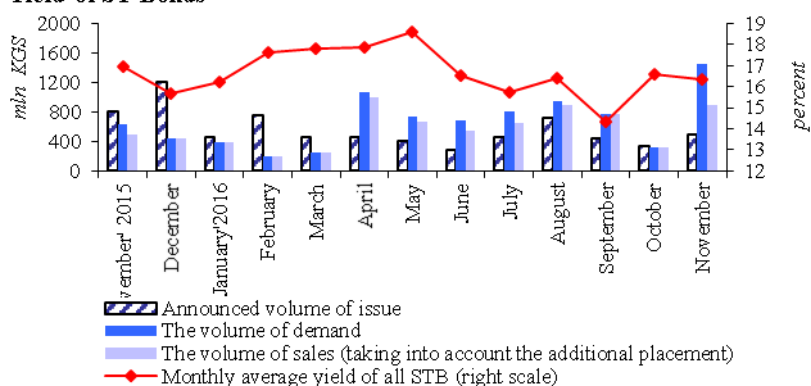


Market of State Treasury Bonds (November 2016)

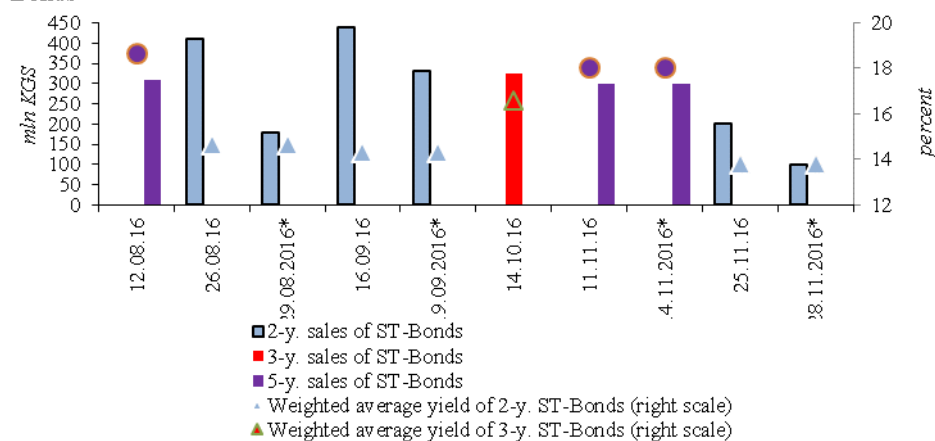
Chart 1. Dynamics of Volume of Supply, Demand and Yield of ST Bonds



Two auctions on placement of treasury bonds by the Ministry of Finance of the Kyrgyz Republic were held in the reporting period. The amount of the announced ST Bonds issue at the auction amounted to KGS 500.0 million having increased by 49.3 percent over the month. The volume of demand amounted to KGS 1.5 billion having increased by 4.5 times compared to the previous month. In the reporting period, market participants purchased 2-year securities in the amount of KGS 300.0 million and 5-year securities in the amount of KGS 600.0 million (including additional placement).

The overall average monthly yield on ST Bonds in the reporting period was formed at the rate of 16.4 percent having decreased by 0.2 percentage points over the month.

Chart 2. Dynamics of Volume of Demand, Sales and Yield of ST Bonds



The volume of ST Bonds in circulation increased up to KGS 12.4 billion (+23.7 percent) since the beginning of the year. At the same time, the share of core shareholders – commercial banks decreased down to 38.2 percent (- 2.0 percentage points). The share of the institutional investors, on the other hand, increased up to 61.1 percent (+1.6 percentage points). The share of resident legal entities constituted 0.7 percent (+0.4 percentage points).

Over the month, the concentration index of the ST Bonds primary market was 0.34, which indicates a high level of concentration and corresponds to the presence of three investors with equal shares at the market.

Table 1. The structure of the STB holders at face value

thous KGS

Date	TOTAL	of which									
		Commercial Banks		Institutional Investors		Juridical person - residents		Juridical person - non-residents		individuals - residents	
		Amount	Share	Amount	Share	Amount	Share	Amount	Share	Amount	Share
01.12.2015	9 824 161,3	4 110 364,2	41,8	5 685 381,1	57,9	28 366,0	0,3	0,0	0,0	50,0	0,0
01.01.2016	10 037 261,3	4 042 364,2	40,3	5 966 481,1	59,4	28 366,0	0,3	0,0	0,0	50,0	0,0
01.02.2016	9 909 750,6	3 870 305,9	39,1	6 011 028,7	60,7	28 366,0	0,3	0,0	0,0	50,0	0,0
01.03.2016	9 906 961,3	3 884 638,0	39,2	5 985 307,3	60,4	36 966,0	0,4	0,0	0,0	50,0	0,0
01.04.2016	9 625 061,3	4 067 738,0	42,3	5 520 307,3	57,4	36 966,0	0,4	0,0	0,0	50,0	0,0
01.05.2016	10 341 061,3	4 641 300,3	44,9	5 662 745,0	54,8	36 966,0	0,4	0,0	0,0	50,0	0,0
01.06.2016	10 412 061,3	4 544 485,4	43,6	5 826 559,9	56,0	40 966,0	0,4	0,0	0,0	50,0	0,0
01.07.2016	10 558 061,3	4 590 605,3	43,5	5 926 440,0	56,1	40 966,0	0,4	0,0	0,0	50,0	0,0
01.08.2016	11 003 061,3	4 558 692,2	41,4	6 404 353,1	58,2	39 966,0	0,4	0,0	0,0	50,0	0,0
01.09.2016	11 288 061,3	4 360 364,9	38,6	6 884 533,4	61,0	43 113,0	0,4	0,0	0,0	50,0	0,0
01.10.2016	11 563 561,3	4 422 089,3	38,2	7 095 809,0	61,4	45 613,0	0,4	0,0	0,0	50,0	0,0
01.11.2016	11 646 061,3	4 537 941,4	39,0	7 062 456,9	60,6	45 613,0	0,4	0,0	0,0	50,0	0,0
01.12.2016	12 417 661,3	4 747 209,6	38,2	7 584 588,7	61,1	85 813,0	0,7	0,0	0,0	50,0	0,0