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BANKARSKI I PLATNI AUTORITET KOSOVA

# **MONTHLY STATISTICS BULLETIN**

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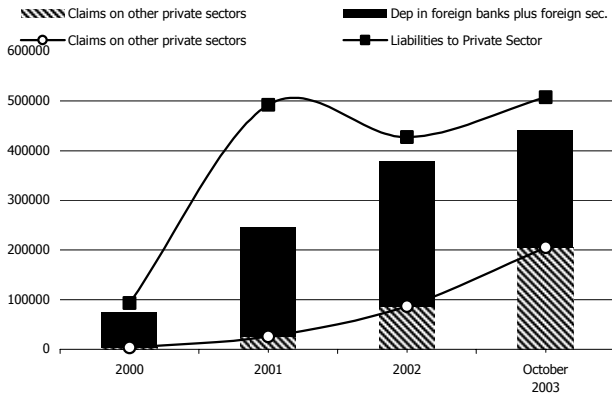


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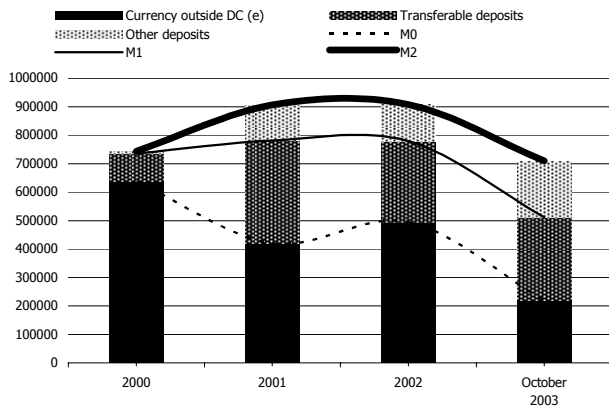


**MAIN CHARACTERISTICS OF THE OTHER DEPOSITORY CORPORATIONS (000 EUR)**



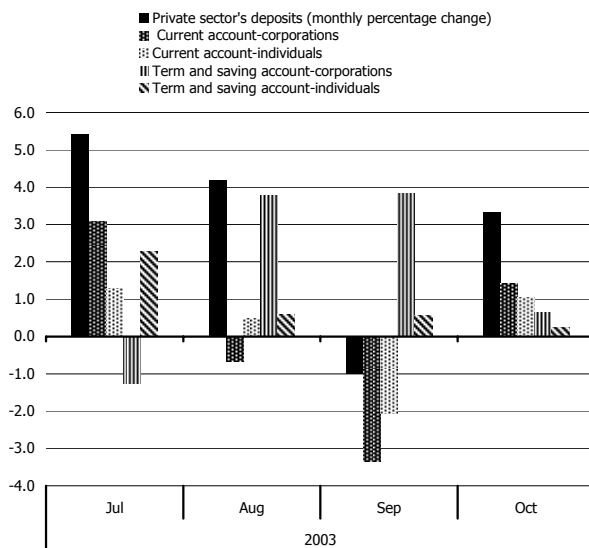
- ▶ Total deposits at commercial banks amounted 508 million EUR. They grew 19% compare to the end of year 2002.
- ▶ The outstanding amount of credit has increased 137%, compare to the amount of credit at the end of 2002. Moreover, the gap between the money re-invested abroad and that re-invested in the domestic economy became narrower, reflecting the growing confidence of the banking system.
- ▶ Total assets of commercial banks reached EURO 562 million, a growth of 19% compared, to the level of the end of 2002.

**MONETARY AGGREGATES ('000 EUR)**



- ▶ The monetary aggregate M0 is characterized by a decreasing trend due to the dominance of the export of cash over its import, measured only by the data from the banking sector.
- ▶ Since end 2002, the monetary aggregate M1 follows a similar trend as M0, despite the growth in current accounts which are outperformed by the observed decrease of cash in circulation.
- ▶ The trend of M2 which is considered as an appropriate definition of broad money, shows a slighter decrease than M1, as saving deposits grew at a faster pace than current accounts.

**CONTRIBUTION TO THE GROWTH RATE OF PRIVATE SECTOR DEP. (percentage points)**



- ▶ The monthly growth rate of the deposits of the private non financial sector has been increased by 3.3% compare to previous month.
- ▶ The contribution to this growth of total deposits stems mainly from the current accounts (2.5%), followed by the term and saving accounts (0.9%).



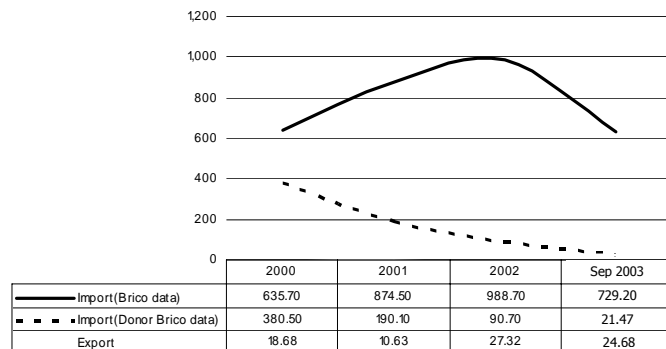
**FISCAL SECTOR: GENERAL BUDGET REVENUE**, stock data, million EUR.

Period	TOTAL	Tax revenues		Non taxes revenues	Donor grants		Interest	
		Border taxes	Domestic taxes		Budget support Grants	Designated Grants	Banks abroad	BPK
		1 to 7	1	2	3	4	5	6
2000	289.54	115.17	6.55	5.80	120.75	40.13	1.14	0.00
2001	355.89	208.74	41.00	20.74	41.10	42.34	1.97	0.00
2002	508.37	359.48	74.63	31.68	18.10	20.83	1.49	2.16
Sep-03	460.98	321.58	81.91	32.13	2.24	20.67	0.29	2.16

Source: Ministry of Finance and Economy - Department of Economic Policy

- ▶ General budget revenue developments are in line with the projections for year 2003 (total projection: 491.9 million EUR), and if trend continues, this may even lead to a surplus.
- ▶ Despite this positive development one should emphasise that the structure of the revenues remain almost the same as in the previous year. The main source of budget revenues are tax revenues collected at the border (69.7%).

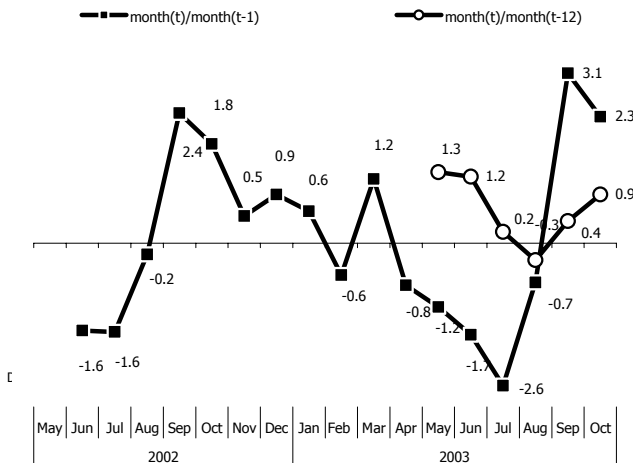
**FOREIGN TRADE AND DONORS**, million EUR



Source: Ministry of Finance and Economy.

- ▶ Kosovo economy continues to run a huge trade deficit. The coverage of its imports of goods by its exports of goods remains at a very low level (only 3% at the end of September 2003).
- ▶ The highest part, expressed in value, of regular exports is shared by metals and scrap, counting for 47%. The share of plastics and wood was 23%, while the share of food amounted at 22% of the regular exports.
- ▶ The highest share in imports of goods, also expressed in value, are food with a share of 33%. The share of other commodity groups shows the following ranking: chemicals and wood (16%), petrol (13%), machinery (14%), construction materials (7%), metals (7%), textile (2%), and other (8%).
- ▶ Based on imports by the place of loading, the main trading partners of Kosovo after the European Union, are Serbia, Macedonia, Turkey and Bulgaria.
- ▶ Free trade agreement between Kosovo and Albania was signed and started to be implemented.

**CONSUMER PRICE INFLATION RATE**



- ▶ In October 2003, the Consumer Price Index increased at 0.9%, compare to the corresponding month of the previous year.
- ▶ The annual inflation rate seems to stabilise over the last three months, but the intensity of price changes, measured by the monthly percentage changes, for the most recent months suggest a potential upward shift.

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**UNEMPLOYMENT**


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Period	Dec-00	Dec-01	Dec-02	Oct-03
<b>TOTAL PERSONS</b>	<b>208.074</b>	<b>237.958</b>	<b>257.505</b>	<b>279,475</b>
<i>of which female(%)</i>	43.2	44.1	44.5	45.3
<b>Education(%)</b>				
Elementary	58.1	60.4	61.5	62.9
Secondary	38.8	37.0	36.2	35.3
University	3.1	2.6	2.2	1.8

► The estimated rate of unemployment in Kosovo varies between 50-60%

► There has been an increase of registered job seekers during the year 2003 at 8.5 % compare to the end of year 2002.

Source: Kosovo Employment Office (Percentages are expressed against the total number of unemployed)

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**PRIVATIZATION PROCESS**


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Description	Number of SOEs privatized	Revenues from privatization (EUR)
1-st wave	5	2,335,875
2-nd wave	18	23,904,247
<b>TOTAL</b>	<b>23</b>	<b>26,240,122</b>

► Privatization process has started successfully. After two waves of privatisation, 23 SOEs have been privatized, and the expected revenues from privatization reached €26 million.

Source: Kosovo Trust Agency

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**MAIN INDICATORS** ( million EUR)
 

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Description	Period	2000 (e)	2001 (e)	2002 (e)	2003 Projections
GDP		1,338	1,582	1,687	1,825
GDP per head		770	851	866	917
Workers remittances		550	600	700	728
Foreign assistance		1,212	1,084	772	721
Direct contribution of foreign assistance to GDP		373	398	203	188
Population (in thousands)		1,738	1,859	1,948	1,991
<b>GNP per head (in Euros)</b>		<b>1,086</b>	<b>1,174</b>	<b>1,226</b>	<b>1,283</b>

► The GDP growth rate is still driven by three main factors: foreign assistance, worker remittances and imports.

Source: IMF Staff estimations and projections.

## LIST OF ABBREVIATIONS:

<b>BPK</b>	Banking and Payments Authority of Kosovo;
<b>COICOP</b>	Classification of Individual Consumption by purpose;
<b>DC</b>	Depository Corporations;
<b>EUR</b>	Euro;
<b>FC</b>	Foreign Currency;
<b>ICS</b>	Interbank Clearing System;
<b>IMF</b>	International Monetary Fund;
<b>KEO</b>	Kosovo Employment Office;
<b>KPST</b>	Kosovo Pension Saving Trust;
<b>MFSM</b>	Monetary and Financial Statistics Manual, IMF;
<b>NGO</b>	Non Government Organization;
<b>ODC</b>	Other Depository Corporations;
<b>OFC</b>	Other Financial Corporations;
<b>RSD</b>	Research and Statistics Department - BPK;
<b>SNA '93</b>	United Nations System of National Accounts 1993;
<b>SOK</b>	Statistical Office of Kosovo;
<b>TPL</b>	Third Party Liabilities;
<b>UNMIK</b>	United Nations Interim Administration Mission in Kosovo;
<b>UNO</b>	United Nations Organization;

## LIST OF CONVENTIONAL SIGNS:

<b>(e)</b>	estimate;
<b>p</b>	provisional;
<b>-</b>	the event does not exist;
<b>N/A</b>	data is available and is larger than zero but smaller than half the order of the unity;
<b>0</b>	observation is zero.





## **MONETARY AND FINANCIAL STATISTICS**



## **MONETARY STATISTICS**



Table 1

## DEPOSITORY CORPORATIONS SURVEY

(outstanding amounts, end of period, in 000 EUR)

Description	2000	2001	2002				2003			
			Q1	Q2	Q3	Q4	Q1	Q2	Q3	Oct
<b>Net foreign assets</b>	122,577	583,134	502,360	528,333	643,662	649,305	665,687	657,980	729,059	742,193
Assets	144,796	604,828	528,130	553,365	670,017	674,095	692,604	687,779	757,814	772,223
Liabilities	22,219	21,694	25,771	25,032	26,356	24,790	26,918	29,799	28,755	29,310
<b>Net claims on central government</b>	-8,741	-72,066	-120,239	-165,417	-270,856	-258,917	-301,974	-320,279	-381,871	-393,993
Deposits	8,741	72,066	120,239	165,417	270,856	258,917	301,974	320,279	381,871	393,993
<b>Net claims on Other financial corporations</b>	0	0	0	0	0	0	0	0	0	0
<b>Claims on other private sectors</b>	3,148	25,916	47,555	59,048	68,247	86,498	115,760	162,713	188,269	205,217
Nonfinancial corporations and households	3,148	25,916	47,555	59,048	68,247	86,498	115,760	162,713	188,269	205,217
<b>Deposits included in broad money</b>	106,085	486,676	388,626	380,174	388,296	413,542	421,480	438,271	475,499	491,265
<b>Transferable deposits</b>	98,472	361,888	269,038	268,935	270,874	285,262	277,330	290,576	282,219	293,801
Non financial corporations	77,284	144,047	124,560	138,267	148,309	163,348	145,071	154,241	147,958	154,624
Households	21,189	217,841	144,478	130,668	122,565	121,913	132,259	136,335	134,261	139,177
<b>Other deposits</b>	7,613	124,788	119,588	111,239	117,422	128,280	144,150	147,695	193,280	197,464
Non financial corporations	4,579	31,318	23,423	22,116	25,879	23,921	38,276	41,485	71,661	74,758
Households	3,034	93,471	96,165	89,123	91,543	104,359	105,874	106,210	121,619	122,706
<b>Securities included in broad money</b>	-	-	-	-	-	-	-	-	-	-
<b>Deposits, securities excluded from broad money</b>	0	11,087	13,075	12,946	15,711	24,619	17,375	21,078	21,699	21,993
<b>Own funds</b>	11,077	25,163	28,817	33,019	40,106	43,805	44,322	50,802	49,611	50,896
of which share capital	7,156	21,023	23,132	26,209	30,910	33,320	33,563	36,252	37,239	37,411
<b>Other Items (net)</b>	-177	14,059	-843	-4,175	-3,060	-5,080	-3,703	-9,738	-11,352	-10,017
Other liabilities	2,121	25,495	4,336	6,611	7,842	5,957	7,649	8,150	10,152	9,098
<i>less:</i> Other assets	4,352	8,547	5,262	8,988	10,851	11,519	21,814	15,012	21,403	19,090
<i>plus:</i> Consolidation Adjustments	2,053	-2,889	83	-1,798	-51	482	10,461	-2,876	-102	-26

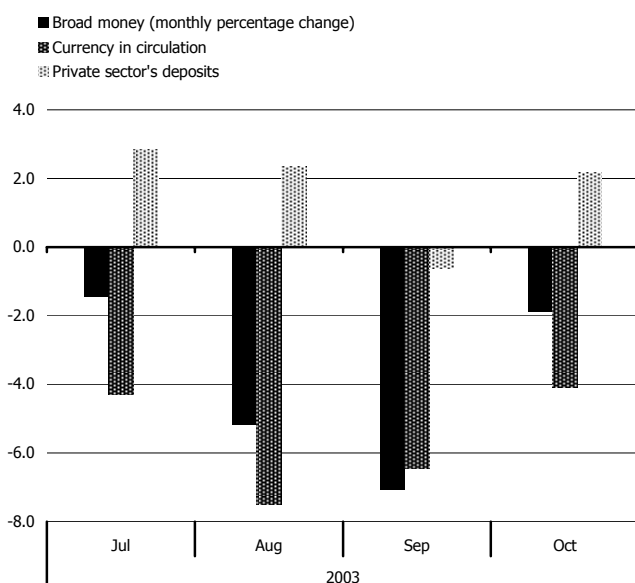
## Memorandum Item:

<b>Broad Money components</b>	743,314	906,254	N/A	N/A	N/A	907,672	875,934	832,186	726,436	709,073
Currency outside DC (e)	637,229	419,578	N/A	N/A	N/A	494,130	454,454	393,915	250,937	217,808
Deposits included in broad money	106,085	486,676	N/A	N/A	N/A	413,542	421,480	438,271	475,499	491,265

Graph 1.1

## Contribution to the growth rate of broad money

(percentage points)



Graph 1.2

## Contribution to the growth rate of private sector deposits

(percentage points)

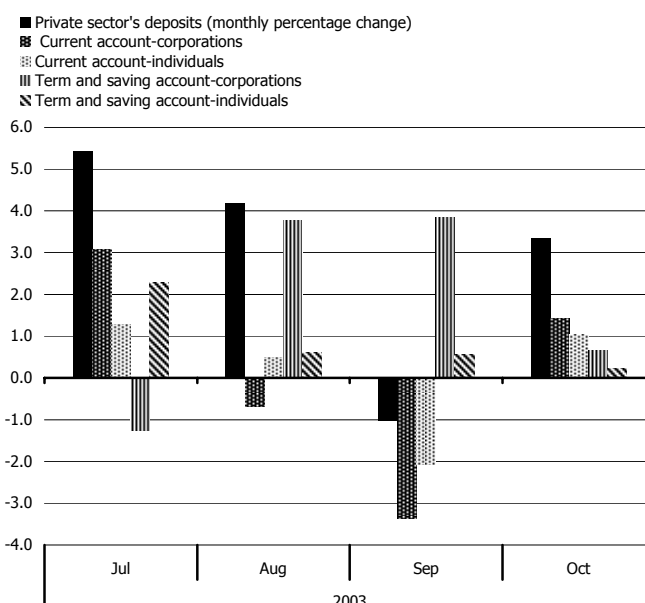




Table 2

**BPK SURVEY**

(outstanding amounts, end of period, in 000 EUR)

Description	2000	2001	2002				2003			
			Q1	Q2	Q3	Q4	Q1	Q2	Q3	Oct
<b>Net foreign assets</b>	52,116	293,470	189,361	245,195	342,762	345,226	369,495	394,255	450,919	483,347
<b>Assets</b>	61,697	296,235	193,297	247,646	344,643	345,773	371,042	395,344	451,926	483,792
Cash	15,828	249,685	47,808	31,098	37,122	17,474	14,851	24,137	41,511	29,796
Transferable deposits	6,755	536	415	470	60,021	66,249	79,841	73,507	84,399	44,769
Other deposits	39,114	46,014	145,075	216,077	247,500	262,050	276,350	297,700	326,016	409,227
<b>Liabilities</b>	9,581	2,765	3,937	2,451	1,882	547	1,548	1,089	1,007	445
Deposits of foreign entities	N/A	184	184	184	184	184	283	274	274	274
Deposits of UNMIK	9,581	2,581	3,753	2,267	1,698	363	1,265	815	733	171
<b>Claims on ODC</b>	-	-	-	-	-	-	-	-	-	-
<b>Net claims on central government</b>	-8,741	-72,066	-120,239	-165,417	-270,856	-258,917	-301,974	-320,279	-381,871	-393,993
Transferable deposits	8,741	72,066	120,239	165,417	270,856	258,917	301,974	320,279	381,871	393,993
<b>Claims on other sectors</b>	0	0	0	0	0	0	0	0	0	0
<b>Monetary base</b>	15,753	173,904	36,012	43,250	37,403	46,222	41,822	38,785	33,284	51,311
<b>Liabilities to ODC</b>	15,753	173,904	36,012	43,250	37,403	46,222	41,822	38,785	33,284	51,311
Transferable deposits	15,753	173,904	36,012	43,250	37,403	46,222	41,822	38,785	33,284	51,311
of which : minimum liquidity reserves	N/A	N/A	19,963	22,429	24,738	26,908	29,701	27,627	30,800	28,171
<b>Transferable deposits included in broad money</b>	22,796	8,304	12,414	15,281	8,311	3,882	2,301	4,123	3,496	3,482
Public non financial corporations	22,796	6,959	11,426	14,384	7,879	3,467	1,966	4,105	3,479	3,465
Other non financial corporations	N/A	1,346	988	896	433	415	336	18	17	17
<b>Securities included in broad money</b>	-	-	-	-	-	-	-	-	-	-
<b>Deposits excluded from broad money</b>	0	11,087	13,075	12,946	15,711	24,619	17,066	17,978	18,348	20,242
Transferable deposits	0	11,087	13,075	12,946	15,711	24,619	17,066	11,552	11,898	13,791
Insurinsurance companies	-	10,562	12,804	12,729	14,151	15,999	16,464	9,602	10,035	10,135
KPST	-	-	-	-	1,560	8,620	602	823	295	1,917
Pension Funds	-	-	-	-	N/A	N/A	N/A	1,127	1,568	1,740
Other financial corporations	N/A	525	271	217	0	0	0	0	0	0
Other deposits	0	0	0	0	0	0	n/a	6,426	6,450	6,450
Insurance companies	0	0	0	0	0	0	n/a	6,426	6,450	6,450
<b>Securities excluded from broad money</b>	0	0	0	0	0	0	0	0	0	0
<b>Own funds</b>	4,925	4,727	4,779	4,779	7,130	10,561	10,937	12,843	13,806	14,252
of which share capital	2,556	2,556	2,556	2,556	2,556	2,556	2,556	2,556	2,556	2,556
<b>Other Items (net)</b>	-99	23,381	2,841	3,522	3,351	1,025	-4,606	246	114	67
Other liabilities	1,236	24,245	1,367	1,965	4,182	1,911	2,371	1,575	1,662	1,661
less: Other assets	1,334	864	1,474	1,557	831	886	6,977	1,329	1,549	1,595

Graph 2

**Contribution to the growth rate of net foreign assets of BPK**

(percentage points)

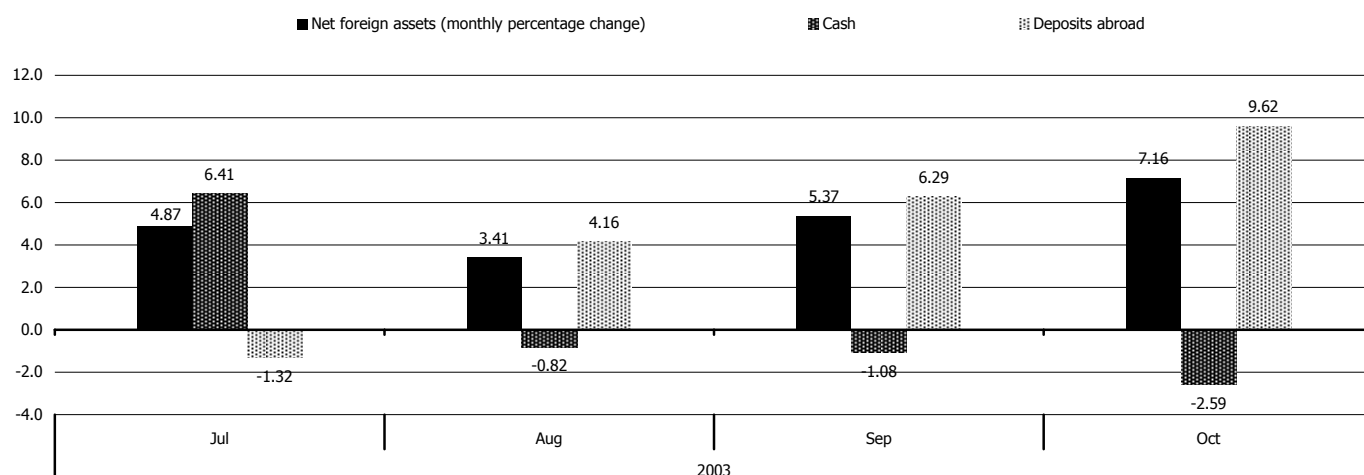




Table 3

**BPK BALANCE SHEET**

(outstanding amounts, end of period, in 000 EUR)

Description	2000	2001	2002				2003			
			Q1	Q2	Q3	Q4	Q1	Q2	Q3	Oct
<b>ASSETS</b>										
Currency and Deposits	61,697	296,235	193,297	247,646	344,643	345,773	371,042	395,344	451,926	483,792
Currency (Cash)	15,828	249,685	47,808	31,098	37,122	17,474	14,851	24,137	41,511	29,796
Euro	N/A	N/A	41,474	25,945	36,916	17,288	14,568	23,857	41,235	29,525
Other currencies	N/A	N/A	6,334	5,153	206	186	284	280	276	271
Deposits at banks abroad	45,869	46,550	145,489	216,548	307,521	328,299	356,191	371,207	410,416	453,996
Transferable deposits	6,755	536	415	470	60,021	66,249	79,841	73,507	84,399	44,769
Other deposits	39,114	46,014	145,075	216,077	247,500	262,050	276,350	297,700	326,016	409,227
Foreign investments	39,114	46,014	145,075	216,077	247,500	262,050	276,350	297,700	326,016	409,227
Securities other than shares	0	0	0	0	0	0	0	0	0	0
Other accounts receivable	489	206	-2,119	-2,165	287	264	6,382	331	584	606
Nonfinancial assets	845	658	645	609	544	622	595	997	965	989
<b>TOTAL ASSETS</b>	<b>63,032</b>	<b>297,099</b>	<b>191,823</b>	<b>246,089</b>	<b>345,474</b>	<b>346,659</b>	<b>378,019</b>	<b>396,672</b>	<b>453,475</b>	<b>485,387</b>
<b>LIABILITIES</b>										
Transferable deposits	56,871	267,942	185,493	239,160	333,979	334,003	364,428	375,554	431,282	462,749
Public nonfin. corporations	22,796	6,959	11,426	14,384	7,879	3,467	1,966	4,105	3,479	3,465
Other Nonfinancial	N/A	1,346	988	896	433	415	336	18	17	17
Central government	8,741	72,066	120,239	165,417	270,856	258,917	301,974	320,279	381,871	393,993
UNMIK	9,581	2,581	3,753	2,267	1,698	363	1,265	815	733	171
Other depository corporations	15,753	173,904	36,012	43,250	37,403	46,222	41,822	38,785	33,284	51,311
Insurance companies	-	10,562	12,804	12,729	14,151	15,999	16,464	9,602	10,035	10,135
KPST	-	-	-	-	1,560	8,620	602	823	295	1,917
Pension funds	-	-	-	-	N/A	N/A	N/A	1,127	1,568	1,740
Other financial corporations	0	525	271	217	0	0	0	0	0	0
Other Deposits	0	N/A	N/A	N/A	N/A	N/A	N/A	6,426	6,450	6,450
Insurance companies	0	0	N/A	N/A	N/A	N/A	N/A	6,426	6,450	6,450
Foreign Currency Deposits	N/A	184	184	184	184	184	283	274	274	274
Nonresidents	N/A	184	184	184	184	184	283	274	274	274
Banks	N/A	0	0	0	0	0	0	0	0	0
Other non-bank sectors	N/A	0	0	0	0	0	0	0	0	0
Securities other than shares	0	0	0	0	0	0	0	0	0	0
Other accounts payable	1,236	24,245	1,367	1,965	4,182	1,911	2,371	1,575	1,662	1,661
Shares and other equity	4,925	4,727	4,779	4,779	7,130	10,560	10,937	12,843	13,806	14,252
Funds contributed by owners	2,556	2,556	2,556	2,556	2,556	2,556	2,556	2,556	2,556	2,556
Capital	2,556	2,556	2,556	2,556	2,556	2,556	2,556	2,556	2,556	2,556
General and Special Reserves	N/A	1,443	1,443	1,443	3,843	7,540	7,380	9,220	10,208	10,666
Reserves	N/A	309	309	309	309	3,940	3,943	7,380	7,380	7,380
Profit or loss	N/A	1,133	1,133	1,133	3,534	3,599	3,436	1,840	2,829	3,286
Grants from donors	N/A	728	780	780	730	464	1,001	1,067	1,041	1,030
<b>TOTAL LIABILITIES</b>	<b>63,032</b>	<b>297,099</b>	<b>191,823</b>	<b>246,089</b>	<b>345,474</b>	<b>346,659</b>	<b>378,019</b>	<b>396,672</b>	<b>453,475</b>	<b>485,387</b>



Table 4

**OTHER DEPOSITORY CORPORATIONS SURVEY**

(outstanding amounts, end of period, in 000 EUR)

Description	2000	2001	2002				2003			
			Q1	Q2	Q3	Q4	Q1	Q2	Q3	Oct
<b>Net foreign assets</b>	<b>70,461</b>	<b>289,664</b>	<b>312,999</b>	<b>283,138</b>	<b>300,900</b>	<b>304,079</b>	<b>296,192</b>	<b>263,725</b>	<b>278,140</b>	<b>259,566</b>
<b>Assets</b>	<b>83,099</b>	<b>308,593</b>	<b>334,833</b>	<b>305,719</b>	<b>325,374</b>	<b>328,322</b>	<b>321,562</b>	<b>292,435</b>	<b>305,888</b>	<b>288,431</b>
Cash	11,671	88,342	41,723	46,963	49,002	35,597	40,516	47,706	52,038	52,203
Deposits in foreign banks	6,215	33,239	40,001	28,712	48,903	17,365	29,226	12,722	12,823	10,665
Placements	65,214	179,514	245,611	222,445	227,366	275,360	219,852	200,165	209,301	120,215
Securities other than shares	0	7,498	7,498	7,599	103	0	31,968	31,842	31,726	105,348
<b>Liabilities</b>	<b>12,638</b>	<b>18,929</b>	<b>21,834</b>	<b>22,581</b>	<b>24,474</b>	<b>24,243</b>	<b>25,370</b>	<b>28,710</b>	<b>27,748</b>	<b>28,865</b>
Transferable deposits	9,635	12,307	14,954	15,968	16,355	14,529	13,794	18,381	16,065	16,238
Other deposits	79	1,577	1,774	1,568	1,645	3,005	2,973	1,726	1,835	1,927
Borrowings	2,924	5,045	5,104	3,000	4,429	5,418	6,558	6,558	7,803	8,655
Subordinated debt	0	0	2	2,045	2,045	1,291	2,045	2,045	2,045	2,045
<b>Net claims on central bank</b>	<b>13,700</b>	<b>176,793</b>	<b>35,929</b>	<b>45,048</b>	<b>37,454</b>	<b>45,740</b>	<b>31,361</b>	<b>41,661</b>	<b>33,386</b>	<b>51,337</b>
Deposits at BPK	13,700	176,793	35,929	45,048	37,454	45,740	31,361	41,661	33,386	51,337
<b>Net claims on central government</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net claims on OFC</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Claims on other private sectors</b>	<b>3,148</b>	<b>25,916</b>	<b>47,555</b>	<b>59,048</b>	<b>68,247</b>	<b>86,498</b>	<b>115,760</b>	<b>162,713</b>	<b>188,269</b>	<b>205,217</b>
Nonfinancial corporations and households	3,148	25,916	47,555	59,048	68,247	86,498	115,760	162,713	188,269	205,217
Gross loans	3,148	25,916	47,555	59,048	68,247	86,498	115,760	162,713	188,269	205,217
Net loans	3,148	25,135	46,476	57,700	66,231	83,976	112,160	157,228	181,301	197,837
<b>Deposits included in broad money</b>	<b>83,289</b>	<b>478,372</b>	<b>376,212</b>	<b>364,893</b>	<b>379,985</b>	<b>409,660</b>	<b>419,179</b>	<b>434,148</b>	<b>472,003</b>	<b>487,783</b>
Transferable deposits	75,676	353,583	256,624	253,654	262,563	281,380	275,029	286,453	278,723	290,319
Non financial corporations	54,487	137,089	113,134	123,883	140,431	159,882	143,105	150,136	134,244	151,159
Households	21,189	216,495	143,490	129,771	122,132	121,498	131,924	136,317	144,479	139,160
Other deposits	7,613	124,788	119,588	111,239	117,422	128,280	144,150	147,695	193,280	197,464
Non financial corporations	4,579	31,318	23,423	22,116	25,879	23,921	38,276	41,485	71,661	74,758
Households	3,034	93,471	96,165	89,123	91,543	104,359	105,874	106,210	121,619	122,706
<b>Securities included in broad money</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Deposits, securities excluded from broad money</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>309</b>	<b>3,100</b>	<b>3,351</b>	<b>1,751</b>
<b>Own funds</b>	<b>6,152</b>	<b>20,435</b>	<b>24,038</b>	<b>28,240</b>	<b>32,976</b>	<b>33,244</b>	<b>33,385</b>	<b>37,959</b>	<b>35,805</b>	<b>36,644</b>
of which share capital	4,600	18,467	20,576	23,653	28,354	30,764	31,007	33,696	34,683	34,855
<b>Other Items (net)</b>	<b>-2,132</b>	<b>-6,434</b>	<b>-3,767</b>	<b>-5,899</b>	<b>-6,360</b>	<b>-6,587</b>	<b>-9,559</b>	<b>-7,108</b>	<b>-11,364</b>	<b>-10,058</b>
Other liabilities	885	1,249	2,969	4,646	3,660	4,046	5,278	6,575	8,490	7,437
less: Other assets	3,017	7,683	6,736	10,545	10,020	10,633	14,837	13,683	19,854	17,495

Graph 3

**Gross domestic loans, deposits in foreign banks and foreign securities as a part of liabilities to private sector**

(in percentage)

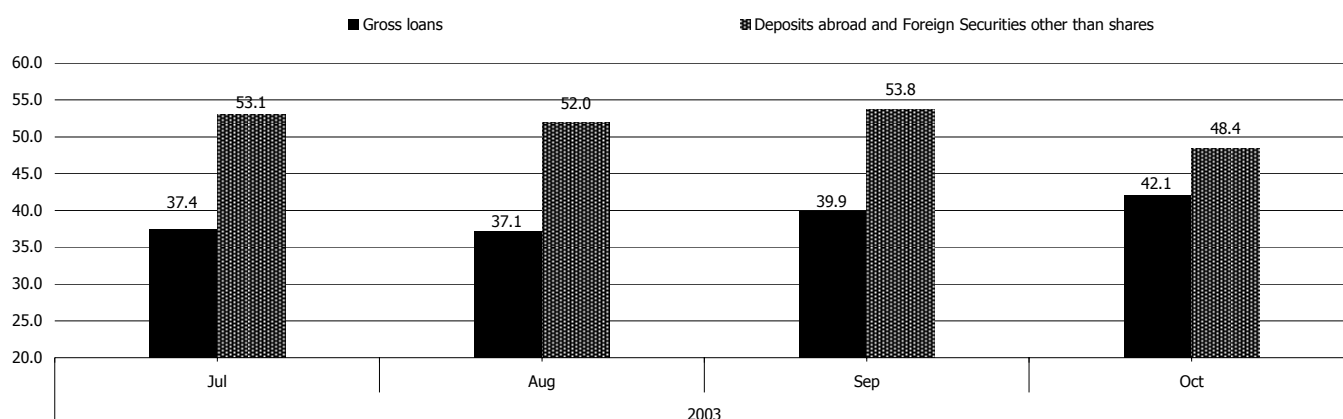




Table 5

**ODC BALANCE SHEET**

(outstanding amounts, end of period, in 000 EUR)

DESCRIPTION	2000	2001	2002				2003			
			Q1	Q2	Q3	Q4	Q1	Q2	Q3	Oct
<b>ASSETS</b>										
Cash	11,671	88,342	41,723	46,963	49,002	35,597	40,516	47,706	52,036	52,203
Balance with BPK	13,700	176,793	35,929	45,048	37,454	45,740	31,361	41,661	33,386	51,337
Interest bearing accounts with other banks	6,215	33,239	40,001	28,712	48,903	17,365	29,226	12,722	12,823	10,665
Nonresidents	6,215	33,239	40,001	28,712	48,903	17,365	29,226	12,722	12,823	10,665
Loans to financial institutions (placement)	65,214	179,514	245,611	222,445	227,366	275,360	219,852	200,165	209,301	120,215
Securities	0	7,498	7,498	7,599	103	0	31,968	31,842	31,726	105,348
Nonresidents	0	7,498	7,498	7,599	103	0	31,968	31,842	31,726	105,348
Gross loans to non-financial institutions	3,148	25,916	47,555	59,048	68,247	86,498	115,760	162,713	188,269	205,217
less; Provisions for loan losses	0	781	1,079	1,348	2,016	2,522	3,600	5,485	6,968	7,380
Net loans	3,148	25,135	46,476	57,700	66,231	83,976	112,160	157,228	181,301	197,837
Property and equipment, net of depreciation	441	4,544	5,568	7,096	8,369	9,498	9,506	10,942	11,282	10,953
Interest receivable and other assets	2,576	3,920	2,247	4,797	3,667	3,657	8,931	8,226	15,540	13,922
<b>Total Assets</b>	<b>102,964</b>	<b>518,985</b>	<b>425,053</b>	<b>420,360</b>	<b>441,095</b>	<b>471,193</b>	<b>483,520</b>	<b>510,492</b>	<b>547,397</b>	<b>562,480</b>
<b>LIABILITIES AND SHAREHOLDER'S EQUITY</b>										
<u>Liabilities :</u>										
Deposits by banks and OFC	0	0	0	0	0	0	309	3,100	3,351	1,751
Customer deposits	93,003	492,255	392,940	382,429	397,985	427,194	435,946	454,255	489,903	505,948
Transferable deposits in For. Curr.	85,311	365,890	271,578	269,622	278,918	295,909	288,823	304,834	294,788	306,557
Residents	75,676	353,583	256,624	253,654	262,563	281,380	275,029	286,453	278,723	290,319
Non financial corporations	54,487	137,089	113,134	123,883	140,431	159,882	143,105	150,136	144,479	151,159
Households	21,189	216,495	143,490	129,771	122,132	121,498	131,924	136,317	134,244	139,160
Nonresidents	9,635	12,307	14,954	15,968	16,355	14,529	13,794	18,381	16,065	16,238
Other deposits in For. Curr.	7,692	126,365	121,362	112,807	119,067	131,285	147,123	149,421	195,115	199,311
Residents	7,613	124,788	119,588	111,239	117,422	128,280	144,150	147,695	193,280	197,464
Non financial corporations	4,579	31,318	23,423	22,116	25,879	23,921	38,276	41,485	71,661	74,758
Households	3,034	93,471	96,165	89,123	91,543	104,359	105,874	106,210	121,619	122,706
Nonresidents	79	1,577	1,774	1,568	1,645	3,005	2,973	1,726	1,835	1,927
<b>Total deposits</b>	<b>93,003</b>	<b>492,255</b>	<b>392,940</b>	<b>382,429</b>	<b>397,985</b>	<b>427,194</b>	<b>436,255</b>	<b>457,355</b>	<b>493,254</b>	<b>507,699</b>
Borrowings	2,924	5,045	5,104	3,000	4,429	5,418	6,558	6,558	7,803	8,655
Nonresidents	2,924	5,045	5,104	3,000	4,429	5,418	6,558	6,558	7,803	8,655
Interest payable and other liabilities	885	1,249	2,969	4,646	3,660	4,046	5,278	6,575	4,890	7,437
Subordinated debts	0	0	2	2,045	2,045	1,291	2,045	2,045	2,045	2,045
Nonresidents	0	0	2	2,045	2,045	1,291	2,045	2,045	2,045	2,045
<b>Total liabilities</b>	<b>96,812</b>	<b>498,549</b>	<b>401,015</b>	<b>392,120</b>	<b>408,119</b>	<b>437,949</b>	<b>450,136</b>	<b>472,533</b>	<b>511,592</b>	<b>525,836</b>
Total shareholder's equity	6,152	20,435	24,038	28,240	32,976	33,244	33,385	37,959	35,805	36,644
<b>Total (liabilities and shareholder's equity)</b>	<b>102,964</b>	<b>518,985</b>	<b>425,053</b>	<b>420,360</b>	<b>441,095</b>	<b>471,193</b>	<b>483,520</b>	<b>510,492</b>	<b>547,397</b>	<b>562,480</b>



**Table 6**

**ODC NONRESIDENT DEPOSITS**

(outstanding amounts, end of period, in 000 EUR)

DESCRIPTION	2000	2001	2002				2003			
	Q4	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Oct
<b>1. Total resident deposits</b>	<b>83,289</b>	<b>478,371</b>	<b>376,212</b>	<b>364,893</b>	<b>379,985</b>	<b>409,660</b>	<b>419,488</b>	<b>437,248</b>	<b>475,354</b>	<b>489,534</b>
<b>Nonresidents</b>										
Households	1,742	4,844	5,680	5,035	4,706	5,101	5,629	6,399	7,190	7,148
Time deposits	66	1,549	1,656	1,540	1,617	1,977	1,945	1,681	1,804	1,789
Sight deposits	1,676	3,296	4,024	3,495	3,089	3,124	3,684	4,718	5,386	5,359
Legal entities	7,972	9,039	11,048	12,501	13,294	12,433	11,138	13,708	10,710	11,017
Time deposits	13	28	118	28	28	1,028	1,028	45	31	138
Sight deposits	7,959	9,011	10,930	12,473	13,266	11,405	10,110	13,663	10,679	10,879
Banks	0	0	0	0	0	0	0	0	0	0
Time deposits	0	0	0	0	0	0	0	0	0	0
Sight deposits	0	0	0	0	0	0	0	0	0	0
<b>2. Total nonresident deposits</b>	<b>9,714</b>	<b>13,884</b>	<b>16,728</b>	<b>17,536</b>	<b>18,000</b>	<b>17,534</b>	<b>16,767</b>	<b>20,107</b>	<b>17,900</b>	<b>18,165</b>
<b>TOTAL (1+2)</b>	<b>93,003</b>	<b>492,255</b>	<b>392,940</b>	<b>382,429</b>	<b>397,985</b>	<b>427,194</b>	<b>436,255</b>	<b>457,355</b>	<b>493,254</b>	<b>507,699</b>





**Table 7**

**ODC LOANS BY INSTITUTIONAL SECTORS**

(outstanding amounts, end of period, in 000 EUR)

DESCRIPTION	2000	2001	2002				2003			
	Q4	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Oct
Government Units	0	0	0	0	0	0	0	4,635	0	0
Financial corporations	0	0	0	0	0	0	0	507	0	0
Loans to Non-Profit Organizations	0	0	0	0	0	0	0	29	0	0
Publicly owned nonfinancial corporations	0	0	0	15	11	54	0	1,188	224	209
Social owned nonfinancial corporations	0	1,000	2,554	1,723	1,658	1,283	1,881	1,722	603	1,086
Private owned nonfinancial corporations	3,148	24,916	45,001	56,978	66,578	79,469	101,853	132,516	156,434	170,894
Households	N/A	N/A	N/A	N/A	N/A	5,692	12,026	22,116	31,008	33,028
<b>Total</b>	<b>3,148</b>	<b>25,916</b>	<b>47,555</b>	<b>58,716</b>	<b>68,247</b>	<b>86,498</b>	<b>115,760</b>	<b>162,713</b>	<b>188,269</b>	<b>205,217</b>

**Table 8**

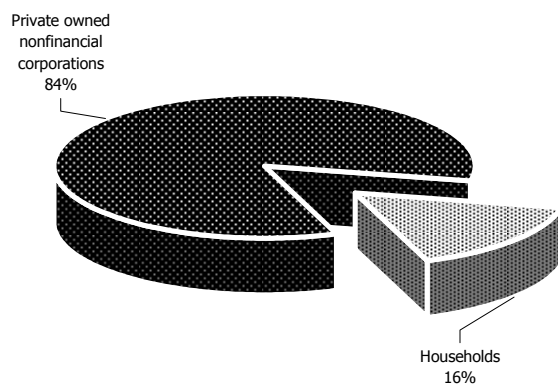
**ODC LOANS BY ECONOMIC ACTIVITY**

(outstanding amounts, end of period, in 000 EUR)

DESCRIPTION	2000	2001	2002				2003			
	Q4	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Oct
<b>By economic activity</b>										
Agriculture	0	141	386	589	1,412	1,510	2,034	3,129	3,839	4,383
Civil Engineering	0	0	1,657	715	722	1,811	57	853	1,256	1,328
Trade	2,187	13,960	21,455	30,083	35,930	50,532	67,749	92,335	89,355	100,517
Services, Tourism, Hotel/ Restaurants	565	3,688	9,031	12,822	13,826	14,633	18,926	27,277	56,226	57,556
Industry	396		2,149	4,059	665	3,154	8,233	10,337	13,378	15,520
Real Estate/ Real Estate Construction	0	194	647	735	1,263	474	0	86	184	1,023
Administration, Other Public Services	0	0	0	58	4,092	3,822	0	1,050	51	67
Other	0	7,933	12,230	9,655	10,337	10,562	18,761	27,646	23,980	24,823
<b>Total loans</b>	<b>3,148</b>	<b>25,916</b>	<b>47,555</b>	<b>58,716</b>	<b>68,247</b>	<b>86,498</b>	<b>115,760</b>	<b>162,713</b>	<b>188,269</b>	<b>205,217</b>

**Graph 4**

Gross Loans by Institutional Sector, as of end October 2003



**Graph 5**

Gross Loans by Economic Activity, as of end October 2003

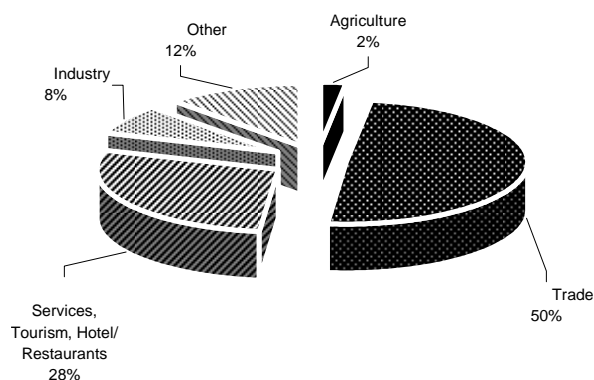




Table 9

**ODC INCOME STATEMENT**

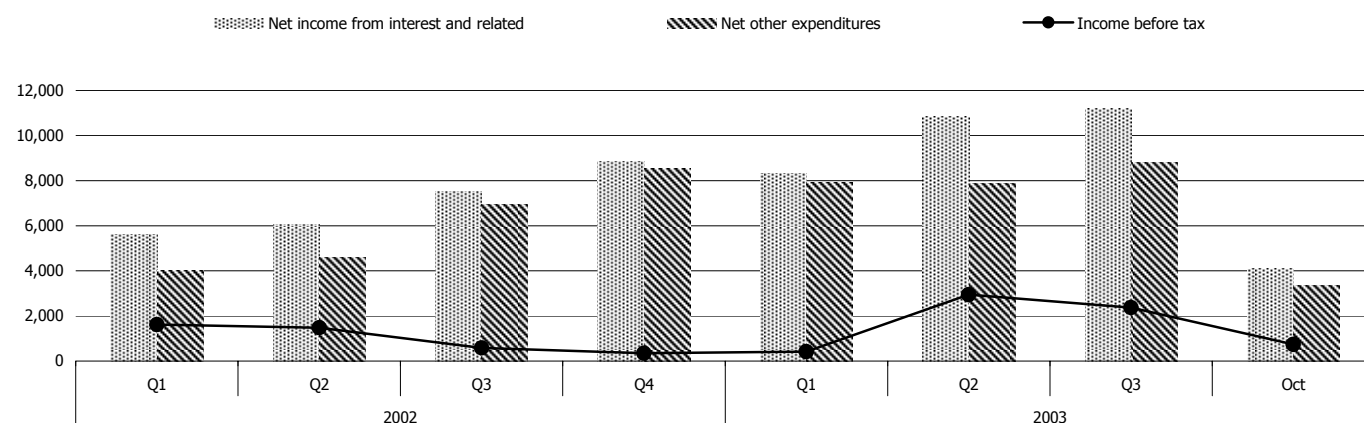
(cumulative within calendar year, in 000 EUR)

DESCRIPTION	2000	2001	2002				2003			
			Q1	Q2	Q3	Q4	Q1	Q2	Q3	Oct
<b>INCOME</b>										
<b>Interest income</b>	1,829	7,179	2,965	7,194	12,225	17,818	5,890	13,355	21,352	24,474
Loans	0	2,150	1,314	3,404	6,174	9,373	3,839	9,416	15,749	18,359
Placement with banks	0	5,029	1,598	3,675	5,801	8,257	2,051	3,939	5,603	6,115
Securities	0	0	53	115	250	188	0	0	0	0
<b>Non-Interest income</b>	5,274	9,402	3,804	6,888	9,893	14,034	3,456	7,932	12,990	14,456
Fees and commissions	5,274	9,212	3,424	6,099	9,252	13,194	3,253	7,407	12,026	13,449
Other operating income	0	190	380	789	641	840	203	525	964	1,007
<b>TOTAL INCOME</b>	<b>7,104</b>	<b>16,581</b>	<b>6,769</b>	<b>14,082</b>	<b>22,118</b>	<b>31,852</b>	<b>9,346</b>	<b>21,287</b>	<b>34,342</b>	<b>38,930</b>
<b>EXPENDITURES</b>										
<b>Interest expenditures</b>	207	1,312	1,010	1,879	2,756	3,470	968	1,946	3,381	3,875
Deposits	207	855	719	1,707	2,488	3,102	862	1,721	3,006	3,459
Borrowings	0	458	291	172	268	368	106	225	375	416
<b>Non-Interest expenditures</b>	338	1,507	629	1,738	3,491	5,792	2,343	4,696	10,724	8,759
Provision for losses on loans (placement)	166	616	181	763	1,883	3,282	1,659	3,594	5,719	6,678
Depreciation on fixed assets	172	891	448	975	1,608	2,510	684	1,102	5,005	2,081
<b>General and administrative expenses</b>	2,707	7,271	3,755	7,668	12,695	19,130	5,786	11,639	14,872	20,258
<b>TOTAL EXPENDITURES</b>	<b>3,252</b>	<b>10,090</b>	<b>5,394</b>	<b>11,285</b>	<b>18,942</b>	<b>28,392</b>	<b>9,097</b>	<b>18,281</b>	<b>28,977</b>	<b>32,892</b>
<b>NET INCOME</b>										
<b>Net operating income</b>	3,852	6,491	1,375	2,797	3,176	3,460	249	3,006	5,365	6,038
Net gains/losses from dealing securities	0	0	0	0	0	0	0	0	0	0
Net gains/losses from dealing in foreign exchange	577	699	229	348	459	509	174	384	418	481
Net gains losses from foreign currency revaluations	33	-19	8	-58	44	53	-10	-32	-56	-53
<b>Net income from banking activities before taxes</b>	4,462	7,172	1,612	3,087	3,679	4,022	413	3,358	5,728	6,517
Provision from taxes	610	456	137	431	919	1,306	288	958	1,406	1,530
<b>Net profit / loss for period</b>	3,852	6,716	1,475	2,656	2,760	2,716	125	2,400	4,322	4,987
less: dividend paid	2,300	5,260	0	0	0	2,118	0	0	0	0
<b>Retained profit</b>	1,552	1,457	1,475	2,656	2,760	598	125	2,400	4,322	4,987

Graph 6

**Commercial banks income and expenditure**

(quarterly data, 000 EUR)





**Table 10**

**BPK CASH OPERATIONS - DEPOSITS BY MAIN ACCOUNTS**

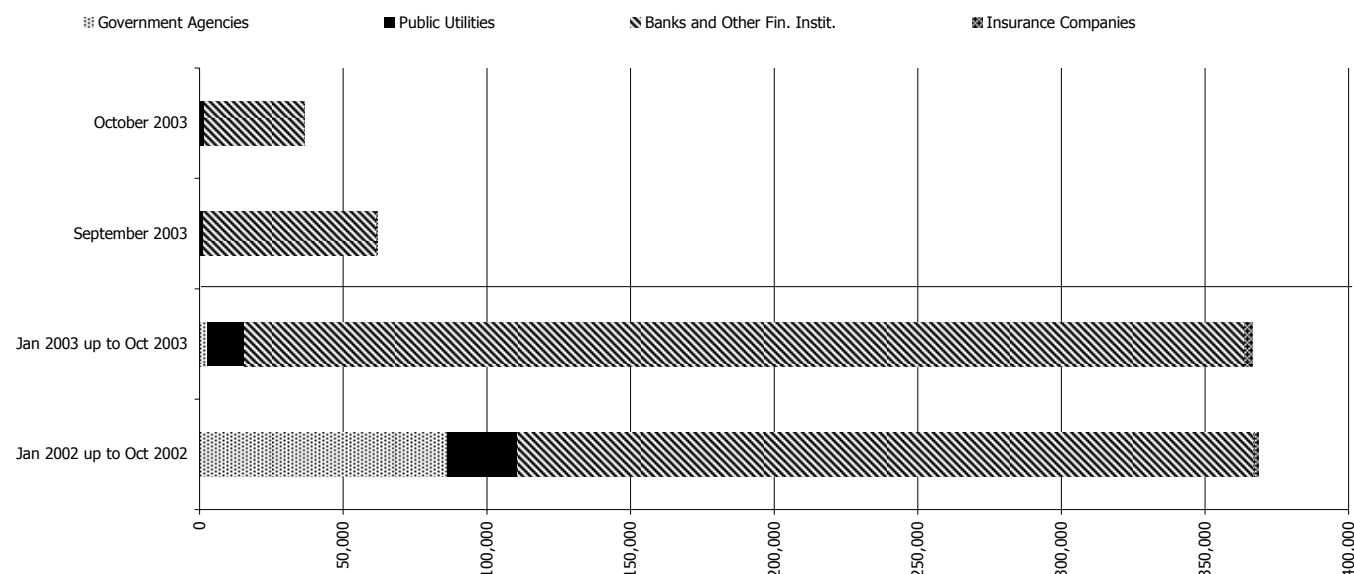
(volume by period, in 000 EUR)

Period	Government Agencies	Public Utilities	Banks and other fin. Institutions	Insurance Companies	Enterprises	NGO-s	Donor Agencies	Total Deposits	
Total 2000	227,810	50,349	9,790	5,468	16,313	10,878	7,149	327,757	
Total 2001	235,199	72,761	205,642	18,654	6,887	3,281	4,826	547,250	
Total 2002	87,340	27,375	291,656	2,021	0	608	143	409,143	
2003	Jan	357	1,394	19,928	629	0	12	0	22,320
	Feb	223	1,215	16,024	916	0	29	0	18,407
	Mar	422	1,378	18,567	60	0	8	0	20,435
	Apr	303	1,361	29,404	36	0	21	0	31,125
	May	182	1,480	32,550	333	0	10	0	34,555
	Jun	359	1,166	33,622	95	0	4	0	35,246
	Jul	219	1,213	45,045	131	0	2	0	46,610
	Aug	138	1,178	58,047	220	0	1	0	59,584
	Sep	151	1,268	60,036	275	0	0	0	61,730
	Oct	146	1,465	34,746	222	0	0	0	36,579
Up to month 2003	2,500	13,118	347,969	2,917	0	87	0	366,591	

**Graph 7**

**Deposits by main accounts**

(in 000 EUR)





**Table 11**

**BPK CASH OPERATIONS - WITHDRAWALS BY MAIN ACCOUNTS**

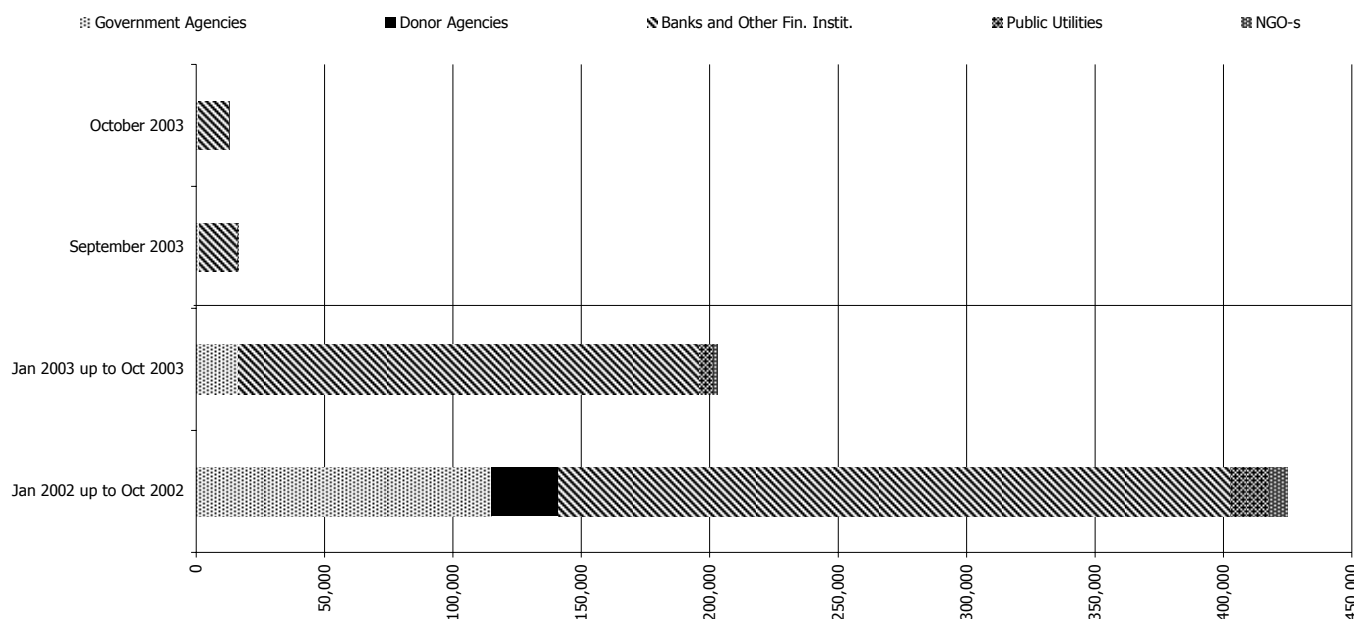
(volume by period, in 000 EUR)

Period	Government Agencies	Banks and other fin. Institutions	Public Utilities	Donor Agencies	NGO-s	Enterprises	Insurance Companies	Total Withdrawals	
Total 2000	214,924	2,124	43,554	82,756	31,284	12,238	1,408	388,288	
Total 2001	193,832	65,351	49,883	150,047	37,299	5,170	3,504	505,086	
Total 2002	127,888	309,016	17,699	26,190	7,885	0	702	489,380	
2003	Jan	5,445	7,467	1,098	0	129	0	0	14,139
	Feb	1,332	16,904	786	0	227	0	0	19,249
	Mar	1,112	29,420	696	0	245	0	0	31,474
	Apr	1,287	26,730	1,172	0	224	0	0	29,413
	May	1,566	21,475	583	0	284	0	0	23,908
	Jun	1,305	20,302	268	0	199	0	0	22,074
	Jul	1,329	19,471	234	0	155	0	0	21,189
	Aug	1,227	10,902	120	0	77	0	0	12,326
	Sep	1,099	14,900	239	0	110	0	0	16,348
	Oct	839	11,851	176	0	109	0	0	12,975
Up to month 2003	16,541	179,422	5,372	0	1,759	0	0	203,095	

**Graph 8**

**Withdrawals by main accounts**

(in 000 EUR)





**Table 12**

**BPK NON CASH OPERATIONS - NET TRANSFERS BY MAIN ACCOUNTS**

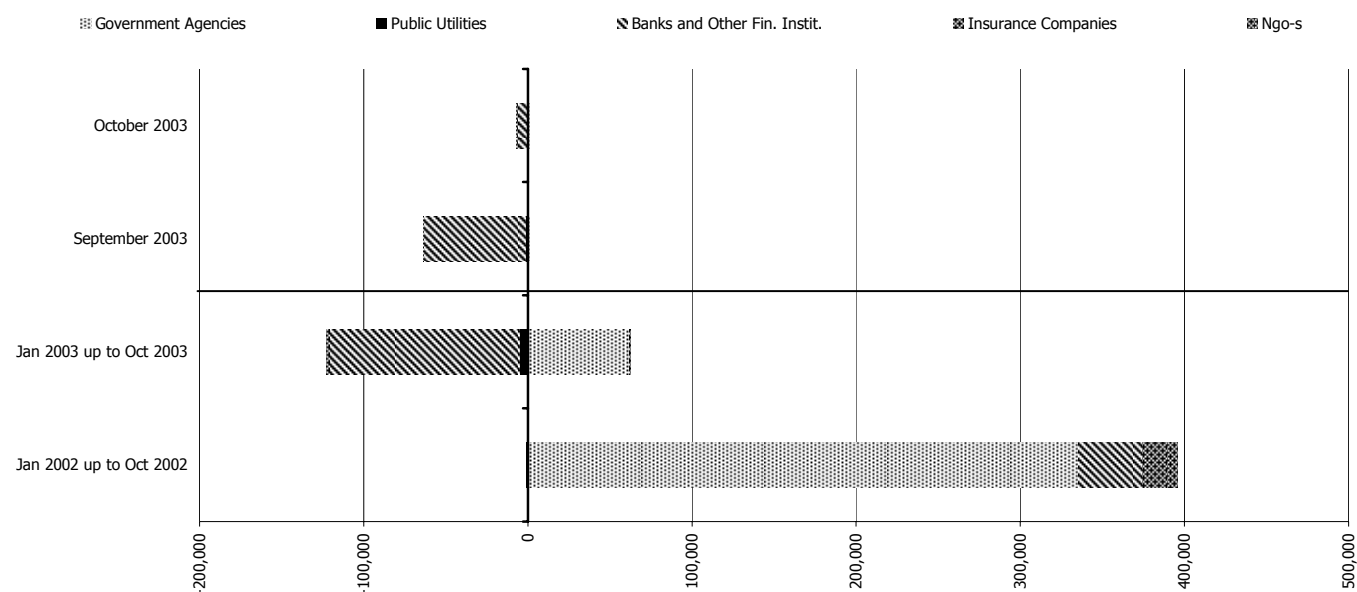
(volume by period, in 000 EUR)

Period	Government Agencies	Public Utilities	Banks and other fin. Institutions	Insurance Companies	Enterprises	NGO-s	Donor Agencies	Total Deposits	
Total 2002	333,686	-5,474	63,692	14,681	0	6,391	0	412,975	
2003	Jan	21,935	-346	-12,006	-699	0	372	0	9,256
	Feb	6,135	-931	3,926	-171	0	58	0	9,018
	Mar	14,758	-1,628	2,969	-270	0	41	0	15,870
	Apr	-883	-166	2,443	-220	0	345	0	1,519
	May	11,993	694	-17,291	-68	0	99	0	-4,573
	Jun	-259	-272	-12,725	-16	0	-49	0	-13,321
	Jul	194	-1,348	-2,044	-23	0	-8	0	-3,229
	Aug	5,932	1,150	-12,925	-168	0	-8	0	-6,021
	Sep	961	-1,237	-62,428	-246	0	-2	0	-62,952
	Oct	1,040	-972	-5,686	-245	0	-29	0	-5,892
Up to month 2003	61,806	-5,056	-115,767	-2,126	0	819	0	-60,325	

**Graph 9**

**Net transfers by main accounts**

(in 000 EUR)





**Table 13**

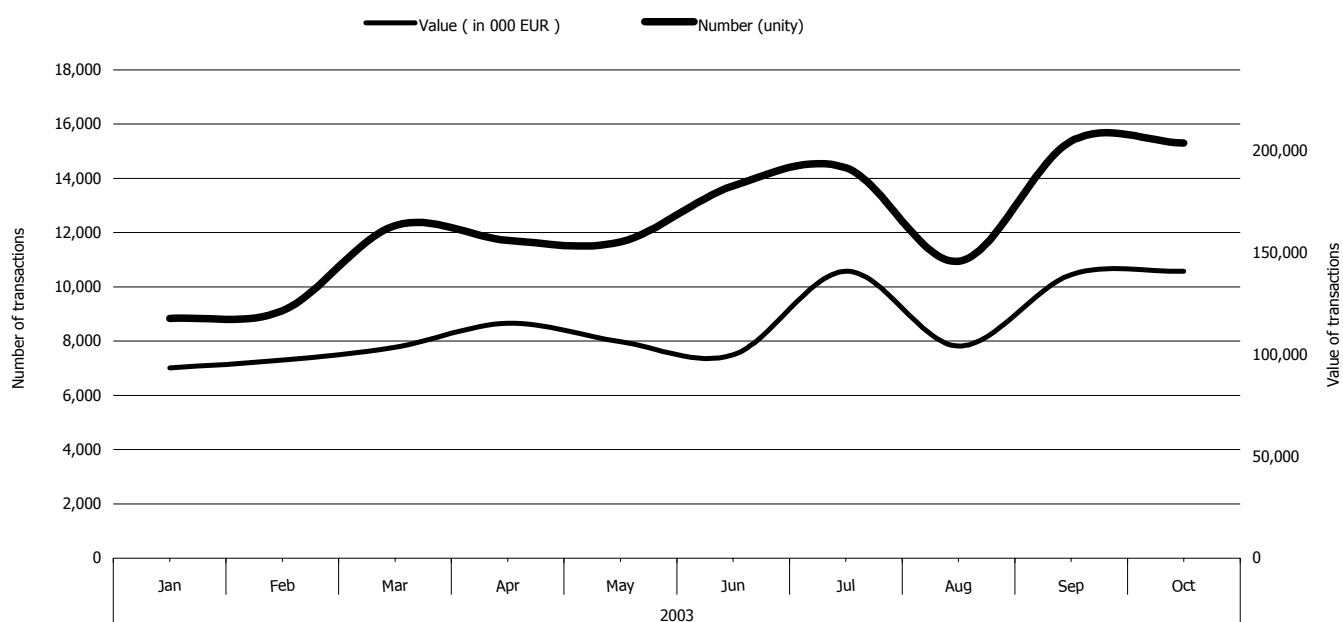
**INTERBANK CLEARING SYSTEM**

(volume by period)

Period	Transactions	
	Number (unity)	Value ( in 000 EUR )
2001	4,888	79,535
2002	75,763	840,605
Up to Oct 2002	52,099	609,037
Up to Oct 2003	123,312	1,141,916
Jan	8,833	93,540
Feb	9,121	97,336
Mar	12,253	103,662
Apr	11,713	115,426
May	11,657	106,388
Jun	13,724	99,912
Jul	14,394	141,038
Aug	10,942	104,217
Sep	15,372	139,365
Oct	15,303	141,032

**Graph 10**

**Interbank Clearing System**





**Table 14**

**FOREIGN TRANSFERS**

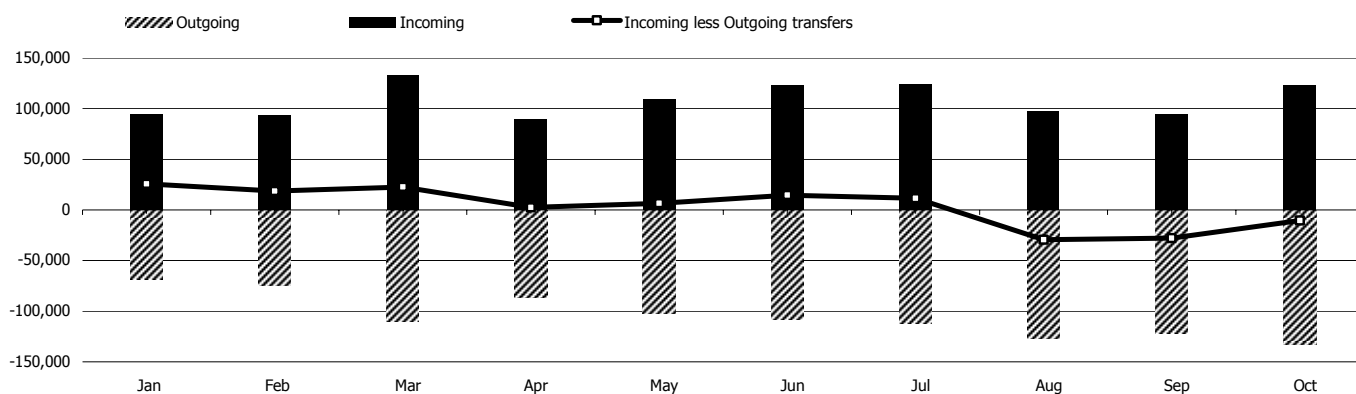
(volume by period in 000 EUR)

Period	Outgoing				Incoming			
	BPK	Commercial Banks	Wire transfers Agencies <sup>3</sup>	Total	BPK	Commercial Banks	Wire transfers Agencies	Total
<b>Total 2000</b>	8,553	173,463	1,746	<b>183,762</b>	117,213	286,096	6,370	<b>409,679</b>
<b>Total 2001</b>	77,295	500,522	10,094	<b>587,911</b>	226,980	588,229	41,841	<b>857,050</b>
<b>Total 2002</b>	241,718	754,473	14,484	<b>1,010,675</b>	239,706	779,899	106,524	<b>1,126,129</b>
<b>Up to Oct 2002</b>	225,133	598,293	12,132	<b>835,558</b>	206,018	613,644	85,046	<b>904,708</b>
<b>Up to Oct 2003</b>	207,807	826,327	10,766	<b>1,044,900</b>	206,812	760,364	111,681	<b>1,078,857</b>
Jan	3,806	63,871	1,171	<b>68,848</b>	26,802	58,900	8,876	<b>94,578</b>
Feb	367	72,923	1,048	<b>74,338</b>	21,157	62,553	9,117	<b>92,827</b>
Mar	13,619	95,738	894	<b>110,251</b>	30,231	92,411	10,163	<b>132,805</b>
Apr	19,486	66,020	1,044	<b>86,550</b>	11,744	66,896	10,404	<b>89,044</b>
May	17,625	83,789	1,106	<b>102,520</b>	17,287	80,035	11,691	<b>109,013</b>
Jun	17,240	90,169	1,010	<b>108,419</b>	19,705	92,661	10,646	<b>123,012</b>
Jul	29,134	82,039	1,161	<b>112,334</b>	34,573	78,969	10,384	<b>123,926</b>
Aug	37,961	87,679	1,076	<b>126,716</b>	13,030	72,678	11,540	<b>97,248</b>
Sep	33,643	87,264	994	<b>121,901</b>	10,232	69,808	13,905	<b>93,945</b>
Oct	34,926	96,835	1,262	<b>133,023</b>	22,051	85,453	14,955	<b>122,459</b>

**Graph 11**

**Foreign transfers**

(in 000 EUR)





## **FINANCIAL STATISTICS**





**Table 15**

**INSURANCE COMPANIES ACTIVITY**

(volume by period, amounts in 000 EUR, numbers in unity)

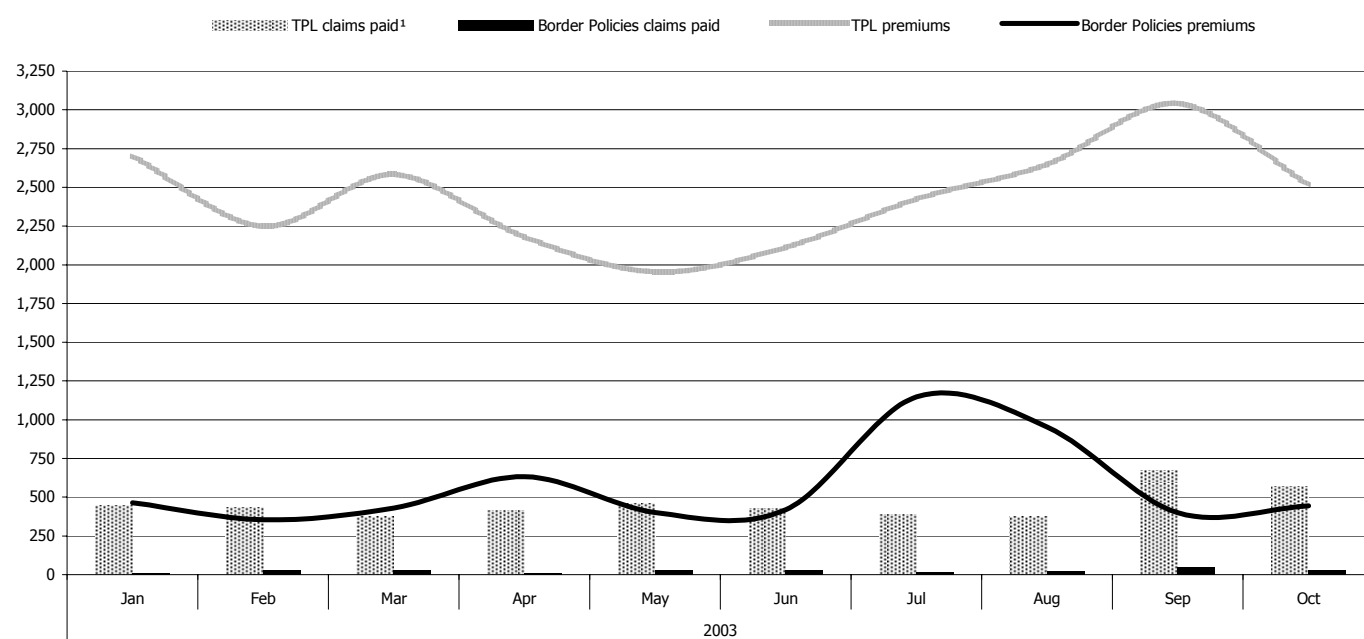
Period	Amount of Premiums received				Number of Policies sold				Amount of Claims paid	
	Total	TPL	Border Policies	Other	Total	TPL	Border Policies	Other	TPL <sup>1</sup>	Border Policies
2001	N/A	31,161	N/A	N/A	N/A	179,864	N/A	N/A	2,655	N/A
2002	30,983	27,231	3,686	66	247,366	175,008	72,358	67	3,540	395
Up to Sep 2003	28,169	21,891	5,202	1,076	208,342	143,775	62,073	3,013	4,008	216
Jan	3,190	2,702	464	24	22,390	18,123	4,041	223	446	9
Feb	2,676	2,248	355	73	18,984	14,189	4,284	511	433	33
Mar	3,193	2,582	429	182	21,047	15,331	4,814	120	379	28
Apr	2,867	2,179	633	55	17,224	12,987	4,237	899	417	9
May	2,437	1,954	401	82	16,686	12,571	4,115	193	459	28
Jun	2,616	2,113	420	83	19,686	14,788	4,898	211	430	26
Jul	3,827	2,424	1,147	256	30,576	16,805	13,600	171	390	14
Aug	3,755	2,647	953	155	36,164	18,721	17,334	110	379	20
Sep	3,608	3,042	400	166	25,585	20,260	4,750	575	675	49
Oct	2,983	2,516	443	24	19,798	19,721	N/A	77	572	26

<sup>1</sup> Included the claims paid by the Kosovo Guarantee Fund

**Graph 12**

**Insurance premiums and paid claims**

amounts in 000 EUR



<sup>1</sup> Included the claims paid by the Kosovo Guarantee Fund



**Table 16**

**MFI'S AND OTHER NONBANK CREDIT INSTITUTIONS LOAN ACT** (outstanding amounts, end of period, value in 000 EUR)

Period	Micro Financial Institutions (MFI-s)												Other nonbank credit institutions			TOTAL	
	FINCA	ICMC	GRAM MEN - MA	MCI-AFK	CORD-AID	BESÉ-LIDHJA	ADIE	KOSINV-EST	MESH-TEKNA	Ce.L.I.M	IOM	START	ICU	DEG	ABU		
2000	560	1,282	234	0	111	373	101	0	0	0	0	0	0	0	0	0	2,661
2001*	2,169	3,638	957	854	143	729	1,069	84	163	71	0	0	6,217	0	3,624	19,870	
2002**	3,349	4,788	2,389	900	138	1,426	1,922	400	207	121	215	141	5,277	2,596	9,220	33,678	
2003	Q1	3,371	5,281	2,095	1,050	138	1,684	2,418	420	195	119	350	138	5,048	2,596	9,027	33,930
	Q2	3,258	6,187	2,276	1,114	125	1,839	2,619	487	278	133	388	320	4,747	2,596	8,869	35,236
	Jul	3,285	6,253	2,303	1,194	125	1,825	2,624	428	274	143	402	340	1,948	2,596	8,399	32,139
	Aug	3,465	6,000	2,371	1,260	125	1,746	2,685	455	288	149	413	343	1,903	2,596	8,561	32,360
	Sep	3,374	5,949	2,464	1,297	125	1,673	2,708	477	301	151	406	352	1,926	2,499	8,527	32,229
	Oct	3,555	6,098	2,702	1,333	454	1,731	2,698	527	283	261	418	320	1,892	2,499	8,410	33,081

Note:

\*/In Year 2002 KBFF has operated and has given 5 loans with an amount of 241 thousands euro.

\*\*/ In Year 2001 MFI DRC has operated and has given 124 loans with an amount of 152 thousands euro whereas for Year 2002 with 317 loans and 348 thousands euro.

**Table 17**

**MFI'S AND OTHER NONBANK CREDIT INSTITUTIONS NUMBER OF LOANS** (outstanding number, end of period, in unity)

Period	Micro Financial Institutions (MFI-s)												Other nonbank credit institutions			TOTAL	
	FINCA	ICMC	GRAM MEN - MA	MCI-AFK	CORD-AID	BESÉ-LIDHJA	ADIE	KOSINV-EST	MESH-TEKNA	Ce.L.I.M	IOM	START	ICU	DEG	ABU		
2000	520	925	488	0	12	668	109	0	0	0	0	0	0	0	0	0	2,722
2001	1,569	4,452	2,345	173	18	910	1,597	73	103	76	0	0	50	0	7	11,373	
2002	1,795	4,921	4,650	254	18	1,284	2,035	396	258	146	62	215	56	3	21	16,114	
2003	Q1	1,841	4,917	4,700	268	18	1,171	2,470	472	204	112	119	257	56	3	22	16,630
	Q2	1,824	5,527	4,671	319	18	1,314	2,820	413	187	145	158	487	58	3	26	17,970
	Jul	1,842	5,557	4,746	339	18	1,320	2,797	405	205	118	178	543	23	3	25	18,119
	Aug	1,859	5,562	4,874	359	18	1,300	2,785	427	222	157	196	573	23	3	27	18,385
	Sep	1,864	5,471	4,710	386	18	1,291	2,805	431	242	129	209	581	24	3	27	18,191
	Oct	1,914	5,457	4,748	427	26	1,339	2,793	466	259	133	240	564	24	3	27	18,420



## **STRUCTURAL INDICATORS**


**Table 18**
**ODC - GEOGRAPHICAL DISTRIBUTION**

As of end Oct, 2003

Region	Banks Issued Final License Approval							Applications in process of review	Total Licensed		
	MEB	BRK	BPB	BE	KSB	ABK	BKP	CEDB*	Banks	Branches	Sub -- branches
Prishtina	HQ+SB	HQ+2SB	HQ+4SB	HQ+2SB	HQ+2SB	HQ+2SB	HQ+2SB	HQ	7		15
Prizren	BR	BR+SB	BR+SB	BR+SB	BR+2SB	BR	BR			7	5
Peja	BR	BR+SB	BR+SB	BR+2SB	BR+SB	BR	BR			7	5
Gjilani	BR	BR+SB	BR+SB		BR	BR	BR+3SB			6	5
Gjakova	BR	BR	BR	BR+SB	BR+SB	BR	BR			7	2
Mitrovica	BR + SB	BR+SB	BR+SB		BR+2SB	BR+SB		BR		5	6
Ferizaj	BR	BR	BR+SB	BR	BR	BR	BR+SB			7	2
Podujevë		SB	2SB		BR+SB					1	4
Lipjan			SB		SB		SB				3
Vitia		SB	SB		SB						3
Rahovec		SB	SB				SB				3
Kamenicë		SB	SB		SB	SB	2SB				6
Kaçanik			SB		SB	SB					3
Dragash			SB			SB					2
Shtime			SB				SB				2
Klinë			SB		SB						2
Shtërpce						SB					1
Elez Han		SB			2SB		SB				4
Fushë Kosovë					2SB		SB				3
Gillogovcë		SB			SB		2SB				4
Gračanicë						SB					1
Deçan					SB						1
Vushtrri		SB	SB		SB	SB	SB				5
Zveçan											
Theranda		SB	SB		SB						3
Skenderaj		SB					SB				2
Istog			SB	SB	SB						3
Malishevë			SB			SB	SB				3
Obiliq					SB						1
<b>TOTAL</b>									<b>7</b>	<b>40</b>	<b>99</b>

**Table 19**
**EXCHANGE BUREAUS AND MONEY TRANSFER SERVICES - GEOGRAPHICAL DISTRIBUTION**

As of end Oct, 2003

Region	Exchange Bureau				Transfer Services	
	ABD	Euro-Cufa	EURO B	NBS	Union Financial Tiranë	MEB - Western Union
Prishtina	HQ + BR	HQ		HQ	HQ	BR
Prizren						BR
Peja						BR
Gjilani						BR
Gjakova						BR
Mitrovica						
Ferizaj						
Gillogovc (Drenas)			BR			

**Note :**

MEB = Micro Enterprise Bank, BRK = New Bank of Kosovo, BPB = Bank for Private Business, BE = Economic Bank, KSB = Kasa Banka,

BKP= Credit Bank of Prishtina, ABK =American Bank of Kosovo, CEDB= Central European Development Bank

HQ= Headquarter, BR = Branches, SB = Sub - branches, MU = Mobile Unit.



**Table 20**

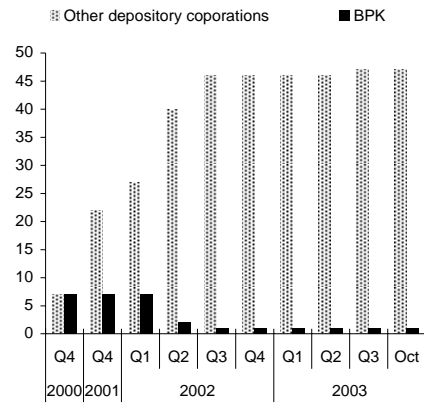
**EMPLOYMENT AND BRANCHES: ODC AND BPK**

As end of period

Period	Other depository corporations			BPK			
	Number of branches <sup>1</sup>	Number of sub-branches	Number of full-time equivalent employees	Number of Branches <sup>1</sup>	Number of sub-branches	Number of full-time equivalent employees	
2000	Q4	7	1	139	7	15	338
2001	Q4	22	6	637	7	15	339
2002	Q1	27	16	700	7	15	346
	Q2	40	34	972	2	2	118
	Q3	46	56	1,329	1	-	130
	Q4	46	64	1,393	1	-	132
2003	Q1	46	81	1,452	1	-	124
	Q2	46	89	1,546	1	-	120
	Q3	47	99	1,643	1	-	123
	Oct	47	99	1,657	1	-	123

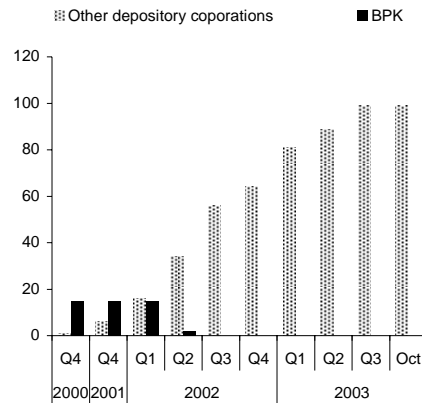
**Graph 13.1**

**Number of branches<sup>1</sup>**



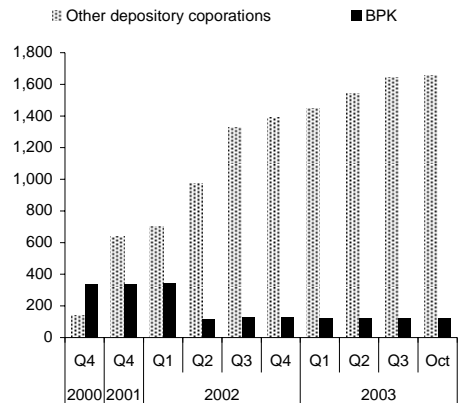
**Graph 13.2**

**Number of sub-branches**



**Graph 13.3**

**Number of employees**



<sup>1</sup>/ Head office is counted as branch

**Graph 14**

**Degree of concentration in ODC: Herfindahl index**

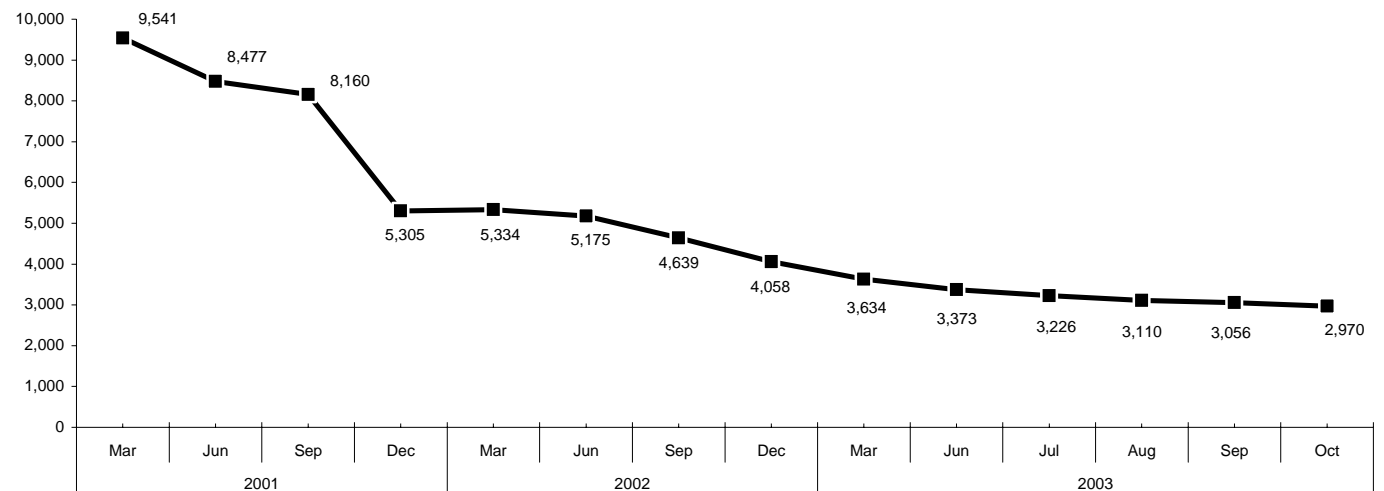




Table 21

**MICRO FINANCE AND NON-BANK FINANCIAL INSTITUTIONS - GEOGRAPHICAL DISTRIBUTION** As end of Sep, 2003

	Prishtinë	Prizren	Pejë	Gjakovë	Klinë	Vushtrri	Ferizaj	Gjilan	Graçanica	Dragash	Shtime
<b>Micro Finance Institutions</b>											
FINCA Kosovo		√		√			√	√			
Kosovo Enterprise Program (ICMC)		√	√								
Gramen Trust	√		√								
Mercy Corps Intenational SED Program			√								
Cordaid				√							
Besëlidhja Micro Finance (W. Relief)	√								√		
ADIE	√				√	√					
Kosinvest / World Vision		√									
Mëshstekna (Society for Farmers and Individual Producers)										√	
Centro Laici Italiani per le Mission (Ce.L.I.M.)				√							
IOM (International Organization for Migration)	√										
START NGO (Islamic Relief in Kosovo)	√										
Ballkanactie											√
Perspektiva 4					√						
<b>Other non-bank credit institutions</b>											
UNMIK ICU	√										
German Investment and Development Co (DEG)	√										
EAR AgroBusiness Development Unit	√										

Note :

√ = Predominant representation



## **FINANCIAL MARKETS INFORMATION**



**Table 22**

**ODC NOMINAL INTEREST RATES**

(average by period in annual percentage)

Categories	2001	2002				2003	
	Q4	Q1	Q2	Q3	Q4	Q1	Q2
<b>LOANS</b>							
Loans till 30 days	13.44	13.80	13.80	13.80	13.80	13.80	13.50
Loans from 31 to 90 days	13.83	14.28	14.28	14.28	14.28	14.28	14.05
Loans from 91 to 180 days	14.23	15.00	15.00	15.00	15.00	15.00	14.22
Loans from 181 days to 1 year	15.03	15.60	15.60	15.60	15.60	15.60	14.30
Loans over 1 year	15.63	15.96	15.96	15.96	15.96	15.96	15.15
<b>DEPOSITS</b>							
Deposits till 30 days	1.83	1.83	1.83	1.83	1.83	1.83	1.73
Deposits from 31 to 90 days	2.13	2.13	2.13	2.13	2.13	2.13	2.25
Deposits from 91 to 180 days	2.38	2.38	2.38	2.38	2.38	2.38	2.58
Deposits from 181 days to 1 year	2.68	2.68	2.68	2.68	2.68	2.68	2.96
Deposits over 1 year	3.08	3.08	3.08	3.08	3.08	3.08	3.08





**Table 23**

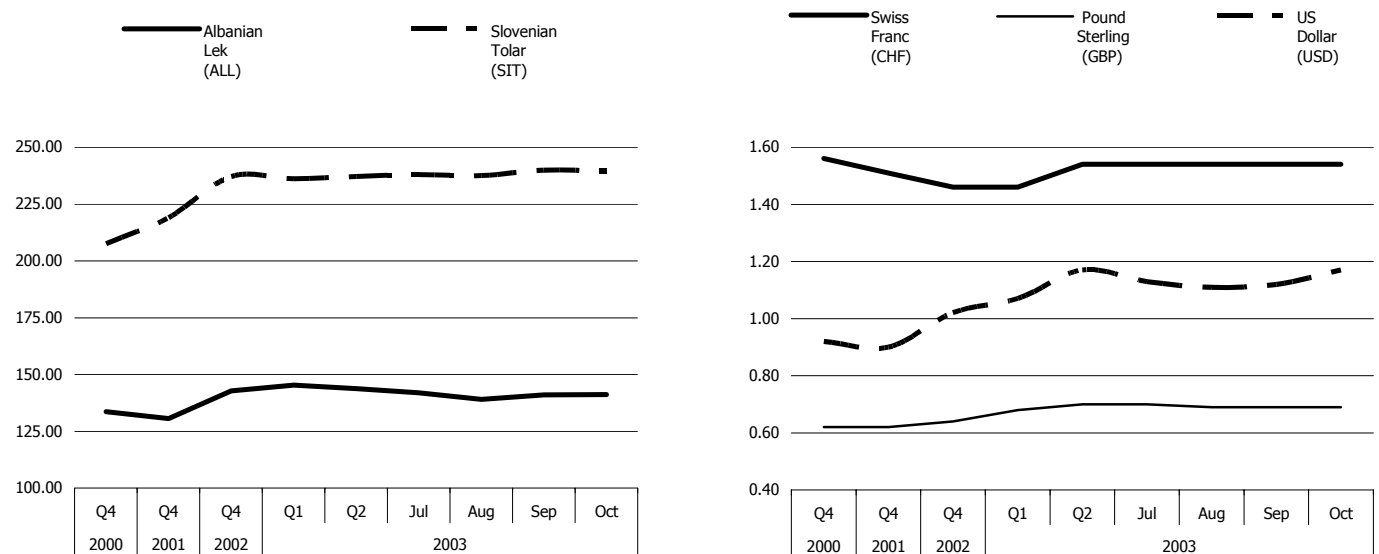
**EURO EXCHANGE RATE AGAINST SELECTED CURRENCIES <sup>1</sup>**

(average by period)

Period		Albanian Lek (ALL)	Croatian Kuna (HRK)	Slovenian Tolar (SIT)	Swiss Franc (CHF)	Turkish Lira (TRL) (millions)	US Dollar (USD)	Pound Sterling (GBP)	Yugoslavian Dinar (YUN)
2000	Q4	133.72	7.66	207.44	1.56	0.58	0.92	0.62	10.74
2001	Q4	130.60	7.53	219.03	1.51	1.11	0.90	0.62	42.12
2002	Q4	142.85	7.74	237.18	1.46	1.65	1.02	0.64	61.89
2003	Q1	145.29	7.97	236.16	1.46	1.82	1.07	0.68	62.14
	Q2	143.70	7.83	237.11	1.54	1.70	1.17	0.70	67.26
	Jul	141.95	7.80	237.96	1.54	1.62	1.13	0.70	65.97
	Aug	139.09	7.82	237.49	1.54	1.56	1.11	0.69	64.86
	Sep	140.98	7.84	239.83	1.54	1.57	1.12	0.69	63.65
	Oct	141.18	7.90	239.52	1.54	1.71	1.17	0.69	67.34

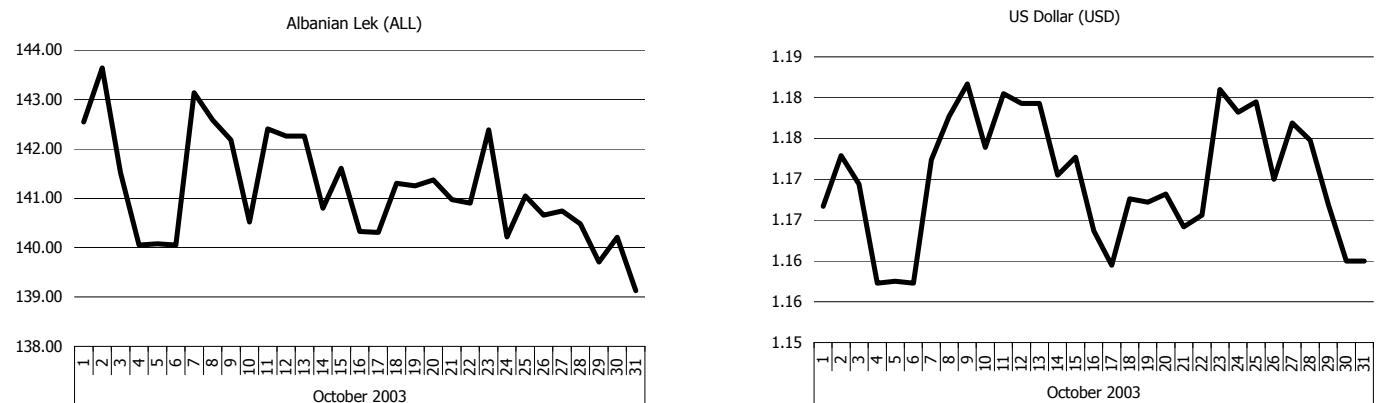
**Graph 15.1**

Euro exchange rate against selected currencies (average by period) <sup>1</sup>



**Graph 15.2**

Daily Euro exchange rate <sup>1</sup>



<sup>1</sup> Source: [www.oanda.com/convert/fxhistory](http://www.oanda.com/convert/fxhistory)



## **OTHER SECTORS STATISTICS**



**Table 24**

**CONSUMER PRICE INDEX (CPI) <sup>1</sup>**

(index)

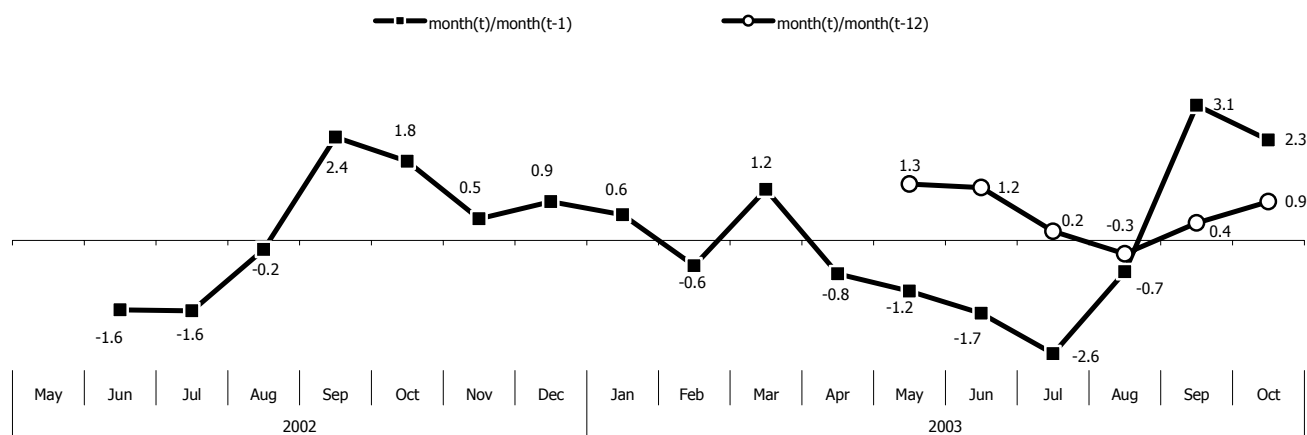
Period	Index (May.2002=100)	Monthly percentage change		
<b>May 2002=100</b>				
2002	May	100.0		
	Jun	98.4	-1.6	
	Jul	96.8	-1.6	
	Aug	96.6	-0.2	
	Sep	98.9	2.4	
	Oct	100.7	1.8	
	Nov	101.2	0.5	
	Dec	102.1	0.9	
	2003	Jan	102.7	0.6
		Feb	102.1	-0.6
		Mar	103.3	1.2
		Apr	102.5	-0.8
May		101.3	-1.2	
Jun		99.6	-1.7	
Jul		97.0	-2.6	
Aug		96.3	-0.7	
Sep		99.3	3.1	
Oct		101.6	2.3	

<sup>1/</sup> Data source: SOK

**Graph 16**

**Consumer inflation rate**

(in percentage)





**Table 25**

**UNEMPLOYMENT**

(end of period)

Period	TOTAL	Education			
		Female %	Elementary %	Secondary %	University %
1	2	3	4	5	
<b>2000</b>	<b>208,074</b>	<b>43.2</b>	<b>58.1</b>	<b>38.8</b>	<b>3.1</b>
<b>2001</b>	<b>237,958</b>	<b>44.1</b>	<b>60.4</b>	<b>37.0</b>	<b>2.6</b>
Q1	223,283	43.3	59.0	38.1	2.9
Q2	231,369	43.7	59.8	37.4	2.7
Q3	237,035	43.7	60.4	36.9	2.7
Q4	237,958	44.1	60.4	36.5	2.6
<b>2002</b>					
Jan	240,167	44.1	60.7	36.7	2.5
Feb	242,428	44.2	60.9	36.6	2.5
Mar	245,182	44.1	61.0	36.5	2.5
Apr	240,167	44.1	60.7	36.7	2.5
May	248,254	44.2	61.1	36.5	2.4
Jun	248,418	44.2	61.1	36.5	2.4
Jul	250,873	44.7	61.1	36.5	2.4
Aug	252,122	44.8	61.2	36.4	2.4
Sep	253,142	44.4	61.2	36.4	2.3
Oct	254,365	44.4	61.4	36.3	2.3
Nov	255,978	44.5	61.4	36.3	2.3
Dec	257,505	44.5	61.5	36.2	2.2
<b>2003</b>					
Jan	260,848	44.6	61.7	36.1	2.2
Feb	264,951	44.6	61.7	36.1	2.2
Mar	268,440	44.7	61.9	36.1	2.0
Apr	269,719	44.8	62.1	35.9	2.0
May	269,720	44.9	62.3	35.7	2.0
Jun	275,373	45.0	62.5	35.6	1.9
Jul	276,781	45.0	62.6	35.5	1.9
Aug	277,622	45.1	62.7	35.5	1.9
Sep	277,623	45.2	62.8	35.4	1.8
Oct	279,485	45.3	62.9	35.3	1.8

Source: Kosovo Employment Office

Percentages are expressed against the total number of unemployed persons.



**Table 26**

**FISCAL SECTOR - GENERAL BUDGET REVENUE**

(by period, in million EUR)

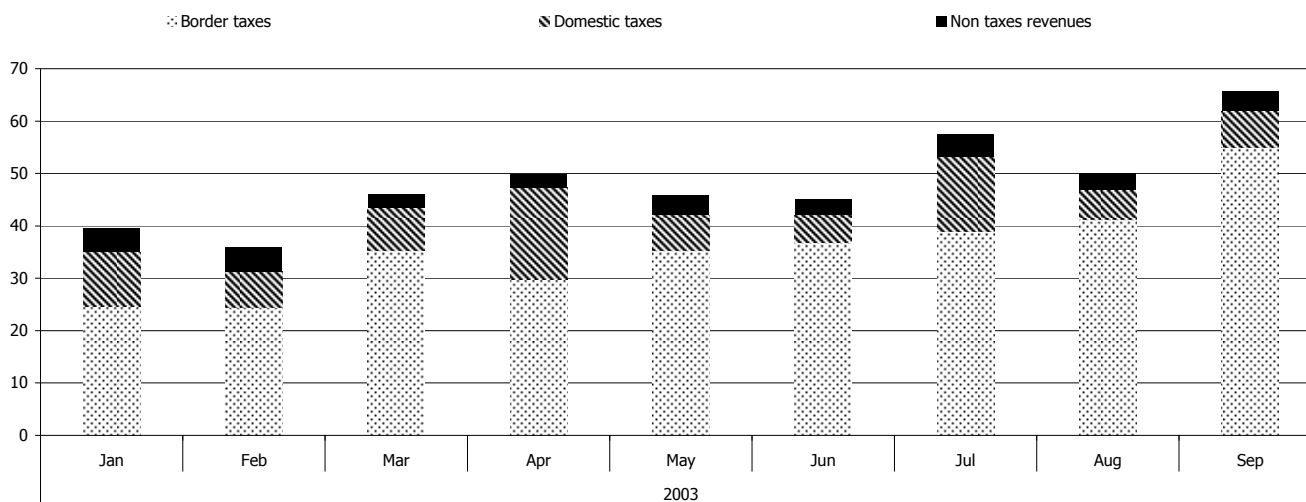
Period	TOTAL	Tax revenues		Non taxes revenues	Donor grants		Interest		
		Border taxes	Domestic taxes		Budget support Grants	Designated Grants	Banks abroad	BPK	
		1 to 7	1		2	3	4	5	6
<b>2000</b>	289.54	115.17	6.55	5.80	120.75	40.13	1.14	0.00	
<b>2001</b>	355.89	208.74	4,100	20.74	42.97	41.00	1.97	0.00	
<b>2002</b>	508.37	359.48	74.63	31.68	18.10	20.83	1.49	2.16	
2003	Jan	42.32	24.65	10.40	4.40	0.00	2.53	0.05	0.29
	Feb	42.47	24.50	6.80	4.66	0.00	6.17	0.05	0.29
	Mar	50.86	35.28	8.30	2.47	0.00	4.49	0.05	0.27
	Apr	53.90	29.82	17.50	2.61	0.00	3.67	0.04	0.26
	May	46.80	35.31	6.79	3.74	0.00	0.67	0.04	0.25
	Jun	46.24	36.78	5.31	3.00	0.00	0.71	0.02	0.42
	Jul	62.69	39.03	14.23	4.22	0.00	5.05	0.02	0.14
	Aug	51.76	41.18	5.66	3.25	0.00	1.51	0.02	0.14
	Sep	66.75	55.03	6.92	3.78	0.00	0.92	n/a	0.10

Source: Ministry of Finance and Economy - Department of Economic Policy

**Graph 17**

**Fiscal sector: General budget revenue**

(in million EUR)





**Table 27**

**FISCAL SECTOR - BUDGET EXPENDITURE BY ECONOMIC ACTIVITY, CONSOLIDATED FUND** (by period, in million EUR)

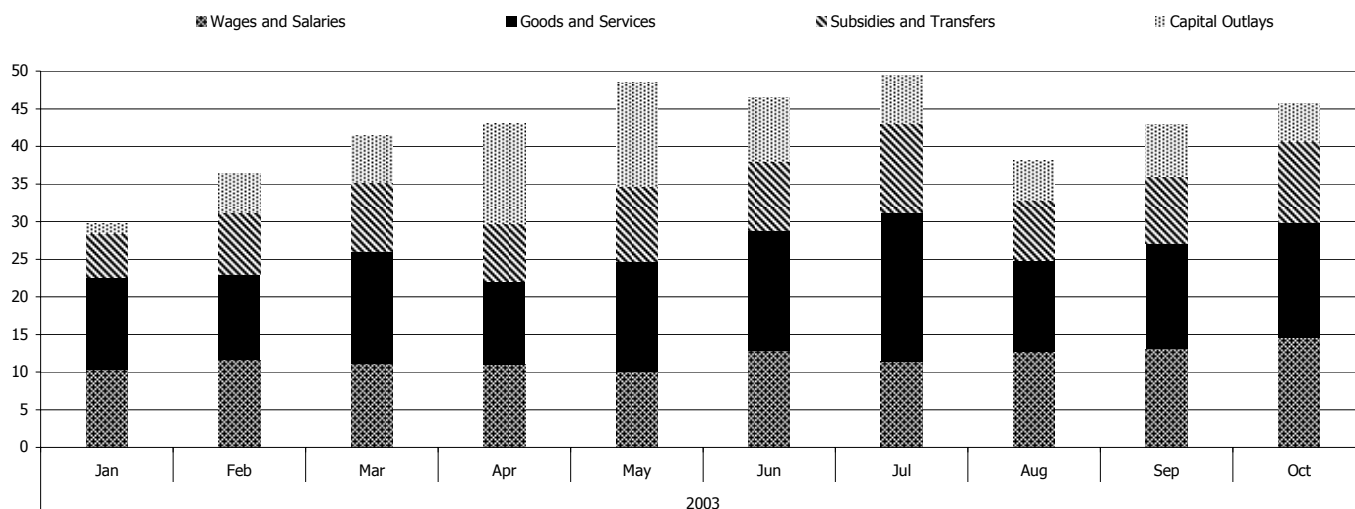
Period	Total	Wages and Salaries	Goods and Services	Subsidies and Transfers	Payments to households	Capital Outlays	Reserve	
	1+2+3+4+5+6	1	2	3	4	5	6	
2000	234.87	92.24	73.56	37.33	30.72	0.00	1.02	
2001	275.16	109.56	96.81	28.19	33.93	6.47	0.20	
2002	429.23	131.40	148.23	87.55	0.00	62.05	0.00	
2002	Q1	73.73	30.90	28.63	12.42	0.00	1.78	0.00
	Q2	95.57	31.75	34.25	14.97	0.00	14.60	0.00
	Q3	93.61	28.76	33.55	20.72	0.00	10.58	0.00
	Q4	166.34	39.99	51.80	39.45	0.00	35.10	0.00
2003	Jan	29.78	10.34	12.28	5.87	0.00	1.29	0.00
	Feb	36.39	11.60	11.36	8.26	0.00	5.17	0.00
	Mar	41.49	11.08	14.93	9.18	0.00	6.30	0.00
	Apr	43.17	11.01	11.07	7.68	0.00	13.31	0.10
	May	48.54	10.07	14.64	9.94	0.00	13.82	0.07
	Jun	46.62	12.82	16.03	9.20	0.00	8.50	0.07
	Jul	49.52	11.43	19.80	11.86	0.00	6.33	0.11
	Aug	38.13	12.69	12.15	8.05	0.00	5.22	0.02
	Sep	42.98	13.06	14.04	8.97	0.00	6.87	0.05
	Oct	46.10	14.46	15.40	10.76	0.00	5.16	0.32

Source: Ministry of Finance And Economy - Department Of Economic Policy

**Graph 18**

**Fiscal sector: Budget expenditure by economic activity**

by period, in million EUR




**Table 28**
**FOREIGN TRADE: EXPORT AND IMPORT BY TRADING PARTNERS<sup>1</sup>**

(amounts by period, in million EUR)

Period	Total			Albania		Bulgaria		BIH and Croatia		EU and Switzerland		Macedonia		Montenegro		Serbia		Turkey		Others		
	Export	Import	Trade balance	Export	Import	Export	Import	Export	Import	Export	Import	Export	Import	Export	Import	Export	Import	Export	Import	Export	Import	
2000	18.9	635.2	-616.3	3.9	9.9	0.3	42.3	0.3	28.8	5.7	171.2	5.1	162.3	0.3	107.3	0.0	15.0	1.5	33.3	1.9	65.0	
2001	10.7	874.4	-863.8	1.3	30.4	0.1	49.7	0.4	32.7	4.9	177.4	2.0	175.8	0.7	61.9	0.4	176.5	0.3	78.0	0.7	92.1	
2002	27.3	988.7	-961.4	1.4	48.1	0.2	56.4	3.3	36.9	11.8	233.7	3.4	152.6	0.2	62.9	4.5	178.1	1.2	78.1	1.5	141.8	
2002	Q1	3.9	233.3	-229.4	0.1	8.0	0.0	8.7	0.1	10.0	2.3	67.0	0.3	33.0	0.0	16.9	0.4	40.6	0.4	16.9	0.2	32.1
	Q2	9.5	255.9	-246.4	0.4	15.6	0.1	20.2	2.0	6.7	4.1	57.9	1.1	37.1	0.0	15.6	1.1	48.6	0.3	20.3	0.3	33.6
	Q3	5.7	255.0	-249.3	0.6	14.3	0.0	13.9	0.2	7.8	2.3	52.3	0.9	45.5	0.0	15.4	1.1	46.3	0.3	20.5	0.3	39.1
	Q4	8.2	244.5	-236.3	0.3	10.1	0.1	13.6	1.0	12.3	3.0	56.5	1.0	37.0	0.1	15.0	1.9	42.7	0.1	20.3	0.8	37.0
2003	Q1	6.2	177.4	-171.2	0.4	1.0	0.0	10.6	0.6	8.1	2.6	47.6	0.8	21.2	0.2	1.2	0.9	26.8	0.3	16.2	0.5	44.7
	Q2	9.1	265.6	-256.5	0.5	2.0	0.0	10.2	0.8	14.2	3.4	65.8	1.8	40.7	0.3	4.5	1.4	42.2	0.4	26.8	0.6	59.3
	Q3	9.2	286.3	-277.1	0.4	1.9	0.0	10.7	0.3	19.2	3.2	75.5	2.5	44.9	0.3	3.4	1.5	42.4	0.6	25.2	0.4	63.0

**Table 29**
**FOREIGN TRADE: EXPORTS BY COMMODITY GROUP<sup>1</sup>**

(amounts by period, in million EUR)

Period	Total	Food	Plastics and wood	Metals and scrap	Other	
2000	18.7	5.3	7.7	3.8	2.0	
2001	10.6	1.5	3.6	3.3	2.3	
2002	27.3	3.8	9.6	12.4	1.6	
2002	Q1	3.9	0.4	1.7	1.8	0.1
	Q2	9.5	1.1	3.6	4.5	0.4
	Q3	5.7	1.1	1.7	2.7	0.2
	Q4	8.2	1.3	2.6	3.5	0.8
2003	Q1	6.2	1.2	1.8	1.8	1.4
	Q2	9.1	1.8	2.1	3.1	2.2
	Q3	9.2	2.0	2.1	4.3	0.8

**Table 30**
**FOREIGN TRADE: IMPORTS BY COMMODITY GROUP<sup>1</sup>**

(amounts by period, in million EUR)

Period	Brico Data									Tax data Total	
	Total	Food	Textile	Petrol	Chemicals and wood	Construction materials	Metals	Machinery	Other		
2000	635.7	169.5	10.7	63.0	115.4	73.6	46.0	72.0	85.6	372.1	
2001	874.5	283.4	19.8	119.7	115.9	72.3	57.7	98.5	107.2	659.9	
2002	988.7	304.3	23.1	135.2	147.2	79.6	67.3	141.1	91.0	933.7	
2002	Q1	233.3	69.9	5.1	29.0	28.0	16.1	15.9	49.8	19.6	203.7
	Q2	255.8	75.2	5.5	33.7	44.0	21.1	15.9	35.7	24.7	223.0
	Q3	255.1	75.4	6.9	37.4	37.5	25.7	18.0	28.8	25.5	259.3
	Q4	244.5	83.8	5.7	35.1	37.7	16.7	17.4	26.9	21.3	247.7
2003	Q1	177.4	67.6	3.4	29.9	25.1	8.9	7.6	20.1	14.8	186.0
	Q2	265.6	94.1	5.0	35.4	40.5	18.8	18.4	33.2	20.1	254.4
	Q3	286.3	93.3	5.4	38.8	44.9	20.8	19.7	39.4	23.8	299.7

<sup>1</sup> Source: Ministry of Finance and Economy



## EXPLANATORY NOTES

### TABLES 1-5 : MONETARY SURVEY and BALANCE SHEETS OF THE DEPOSITORY CORPORATIONS

**Source(s):** Monthly reporting forms submitted by licensed commercial banks, which form the Other Depository Corporations (ODC), to the Banking and Payments Authority of Kosovo (BPK). The ODC and the BPK together do form the Depository Corporations (DC) in the classification of the Monetary and Financial Statistics Manual of the IMF.

Monthly data provided by the Accounting department of BPK. Monthly estimate of currency holdings based on information from BPK and commercial banks.

**Classification(s):** Institutional units are classified into sectors. The sector classification in the monetary and financial statistics is based on the SNA 1993.

The classification of the financial instruments is based on the SNA 1993 and MFSM 2000.

#### **Definition(s):**

##### **Residency**

The residency criteria in the books of the banks is based on the country in the address information given by the accountholder to the DC. This implies that persons who do not fulfill the SNA 93 criteria to be considered as residents – in principle having their main center of economic interest in the country concerned – may be counted as residents. The reverse situation may hold also.

In the monetary and financial statistics UNMIK-bodies are considered as domestic sector, except the UNMIK-entities which are solely working for the administrative part related to the UNO-administration. These are considered as nonresidents as are all liaison offices in Kosovo.

##### **Monetary aggregates**

As the BPK doesn't issue currency (de facto, the Euro is the main legal tender in Kosovo) the base money consists of deposits by commercial banks at BPK.

Broad money is a multi-currency concept containing cash holdings, current-, time- and savings accounts at commercial banks and BPK by resident entities other than the DC and the central government. The deposits in process (deposits in transit from one account to another at the time the reporting forms are established and reported to BPK) are included in the monetary aggregate. Due to lack of data, the deposits of the other financial institutions (OFI) with commercial banks are not part of broad money. To ensure an equal sector treatment, the deposits of OFI at BPK are neither considered as part of the monetary aggregates. This will change once the commercial banks fill out the new reporting scheme in which the details on OFI will become available. From then onwards, the money holdings of OFI will be included in the monetary aggregates. A similar situation applies actually for the government sector, where at the present juncture not only the central government money holdings are excluded from the monetary aggregates but also those belonging to the local government bodies.

### Definitions of the Monetary Aggregates

**M0** include:

↔ Currency in Circulation (e);

**M1** includes:

↔ M0;  
↔ Transferable Deposits in DC's (Sight Deposits);

**M2** includes (also called **BROAD MONEY**):

↔ M1;  
↔ Other Deposits in DC's (Terms and Saving Deposits);

#### **Foreign and domestic assets/liabilities**

The breakdown of assets (and liabilities) is a notion which showing the financial relationship between the domestic economy and the rest of the world. In case a country has more financial claims on the rest of the world, it is said to have net foreign assets. In the contrary situation the country has net foreign liabilities.

The definition of external is based on the first counterpart. This means that deposits in domestic or foreign currency by a resident at a domestic bank are domestic claims (or assets) of the deposit holder. These same deposits held at a bank outside the country are foreign claims for the deposit holder. The investment by a domestic resident in a share or bond issued by a domestic entity creates a domestic claim, while a similar investment in securities issued by a foreign entity constitutes foreign claims. Currency notes in hand or in vault do form a claim on the issuer of the currency notes (as it was the case in the previous example on bonds). If it concerns notes issued by a foreign central bank, for instance a national central bank of the Eurosystem, held by a resident, the holder has a foreign claim on that foreign central bank.

**Compilation** The cash holdings are mainly estimated on the basis of the volume of conversions into Euro-notes and coins at the time of the introduction of the euro in 2001 and since then continued on the basis of shipments (export and import) of Euro-notes via the financial system. The method doesn't take account of the export and import of notes via other channels and may lead to an incorrect picture of the true cash holdings in the domestic economy.

The deposits in process are allocated to current accounts of domestic households and current accounts of domestic enterprises according to their mutual importance.

Assets and liabilities in currencies other than Euro are converted against the Euro exchange rate prevailing at the end of month.

There is no seasonal adjustment calculation.

In principle the first publication is definitive. In case DC might revise their data, a new statistical series is published.





TABLES 10, 11 AND 12: BPK CASH OPERATIONS (BPK DEPOSITS, BPK WITHDRAWALS) BPK NON CASH OPERATION (BPK NET TRANSFERS)

**BPK DEPOSITS:**

This table presents the deposits in cash made by BPK customers at BPK during the period.

**BPK WITHDRAWALS:**

This table presents the withdrawals in cash made by BPK customers from BPK during the period.

**BPK NET TRANSFERS:**

This table presents the net transfers among BPK client accounts

In this three tables there are not included transaction dealing Incoming Payments, Interest on current accounts, International incoming transfer, International outgoing transfer, monthly maintenance, outgoing payments

TABLE 13: INTERBANK CLEARING SYSTEM

The Interbank Clearing System (ICS) is established, regulated and managed by the BPK. It started with operation in May 2001. The ICS is an electronic clearing and settlement service for payment orders among banks and the BPK, and with the BPK as an agent of the Central Fiscal Authority (Ministry of Finance and Economy) in Kosovo. It offers end of day net settlement on accounts at the BPK for single orders and/or bulk paper listings of multiple orders such as mass salary payments. The service permits the exchange of electronic data delivered via telephone lines to the BPK electronic clearinghouse. Currently there are seven commercial banks participating at the ICS, and BPK itself, which acts as a fiscal agent for the Ministry of Finance and Economy. ICS operates based on Operating Rules for Electronic Interbank Clearing and Settlement Service (EICS) of the BPK.

TABLE 14: FOREIGN TRANSFERS

**OUTGOING:** The movement of money from an account at a bank or other financial institution within Kosovo to an account at a bank or financial institution accounts outside of Kosovo.

**INCOMING:** The movement of money from a nonresident bank or other financial institutions account into a bank or financial institutions account within Kosovo.

**WIRE TRANSFERS AGENCIES:** All non-bank financial institutions performing electronic or wire transfer services (Western Union, Western Union MEB, ERA).

TABLE 24 AND 25: FISCAL SECTOR

**PAYMENTS TO HOUSEHOLDS:** starting from the year 2002 payments to households are included within subsidies and transfers.

**RESERVE:** Reserve includes the amounts authorized for contingent expenditures that may be used only for urgent and unforeseen requirements.

TABLES 26, 27 AND 28: FOREIGN TRADE (EXPORT AND IMPORT BY TRADING PARTNERS, EXPORTS BY COMMODITY GROUP, IMPORTS BY COMMODITY GROUP):

**EXPORT AND IMPORT BY TRADING PARTNERS:**

Trade balance is calculated using the Brico data.

Trading partners are identified using the information on import of goods by place of loading.

**EXPORTS BY COMMODITY GROUP:**

Data for the third and fourth quarter of 2001 are incomplete. Export data do not include all unregistered export:

- exports of goods crossing the border at the following points: ICD Prishtina, ICD Gjakova, BPC Gllboçica, BPC Post (PTK) and Airport,
- electric power deliveries, and
- "internal" exports: goods and services sold to foreigners in Kosovo.

**IMPORTS BY COMMODITY GROUP:**

Column 1- 9: Imports as documented by the Brico system (foreign trade database by the Customs Services of Kosovo). The 2000 figures do not include shipments from/through Serbia, Currently, all Brico files are being extended and corrected by MFE.

Column 2: Food and tobacco

Column 3: Clothing – textile and footwear

Column 4: Petrol and diesel

Column 5: Chemicals, plastics, leather, limber, paper, and photocopy materials

Column 6: Construction materials

Column 7: Metal products; metals, including silver products

Column 8: Machinery and equipments

Column 9: Other – goods not classified in columns 2-8.

Column 10: The value of taxable commercial imports is derived from the border tax data according to the following formula:  $[(\text{Sales Tax} / 0.15) - (\text{Customs} + \text{Excise})]$ ; since July 2001, the sales tax is replaced by VAT. Both the sales tax and VAT have been levied on all commercial imports.

