

**EXCERPT FROM THE DECISION  
ON INTEREST RATES FOR BUSINESS ENTITIES AND RESIDENTIAL BUILDINGS**

**I GENERAL PROVISIONS**

**1 Passive interest rates**

**1.1.1. Demand deposits**

The standard method applied to the calculation of the interest rates on deposits is the compound method.

The number of days used in the calculation is  $\Rightarrow$  actual number of days/365/ 366.

The interest rate is determined based on the Decision on interest rates for business entities and residential buildings. The interest rate for deposits with maturity over 36 months is determined by the Treasury and Financial Institutions Department.

The calculated a vista interest is accrued to the transaction account on a monthly basis, at the end of the month and when closing the account.

**1.1.2 Term deposits**

The standard method applied to the calculation of interest rates on deposits is the compound method.

The number of days used in the calculation is  $\Rightarrow$  actual number of days/365/366.

The interest rate is determined on the basis of the Decision on interest rates for business entities and residential buildings. The interest rate for the term deposits over 36 months is determined by the Treasury & Financial Institutions Department.

The Terms and conditions for early termination of non - specific purpose and specific purpose term deposits and the method of calculating the interest rate:

The interest rate for demand savings from the Bank's regular offer valid on the day of the termination of the Deposit Agreement will be calculated on term deposits, the maturity date of which, at the time of early termination of the term deposit, is shorter than 6 months and 1 day from the day of payment of funds to the term deposit account.

The interest rate for demand savings for the term deposits for which, at the time of early termination, the term of more than 6 months and 1 day from the day of payment of funds to the term deposit account has been met, the rate will be calculated as follows:

- at the rate calculated by the Bank on deposits for the first shorter deposit term from the Bank's regular offer valid on the day of the termination of the agreement,
- if the interest rate for the first shorter term is higher than the agreed interest rate, the Bank shall in such case calculate the agreed interest rate,
- if even the shortest term from the Bank's regular offer has not expired, the interest rate for demand savings from the Bank's regular offer valid on the day of the termination of the Deposit Agreement will be applied.

The calculation, accrual and payment of the calculated interest rate on deposit will be carried out in accordance with the Agreement.

## **1.2. Active interest rates in transactions with business entities**

Interest rates are expressed as percentages at an annual level and they can be fixed or variable. The variable interest rates are variable due to the changes in the benchmark interest rates (Euribor, SOFR etc.).

The interest rates are calculated by applying the proportional interest rate calculation method and they are collected in accordance with the Credit product agreement.

The interest rates are calculated in the currency adjusted to the credit product currency.

For the loans in the foreign currency, the interest rate is calculated and collected in the foreign currency.

The interest rate for the loans from foreign and special purpose sources (HBOR and similar) is calculated and collected in accordance with the agreement with the creditor.

The basis for the calculation of interest rates for the loans with the agreed calculation in HRK counter value of a foreign currency (currency clause) is expressed in the agreed currency or in HRK with the currency clause.

The number of days used in the calculation:

For the loans repaid in annuities  $\Rightarrow$  30/360

For the loans repaid in installments  $\Rightarrow$  actual number of days/365/366

The calculation of overdrafts in the account  $\Rightarrow$  actual number of days 365/366

For the loans funded from HBOR funds with the repayment in installments  $\Rightarrow$  actual number of days 365/366

For the loans funded from HBOR funds with the repayment in annuities  $\Rightarrow$  30/360

Intercalary interest rate is calculated to the used loan amount from the disbursement of the loan until the loan starts to be repaid  $\Rightarrow$  actual number of days/365/366.

The interest rate for factoring and discounting bills of exchange is calculated anticipatory  $\Rightarrow$  actual number of days/365/366.

The default interest rate is determined in the amount of the interest rate as regulated by the legal regulations.

## **2. Passive interest rates**

### **2.1. Demand deposits**

- EUR: 0.01 %

- USD: 0.00 %

For deposits in CHF and other currencies listed in the Bank's exchange rate list, but not EUR and USD, the interest rate is 0.00% on demand deposits.

## **3. Final provisions**

1. If the interest rates change on the basis of legal or other regulations, the Bank shall apply the interest rates in accordance with the amended regulations.