



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

# FINANCIAL SYSTEM

## MONTHLY INFORMATION

**MAY 2020**

*Values calculated for May 2020*

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

**PUBLISHER** © Central Bank of the Republic of Kosovo  
Economic Analysis and Financial Stability Department  
St. Garibaldi 33, 10000 Prishtinë, Republic of Kosovo  
Tel: +383 38 222 055 Fax: +383 38 243 763  
[www.bqk-kos.org](http://www.bqk-kos.org)  
[economic.analysis@bqk-kos.org](mailto:economic.analysis@bqk-kos.org)

## 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>57.1%</b>
<b>Foreign Ownership<sup>2</sup></b>	<b>86.6%</b>
Number of employees	3,365
<b>Activities</b>	
<b>Assets</b>	<b>4,753.3</b>
<b>Loans</b>	<b>3,088.9</b>
<i>to households</i>	1,105.7
<i>to nonfinancial corporations</i>	1,972.9
<i>to other financial corporations</i>	5.6
<b>Annual Growth Rate of Loans</b>	<b>6.4%</b>
<i>to households</i>	6.1%
<i>to nonfinancial corporations</i>	6.7%
<i>to other financial corporations</i>	-20.1%
Foreign currency denominated loans	2.9
<b>Deposits</b>	<b>3,852.4</b>
<i>of households</i>	2,638.5
<i>of nonfinancial corporations</i>	623.4
<i>of other financial corporations</i>	302.6
<b>Annual Growth Rate of Deposits</b>	<b>12.1%</b>
<i>of households</i>	8.7%
<i>of nonfinancial corporations</i>	6.1%
<i>of other financial corporations</i>	50.8%
Foreign currency denominated deposits	162.5
<b>Shareholder's Equity</b>	<b>554.4</b>
Claims on non-residents	577.1
Liabilities to non-residents	240.3
<b>Performance and Stability</b>	
<b>Income</b>	<b>112.4</b>
<i>Interest income</i>	86.5
<b>Expenditures</b>	<b>80.2</b>
<i>Interest expenditures</i>	9.1
<i>General and administrative expenditures</i>	44.8
<b>Net Profit</b>	<b>32.2</b>
ROAA <sup>3</sup> (Return on average assets)	1.9%
ROAE <sup>3</sup> (Return on average equity)	16.4%
Liquidity Ratio <sup>4</sup>	36.0%
Loan to deposit ratio	80.2%
CAR <sup>5</sup>	16.4%
NPL <sup>6</sup>	2.6%
Loan loss provisions to NPL	132.6%
<b>Effective Interest Rates</b>	
<b>Interest Rate on Loans<sup>7</sup></b>	<b>6.1%</b>
<i>to households</i>	<b>6.9%</b>
<i>of which consumer loans</i>	7.1%

<i>of which mortgage loans</i>	5.8%
<i>to nonfinancial corporations</i>	5.7%
<i>of which agriculture loans</i>	...
<i>of which industry loans</i>	5.9%
<i>of which services loans</i>	5.7%
<b>Interest Rate on Deposits<sup>8</sup></b>	<b>1.4%</b>
<i>of households</i>	<b>1.4%</b>
<i>of which transferrable deposits</i>	0.0%
<i>of which saving deposits</i>	0.4%
<i>of which time deposits</i>	1.4%
<i>of nonfinancial corporations</i>	<b>1.6%</b>
<i>of which transferrable deposits</i>	0.0%
<i>of which saving deposits</i>	0.2%
<i>of which time deposits</i>	1.6%
<b>Interest Rate Spread</b>	<b>4.7pp</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	149
<b>Concentration Rate<sup>1</sup></b>	<b>55.4%</b>
<b>Foreign Ownership<sup>2</sup></b>	<b>93.3%</b>
Number of employees	1,331
<b>Activities</b>	
<b>Assets</b>	<b>319.2</b>
<b>Loans</b>	<b>219.6</b>
<i>to households</i>	148.8
<i>to nonfinancial corporations</i>	70.8
<b>Annual Growth Rate of Loans</b>	<b>8.5%</b>
<i>of households</i>	9.2%
<i>of nonfinancial corporations</i>	7.1%
<b>Interests Rate on Loans<sup>6</sup></b>	<b>20.2%</b>
Financial Lease	53.3
Claims on non-residents	0.0
Liabilities to non-residents	202.2

<b>Performance and Stability</b>	
<b>Income</b>	<b>31.2</b>
<i>Interest income</i>	29.5
<b>Expenditures</b>	<b>27.6</b>
<i>Interest expenditures</i>	5.4
<i>Personnel expenditures and administration</i>	11.1
<b>Net Profit</b>	<b>3.6</b>
ROAA <sup>3</sup> (Return on average assets)	2.9%
ROAE <sup>3</sup> (Return on average equity)	12.0%
NPL <sup>6</sup>	3.3%
Loan loss provisions to NPL	197.4%

## 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>
<i>of which 'life'</i>	0.9
<i>of which 'non-life'</i>	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>1.49€</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>168.81€</b>

\* Values calculated based on data of March 2020

<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 May 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