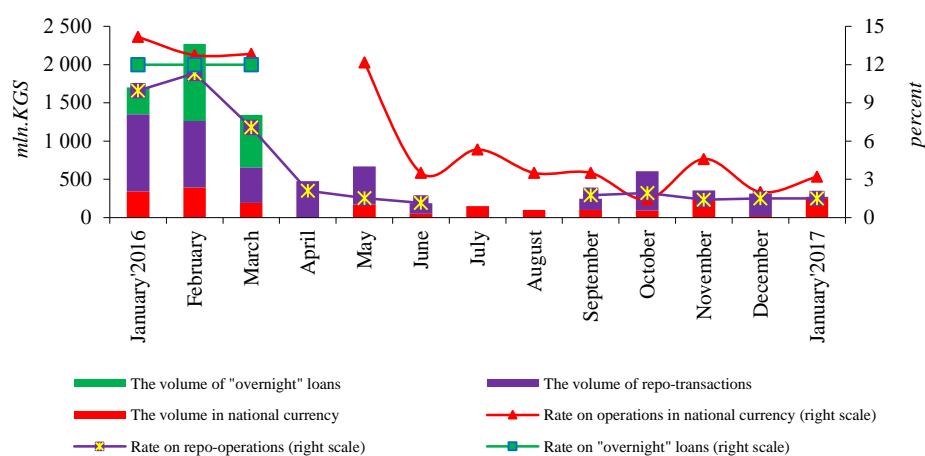


Interbank Market of Credit Resources (January 2017)

In January, the average daily level of excessive liquidity of commercial banks in the interbank market increased by 8.9 percent compared to the previous month, having amounted to KGS 2.1 billion.

Like in the previous month, the standard transactions in the national currency and repo transactions were conducted in the domestic interbank credit market. These transactions were conducted at the weighted average rate of 3.2 percent (+1.2 percentage points) and 1.5 percent (-0.01 percentage point), respectively. In the reporting period, the volume of standard transactions in the national currency conducted in the domestic market increased by 12.6 times, having amounted to KGS 252.2 million. The volume of repo transactions decreased by 93.4 percent, down to KGS 19.1 million.

Chart 1. Dynamics of transactions and interest rates in the domestic interbank credit market



In the reporting period, there was no demand for the “overnight” credits of the National Bank of the Kyrgyz Republic, like in the previous month. At the same time, the National Bank continued allocating funds of commercial banks to “overnight” deposits to the amount of KGS 234.3 billion (-1.9 percent).

The reporting period was characterized by the decrease in the creditors’ concentration index by 0.08, down to 0.35; and the decrease in the debtors’ concentration index by 0.12, down to 0.35. These values point to the sufficiently high level of market concentration and correspond to the presence of three principal creditors and three debtors in the market.

