



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



FINANCIAL SYSTEM

MONTHLY INFORMATION

MARCH 2019

*Values calculated for March 2019 (*if missing, December 2018)*

Values are in millions of Euro (unless stated otherwise)

MARCH 2019

COMMERCIAL BANKS

| | |
|---------------------------------------|--------------|
| Structure | |
| Number of Banks | 10 |
| <i>of which foreign owned</i> | 8 |
| Number of offices | 218 |
| Concentration Rate¹ | 57.2% |
| Foreign Ownership² | 86.8% |
| Number of employees | 3,276 |

Activities

| | |
|---------------------------------------|----------------|
| Assets | 4,229.1 |
| Loans | 2,824.1 |
| <i>to households</i> | 1,015.1 |
| <i>to nonfinancial corporations</i> | 1,804.7 |
| Annual Growth Rate of Loans | 11.4% |
| <i>to households</i> | 10.7% |
| <i>to nonfinancial corporations</i> | 12.0% |
| Foreign currency denominated loans | 4.0 |
| Deposits | 3,383.7 |
| <i>of households</i> | 2,387.6 |
| <i>of nonfinancial corporations</i> | 825.5 |
| Annual Growth Rate of Deposits | 10.1% |
| <i>of households</i> | 7.7% |
| <i>of nonfinancial corporations</i> | 19.8% |
| Foreign currency denominated deposits | 167.9 |
| Shareholder's Equity | 517.9 |
| Claims on non-residents | 489.2 |
| Liabilities to non-residents | 199.1 |

Performance and Stability

| | |
|--|-------------|
| Income | 63.2 |
| <i>Interest income</i> | 48.2 |
| Expenditures | 44.1 |
| <i>Interest expenditures</i> | 4.9 |
| <i>General and administrative expenditures</i> | 25.6 |
| Net Profit | 19.1 |
| ROAA ³ (Return on average assets) | 1.8% |
| ROAE ³ (Return on average equity) | 14.9% |
| Liquidity Ratio ⁴ | 36.1% |
| Loan to deposit ratio | 83.5% |
| CAR ⁵ | 17.1% |
| NPL ⁶ | 2.6% |
| Loan Loss provisions to nonperforming loans | 158.3% |

Effective Interest Rates

| | |
|---|-------------|
| Interest Rate on Loans⁷ | 6.7% |
| <i>to households</i> | 6.8% |
| <i>of which consumer loans</i> | 6.9% |
| <i>of which mortgage loans</i> | 5.8% |
| <i>to nonfinancial corporations</i> | 6.6% |
| <i>of which agriculture loans</i> | 7.3% |

| | |
|--|-------------|
| <i>of which industry loans</i> | 6.7% |
| <i>of which services loans</i> | 6.6% |
| Interest Rate on Deposits⁸ | 1.5% |
| <i>of households</i> | 1.3% |
| <i>of which transferrable deposits</i> | 0.0% |
| <i>of which saving deposits</i> | 0.3% |
| <i>of which time deposits</i> | 1.3% |
| <i>of nonfinancial corporations</i> | 2.1% |
| <i>of which transferrable deposits</i> | 0.0% |
| <i>of which saving deposits</i> | 0.5% |
| <i>of which time deposits</i> | 2.1% |

Interest Rate Spread

MICROFINANCIAL INSTITUTIONS (MFI)¹¹

Structure

| | |
|--|--------------|
| Number of MFIs | 23 |
| <i>of which foreign owned</i> | 15 |
| Number of offices | 159 |
| Concentration Ratio¹ | 53.2% |
| Foreign Ownership² | 93.8% |
| Number of employees | 1,339 |

Activities

| | |
|-------------------------------------|--------------|
| Assets | 267.8 |
| Loans | 194.5 |
| <i>to households</i> | 129.4 |
| <i>to nonfinancial corporations</i> | 65.1 |
| Annual Growth Rate of Loans | 26.9% |
| <i>of households</i> | 31.0% |
| <i>of nonfinancial corporations</i> | 19.6% |

Interests Rate on Loans⁷

| | |
|------------------------------|-------|
| Financial Lease | 40.3 |
| Claims on non-residents | 0.0 |
| Liabilities to non-residents | 181.1 |

Performance and Stability

| | |
|--|-------------|
| Income | 12.8 |
| <i>Interest income</i> | 10.3 |
| Expenditures | 10.6 |
| <i>Interest expenditures</i> | 2.4 |
| <i>Personnel expenditures and administration</i> | 4.5 |
| Net Profit | 2.2 |
| ROAA ³ (Return on average assets) | 3.4 |
| ROAE ³ (Return on average equity) | 14.1 |
| NPL ⁶ | 2.8% |
| Loan Loss provisions to nonperforming loans | 210.8% |

INSURANCE COMPANIES

Structure

| | |
|--------------------------------------|-----------|
| Number of insurance companies | 14 |
| <i>'life'</i> | 2 |
| <i>'non-life'</i> | 12 |
| of which foreign owned | 8 |
| Number of offices | 502 |

| | |
|--|--------------|
| Concentration Ratio¹ | 33.2% |
| Foreign Ownership² | 52.4% |
| Number of employees | ... |
| Activities | |
| Assets | 181.0 |
| <i>'life'</i> | 16.6 |
| <i>'non-life'</i> | 164.3 |
| Value of Written Premiums | 21.8 |
| of which 'life' | 0.9 |
| of which 'non-life' | 21.0 |
| <i>Third party liability</i> | 10.9 |
| <i>Non third party liability</i> | 9.6 |
| Value of Claims Paid | 12.4 |
| <i>of which to third party</i> | 6.8 |

Performance and Stability

| | |
|--|--------------|
| Net Income | 21.3 |
| Claims Incurred | 11.1 |
| Expenditures | 10.1 |
| Net Profit | 0.1 |
| ROAA ³ (Return on average assets) | 2.8% |
| ROAE ³ (Return on average equity) | 11.1% |
| Claims Paid /Written Premiums | 57.0% |
| Capital/Assets | 24.9% |

PENSION FUNDS

Structure

| | |
|--------------------------------|----------|
| Number of Pension Funds | 2 |
| Number of employees | 30 |

Activities

| | |
|---|----------------|
| Assets | 1,819.3 |
| <i>Kosovo Pension Saving Trust (KPST)</i> | 1,811.4 |
| <i>Slovenian-Kosovo Pension Fund (SKPF)</i> | 7.8 |
| Net Foreign Assets of Pension Funds | 1,433.3 |

Performance

| | |
|--|----------------|
| KPST | |
| Return on investment ⁹ | 95.9 |
| New contributions ⁹ | 44.4 |
| unit price per share¹⁰ | 1.46€ |
| SKPF | |
| Return on investment ⁹ (<i>thousands of euro</i>) | 573.5 |
| New contributions ⁹ (<i>thousands of euro</i>) | 127.0 |
| unit price per share¹⁰ | 169.20€ |

* Values calculated based on data of December 2018
¹ Assets of 3 largest institutions/total assets
² Assets of foreign owned institutions /total assets
³ Annualized based on performance by March 2019
⁴ Liquid Assets (broad)/short-term liabilities
⁵ Regulatory capital /risk-weighted assets
⁶ Nonperforming loans/ total gross loans
⁷ Weighted average interest rate on new loans
⁸ Weighted average interest rate on new deposits
⁹ Values are calculated for period January-March 2019
¹⁰ Base value of unit price: KPST =1; SKPF =100
¹¹ Non-banking Financial Institutions are included