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Kingdom of Cambodia
Nation Religion King

National Bank of Cambodia
No. NBC/B700/52
February 17, 2000

Prakas
On
Controlling Bank's Large Exposures

The Governor of the National Bank of Cambodia

- Referring to the 1993 Constitution of the Kingdom of Cambodia;
- Referring to Kram No. NS/RKM/0196/27 of January 26, 1996 promulgating the Law on the Organization and Functioning of the National Bank of Cambodia;
- Referring to Kram NS/RKM/1199/13 of November 18, 1999 promulgating the Law on Banking and Financial Institutions;
- Referring to Kret No. CS/RKM/0398/85 of March 10, 1998 on the appointment of H.E. Chea Chanto as Governor of the National Bank of Cambodia;
- Pursuant to the request of the Banking Supervision Department of the National Bank of Cambodia.

IT IS HEREBY DECIDED

Article 1: Banks shall be required, under the conditions set forth in this Prakas, to maintain at all times a maximum ratio of 20 percent between their overall exposure resulting from their operations with each individual beneficiary and their net worth.

A large exposure means the overall exposure resulting from their operations with a single beneficiary where such exposure exceeds 20% of their net worth.

Article 2: For the purposes of this Prakas, the net worth shall be calculated in accordance with the provisions of the Prakas on the calculation of the bank's net worth.

Article 3: For the purposes of this Prakas, exposures, which are liable to the risk of counterparty default, shall be weighted items as defined in Article 3 of the Prakas relating to the solvency ratio. However, items deducted in calculating the net worth in accordance with the provisions of the Prakas on the calculation of the bank's net worth shall not be counted as exposures.

Article 4:

Article 5: