



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



# FINANCIAL SYSTEM

## MONTHLY INFORMATION

**JUNE 2020**

*Values calculated for June 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>56.5%</b>   |
| <b>Foreign Ownership<sup>2</sup></b>           | <b>86.7%</b>   |
| Number of employees                            | 3,370          |
| <b>Activities</b>                              |                |
| <b>Assets</b>                                  | <b>4,849.0</b> |
| <b>Loans</b>                                   | <b>3,127.4</b> |
| <i>to households</i>                           | 1,128.8        |
| <i>to nonfinancial corporations</i>            | 1,988.4        |
| <i>to other financial corporations</i>         | 5.7            |
| <b>Annual Growth Rate of Loans</b>             | <b>6.4%</b>    |
| <i>to households</i>                           | 6.8%           |
| <i>to nonfinancial corporations</i>            | 6.3%           |
| <i>to other financial corporations</i>         | -14.0%         |
| Foreign currency denominated loans             | 2.6            |
| <b>Deposits</b>                                | <b>3,903.2</b> |
| <i>of households</i>                           | 2,648.9        |
| <i>of nonfinancial corporations</i>            | 650.2          |
| <i>of other financial corporations</i>         | 318.3          |
| <b>Annual Growth Rate of Deposits</b>          | <b>14.0%</b>   |
| <i>of households</i>                           | 9.6%           |
| <i>of nonfinancial corporations</i>            | 8.9%           |
| <i>of other financial corporations</i>         | 59.4%          |
| Foreign currency denominated deposits          | 171.0          |
| <b>Shareholder's Equity</b>                    | <b>570.0</b>   |
| Claims on non-residents                        | 612.9          |
| Liabilities to non-residents                   | 256.3          |
| <b>Performance and Stability</b>               |                |
| <b>Income</b>                                  | <b>136.2</b>   |
| <i>Interest income</i>                         | 104.2          |
| <b>Expenditures</b>                            | <b>96.6</b>    |
| <i>Interest expenditures</i>                   | 11.8           |
| <i>General and administrative expenditures</i> | 53.5           |
| <b>Net Profit</b>                              | <b>39.6</b>    |
| ROAA <sup>3</sup> (Return on average assets)   | 1.9%           |
| ROAE <sup>3</sup> (Return on average equity)   | 16.6%          |
| Liquidity Ratio <sup>4</sup>                   | 36.1%          |
| Loan to deposit ratio                          | 80.1%          |
| CAR <sup>5</sup>                               | 16.7%          |
| NPL <sup>6</sup>                               | 2.6%           |
| Loan loss provisions to NPL                    | 134.8%         |
| <b>Effective Interest Rates</b>                |                |
| <b>Interest Rate on Loans<sup>7</sup></b>      | <b>6.3%</b>    |
| <i>to households</i>                           | 6.4%           |
| <i>of which consumer loans</i>                 | 6.7%           |

|  |              |
|--|--------------|
| <i>of which mortgage loans</i>               | 5.5%         |
| <b>to nonfinancial corporations</b>          | <b>6.1%</b>  |
| <i>of which agriculture loans</i>            | 7.7%         |
| <i>of which industry loans</i>               | 6.0%         |
| <i>of which services loans</i>               | 6.1%         |
| <b>Interest Rate on Deposits<sup>8</sup></b> | <b>1.5%</b>  |
| <b>of households</b>                         | <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%         |
| <b>of nonfinancial corporations</b>          | <b>1.8%</b>  |
| <i>of which transferrable deposits</i>       | 0.0%         |
| <i>of which saving deposits</i>              | 0.2%         |
| <i>of which time deposits</i>                | 1.8%         |
| <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                          | 146          |
| <b>Concentration Rate<sup>1</sup></b>      | <b>54.4%</b> |
| <b>Foreign Ownership<sup>2</sup></b>       | <b>93.3%</b> |
| Number of employees                        | 1,339        |
| <b>Activities</b>                          |              |
| <b>Assets</b>                              | <b>318.7</b> |
| <b>Loans</b>                               | <b>220.6</b> |
| <i>to households</i>                       | 150.0        |
| <i>to nonfinancial corporations</i>        | 70.6         |
| <b>Annual Growth Rate of Loans</b>         | <b>7.3%</b>  |
| <i>of households</i>                       | 8.2%         |
| <i>of nonfinancial corporations</i>        | 5.4%         |
| <b>Interests Rate on Loans<sup>6</sup></b> | <b>19.1%</b> |
| Financial Lease                            | 54.7         |
| Claims on non-residents                    | 0.0          |
| Liabilities to non-residents               | 201.2        |

|  |             |
|--|-------------|
| <b>Performance and Stability</b>                 |             |
| <b>Income</b>                                    | <b>34.8</b> |
| <i>Interest income</i>                           | 32.8        |
| <b>Expenditures</b>                              | <b>30.3</b> |
| <i>Interest expenditures</i>                     | 6.2         |
| <i>Personnel expenditures and administration</i> | 12.5        |
| <b>Net Profit</b>                                | <b>4.4</b>  |
| ROAA <sup>3</sup> (Return on average assets)     | 2.9%        |
| ROAE <sup>3</sup> (Return on average equity)     | 12.1%       |
| NPL <sup>6</sup>                                 | 3.0%        |
| Loan loss provisions to NPL                      | 133.5%      |

**INSURANCE COMPANIES**

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

|  |              |
|--|--------------|
| Number of offices                            | 468          |
| <b>Concentration Rate<sup>1</sup></b>        | <b>33.8%</b> |
| <b>Foreign Ownership<sup>2</sup></b>         | <b>51.3%</b> |
| <b>Activities</b>                            |              |
| <b>Assets</b>                                | <b>208.6</b> |
| <i>'life'</i>                                | 18.5         |
| <i>'non-life'</i>                            | 190.1        |
| <b>Value of Written Premiums</b>             | <b>45.4</b>  |
| of which 'life'                              | 1.7          |
| of which 'non-life'                          | 43.7         |
| <i>Third party liability</i>                 | 24.5         |
| <i>Non third party liability</i>             | 18.6         |
| <b>Value of Claims Paid</b>                  | <b>23.4</b>  |
| of which to third party                      | 14.0         |
| <b>Performance and Stability</b>             |              |
| <b>Net Income</b>                            | <b>40.2</b>  |
| <b>Claims Incurred</b>                       | <b>16.5</b>  |
| <b>Expenditures</b>                          | <b>18.8</b>  |
| <b>Net Profit</b>                            | <b>4.9</b>   |
| ROAA <sup>3</sup> (Return on average assets) | 4.9%         |
| ROAE <sup>3</sup> (Return on average equity) | 19.4%        |
| <b>Claims Paid /Written Premiums</b>         | <b>51.5%</b> |
| Capital/Assets                               | 27.1%        |

**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>2,013.9</b> |
| <i>Kosovo Pension Saving Trust (KPST)</i>                       | 2,005.9        |
| <i>Slovenian-Kosovo Pension Fund (SKPF)</i>                     | 8.0            |
| Net Foreign Assets of Pension Funds                             | 1,397.7        |
| <b>Performance</b>  |                |
| KPST  |                |
| *Return on investment <sup>9</sup>                              | -20.2          |
| *New contributions <sup>9</sup>                                 | 88.3           |
| <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> ) | -232.9         |
| *New contributions <sup>9</sup> ( <i>thousands of euro</i> )    | 258.4          |
| <b>Unit price per share<sup>10</sup></b>                        | <b>171.80€</b> |

<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 June 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-June 2020  
<sup>10</sup> Base value of unit price: KPST =1; SKPF =100  
<sup>11</sup> Non-banking Financial Institutions are included