



Centralna banka
BOSNE I HERCEGOVINE
Централна банка
БОСНЕ И ХЕРЦЕГОВИНЕ



Report on Currency board compliance

As of 31st October 2022 (temporary)

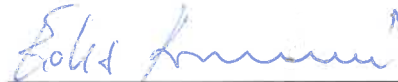


Currency board arrangement as of 31st October 2022

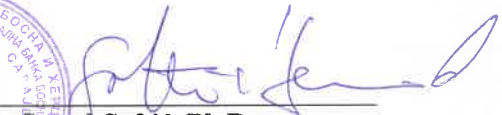
In thousands of KM	Total	EUR	Other currencies	KM
Gross foreign currency reserves				
Cash in foreign currencies	480,269	480,229	40	-
Deposits with foreign banks	7,326,203	7,318,246	7,957	-
Special Drawing Rights with the International Monetary Fund	11,647	-	11,647	-
Debt instruments	8,286,488	8,286,488	-	-
Monetary gold	155,133	155,133	-	-
TOTAL	16,259,740	16,240,096	19,644	-
Liabilities to non-residents	2,476	-	-	2,476
Net foreign currency reserves	16,257,264			
Monetary liabilities				
Banknotes and coins in circulation	7,435,172	-	-	7,435,172
Deposits from banks	6,988,803	-	-	6,988,803
Deposits from the Government and other public institutions	1,387,103	-	-	1,387,103
TOTAL	15,811,078	-	-	15,811,078
NET FOREIGN ASSETS	446,186			



Vesna Paćuka, MA
Head of Accounting
and Finance Department



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, **28-11-2022**
 No: 123-13-4-410-11/22

Explanations for the Currency board arrangement as of 31st October 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 31st October 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 16,257,264 thousand.

Net foreign currency reserves exceed monetary liabilities by KM 446,186 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.