

(Unofficial translation)

11 July 2013  
Riga

Regulation No. 109

## **Regulation for Compiling the "Calculation of the Reserve Base and Requirement"**

Issued pursuant to  
Paragraph 2 of Article 39  
of the Law on Latvijas Banka

Note.

As amended by Latvijas Banka's Regulation No. 135 of 16 May 2014 (in effect from 1 December 2014) and Regulation No. 191 of 4 June 2021 (in effect from 26 June 2021).

### **I. General issues**

1. The Regulation outlines the procedure for compiling and submitting the "Calculation of the Reserve Base and Requirement" (hereinafter, the Report) by credit institutions registered in the Republic of Latvia, branches, registered in the Republic of Latvia, of credit institutions registered in other countries, and credit unions registered in the Republic of Latvia subject to reserve requirement (hereinafter, a reporting agent), and stipulates the reporting deadline.
2. The terms "MFI", "non-MFI", "non-MFI credit institution", "deposits redeemable at notice" and "repo transaction" are used in the same meaning as in Latvijas Banka's regulation stipulating the procedure for compiling the "Monthly Financial Position Report" of MFIs.
3. A reporting agent shall compile the Report, taking into account the requirements for the calculation of the reserve base stipulated by Regulation (EU) 2021/378 of the European Central Bank of 22 January 2021 on the application of minimum reserve requirements (recast) (ECB/2021/1).
4. Information disclosed in the Report shall confirm the calculation of the reserve base and reserve requirement by the reporting agent.
5. Latvijas Banka may provide the information disclosed in the Report to the institutions referred to in Paragraph 2 of Article 40 of the Law on Latvijas Banka subject to the provisions stipulated by the above Law.

### **II. Procedure for the Compilation and Submission of the Report and the Submission Deadlines**

6. A reporting agent shall compile the Report for the situation as at the end of the reporting month and shall submit the above to Latvijas Banka within seven business days after the end of the reporting month.

7. The Report shall be submitted in electronic form pursuant to Latvijas Banka's regulation stipulating the procedure for electronic information exchange with Latvijas Banka.

8. The euro shall be the reporting currency used in the Report. In the Report, liabilities denominated in foreign currencies shall be reported in euro in accordance with the official exchange rate set for the relevant foreign currency on the last day of the reporting month.

9. Where it is established that the submitted Report contains errors, the reporting agent shall submit to Latvijas Banka a corrected Report immediately but no later than within one business day preceding the start of the relevant maintenance period.

10. The Report shall also be submitted to Latvijas Banka where outstanding liabilities used in the calculation of the reserve base are zero.

### **III. Procedure for Compiling the Report**

11. The reporting agent's liabilities used for the calculation of the reserve base and reserve requirement, as well as the reserve base and reserve requirement shall be reported in the Report.

12. The reporting agent's liabilities shall be reported in accordance with Latvijas Banka's regulation stipulating the procedure for compiling the "Monthly Financial Position Report" of MFIs.

13. A reporting agent shall calculate the reserve base and reserve requirement in compliance with Regulation (EU) 2021/378 of the European Central Bank of 22 January 2021 on the application of minimum reserve requirements (recast) (ECB/2021/1) for the calculation of the reserve base, subject to the reserve ratios and their application to the calculation of the reserve requirement.

14. Liabilities to Latvia's MFIs and non-MFI credit institutions subject to reserve requirement and liabilities to other euro area MFIs and non-MFI credit institutions subject to reserve requirement, and to the ECB and other euro area national central banks shall be reported separately under the item "Liabilities to MFIs, excluding Latvijas Banka, and to non-MFI credit institutions" of the Report.

### **IV. Final provisions**

15. Latvijas Banka's Regulation No. 86 "Regulation for Calculating and Fulfilling the Minimum Reserve Requirements for Credit Institutions" of 15 March 2012 shall be deemed invalid (Latvijas Vēstnesis, 2012, No. 45).

16. Latvijas Banka's Regulation No. 108 "Regulation for Compiling the "Calculation of the Reserve Base and Requirement" for Credit Unions" of 11 July 2013 (Latvijas Vēstnesis, 2013, No. 138) shall be deemed invalid.

17. Regulation No. 86 "Regulation for Calculating and Fulfilling the Minimum Reserve Requirements for Credit Institutions" of 15 March 2012 shall be applied to the Reports submitted by credit institutions for December 2013. The Reports referred to in this Paragraph shall be submitted to Latvijas Banka by 10 January 2014.

18. Regulation No. 108 "Regulation for Compiling the "Calculation of the Reserve Base and Requirement" for Credit Unions" of 11 July 2013 shall be applied to the Reports submitted by credit unions for December 2013. The Reports referred to in this Paragraph shall be submitted to Latvijas Banka by 10 January 2014.

18.<sup>1</sup> Amendments to Appendix hereto shall not apply to the Reports submitted for November 2014.

19. The Regulation shall take effect on 1 January 2014.

Governor of Latvijas Banka

I. Rimšēvičs

Appendix  
to Latvijas Banka's Regulation No. 109  
of 11 July 2013

### Calculation of the Reserve Base and Requirement

\_\_\_\_\_ 20\_\_\_\_\_  
(last day of the reporting month)

Name of the reporting agent \_\_\_\_\_

Code of the reporting agent \_\_\_\_\_

VSPARK 27002050  
To be submitted to Latvijas Banka

(in whole euro)

Item code	Item	Sum
1	2	3
100	<b>Non-MFI (excluding non-MFI credit institutions) deposits<sup>1</sup></b>	
110	Non-MFI (excluding non-MFI credit institutions) deposits with an agreed maturity of over 2 years <sup>2</sup>	
120	Non-MFI (excluding non-MFI credit institutions) deposits redeemable at notice of over 2 years <sup>3</sup>	
130	Repo transactions with non-MFIs <sup>4</sup> (excluding non-MFI credit institutions)	
200	<b>Debt securities issued<sup>5</sup></b>	
210	Debt securities with an original maturity of over 2 years <sup>6</sup>	
211	including evidenced liabilities to MFIs and non-MFI credit institutions subject to reserve requirement and to the ECB and euro area national central banks	
220	Other debt securities (200–210) <sup>7</sup>	
221	including evidenced liabilities to MFIs and non-MFI credit institutions subject to reserve requirement and to the ECB and euro area national central banks (should be reported where the reporting agent does not apply a standardised deduction)	
222	a standardised deduction (should be reported where the reporting agent does not use the opportunity to provide evidence of liabilities)	
300	<b>Liabilities to MFIs, excluding Latvijas Banka, and to non-MFI credit institutions<sup>8</sup></b>	
310	Liabilities to MFIs, excluding Latvijas Banka, and to non-MFI credit institutions, with an agreed maturity of over 2 years <sup>9</sup>	
311	including liabilities to Latvia's MFIs and non-MFI credit institutions subject to reserve requirement, with an agreed maturity of over 2 years	
312	liabilities to other euro area MFIs and non-MFI credit institutions subject to reserve requirement and to the ECB and other euro area national central banks, with an agreed maturity of over 2 years	

1	2		3
320	Liabilities to MFIs, excluding Latvijas Banka, and to non-MFI credit institutions, redeemable at notice of over 2 years <sup>10</sup>		
321	including	liabilities to Latvia's MFIs and non-MFI credit institutions subject to reserve requirement, redeemable at notice of over 2 years	
322		liabilities to other euro area MFIs and non-MFI credit institutions subject to reserve requirement and to the ECB and other euro area national central banks, redeemable at notice of over 2 years	
330	Repo transactions with MFIs, excluding Latvijas Banka, and with non-MFI credit institutions <sup>11</sup>		
331	including	repo transactions with Latvia's MFIs and non-MFI credit institutions subject to reserve requirement	
332		repo transactions with other euro area MFIs and non-MFI credit institutions subject to reserve requirement and with the ECB and other euro area national central banks	
340	Other liabilities to MFIs, excluding Latvijas Banka, and to non-MFI credit institutions (300–310–320–330) <sup>12</sup>		
341	including	other liabilities to Latvia's MFIs and non-MFI credit institutions subject to reserve requirement	
342		other liabilities to other euro area MFIs and non-MFI credit institutions subject to reserve requirement and to the ECB and other euro area national central banks	
400	<b>Reserve base (410+420+430+440+450)</b>		
410	Deposits with an agreed maturity of over 2 years (110+310–311–312)		
420	Deposits redeemable at notice of over 2 years (120+320–321–322)		
430	Debt securities with an original maturity of over 2 years (210–211)		
440	Repo transactions (130+330–331–332)		
450	Other liabilities included in the reserve base (100–110–120–130+220–221–222+340–341–342)		
500	<b>Reserve requirement (510+520+530+540+550–600)</b>		
510	Deposits with an agreed maturity of over 2 years (410 × reserve ratio for the corresponding category)		
520	Deposits redeemable at notice of over 2 years (420 × reserve ratio for the corresponding category)		
530	Debt securities with an original maturity of over 2 years (430 × reserve ratio for the corresponding category)		
540	Repo transactions (440 × reserve ratio for the corresponding category)		
550	Other liabilities included in the reserve base (450 × reserve ratio for the corresponding category)		
600	Lump-sum allowance		

<sup>1</sup> The total of all currency deposits of non-MFIs in all countries, Items 320001–320013 in Appendix ABL to the Monthly Financial Position Report, excluding non-MFI credit institutions of Item 320005 with sector code SK12511 (to be applied as of 1 January 2022).

<sup>2</sup> The total of all currency deposits, with maturity of over 2 years, of non-MFIs in all countries, Items 320001–320013 in Appendix ABL to the Monthly Financial Position Report, excluding non-MFI credit institutions of Item 320005 with sector code SK12511 (to be applied as of 1 January 2022).

<sup>3</sup> The total of all currency deposits, redeemable at notice of over 2 years, of non-MFIs in all countries, Items 320001–320013 in Appendix ABL to the Monthly Financial

Position Report, excluding non-MFI credit institutions of Item 320005 with sector code SK12511 (to be applied as of 1 January 2022).

<sup>4</sup> The total of all currency repo transactions of non-MFIs in all countries, Items 320001–320013 in Appendix ABL to the Monthly Financial Position Report, excluding non-MFI credit institutions of Item 320005 with sector code SK12511 (to be applied as of 1 January 2022).

<sup>5</sup> The total of liabilities of Column 7 of Item 330000 in the Monthly Financial Position Report.

<sup>6</sup> The total of issued securities, denominated in all currencies, with maturity of over 2 years, Item 330000 in Appendix ABL to the Monthly Financial Position Report.

<sup>7</sup> The total of issued securities, denominated in all currencies, with maturity of up to 2 years, Item 330000 in Appendix ABL to the Monthly Financial Position Report.

<sup>8</sup> The total of liabilities of Column 7 of Item 312000 in the Monthly Financial Position Report and Item 320005 with sector code SK12511 in Appendix ABL to the Monthly Financial Position Report (to be applied as of 1 January 2022).

<sup>9</sup> The total of all currency liabilities to MFIs in all countries, Items 312024–312027 in Appendix ABL to the Monthly Financial Position Report, and all currency liabilities to non-MFI credit institutions, with maturity of over 2 years, Item 320005 with sector code SK12511 (to be applied as of 1 January 2022).

<sup>10</sup> The total of all currency liabilities to MFIs in all countries, Item 312024–312027 in Appendix ABL to the Monthly Financial Position Report, and all currency liabilities to non-MFI credit institutions, redeemable at notice of over 2 years, Item 320005 with sector code SK12511 (to be applied as of 1 January 2022).

<sup>11</sup> The total of all currency repo transactions with MFIs in all countries, Items 312024–312027 in Appendix ABL to the Monthly Financial Position Report, and all currency liabilities to non-MFI credit institutions, Item 320005 with sector code SK12511 (to be applied as of 1 January 2022).

<sup>12</sup> The total of all currency liabilities to MFIs in all countries, Items 312024–312027 in Appendix ABL to the Monthly Financial Position Report, and all currency overnight liabilities to non-MFI credit institutions, with an agreed maturity of up to 2 years and redeemable at notice of up to 2 years (to be applied as of 1 January 2022).

Prepared by \_\_\_\_\_  
(name, surname, telephone number and e-mail address)

Submission date \_\_\_\_\_