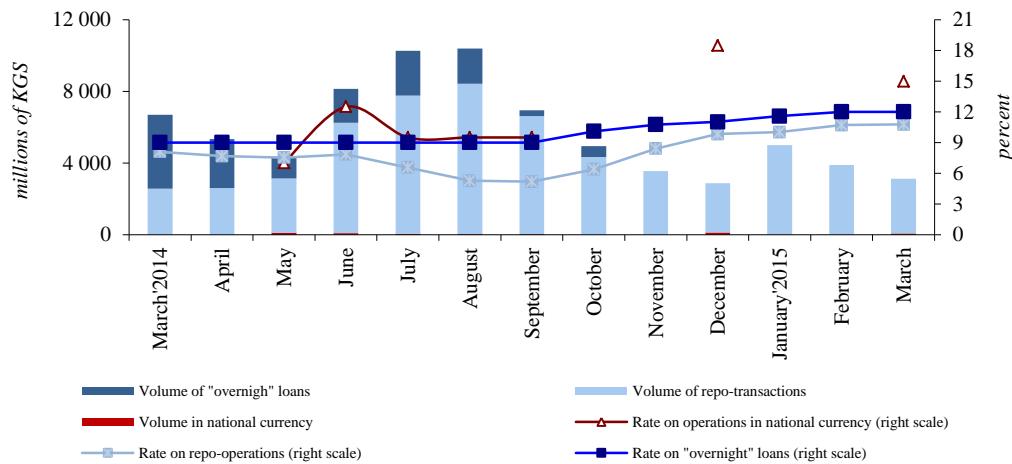


## Inter-Bank Market of Credit Resources (March 2015)

An increase was observed in the average daily level of excessive liquidity of commercial banks in the interbank market by 56.1 percent, to KGS 727.8 billion in the reporting period as compared to similar index for the previous month.

REPO conditions based transactions were conducted in the domestic interbank credit market. At the same time, the transactions on REPO conditions were conducted according to the weighted average rate of 10.8 percent per annum (-0.1 percentage points). The volume of these credits amounted to KGS 3.1 billion having decreased by 21.1 percent as compared to the previous month.

**Chart 1.Dynamics of Transactions and Interest Rates in the Domestic Interbank Credit Market**



The volume of standard transactions in the national currency, which have not been carried out since the beginning of the year, amounted to KGS 60.8 million. The weighted average rate on these credits constituted 15.0 percent. In the reporting period, the credits in foreign currency were not issued in the domestic market.

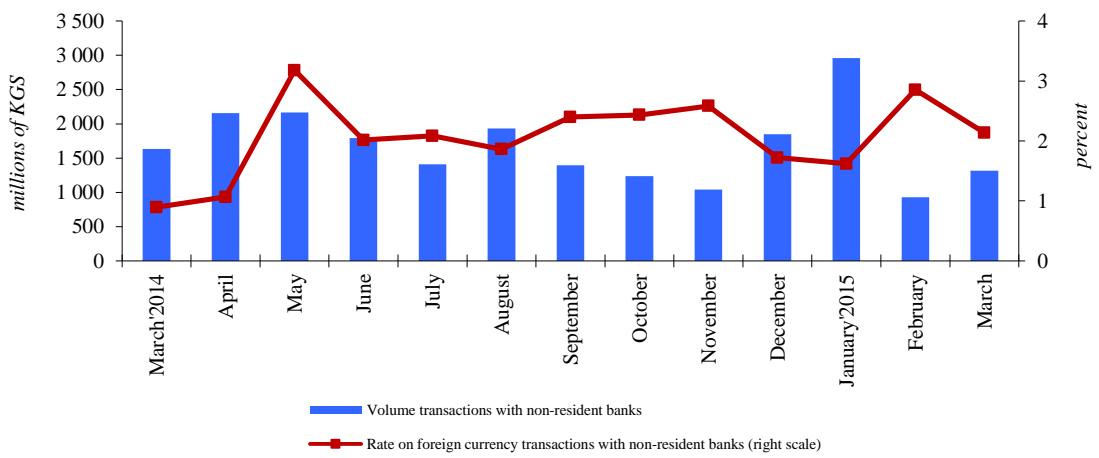
Besides, in the reporting period there was an increase in demand for overnight credits, a tool of the National Bank of the Kyrgyz Republic, the volume of which amounted to KGS 5.7 billion (by 20.8 percent). The weighted average rate on overnight credits established by the National Bank of the Kyrgyz Republic remained at the rate of 12.0 percent.

In the reporting period, the National Bank of the Kyrgyz Republic issued credits to commercial banks in the amount of KGS 300.0 million based on credit auctions, 7-day and intraday credits were not issued to these banks.

In the reporting period, the National Bank continued to allocate funds of commercial banks on deposits based on overnight conditions in the amount of KGS 22.5 billion (+20.8 percent).

The concentration index of creditors made 0.30, and the concentration index of debtors - 0.37. The values of these indices indicate the average level of market concentration and correspond to the presence of three principal creditors and three debtors.

## **Chart 2. Dynamics of Operations and Interest Rates in 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 KGS 1.3 billion having increased by 48.5 percent as compared to the same index of the previous month. The weighted average interest rate on credit transactions with non-resident banks committed in the reporting period formed at the level of 2.1 percent (-0.7 percentage points).

**Table 1. Dynamics of Inter-Bank Loans in National Currency (in Terms of Urgency)**

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

**Table 3. Dynamics of Inter-Bank Loans in Foreign Currency between Resident Banks (in Terms of Urgency)**