

Rīga, 16.10.2019.  
Our ref.: 07.01.04.-/3807

José Manuel Campa  
Chairperson  
European Banking Authority  
EUROPLAZA  
20 Avenue André Prothin  
92927 Paris La Défense  
France

## Notification of unavailability of deposits at JSC "PNB Banka"

Dear Mr Campa,

The Financial and Capital Market Commission of Latvia (hereinafter – the FCMC) in its capacity as designated authority which administers the Latvian deposit guarantee scheme, in accordance with the Decision of the European Banking Authority on notification relating to Directive 2014/49/EU on deposit guarantee schemes (EBA/DC/2016/173) hereby informs you that on 15 August 2019 the FCMC adopted the decision of unavailability of deposits at JSC "PNB Banka" (hereinafter – the Bank).

On 15 August 2019, following the European Central Bank's and Single Resolution Board's decisions the FCMC adopted a decision to suspend the provision of financial services and decided on the unavailability of deposits at JSC "PNB Banka".

On 16 August 2019, the FCMC took the decision on pay-out of guaranteed compensations to JSC "PNB Banka" depositors. According to the decision the guaranteed compensation payments to JSC "PNB Banka" depositors should be fully covered by the funds from the Deposit Guarantee Fund. The decision also granted the rights to enter into the contract with JSC "Citadele banka" regarding the pay-out of guaranteed compensations to JSC "PNB Banka" depositors.

The disbursement of covered deposits started on 22 August 2019. JSC "PNB Banka" has 60 996 depositors with covered amount of EUR 279 million. In general the reimbursement process will continue until 22 August 2024 except for specific circumstances when the

reasons (if any) of the refusal for disbursement of guaranteed compensation are no longer existent. In such case reimbursement will continue for 5 years from the day when reasons for the refusal cease.

Yours sincerely,

Gvido Romeiko  
Director of  
Legal and Licencing Department



Acting as  
Kristīne Černaja-Mežmale  
Chairperson  
Financial and Capital Market Commission  
Republic of Latvia