Inter-Bank Market of Credit Resources

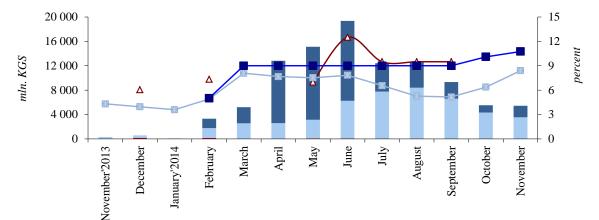
(*November 2014*)

An increase was observed in the average daily level of liquidity of commercial banks at the interbank market by 29.2 percent, to 870.0 million KGS in the period under consideration as compared to similar index for the previous month.

In the reporting period, only REPO conditions based transactions were committed at the interbank market of credits. No credit transactions in foreign and national currency were committed between banks. At the same time, the transactions on REPO conditions were committed according to the weighted average rate of 8.4 percent per annum (+2.0 percentage points). The volume of these credits amounted to 3.6 billion KGS, by having decreased by 17.9 percent as compared to the previous month.

Besides, in the reporting period there was some increase in demand for overnight credits, a tool of the National Bank of the Kyrgyz Republic, the volume of which amounted to 1.9 billion KGS, (+55.7 percent). The weighted average rate on overnight credits established by the National Bank of the Kyrgyz Republic increased to 10.8 percent (+0.7 percentage points). In the reporting period, the National Bank credits based on credit auctions, 7-day and intraday credits were not issued.

In November 2015, the National Bank continued to allocate funds of commercial banks on deposits based on overnight conditions in the amount of 13.1 billion KGS, which is by 16.1 percent less than funds allocated in October.



Graph 1. The dynamics of the transactions and the interest rates in the domestic interbank credit market

■ The volume of "overnigh" loans

■ The volume in national currency

Rate on repo-operations (right scale)

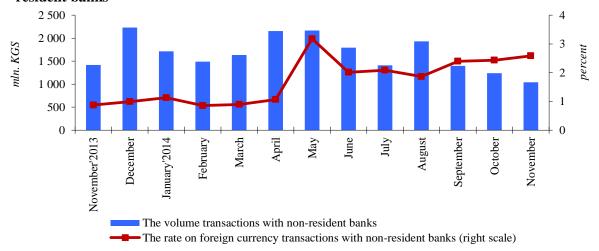
The concentration index of creditors increased over the month from 0.36 to 0.38, and the concentration index of debtors— from 0.25 to 0.32. The values of these indices indicate to the high level of market concentration and correspond to the presence of three creditors and three debtors in the market with equal shares.

The volume of repo-transactions

Rate on "overnight" loans (right scale)

Rate on operations in national currency (right scale)

Graph 2. The dynamics of the operations and the interest rates on the interbank credit market on transactions in foreign currency with non-resident banks



The volume of credit transactions in foreign currency with non-resident banks amounted to 1.0 billion in KGS equivalent, by having decreased by 16.1 percent compared to the same period of the previous month. The weighted average interest rate on credit transactions with non-resident banks committed in the period under review remained at the level of 2.6 percent.

Table 1. The dynamics of inter-bank loans in national currency (in terms of urgency)

Period	d		Total				Including by terms																
Period	oa .		Total			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	
Period			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 (%)	
2013	11 12	169,3	3	6,1					40,0	3,0							59,3	7,0	70,0	7,0			
2014	01 02 03 04 05 06 07 08 09	155,8 104,0 78,8 51,9 26,2 26,8 0,0	1 1 2 1	7,3 7,0 12,5 9,5 9,50 9,50			104,0	7,0	51,9 26,2 26,8 0,0	9,5 9,50 9,50									78,8	12,5			

Table 2. Repo operations of commercial banks (in terms of urgency)

	Period		Total			Including by terms																
Po						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
Teriou			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 (%)
2013	11	317,5		4,3																		
	12	419,2	6	4,0	20,0	3,5	399,1	4,0														
	01	101,4	3	3,6	66,2	3,5	35,3	3,8														
	02	1626,8	36	4,9	508,0	5,3	1060,3	4,7	58,4	5,0												
	03	2574,9	62	8,1	787,7	8,4	1787,2	7,9														
	04	2606,1	64	7,7	401,3	7,6	2056,6	7,6	148,2	8,4												
	05	3035,2	53	7,5	620,1	7,7	2297,3	7,5	117,9	8,0												
2014	06	6174,1	76	7,8	3279,6	8.0				8,5		8.0										
	07	7717,8		6,6		6,0				8,0		-,-										
	08	8395,2		5,3		5,1				6,0												
	09	6588,7	72	5,2		4.9				7,0												
	10	4327,6		6,4		5,9	,			7,4												
	11	3 552,1	60		368 075	8,81				8,00												