



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

# FINANCIAL SYSTEM

## MONTHLY INFORMATION

**MARCH 2020**

*Values calculated for March 2020*

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

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MARCH 2020

COMMERCIAL BANKS

<b>Structure</b>	
<b>Number of Banks</b>	<b>10</b>
<i>of which foreign owned</i>	8
Number of offices	216
<b>Concentration Rate<sup>1</sup></b>	<b>56.8%</b>
<b>Foreign Ownership<sup>2</sup></b>	<b>86.6%</b>
Number of employees	3,383
<b>Activities</b>	
<b>Assets</b>	<b>4,721.9</b>
<b>Loans</b>	<b>3,083.3</b>
<i>to households</i>	1,123.7
<i>to nonfinancial corporations</i>	1,948.7
<i>to other financial corporations</i>	5.9
<b>Annual Growth Rate of Loans</b>	<b>9.2%</b>
<i>to households</i>	10.7%
<i>to nonfinancial corporations</i>	8.4%
<i>to other financial corporations</i>	-6.9%
Foreign currency denominated loans	3.1
<b>Deposits</b>	<b>3,845.4</b>
<i>of households</i>	2,604.3
<i>of nonfinancial corporations</i>	659.1
<i>of other financial corporations</i>	293.8
<b>Annual Growth Rate of Deposits</b>	<b>13.6%</b>
<i>of households</i>	8.9%
<i>of nonfinancial corporations</i>	13.5%
<i>of other financial corporations</i>	57.2%
Foreign currency denominated deposits	158.5
<b>Shareholder's Equity</b>	<b>541.9</b>
Claims on non-residents	612.4
Liabilities to non-residents	243.4
<b>Performance and Stability</b>	
<b>Income</b>	<b>70.7</b>
<i>Interest income</i>	54.5
<b>Expenditures</b>	<b>49.0</b>
<i>Interest expenditures</i>	5.8
<i>General and administrative expenditures</i>	27.0
<b>Net Profit</b>	<b>21.7</b>
ROAA <sup>3</sup> (Return on average assets)	2.1%
ROAE <sup>3</sup> (Return on average equity)	18.7%
Liquidity Ratio <sup>4</sup>	35.3%
Loan to deposit ratio	80.2%
CAR <sup>5</sup>	15.1%
NPL <sup>6</sup>	2.5%
Loan loss provisions to NPL	133.0%
<b>Effective Interest Rates</b>	
<b>Interest Rate on Loans<sup>7</sup></b>	<b>6.3%</b>
<i>to households</i>	<b>6.5%</b>
<i>of which consumer loans</i>	<b>6.5%</b>

<i>of which mortgage loans</i>	6.3%
<b>to nonfinancial corporations</b>	<b>6.2%</b>
<i>of which agriculture loans</i>	8.7%
<i>of which industry loans</i>	6.4%
<i>of which services loans</i>	6.1%
<b>Interest Rate on Deposits<sup>8</sup></b>	<b>1.3%</b>
<b>of households</b>	<b>1.3%</b>
<i>of which transferrable deposits</i>	0.0%
<i>of which saving deposits</i>	0.4%
<i>of which time deposits</i>	1.3%
<b>of nonfinancial corporations</b>	<b>1.4%</b>
<i>of which transferrable deposits</i>	0.0%
<i>of which saving deposits</i>	0.2%
<i>of which time deposits</i>	1.4%
<b>Interest Rate Spread</b>	<b>5.0pp</b>

MICROFINANCIAL INSTITUTIONS (MFI)<sup>11</sup>

<b>Structure</b>	
<b>Number of MFIs</b>	<b>20</b>
<i>of which foreign owned</i>	12
Number of offices	146
<b>Concentration Rate<sup>1</sup></b>	<b>55.7%</b>
<b>Foreign Ownership<sup>2</sup></b>	<b>93.3%</b>
Number of employees	1,353
<b>Activities</b>	
<b>Assets</b>	<b>313.2</b>
<b>Loans</b>	<b>225.5</b>
<i>to households</i>	152.1
<i>to nonfinancial corporations</i>	73.4
<b>Annual Growth Rate of Loans</b>	<b>15.7%</b>
<i>of households</i>	17.0%
<i>of nonfinancial corporations</i>	13.1%
<b>Interests Rate on Loans<sup>6</sup></b>	<b>21.0%</b>
Financial Lease	54.2
Claims on non-residents	0.0
Liabilities to non-residents	198.2

<b>Performance and Stability</b>	
<b>Income</b>	<b>24.3</b>
<i>Interest income</i>	23.0
<b>Expenditures</b>	<b>21.9</b>
<i>Interest expenditures</i>	3.9
<i>Personnel expenditures and administration</i>	8.5
<b>Net Profit</b>	<b>2.5</b>
ROAA <sup>3</sup> (Return on average assets)	3.3%
ROAE <sup>3</sup> (Return on average equity)	14.0%
**NPL <sup>6</sup>	2.9%
**Loan loss provisions to NPL	207.7%

INSURANCE COMPANIES

<b>Structure</b>	
<b>Number of insurance companies</b>	<b>13</b>
<i>'life'</i>	2
<i>'non-life'</i>	11
<i>of which foreign owned</i>	7

Number of offices	471
<b>Concentration Rate<sup>1</sup></b>	<b>34.1%</b>
<b>Foreign Ownership<sup>2</sup></b>	<b>51.3%</b>
<b>Activities</b>	
<b>Assets</b>	<b>200.6</b>
<i>'life'</i>	18.1
<i>'non-life'</i>	182.4
<b>Value of Written Premiums</b>	<b>22.3</b>
of which 'life'	0.9
of which 'non-life'	21.4
<i>Third party liability</i>	11.1
<i>Non third party liability</i>	9.9
<b>Value of Claims Paid</b>	<b>13.9</b>
<i>of which to third party</i>	8.4
<b>Performance and Stability</b>	
<b>Net Income</b>	<b>20.9</b>
<b>Claims Incurred</b>	<b>9.9</b>
<b>Expenditures</b>	<b>9.0</b>
<b>Net Profit</b>	<b>2.1</b>
ROAA <sup>3</sup> (Return on average assets)	4.6%
ROAE <sup>3</sup> (Return on average equity)	18.1%
<b>Claims Paid /Written Premiums</b>	<b>62.1%</b>
Capital/Assets	26.0%

PENSION FUNDS

<b>Structure</b>	
<b>Number of Pension Funds</b>	<b>2</b>
Number of employees	30
<b>Activities</b>	
<b>Assets</b>	<b>1,920.0</b>
<i>Kosovo Pension Saving Trust (KPST)</i>	1,912.7
<i>Slovenian-Kosovo Pension Fund (SKPF)</i>	7.3
Net Foreign Assets of Pension Funds	1,370.2
<b>Performance</b>	
KPST	
Return on investment <sup>9</sup>	-90.4
New contributions <sup>9</sup>	46.0
<b>Unit price per share<sup>10</sup></b>	<b>1.44€</b>
SKPF	
Return on investment <sup>9</sup> ( <i>thousands of euro</i> )	-910.0
New contributions <sup>9</sup> ( <i>thousands of euro</i> )	130.0
<b>Unit price per share<sup>10</sup></b>	<b>157.29€</b>

\* Values calculated based on data of December 2019

<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 March 2020

<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 on new loans

<sup>8</sup> Weighted average interest rate on new deposits

<sup>9</sup> Values are calculated for period January-March 2020

<sup>10</sup> Base value of unit price: KPST =1; SKPF =100

<sup>11</sup> Non-banking Financial Institutions are included

\*\* Data are not available for two MFIs / NBFIs due to reporting issues and will be updated when available; for NPL and loan loss provisions to NPL.