loss	
	Own funds (1+2+3+4+5-6-7-8)	

¹ The amount of operator's initial capital referred to in Article 152 of the Law on Payment Services.

Capital requirement

(RSD thousand)

1. Payment system:	
1.1. Total income from managing payment system 1.	
2. Payment system:	
2.1. Total income from managing payment system 2.	
A. Total income (1.1.+ 2.1.)	
B. Capital requirement (10% of the A amount)	

Note: The amount of capital requirement for an operator carrying out other business activities in addition to payment system management shall be calculated only for the part of operations related to payment system management.