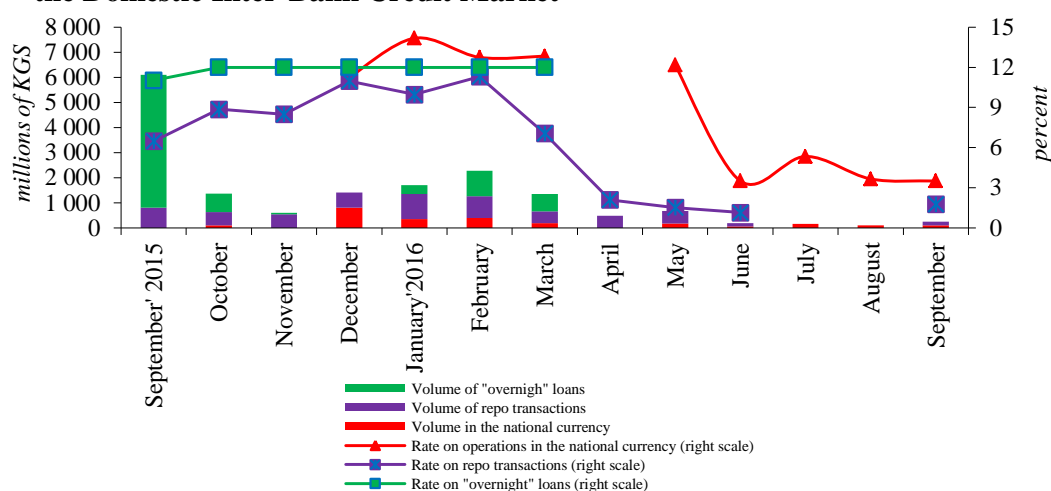


Inter-Bank Market of Credit Resources (September 2016)

Decrease was observed in the average daily level of excessive liquidity of the commercial banks in the interbank market to KGS 1.4 billion (-11.7 percent) in the reporting period as compared to the similar index for the previous month.

The transactions in the national currency and repo transactions were conducted in the domestic inter-bank credit market. At the same time, these transactions were conducted at the weighted average rate of 3.5 percent (-0.2 percentage points) and 1.8 percent per annum. In the reporting period, the volume of standard transactions in the national currency conducted in the domestic market amounted to KGS 100.0 million as in the previous month. The volume of repo conditions based transactions amounted to KGS 147.4 million.

Chart 1. Dynamics of the Transactions and the Interest Rates in the Domestic Inter-Bank Credit Market



In the reporting period, standard transactions in foreign currency were not carried out in the domestic market.

In the reporting period, "overnight" credits of the National Bank of the Kyrgyz Republic were in little demand as in the previous month. At the same time, the National Bank continued to allocate funds of the commercial banks on deposits based on "overnight" conditions in the amount of KGS 180.0 billion (-13.6 percent).

In the reporting period, the concentration index of creditors decreased by 0.18, to 0.36, the concentration index of debtors – by 0.29, to 0.25. The values of these indices indicate the high level of market concentration and correspond to the presence of three principal creditors and four debtors in the market.

