



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

FINANCIAL STATEMENTS OF CBK
/for/until the third quarter 2024/
-Unaudited interim report -

Department for Financial Planning and Reporting

CBK's financial statements for the third quarter 2024

Defined by Law 03/L-209 "on the Central Bank of the Republic of Kosovo" (with initials CBK), as a reporting framework for the preparation of financial statements are the International Financial Reporting Standards, namely Article 58 of the aforementioned Law. These statements for the third quarter include the statement of financial position and the summary account of incomes, the statement of changes in capital and reserves (equities). The financial year of the CBK corresponds to the calendar year, therefore, the date of the report on the financial statements of the third quarter 2024 is September 30, 2024.

Abbreviations used in the report :

CBK – Central Bank of the Republic of Kosovo
IMF – International Monetary Fund
SDR – Special Drawing Rights
IPS – Interbank Payment System
ECB – European Central Bank
EUR – Euro currency
USD – American Dollar
RFI – Rapid Financing Instrument
ALCA - Active line of credit agreement

Statement of financial position

according to data with:

	Note	September 30, 2024	December 31, 2023
The means			
Cash	5	137,100,255.96	101,931,866.18
Current account	6	355,216,534.26	426,076,735.56
Securities	7	624,336,409.07	717,814,023.91
Placements in the money market	8	466,913,841.07	205,252,453.47
Funds related to the IMF	9	174,870,183.95	178,261,036.26
Property and equipment	10	4,104,499.91	4,275,739.08
Intangible means	11	814,144.90	896,319.28
Other means	12	2,497,968.72	2,475,581.90
Total means		1,765,853,837.84	1,636,983,755.64
Obligations			
To commercial banks in the country	13	526,309,133.03	590,622,072.61
To accounts related to the IMF	14	183,909,142.86	184,216,991.06
To government institutions	15	835,084,978.15	511,903,456.25
To public and commercial institutions	16	104,408,517.61	240,201,714.61
From the loan/s	17	1,543,177.10	1,661,655.62
Other local obligations	18	2,447,774.41	9,221,562.98
Total obligations		1,653,702,723.16	1,537,827,453.13
Capital and reserves			
Authorized capital	19	30,000,000.00	30,000,000.00
Reserve funds	20	58,780,315.47	41,525,187.85
Net result for the period		23,370,799.21	27,631,114.66
Total capital and reserves		112,151,114.68	99,156,302.51
Total obligations, capital and reserves		1,765,853,837.84	1,636,983,755.64

The relevant disclosures according to the notes from pages 6 to 24 are an integral part of these financial statements.

The financial statements and their respective disclosures have been approved by the decision-making bodies ¹on November 25th 2024 and have been signed on their behalf by:

[Ahmet Ismaili]

Signed by:

Ahmet Ismaili

Governor

[Faton Ahmetaj]

Signed by:

Faton Ahmetaj

Director,

Department of Finance

¹According to article 34 and 59 of Law no. 03/L -209 on the Central Bank of the Republic of Kosovo.

Summary statement of income

	Note	September 30, 2024	September 30, 2023
Interest income			
Interest income		33,705,431.77	23,181,853.81
Interest expenses		(13,273,676.30)	(6,536,684.30)
Net interest income	21	20,431,755.47	16,645,169.51
Revenues from fees and tolls			
Revenues from fees and tolls		3,452,872.55	2,956,070.18
Expenses from fees and tolls		(890,900.39)	(880,302.37)
Net revenue from fees and tolls	22	2,561,972.16	2,075,767.81
Revenues from regulatory activity and other operating revenues			
Income from regulatory activity	23	6,154,199.37	5,570,115.99
Income from grants	24	26,320.93	30,837.39
Other operating income	25	10,148.40	13,630.31
Operating income (21+22+23+24+25)		29,184,396.33	24,335,521.01
Administrative expenses			
Personnel expenses	26	(3,890,473.88)	(3,803,755.01)
Depreciation and amortization	10,11	(651,299.54)	(625,361.85)
General administrative expenses	27	(1,083,091.29)	(1,109,794.96)
Administrative expenses		(5,624,864.71)	(5,538,911.82)
Net result without the effect of the exchange rate and provisions for expected credit losses		23,559,531.62	18,796,609.19
Net foreign exchange gain/(loss).	28	(65,518.52)	104,516.38
Provision for expected credit losses [net increase/(decrease)]	4	(123,213.89)	(79,307.68)
Net result for the period		23,370,799.21	18,821,817.89

The notes from pages 6 to 24 are an integral part of these financial statements

Statement of changes in equity (capital and reserves)

	Capital	Reserve fund	Revaluation reserves	Retained earnings	Net Result	Total
The state of January 1, 2023	30,000,000.00	32,972,924.93	-	8,552,262.92	-	71,525,187.85
Transfer to reserve fund	-	6,533,830.66	2,018,432.26	(8,552,262.92)	-	-
Transfer to the Treasury (MF)	-	-	-	-	-	-
Total transactions required by law	-	6,533,830.66	2,018,432.26	(8,552,262.92)	-	-
Profit for the year	-	-	-	-	27,631,114.66	27,631,114.66
Adjustments during the year	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	27,631,114.66	27,631,114.66
The state of December 31, 2023	30,000,000.00	39,506,755.59	2,018,432.26	-	27,631,114.66	99,156,302.51
The state on January 1, 2024	30,000,000.00	39,506,755.59	2,018,432.26	27,631,114.66	-	99,156,302.51
Transfer to reserve fund	-	17,490,625.10	(235,510.48)	(17,255,127.62)	-	-
Transfer to Treasury (MF)	-	-	-	(10,375,987.04)	-	(10,375,987.04)
Total transactions required by law	-	17,490,638.10	(235,510.48)	(27,631,114.66)	-	(10,375,987.04)
Profit for the year	-	-	-	-	23,370,799.21	23,370,799.21
Adjustments during the year	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	23,370,799.21	23,370,799.21
The state on September 30, 2024	30,000,000.00	56,997,393.69	1,782,921.78	-	23,370,799.21	112,151,114.68

The notes from pages 6 to 24 are an integral part of these financial statements.

Financial statements of the Central Bank of the Republic of Kosovo

1. Reporting Institution

The Central Bank of the Republic of Kosovo - CBK, which operates according to Law No. 03/L-209 on the Central Bank of the Republic of Kosovo approved in July 2010 , as well as the addition/change on March 10, 2017 to Law no. 05/L-150.

2. Basis of preparation of financial statements

Reporting Framework

The financial statements have been prepared according to the requirements of the International Financial Reporting Standards (IFRS).

The basis of preparation

The financial statements are prepared on the basis of historical cost and harmonized according to the requirements of the International Financial Reporting Standards (IFRS).

Functional and presented currency

These financial statements are presented in EURO, which is the official functional currency of Kosovo. If the values are expressed in other currencies, then there will be a corresponding note where they are presented.

3. Accounting policies

The financial statements are prepared using the consistency of the accounting policies and it should be noted that there has not been any new policy or change in the applied accounting policies.

4. Financial risk management

The financial risk in CBK is presented in the form of: liquidity risk, operational risk , credit risk and market risk. The greatest weight of financial risk in the CBK is mainly related to the asset management work and operational and quality activities of the regulator and is managed by the relevant organizational units, in accordance with the legal acts approved by the decision-making bodies such as the Board of the CBK and Executive Board.

Based on the requirements of financial reporting standards, especially those covering credit risk, we are disclosing the elements of how credit and liquidity exposures are managed. The portfolio of exposures is in the countries of the European Union and the United States of America with an investable credit rating (from "AAA to BB-" and/or "Aaa to Ba3") exposure listed in the table - credit rating (Ranking) (page 7).

Financial risk management (continuation)

The carrying values of exposure to credit risk, divided by type and also expressed by percentage participation with the total exposure, are as follows:

September 30, 2024

Credit rating (S&P/ Moody's / Fitch)	Placements in			Total carrying value	% of total weight
	Nostro accounts	the money market	Securities		
AAA/ Aaa /AAA	267,853,920.75	320,219,133.72	131,866,904.30	719,939,958.78	49.75%
BBB-/Baa3/BBB-	1,003,614.00	-	36,817,058.82	37,820,672.82	2.61%
BB-/Ba3/BB-	-	-	166,115,875.35	166,115,875.35	11.48%
AA+/Aa1/AA+	-	-	104,193,470.79	104,193,470.79	7.20%
AA/Aa2/AA	204,505.26	20,235,093.61	-	20,439,598.87	1.41%
AA-/Aa3/AA-	10,092,685.28	-	140,220,935.23	150,313,620.51	10.39%
A+/A1/A+	4,705,592.50	56,036,647.22	-	60,742,239.72	4.20%
A/A2/A	20,873,345.08	20,103,500.00	15,621,721.62	56,598,566.70	3.91%
A-/A3/A-	-	-	29,894,316.45	29,894,316.45	2.07%
BBB/Baa2/BBB	50,615,387.74	50,428,541.67	-	101,043,929.41	6.98%
Total	355,349,050.61	467,022,916.22	624,730,282.56	1,447,102,249.40	100.00%

December 31, 2023

Credit rating (S&P/ Moody's/Fitch)	Placements in			Total carrying value	% of total weight
	Nostro accounts	the money market	Securities		
AAA/ Aaa /AAA	388,459,549.24	180,217,711.82	143,866,967.28	712,544,228.32	52.79%
AA+/Aa1/AA+	-	-	129,488,929.85	129,488,929.85	9.59%
AA/Aa2/AA	-	-	190,575,328.24	190,575,328.24	14.12%
AA-/Aa3/AA-	-	-	-	-	-
A+/A1/A+	6,022,678.28	-	-	6,022,678.28	0.45%
A/A2/A	21,178,436.17	-	15,657,821.12	36,836,257.29	2.73%
A-/A3/A-	10,533,571.04	25,063,000.00	200,755,229.80	236,351,800.84	17.51%
BBB-/Baa3/BBB-	-	-	37,836,241.22	37,836,241.22	2.80%
Total	426,194,234.73	205,280,711.82	718,180,517.51	1,349,655,464.04	100.00%

Financial risk management (continuation)

The following table presents the exposure values at the level of stages according to the requirements of IFRS 9. On the reporting date, we do not have any material change in credit risk since initial recognition, therefore all financial assets are in phase 1.

	September 30, 2024			December 31, 2023		
	Phase 1	Phase 2	Phase 3	Phase 1	Phase 2	Phase 3
Current accounts with foreign banks	355,349,050.61	-	-	426,194,235.00	-	-
Securities (Treasury bonds and government bonds)	624,730,282.56	-	-	718,180,517.24	-	-
Placements in the money market	467,022,916.21	-	-	205,280,711.80	-	-
Carrying value	1,447,102,249.38	-	-	1,349,655,464.04	-	-
Expected credit losses (ECL)	(635,464.98)	-	-	(512,251.10)	-	-
Net carrying value	1,446,466,784.40	-	-	1,349,143,212.94	-	-

The movements of ECL related to the financial assets that CBK has exposure to during the reporting period are as follows:

	2024			
	Phase 1	Phase 2	Phase 3	in total
ECL on January 1, 2024	512,251.10	-	-	512,251.10
Transfers in Phase 1	-	-	-	-
Transfers to Phase 2	-	-	-	-
Transfers to Phase 3	-	-	-	-
ECL increase/(decrease) for the year	123,213.88	-	-	123,213.88
Year-end ECL impact of exposures transferred between phases during the year	-	-	-	-
Issuance of deductions (recognized in income from interest)	-	-	-	-
Changes due to modifications that do not result in deregistration	-	-	-	-
Changes in models and inputs used for HPK calculations	-	-	-	-
Exchange rate adjustments	-	-	-	-
Balance on September 30, 2024:	635,464.98	-	-	635,464.98

Financial risk management (continuation)

The movements of ECL related to the financial assets that CBK had exposure during 2023 are as follows:

	2023			
	Phase 1	Phase 2	Phase 3	in total
ECL on January 1, 2023	459,008.12	-	-	459,008.12
Transfers in Phase 1	-	-	-	-
Transfers to Phase 2	-	-	-	-
Transfers to Phase 3	-	-	-	-
ECL increase / (decrease) for the year	-	-	-	-
Year-end ECL impact of exposures transferred between phases during the year	53,242.98	-	-	53,242.98
Issuance of deductions (recognized in income from interest)	-	-	-	-
Changes due to modifications that do not result in deregistration	-	-	-	-
Changes in models and inputs used for ECL calculations	-	-	-	-
Exchange rate adjustments	-	-	-	-
Balance on December 31, 2023:	512,251.10	-	-	512,251.10

Liquidity Risk Management (continued)
Carrying values according to remaining maturity

	not	Net carrying value	less than 1 month	1-3 months	3 months - 1 year	1 - 5 years	over 5 years
September 30, 2024							
The means							
Cash money	7	137,100,255.96	137,100,255.96	-	-	-	-
Current accounts	8	355,216,534.26	355,216,534.26	-	-	-	-
Securities	9	624,336,409.07	43,923,813.70	41,330,192.22	156,938,115.01	382,144,288.15	-
Placements in the money market	10	466,913,841.07	456,703,425.52	10,210,415.56	-	-	-
Funds linked to the IMF (accounts)	11	173,788,529.21	173,788,529.21	-	-	-	-
		1,757,355,569.57	1,166,732,558.65	51,540,607.78	156,938,115.01	382,144,288.15	-
Obligations							
To local banks	13	(526,309,133.03)	(526,309,133.03)	-	-	-	-
To accounts related to the IMF	14	(182,741,645.93)	(65,434.43)	-	-	-	(182,676,211.50)
To government institutions	15	(835,084,978.15)	(835,084,978.15)	-	-	-	-
To public and commercial institutions	16	(104,408,517.61)	(104,408,517.61)	-	-	-	-
From borrowing /s	17	(1,543,177.10)	(110,226.97)	-	(110,226.97)	(881,815.76)	(440,907.41)
Other local obligations	18	(759,211.85)	(759,211.85)	-	-	-	-
		(1,650,846,663.67)	(1,466,737,502.04)	-	(110,226.97)	(881,815.76)	(183,117,118.91)
		106,508,905.90	(300,004,943.39)	51,540,607.78	156,827,888.04	381,262,472.39	(183,117,118.91)
December 31, 2023							
The means							
Cash money	5	101,931,866.18	101,931,866.18	-	-	-	-
Current accounts	6	426,076,735.56	426,076,735.56	-	-	-	-
Securities	7	717,814,023.91	42,170,258.25	74,272,691.21	267,436,551.04	333,934,523.40	-
Placements in the money market	8	205,252,453.47	130,184,227.72	75,068,225.75	-	-	-
Funds linked to the IMF (accounts)	9	177,048,765.55	177,048,765.55	-	-	-	-
		1,628,123,844.67	877,411,853.27	149,340,916.96	267,436,551.04	333,934,523.40	-
Obligations							
To local banks	13	(590,622,072.61)	(590,622,072.61)	-	-	-	-
To the accounts connected with IMF	14	(182,925,420.47)	(5,566.53)	-	-	-	(182,919,853.94)
To government institutions	15	(511,903,456.25)	(511,903,456.25)	-	-	-	-
To public and commercial institutions	16	(240,201,714.61)	(240,201,714.61)	-	-	-	-
From borrowing / s	17	(1,661,655.62)	-	-	(221,554.14)	(886,216.12)	(553,885.36)
Other local obligations	18	(757,474.20)	(757,474.20)	-	-	-	-
		(1,528,071,793.76)	(1,343,490,284.20)	-	(221,554.14)	(886,216.12)	(183,473,739.30)
		100,052,050.91	(466,078,430.93)	149,340,916.96	267,214,996.90	333,048,307.28	(183,473,739.30)

5 . Cash money

	September 30, 2024	December 31, 2023
Cash money	137,100,255.96	101,931,866.18
Total	137,100,255.96	101,931,866.18

There is an increase in the cash balance on September 30, 2024 compared to December 31, 2023. Mainly derived from daily cash operations, but estimated to be within the framework of the activity.

6. Current accounts (nostro - with non-resident banks)

The composition of current accounts with non-local banks is as follows:

	September 30, 2024	December 31, 2023
Deutsche Bundesbank	201,466,261.59	319,333,264.53
Raiffeisen Zentralbank	4,094,682.38	6,022,678.28
Banque Central du Luxembourg	65,375,453.54	67,528,944.86
Deutsche Bank	4,931,924.44	10,533,612.55
Commerzbank AG	361,448.53	1,077,538.03
Bank of Lithuania	15,895,786.30	20,100,898.14
DZ Bank AG	204,505.26	20.00
Croatian National Bank	50,477,268.47	-
Erste Group Bank AG	249,259.56	-
National Bank of Belgium	10,064,546.42	-
Banca D'Italia	1,000,577.88	-
Federal Reserve Bank (FED-NY)	224,160.48	245,788.91
	354,345,874.85	424,842,745.30
Calculated interest (accrual)	1,003,175.76	1,351,489.43
Total carrying value	355,349,050.61	426,194,234.73
Expected credit losses (ECL)	(132,516.35)	(117,499.17)
Total net worth	355,216,534.26	426,076,735.56

The volume of *current accounts* (nostro) compared to December 31, 2023 has increased, the change is the result of the activity of these accounts and the management of the asset portfolio, also affected by interest rates in the financial markets (respectively notes 5, 6, 7 and 8 , which are very closely related to each other in terms of asset management/ portfolio of financial instruments).

Among other things, this increase also presents the potential for new deferrals by digesting new movements in interest rates in the euro currency (referring to the ECB's decision on the change in the base interest rate from the second half of 2022 until the reporting date, while it has shown signs of falling rates only in the third/reporting quarter of 2024).

7. Securities (Treasury bills and bonds)

Both categories that are part of the group under note 7 are debt securities issued by various countries and institutions of Europe and the United States of America, in analytics on page 12 they are listed according to geographical distribution (in the table *according to geographical distribution*).

Treasury bonds, also disclosed on page 12, have contracted maturities of up to one year. Meanwhile, those of government bonds have contracted maturities from one year to over five years. Effective interest rate on securities in the reporting period of 2024 varies in the segment from - 0.014% to 3.730 % annually (while, in 2023 varies in the segment from - 0.014% to 5.034% annually).

7. Securities - continuation / by geographical distribution and type:**Securities / by geographical distribution (continuation):**

Country	Carried value September 30, 2024	Losses of credit expectation	Net worth September 30, 2024
Germany	29,533,071.47	(15,101.95)	29,517,969.52
France	50,306,836.52	(21,912.47)	50,284,924.05
Netherlands	73,218,621.04	(40,161.56)	73,178,459.48
Finland	38,735,686.64	(21,964.54)	38,713,722.10
Slovenia	29,894,316.45	(20,664.32)	29,873,652.13
Luxembourg	24,733,264.20	(4,260.26)	24,729,003.94
Belgium	70,088,823.68	(30,733.89)	70,058,089.79
Austria	65,457,784.15	(40,891.43)	65,416,892.72
Ireland	19,825,275.03	(5,254.20)	19,820,020.83
America	4,381,947.59	(711.85)	4,381,235.75
Italy	36,817,058.82	(30,010.89)	36,787,047.93
Poland	15,621,721.62	(34,037.57)	15,587,684.05
Kosovo	166,115,875.35	(128,168.56)	165,987,706.79
Total	624,730,282.56	(393,873.49)	624,336,409.07

Country	Carried value December 31, 2023	Losses of credit expectation	Net worth December 31, 2023
Germany	80,241,529.79	(32,484.26)	80,209,045.53
France	69,396,489.52	(33,196.30)	69,363,293.22
Netherlands	49,337,464.95	(15,073.93)	49,322,391.02
Finland	60,578,203.75	(18,717.51)	60,559,486.24
Slovenia	20,694,509.47	(15,223.95)	20,679,285.52
Luxembourg	9,795,062.84	(1,582.39)	9,793,480.45
Belgium	89,857,330.90	(44,177.45)	89,813,153.45
Austria	68,910,726.10	(17,359.70)	68,893,366.40
Ireland	31,321,507.82	(1,953.59)	31,319,554.23
America	4,492,907.81	(850.17)	4,492,057.64
Italy	37,836,241.22	(28,009.60)	37,808,231.62
Poland	15,657,821.12	(27,512.44)	15,630,308.68
Kosovo	180,060,722.22	(130,352.32)	179,930,369.90
Total	718,180,517.51	(366,493.60)	717,814,023.91

Securities (by type):

	Carried value September 30, 2023	Losses of credit expectation	Net worth September 30, 2023
Treasury bonds	4,381,946.90	(711.85)	4,381,235.06
Bonds	620,348,335.66	(393,161.64)	619,955,174.02
Total	624,730,282.56	(393,873.49)	624,336,409.07

	Carried value December 31, 2023	Losses of credit expectation	Net worth December 31, 2023
Treasury bonds	74,018,086.92	19,513.13	74,037,600.05
Bonds	644,162,430.59	(386,006.73)	643,776,423.86
Total	718,180,515.62	(366,493.60)	717,814,023.91

8 . Placements in the money market

This grouping includes placements in the money market in our correspondent banks and liquidity lending with second-level banks backed by collateral of the Government of Kosovo's securities through the execution of the repurchase agreement. The interest rate for these placements until the third quarter of 2024 on average is around 4.601% (minimum: 3.010% and maximum: 5.300%), while in the same period in 2023: on average 3.582% (minimum: 0.050% and maximum: 5.30%). Placements with correspondent banks mainly have contracted maturities of up to one year, while liquidity loans have maturities of up to ten days.

The analysis according to institutions/banks is disclosed in the table below:

Placements in the money market according to banks:	Carried value September 30, 2024	Losses of credit expectation	Net worth September 30, 2024
Deutsche Bank	20,000,000.00	(1,673.71)	19,998,326.29
Banque centrale du Luxembourg	160,000,000.00	(16,302.44)	159,983,697.56
Deutsche Bundesbank	154,000,000.00	(59,725.11)	153,940,274.89
Federal Reserve Bank (NY)	5,537,692.03	(899.96)	5,536,792.07
DZ Bank AG	20,200,000.00	(50.09)	20,199,949.91
Croatian National Bank	50,000,000.00	(30,045.55)	49,969,954.45
Erste Group Bank AG	56,000,000.00	(378.29)	55,999,621.71
	465,737,692.03	(109,075.15)	465,628,616.88
Calculated interest (accrual) in placements in the money market			
Deutsche Bank	103,500.00	-	103,500.00
Banque centrale du Luxembourg	642,211.11	-	642,211.11
Deutsche Bundesbank	38,492.22	-	38,492.22
Federal Reserve Bank (NY)	738.36	-	738.36
DZ Bank Ag	35,093.61	-	35,093.61
Croatian National Bank	428,541.67	-	428,541.67
Erste Group Bank AG	36,647.22	-	36,647.22
	1,285,224.19	-	1,285,224.16
Total	467,022,916.22	(109,075.15)	466,913,841.07

Placements in the money market according to banks:	Carried value December 31, 2023	Losses of credit expectation	Net worth December 31, 2023
Deutsche Bank	25,000,000.00	(7,066.77)	24,992,933.23
Banque centrale du Luxembourg	150,000,000.00	(12,122.37)	149,987,877.63
Deutsche Bundesbank	25,000,000.00	(8,092.77)	24,991,907.23
Federal Reserve Bank (FED-NY)	5,158,371.04	(976.42)	5,157,394.62
DZ Bank AG	-	-	-
National Commercial Bank Sh.A.	-	-	-
	205,158,371.04	(28,258.33)	205,130,112.71
Calculated interest (accrual) in placements in the money market			
Deutsche Bank	63,000.00	-	63,000.00
Banque centrale du Luxembourg	49,000.00	-	49,000.00
Deutsche Bundesbank	8,062.50	-	8,062.50
Federal Reserve Bank (FED-NY)	2,278.28	-	2,278.26
DZ Bank AG	-	-	-
Banka Kombëtare Tregtare Sh.A.	-	-	-
	122,340.78	-	122,340.76
Total	205,280,711.82	(28,258.33)	205,252,453.47

If we compare the reporting period with the comparative period, there is a significant (relative) increase between these two periods, which is mainly the normal course of managing the portfolio of financial instruments, as well as influenced by the possibility of placement after the rate increase in the euro currency.

9. Funds related to the IMF

	September 30, 2024	December 31, 2023
Quota with IMF (part paid)	24,382,392.82	24,429,650.16
Deposits in DST (SDR)	149,406,136.39	152,619,115.39
Accrual interest	1,081,654.74	1,212,270.71
The use of funds of IMF (SBA)	-	-
in total	174,870,183.95	178,261,036.26

The items above derive from Kosovo's membership in the IMF. The quota to/with the IMF (the paid part), represents the paid value of the mandatory quota (82,600,000 SDR from February 2016; while it was initially 59,000,000 SDR, in 2009) that was determined for Kosovo by the IMF expressed in euros.

Deposits in SDR initially represents the value deposited in SDR on behalf of the Republic of Kosovo according to the decisions of the Board of Governors of the IMF on August 28, 2009 (43,737,278 SDR) and September 9, 2009 (11,631,135 SDR) amended for transactions - income and interest expenses and payments on behalf of the quota increase also expressed in euros in the table above. As well as the new 2021 allocation /distribution (as defined by the IMF) in the amount of 79,168,385 SDR approved by the IMF Board of Governors on August 02, 2021 and effective on August 23, 2021.

As a result, the position of SDRs in the IMF on behalf of the Republic of Kosovo has increased by the value in question from the effective date of the transaction.

Deposits in SDR - Special Drawing Rights are deposits that bring interest on average of 4.00% for the reporting period January - September 2024 (while for January - December 2023, 3.85%).

Whereas, as off- balance sheet items (commitments to the IMF), CBK has this amount of these commitments as of September 30, 2024, is 65.7 million euros (in the comparative period this value was 75.4 million euros). Derived from the use of Kosovo government funds by the IMF.

10, 11 Tangible and intangible means**Tangible means consist of the following:**

Kost	Investments in facilities	Equipment	Computers	Vehicles	Assets in process	Total
On 01, January 2023	6,113,235.74	2,528,258.52	1,910,664.49	389,349.16	3,680.00	10,945,187.91
Purchase	8,969.00	243,112.66	377,780.64	-	1,940.00	631,802.30
Transfers (from)/to (correction)	-	-	-	-	-	-
Disposal (write-off)	-	(6,123.00)	(5,797.85)	-	-	(11,920.85)
On December 31, 2023	6,122,204.74	2,765,248.18	2,282,647.28	389,349.16	5,620.00	11,565,069.36
On 01 January 2024	6,122,204.74	2,765,248.18	2,282,647.28	389,349.16	5,620.00	11,565,069.36
Purchase	21,583.00	112,689.29	155,899.73	-	1,200.00	291,372.02
Transfers (from)/to (correction)	-	-	-	-	-	-
Disposal (write-off)	-	(12,399.01)	(6,073.95)	-	-	(18,472.96)
On September 30, 2024	6,143,787.74	2,865,538.46	2,432,473.06	389,349.16	6,820.00	11,837,968.42
Depreciation on 01 January 2023	2,297,661.00	2,344,203.84	1,738,268.35	366,282.53	-	6,746,415.72
Depreciation of the year	310,505.05	97,338.32	126,243.58	13,840.00	-	547,926.95
Disposal (write-off)	-	-	(5,016.66)	-	-	(5,016.66)
On December 31, 2023	2,608,166.05	2,441,542.16	1,859,495.27	380,122.53	-	7,289,326.01
On 01 January 2024	2,608,166.05	2,441,542.16	1,859,495.27	380,122.53	-	7,289,326.01
Depreciation of the year	232,632.24	84,010.85	123,333.68	9,226.63	-	449,203.40
Disposal (write-off)	-	-	(5,065.04)	-	-	(5,065.04)
On September 30, 2024	2,840,798.29	2,525,553.01	1,977,763.91	389,349.16	-	7,733,464.37
Net carrying value						
On January 01, 2023	3,815,574.74	184,054.68	172,396.14	23,066.63	3,680.00	4,198,772.19
On December 31, 2023	3,514,038.69	323,706.02	423,152.01	9,226.63	5,620.00	4,275,739.08
On September 30, 2024	3,302,989.45	339,985.45	454,709.15	-	6,820.00	4,104,499.91

10, 11 Tangible and intangible assets (continuation)**Intangible assets consist of the following:**

Kost	Computer programs	Computer programs in process	Total
01 January 2023	3,186,844.78	-	3,186,844.78
Purchase	139,365.86	-	139,365.86
Transfers (from)/to (correction)	-	-	-
Disposal	-	-	-
December 31, 2023	3,326,210.64	-	3,326,210.64
01 January 2024	3,326,210.64	-	3,326,210.64
Purchase	107,522.88	-	107,522.88
Transfers (from)/to (correction)	-	-	-
Disposal	-	-	-
On September 30, 2024	3,433,733.52	-	3,433,733.52
Amortization			
01 January 2023	2,144,320.68	-	2,144,320.68
Depreciation for the year	285,570.85	-	285,570.85
Disposal (write-off)	-	-	-
On December 31, 2023	2,429,891.53	-	2,429,891.53
On January 01, 2024	2,429,891.53	-	2,429,891.53
Depreciation for the year	189,697.09	-	189,697.09
Disposal (write-off)	-	-	-
On September 30, 2024	2,619,588.62	-	2,619,588.62
Net carrying value			
On January 01, 2023	1,042,524.10	-	1,042,524.10
On December 31, 2023	896,319.11	-	896,319.28
On September 30, 2024	814,144.90	-	814,144.90

12. Other means

	September 30, 2024	December 31, 2023
Accounts receivable	2,205,734.50	2,325,158.41
Prepayments	291,384.74	150,423.49
Payment/Request in process (SNP/ DepoX)	849.48	-
Total	2,497,968.72	2,475,581.90

Claims in process (ATS) will be settled after the system executes the payments on the next 3rd business day.

13. Liabilities to banks in the country

	September 30, 2024	December 31, 2023
ProCredit Bank	80,987,547.42	57,933,006.82
Raiffeisen Bank	83,451,386.57	74,171,335.72
NLB Prishtina	112,193,739.74	101,149,058.49
Banka Ekonomike	38,330,502.41	74,377,642.89
Banka për Biznes	32,151,469.32	54,243,862.01
Banka Kombëtare Tregtare	78,777,893.29	107,318,400.93
Turk Ekonomi Bankasi Sh.A.	66,861,848.29	68,284,335.55
Komercijalna Banka - Mitrovica Branch	-	7,482,389.22
Turkiye Is Bankasi A.S.	6,118,743.85	8,016,387.33
T.C. Zirat Bankasi AS Kosovo branch	11,375,866.97	21,409,848.44
Banka Kreditore e Prishtinës	160,399.89	43,908.36
Banka Credins Kosovë	3,318,022.52	2,837,812.07
PriBank Sh.A.	12,459,510.51	13,239,325.81
Total (without accrued interest)	526,186,930.78	590,505,379.88
Accrual interest	121,317.37	116,692.73
Transaction in progress to banks	884.88	-
Total	526,309,133.03	590,622,072.61

Disclosed in this group are the balances of second level banks operating in the country (Kosovo). And which in CBK keep the means according to the legal regulations for the liquidity reserve.

In total, the amount disclosed above for the reporting period September 30, 2024 is about 1.92 times higher than the value of the required reserve that is required to be kept in the CBK (while this ratio on December 31, 2023 is also 2.35 times).

From January 1, 2023, the CBK applies a positive rate of 0.15% (annual), while from August 1, 2023, it applies a rate of 0.30% for all CBK depositors.

The same rate is applied to the balances of commercial banks in the CBK up to the minimum mandatory reserve level. For banks that have balances above the minimum reserve requirement, interest will be applied up to the value of the minimum reserve requirement at the bank level.

14. Liabilities to accounts related to the IMF

	September 30, 2024	December 31, 2023
IMF expense account No. 2	65,434.43	5,566.53
The paid part of the Quota to the IMF (by the government)	19,687,639.39	19,117,864.99
Allocations from the IMF in the form of SDR	162,988,572.11	163,801,988.95
Accrual interest	1,167,496.93	1,291,570.59
Total	183,909,142.86	184,216,991.06

The items above represent the positions of accounts related to the IMF that have flowed after Kosovo's membership in the IMF. Account no. 2 with the IMF is an operating account.

The paid part of the quota (paid by the government of Kosovo), as well as includes the interest paid by the IMF for this item, according to the IMF regulations, which in the table under note 14 is expressed in euros..

Allocations in the form of Special Drawing Rights (SDR) in the IMF consist of the allocations mentioned in note 9 on August 28 and September 9, 2009, as well as the distribution (issuance/ allocation) in 2021.

The interest rate for the allocation item for the reporting and comparative period is the same as for SDR deposits.

In May 2023, the IMF has approved two new types of financing on behalf of Kosovo, a Credit Line and the Stability and Stability Instrument (budgetary). Both of these financial instruments are active from May 25, 2023. There is also another instrument active from 2020.

The withdrawn balance of funds from these financial instruments on September 30, 2024 is 65.7 million euros, while on December 31, 2023 it was 75.4 million euros, the change derives from the new withdrawal on June 4, 2024, installment payments and movement/changes in the exchange rate EUR/SDR exchange rate).

15. Obligations to government institutions

Obligations to government institutions have the following composition:

Current account	September 30, 2024	December 31, 2023
Treasury – Ministry of Finance	361,570,615.86	345,232,251.49
Kosovo Privatization Agency	172,333,105.46	166,373,337.05
Temporary Administrative Institutions	72,541.05	99,829.15
Total current account	533,976,262.37	511,705,417.69
Accrual interest on current account		
Treasury – Ministry of Finance	86,673.82	155,221.79
Kosovo Privatization Agency	42,981.43	42,790.98
Temporary Administrative Institutions	18.30	25.79
Total accrued interest	129,673.55	198,038.56
Short-term deposits		
Treasury – Ministry of Finance	300,979,042.23	-
Kosovo Privatization Agency	-	-
Temporary Administrative Institutions	-	-
Total short-term deposits	300,979,042.23	-
Total	835,084,978.15	511,903,456.25

Current account deposits from August 1, 2023 receive an interest of 0.30%, while from January 1, 2023 they receive an interest of 0.15%.

There are active deferrals in the reporting period only from government accounts (value disclosed in the table), while there were no active deferrals even on December 31, 2023. The change is the result of the operational activity of the institutions that make up the group.

16. Obligations to public and commercial institutions

Obligations to public and commercial institutions presented below:

	September 30, 2024	December 31, 2023
Insurance companies	4,160,787.37	4,151,783.27
Public institutions and companies	100,218,612.62	236,009,059.11
Non-public pension funds and others	1,721.42	1,733.31
Total current account	104,381,121.41	240,162,575.69
Accrual interest on current account		
Insurance companies	1,040.24	1,072.61
Public institutions and companies	26,355.52	38,065.84
Non-public pension funds and others	0.44	0.47
Total accrued interest	27,396.20	39,138.92
Total	104,408,517.61	240,201,714.61

Public institutions and companies consist of the Kosovo Pension Savings Fund, accounts from the Deposit Insurance Fund and trust accounts of KEK (Kosovo Energy Corporation), as the most weighty components. Current account deposits from August 1, 2023 receive an interest of 0.30%, while from January 1, 2023 they receive an interest of 0.15%.

17. Obligations from the borrowings

	September 30, 2024	December 31, 2023
Borrowing from the World Bank	1,543,177.10	1,661,655.62
Total	1,543,177.10	1,661,655.62

We have two projects that have been financed by the World Bank through a loan: the project for *the Continuity Plan of work* and the *Real Time Payment System (RTGS)* project. These projects were implemented in 2016. The return of funds is over 10 years. The change results from principal payments and the conversion of the SDR value to EUR at the reporting date.

18. Other obligations

	September 30, 2024	December 31, 2023
Custody account	759,401.65	757,669.88
Deferred income	85,762.51	111,453.44
Accounts Payable and Accrued Expenses	943,966.17	7,693,795.58
Long-term employee benefits	658,644.08	658,644.08
Total current account	2,447,774.41	9,221,562.98

Within the group, there is a decrease in the total balance of the group compared to December 31, 2023. Mainly influenced by the decrease in the balance of accounts payable and deferred income on September 30, 2024, in addition to that on December 31, 2023.

19, 20 Authorized Capital and Reserves**Capital and General Reserves**

	September 30, 2023	December 31, 2023
Authorized capital	30,000,000.00	30,000,000.00
Reserve funds	58,780,315.47	41,525,187.85
Net result for the period	23,370,799.21	27,631,114.66
Total	112,151,114.68	99,156,302.51

The financial result of the period is positive for about 23.4 million euros, mainly influenced by the satisfactory realization of revenues and keeping expenses according to the budget planning for the reporting period.

The currency revaluation item on the reporting date is worth about 65.5 thousand euros (as an unrealized loss), the item of provisions for expected credit losses (net increase/(decrease)) is worth about 123 thousand euros (as a loss of unrealized) and if we exclude these two items, the financial result remains positive of about 23.6 million euros (see page 6 - *Net result without the effect of the exchange rate and provisions*).

According to article 56, paragraph 1.1. of the Law no. 03/L-209 on the Central Bank of the Republic of Kosovo, the net income will first be distributed to the general reserve until the total amount of initial capital and general reserves equals five percent (5%) of the monetary liabilities of the Central Bank. The part of 50% of the net balance of realized income that remains after fulfilling the 5% criterion mentioned above, must be transferred to the Ministry of Finance. While the remaining 50% of the realized income must be allocated to the CBK's general reserve account.

Dividend income		
Description	September 30, 2024	December 31, 2023
Total comprehensive income for the year	23,370,799.21	27,631,114.66
Of which are unrealized gains (gains) from revaluation	-	-
Of which are unrealized revaluation losses that have been realized in the current year	-	-
Dividend income	23,370,799.21	27,631,114.66
Capital, general reserve account and distributable income		
	September 30, 2024	December 31, 2023
Capital	30,000,000.00	30,000,000.00
General reserves	58,780,315.47	39,506,755.59
Dividend income	23,370,799.21	27,813,382.17
Total capital, general reserve account and distributable income	112,151,114.68	97,137,870.25
Total monetary obligations		
	September 30, 2024	December 31, 2023
To local commercial banks	526,309,133.03	590,622,072.61
To government institutions	835,084,978.15	511,903,456.25
To accounts linked to the IMF ²	182,741,645.93	1,291,570.59
To public and commercial institutions	104,408,517.61	182,925,420.47
From the loan/s	1,543,177.10	1,661,655.62
To other monetary obligations	759,211.85	757,474.20
Total monetary obligations	1,650,846,663.67	1,528,071,793.76
Report according to article 56, paragraph 1.1.	6.79%	6.36%

21. Net interest income

	September 30, 2024	September 30, 2023
Interest income		
From deposits to the current account	10,051,665.91	7,171,823.80
From deadlines to placement	10,169,149.18	4,524,634.20
From securities	8,903,865.61	7,184,799.55
From deposits with accounts with the IMF (DST/SDR in possession)	4,580,751.07	4,300,596.26
	33,705,431.77	23,181,853.81
Interest expense		
To resident banks in the current account	1,069,935.28	613,763.07
To government institutions in the current account	1,172,781.03	1,091,671.93
To public and commercial institutions in the current account	308,262.04	240,470.55
Other in current account	1,731.77	-
To the Treasury-Ministry of Finance in short-term deposits	5,753,750.89	-
To accounts with the IMF (DST/SDR allocated)	4,958,009.31	4,579,750.83
From the loan/s	9,205.98	11,027.92
	13,273,676.30	6,536,684.30
Net interest income	20,431,755.47	16,645,169.51

²Excluding the account of securities and accruals .

As can be seen from the table under note 21, the interest income was realized more compared to the same period last year. This has influenced that net interest income is higher than the same period last year.

The average interest rate for net interest income (taking into account only the engaged portfolio) for the reporting period is about 1.883% (in the same period of 2023 it was about 1.606%).

22. Net revenues from fees and service charges

	September 30, 2024	September 30, 2023
Revenues from fees and tolls		
From cash deposits/withdrawals	1,153,580.50	1,064,612.50
From incoming transfers	85,902.00	60,923.61
From outgoing transfers	471,190.00	331,413.36
From local transfers (<i>Local payment system</i>)	1,550,421.85	1,324,285.11
From the credit registry system	177,720.20	161,306.60
Income from other fees	14,058.00	13,529.00
	3,452,872.55	2,956,070.18
Expenses from fees and tolls		
From the circulation of cash	852,765.18	841,532.54
From transactions with correspondent banks	38,135.21	38,769.83
	890,900.39	880,302.37
Net revenue from fees and tolls	2,561,972.16	2,075,767.81

22. Net revenues from fees and service charges (continued)

There is an increase in net revenues from fees and charges compared to the same period of the previous year, this is from the normal course of activity for the items disclosed within the group (change in volume , especially in *the activity of cash circulation* , *outgoing transfers (international)* as well as *local transfers*).

23. Revenues from regulatory activity

	September 30, 2024	September 30, 2023
From the maintenance of bank licenses	3,996,523.79	3,665,481.16
From licenses from banking institutions	61,300.00	74,600.00
From the maintenance of licenses of insurance companies	1,755,246.75	1,517,751.83
From licenses from insurance companies	73,500.00	41,300.00
Income from regulatory activity of pension funds	20,722.64	20,078.54
From the regulatory activity of other financial institutions (<i>non-banking</i>)	246,906.19	250,904.46
Total	6,154,199.37	5,570,115.99

The change as an increase is mainly based on the increase of the base (calculation base/volume of activity) compared to the same period of the previous year.

24. Income from grants

	September 30, 2024	September 30, 2023
Income from grants	26,320.93	30,837.39

The grant for *the financial supervision system is the only active grant (in revenue) for the period January-June 2024. Meanwhile, we also expect reimbursements from the ECB Grant for the trainings carried out through that project.*

25. Other operating income

	September 30, 2024	September 30, 2023
Other income	10,148.40	13,630.31

This group consists of revenues from non-ordinary activities of CBK and which could not be classified in specific items of income. For example, the sale of tokens containing certificates for access to the Depo-x system, for customers using the system in question, mainly to commercial and similar banks.

26. Personnel expenses

	September 30, 2024	September 30, 2023
Salary and compensation expenses	2,843,576.04	2,782,448.61
Contribution costs and health insurance	704,381.23	689,857.12
Training expenses	53,956.93	82,816.72
Expenses for the CBK Board	101,716.90	74,199.37
Daily meal	168,382.50	165,088.50
Other expenses	18,460.28	9,344.69
Total	3,890,473.88	3,803,755.01

The total number of employees who were active on the payroll during the period January - September 2024 is: 230 (in the period January - September 2023, 230).

In the *other category of personnel expenses* includes additional *pension compensation* (2024, 6,792.39 euros; 2023, 6,792.39 euros) , *financial support for housing* (2024, 1,255.41 euros; 2023, 1,512.30 euros) and *student internship program* (2024, 10,412.48 euros, 2023, 1,040.00 euros).

The additional pension compensation is the result of previous decisions, from which some former workers were compensated directly by the CBK, in the inability to transfer this obligation to them to the pension funds at the time when the CBK took over the management of the additional pension fund.

27. General and administrative expenses

	September 30, 2024	September 30, 2023
Insurance expenses	202,827.74	307,499.99
Cash operation expenses	27,787.55	25,742.74
Repairs and maintenance	61,980.70	68,121.00
Application maintenance	313,757.07	320,206.00
Communication costs (phone, fax and internet)	24,720.81	24,140.99
Expenses of public/municipal services	64,715.68	65,085.07
Consulting and audit expenses	12,462.71	7,247.34
Expenses of physical security (of the object)	124,417.10	84,482.70
Travel and transportation	92,099.16	74,914.57
Vehicle operating expenses	13,762.88	16,151.17
Administrative consumables	3,474.50	5,515.65
Buffet expenses (for staff coffee and various meetings)	35,379.52	32,292.51
Expenses for supplies non-material cost equipment)	6,615.55	11,097.09
Publications and literature	16,068.89	10,368.00
Representation expenses	32,967.89	25,032.31
Membership fees in professional institutions	42,092.54	27,547.01
The other	7,961.00	4,350.82
Total	1,083,091.29	1,109,794.96

Changes in general administrative expenses are the result of operational activities and decisions, as well as partially from any activity that did not have the same periodicity in the comparative periods. It should be noted that memberships in professional institutions are on the rise as we have also expanded institutions where relevant memberships have been made.

28. Net result from exchange rate changes

	September 30, 2024	September 30, 2023
Currency revaluation		
from the item/s in USD	(141,027.24)	(515,992.38)
from the item/s in SDR	75,508.72	620,508.76
Net unrealized gain/(loss). (from exchange rate change)	(65,518.52)	104,516.38

The result presented above is provisional (specifically only for the reporting date) and may move depending on the movement of the EUR/SDR and EUR/USD exchange rates.

29. Cash and its equivalents

	Note	September 30, 2024	December 31, 2023
Cash money	5	137,100,255.96	101,931,866.18
Current accounts with non-resident banks	6	354,345,874.85	424,842,745.30
Placements in the money market and with a maturity of up to three months		467,022,916.22	205,280,711.82
Total		958,469,047.03	732,055,323.30

Cash and cash equivalents are held for the purpose of meeting mainly short-term liquidity obligations. An investment qualifies as a cash equivalent when it has a short-term maturity, less than three months from the date of purchase.

30. Expected and contingent liabilities**Membership in the World Bank**

After the membership of the Republic of Kosovo in the World Bank and its sub-agencies, the Government of Kosovo has issued notes payable (on demand) promising to pay on demand of the World Bank (its sub-agencies) for the part of the membership fee. Their value on September 30, 2024 is around 718,122 euros (on December 31, 2023 this expected liability was 718,218 euros), CBK plays the role of financial intermediary (guarantee bank) and the funds are kept in the account under custody (guarantee).