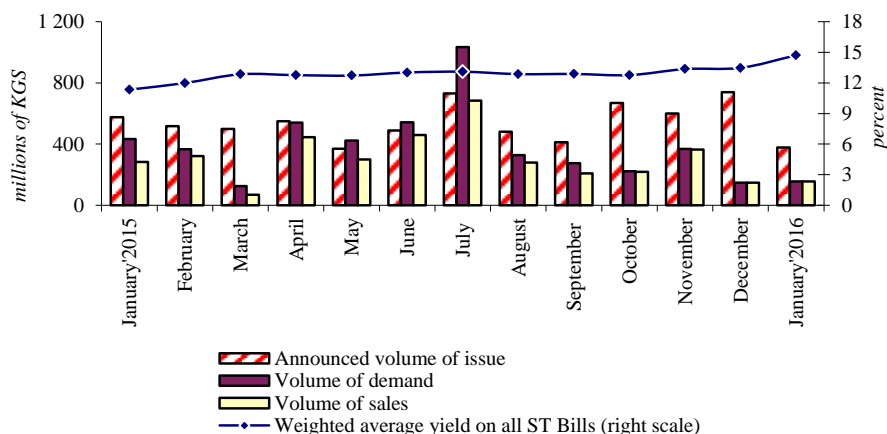


## Market of State Treasury Bills (January 2016)

**Chart 1. Demand and Placement of ST Bills**

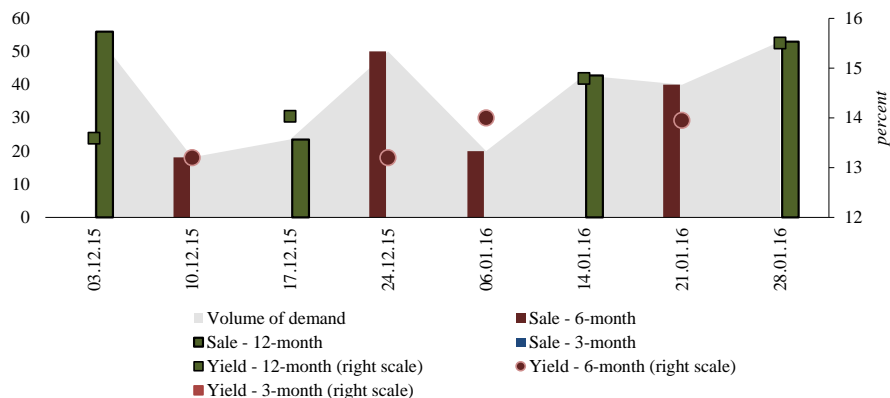


In the reporting period, as compared with the previous month, the announced volume of issue of state treasury bills of the Ministry of Finance was decreased by 49.1 percent and constituted KGS 377.0 million.

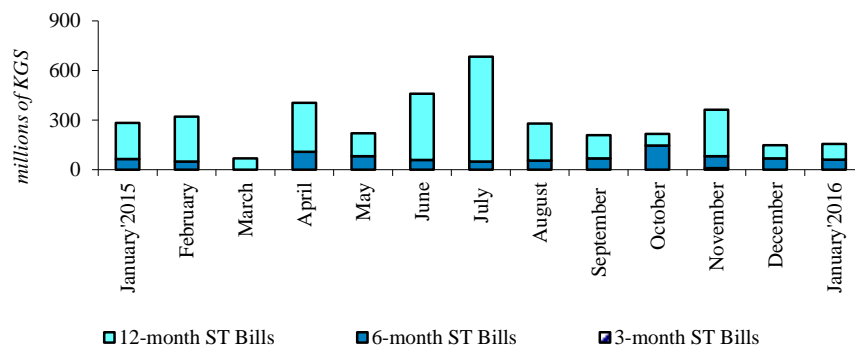
The volume of demand increased by 5.5 percent over the month, to KGS 155.8 million, due to decrease in the activity of commercial banks in this segment of the financial market. At the same time, the sales of 12-month ST Bills increased by 20.5 percent and amounted to KGS 95.8 million, on the other hand, the sales of 6-month ST Bills decreased by 11.9 percent, to KGS 60.0 million, market participants did not use 3-month ST Bills in the reporting period.

In the reporting period, the overall weighted average yield on all types of ST Bills was observed at the rate of 14.7 percent having increased by 1.2 percentage points over the month. The yield on 6-month securities was 14.0 percent (+0.8 percentage points), on 12-month securities - 15.2 percent (+1.5 percentage points).

**Chart 2. Dynamics of Volume of Supply, Demand and Yield of ST Bills**



The net financing of the budget deficit within the reporting month was formed in the amount of KGS (-)102.9 million. In the reporting period, the Ministry of Finance redeemed previously issued ST Bills to the amount of KGS 242.0 million (-13.8 percent).

**Chart 2. Dynamics of ST Bills Sales**

In the reporting period, as compared to the beginning of this year, the volume of ST Bills in circulation decreased to KGS 3.2 billion (-4.9 percent): the share of principal holders of ST Bills – commercial banks decreased by 1.3 percentage points, to 53.1 percent. The share of institutional investors constituted 46.5 percent (+1.3 percentage points), the share of resident legal entities made 0.4 percent (having not changed since the beginning of the year).

In the reporting period, no transactions with ST Bills were carried out in the secondary market.

**Table 1. Dynamics of ST Bills Average Monthly Yield**

Period	Weighted average yield	By types of urgency		
		3-month ST Bills	6-month ST Bills	12-month ST Bills
January'2015	11,3	4,6	11,2	11,5
February	12,0	-	11,7	12,0
March	12,9	-	-	12,9
April	12,8	-	11,9	13,1
May	12,7	-	11,9	13,2
June	13,0	-	11,8	13,2
July	13,1	-	12,0	13,2
August	12,9	-	12,0	13,1
September	12,9	-	12,2	13,2
October	12,8	-	12,4	13,6
November	13,4	11,5	12,7	13,6
December	13,5	-	13,2	13,7
January'2016	14,7	-	14,0	15,2

"-" all announced auctions were declared invalid

**Table 2. Structure of ST Bills Holders at Face Value**

*thousands of KGS*

Date	TOTAL	including							
		Commercial Banks		Institutional Investors		Resident Individuals		Resident Legal Entities	
		Amount	Share	Amount	Share	Amount	Share	Amount	Share
01.02.2015	3 084 670,0	1 763 575,4	57,2%	1 289 968,7	41,8%	1 000,0	0,0%	30 125,9	1,0%
01.03.2015	3 016 170,0	1 771 153,2	58,7%	1 213 890,9	40,2%	1 000,0	0,0%	30 125,9	1,0%
01.04.2015	3 045 170,0	1 737 808,8	57,1%	1 281 075,3	42,1%	1 000,0	0,0%	25 285,9	0,8%
01.05.2015	3 087 710,0	1 579 420,3	51,2%	1 491 149,7	48,3%	1 000,0	0,0%	16 140,0	0,5%
01.06.2015	3 066 260,0	1 559 035,7	50,8%	1 490 034,3	48,6%	0,0	0,0%	17 190,0	0,6%
01.07.2015	3 398 360,0	1 675 842,8	49,3%	1 697 227,2	49,9%	0,0	0,0%	25 290,0	0,7%
01.08.2015	3 580 210,0	1 871 881,5	52,3%	1 681 413,5	47,0%	0,0	0,0%	26 915,0	0,8%
01.09.2015	3 925 210,0	2 087 081,8	53,2%	1 804 663,2	46,0%	0,0	0,0%	33 465,0	0,9%
01.10.2015	3 893 960,0	2 032 681,8	52,2%	1 827 363,2	46,9%	0,0	0,0%	33 915,0	0,9%
01.11.2015	3 789 040,0	1 956 331,8	51,6%	1 798 793,2	47,5%	0,0	0,0%	33 915,0	0,9%
01.12.2015	3 514 990,0	1 899 330,4	54,0%	1 582 794,6	45,0%	0,0	0,0%	32 865,0	0,9%
01.01.2016	3 353 030,0	1 825 700,7	54,4%	1 513 964,3	45,2%	0,0	0,0%	13 365,0	0,4%
01.02.2016	3 188 300,0	1 692 770,7	53,1%	1 482 164,3	46,5%	0,0	0,0%	13 365,0	0,4%