Inter-Bank Market of Credit Resources

(July 2016)

Decrease was observed in the average daily level of excessive liquidity of the commercial banks in the interbank market to KGS 2.1 billion (-4.0 percent) in the reporting period as compared to similar index for the previous month.

The transactions in the national currency were only conducted in the domestic interbank credit market in the reporting period. At the same time, these transactions were conducted at the weighted average rate of 5.3 percent per annum (+1.8 percentage points). In the reporting period, the volume of standard transactions in the national currency conducted in the domestic market increased by 3 times, to KGS 150.0 million.

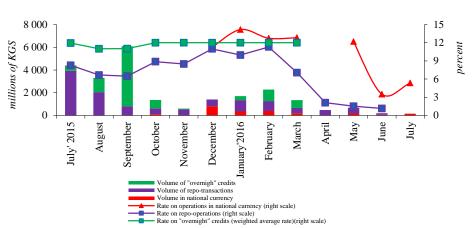


Chart 1. Dynamics of the Transactions and Interest rates in the Domestic Inter-Bank Credit Market

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. 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 180.5 billion (+1.6 percent).

In the reporting period, the concentration index of creditors increased by 0.27, to 0.56, the concentration index of debtors – by 0.53, to 1.00. 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.

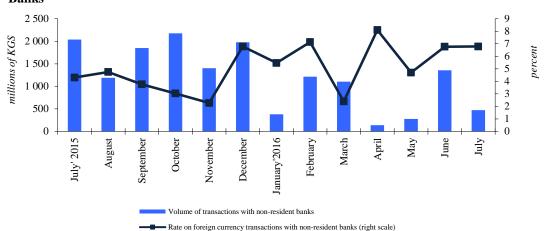


Chart 4. Dynamics of Operations and the Interest Rates in the Inter-Bank Credit Market on Transactions in Foreign Currency with Non-Resident Banks

The volume of credit transactions in foreign currency with non-resident banks decreased by 65.2 percent, to KGS 472.5 million. The weighted average interest rate on credit transactions with non-resident banks was at the level of 6.8 percent, increased by 0.02 percentage points as compared to the previous month.

Table 1. Dynamics of Inter-Bank Loans in Nationa	l Currency (in Terms of Urgency)
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Period		Total				Including by terms																
					Up to 1 day		2-7 days		8-14 days		15-30 days		31-60 days		61-90 days		91-180 days		181-360 days		more than 360 days	
			Q-ty of transact ions	Rate	Volume (mln. KGS)	Rate (%)	Volume (mln. KGS)	Rate (%)	Volume (mln. KGS)	Rate (%)	Volume (mln. KGS)	Rate (%)	Volume (mln. KGS)	Rate (%)	Volume (mln. KGS)	Rate (%)	Volume (mln. KGS)	Rate (%)	Volume (mln. KGS)	Rate (%)	Volume (mln. KGS)	Rate (%)
2015	07 08 09 10 11 12	100,0					490.0	11.0	240.0	11.0			100,0	12,0								
2016	01 02 03 04 05 06 07	340,1 390,0 190,0 170,0 50,0 150,0	2 2 1	12,7 12,8			40,1 290,0	10,5 13,0	100.0	3,5	300,0 100,0 50				100,0	10,0	90,0	16,0	170,0	,		

Total Including by terms 91-180 days Volume (mln. Rate more than 360 days Volume Up to 1 day 8-14 days 15-30 days 31-60 days 181-360 days Volume 2-7 days /olume 61-90 days Period Volum (mln. Volu Q-ty of Rate (%) Rate (%) Rate (%) Rate (%) Rate (%) Rate (%) volume (mln. Rate (%) (mln. (mln. (mln. (mln. (mln. (mln. (mln. ate (%) Rate (% KGS) 3924 ions KGS) 1347. KGS) 1965. KGS) 590 KGS) 20, KGS KGS) KGS KGS KGS) 8, 8. 8,1 7,4 2057, 807, 578, 530, 1029,4 276,8 08 6,7 6,5 6,3 6, 7, 449,9 09 10 11 24 2015 126, 10,0 521, 23 8,9 140,5 254,5 424,6 8,1 8,1 533.8 11 8.5 109.2 8.6 151 155 611 .06, 13 10,0 01 02 591 78,2 147,1 11,0 870,9 11,3 77,0 646,8 11,7 23 8,6 03 04 05 467,2 475,2 498,5 135,1 104,0 5,9 16,2 7,3 2,0 2,0 169,4 64,8 120,3 69,5 193,8 307,4 362,0 11 4,7 1,5 1,5 1,3 9,0 2,4 1,5 1,0 7,1 2,1 1,5 1,1 2016 97,0 1,5 06 65.0

ate (%

Table 2. REPO Operations of Commercial Banks (in Terms of Urgency)