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Import Price Index Q1 2020



Foreword

Kosovo Agency of Statistics (KAS), the Department of Economic Statistics has started to publish the Import Price Index (IMPI) in June 2009. Import prices started to be collected at the beginning of 2006. Prices are collected on a quarterly basis and cover the most representative import companies which were active in most municipalities for the first quarter of 2006 - the first quarter 2020.

The publication contains the Kosovo Import Price Index table on a quarterly basis, Q1 2006 to Q1 2020, annual average for 2006 - 2019 (2010 = 100) with quarterly and annual percentage changes, with graphs presentation, weight charts, quarterly index for Q1 2020, quarterly changes (Q4 2019 – Q1 2020) and annual changes (Q1 2019 – Q1 2020) for sectors according to the Harmonized System.

IMPI has been prepared in accordance with European standards and methodologies and in cooperation with experts from Swedish Statistics and Swedish Agency for International Development Cooperation (SIDA). IMPI is under development and in the future more price observations will be added.

Comments, remarks, and suggestions regarding this publication are welcomed and they are sent to the e-mail: ekonomik@ks-gov.net

Publication was prepared by:

Ilir T Berisha - Director of Department,
Ibish Asllani - Head of Price Statistics Division
Hamdi Jupolli - Head of Sector

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Chief Executive Officer, KAS
Isa Krasniqi

Symbols and abbreviations

IMPI - Import Price Index

WCO - World Customs Organization

KAS - Kosovo Agency of Statistics

Q1 - Quarter 1

Q2 - Quarter 2

Q3 - Quarter 3

Q4 - Quarter 4

: - Figure not available

0 - Less than half the unit used

- - Not applicable

% - Percentage

W - Statistical weight

Ø - Average

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Import Price Index (IMPI) for the first quarter 2020

The total import price index in Kosovo rose by -0.6 % in Q1 2020 compared to Q4 2019. Compared with Q1 2019, import prices decreased to an average of -0.6 %.

Fourth quarter 2019 – First quarter 2019 -0.6 %

Import prices in Kosovo decreased to an average of -0.6 % in Q1 2020 compared to Q4 2019. The highest decreases in prices by sectors was mineral products (-8.3 %), textile and textile articles (-3.6 %), edible oil (-3.0 %), plastics, rubber and articles thereof (-0.5 %), metals and articles of base metals (-0.5 %), wood and articles thereof (-0.5 %), leather and articles thereof (-0.3 %), prepared foodstuffs, beverages and tobacco (-0.3 %), stone, plaster, ceramic products and glass (-0.2 %) and and optical, photo, measuring, medical & musical instruments, & timepieces (-0.1 %)

The decreases was counteracted mainly by increase of prices of vegetable products (15.3 %), footwear (1.8 %), transport means (0.9 %), machinery and electrical appliances (0.6 %), live animals; animal products (0.5 %), miscellaneous manufactured articles (0.2 %) and products of chemical industries (0.1 %).

First quarter 2019 – First quarter 2020 -0.6 %

Import prices in Kosovo decreased by an average -0.6 % between the Q1 2019 and the Q1 2020. The largest decreases by sectors were by optical, photo, measuring, medical & musical instruments, & timepieces (-21.8 %), textile and textile articles (-13.4 %), mineral products (-9.1 %), edible oil (-3.9 %), leather and articles thereof (-2.9 %), metals and articles of base metals (-0.8 %), paper and articles thereof (-0.6 %), wood and articles thereof (-0.5 %) and prepared foodstuffs, beverages and tobacco (-0.2 %).

The decrease was counteracted mainly by increases of prices of vegetable products (26.6 %), live animals; animal products (3.3 %), footwear (3.0 %), miscellaneous manufactured articles (1.6 %), plastics, rubber and articles thereof (1.3 %), stone, plaster, ceramic products and glass (1.1 %), transport means (1.0 %), machinery and electrical appliances (1.0 %) and products of chemical industries (0.2 %).

Table 1: Import Price Index (IMPI), First quarter 2006 – First quarter 2020 (2010=100), quarterly and annual changes in percentage

Quarter	Quarter	Index (2010 = 100)	Quarterly change in per cent	Annual change in per cent
2006	Q 1	86.2	:	:
	Q 2	88.7	2.9	:
	Q 3	89.1	0.5	:
	Q 4	87.7	-1.6	:
	Annual average 2006	87.9	:	:
2007	Q 1	89.4	1.9	3.7
	Q 2	92.1	3.1	3.9
	Q 3	91.1	-1.1	2.2
	Q 4	91.6	0.6	4.5
	Annual average 2007	91.1	:	3.6
2008	Q 1	95.0	3.6	6.3
	Q 2	100.9	6.2	9.5
	Q 3	102.5	1.6	12.5
	Q 4	96.9	-5.4	5.8
	Annual average 2008	98.8	:	8.5
2009	Q 1	93.7	-3.3	-1.3
	Q 2	94.2	0.5	-6.6
	Q 3	94.0	-0.2	-8.3
	Q 4	94.3	0.4	-2.7
	Annual average 2009	94.1	:	-4.8
2010	Q 1	95.7	1.5	2.1
	Q 2	99.0	3.4	5.1
	Q 3	101.4	2.5	7.9
	Q 4	103.9	2.5	10.2
	Annual average 2010	100.0	:	6.3
2011	Q 1	107.8	3.7	12.6
	Q 2	108.4	0.5	9.5
	Q 3	109.9	1.4	8.3
	Q 4	111.0	1.0	6.8
	Annual average 2011	109.3	:	9.3
2012	Q 1	113.9	2.6	5.6
	Q 2	114.9	0.9	6.0
	Q 3	115.4	0.5	5.0
	Q 4	115.8	0.3	4.3
	Annual average 2012	115.0	:	5.2
2013	Q 1	116.1	0.3	2.0
	Q 2	115.0	-1.0	0.1
	Q 3	114.8	-0.1	-0.5
	Q 4	114.8	0.0	-0.8
	Annual average 2013	115.2	:	0.2
2014	Q 1	115.5	0.6	-0.6
	Q 2	114.3	-1.0	-0.6
	Q 3	114.8	0.5	0.0
	Q 4	114.4	-0.4	-0.3
	Annual average 2014	114.7	:	-0.4

Table 1: Import Price Index (IMPI), First quarter 2006 – First quarter 2020 (2010=100), quarterly and annual changes in percentage

Quarter	Quarter	Index (2010 = 100)	Quarterly change in per cent	Annual change in per cent
2015	Q 1	113.8	-0.5	-1.4
	Q 2	114.1	0.3	-0.2
	Q 3	113.9	-0.2	-0.8
	Q 4	111.8	-1.8	-2.3
	Annual average 2015	113.4	:	-1.2
2016	Q 1	108.8	-2.6	-4.4
	Q 2	109.6	0.7	-3.9
	Q 3	110.7	1.0	-2.8
	Q 4	113.2	2.2	1.3
	Annual average 2016	110.6	:	-2.5
2017	Q 1	114.4	1.1	5.2
	Q 2	114.3	-0.1	4.3
	Q 3	115.3	0.9	4.2
	Q 4	116.0	0.6	2.5
	Annual average 2017	115.0	:	4.0
2018	Q 1	116.0	0.0	1.4
	Q 2	117.0	0.9	2.4
	Q 3	117.9	0.8	2.3
	Q 4	120.5	2.1	3.8
	Annual average 2018	117.8	:	2.5
2019	Q 1	120.0	-0.4	3.5
	Q 2	121.6	1.3	3.9
	Q 3	120.5	-0.9	2.1
	Q 4	120.0	-0.3	-0.3
	Annual average 2019	120.5	:	2.3
2020	Q 1	119.3	-0.6	-0.6

Graph 1: IMPI development, Q1 2006 – Q1 2020 (2010=100)

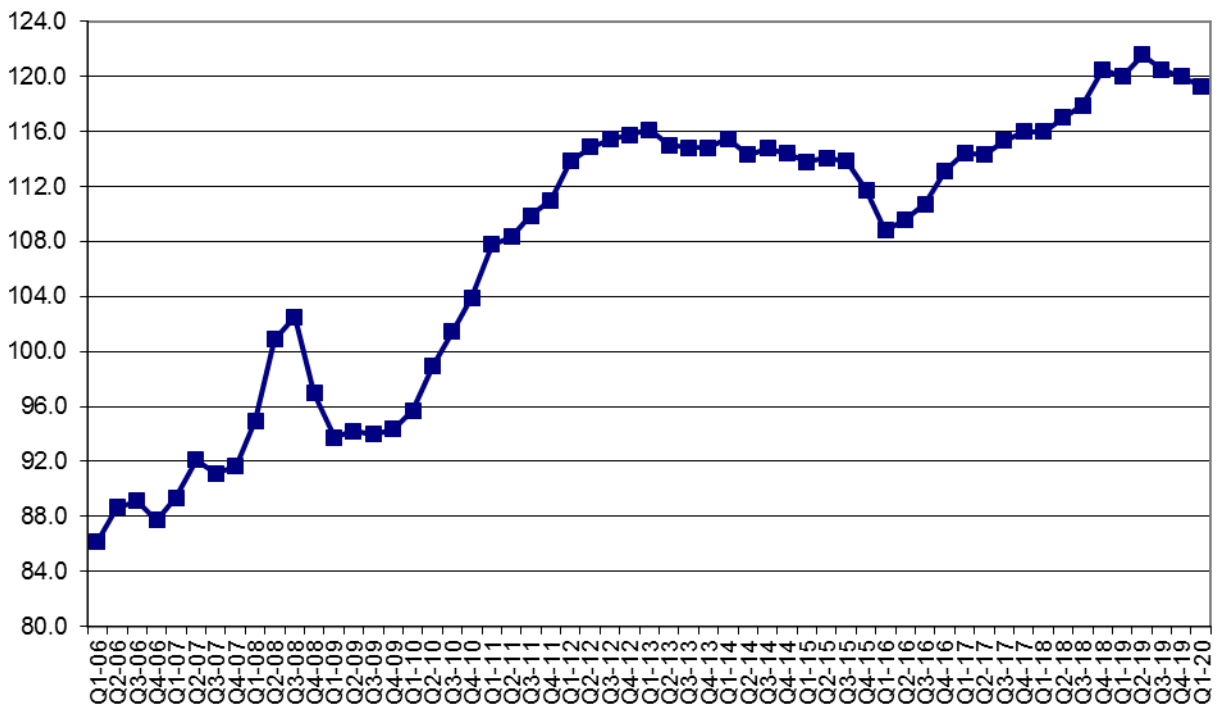


Table 2: Weight, index numbers, monthly and annual changes in percentage by sector according to Harmonised System (HS)

Code	Group	Weight	Q1 - 2020	Q1 - 2020	Q1 - 2020
			2010=100	Q4 - 2019	Q1 - 2019
01-21	TOTAL IMPI	1000	119.3	-0.6	-0.6
01	Live animals; animal products	38	137.8	0.5	3.3
02	Vegetable products	50	226.8	15.3	26.6
03	Edible oils	10	144.3	-3.0	-3.9
04	Prepared foodstuffs, beverages, and tobacco	131	110.9	-0.3	-0.2
05	Mineral products	147	130.6	-8.3	-9.1
06	Products of chemical industries	80	110.3	0.1	0.2
07	Plastics, rubber and articles thereof	64	122.2	-0.5	1.3
08	Leather and articles thereof	2	113.2	-0.3	-2.9
09	Wood and articles thereof	26	129.6	-0.5	-0.5
10	Paper and articles thereof	16	103.0	0.3	-0.6
11	Textile and textile articles	44	89.6	-3.6	-13.4
12	Footwear	12	139.1	1.8	3.0
13	Articles of stone, plaster, ceramic products and glass	34	115.8	-0.2	1.1
14	Pearls, precious stones, metals etc.	:	:	:	:
15	Base metals and articles of base metals	100	104.9	-0.5	-0.8
16	Machinery appliances and electrical appliances	118	104.8	0.6	1.0
17	Transport means	88	112.9	0.9	1.0
18	Optical, photo, measuring, medical & musical instruments, & timepieces	10	93.7	-0.1	-21.8
19	Arms and ammunition	:	:	:	:
20	Miscellaneous manufactured articles	28	119.5	0.2	1.6
21	Works of art	:	:	:	:

Methodology

Prices are collected on a quarterly basis in 7 regional centers in Kosovo: Gjakova, Gjilan, Mitrovica, Peja, Prizren, Prishtina and Ferizaj covering the most representative import companies that were active in most of the municipalities.

Starting from the first quarter of 2006, prices were collected on a quarterly basis for around 180 items from seventy companies. During 2006 many new price estimates increased and for the period 2007-2008 the number of collected prices was around 250. From 2009 the number of collected prices was around 300, from 2015 the number of prices is over 500 items and while 2018 the number of prices is over 600 items.

The results are presented in accordance with the Harmonized System of the World Customs Organization (WCO).

Price data are collected for a sample of typical transactions related to imported goods in Kosovo.

Sampling and calculation of weights

The sample was drawn from external trade data. These data are also used for calculating specific weights. Weights are based on information from trade data Y-1 (previous year) and are updated on an annual basis. By updating weights every year, the IMPI basket will reflect the changes in trade patterns. IMPI will be affected by both price changes and changes in the import structure

Statistical variables

The main variable is the price; it can be reported in each monetary unit (in any currency). Prices reported in foreign currency units are converted into EUR. The invoice currency and the reporting currency are, therefore, complementary variables. Where prices are reported in foreign currencies, the Swedish Central Bank's quarterly average exchange rates are used for converting into EUR.

Index formulas

The Import Price Index can be described as a Laspeyres chain-type index with annual links. The Laspeyres index is defined as follows.

$$I^t = \frac{\sum_{i=1}^n P_i^t Q_i^0}{\sum_{i=1}^n P_i^0 Q_i^0} = \sum_{i=1}^n \frac{P_i^0 Q_i^0}{\sum_{i=1}^n P_i^0 Q_i^0} \times \frac{P_i^t}{P_i^0}$$

Where \mathbf{P}^0 and \mathbf{P}^t are prices per unit in the base period (0) and the comparison period (t), respectively, and \mathbf{Q}^0 is the quantity in the base period. Summation is done through products n. In the centre element above, the index is expressed as the ratio between the summated value of the base-period quantities at the comparison-period and base-period price level, respectively. The index can also be expressed, as in the final element, as an average of the price of goods weighted with the base-period values.

The index prices are calculated with the current quarter \mathbf{q} in year \mathbf{y} as the comparison period, and with the fourth quarter in year $\mathbf{y-1}$ as price reference period. The weighting period is the year $\mathbf{y-1}$.

The relation is thus defined as:

$$I_{y-1,q}^{y,q} = \frac{\sum_{s=1}^k V_s}{\sum_{s=1}^k V_s} \times \frac{P_s^{y,q}}{P_s^{y-1,q}}$$

Where the value weight V_s is the value of the transactions in year **y-1** that are represented by the specification **s**. Summation is across the **k** specifications.

Calculating the chained index of IMPI

The chained index number is calculated for quarters and indicates the particular quarter's price level compared with the average price level in 2010 (2008=100).

$$I_{2010}^{y,q} = \frac{100}{\frac{1}{4} \sum_{q=1}^4 I_{2009,q}^{2010,q}} \times \prod_{Y=2010}^{y-1} I_{Y-1,q}^{Y,q} \times I_{y-1,q}^{y,q}$$

Calculating changes

The quarterly change is calculated as:

$$\left[\left(\frac{IMPI_0^{Y,q}}{IMPI_0^{Y,q-1}} \right) - 1 \right] * 100 = \text{Quarterly percentage change}$$

$IMPI_0^{Y,q}$ = Import price index for the current quarter q

$IMPI_0^{Y,q-1}$ = Import price index for the previous quarter q-1

The yearly change is calculated as:

$$\left[\left(\frac{IMPI_{2010}^{Y,q}}{IMPI_{2010}^{Y-1,q}} \right) - 1 \right] * 100 = \text{Yearly percentage change}$$

$IMPI_{2010}^{Y,q}$ = The chained Import price index for the current quarter q

$IMPI_{2010}^{Y-1,q}$ = The chained Import price index for the previous year and quarter q

Kosovo Agency of Statistics

short description

Kosovo Agency of Statistics is a professional institution which deals with collection, processing and publication of official statistical data. As such acts since 1948 and has passed through several historical stages, structured according to state regulation of those times.

On 2 August 1999, the Agency has resumed his professional work (after nine years of interruption of all statistical series detrimental to the interest of Kosovo), as an independent institution under the Ministry of Public Administration. Since 12.12.2011 the Agency operates in the frames of the Prime Minister's Office. Office is funded by the Kosovo Consolidated Budget, but also by donors for specific projects and for technical professional support.

Kosovo Agency of Statistics acts according to the Law No. 04/L-036 which entered into force on 12.12.2011 and Amendment of Law No. 06/L-058 which entered into force on 17.01.2019 . Programme of Official Statistics 2018/2022 is in implementation for the development of statistical system in correlation with the European Union statistics (EUROSTAT).

Kosovo Agency of Statistics has this organizational structure: production departments; Department of Economic statistics, Department of National Accounts, Department of Agriculture and Environment statistics and Department of Social statistics. **Support Departments**; Department of Methodology and Information Technology, Department of Policy Planning, Coordination and Communication, Department of Census and survey and Department of Administration. **Within the Agency are also established Regional Offices**; Gjakove, Gjilan, Mitrovica, Peja, Prizren, Pristina and Ferizaj

In KAS are employed in total 156 workers, of whom 115 at the headquarters of the Agency, while in the Regional Offices, 41. Agency's educational qualifying structure is as follows: 123 with university education, 15 with non-tertiary education, and 18 with secondary education.

We have professional and technical cooperation with all Ministries of the Government of Kosovo, especially with the Ministry of Economy and Finance, Central Bank of Kosovo, with international institutions, EUROSTAT, International Monetary Fund, World Bank, Sweden's SIDA, DFID, UNFPA, UNDP, UNVEF, and with the statistical institutions of the countries in the region.

Kosovo Agency of Statistics almost completely covers the territory of Kosovo, based on the statistical structure of the enumeration areas as the basic unit and sole in the country from which it gets first hand information. All surveys conducted in the field use the extension of the samples in these enumeration areas but also a statistical methodology according to international recommendations. During the collection of statistical data and reports from reporting entities are involved professionals, technicians, administrators, servants of the country offices, field enumerators from regional offices, etc.

In 2011, the project of Population Census , Households and Dwellings was successfully implemented, and in 2014 was successfully carried out the Agriculture Census. The result obtained from these censuses will have an important role in the development policies.

The mission of the Agency; to meet the needs of users with qualitative statistical data, objective, in time and space so that users have reliable base to conduct regular analysis in the interest of planning and project development at the municipal and country level. To support government institutions, scientific institutes, research academies, businesses in order to provide proper information for decision-makers and other users in Kosovo.

- **Address: KOSOVO AGENCY OF STATISTICS**
Street. "Zenel Salihu", No. 4, 10000 Pristina
- **Telephone: + 383 (0) 38 200 31 129**
- **CEO: + 383 (0) 38 200 31 112**
- **Fax: + 383 (0) 38 235 033**
- **E-mail: infoask@rks-gov.net**
- **Web: <http://ask.rks-gov.net>**