

## Interbank Market of Credit Resources (September 2017)

In the reporting period, the average monthly level of excess liquidity in the banking system decreased by 16.7 percent and amounted to KGS 1.3 billion against the previous month. In the reporting period, the activity of the participants on repo transactions conducted in the interbank market increased by 2.6 times, up to KGS 1.5 billion. The transactions in the national and foreign currency were not conducted in the reporting period.

The volume of “overnight” credits of the National Bank of the Kyrgyz Republic amounted to KGS 538.2 million. The funds allocated by the commercial banks in the National Bank of the Kyrgyz Republic on deposits based on “overnight” conditions decreased by 32.7 percent compared to the previous month and amounted to KGS 99.5 billion. Credit auctions were not conducted in the reporting period.

At the end of September, the concentration index of creditors made 0.80 (-0.12) and the concentration index of debtors made 0.79 (-0.12) which indicates a high level of market concentration and corresponds to the presence of one creditor and one debtor in the market.

In the reporting period, the volume of credit transactions in foreign currency with non-resident banks decreased down to KGS 11.8 billion (-5.2 percent). The weighted average interest rate on credit transactions with non-resident banks made 1.1 percent (-0.02 percentage point per month).

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



