



Centralna banka
BOSNE I HERCEGOVINE
Централна банка
БОСНЕ И ХЕРЦЕГОВИНЕ



Report on Currency board compliance

As of 30th September 2022 (temporary)

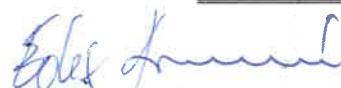


Currency board arrangement as of 30th September 2022

In thousands of KM	Total	EUR	Other currencies	KM
Gross foreign currency reserves				
Cash in foreign currencies	476,131	476,092	39	-
Deposits with foreign banks	6,019,864	6,011,886	7,978	-
Special Drawing Rights with the International Monetary Fund	1,366	-	1,366	-
Debt instruments	9,730,191	9,730,191	-	-
Monetary gold	291,510	291,510	-	-
TOTAL	16,519,062	16,509,679	9,383	-
Liabilities to non-residents	2,526	-	-	2,526
Net foreign currency reserves	16,516,536			
Monetary liabilities				
Banknotes and coins in circulation	7,444,201	-	-	7,444,201
Deposits from banks	7,271,975	-	-	7,271,975
Deposits from the Government and other public institutions	1,351,524	-	-	1,351,524
TOTAL	16,067,700	-	-	16,067,700
NET FOREIGN ASSETS	448,836			



Vesna Pačuka, MA
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Edis Kovačević, M.Sc.
Deputy Chief Audit Executive
With the approval of the Governing Board of the
Central Bank of BH and by authorization of the
Governor to Chief Audit Executive



Senad Softić, Ph.D.
Governor

Sarajevo, **25-10-2022**
No: 123-13-4-410-10/22

Explanations for the Currency board arrangement as of 30th September 2022

The compliance with the rule on issuing convertible mark (KM) is published in accordance with the requirements of the Articles 31 and 35 in the Law on the Central Bank of Bosnia and Herzegovina ("the Law on the Central Bank") in order to provide information on the operations of the Central Bank of Bosnia and Herzegovina ("the Central Bank") pursuant to the currency board arrangement.

As of 30th September 2022, the Central Bank met all requirements of the currency board as mentioned in the Article 31 of the Law on the Central Bank.

Gross foreign currency reserves of the Central Bank, presented with the breakdown of Euro and other currencies, are invested mainly in debt instruments and deposits with foreign banks.

Liabilities to non-residents represent, to the largest extent, the IMF accounts No. 1 and No. 2, held by the Central Bank, being a depository for the Bosnia and Herzegovina membership with the International Monetary Fund.

Net foreign currency reserves of the Central Bank, calculated as a difference between gross foreign currency reserves and liabilities to non-residents, amount to KM 16,516,536 thousand.

Net foreign currency reserves exceed monetary liabilities by KM 448,836 thousand. This is presented in the item **Net foreign assets**.

Net foreign assets are the Central Bank's main financial indicator of achieving and maintaining the stability of domestic currency in Bosnia and Herzegovina and its main financial performance measure. Being the part of foreign currency reserves, net foreign assets cannot be assumed as the Central Bank's asset available for fiscal purposes and the use of the Central Bank's foreign currency reserves for fiscal purposes is explicitly prohibited by the Law on the Central Bank.

The Central Bank is independent monetary institution in Bosnia and Herzegovina and has no organisation relations with any commercial bank.

Any questions can be addressed to the Communications Office via email: pr@cbbh.ba.