FINANCIAL SYSTEM

MONTHLY INFORMATION

SEPTEMBER 2019

Values calculated for September 2019 (*if missing, June 2019)
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.bgk-kos.org
economic.analysis@bgk-kos.org
### COMMERCIAL BANKS

**Structure**
- Number of Banks: 10
  - of which foreign owned: 8
- Number of offices: 216
- Concentration Rate\(^1\): 57.4%
- Foreign Ownership\(^2\): 86.9%
- Number of employees: 3,295

**Activities**
- Assets: 4,577.2
- Loans: 2,957.2
  - to households: 1,078.6
  - to nonfinancial corporations: 1,864.9
- Annual Growth Rate of Loans:
  - of households: 10.3%
  - of nonfinancial corporations: 9.9%
- Foreign currency denominated loans: 6.0
- Deposits:
  - of households: 3,735.6
  - of nonfinancial corporations: 676.0
- Annual Growth Rate of Deposits:
  - of households: 16.4%
  - of nonfinancial corporations: 17.3%
- Foreign currency denominated deposits: 156.7
- Shareholder's Equity: 514.3
- Claims on non-residents: 612.3
- Liabilities to non-residents: 203.2

**Performance and Stability**
- Income: 197.9
  - Interest income: 149.7
- Expenditures: 132.3
  - Interest expenditures: 15.0
  - General and administrative expenditures: 78.9
- Net Profit: 65.7
- ROAA\(^3\) (Return on average assets): 1.6%
- ROAE\(^4\) (Return on average equity): 4.2%
- Loan to deposit ratio: 79.2%
- CAR\(^5\): 16.5%
- NPL\(^6\): 2.3%
- Loan Loss provisions to nonperforming loans: 161.3%

**Effective Interest Rates**
- Interest Rate on Loans\(^7\):
  - to households: 6.5%
    - of which consumer loans: 7.0%
    - of which mortgage loans: 5.7%
  - to nonfinancial corporations: 6.2%
    - of which agriculture loans: 7.9%

### MICROFINANCIAL INSTITUTIONS (MFI)\(^11\)

**Structure**
- Number of MFIs: 23
  - of which foreign owned: 15
- Number of offices: 183
- Concentration Ratio\(^1\): 51.2%
- Foreign Ownership\(^2\): 93.8%
- Number of employees: 1,527

**Activities**
- Assets: 300.3
  - Loans: 214.5
    - to households: 145.3
    - to nonfinancial corporations: 69.2
- Annual Growth Rate of Loans:
  - of households: 23.5%
  - of nonfinancial corporations: 16.1%
- Interests Rate on Loans\(^7\):
  - of households: 20.3%
  - of nonfinancial corporations: 16.1%
- Financial Lease: 48.3
- Claims on non-residents: 0.0
- Liabilities to non-residents: 192.2

**Performance and Stability**
- Income: 43.3
  - Interest income: 39.5
- Expenditures: 34.7
  - Interest expenditures: 8.1
  - Personnel expenditures and administration: 16.0
- Net Profit: 8.6
- ROAA\(^3\) (Return on average assets): 4.2%
- ROAE\(^4\) (Return on average equity): 17.7%
- NPL\(^6\): 3.7%
- Loan Loss provisions to nonperforming loans: 170.9%

### INSURANCE COMPANIES

**Structure**
- Number of insurance companies: 13
  - 'life': 2
  - 'non-life': 11
  - of which foreign owned: 7
- Number of offices: 480

### PENSION FUNDS

**Structure**
- Number of Pension Funds: 2
- Number of employees: 30

**Activities**
- Assets: 1,915.1
  - Kosovo Pension Saving Trust (KPST): 1,907.0
  - Slovenian-Kosovo Pension Fund (SKPF): 8.0
- Net Foreign Assets of Pension Funds: 1,434.4

**Performance**
- KPST:
  - Return on investment\(^8\): 137.3
  - New contributions\(^9\): 136.5
  - unit price per share\(^10\): 1.49€
- SKPF:
  - Return on investment\(^8\) (thousands of euro): 936.7
  - New contributions\(^9\) (thousands of euro): 396.8
  - unit price per share\(^10\): 175.94€

---

1. Assets of 3 largest institutions/total assets
2. Assets of foreign owned institutions/total assets
3. Annualized based on performance by September 2019 (for Insurance Sector profit before tax is taken into account)
4. Liquid Assets (broad)/short-term liabilities
5. Regulatory capital/risk-weighted assets
6. Non-performing 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-September 2019
10. Base value of unit price: KPST = 1; SKPF = 100
11. Non-banking Financial Institutions are included