

1. Related party transactions

Banka Kombetare Tregtare makes public on a quarterly basis all the balances and transactions with its related parties, as part of the Bank's periodic IFRS based reporting of the financial statements.

The following information on related parties consists of the Note 34 of the latest IFRS review report of BKT as at 31 December 2023 signed by Mazars sh.p.k. on 26 March 2024.

Related party transactions

In accordance with IAS 24 "Related Party Disclosures", a related party is any party that has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions.

Identity of related parties

The Bank has related party relationships with its shareholders and affiliates, directors and executive officers. The Bank's sole shareholder is Calik Holding at 100% as at 31 December 2023. The ultimate controlling party is Mr. Ahmet Calik. Aktif Yatirim Bankasi A.S. ("AktifGroup"), ArkEstate Investments sh.a, Kosovo Electricity Distribution and Supply Company J.S.C (KEDS), Calik Elektrik Dagitim A.S And Calik Enerji A.S. Consortium, Calik Pamuk Dogal Vesen El Tic As, Aktif Tech and Kosovo Electricity Supply Company J.S.C (KESCO) are controlled by Calik Holding. Albania Leasing sh.a represents an affiliate of the Group.

Balances and transactions with related parties

	31 December 2023	31 December 2022
Assets		
<i>Placement and balances with banks:</i>		
Current accounts with Aktifbank	88,410	112,198
Placements with Aktifbank	-	14,940,217
Loans to Banks	14,371,583	-
Investment Securities with Calik Holding	26,334,823	18,892,512
<i>Loans to customers:</i>		
ArkEstate	14,404,069	5,568,248
Total assets	55,198,885	39,513,175
Liabilities		
<i>Due to banks and financial institutions:</i>		
Borrowings with Aktifbank	10,762,697	15,080,244
<i>Customer deposits:</i>		
Albania Leasing	71,825	79,420
Calik Pamuk Dogal Vesen El Tic As	111,013	-
Calik Elektrik Dagitim A.S And Calik Enerji A.S.		
Consortium	12	-
KEDS / KESCO	11,700,522	19,057,455
Calik Holding	15,041,883	-
<i>Other liabilities:</i>		
Dividend Payable to Calik Holding	-	50,000,000
Total liabilities	37,687,952	84,217,119

	2023	2022
Statement of profit or loss and other comprehensive income		
<i>Interest income from:</i>		
Albania Leasing	-	6
Aktifbank	371,583	586,900
Calik Holding	3,021,297	372,862
ArkEstate	647,965	3,272
<i>Interest expenses for:</i>		
Aktifbank	(77,999)	(150,992)
Calik Holding	(362,056)	-
<i>Fees and commissions:</i>		
Albania Leasing	4,107	3,707
KEDS / KESCO	42,817	35,204
<i>Operating Expenses</i>		
Calik Holding and Aktif Tech	(1,128,772)	(514,144)
Net	2,518,942	336,815

Balances and transactions with directors and executive officers

The remuneration of directors and executive officers is included in personnel expenses. It can be detailed as follows:

	Year ended 31 December 2023	Year ended 31 December 2022
Directors	2,211,260	2,004,327
Executive officers	4,031,046	4,358,157
	6,242,306	6,362,484

As at 31 December 2023, the total deposits of directors held with the Bank were USD 4,418,573 (31 December 2022: USD 4,495,731), while the outstanding loans granted to directors were USD 1,054,164 (31 December 2022: USD 540,572).