

Interbank Market of Credit Resources (November 2017)

In the reporting period, the average daily level of excess liquidity in the banking system continued decreasing and amounted to KGS 817.4 million over the month (-15.0 percent). Meanwhile, the activity of the participants on repo transactions conducted in the interbank market increased by 36.7 percent and amounted to KGS 2.0 billion. Moreover, in the reporting period, the standard transactions in foreign currency were conducted in the amount of KGS 1.2 billion. However, the standard transactions in the national currency were not conducted in the current month.

The volume of “overnight” credits of the National Bank of the Kyrgyz Republic amounted to KGS 4.7 billion (+15 times). The funds allocated by the commercial banks in the National Bank of the Kyrgyz Republic on deposits based on “overnight” conditions decreased by 25.6 percent compared to the previous month and amounted to KGS 73.7 billion. Credit auctions were not conducted in the reporting period.

At the end of the reporting period, the concentration index of creditors made 0.36 and the concentration index of debtors made 0.51 which indicates a high level of market concentration and corresponds to the presence of three creditors and two debtors in the market.

In the reporting period, the volume of credit transactions in foreign currency with non-resident banks increased up to KGS 16.0 billion (+7.4 percent). The weighted average interest rate on credit transactions with non-resident banks made 1.2 percent (+0.3 percentage points per month).

Graph 1. The dynamics of the transactions and the interest rates in the domestic interbank credit market



