Challenges in analyzing household sector in the Republic of Macedonia

Milica Arnaudova Stojanovska

Director of Financial Stability, Banking Regulations and Methodology Department

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Challenges in analyzing household sector

- Main constraints

- Obtaining accurate and adequate data for household sector

- Obtaining data on time

- Cooperation with other institutions

Challenges in analyzing household sector – the quality of data

- Examples:

➢ Determination of financial assets of household sector

➢ The nominal value of the shares owned by the households /current market value – underestimated value????

➢ Estimation of the cash in circulation, handled by households

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Challenges in analyzing household sector

- Example:

➢ Determination of the household's debt-servicing capacity through calculation of the **disposable income**

➢ Source: State Statistical Office with a delay of 15 months

Challenges in analyzing household sector

- Household's debt- determining the possible overburden with debt and sustainable level of household ' debt is very complex issue→ lack of adequate data

- No information which part of the population is overburdened with debt compared to its disposable income

- New requirement for banks for establishing system for generating reports on structure of credit exposure according to the average level of income of its clients - households

Challenges in analyzing household sector

- Households foreign exchange position

- Lack of data about the distribution of the claims and liabilities in FX by individual segments of households → restrictive factor for determining the hedged position of individual segment of household sector against FX risk

- New requirement for banks to determine the FX position of each client – natural person for which the exposure is above Denar 150.000 (aprox. 2500 EUR)

Cooperation with other institutions

- Good cooperation
- ➤ State Statistical Office
- ➤ Central Securities Depositary
- ➤ Other supervisory bodies
- On-going activities
- ➤ TA from DNB - assessing the possibilities for creation of Household Survey

Thank you for your attention

Contact : e-mail: ArnaudovaM@nbrm.com.mk