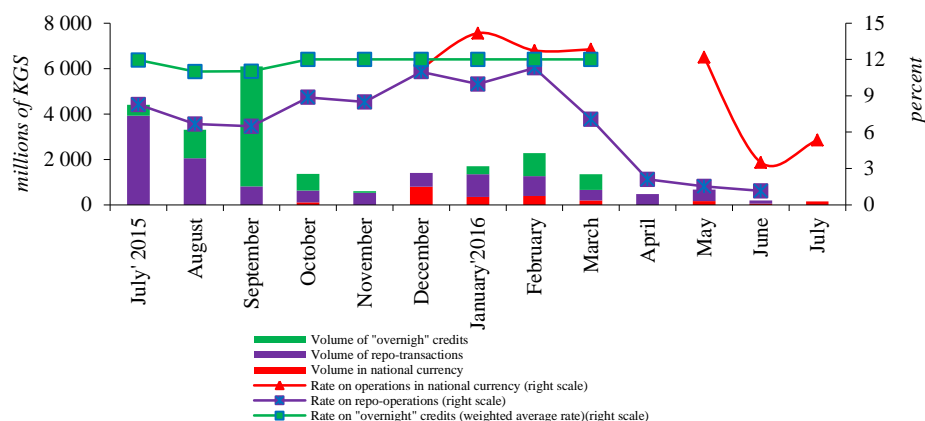


## Inter-Bank Market of Credit Resources (July 2016)

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 inter-bank 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.

