

## Bank of Lithuania Law on Amending and Supplementing the Law

Type: <b>Law</b>	Numeris: <b>I-1225</b>	Data: <b>1996-03-12</b>	Language: <b>Lithuanian</b>
Publication: <b>The Gazette, 1996-04-03, No.. 30-731</b>		Status: <b>Effective 1996-04-04</b>	
<b>Adopted 1996-03-12 - Republic of Lithuania</b>			

REPUBLIC OF LITHUANIA LITHUANIA Bank Act  
, And in the

1996 m. kovo 12 d. Nr. I-1225  
Vilnius

(Žin., 1994, Nr. 99-1957 )

Article 1. To Article 6

Change of Article 6, paragraph 1, and all reads  
as follows:

"Article 6. Lithuanian bank exclusive right to issue money

Entitled to issue only a Lithuanian bank.

Implementing it, the Bank of Lithuania:

- 1) determine the Lithuanian monetary denominations form identification, protection and validity marks, money production, transportation and storage, worn-out sets damaged and withdrawals from the market, and their replacement Destruction procedures consist of cash reserve funds characters, establishes procedures for the examination of money;
- 2) in accordance with law put into circulation and removes turnover of the Lithuanian money. The Bank of Lithuania can be removed from circulation banknotes and coins replacing to others. Modified down and publish Lithuania bankas. "

Article 2. Article 8 of Supplement

Article 8 of the supplement 15, and set out the full article  
as follows:

"Article 8. Lithuanian banking functions

Lithuanian bank, implementing their goals, perform the following main functions:

- 1) put into circulation and withdraw from circulation Lithuania Republic of the money;
- 2) to serve the government of the Republic of Lithuania and management institutional accounts;
- 3) organized by the Lithuanian government issued the sale of securities, redemptions and interest payments to payment and acts as the state securities Registrar;
- 4) implement the laws of the monetary policy handling money and credit circulation open market operations and other means;
- 5) advise the Government of the Republic of Lithuania of money market, credit and settlement;
- 6) collect and publish monetary and financial statistics;
- 7) control the foreign exchange regime observed;
- 8) protects and manages the state's foreign currency and gold other precious metals reserves;
- 9) establish the banks and other entities in domestic and foreign settlement, including clearing and settlement arrangements;
- 10) issue and revoke licenses in the Republic of Lithuania and Foreign banks and other credit institutions in Lithuania Republic and supervise their activities;

- 11) according to the law operates as the last source of liquidity in the banking system;
- 12) organize the banking information system;
- 13) set by banks and other Lithuanian bank licensed credit institutions accounting, reporting and accounting procedures;
- 14) consists of the Republic of Lithuania balance of payments;
- 15) carries out commercial banks and branches of credit their legal registration and record their statutes

(Force fitted). "

#### Article 3. Of Article 11

##### Amendment and Supplement

Replace the first paragraph of Article 11, paragraph 9, add to this paragraph 15, and during the first part, as follows:

"Bank of Lithuania:

- 1) determine and approve the Lithuanian Republic's monetary policy? forms, techniques and procedures, including those carried out by the Bank of Lithuania
- Operations on the open market, the challenges, and Lithuania rediskonto Bank loans and commercial banks reserve ratios, loan and deposit auctions and Training special-purpose lending practices;
- 2) determine and approve the banks and other credit institutions risk restrictive regulations and reserve ratios for banks;
- 3) adopt regulations;
- 4) resolve issues of Lithuanian bank participation Foreign and international organizations;
- 5) decide the money is put into circulation and the removal of turnover and other related issues that are set in Article 6 of the Law;
- 6) establish and liquidate the Lithuanian bank branch, branches, other institutions and companies to carry out its functions;
- 7) approve the Lithuanian bank posts a list of the structure and Board Rules of Procedure;
- 8) apply sanctions prescribed by law for banks and other credit institutions;
- 9) approve the Lithuanian bank and other financial accounts, The conclusion of the provisions of this Act;
- 10) decide Lithuanian bank's assets and the use of funds issues;
- 11) approve of the international financial institutions Lithuania The withdrawal of foreign bank lending terms and conditions;
- 12) issue and revoke licenses to banks and other credit institutions;
- 13) deal with this Law Article 8 Paragraph 11 of issues;
- 14) determine the remuneration of the Board of the Bank of Lithuania Vice-Presidents and members of the Board;
- 15) prepare and submit to the Lithuanian Parliament for approval Lithuania's current business and general management expenses and income Annual estimates.

#### Article 4. Article 17 of the Law on Higher

First Replace the first paragraph of Article 17, paragraph 1 and the part, as follows:

"Lithuania Chairman of the Board:

- 1) led by the Bank of Lithuania and is responsible for his actions;
- 2) In addition to the individual mandate represents the Bank of Lithuania Lithuania Republic and abroad and carry out all the associated actions;
- 3) establish a working agreement with the Lithuanian bank employees and

Lithuanian branch, affiliate or Lithuanian banking institutions leaders, distinguished encourages employees to disciplinary penalties;

4) The Chairman of the Board and approved by the Executive Vice Division of responsibilities;

5) issuing powers;

6) approve the Lithuanian bank of structural units;

7) other Bank of Lithuania assigned functions. "

Second To supplement Article 17 of the fourth paragraph:

"Fired or retired from the Bank of Lithuania

president of the Bank of Lithuania affairs person newly appointed Lithuanian bank's chairman of the board, or temporarily hold these office designated person shall transmit the presence of Lithuania Parliament of the Republic of the Board's designated representative, who, among other things,

Affairs also sign the deed of transfer. "

Article 5. The amendment of Article 18

In the 18th paragraph to delete the third paragraph, change fourth part and the third part of the store, and all of as follows:

"Article 18. Lithuanian bank employees

Lithuanian bank employees carry out the functions of the Bank of Lithuania,

provided for in this Law, in accordance with the relevant structural subdivision regulations and the employment contract.

Lithuanian bank employees can only work in a bank

unless the Board of the Bank of Lithuania has given his consent work and elsewhere. This provision does not apply to Article 16 of this Law

In the cases referred to in the second.

Lithuanian bank employees may be granted financial services (with the exception of the provision of credit) Bank of Lithuania

set the terms and conditions. "

Article 6. Article 20 of the Amendment of

Article 20 of the third paragraph instead of "quarterly"

insert the word "annual" and the third part of the whole, as follows:

"Lithuanian bank reserve capital formed in Lithuania

Bank profits annual deductions are made until the reserve capital amounts to 200 million. LTL. Reserve capital can be used only for bank losses. As part of the

Bank capital reserves against losses, again made a profit deductions for the capital until it reaches 200 million. LTL.

Article 7. Article 22 of the Law on Higher

Change of Article 22 of 1, 5 and 6, and the full article as follows:

"Article 22. Lithuanian bank charges

Lithuanian banking costs include:

1) the interest paid on deposits of credit institutions held Bank of Lithuania;

2) costs of foreign operations;

3) The interest paid on foreign loans;

4) costs related to foreign exchange, precious metals and securities and guarantees the issue;

5) costs associated with the production of money, release, and cash turnover;

6) The long-term tangible and intangible assets amortization expenses;  
7) of the total operating costs;  
8) personnel costs;  
9) other specific costs that are necessary for Lithuania banking functions and compliance with the law. "

Article 8. The amendment of Article 24

Replace Article 24, which shall read as follows:

"Article 24. Lithuanian bank's profit distribution  
Bank of Lithuania profit first covered last year losses.

The remaining profit is divided in the following order:

- 1) 20 percent - the share capital of the Bank of Lithuania form;
- 2) 50 percent - Lithuanian bank reserve capital form.

In the second referred to the deductions made until the achievement of this Act referred to in Article 20 capital.

The remaining profit shall be paid to the Republic of Lithuania budget each year to May 1.

Lithuanian bank profit corporation tax  
tax-free. "

Article 9. Amendment of Article 27

Change 27 which shall read as follows:

"Article 27. Lending Operations

Bank of Lithuania, on the basis of Article 8 of the Law of 11 item can on their own terms, the terms and procedures to provide loans to the Republic of Lithuania to banks and credit institutions and self-supporting its reserve funds Lithuania bank. Lithuanian bank shall not exceed 60 percent commercial bank or other credit institution's LTL and foreign currency.

Lithuanian bank guarantee:

- 1) Lithuanian Government's guarantee or surety;
- 2) a commercial bank or other credit institution receiving loans, mortgages;
- 3) any other commercial bank or other credit institution's assets mortgage, guarantee or surety.

Article 10. Article 40 of the First Amendment of

Replace the first paragraph of Article 40 in the following manner:

"The Bank of Lithuania's assets, liabilities and operations accounted for in accordance with the laws of the Republic of Lithuania,  
international accounting standards and the European Union central banks of the practice. "

Article 11. 41 second paragraph, change

Replace the second paragraph of Article 41 in the following manner:

"Lithuanian bank's financial statements and accounts to verify by the independent auditor of the tender procedure.

Article 12. Article 43 Supplement

Expand Article 43, second paragraph:

"Bank of Lithuania on a quarterly basis, and no later than the first month of the next quarter report to Parliament and the Budget

Finance Committee for their work and performance. "

Article 13. Supplement 43 (1) of Article  
Expand Law 43 (1) of Article:  
"43 (1) thereof. Cooperation with the Republic of Lithuania  
Government and other public bodies  
Lithuanian bank at least a quarterly basis  
Lithuanian Prime Minister of information about banks  
and other credit institutions and the implementation of measures  
their effective functioning.  
Lithuanian bank provides information to law enforcement authorities  
of banks and other credit institutions established in the Law  
laws, service manuals and financial operations  
violations. Information on the procedures determined by the Bank of  
Lithuania  
Lithuania and the Government.  
Lithuanian bank giving you a temporary commercial bank  
administrators before applying to the court for the bank's bankruptcy  
proceedings against the Republic of Lithuania Law on Commercial Banks  
34  
referred to in Article basis or before the application of commercial  
Law on Banks of Article 37, subparagraph 3 (a moratorium), 7  
and 9 of the sanctions, inform the Minister  
The President and the Minister of Finance, however, self-hosted  
decisions and assume responsibility in these matters. "

Article 14. Article 44 of the First Amendment of  
Article 44, first paragraph, after the word "requirements"  
insert the word "debtor", delete the words "except  
required reserves and during the first part, as follows:  
"The Bank of Lithuania has the priority right to satisfy their  
requirements of the borrower, the borrower using all  
funds in the bank accounts of Lithuania, as well as securities  
securities, precious metals and other assets pledged or protected  
Bank of Lithuania. "

I declare the Lithuanian Parliament adopted the law.

RESPUBLIKOS PREZIDENTAS ALGIRGAS Brazauskas

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