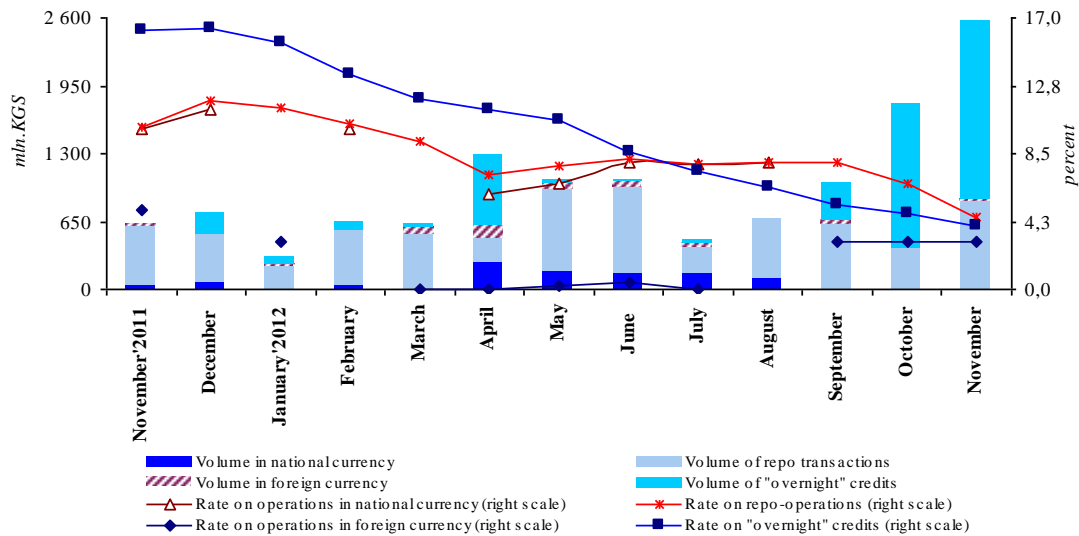


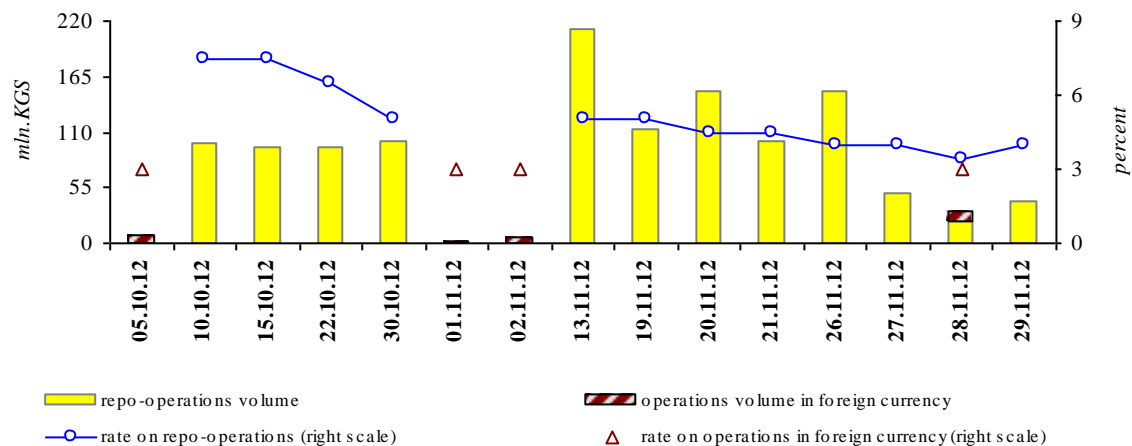
Interbank Market of Credit Resources (November 2012)

Graph 1. Dynamics of operations volume and interest rates in the domestic interbank credit market



November, the average daily volume of excess reserves of the banking system increased, which reached KGS 3,0 billion comparing to KGS 2.7 billion in the previous month, mainly due to the maintenance of stable dynamics of liquidity in three largest commercial banks. Maintaining along with the activity of interbank market of lending was conditioned traditionally low rates of excess reserves in most of the remaining banks. In addition, in the period under review the lack of liquidity was observed in one of the largest financial institutions, also having an influence on the total volume of accumulated excess reserves in the banking system. As a result, the demand for "overnight" credits, which increased in volume by 24.0 percent compared to the similar indicator of October. At the same time, the rate on "overnight" credits, calculated on the basis of the discount rate of the NBKR, constituted 4.0 percent (-0.7 percentage points).

Graph 2. Daily turnover and rates in the domestic interbank credit market

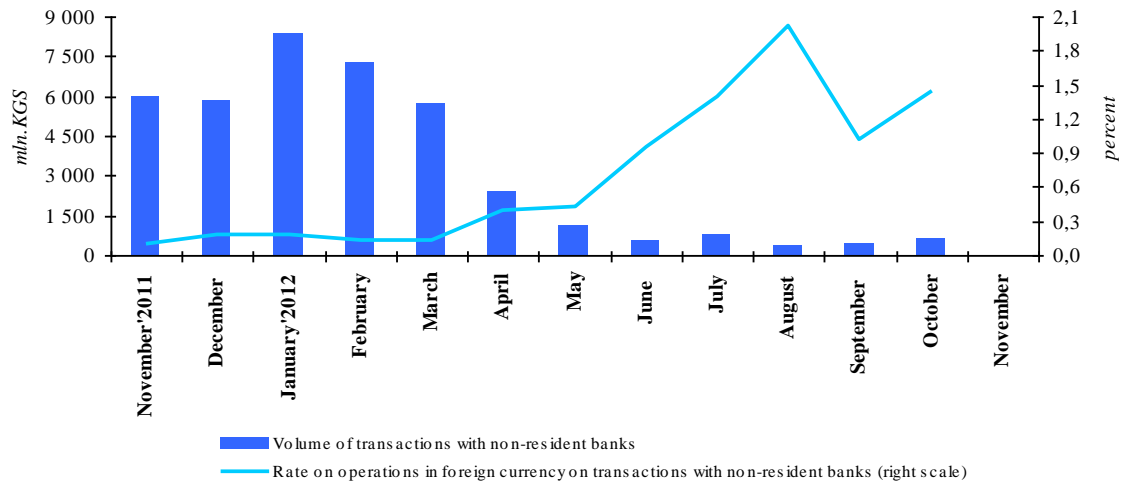


The total volume of operations in the domestic interbank credit market constituted KGS 859.9 million, increased from October's index of 2.2 times. Particularly, the volume of transactions concluded under repo terms constituted KGS 841.7 million, also increased by 2.2 times and the volume of operations between resident banks in foreign currency increased by 2.4 times, to KGS 18.2 million. In the period under review loans between commercial banks in national currency, as in the previous two months, were not made.

The increase of the volume and quantity of interbank loans under repo terms led to the decrease of the rate on these transactions that constituted 4.5 percent (-2.1 percentage points) as of the end of November, while the rate for credits between resident banks in foreign currency for

the third month in a row continued to be 3.0 percent. In the period under review the maximum term of loans in the interbank market did not exceed 7 days, despite the fact that the average weighted term under repo operations constituted 4 days, and on the credit operations in foreign currency – 2 days.

Graph 3. Dynamics of operations volume and interest rates in the interbank credit market on transactions in foreign currency with non-resident banks



Concentration index of creditors decreased in November from 0.47 to 0.30, while concentration index of debtors increased from 0.37 to 0.51. The values of these indices indicate a continuing high level of concentration of the market and correspond to the presence of the three creditors and two borrowers on the market with equal shares.

Transactions in a foreign currency with non-resident banks were not carried out.

Table 1. Dynamics of interbank credits in national currency (in terms of urgency)

Period	Total			Including by terms															
	Volume (mln.KGS)	Quantity of transactions	Rate (%)	Up to 1 day		2-7 days		8-14 days		15-30 days		31-60 days		61-90 days		91-180 days		181-360 days	
				Volume (mln.KGS)	Rate (%)	Volume (mln.K GS)	Rate (%)	Volume (mln.K GS)	Rate (%)	Volume (mln.K GS)	Rate (%)	Volume (mln.K GS)	Rate (%)	Volume (mln.K GS)	Rate (%)	Volume (mln.K GS)	Rate (%)	Volume (mln.K GS)	Rate (%)
November 2011	40.0	1	10.0	-	-	40.0	10.0	-	-	-	-	-	-	-	-	-	-	-	-
December	61.0	2	11.3	-	-	40.0	12.0	21.0	10.0	-	-	-	-	-	-	-	-	-	-
January 2012	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
February	40.0	1	10.0	-	-	40.0	10.0	-	-	-	-	-	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
April	250.0	2	6.0	150.0	8.0	100.0	3.0	-	-	-	-	-	-	-	-	-	-	-	-
May	177.0	4	6.6	25.0	3.0	152.0	7.2	-	-	-	-	-	-	-	-	-	-	-	-
June	160.0	3	8.0	-	-	160.0	8.0	-	-	-	-	-	-	-	-	-	-	-	-
July	150.0	3	7.8	-	-	100.0	7.8	50.0	8.0	-	-	-	-	-	-	-	-	-	-
August	100.0	2	8.0	-	-	50.0	8.0	50.0	8.0	-	-	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Table 2. Repo operations of commercial banks (in terms of urgency)

Period	Total			Including by terms															
	Volume (mln.KGS)	Quantity of transactions	Rate (%)	Up to 1 day		2-7 days		8-14 days		15-30 days		31-60 days		61-90 days		91-180 days		181-360 days	
				Volume (mln.KGS)	Rate (%)	Volume (mln.K GS)	Rate (%)	Volume (mln.K GS)	Rate (%)	Volume (mln.K GS)	Rate (%)	Volume (mln.K GS)	Rate (%)	Volume (mln.K GS)	Rate (%)	Volume (mln.K GS)	Rate (%)		
November 2011	563.1	14	10.2	170.4	10.2	392.7	10.2	-	-	-	-	-	-	-	-	-	-	-	-
December	460.4	15	11.8	-	-	408.0	11.9	52.4	10.3	-	-	-	-	-	-	-	-	-	-
January 2012	225.7	6	11.3	72.7	12.0	128.0	11.0	25.0	11.0	-	-	-	-	-	-	-	-	-	-
February	522.5	15	10.4	173.7	10.4	348.8	10.4	-	-	-	-	-	-	-	-	-	-	-	-
March	525.9	19	9.3	95.2	9.0	430.7	9.3	-	-	-	-	-	-	-	-	-	-	-	-
April	242.8	7	7.1	104.7	7.0	138.0	7.3	-	-	-	-	-	-	-	-	-	-	-	-
May	792.7	15	7.7	190.1	7.5	602.5	7.8	-	-	-	-	-	-	-	-	-	-	-	-
June	820.6	19	8.2	231.5	8.2	534.6	8.2	54.4	8.0	-	-	-	-	-	-	-	-	-	-
July	261.4	4	7.8	-	-	261.4	7.8	-	-	-	-	-	-	-	-	-	-	-	-
August	578.4	10	8.0	13.2	8.0	565.2	8.0	-	-	-	-	-	-	-	-	-	-	-	-
September	620.7	11	8.0	98.1	8.0	522.6	8.0	-	-	-	-	-	-	-	-	-	-	-	-
October	389.2	5	6.6	100.1	7.5	289.1	6.3	-	-	-	-	-	-	-	-	-	-	-	-
November	841.7	12	4.5	41.6	4.0	800.1	4.5	-	-	-	-	-	-	-	-	-	-	-	-

Table 3. Dynamics of interbank credits in foreign currency between resident banks (in terms of urgency)

Period	Total			Including by terms															
	Volume (mln.KGS)	Quantity of transactions	Rate (%)	Up to 1 day		2-7 days		8-14 days		15-30 days		31-60 days		61-90 days		91-180 days		181-360 days	
				Volume (mln.KGS)	Rate (%)	Volume (mln.KG S)	Rate (%)	Volume (mln.KG S)	Rate (%)	Volume (mln.KG S)	Rate (%)	Volume (mln.KG S)	Rate (%)	Volume (mln.KG S)	Rate (%)	Volume (mln.KG S)	Rate (%)	Volume (mln.KG S)	Rate (%)
November 2011	18,6	1	5,0	-	-	-	-	-	-	-	-	18,6	5,0	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
January 2012	9,5	3	3,0	9,5	3,0	-	-	-	-	-	-	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
March	70,1	4	0,0	-	-	23,4	0,0	23,4	0,0	23,4	0,0	-	-	-	-	-	-	-	-
April	112,4	6	0,0	-	-	89,0	0,0	23,5	0,0	-	-	-	-	-	-	-	-	-	-
May	38,4	4	0,2	3,2	3,0	35,3	0,0	-	-	-	-	-	-	-	-	-	-	-	-
June	56,0	4	0,5	2,9	3,0	53,1	0,3	-	-	-	-	-	-	-	-	-	-	-	-
July	33,0	1	0,0	-	-	33,0	0,0	-	-	-	-	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
September	33,1	6	3,0	24,1	3,0	9,0	3,0	-	-	-	-	-	-	-	-	-	-	-	-
October	7,6	1	3,0	-	-	7,6	3,0	-	-	-	-	-	-	-	-	-	-	-	-
November	18,2	3	3,0	12,2	3,0	6,0	3,0	-	-	-	-	-	-	-	-	-	-	-	-