



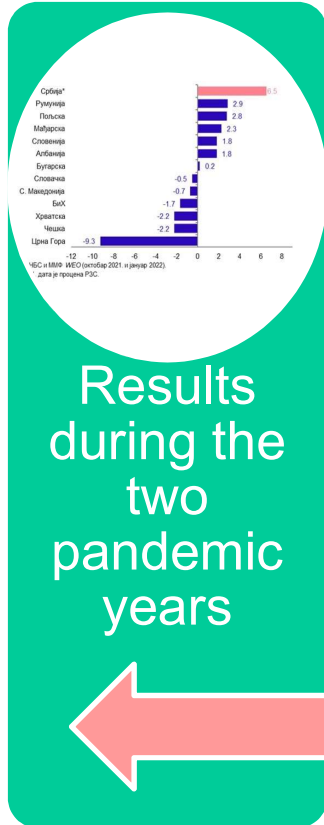
Народна банка Србије

SERBIA 2030: Sustainable development agenda

Dr Jorgovanka Tabaković,
National Bank of Serbia Governor

Kopaonik Business Forum, 7 March 2022

TOPICS



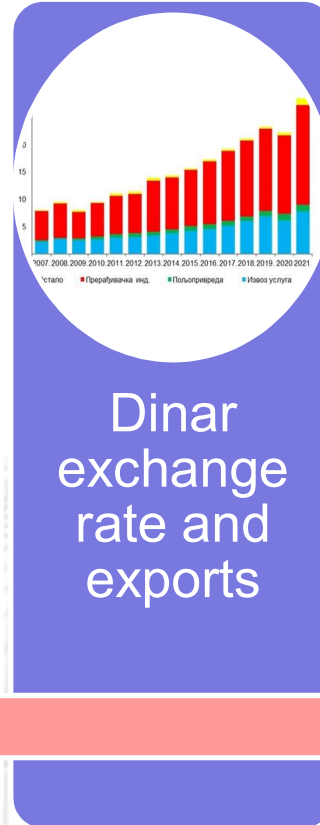
Results during the two pandemic years



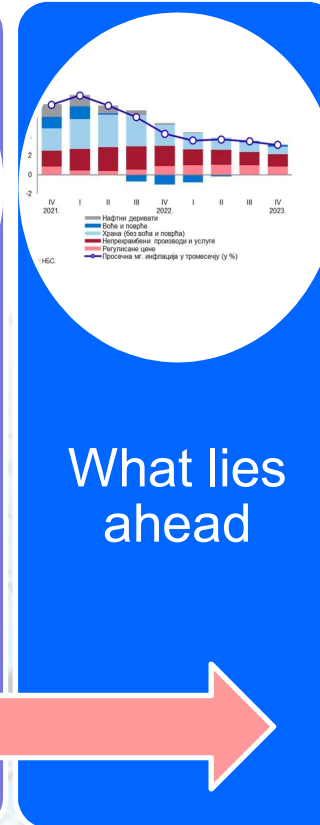
Banking sector resilience



Inflation factors and monetary policy response



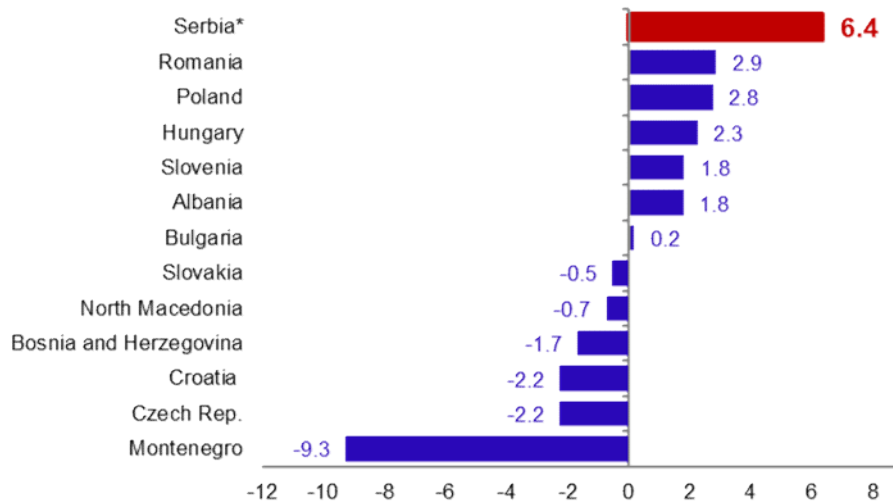
Dinar exchange rate and exports



What lies ahead

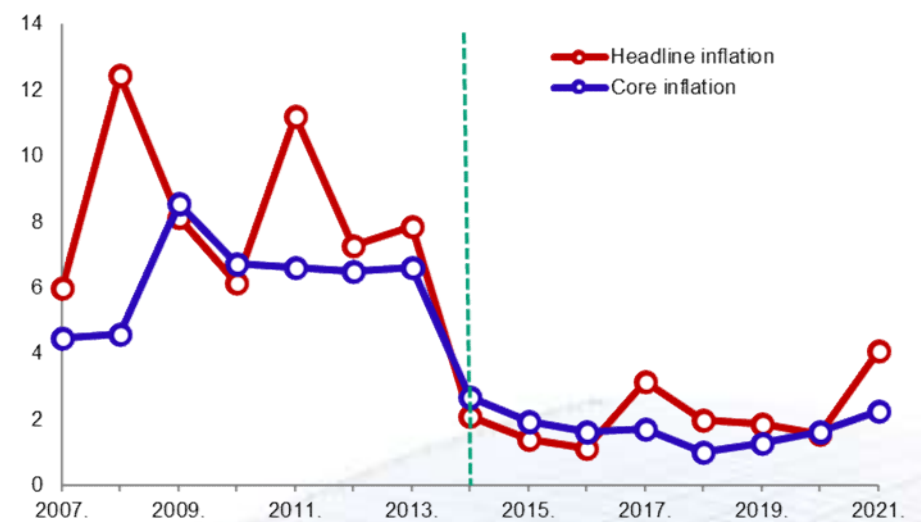
1 RESULTS DURING THE TWO PANDEMIC YEARS (1/2)

Cumulative economic growth in countries of the region in 2020 and 2021 (in %)



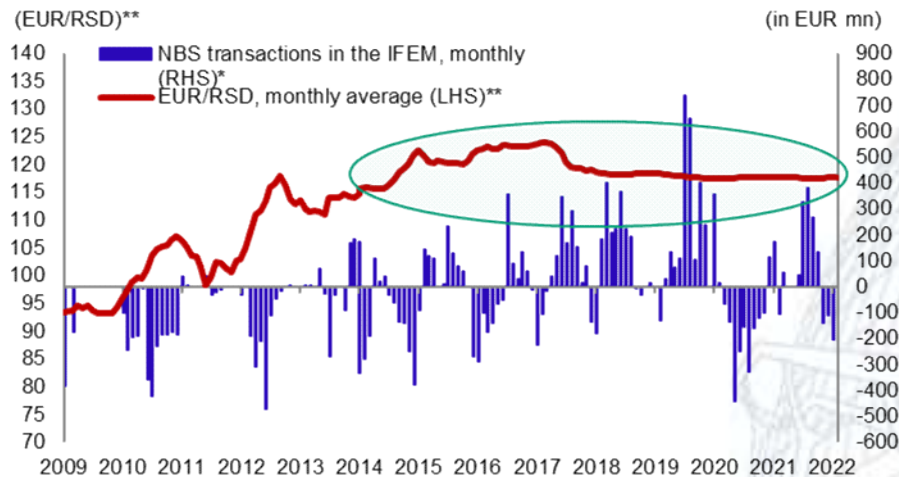
Source: NBS and IMF WEO (October 2021 and January 2022).
* A SORS estimate is given for 2021.

Average annual inflation (in %)



Source: SORS, NBS calculation.

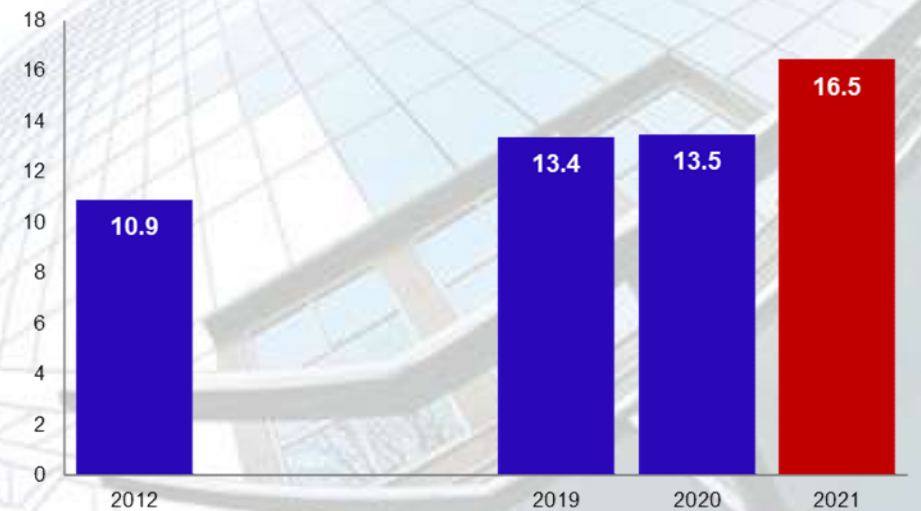
Dinar exchange rate and NBS transactions in the IFEM



* + net purchase; - net sale.
** 1 EUR in RSD.

Source: NBS.

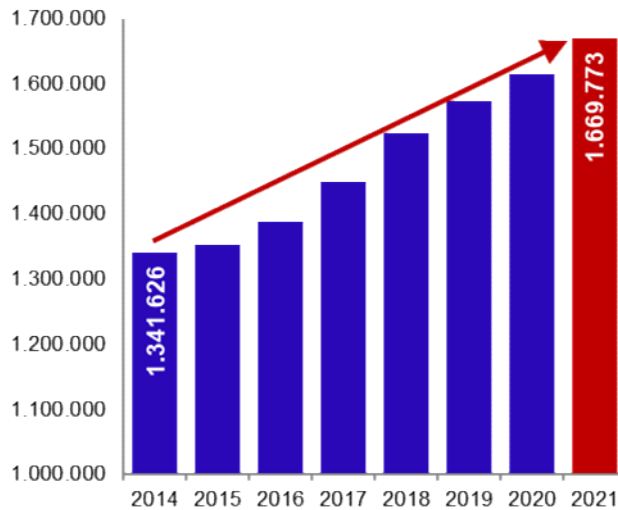
FX reserves (in EUR bn, end of year)



Source: NBS.

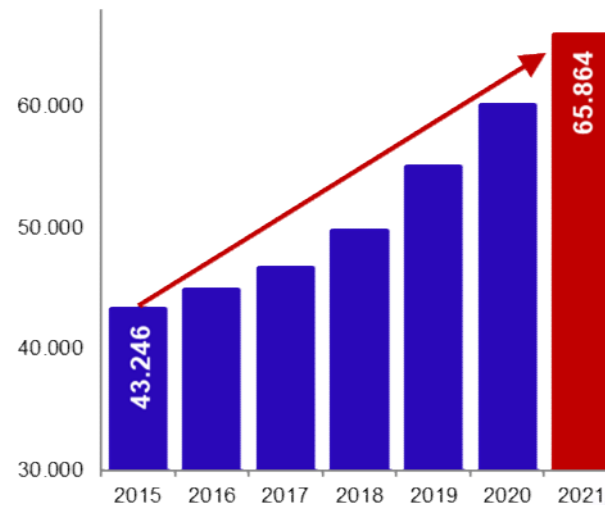
1 RESULTS DURING THE TWO PANDEMIC YEARS (2/2)

Formal employment in the private sector
(12-month average)



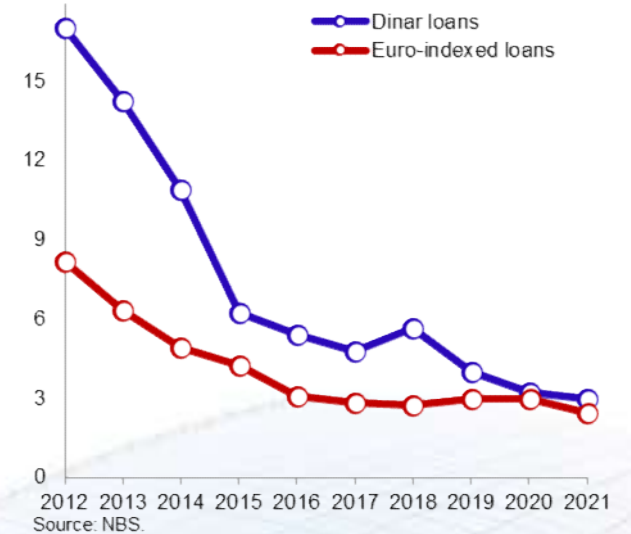
Source: Central Registry of Compulsory Social Insurance.

Net wages, growth
(12-month average, in RSD)



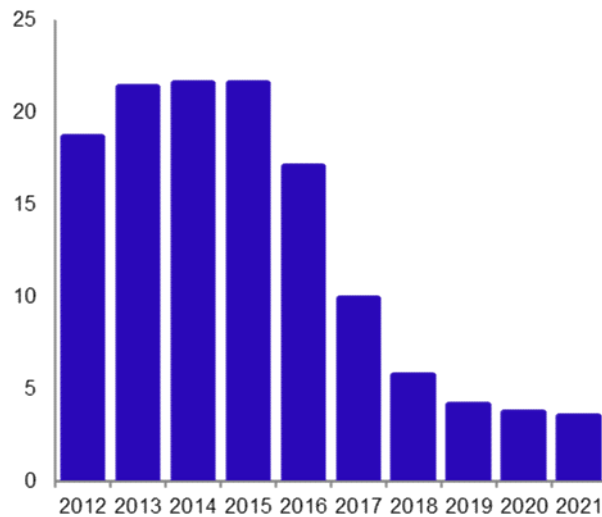
Source: SORS.

Interest rates on new corporate loans
(end of year, in %)



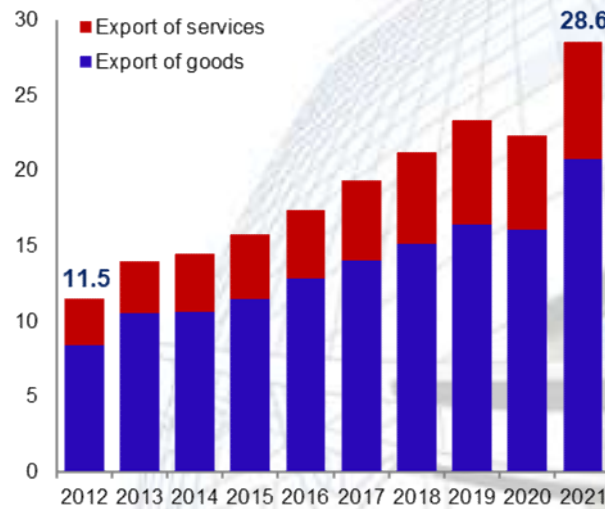
Source: NBS.

Asset quality – NPLs
(in %)



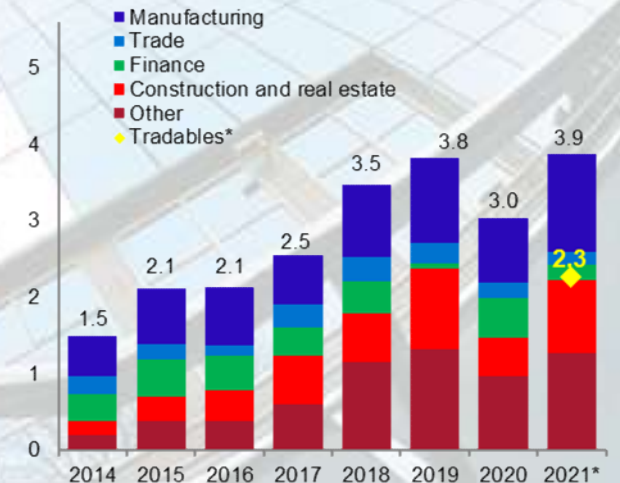
Source: NBS.

Export of good and services
(in EUR bn)



Source: NBS.

FDI by sector
(in EUR bn)



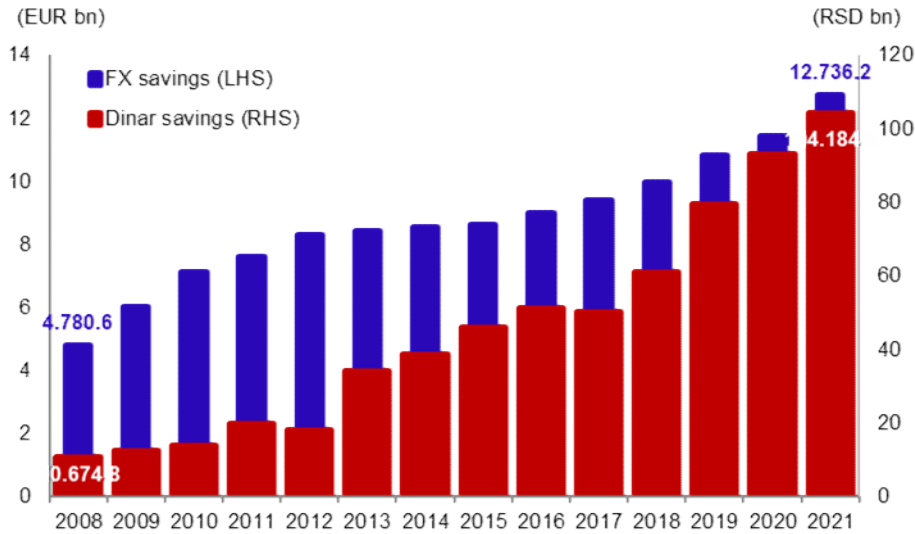
Source: NBS.

* Industry, agriculture, transport and warehousing, catering.

** NBS estimate.

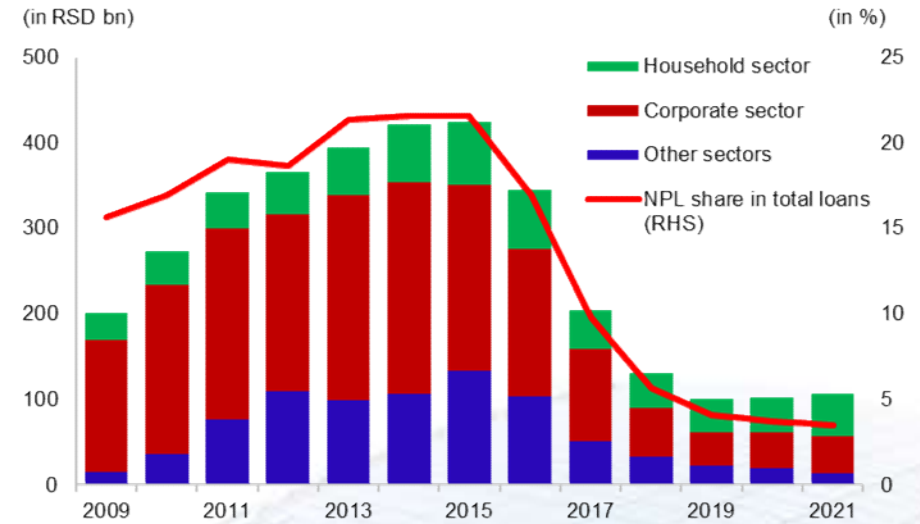
2 BANKING SECTOR RESILIENCE PROVEN DURING THE PANDEMIC

Household savings



Source: NBS.

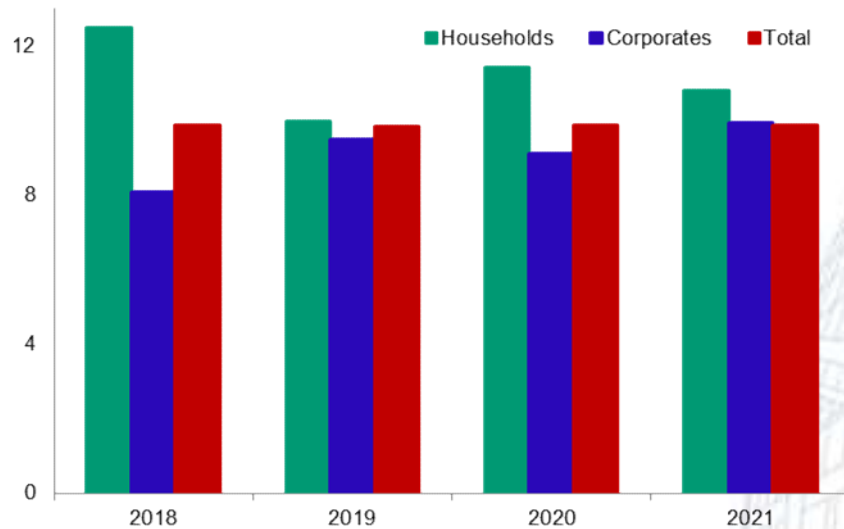
NPL share in total loans, gross principle



Source: NBS.

Loans to corporates and households

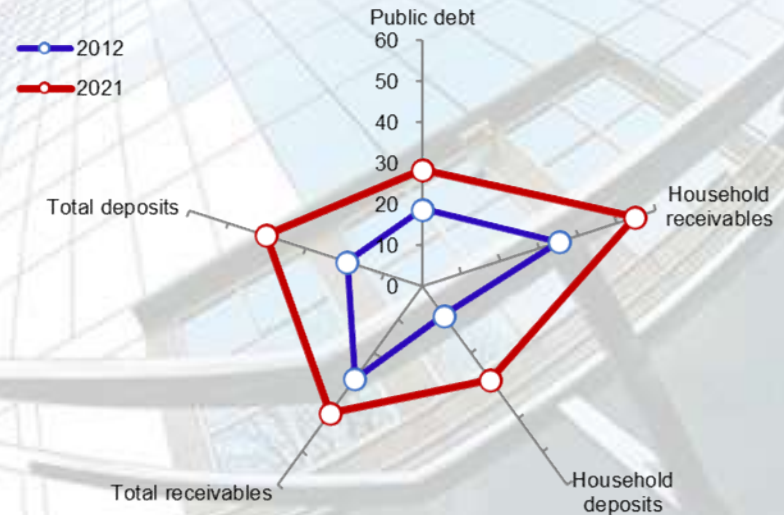
(end of year, y-o-y growth rates in %, at constant exchange rate, 30 Sep 2014)



Source: NBS.

Dinarisation of receivables, deposits and public debt

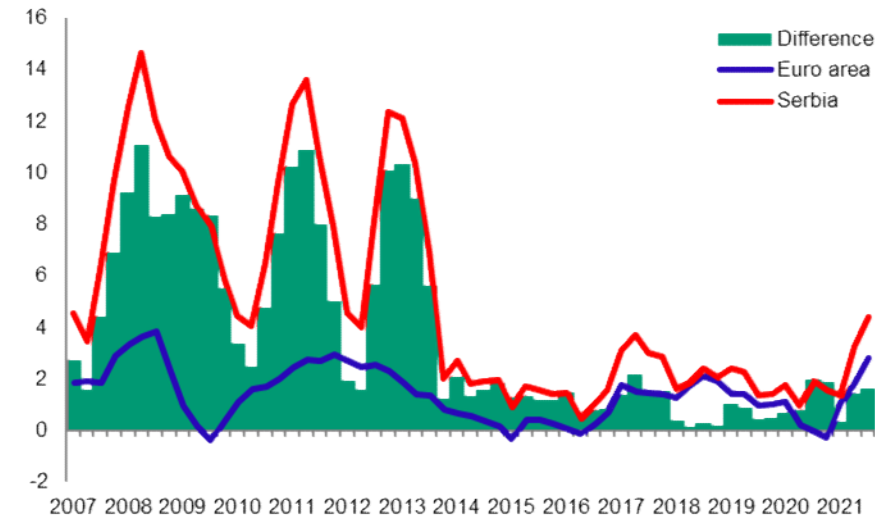
(in %)



Source: NBS and Public Debt Administration.

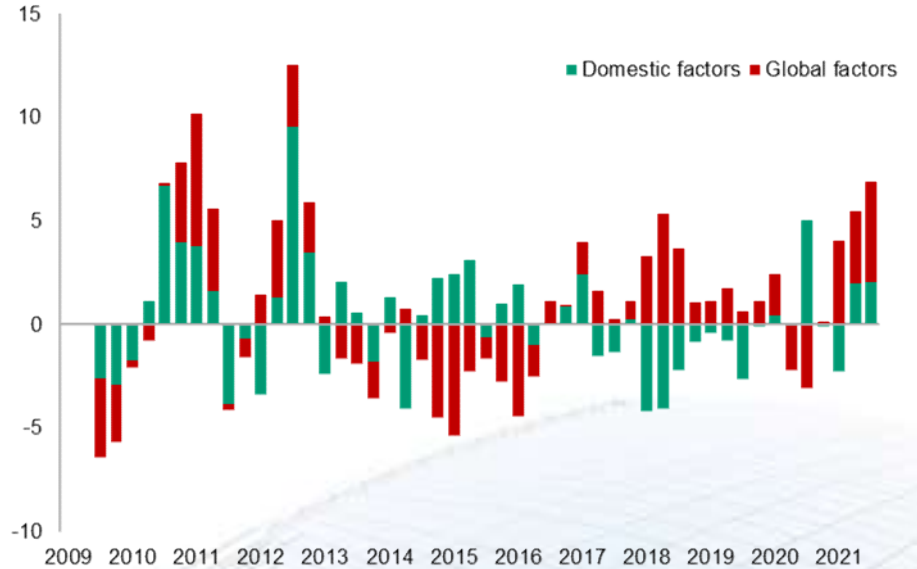
3 INFLATION FACTORS (1/2)

Inflation in Serbia and euro area
(y-o-y rates, in %)

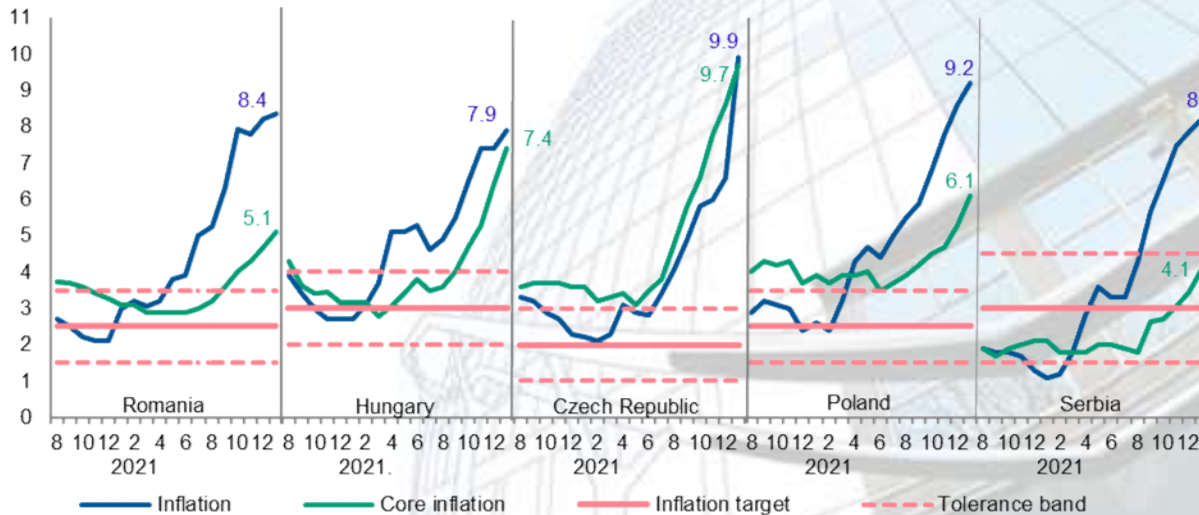


Source: Eurostat and NBS.

Historical decomposition of quarterly inflation changes into domestic and global factors



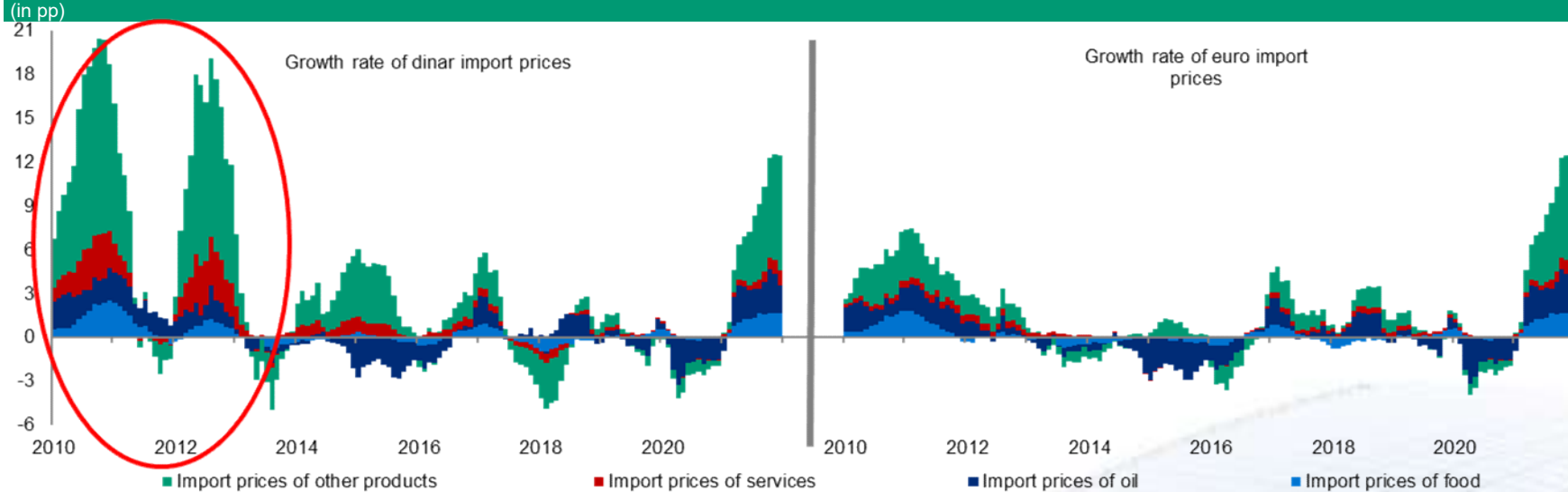
CPI movements in selected CESEE countries
(y-o-y rates, in %)



Source: central banks of selected countries.

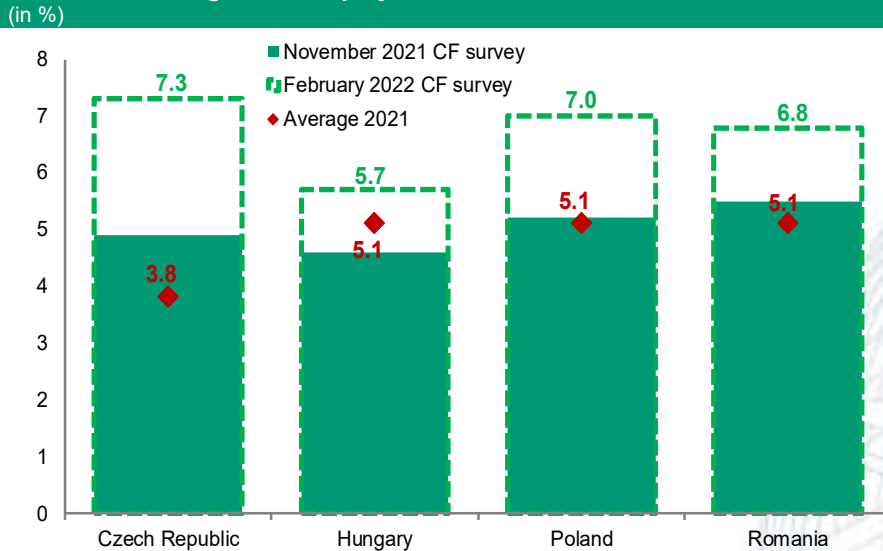
3 INFLATION FACTORS (2/2)

Contribution of individual components to y-o-y import price growth (in pp)



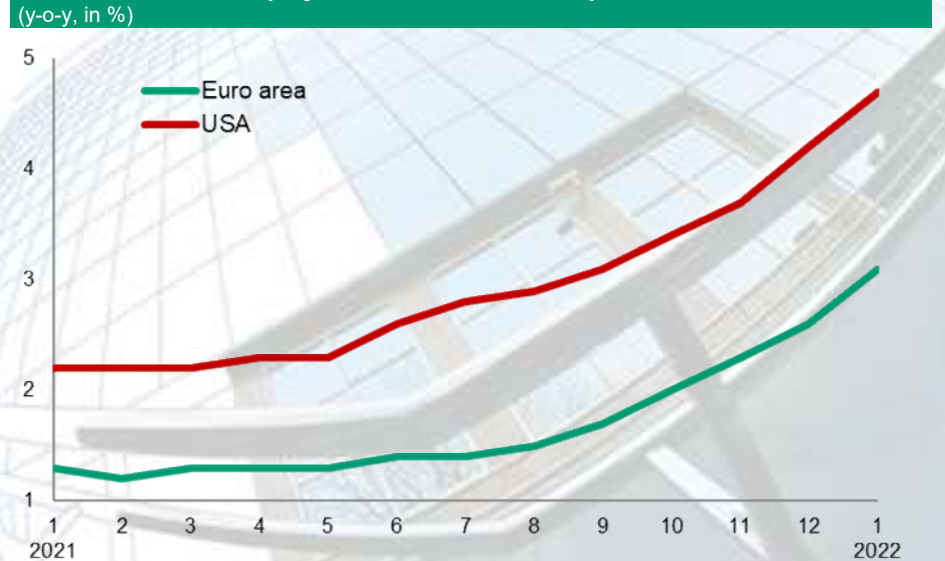
Source: Destatis, FAO, Bloomberg, Eurostat, SORS and NBS calculation.

Revision of average inflation projection for 2022 (in %)



Source: Consensus Forecasts.

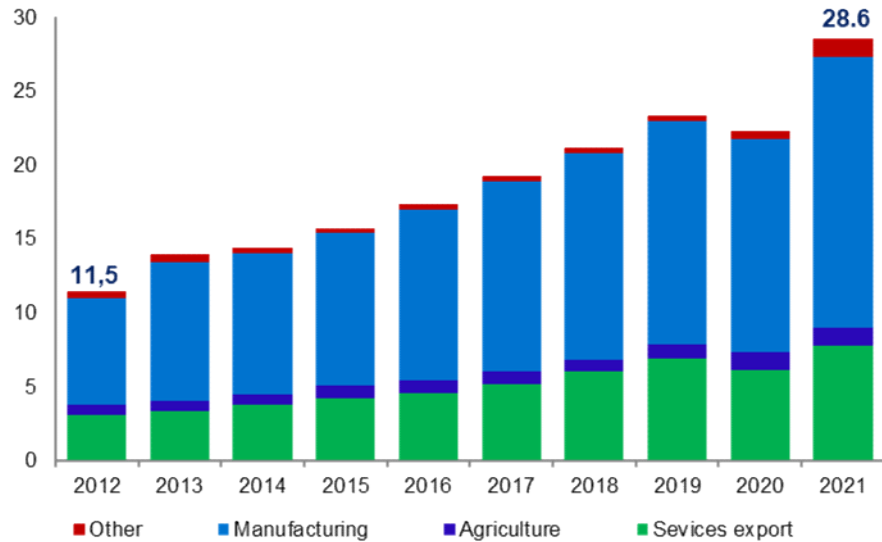
Revisions of inflation projection for 2022 over the past 12 months (y-o-y, in %)



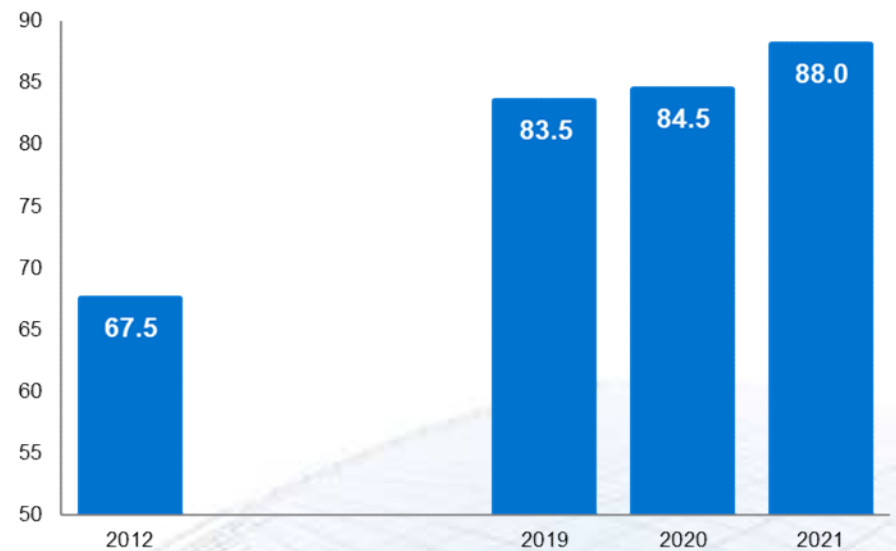
Source: Consensus Forecasts.

4 POLICIES THAT YIELD GOOD RESULTS SHALL NOT BE CHANGED

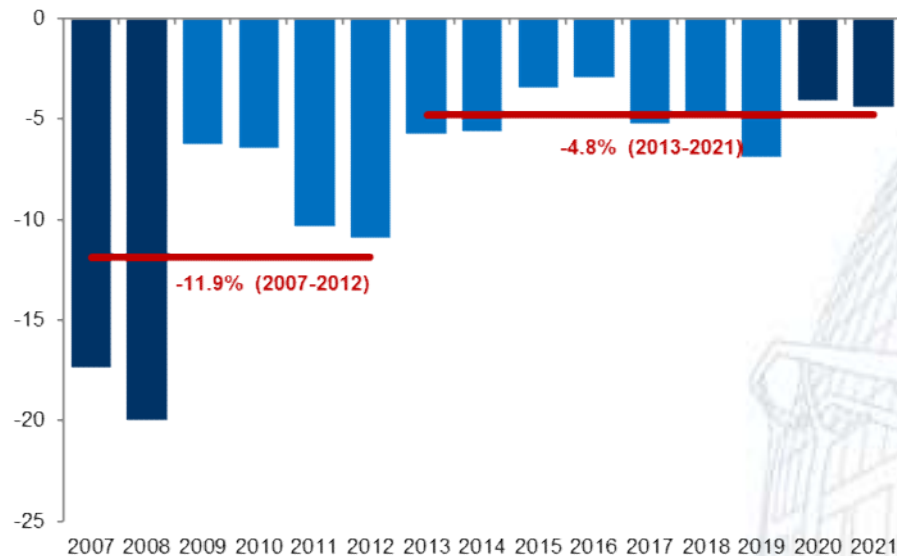
Export of goods and services
(in EUR bn)



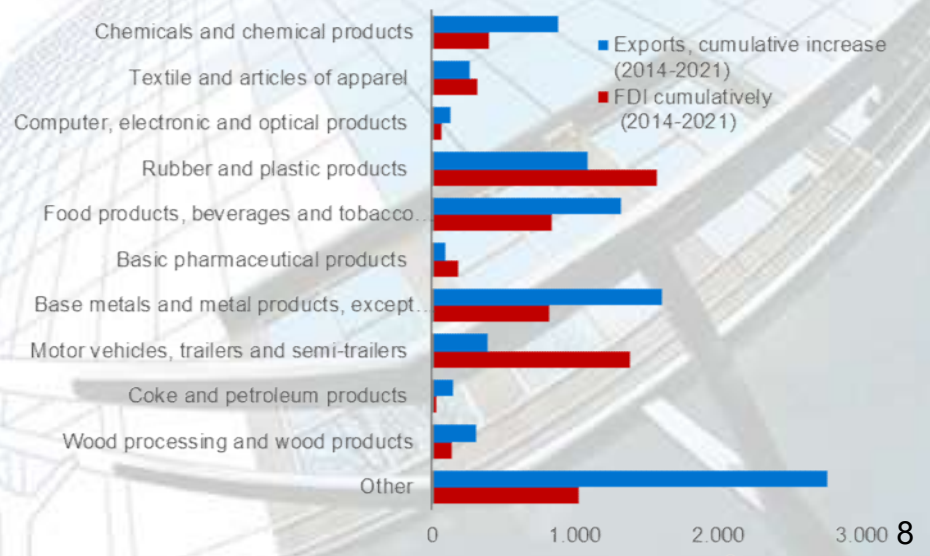
Export/import coverage (in %)



Current account deficit
(as % of GDP)

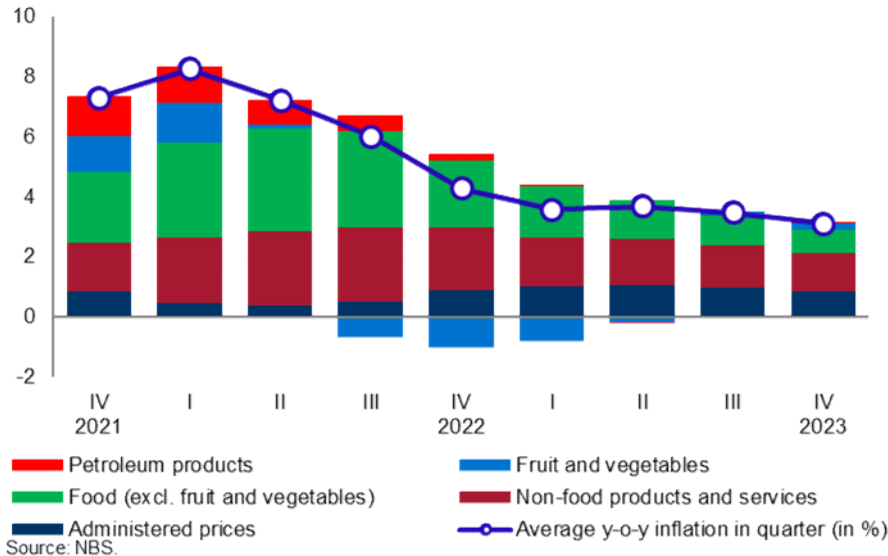


Manufacturing – FDI and exports cumulatively since 2014
(in EUR mn)

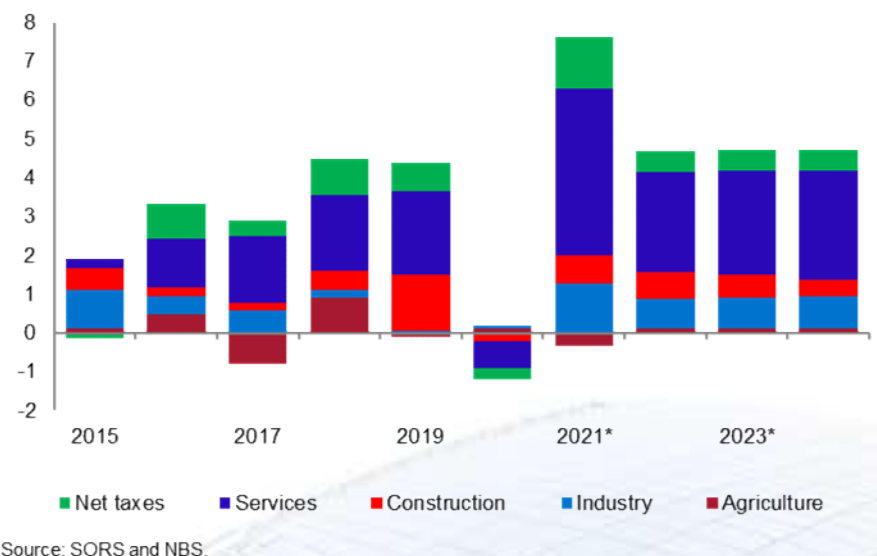


5 WHAT DO WE EXPECT GOING FORWARD

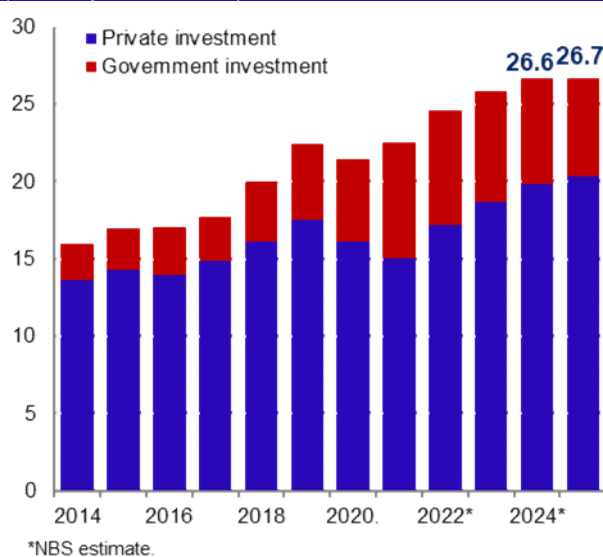
Contribution of individual components to y-o-y inflation (in pp)



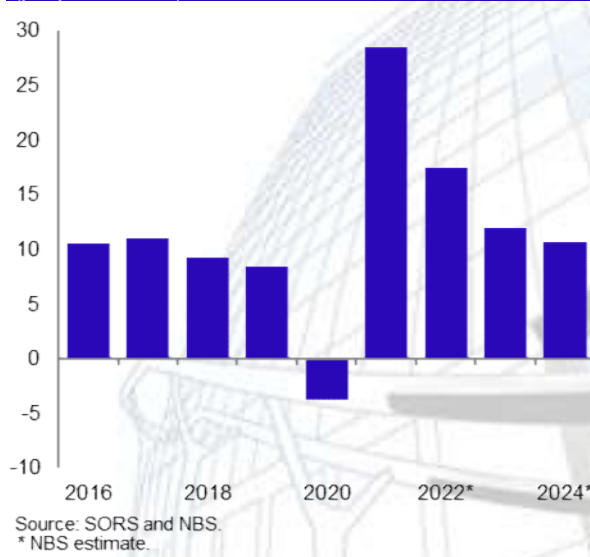
Contributions to real GDP growth, production side (in pp)



Share of fixed investment in GDP (nominally, as % of GDP)



Nominal growth in export of goods and services (y-o-y rates, in %)



Current account and FDI projection (as % of GDP)

