

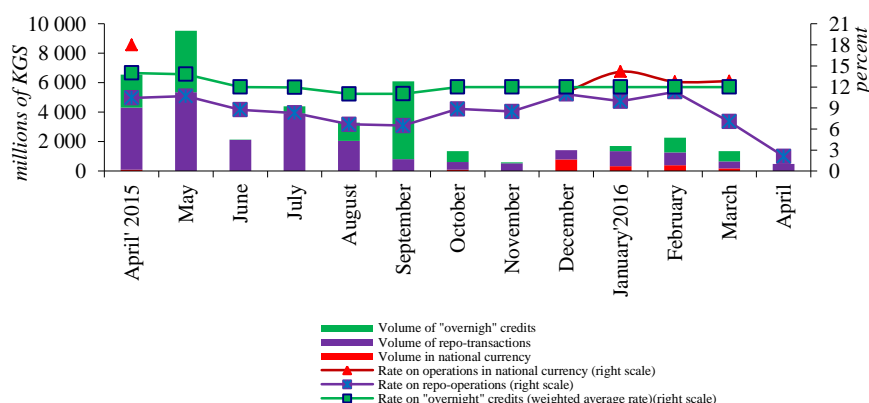
Inter-Bank Market of Credit Resources

(April 2016)

A slight decrease was observed in the average daily level of excessive liquidity of commercial banks in the interbank market to KGS 1.9 billion (-0.8 percent) in the reporting period as compared to similar index for the previous month.

REPO conditions based transactions on the most in-demand borrowings were conducted in the domestic inter-bank credit market in the reporting period. At the same time, these transactions were conducted at the weighted average rate of 2.1 percent (-0.5 percentage points) per annum. The volume of REPO conditions based transactions increased to KGS 475.2 million compared to the previous month (+1.7 percent).

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



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

In the reporting period, overnight credits, a tool of the National Bank of the Kyrgyz Republic, were in little demand. At the same time, the National Bank continued to allocate funds of commercial banks on deposits based on overnight conditions in the amount of KGS 192.5 million (+33.3 percent).

The concentration index of creditors made 0.49 (+0.28) and the concentration index of debtors – 0.98 (+0.61). The values of these indices indicate the high level of market concentration and correspond to the presence of two principal creditors and one debtor in the market.

Chart 4. Dynamics of Operations and Interest Rates in the Inter-Bank Credit Market on Transactions in Foreign Currency with Non-Resident Banks

