



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



# FINANCIAL SYSTEM

## MONTHLY INFORMATION

SEPTEMBER 2019

*Values calculated for September 2019 (\*if missing, June 2019)*

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

**SEPTEMBER 2019**

**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>57.4%</b>
<b>Foreign Ownership<sup>2</sup></b>	<b>86.9%</b>
Number of employees	3,295

**Activities**

<b>Assets</b>	<b>4,577.2</b>
<b>Loans</b>	<b>2,957.2</b>
<i>to households</i>	1,078.6
<i>to nonfinancial corporations</i>	1,864.9
<b>Annual Growth Rate of Loans</b>	<b>10.3%</b>
<i>to households</i>	10.8%
<i>to nonfinancial corporations</i>	9.9%
Foreign currency denominated loans	6.0
<b>Deposits</b>	<b>3,735.6</b>
<i>of households</i>	2,525.8
<i>of nonfinancial corporations</i>	676.0
<b>Annual Growth Rate of Deposits</b>	<b>16.4%</b>
<i>of households</i>	11.4%
<i>of nonfinancial corporations</i>	17.3%
Foreign currency denominated deposits	156.7
<b>Shareholder's Equity</b>	<b>514.3</b>
Claims on non-residents	612.3
Liabilities to non-residents	203.2

**Performance and Stability**

<b>Income</b>	<b>197.9</b>
<i>Interest income</i>	149.7
<b>Expenditures</b>	<b>132.3</b>
<i>Interest expenditures</i>	15.0
<i>General and administrative expenditures</i>	78.9
<b>Net Profit</b>	<b>65.7</b>
ROAA <sup>3</sup> (Return on average assets)	2.1%
ROAE <sup>3</sup> (Return on average equity)	17.4%
Liquidity Ratio <sup>4</sup>	39.3%
Loan to deposit ratio	79.2%
CAR <sup>5</sup>	16.5%
NPL <sup>6</sup>	2.3%
Loan Loss provisions to nonperforming loans	161.3%

**Effective Interest Rates**

<b>Interest Rate on Loans<sup>7</sup></b>	<b>6.5%</b>
<b><i>to households</i></b>	<b>7.0%</b>
<i>of which consumer loans</i>	7.3%
<i>of which mortgage loans</i>	5.7%
<b><i>to nonfinancial corporations</i></b>	<b>6.2%</b>
<i>of which agriculture loans</i>	7.9%

<i>of which industry loans</i>	5.9%
<i>of which services loans</i>	6.3%
<b>Interest Rate on Deposits<sup>8</sup></b>	<b>1.5%</b>
<b><i>of households</i></b>	<b>1.5%</b>
<i>of which transferrable deposits</i>	0.0%
<i>of which saving deposits</i>	0.4%
<i>of which time deposits</i>	1.5%
<b><i>of nonfinancial corporations</i></b>	<b>1.6%</b>
<i>of which transferrable deposits</i>	0.0%
<i>of which saving deposits</i>	0.6%
<i>of which time deposits</i>	1.6%
<b>Interest Rate Spread</b>	<b>5.0pp</b>

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

**Structure**

<b>Number of MFIs</b>	<b>23</b>
<i>of which foreign owned</i>	15
Number of offices	183
<b>Concentration Ratio<sup>1</sup></b>	<b>51.2%</b>
<b>Foreign Ownership<sup>2</sup></b>	<b>93.8%</b>
Number of employees	1,527

**Activities**

<b>Assets</b>	<b>300.3</b>
<b>Loans</b>	<b>214.5</b>
<i>to households</i>	145.3
<i>to nonfinancial corporations</i>	69.2
<b>Annual Growth Rate of Loans</b>	<b>23.5%</b>
<i>of households</i>	27.3%
<i>of nonfinancial corporations</i>	16.1%
<b>Interests Rate on Loans<sup>7</sup></b>	<b>20.3%</b>
Financial Lease	48.3
Claims on non-residents	0.0
Liabilities to non-residents	192.2

**Performance and Stability**

<b>Income</b>	<b>43.3</b>
<i>Interest income</i>	39.5
<b>Expenditures</b>	<b>34.7</b>
<i>Interest expenditures</i>	8.1
<i>Personnel expenditures and administration</i>	16.0
<b>Net Profit</b>	<b>8.6</b>
ROAA <sup>3</sup> (Return on average assets)	4.2%
ROAE <sup>3</sup> (Return on average equity)	17.7%
NPL <sup>6</sup>	3.7%
Loan Loss provisions to nonperforming loans	170.9%

**INSURANCE COMPANIES**

**Structure**

<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	480

<b>Concentration Ratio<sup>1</sup></b>	<b>33.6%</b>
<b>Foreign Ownership<sup>2</sup></b>	<b>50.7%</b>
<b>Activities</b>	
<b>Assets</b>	<b>196.1</b>
<i>'life'</i>	17.6
<i>'non-life'</i>	178.5
<b>Value of Written Premiums</b>	<b>74.0</b>
of which 'life'	2.6
of which 'non-life'	71.4
<i>Third party liability</i>	38.3
<i>Non third party liability</i>	29.0
<b>Value of Claims Paid</b>	<b>37.9</b>
<i>of which to third party</i>	21.1

**Performance and Stability**

<b>Net Income</b>	<b>65.7</b>
<b>Claims Incurred</b>	<b>34.0</b>
<b>Expenditures</b>	<b>32.5</b>
<b>Net Profit</b>	<b>-0.8</b>
ROAA <sup>3</sup> (Return on average assets)	1.6%
ROAE <sup>3</sup> (Return on average equity)	6.4%
<b>Claims Paid /Written Premiums</b>	<b>51.2%</b>
Capital/Assets	25.4%

**PENSION FUNDS**

**Structure**

<b>Number of Pension Funds</b>	<b>2</b>
Number of employees	30

**Activities**

<b>Assets</b>	<b>1,915.1</b>
<i>Kosovo Pension Saving Trust (KPST)</i>	1,907.0
<i>Slovenian-Kosovo Pension Fund (SKPF)</i>	8.0
Net Foreign Assets of Pension Funds	1,434.4

**Performance**

<b>KPST</b>	
Return on investment <sup>9</sup>	137.3
New contributions <sup>9</sup>	136.5
<b>unit price per share<sup>10</sup></b>	<b>1.49€</b>
<b>SKPF</b>	
Return on investment <sup>9</sup> ( <i>thousands of euro</i> )	936.7
New contributions <sup>9</sup> ( <i>thousands of euro</i> )	396.8
<b>unit price per share<sup>10</sup></b>	<b>175.94€</b>

\* Values calculated based on data of June 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 September 2019 (for Insurance Sector profit before tax is taken into account)

<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-September 2019

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

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