

## Interbank market of credit resources

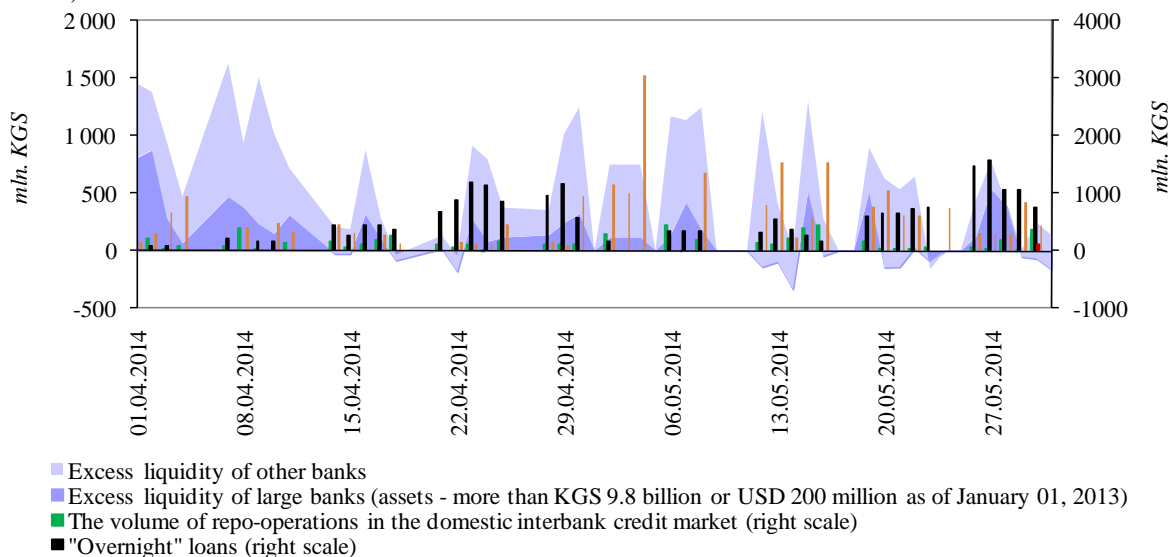
(May, 2014)

In May, there was a decrease of the average daily level of liquidity in the interbank market from 740.6 million soms a month earlier to 435.1 million soms, which occurred mainly due to a decrease of indicators of excess reserves in the leading banks (Graph 1).

### Graph 1.

The dynamics of excess reserves of commercial banks (in the national currency) and volume of interbank credits

(mln.KGS)



In the reporting period on the interbank credit market there were conducted repo operations and credit transactions in national currency on standard terms. Credit transactions in foreign currency between banks were not committed. At the same time repo operations were conducted at a rate of 7.5 percent annual (-0.1 percentage points). The volume of these loans amounted to 3.0 billion soms, having increased compared with the previous month by 16.5 percent.

The volume of transactions in national currency amounted to 104.0 million soms, these operations were not conducted in the previous month. The weighted average interest rate on these loans was 7.0 percent.

Also there was an increase in demand for "overnight" credits, instrument of the National Bank of the Kyrgyz Republic, which amounted to 11.9 billion soms, having increased in compare with last month in 1.2 times. The weighted average interest rate on "overnight" credits remained at 9.0 percent.

### Graph2.

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

