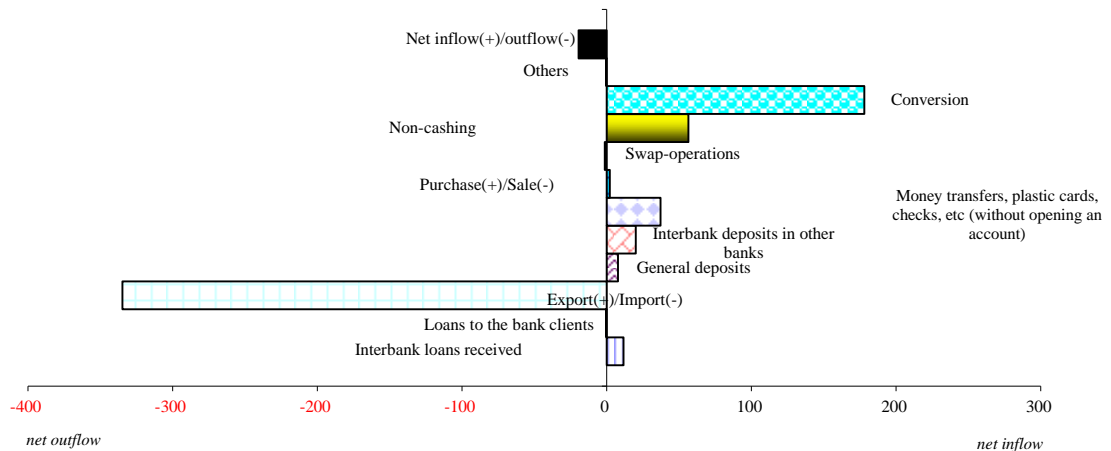


## Foreign exchange market (August 2014)

**Graph 1. Net inflow (outflow) of non-cash US dollars in commercial banks (mln. USD)**

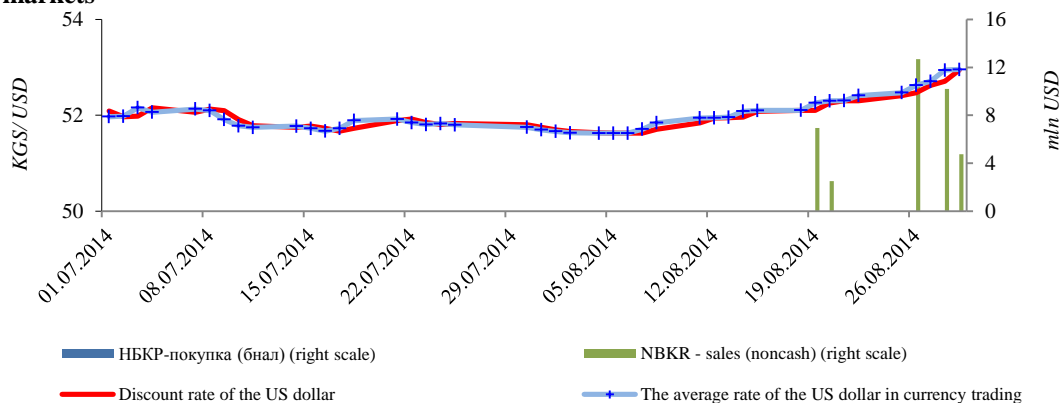


As opposed to the previous month, there was a slight rise in the exchange rate of the US dollar from 51.7518 to 52.9561 KGS per US dollar in August due to increase of pressure from external sources. The main stage of decrease in the currency rate occurred in the first week of the period under review. The increase in the supply of currency on the part of major market participants took place mainly at the expense of received interbank credits, currency exchanges, and dollars received because of conversion operations of banks (Chart 1).

In the reporting period, the total volume of transactions on the purchase and sale of foreign currency increased in comparison with the same period of the previous month by 18.5 percent and constituted 62.1 billion KGS. The reason was the increase in business activity in the segment of non-cash transactions of exchange offices by 39.9 percent to 22.4 billion KGS. In addition, the volume of cash transactions of commercial banks increased to 27.8 billion KGS, which is by 6.0 percent higher than in the previous month, the volume of non-cash transactions of commercial banks increased to 11.9 billion KGS (+17.0 percent).

The total turnover of interbank currency trading declined to 174.4 million US dollars by having decreased by 4.2 percent as compared to the same period of the previous month. The National Bank conducted currency interventions in the reporting period to the amount of 37.1 million USD to sell foreign currency. (Chart 2).

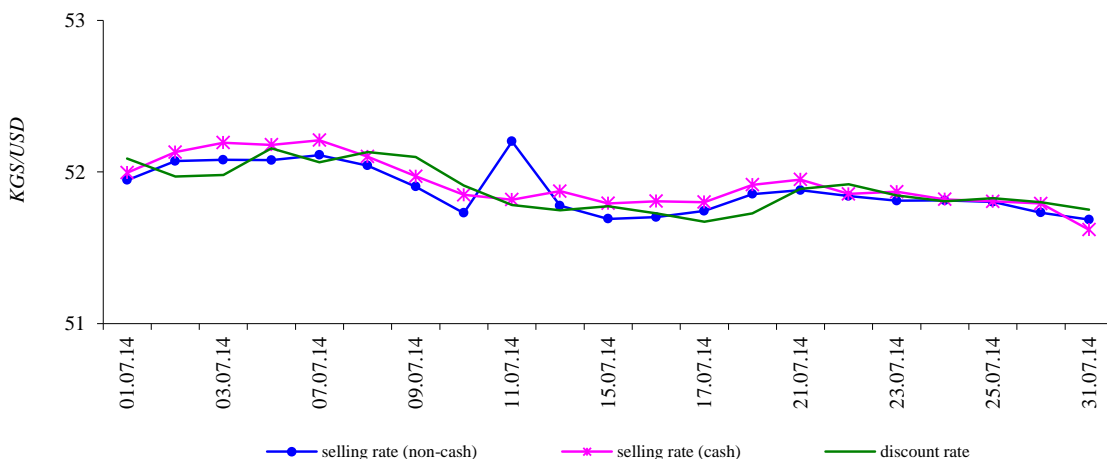
**Graph 2. The dynamics of the US dollar in the interbank foreign exchange markets**



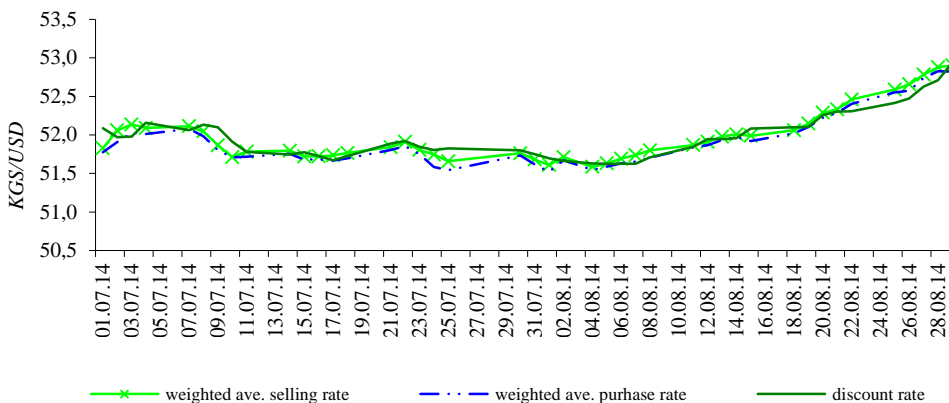
In the reporting period, the National Bank did not conduct SWAP operations with commercial banks as in the previous periods.

By types of currencies, there was a diverse trend in the volume of transactions. At the same time, the equity ratio of currency in the total volume of transactions was distributed as follows: the share of transactions in US dollar decreased by 0.3 percentage points, to 61.8 percent; in Russian rubles – by 1.3 percentage points, to 26.2 percent, in Euro - by 0.2 percentage points, to 1.8 percent. The share of transactions in Kazakh tenge has increased over the month by 1.7 percentage points, to 10.3 percent.

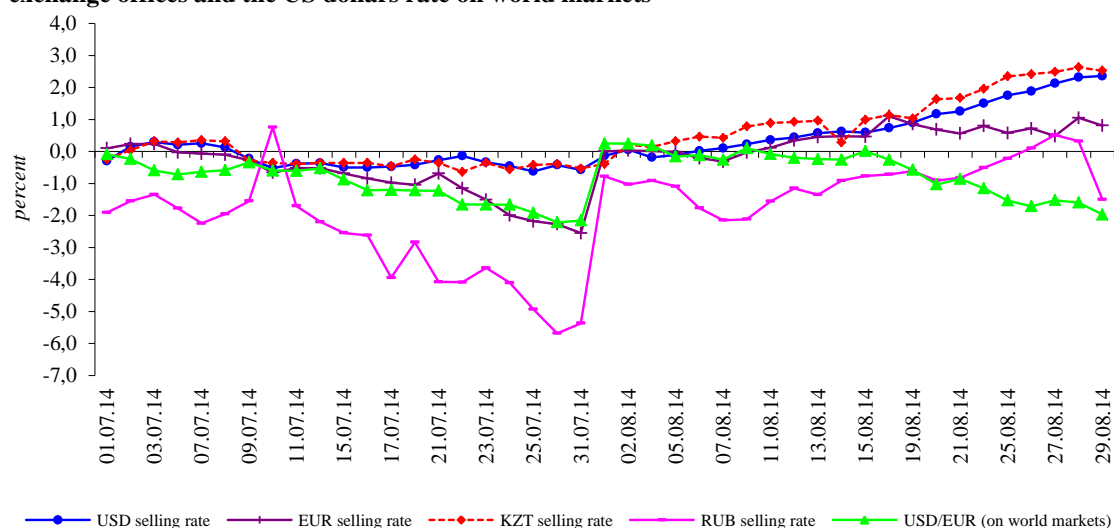
**Graph 3. The dynamics of the selling rate of non-cash and cash US dollar in commercial banks**



**Graph 4. The dynamics of the US dollar in exchange offices**



**Graph 5. The dynamics of rates of changes in the rates of major currencies in exchange offices and the US dollars rate on world markets**



**Table 1. The volume of purchases and sales of foreign exchange transactions by type (in som equivalent)**

*mln. KGS*

Period		Total amount of transactions	non-cash operations of comm.		cash operations of comm.		cash operations of exchange offices	
			Banks		Banks			
			volume of operations	share (%)	volume of operations	share (%)	volume of operations	share (%)
2013	08	38 826,0	6 616,9	17,0	28 199,8	72,6	4 009,3	10,3
	09	39 130,5	6 104,3	15,6	29 125,7	74,4	3 900,5	10,0
	10	42 897,0	7 102,4	16,6	31 612,2	73,7	4 182,4	9,8
	11	33 607,6	4 884,3	16,6	24 675,1	73,4	4 048,2	12,1
	12	36 538,7	4 492,4	14,5	27 766,9	76,0	4 279,3	11,7
2014	01	24 803,9	2 945,5	12,3	18 519,1	74,7	3 339,2	13,5
	02	30 071,0	7 961,2	11,9	17 994,7	59,8	4 115,0	13,7
	03	45 081,1	8 512,6	26,5	21 763,0	48,3	14 805,5	32,8
	04	46 760,3	8 085,1	17,3	21 670,9	46,3	17 004,3	36,4
	05	47 882,3	6 522,9	13,6	23 511,3	49,1	17 848,1	37,3
	06	53 731,2	8 922,2	16,6	26 024,8	48,4	18 784,2	35,0
	07	52 421,0	10 187,8	19,4	26 195,6	50,0	16 037,6	30,6
	08	62 126,6	11 917,4	19,2	27 774,5	44,7	22 434,7	36,1

**Table 2. The volume of purchases and sales of foreign currency by currency (in some equivalent)**

*mln. KGS*

Период		Total volume of operations	USD		EUR		RUB		KZT		Other	
			volume	share	volume	share	volume	share	volume	share	volume	share
			2013	08	38 826,0	22 692,5	58,5	1 210,1	3,1	10 660,6	27,5	4 253,1
09	39 130,5	23 373,9		59,7	1 091,5	2,8	11 996,7	30,7	2 655,5	6,8	13,0	0,0
10	42 897,0	25 505,5		59,5	1 594,2	3,7	12 772,4	29,8	3 016,8	7,0	8,2	0,0
11	33 607,6	20 652,9		61,5	1 017,2	3,0	9 355,4	27,8	2 575,5	7,7	6,7	0,0
12	36 538,7	22 098,3		60,5	860,5	2,4	11 222,1	30,7	2 348,7	6,4	9,0	0,0
2014	01	24 803,9	15 311,8	61,7	746,4	3,0	7 694,2	31,0	1 044,2	4,2	7,3	0,0
	02	30 071,0	21 360,4	71,0	811,7	2,7	6 903,4	23,0	986,6	3,3	8,8	0,0
	03	45 081,1	28 272,0	62,7	704,4	1,6	14 064,5	31,2	2 034,4	4,5	5,9	0,0
	04	46 760,3	28 744,6	61,5	837,9	1,8	15 243,2	32,6	1 925,7	4,1	8,9	0,0
	05	47 882,3	28 093,5	58,7	803,8	1,7	16 273,7	34,0	2 705,4	5,7	6,0	0,0
	06	53 731,2	31 970,2	59,5	856,9	1,6	17 628,7	32,8	3 264,5	6,1	10,9	0,0
	07	52 421,0	32 505,9	62,0	1 011,8	1,9	14 429,8	27,5	4 464,2	8,5	9,3	0,0
	08	62 126,6	38 361,8	61,8	1 095,9	1,8	16 294,3	26,2	6 367,5	10,3	7,2	0,0

**Table 3. Data on the discount rate of foreign currencies to the som**

Period		Discount rate at end of month				Changing the discount rate for the month			
		USD	EUR	RUB	KZT	USD	EUR	RUB	KZT
2013	08	48,7243	64,5305	1,4655	0,3189	-0,3%	-0,5%	-1,4%	-0,1%
	09	48,6197	65,6731	1,5032	0,3165	-0,2%	1,8%	2,6%	-0,7%
	10	48,5027	66,7809	1,5128	0,3143	-0,2%	1,7%	0,6%	-0,7%
	11	48,9590	66,6234	1,4750	0,3186	0,9%	-0,2%	-2,5%	1,4%
	12	49,2470	67,7048	1,5047	0,3206	0,6%	1,6%	2,0%	0,6%
2014	01	50,4158	68,6613	1,4304	0,3241	2,4%	1,4%	-4,9%	1,1%
	02	52,4359	71,6379	1,4545	0,2849	4,0%	4,3%	1,7%	-12,1%
	03	54,4813	74,6884	1,3723	0,2993	3,9%	4,3%	-5,7%	5,1%
	04	53,9615	74,8365	1,5116	0,2964	-1,0%	0,2%	10,2%	-1,0%
	05	52,2705	71,1872	1,5086	0,2849	-3,1%	-4,9%	-0,2%	-3,9%
	06	52,0649	70,9098	1,5481	0,2837	-0,4%	-0,4%	2,6%	-0,4%
	07	51,7518	69,3526	1,4485	0,2820	-0,6%	-2,2%	-6,4%	-0,6%
	08	52,9561	69,8517	1,4339	0,2910	2,3%	0,7%	-1,0%	3,2%

**Table 4. Data on exchange rate of the som in the exchange offices**

Period		Average margin for the month				Average daily deviation of the currency selling rate				Changing the currency selling rate for the month			
		USD	EUR	RUB	KZT	USD	EUR	RUB	KZT	USD	EUR	RUB	KZT
2013	08	0,3%	0,5%	0,7%	0,7%	0,0%	0,1%	0,2%	0,1%	-0,4%	-0,1%	-2,9%	-0,4%
	09	0,3%	0,4%	0,6%	0,8%	0,1%	0,2%	0,2%	0,2%	-0,1%	1,7%	4,1%	-0,3%
	10	0,2%	0,4%	0,6%	0,7%	0,1%	0,1%	0,2%	0,1%	-0,3%	1,6%	0,8%	-0,5%
	11	0,2%	0,4%	0,6%	0,6%	0,0%	0,1%	0,2%	0,1%	0,9%	0,0%	-2,2%	0,8%
	12	0,3%	0,4%	0,6%	0,6%	0,1%	0,1%	0,2%	0,1%	0,8%	1,0%	0,9%	0,1%
2014	01	0,3%	0,4%	0,7%	0,8%	0,2%	0,2%	0,2%	0,2%	1,7%	1,7%	-3,8%	2,2%
	02	0,4%	0,6%	0,6%	2,3%	0,3%	0,3%	0,3%	0,4%	8,0%	8,5%	4,2%	-9,5%
	03	0,2%	0,6%	0,2%	0,7%	0,1%	0,4%	0,3%	0,3%	0,1%	1,1%	1,9%	1,9%
	04	0,1%	0,4%	0,1%	0,4%	0,0%	0,2%	0,4%	0,1%	-1,2%	-0,5%	-1,3%	-1,1%
	05	0,1%	0,6%	0,2%	0,4%	0,2%	0,3%	0,4%	0,3%	-3,2%	-4,9%	-0,2%	-4,3%
	06	0,1%	0,5%	0,1%	0,4%	0,2%	0,2%	0,3%	0,3%	-0,2%	-0,3%	2,6%	0,0%
	07	0,1%	0,5%	0,3%	0,2%	0,1%	0,1%	0,4%	0,1%	-0,6%	-2,6%	-5,4%	-0,5%
	08	0,1%	0,5%	0,2%	0,2%	0,1%	0,1%	0,3%	0,2%	2,4%	0,8%	-1,5%	2,5%