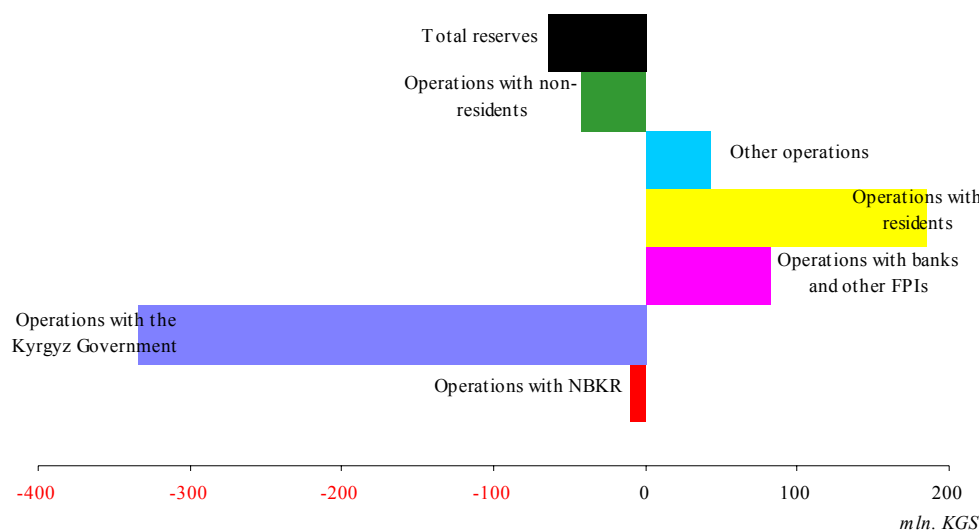


The interbank market of lending resources (June 2012)

Graph 1. The factors of changes in the liquidity in the banking system*

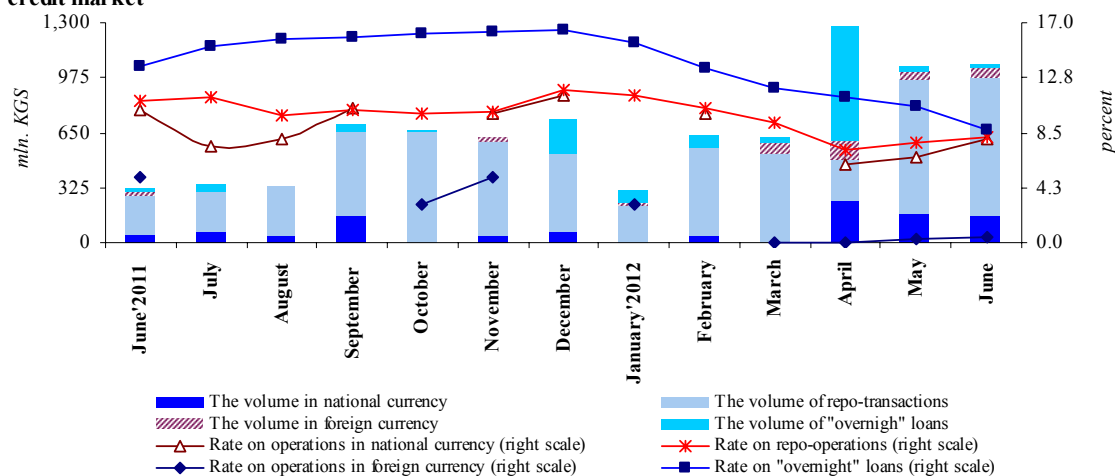


* – in accordance with the direction of their impact on aggregate bank reserves

In June, there was a decrease of total transactions on the domestic interbank credit market by 2.8 percent compared with the previous month, to 1.0 billion KGS. This increase was caused by the increase of the volume of repo operations, constituted 820.6 million KGS compared to 792.7 million KGS in May (+3.5 percent), and also by the increase of total transactions in foreign currency by 45.8 percents, to 56.0 million KGS. The volume of KGS credit transactions has decreased by 9.6 percent, constituted in the amount of 160.0 million KGS. In period under review amount of total REPO transaction has increased (from 15 to 19). As well there were three credit transactions in national currency and four in foreign currency on the market.

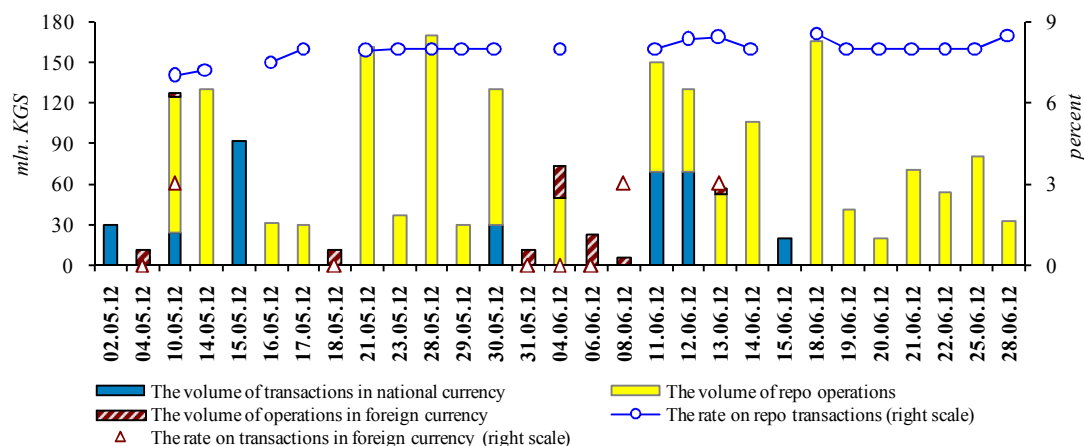
According to the results of the month there was an increase of interest rate on repo operations from 7.7 to 8.2 percent. Weighted average value of the interest rate on credit transactions in KGS has risen to 8.0 percent (+1.4 percentage points), in the foreign currency – by 0.2 percentage points, to 0.5 percent.

Graph 2. The dynamics of the transactions and the interest rates in the domestic interbank credit market



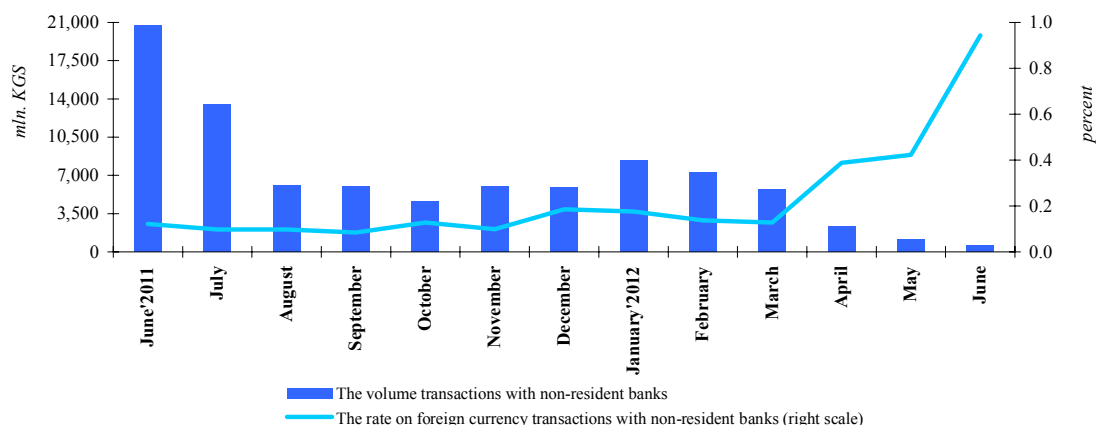
Over the month, the weighted average terms for entered repo transactions and credit transactions in local currency comparing to May have not changed, were 3 and 4 days respectively. An interbank loan in foreign currency has been issued for 6 days, which is 2 days less than the average for the previous month.

Graph 3. Daily turnover and rates in the domestic interbank credit market



In June, the concentration index of creditors decreased from 0.3 to 0.2, whereas the concentration index of debtors persisted at the level of the previous month (0.4). The values of these indices indicate a continuing high level of concentration of the market and correspond to the presence of four creditors with equal shares and three borrowers on the market.

Graph 4. The dynamics of the operations and the interest rates on the interbank credit market on transactions in foreign currency with non-resident banks



Significant decrease was observed in the segment of interbank loans in national currency – volume of the conducted credit operations in the currency in the reviewed month constituted 566.7 million KGS (-49.7 percent). The weighted average interest rate on credit operations with non-resident banks has increased over the last month from 0.4 to 0.9 percent.

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

Period	Total			Including by terms															
	Volume (mln. KGS)	Q-ty of transactions	Rate (%)	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	
				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 (%)
June'2011	44.1	3	10.3	-	-	20.0	11.0	15.1	10.0	9.0	9.0	-	-	-	-	-	-	-	-
July	66.5	1	7.5	-	-	66.5	7.5	-	-	-	-	-	-	-	-	-	-	-	-
August	39.6	2	8.0	-	-	20.0	11.0	-	-	19.6	5.0	-	-	-	-	-	-	-	-
September	164.6	5	10.4	-	-	94.6	10.5	70.0	10.3	-	-	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
November	40.0	1.0	10.0	-	-	40.0	10.0	-	-	-	-	-	-	-	-	-	-	-	-
December	61.0	2.0	11.3	-	-	40.0	12.0	21.0	10.0	-	-	-	-	-	-	-	-	-	-
January'2012	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
February	40.0	1.0	10.0	-	-	40.0	10.0	-	-	-	-	-	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
April	250.0	2.0	6.0	150.0	8.0	100.0	3.0	-	-	-	-	-	-	-	-	-	-	-	-
May	177.0	4.0	6.6	25.0	3.0	152.0	7.2	-	-	-	-	-	-	-	-	-	-	-	-
June	160.0	3.0	8.0	-	-	160.0	8.0	-	-	-	-	-	-	-	-	-	-	-	-

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

Period	Total			Including by terms															
	Volume (mln. KGS)	Q-ty of transactions	Rate (%)	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	
				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 (%)
June 2011	237.5	9	11.0	-	-	110.9	11.0	126.5	11.0	-	-	-	-	-	-	-	-	-	-
July	233.0	9	11.3	-	-	195.0	11.0	9.0	11.0	29.0	13.0	-	-	-	-	-	-	-	-
August	289.7	10	9.9	-	-	289.7	9.9	-	-	-	-	-	-	-	-	-	-	-	-
September	487.0	13	10.2	-	-	376.2	10.2	110.8	10.4	-	-	-	-	-	-	-	-	-	-
October	653.1	12.0	10.0	81.4	10.0	571.7	10.0	-	-	-	-	-	-	-	-	-	-	-	-
November	563.1	14.0	10.2	170.4	10.2	392.7	10.2	-	-	-	-	-	-	-	-	-	-	-	-
December	460.4	15.0	11.8	-	-	408.0	11.9	52.4	10.3	-	-	-	-	-	-	-	-	-	-
January 2012	225.7	6.0	11.3	72.7	12.0	128.0	11.0	25.0	11.0	-	-	-	-	-	-	-	-	-	-
February	522.5	15.0	10.4	173.7	10.4	348.8	10.4	-	-	-	-	-	-	-	-	-	-	-	-
March	525.9	19.0	9.3	95.2	9.0	430.7	9.3	-	-	-	-	-	-	-	-	-	-	-	-
April	242.8	7.0	7.1	104.7	7.0	138.0	7.3	-	-	-	-	-	-	-	-	-	-	-	-
May	792.7	15.0	7.7	190.1	7.5	602.5	7.8	-	-	-	-	-	-	-	-	-	-	-	-
June	820.6	19.0	8.2	231.5	8.2	534.6	8.2	54.4	8.0	-	-	-	-	-	-	-	-	-	-

Table 3. The dynamics of inter-bank loans in foreign currency between resident banks (in terms of urgency)

Period	Total			Including by terms															
	Volume (mln. KGS)	Q-ty of transactions	Rate (%)	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	
				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 (%)
June 2011	18.1	1	5.0	-	-	-	-	-	-	-	-	-	-	-	-	18.1	5.0	-	-
July	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
October	4.0	1	3.0	4.0	3.0	-	-	-	-	-	-	-	-	-	-	-	-	-	-
November	18.6	1	5.0	-	-	-	-	-	-	-	-	18.6	5.0	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
January 2012	9.5	3	3.0	9.5	3.0	-	-	-	-	-	-	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
March	70.1	4	0.0	-	-	23.4	0.0	23.4	0.0	23.4	0.0	-	-	-	-	-	-	-	-
April	112.4	6	0.0	-	-	89.0	0.0	23.5	0.0	-	-	-	-	-	-	-	-	-	-
May	38.4	4	0.2	3.2	3.0	35.3	0.0	-	-	-	-	-	-	-	-	-	-	-	-
June	56.0	4	0.5	2.9	3.0	53.1	0.3	-	-	-	-	-	-	-	-	-	-	-	-