



BANKA QENDRORE E REPUBLIKËS SË KOSOVËS
CENTRALNA BANKA REPUBLIKE KOSOVA
CENTRAL BANK OF THE REPUBLIC OF KOSOVO

THE CBK FINANCIAL STATEMENT
/for the third quarter 2016/
-unaudited interim report-

Department of Financial Planning and Reporting

CBK’s Financial Statements for the third quarter 2016

As defined by Law 03/L-209 “On Central Bank of the Republic of Kosovo” (CBK), as a reporting framework for the preparation of financial statement are International Financial Reporting Standards, Respectively Article 58 of the law mentioned above. Financial Statements for the third quarter include *statement of financial position, statement of comprehensive income, statement of changes in capital and reserves (equity)*. CBK financial year coincides with calendar year and reporting date for financial statement for the third quarter is September 31, 2016.

Abbreviations used in this Report:

CBK – Central Bank of the Republic of Kosovo

IMF – International Monetary Found

SDR – Special Drawing Rights

IT – Information Technology

ICS –Interbank Clearing and Settlement

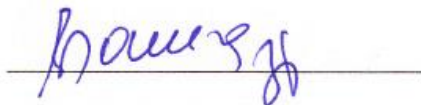
Statement of financial position

as per

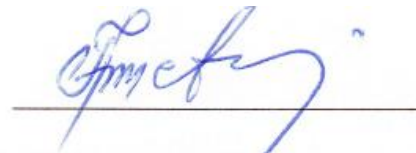
	Note	30 September 2016	31 December 2015
Assets			
Cash on hand	5	183,524,699.56	15,281,539.78
Current accounts with non-resident banks	6	214,238,196.88	241,187,046.29
Securities	7	538,580,356.09	127,318,651.52
Placements in money market	8	375,228,381.34	805,309,147.18
In accounts related with IMF	9	282,763,846.18	268,277,311.19
Properties and equipment's	10	3,280,641.20	2,372,019.28
Intangible assets	11	2,057,592.90	1,552,339.99
Other assets	12	1,159,425.58	896,746.06
Total assets		1,600,833,139.73	1,462,194,801.29
Liabilities			
Due to domestic commercial banks	13	278,451,799.78	316,405,868.73
Due to IMF related accounts	14	289,724,317.74	273,894,284.53
Due to Governmental Institutions	15	886,125,160.41	735,743,858.63
Due to public and commercial entities	16	90,960,843.70	82,648,973.70
Borrowing	17	1,310,961.46	680,116.58
Other domestic liabilities	18	1,664,035.70	1,799,115.31
Total liabilities		1,548,237,118.79	1,411,172,217.48
Capital and reserves			
Authorized capital	19	30,000,000.00	30,000,000.00
Reserve fund	20	21,022,583.81	20,334,791.90
Net result of the period		1,573,437.13	687,791.91
Total capital and reserve		52,596,020.94	51,022,583.81
Total liability capital and reserve		1,600,833,139.73	1,462,194,801.29

Notes from page 6 up to 18 are integral parts of these financial statements

Financial Statements set out on pages below were approved by management of CBK on November 24, 2016 and signed on its behalf by:



Bedri Hamza
Governor



Faton Ahmetaj
Director of Financial Planning
and Reporting

Statement of comprehensive income

	Note	30 September 2016	30 September 2015
Net interest income			
Interest income		1,373,014.15	353,948.09
Interest expense		(52,203.08)	(38,087.42)
Net interest income	21	1,320,811.07	315,860.67
Fee and commission income			
Fee and commission income		1,407,197.09	1,041,880.41
Fee and commission expenses		(199,077.17)	(290,364.03)
Net fee and commission income	22	1,208,119.92	751,516.38
Other operating Income			
Income from regulatory activity	23	2,948,594.70	2,493,846.13
Grant revenues	24	49,964.52	49,964.52
Other operating Income	25	4,127.99	1,176.17
Total Operating Income		5,531,618.20	3,612,363.87
Administrative (operative) expenses			
Personnel expenses	26	(2,768,737.21)	(2,501,246.96)
Depreciation and amortization	10,11	(488,346.51)	(408,609.15)
General and administrative expenses	27	(804,133.80)	(735,316.20)
Total administrative (operative) expenses		(4,061,217.52)	(3,645,172.31)
Net result without exchange rate effect		1,470,400.68	(32,808.44)
Net gain/loss on exchange rate	28	103,036.45	(122,917.09)
Net result of the period		1,573,437.13	(155,725.53)

Notes from page 6 up to 18 are integral parts of these financial statements

Statement of changes in equity (capital and reserve)

	Statutory fund	Reserve fund	Retained earnings	Total
<i>Balance at 01 January 2015</i>	30,000,000.00	19,949,414.03	385,377.87	50,334,791.90
<i>Profit for the period</i>	-	-	687,791.91	687,791.91
<i>Transfer to reserve fund</i>	-	385,377.87	(385,377.87)	-
<i>Transfer to statutory fund</i>	-	-	-	-
<i>Balance at 31 December 2015</i>	30,000,000.00	20,334,791.90	687,791.91	51,022,583.81
<i>Balance at 01 January 2016</i>	30,000,000.00	20,334,791.90	687,791.91	51,022,583.81
<i>Profit for the period</i>	-	-	1,573,437.13	1,573,437.13
<i>Transfer to reserve fund</i>	-	687,791.91	(687,791.91)	-
<i>Transfer to statutory fund</i>	-	-	-	-
<i>Balance at 30 September 2016</i>	30,000,000.00	21,022,583.81	1,573,437.13	52,596,020.94

Notes from page 6 up to 18 are integral parts of these financial statements

Financial statements of the Central Bank of the Republic of Kosovo

1. Reporting Institution

Central Bank of the Republic of Kosovo – CBK, which operates under the Law no. 03/L-209 “On Central Bank of the Republic of Kosovo” approved in July 2010.

2. Basis for preparation of Financial Statements

Reporting Framework

Financial statements are in accordance with International Financial Reporting Standards (IFRS) for interim reporting.

Basis of measurements

Financial Statements have been prepared on the bases of historical cost.

Functional and presentation currency

These financial statements are presented in euro, EUR, which is CBK’s functional currency. In case when financial information is presented in other currency it will be indicated. All financial information presented are rounded to zero (decimal values not shown).

3. Accounting Policies

Financial statements are prepared by using consistency of accounting policies, and emphasize that there were no new policy or change in accounting policies applied.

4. Financial Risk Management

Financial risk in CBK is presented as; liquidity risk, operational risk, credit risk and market risk. Financial risk in CBK is mostly related to asset management activity and is mainly managed from Asset Management Department in accordance with the policy of asset investment and management approved by the Board. Assets exposed as the result of their financial management activity are mainly within European Union Countries with very good credit rating (from A-1 till – A-3 / P-1 till P-2).

Liquidity risk management (continued)**Carried amounts according to maturity left**

	Note	Carried amount	< 3 months	3-6 months	6-12 months	1-6 years
30 September 2016						
Assets						
Cash on hand	5	183,524,699.56	183,524,699.56	-	-	-
Current accounts with non-resident banks	6	214,238,196.88	214,238,196.88	-	-	-
Treasury bills	7	538,580,356.09	30,409,939.94	134,638,595.06	321,631,482.98	51,900,338.11
Deposit accounts with non-resident banks	8	375,228,381.34	230,199,702.19	40,024,333.33	105,004,345.83	-
In accounts related with IMF	9	282,763,846.18	158,785,444.34	-	-	123,978,401.84
		1,594,335,480.05	817,157,982.91	174,662,928.39	426,635,828.81	175,878,739.95
Liabilities						
Due to domestic banks	13	(278,451,799.78)	(278,451,799.78)	-	-	-
Due to accounts related to IMF	14	(289,724,317.74)	(165,745,915.90)	-	-	(123,978,401.84)
Due to local governmental institutions	15	(886,125,160.41)	(886,125,160.41)	-	-	-
Due to public and commercial entities	16	(90,960,843.70)	(90,960,843.70)	-	-	-
Borrowing's	17	(1,310,961.46)	(1,310,961.46)	-	-	-
Other domestic liabilities	18	(1,664,035.70)	(1,664,035.70)	-	-	-
		(1,548,237,118.79)	(1,424,258,716.95)	-	-	(123,978,401.84)
		46,098,361.26	(607,100,734.04)	174,662,928.39	426,635,828.81	51,900,338.11
31 December 2015						
Assets						
Cash on hand	5	15,281,540	15,281,540	-	-	-
Current accounts with non-resident banks	6	241,187,046	241,187,046	-	-	-
Treasury bills	7	127,318,652	56,399,153	5,135,137	6,114,202	59,670,160
Deposit accounts with non-resident banks	8	805,309,147	185,060,440	95,026,608	525,222,099	-
In accounts related with IMF	9	268,277,311	149,589,561	9,777,000	29,331,000	79,579,750
		1,457,373,696	647,517,740	109,938,744	560,667,302	139,249,910
Liabilities						
Due to domestic banks	13	(316,405,869)	(316,405,869)	-	-	-
Due to accounts related to IMF	14	(268,277,311)	(149,589,561)	(9,777,000)	(29,331,000)	(79,579,750)
Due to local governmental institutions	15	(735,743,859)	(735,743,859)	-	-	-
Due to public and commercial entities	16	(82,648,974)	(82,648,974)	-	-	-
Borrowing's	17	(680,117)	(680,117)	-	-	-
Other domestic liabilities	18	(1,799,115)	(1,799,115)	-	-	-
		(1,405,555,244)	(1,286,867,494)	(9,777,000)	(29,331,000)	(79,579,750)
		51,818,452	(639,349,754)	100,161,744	531,336,302	59,670,160

5. Cash on hand

	30 September 2016	31 December 2015
Cash on hand	183,524,699.56	15,281,539.78
Total	183,524,699.56	15,281,539.78

It noted considerable growth of an equity September 30, 2016. This stems from the impossibility of placing (term deposit) of funds in the financial markets as a result of very low rates and negative. So it was decided that more funds are held as cash on the left you negative rates that banks correspondent upload us over certain limits.

6. Current accounts with non-resident banks

Composition of current accounts with non-residential banks is as follows:

	30 September 2016	31 December 2015
Deutsche Bundesbank	8.73	68.10
Raiffeisen Zentralbank	29,660,344.60	152,006,000.43
Deutsche Bank London AG	54,132,933.19	79,161,507.42
Nostro Acc.Pohjola Bank Plc	-	9,996,970.34
Nostro Acc. Commerzbank AG	129,444,917.86	22,500.00
Nostro Acc. Bayerische Landesbank	999,992.50	-
Total	214,238,196.88	241,187,046.29

We have a decrease in the position of accounts compared with December 31, 2015. However, if we look at the position of securities easily observe that we have an increase in the within the note 7 (please see note 7). These changes are normal activity flow management portfolio tools (i.e. notes 6, 7 and 8 that are closely linked to each other in terms of reference asset management).

7. Securities (Treasury Bills and Bonds)

Both categories fall within the cluster with note 7 are debt securities issued by the government as listed in the following countries (in the table by countries). Treasury bills disclosed below, have maturities till one year. While those government bonds have maturities of up to three years. All are in Euro and have and have effective interest rates that range from 0.008% to 2.696% annually in 2016 (2015: 0.016% to 2.696% annual).

Disclosure by countries:

	30 September 2016	31 December 2015
Netherlands	50,246,072.32	50,490,215.35
Italy	370,227,054.89	49,996,275.02
Kosovo	118,107,229.88	26,832,161.63
Total	538,580,356.09	127,318,652.01

Securities (continued)**According to type:**

	30 September 2016	31 December 2015
Treasury Bills	37,122,280.67	64,513,565.02
Bonds	501,458,075.42	62,804,971.99
Total	538,580,356.09	127,318,537.01

To this group there was a higher position compare to the period ended December 31, 2015 which is the normal flow of portfolio management, mainly based on the optimal rate of return.

8. Deposits with non-residential banks

Within this group includes placements in the money market in non-domestic banks. The interest rate for these placements until the third quarter of 2016 average is around 0.122% (min. 0.020% and max. 0.440%), whereas in 2015: min. 0.010% to 0.260% with an average of 0.0661%. These placements mainly contracted maturity up to one year. Analytics by banks is disclosed in the table as bellow:

Placements in money markets	30 September 2016	31 December 2015
Raiffeisen Zentralbank	255,176,845.23	200,131,408.34
ING Bank	60,019,077.78	185,031,462.50
Rabobank	-	90,043,688.49
Danske Bank	60,032,458.33	140,027,696.18
Deutsche Bank	-	160,072,725.00
Pohjola	-	30,002,166.67
Total	375,228,381.34	805,309,147.18

According to the currency:

	30 September 2016	31 December 2015
	Euro equivalent	Euro equivalent
in EUR	355,177,173.60	805,309,147.18
in USD	20,051,207.74	-
	375,228,381.34	805,309,147.18

Since 01 March 2016 the investment portfolio have also placements in the currency of the US dollar (USD).

As well as easily seen if we compare December 31, 2015 and September 30, 2016 can be seen to decrease position (i.e. voice) said in a grouping under note 8. This flow from the financial markets (particularly the euro currency) interest rates are mostly negative. Opportunities to invest with positive returns in a placement in the money market for the euro currency are very limited.

9. Assets related to IMF

	30 September 2016	31 December 2015
IMF Quota	103,301,004.87	75,096,957.81
SDR holdings	55,252,242.04	65,127,150.61
Accrued Interest	232,197.43	230,352.64
Use of IMF funds (SBA)	123,978,401.84	127,747,244.04
Commitment Fee	-	75,606.09
Total	103,301,004.87	268,277,311.19

Above items arise from Kosovo membership in IMF. Second item represents the value of the mandatory quota (59,000,000 SDR) set to Kosovo by IMF in Euros. Second item represents the value deposited in SDR (Special Drawing rights) on behalf of the Republic of Kosovo according to the decisions of the Executive Board of IMF on 28 August (43,737,278 SDR) and 9 September 2009 (11,631,135 SDR) in euros in the table above.

Special Drawing Rights – SDR deposits are deposits that bring an interest of 0.044% on average for the reporting period.

Item use of IMF funds, represents use of IMF funds according the agreement for use of credit line by Kosovo Government (SBA). Changes are derived mainly from new disbursement and payments for all active SBA and partially from changes on foreign exchange. While commitment fee is related to funds that are available but not yet withdrawn.

10, 11 Tangible and Intangible Assets

Category of main assets	Historical cost	Depreciation/ Amortization accumulated up to 31 December 2015	Total Depreciation/ Amortization for period 30 September 2016	Total Depreciation/ Amortization accumulated till 30 September 2016	Net Value as 30 September 2016
Property, plant and equipment	6,982,678.51	332,576.98	3,702,037.31	3,280,641.20	6,982,678.51
Equipment's, offices and other	1,847,850.23	81,273.75	1,548,373.07	299,477.16	1,847,850.23
Vehicles	320,149.16	21,719.79	225,434.13	94,715.03	320,149.16
Premises	2,341,408.02	83,193.83	760,391.71	1,581,016.31	2,341,408.02
Computer hardware	1,482,431.74	146,389.61	1,167,838.40	314,593.34	1,482,431.74
Work in process	990,839.36			990,839.36	990,839.36
Intangible assets	3,435,448.05	155,769.53	1,377,855.15	2,057,592.90	3,435,448.05
Intangible assets	2,296,517.14	155,769.53	1,377,855.15	918,661.99	2,296,517.14
Intangible assets– work in process	1,138,930.91	-	-	1,138,930.91	1,138,930.91
	10,418,126.56	488,345.44	5,079,892.46	5,338,234.10	10,418,126.56
Total	6,982,678.51	332,576.98	3,702,037.31	3,280,641.20	6,982,678.51

12. Other assets

Other assets are as below:

	30 September 2016	31 December 2015
Accrual income	945,036.60	807,667.97
Prepayment	214,388.98	89,078.09
Total	1,159,425.58	896,746.06

13. Due to domestic banks

	30 September 2016	31 December 2015
ProCredit Bank - Kosovë	40,690,631.98	77,224,643.60
Raiffeisen Bank - Kosovë	68,881,931.98	51,931,582.28
NLB Prishtina	45,614,033.37	39,208,782.60
Komercijalna Banka - Dega Mitrovicë	5,224,327.01	4,935,843.91
Banka Ekonomike e Prishtinës	28,996,472.28	17,572,209.96
Banka për Biznes	16,139,578.12	22,576,060.01
Banka Kombëtare Tregtare e Shqipërisë	18,584,387.52	39,733,174.37
Turk Ekonomi Bankasi Sh.A	43,250,710.96	51,008,722.51
Turkiye Is Bankasi A.S.	10,015,346.68	6,305,204.13
T.C. Zirat Bankasi A.S.Dega Kosove	924,699.45	5,850,515.15
Banka Kreditore e Prishtinës	129,680.43	59,130.21
Total	278,451,799.78	316,405,868.73

In this group are disclosed balances current accounts of commercial banks operating within Kosovo that have an account on the CBK. Commercial banks that operate in Kosovo are obliged to hold liquidity reserve money in CBK, in total amount as of September 31, 2016 above disclosed is around 2.22 times higher the required amount.

14. Due to accounts related to IMF

	30 September 2016	31 December 2015
Current account FMN No. 1	258,252.51	187,742.39 €
Expenses account FMN No. 2	6,253.09	6,364.15
IMF securities account	201,927,514.21	184,626,825.40
Part paid of IMF quota	18,054,229.28	18,367,989.10
IMF SDR allocated by IMF	69,244,705.82	70,474,565.68
Accrued Interest	233,362.83	230,797.81
Total	289,724,317.74	273,894,284.53

The above items represent positions of accounts related to IMF following Kosovo's membership in this institution.

Three first items represent opened accounts according to IMF regulation: two operational accounts and one account in trust for securities issued by Kosovo Government as payable notes.

The paid quota is held in SDR (SDR 14,160,000), which in the table above is expressed in euro.

IMF SDR are allocations mentioned before (note 9) according to allocations on 28 August and 09 September 2009 (both allocations make a total of 55,368,413 SDR).

15. Due to Governmental Domestic Institutions

Due to governmental institutions comprise of:

Current account

	30 September 2016	31 December 2016
Treasury – Ministry of Economy and Finance	423,586,556.50	248,780,264.54
Privatization Agency of Kosovo	462,465,175.30	486,819,224.92
Interim Administrative Institutions	73,428.61	144,369.17
Total	886,125,160.41	735,743,858.63

Deposits in current account interest rate advantage of 0.00% (as of the reporting period, as well as the comparative period). Active time deposits in the reporting period there, as well as for 2015 no active time deposits at 31 December 2015.

16. Due to Public and Commercial Entities

Dues to commercial and public entities are as below and are all assets in current accounts:

	30 September 2016	31 December 2015
Insurance Companies	4,497,183.01	4,528,394.93
Public Institutions	86,461,856.86	78,118,756.94
Pension Funds and other	1,803.83	1,821.83
Total	90,960,843.70	82,648,973.70

Mainly increase compared to 2015 is attributable to the account of the Fund Kosovo Guarantee Credit (FKGK) that as accounts you have joined the group in 2016 and account operative Fund Deposit Insurance Kosovo (DIFK) which accumulates funds in accordance with regulations of the fund.

17. Borrowing's

	30 September 2016	31 December 2015
Borrowing's from World Bank	1,310,961.46	680,116.58
Total	1,310,961.46	680,116.58

In 2016, two projects are ongoing and funded by the World Bank, the project for the Business continuation with contingency work plan and project for the payment system in real time (RTGS). Project of real-time payment system have been introduced since July 2016.

18. Other liabilities

	30 September 2016	31 December 2015
Escrow account	756,036.51	756,036.51
Deferred income	657,652.42	631,532.05
Payables and Accrued expenses	250,346.77	411,546.75
Total	1,664,035.70	1,799,115.31

Within the group is a slight reduction in the total balance of the group compared with 31 December 2015. Mainly influenced by the reduction of accounts payable balance to 30 September 2016, compared to 31 December 2015.

19.20 Regulatory capital and reserves

Capital and general reserves

	30 September 2016	31 December 2015
Capital and general reserve		
Authorized capital	30,000,000.00	30,000,000.00
Reserve fund	21,022,583.81	19,949,414.03
Net result for the period	1,573,437.13	385,377.87
Total	52,596,020.94	50,334,791.90

The positive financial result is influenced by three dominant factors:

- i) higher revenues of interest,
- ii) higher revenues from fees on services and regulatory activity,
- iii) income from the revaluation of foreign currency at the reporting date.

The first two elements are a factor to be taken to the consideration because they do constitute the real figures of the financial position at the reporting date. The third element is a temporary condition and is presented as revenue unrealized (just as revaluation) at the reporting date and as such may vary depending on the change in the exchange rate EUR / SDR.

21. Net interest income

	30 September 2016	30 September 2015
Interest Income		
From placements	604,443.43	305,205.79
From securities	700,877.32	23,900.03
From deposit current accounts	67,693.40	24,842.27
	1,373,014.15	353,948.09
Interest expense		
From current accounts	28,725.51	27,576.33
From correspondent banks	17,433.87	-
From fix term deposits	-	8,001.38
From Borrowing	6,043.70	2,509.71
	52,203.08	38,087.42
Net interest income	1,320,811.07	315,860.67

As you can be seen from the table under note 21, revenues from interest rates are about 4.2 times higher compared with the same period of last year. This has been one of the main factors that have a positive result for the reporting date (without foreign exchange revaluation). Average interest rates on net interest revenues (taking into consideration only committed portfolio) brought in about 0.193% (in the same period of 2015 0.043%). If we consider the total portfolio have average rate of 0.156% of the realized net interest.

22. Net fee and commission income

	30 September 2016	30 September 2015
Net fee and commission income		
From cash deposits	337,131.72	317,070.94
From incoming transfer	53,316.53	38,010.75
From outgoing transfers	237,327.27	192,872.90
From domestic transfers (Domestic payment system))	658,544.37	361,194.92
From credit registry system	95,451.80	87,288.90
From Treasury asset management	-	25,000.00
Other fees	25,425.40	20,442.00
	1,407,197.09	1,041,880.41
Fee and commission expense		
From cash transportation	190,613.26	287,335.70
From correspondent bank transactions	8,463.91	3,028.33
From payment services (IPS)	-	-
	199,077.17	290,364.03
Net fee and commission position	1,208,119.92	751,516.38

An increase compared to September 30, 2015, it derived from increased tariffs on services by 01 January 2016. Raising fees is indorsed in law and in the CBK cost analysis for the respective services. Also we estimates that the increase does not affect the financial services market (i.e. if you look at the basic tariff for normal transactions and normal mass through interbank payment system it is on average 12 cents while the average commercial bank is 1.36 euro).

23. Incomes from regulatory activity

	30 September 2016	30 September 2015
Banks licenses renewal fees	1,803,363.58	1,480,691.64
Bank licenses fees	15,200.00	13,600.00
Insurance Companies licenses renewal fees	816,954.34	757,567.43
Insurance Companies licenses fees	178,950.00	127,450.00
Pension funds renewal fees	16,759.12	9,024.03
Other financial institution fees	117,367.66	105,513.03
Total	2,948,594.70	2,493,846.13

Here we have an increase of about 21% in the total group. This growth is mainly based on changes in revenue tariffs effective from 01 January 2016 and is mainly derived from the first item of the group.

24. Grant revenue

	30 September 2016	30 September 2015
Grant revenue	49,964.52	49,964.52

Two are the grants that effect note 24 grant revenues. They are grant for application of management of whole process of *issuing the government securities* (which in fact the complete application was granted to us) and partial financing from grant for the application of *credit registry*. The effect on revenue from these two grants is disclosed within this note.

25. Other operational incomes

	30 September 2016	30 September 2015
Other income	4,127.99	1,176.17

Incomes from other activity are note regular ones and which could not be part of any regular items of incomes listed in previous notes.

26. Personnel expenses

	30 September 2016	30 September 2015
Wages and salary expences	2,059,029.23	1,830,939.08
Social security and health insurance	467,635.13	447,432.25
Staff training costs	51,905.91	34,171.56
Board expenses	71,492.94	73,834.02
Daily meal	95,962.50	92,500.50
Other	22,711.50	22,369.55
Total	2,768,737.21	2,501,246.96

Total number of employees which were active on payroll list from January - September, 2016 is 218. (while in September 31, 2015: 204). On the category of other expenses are also the compensations for additional pension fund that CBK pay for its employees and for some of them was not able to transfer this obligation to licensed pension funds because they have been already retired when the management decided to transfer these fund to licensed pension funds and financial support for living accommodation.

27. General and administrative expenses

	30 September 2016	30 September 2015
Insurance expenses	147,661.04	133,500.01
Repairs and maintenance	27,948.72	21,345.15
Application maintenance	199,294.96	206,909.65
Communication expenses (telephone, fax, and internet)	10,712.96	21,005.23
Public utility expenses	52,668.05	58,838.25
Consulting and auditing expenses	-	26,023.75
Security (guard and transportation)	38,320.00	34,600.00
Travel and transportation	97,904.36	89,140.47
Vehicle operating expenses	18,116.10	17,195.67
Consumable administrative material	12,433.48	25,100.46
Cafeteria expenses	22,791.59	15,934.41
Consumable expenses (IT and non-IT equipment supply)	16,068.91	15,348.64
Publishing and literature	10,588.63	8,934.01
Representation expenses	110,584.52	31,547.79
Membership to professional institutions	20,394.59	22,276.92
Other	18,645.89	7,615.79
Total	804,133.80	735,316.20

The high costs of representation are mainly a result of organizing sports games as the host for regional central banks, those games now are turning to be traditional and the CBK participates to those since 2008.

28. Net result of changes in exchange rates

	30 September 2016	30 September 2015
Net unrealized profit/loss from exchange rate	103,036.45	(122,917.09)

The result presented above is temporary (specifically only to date) and can move depending on the movement of exchange rates EUR / SDR.

29. Cash and cash equivalents

	Note	30 September 2016	31 December 2015
Cash in hand	5	49,129,647.28	15,281,539.78
Cash accounts with non-resident banks	6	119,164,601.45	241,187,046.29
Treasury bill with maturity up to three months		294,184.08	2,864,220.69
Placements with non-resident banks with maturity up to three months		20,028,775.05	0.00
Total		188,617,207.86	259,332,806.76

30. Commitment and contingencies**Membership in the World Bank**

After the accession of the Republic of Kosovo in the World Bank and its sub-agencies Kosovo Government has issued notes payable (upon request), pledging that it will pay at the request of the World Bank (her sub-agencies) for the membership fee. The value of their September 31, 2016 is approximately 645.152 euros (December 31, 2015, this liability was expected 645.152 euro), CBK acts as financial intermediary (bank guarantee) and funds held in accounts sub-custody security.