



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

# FINANCIAL SYSTEM

## MONTHLY INFORMATION

AUGUST 2017

*Values calculated for August 2017 (\*if missing, June 2017)*

*Values are in millions of Euro (unless stated otherwise)*

## COMMERCIAL BANKS

## Structure

<b>Number of Banks</b>	<b>10</b>
<i>of which foreign owned</i>	8
Number of offices	250
<b>Concentration Rate<sup>1</sup></b>	<b>61.4%</b>
<b>Foreign Ownership<sup>2</sup></b>	<b>88.4%</b>
Number of employees	3,301

## Activities

<b>Assets</b>	<b>3,818.5</b>
<b>Loans</b>	<b>2,382.8</b>
<i>to households</i>	868.7
<i>to nonfinancial corporations</i>	1,510.0
<b>Annual Growth Rate of Loans</b>	<b>9.9%</b>
<i>to households</i>	12.3%
<i>to nonfinancial corporations</i>	8.6%
Foreign currency denominated loans	3.3
<b>Deposits</b>	<b>3,037.9</b>
<i>of households</i>	2,146.8
<i>of nonfinancial corporations</i>	742.1
<b>Annual Growth Rate of Deposits</b>	<b>8.6%</b>
<i>of households</i>	5.1%
<i>of nonfinancial corporations</i>	19.5%
Foreign currency denominated deposits	146.8
<b>Shareholder's Equity</b>	<b>473.1</b>
Claims on non-residents	744.2
Liabilities to non-residents	198.9

## Performance and Stability

<b>Income</b>	<b>163.1</b>
<i>Interest income</i>	117.3
<b>Expenditures</b>	<b>101.6</b>
<i>Interest expenditures</i>	11.2
<i>General and administrative expenditures</i>	67.5
<b>Net Profit</b>	<b>61.4</b>
ROAA <sup>3</sup> (Return on average assets)	2.8%
ROAE <sup>3</sup> (Return on average equity)	22.9%
Liquidity Ratio <sup>4</sup>	39.7%
Loan to deposit ratio	78.4%
CAR <sup>5</sup>	18.7%
NPL <sup>6</sup>	3.9%
Loan Loss provisions to nonperforming loans	136.4%

## Effective Interest Rates

<b>Interest Rate on Loans<sup>7</sup></b>	<b>6.8%</b>
<i>to households</i>	<b>7.5%</b>
<i>of which consumer loans</i>	7.8%
<i>of which mortgage loans</i>	6.0%
<i>to nonfinancial corporations</i>	<b>6.2%</b>
<i>of which agriculture loans</i>	6.4%

<i>of which industry loans</i>	6.4%
<i>of which services loans</i>	6.1%
<b>Interest Rate on Deposits<sup>7</sup></b>	<b>1.1%</b>
<i>of households</i>	<b>1.0%</b>
<i>of which transferrable deposits</i>	0.0%
<i>of which saving deposits</i>	0.2%
<i>of which time deposits</i>	1.0%
<i>of nonfinancial corporations</i>	<b>1.6%</b>
<i>of which transferrable deposits</i>	0.0%
<i>of which saving deposits</i>	0.3%
<i>of which time deposits</i>	1.6%
<b>Interest Rate Spread</b>	<b>5.8pp</b>

## MICROFINANCIAL INSTITUTIONS (MFI)

## Structure

<b>Number of MFIs</b>	<b>17</b>
<i>of which foreign owned</i>	12
Number of offices	122
<b>Concentration Ratio<sup>1</sup></b>	<b>55.0%</b>
<b>Foreign Ownership<sup>2</sup></b>	<b>95.0%</b>
Number of employees	959

## Activities

<b>Assets</b>	<b>180.2</b>
<b>Loans</b>	<b>133.4</b>
<i>to households</i>	86.8
<i>to nonfinancial corporations</i>	46.6
<b>Annual Growth Rate of Loans</b>	<b>31.8%</b>
<i>of households</i>	27.4%
<i>of nonfinancial corporations</i>	40.8%
<b>Interests Rate on Loans</b>	<b>22.7%</b>
Financial Lease	24.5
Claims on non-residents	1.2
Liabilities to non-residents	122.1

## Performance and Stability

<b>Income</b>	<b>20.4</b>
<i>Interest income</i>	17.3
<b>Expenditures</b>	<b>15.1</b>
<i>Interest expenditures</i>	4.0
<i>Personnel expenditures and administration</i>	8.5
<b>Net Profit</b>	<b>5.4</b>
ROAA <sup>3</sup> (Return on average assets)	4.9%
ROAE <sup>3</sup> (Return on average equity)	19.2%
*NPL <sup>6</sup>	2.5%
*Loan Loss provisions to nonperforming loans	202.6%

## INSURANCE COMPANIES

## Structure

<b>*Number of insurance companies</b>	<b>15</b>
<i>'life'</i>	3
<i>'non-life'</i>	12
<i>of which foreign owned</i>	8
*Number of offices	552

<b>*Concentration Ratio<sup>1</sup></b>	<b>33.6%</b>
<b>*Foreign Ownership<sup>2</sup></b>	<b>55.4%</b>
*Number of employees	2,141
<b>Activities</b>	
<b>*Assets</b>	<b>169.9</b>
<i>'life'</i>	17.0
<i>'non-life'</i>	152.8
<b>*Value of Written Premiums</b>	<b>42.1</b>
<i>of which 'life'</i>	1.3
<i>of which 'non-life'</i>	40.8
<i>Third party liability</i>	22.5
<i>Non third party liability</i>	16.2
<b>*Value of Claims Paid</b>	<b>22.6</b>
<i>of which to third party</i>	12.8

## Performance and Stability

<b>*Net Income</b>	<b>38.1</b>
<b>*Claims Incurred</b>	<b>15.2</b>
<b>*Expenditures</b>	<b>20.8</b>
<b>*Net Profit</b>	<b>2.1</b>
*ROAA <sup>3</sup> (Return on average assets)	5.0%
*ROAE <sup>3</sup> (Return on average equity)	20.6%
<b>*Claims Paid /Written Premiums<sup>8</sup></b>	<b>53.7%</b>
*Capital/Assets	22.7%

## PENSION FUNDS

## Structure

<b>Number of Pension Funds</b>	<b>2</b>
Number of employees	31

## Activities

<b>*Assets</b>	<b>1,540.7</b>
<i>Kosovo Pension Saving Trust (KPST)</i>	1,533.7
<i>Kosovo-Slovenian Pension Fund (KSPF)</i>	7.0
*Net Foreign Assets of Pension Funds	1,310.6

## Performance

KPST	
*Return on investment <sup>8</sup>	56.3
*New contributions <sup>8</sup>	76.9
<b>unit price per share<sup>9</sup></b>	<b>1.42€</b>
FSPF	
*Return on investment <sup>8</sup> (thousands of euro)	227.8
*New contributions <sup>8</sup> (thousands of euro)	244.3
<b>unit price per share<sup>9</sup></b>	<b>162.27€</b>

\* Values calculated based on data of June 2017

<sup>1</sup> Assets of 3 largest institutions/total assets<sup>2</sup> Assets of foreign owned institutions /total assets<sup>3</sup> Annualized based on performance by August 2017<sup>4</sup> Liquid Assets (broad)/short-term liabilities<sup>5</sup> Regulatory capital /risk-weighted assets<sup>6</sup> Nonperforming loans/ total gross loans<sup>7</sup> Weighted average interest rate<sup>8</sup> Values are calculated for period January-June 2017<sup>9</sup> Base value of unit price: KPST =1; KSPF =100