



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

THE CBK FINANCIAL STATEMENT
/for the first quarter 2018/
-unaudited interim report-

Department of Financial Planning and Reporting

CBK’s Financial Statements for the first quarter 2018

As defined by Law 03/L-209 “On Central Bank of the Republic of Kosovo” (CBK), as a reporting framework for the preparation of financial statement are International Financial Reporting Standards, Respectively Article 58 of the law mentioned above. Financial Statements for the first quarter include *statement of financial position, statement of comprehensive income, statement of changes in capital and reserves (equity)*. CBK financial year coincides with calendar year and reporting date for financial statement for the first quarter is March 31, 2018.

Abbreviations used in this Report:

CBK – Central Bank of the Republic of Kosovo

IMF – International Monetary Found

SDR – Special Drawing Rights

IT – Information Technology

ICS –Interbank Clearing and Settlement

Statement of financial position

as per

	Note	31 March 2018	31 December 2017
Assets			
Cash on hand	5	298,850,871.22	188,546,925.25
Current accounts with non-resident banks	6	224,006,383.91	422,009,658.27
Securities	7	771,916,269.99	592,711,414.27
Placements in money market	8	8,035,865.59	68,178,188.62
In accounts related with IMF	9	322,999,827.71	325,763,334.32
Properties and equipment's	10	5,332,687.18	5,328,698.54
Intangible assets	11	2,002,689.02	2,065,365.09
Other assets	12	14,784,606.15	9,100,769.20
Total assets		1,647,929,200.77	1,613,704,353.56
Liabilities			
Due to domestic commercial banks	13	331,524,070.08	331,825,757.36
Due to IMF related accounts	14	316,612,415.55	318,615,908.24
Due to Governmental Institutions	15	818,184,451.63	811,339,426.29
Due to public and commercial entities	16	126,011,777.46	95,808,347.61
Borrowing	17	2,266,259.07	2,266,259.07
Other domestic liabilities	18	1,630,592.06	2,047,534.21
Total liabilities		1,596,229,565.85	1,561,903,232.78
Capital and reserves			
Authorized capital	19	30,000,000.00	30,000,000.00
Reserve fund	20	21,801,120.78	22,682,588.69
Net result of the period		(101,485.86)	(881,467.91)
Total capital and reserve		51,699,634.92	51,801,120.78
Total liability capital and reserve		1,647,929,200.77	1,613,704,353.56

Notes from page 6 up to 17 are integral parts of these financial statements

Financial Statements set out on pages below were approved by management of CBK on June 28, 2018 and signed on its behalf by:


 Fehmi Mehmeti
 Governor


 Faton Ahmetaj
 Director of financial Planning
 and Reporting Directorate

Statement of comprehensive income

	Note	31 March 2018	31 March 2017
Net interest income			
Interest income		598,237.65	447,618.47
Interest expense		(388,940.64)	(135,265.34)
Net interest income	21	209,297.01	312,353.13
Fee and commission income			
Fee and commission income		471,745.67	454,566.49
Fee and commission expenses		(30,147.25)	(38,802.91)
Net fee and commission income	22	441,598.42	415,763.58
Other operating Income			
Income from regulatory activity	23	980,300.00	932,400.00
Grant revenues	24	24,306.12	25,428.47
Other operating Income	25	284.63	-
Total Operating Income		1,655,786.18	1,685,945.18
Administrative (operative) expenses			
Personnel expenses	26	(992,858.70)	(1,018,552.40)
Depreciation and amortization	10,11	(249,970.19)	(240,960.84)
General and administrative expenses	27	(243,353.81)	(228,360.81)
Total administrative (operative) expenses		(1,486,182.70)	(1,487,874.05)
Net result without exchange rate effect		169,603.48	198,071.13
Net profit/loss on exchange rate	28	(271,089.34)	52,300.67
Net result of the period		(101,485.86)	250,371.80

Notes from page 6 up to 17 are integral parts of these financial statements

Statement of changes in equity (capital and reserve)

	Statutory fund	Reserve fund	Retained earnings	Total
<i>Balance at 01 January 2017</i>	30,000,000.00	21,994,796.78	687,791.91	52,682,588.69
<i>Profit for the period</i>	-	-	(881,467.91)	(881,467.91)
<i>Transfer to reserve fund</i>	-	687,791.91	(687,791.91)	-
<i>Transfer to statutory fund</i>	-	-	-	-
<i>Balance at 31 December 2017</i>	30,000,000.00	22,682,588.69	(881,467.91)	51,801,120.78
<i>Balance at 01 January 2018</i>	30,000,000.00	22,682,588.69	(881,467.91)	51,801,120.78
<i>Profit for the period</i>	-	-	(101,485.86)	(101,485.86)
<i>Transfer to reserve fund</i>	-	(881,467.91)	881,467.91	-
<i>Transfer to statutory fund</i>	-	-	-	-
<i>Balance at 31 March 2018</i>	30,000,000.00	21,801,120.78	(101,485.86)	51,699,634.92

Notes from page 6 up to 17 are integral parts of these financial statements

Financial statements of the Central Bank of the Republic of Kosovo

1. Reporting Institution

Central Bank of the Republic of Kosovo – CBK, which operates under the Law no. 03/L-209 “On Central Bank of the Republic of Kosovo” approved in July 2010.

2. Basis for preparation of Financial Statements

Reporting Framework

Financial statements are in accordance with International Financial Reporting Standards (IFRS) for interim reporting.

Basis of measurements

Financial Statements have been prepared on the bases of historical cost.

Functional and presentation currency

These financial statements are presented in euro, EUR, which is CBK’s functional currency. In case when financial information is presented in other currency it will be indicated. All financial information presented are rounded to zero (decimal values not shown).

3. Accounting Policies

Financial statements are prepared by using consistency of accounting policies, and emphasize that there were no new policy or change in accounting policies applied.

4. Financial Risk Management

Financial risk in CBK is presented as; liquidity risk, operational risk, credit risk and market risk. Financial risk in CBK is mostly related to asset management activity and is mainly managed from Asset Management Department in accordance with the policy of asset investment and management approved by the Board. Assets exposed as the result of their financial management activity are mainly within European Union Countries with very good credit rating (from AAA till BBBu/ P-1 till Baa2).

Liquidity risk management (continued)**Carried amounts according to maturity left**

	Note	Carried amount	< 3 months	3-6 months	6-12 months	1-5 years	more than 5 years
31 March 2018							
Assets							
Cash on hand	5	298,850,871.22	298,850,871.22		-	-	-
Current accounts with non-resident banks	6	224,006,383.91	224,006,383.91	-	-	-	-
Treasury bills	7	771,916,269.99	29,178,924.96	26,324,260.03	159,669,848.57	556,743,236.43	-
Deposit accounts with non-resident banks	8	8,035,865.59	8,035,865.60	-	-	-	-
In accounts related with IMF	9	322,999,827.71	163,251,083.71	-	4,144,147.00	155,604,597	-
		1,625,809,218.42	723,323,129.40	26,324,260.03	163,813,995.57	712,347,833.43	-
Liabilities							
Due to domestic banks	13	(331,524,070.08)	(331,524,070.08)	-	-	-	-
Due to accounts related to IMF	14	(316,612,415.55)	(156,863,671.55)	-	(4,144,147.00)	(155,604,597.00)	-
Due to local governmental institutions	15	(818,184,451.63)	(818,184,451.63)	-	-	-	-
Due to public and commercial entities	16	(126,011,777.46)	(126,011,777.46)	-	-	-	-
Borrowings	17	(2,266,259.07)	-	-	-	(453,251.81)	(1,813,007.26)
Other domestic liabilities	18	(1,630,592.06)	(1,630,592.06)	-	-	-	-
		(1,596,229,565.85)	(1,434,214,562.78)	-	(4,144,147.00)	(156,057,848.81)	(1,813,007.26)
		29,579,652.57	(710,891,433.38)	26,324,260.03	159,669,848.57	556,289,984.62	(1,813,007.26)
31 December 2017							
Assets							
Cash on hand	5	188,546,925.25	188,546,925.25	-	-	-	-
Current accounts with non-resident banks	6	422,009,658.27	422,009,658.27	-	-	-	-
Treasury bills	7	592,711,414.27	128,539,491.37	27,157,737.12	88,435,170.28	348,579,015.71	-
Deposit accounts with non-resident banks	8	68,178,188.62	68,178,188.62	-	-	-	-
In accounts related with IMF	9	325,763,334.32	164,979,793.32	-	4,170,991.00	156,612,550.00	-
		1,597,209,520.73	972,254,056.83	27,157,737.12	92,606,161.28	505,191,565.71	-
Liabilities							
Due to domestic banks	13	(331,825,757.36)	(331,825,757.36)	-	-	-	-
Due to accounts related to IMF	14	(325,763,334.32)	(164,979,793.32)	-	(4,170,991.00)	(156,612,550.00)	-
Due to local governmental institutions	15	(811,339,426.29)	(811,339,426.29)	-	-	-	-
Due to public and commercial entities	16	(95,808,347.61)	(95,808,347.61)	-	-	-	-
Borrowings	17	(2,266,259.07)	-	-	-	(453,251.81)	(1,813,007.26)
Other domestic liabilities	18	(2,047,534.21)	(2,047,534.21)	-	-	-	-
		(1,569,050,658.86)	(1,406,000,858.79)	-	(4,170,991.00)	(157,065,801.81)	(1,813,007.26)
		28,158,861.87	(433,746,801.96)	27,157,737.12	88,435,170.28	348,125,763.90	(1,813,007.26)

5. Cash on hand

	31 March 2018	31 December 2017
Cash on hand	298,850,871.22	188,546,925.25
Total	298,850,871.22	188,546,925.25

It noted considerable growth of a position cash on hand March 31, 2018. This stems from the impossibility of placing (term deposit) of funds in the financial markets as a result of very low rates and negative. So it was decided that more funds are held as cash due to negative rates that correspondent banks charge us over certain limits.

6. Current accounts with non-resident banks

Composition of current accounts with non-residential banks is as follows:

	31 March 2018	31 December 2017
Deutsche Bundesbank	20,759.44	62,776,184.68
Raiffeisen Zentralbank	29,799,905.71	29,800,000.00
Banque centrale du Luxembourg	6,203.27	39,846,006.15
Deutsche Bank	193,531,514.14	195,263,401.28
Nostro Acc. Commerzbank AG	497,403.00	498,537.70
Nostro Acc. Bayerische Landesbank	17,077.33	78,598,508.23
Nostro acc. with FED	167,675.68	227,020.23
Nostro Suspense Account	-	15,000,000.00
Total	224,006,383.91	422,009,658.27

The current account position compared to December 31, 2017 has been decreased, the change being the normal course of the activity of these accounts and the asset portfolio management (i.e. notes 6, 7 and 8 that are closely related to each other referred to asset management).

7. Securities (Treasury Bills and Bonds)

The two categories that fall within the group under note 7 are debt securities, they have geographical distribution according to the list below (in the table by country). Treasury bills shown on table according to type have a maturity of up to one year. While bonds mature for up to five years. All are in Euro and have effective interest rates moving from 0.008% to 1.716% in 2018 (in 2017: 0.008% to 2.696% per annum).

Securities according to geographic distribution and type (continued):

Disclosure by countries:	31 March 2018	31 December 2017
Germany	51,388,600.39	-
France	10,037,637.08	10,036,133.23
The Netherland	12,993,248.43	-
Italy	256,018,653.98	359,512,783.29
Slovenia	22,410,823.18	22,839,552.27
Luxemburg	91,202,919.06	-
EuroFima-Switzerland	6,253,692.75	6,252,941.09
Austria	81,831,026.57	-
Ireland	49,730,276.90	-
Kosovo	190,049,391.66	194,070,004.40
Total	771,916,269.99	592,711,414.27

According to type:	31 March 2018	31 December 2017
Treasury Bills	13,232,713.15	20,969,777.71
Bonds	758,683,556.84	571,741,636.56
Total	771,916,269.99	592,711,414.27

To this group there was a higher position compare to the period ended December 31, 2017 which is the normal flow of portfolio management, mainly based on the optimal rate of return.

8. Deposits with non-residential banks

Within this group includes placements in the money market in non-domestic banks. The interest rate for these placements until the first quarter of 2018 average is around 0.589% (min. 0.005% and max. 1.80%), whereas in 2017: min. 0.118% to 0.005% with an average of 1.46%). These placements mainly contracted maturity up to one year. Analytics by banks is disclosed in the table as bellow:

Money market placements	31 March 2018	31 December 2017
Raiffeisen Zentralbank	-	60,005,761.11
FED New York	8,035,865.60	8,172,427.53
Total	8,035,865.60	68,178,188.64

Just as it is easy to see if we compare 31 December 2017 and 31 March 2018 there is a decrease in the position (i.e. item) in the group under note 8. There is no active time deposits in euro. Whereas, 9.9 million are active time deposits placements in USD.

9. Assets related to IMF

	31 March 2018	31 December 2017
IMF Quota	97,453,812.67	98,085,084.65
SDR holdings	65,212,564.93	66,313,525.53
Accrued Interest	584,706.28	581,183.41
Use of IMF funds (SBA)	159,748,743.83	160,783,540.73
Total	322,999,827.71	325,763,334.32

Above items arise from Kosovo membership in IMF. First item represents the value of the mandatory quota (86,000,000 SDR form February 2016, where at the beginning has been 59,000,000 SDR) set to Kosovo by IMF in Euros.

Second item represents the value deposited in SDR (Special Drawing rights) on behalf of the Republic of Kosovo according to the decisions of the Executive Board of IMF on 28 August (43,737,278 SDR) and 9 September 2009 (11,631,135 SDR) in euros in the table above.

Special Drawing Rights – SDR deposits are deposits that bring an interest of 0.789% on average for the reporting period.

Item use of IMF funds, represents use of IMF funds according the agreement for use of credit line by Kosovo Government (SBA). Changes are derived mainly from new disbursement and payments for all active SBA and partially from changes on foreign exchange.

10, 11 Tangible and Intangible Assets

Category of main assets	Historical cost	Depreciation/ Amortization accumulated up to 31 December 2017	Total Depreciation/ Amortization for period 31 Mar 2018	Total Depreciation/ Amortization accumulated till 31 Mar 2018	Disposal January -March 2018	Net Value as 31 Mar 2018
Property, plant and equipment	9,937,308.84	4,447,603.38	157,882.11	4,605,485.49	863.83	5,332,687.18
Equipment's, offices and other	2,296,899.45	1,731,701.77	39,986.44	1,771,688.21	-	525,211.24
Vehicles	320,149.16	261,633.78	7,239.93	268,873.71	-	51,275.45
Premises	3,112,994.85	920,631.05	37,920.19	958,551.24	-	2,154,443.61
Computer hardware	2,133,042.82	1,534,500.61	72,735.55	1,607,236.16	863.83	526,670.49
Work in process	2,075,086.39	-	-	-	-	2,075,086.39
Disposal	(863.83)	(863.83)	-	(863.83)	-	-
Intangible assets	3,903,599.03	1,808,821.93	92,088.08	1,900,910.01	-	2,002,689.02
Intangible assets	3,903,599.03	1,808,821.93	92,088.08	1,900,910.01	-	2,002,689.02
Intangible assets– work in process	-	-	-	-	-	-
Total	13,840,907.87	6,256,425.31	249,970.19	6,506,395.50	863.83	7,335,376.20

12. Other assets

Other assets are as below:

	31 March 2018	31 December 2017
Accrued income	1,040,921.29	1,128,062.16
Prepayment	367,579.86	107,507.04
Payment in process (SNP/DepoX)	13,376,105.00	7,865,200.00
Total	14,784,606.15	9,100,769.20

13. Due to domestic banks

	31 March 2018	31 December 2017
ProCredit Bank - Kosovë	62,315,506.32	47,737,020.17
Raiffeisen Bank - Kosovë	65,986,349.27	56,743,154.84
NLB Prishtina	54,158,078.98	66,433,413.61
Komercijalna Banka - Dega Mitrovicë	5,886,057.82	5,620,504.29
Banka Ekonomike e Prishtinës	40,019,443.41	30,554,102.16
Banka për Biznes	21,590,084.56	33,998,176.76
Banka Kombëtare Tregtare e Shqipërisë	17,985,675.31	23,227,274.97
Turk Ekonomi Bankasi Sh.A	46,096,929.23	49,997,817.14
Turkiye Is Bankasi A.S.	15,756,403.09	16,180,143.17
T.C. Zirat Bankasi A.S.Dega Kosove	1,705,429.05	1,326,496.32
Banka Kreditore e Prishtinës	24,113.04	7,653.93
Total	331,524,070.08	331,825,757.36

In this group are disclosed balances current accounts of commercial banks operating within Kosovo that have an account on the CBK. Commercial banks that operate in Kosovo are obliged to hold liquidity reserve money in CBK, in total amount as of March 31, 2018 above disclosed is around 2.4 times higher the required amount.

14. Due to accounts related to IMF

	31 March 2017	31 December 2017
Current account FMN No. 1	243,634.53	245,212.71
Expenses account FMN No. 2	5,899.14	5,937.35
IMF securities account	233,285,668.30	234,796,811.89
Part paid of IMF quota	17,167,140.36	17,239,069.92
IMF SDR allocated by IMF	65,325,217.29	65,748,371.38
Accrued Interest	584,855.93	580,504.99
Total	316,612,415.55	318,615,908.24

The above items represent positions of accounts related to IMF following Kosovo's membership in this institution.

Three first items represent opened accounts according to IMF regulation: two operational accounts and one account in trust for securities issued by Kosovo Government as payable notes.

The paid quota is held in SDR (SDR 14,160,000), which in the table above is expressed in euro.

IMF SDR are allocations mentioned before (note 9) according to allocations on 28 August and 09 September 2009 (both allocations make a total of 55,368,413 SDR).

15. Due to Governmental Domestic Institutions

Due to governmental institutions comprise of:

Current account

	31 March 2018	31 December 2017
Treasury – Ministry of Economy and Finance	341,376,280.27	339,905,741.61
Privatization Agency of Kosovo	476,674,352.67	471,298,880.77
Interim Administrative Institutions	133,818.69	134,803.91
Total	818,184,451.63	811,339,426.29

Deposits on current accounts benefit interest of 0.00% (both for the reporting period and the comparative period). There are no active term deposits in the reporting period, as well as for 2017 and 31 December 2017 there were no term deposits. Change is the flow of the operational activity of the institutions that make up the group.

16. Due to Public and Commercial Entities

Dues to commercial and public entities are as below and are all assets in current accounts:

	31 March 2018	31 December 2017
Insurance Companies	4,978,695.65	4,906,427.31
Public Institutions	121,031,313.98	90,900,146.47
Pension Funds and other	1,767.83	1,773.83
Total	126,011,777.46	95,808,347.61

Mainly increase compared to 2017 is attributable to the account of fund and safe custody account of Kosovo Energy Corporation (KEK). It is to be mentioned that accounts change derive from normal operating activity of the accounts included in group.

17. Borrowings

	31 March 2018	31 December 2017
Borrowings from World Bank	2,266,259.07	2,266,259.07
Total	2,266,259.07	2,266,259.07

We have two projects that have been financed by the World Bank through the loan: the project for the Business Continuity and the project for the real-time payments system (RTGS). The Real Time Payment System Project is in operation since July 2016, while the Business Continuity has been inaugurated at the end of 2016.

18. Other liabilities

	31 March 2018	31 December 2017
Escrow account	756,036.51	756,036.51
Deferred income	570,994.93	596,095.95
Payables and Accrued expenses	303,560.62	695,401.75
	-	
Total	1,630,592.06	2,047,534.21

Within the group is a slight reduction in the total balance of the group compared with 31 December 2017. Mainly influenced by the reduction of accounts payable balance to March 31, 2018, compared to 31 December 2017.

19,20 Regulatory capital and reserves**Capital and general reserve**

	31 March 2018	31 December 2017
Authorized capital	30,000,000.00	30,000,000.00
Reserve fund	21,801,120.78	22,682,588.69
Net result for the period	(101,485.86)	(881,467.91)
Total	51,699,634.92	51,801,120.78

The negative financial result is influenced by Net profit/loss on exchange rate revaluation for foreign currency position. Unrealized profit/loss from exchange rate position in the reporting date was (271,089.34) Euro, if we exclude this position than we have a positive financial result around 169,603.48 Euro.

21. Net interest income	31 March 2018	31 March 2017
Interest Income		
From placements	28,093.90	17,969.45
From securities	314,227.04	241,858.75
From deposit current accounts	129,441.70	47,762.89
From negative rates on deposits ¹	126,475.01	-
	598,237.65	307,591.09
Interest expense		
From IMF Account (SDR Allocation)	129,167.66	60,681.43
From correspondent banks	258,502.50	69,491.89
From Borrowing	1,270.48	5,092.02
	388,940.64	135,265.34
Net interest income	209,297.01	172,325.75

As you can be seen from the table under note 21, revenues from interest rates are higher compared with the same period of last year. As well interest expenses are higher compared with the same period of last year. But net interest revenues are a little higher than the same period of last year.

Average interest rates on net interest revenues (taking into consideration only committed portfolio) brought in about 0.107% (in the same period of 2017 0.086%).

22. Net fee and commission income

	31 March 2018	31 March 2017
Net fee and commission income		
From cash deposits	133,760.03	139,499.43
From incoming transfer	16,635.00	9,257.00
From outgoing transfers	68,829.92	63,585.04
From domestic transfers (Domestic payment system)	205,349.92	199,813.32
From credit registry system	37,875.80	34,263.70
Other fees	9,295.00	8,148.00
	471,745.67	454,566.49
Fee and commission expense		
From cash transportation	28,224.84	37,000.00
From correspondent bank transactions	1,922.41	1,802.91
From payment services (IPS)	-	-
	30,147.25	38,802.91
Net fee and commission position	441,598.42	415,763.58

¹ Referring to the negative rates that are being followed by the financial markets of the euro currency, based also on ECB reference rates, the CBK has set negative rates on some of its depositors since September 2016.

An increase compared to March 31, 2017, it derived from increased volume of activities, especially for the forth item of the group.

23. Incomes from regulatory activity

	31 March 2018	31 March 2017
Banks licenses renewal fees	620,000.00	590,000.00
Bank licenses fees	4,300.00	2,800.00
Insurance Companies licenses renewal fees	256,000.00	254,000.00
Insurance Companies licenses fees	30,700.00	27,800.00
Pension funds renewal fees	6,000.00	6,000.00
Other financial institution fees	63,300.00	51,800.00
Total	980,300.00	932,400.00

The change as a rise is mainly based on the growth of the base (volume of activity) compared with the same period 2017.

24. Grant revenue

	31 March 2018	31 March 2017
Grant revenue	24,306.12	25,428.47

There are two grants that effect note 24 grant revenues. They are grant for application of management of whole process of *issuing the government securities* (which in fact the complete application was granted to us) and partial financing from grant for the application of *credit registry also the grant on supervision financial reporting application*. Decrease on grant revenue is derived by the grand for credit registry which is fully amortized during year 2017.

25. Other operational incomes

	31 March 2018	31 March 2017
Other income	284.63	-

Incomes from other activity are not regular ones and which could not be part of any regular items of incomes listed in previous notes.

26. Personnel expenses

	31 March 2018	31 March 2017
Wages and salary expenses	758,928.45	780,691.20
Social security and health insurance	163,205.70	170,142.81
Staff training costs	11,115.46	8,505.01
Board expenses	22,959.27	19,524.27
Daily meal	31,299.00	32,979.00
Other	5,350.82	6,710.11
Total	992,858.70	1,018,552.40

Total number of employees who were active on the payroll during January-March 2018 is 212 (215 in January-March 2017).

The other category include the staff costs include additional pension compensation (2018, 2,977.58 euro; 2017, 3,598.89 euro), fees for the internship program for students (2018, zero euro; 2017, 160.00 euro) and financial support for housing (2018, 2,373.24.euro; 2017, 2,951.22 euro). Additional

27. General and administrative expenses

	31 March 2018	31 March 2017
Insurance expenses	80,325.65	48,030.52
Repairs and maintenance	10,610.87	7,741.35
Application maintenance	70,331.42	60,974.67
Communication expenses (telephone, fax, and internet)	2,820.64	4,605.62
Public utility expenses	16,811.76	31,608.70
Consulting and auditing expenses	1,769.23	1,628.40
Security (guard and transportation)	15,528.00	5,580.00
Travel and transportation	16,929.38	25,262.49
Vehicle operating expenses	2,628.24	2,106.74
Consumable administrative material	3,044.76	1,263.13
Cafeteria expenses	4,317.59	7,463.19
Consumable expenses (IT and non-IT equipment supply)	4,617.59	2,512.69
Publishing and literature	1,112.70	2,492.40
Representation expenses	1,958.65	9,116.50
Membership to professional institutions	8,161.13	9,870.55
Other	2,386.20	8,103.86
Total	243,353.81	228,360.81

The change is mainly derived by security (guard and transportation) related by the increase of the amount of cash held in vault and any activity that did not have the same periodicity in comparative periods.

28. Net result of changes in exchange rates

Exchange Rate Revaluation	31 March 2018	31 March 2017
From USD Position	(223,665.70)	-
From SDR Position	(47,423.64)	52,300.67
Net unrealized profit/loss from exchange rate	(271,089.34)	52,300.67

The result presented above is temporary (specifically only to reporting date) and can change depending on the movement of exchange rates EUR / SDR and EUR/USD.

29. Cash and cash equivalents

	Note	31 March 2018	31 December 2017
Cash in hand	5	298,850,871.22	188,546,925.25
Cash accounts with non-resident banks	6	224,006,383.91	422,009,658.27
Treasury bill with maturity up to three months		-	-
Placements with non-resident banks with maturity up to three months		8,035,865.60	8,172,427.53
Total		530,893,120.73	618,729,011.05

30. Commitment and contingencies**Membership in the World Bank**

After the accession of the Republic of Kosovo in the World Bank and its sub-agencies Kosovo Government has issued notes payable (upon request), pledging that it will pay at the request of the World Bank (her sub-agencies) for the membership fee. The value of their March 31, 2018 is approximately 645.152 euros (December 31, 2017, this liability was expected 645.152 euro), CBK acts as financial intermediary (bank guarantee) and funds held in safe-custody account.