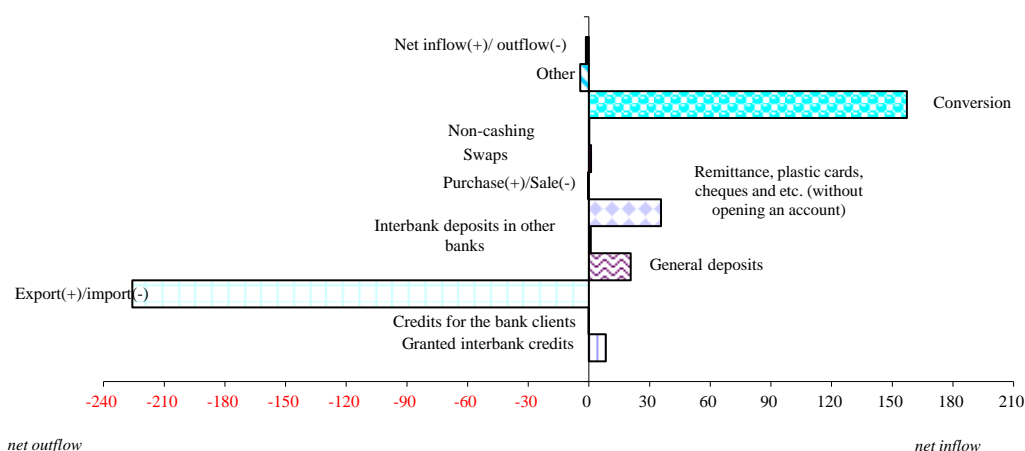
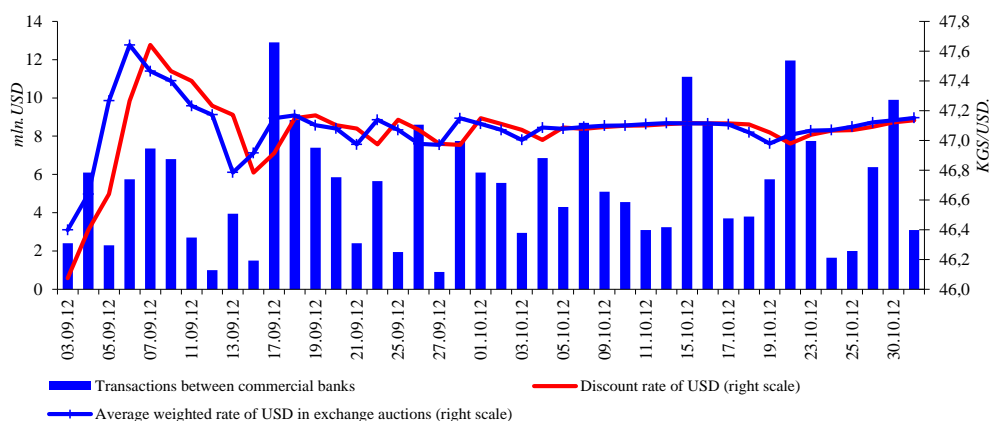


Foreign Exchange Market (October 2012)

Graph 1. Net inflow (outflow) of non-cash USD in commercial banks (mln.USD)



Graph 2. Dynamics of USD exchange and operations volume in the interbank currency auctions



As of the end of October the USD exchange rate remained unchanged, slightly decreased compared to the end of the previous month from KGS 47.1484 to 47.1354 per USD (in the same period of 2011, the rate increased by 1.3 percent). Traditional pressure on the rate by the continued demand for the currency from the import-oriented enterprises of the country still partially compensated by the volumes of foreign currency coming to the country in the form of remittances.

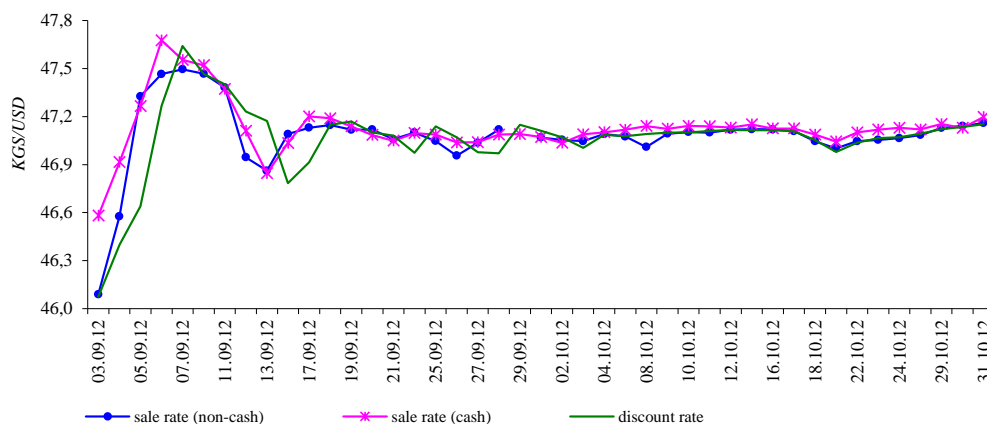
In October the volume of operations on purchase and sale of foreign currency increased by 12.8 percent to KGS 29.7 billion. In quantitative terms, increase affected all types of operations: the volume of non-cash operations of commercial banks increased by 21.5 percent and constituted KGS 6.2 billion, cash operations of commercial banks increased to KGS 19.6 billion (+11.1 percent), and the increase of cash transactions of exchange offices, established in the amount of KGS 3.8 billion, constituted 8.5 percent.

In October the aggregate turnover of interbank currency trading increased to USD 126.2 million (+23.6 percent) due to the increase of the volume of transactions between commercial banks. In the period under review, the interventions of the National Bank for the purpose of smoothing sharp fluctuations of the exchange rate were not carried out.

In the period under review, NBKR did not carry out swaps with commercial banks.

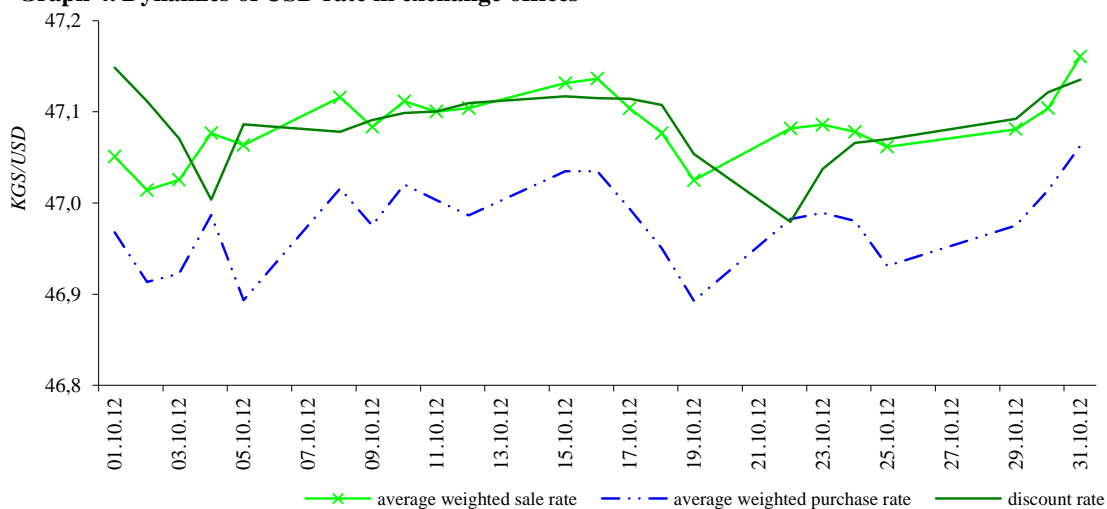
In October in the currency breakdown, the increase of the volume of operations in all major currency types was observed. At the same time, the share ratio of currencies to the total performed operations was distributed as follows: the share of operations in USD increased by 1.3 percentage points to 60.6 percent; Kazakh tenge – by 0.6 percentage points, to 9.8 percent. The share of operations in Russian rubles decreased to 26.2 percent (-2.0 percentage points), and the share of operations in Euro remained unchanged at 3.4 percent.

Graph 3. Dynamics of sale rates of non-cash and cash USD in commercial banks



**breakdowns in graph due to the absence of transactions*

Graph 4. Dynamics of USD rate in exchange offices



Graph 5. Dynamics of rate of changes in the rates of major currencies in exchange offices and USD rate on world markets

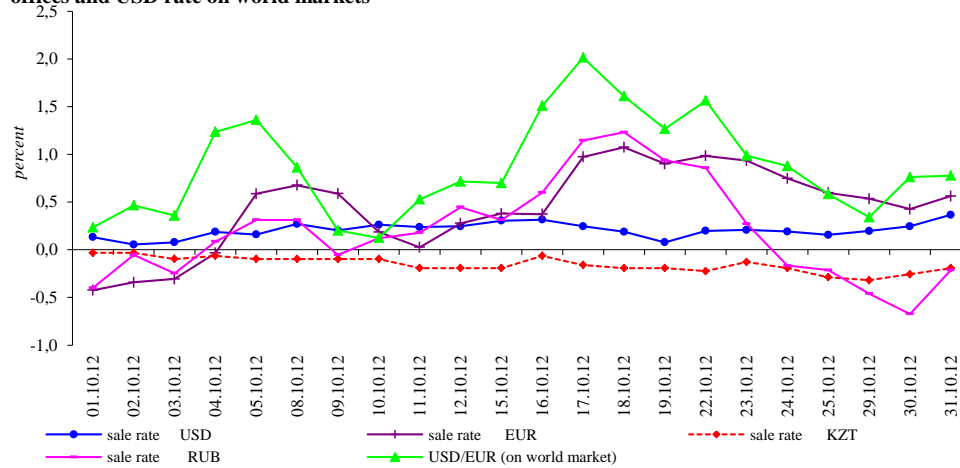


Table 1. Volume of purchase and sale of foreign exchange transactions by type (in KGS equivalent)

mln.KGS

Period	Total volume of operations	non-cash operations of commercial banks		cash operations of commercial banks		cash operations of exchange offices	
		volume of operations	share (%)	volume of operations	share (%)	volume of operations	share (%)
October 2011	22,334.5	3,760.0	16.8	15,490.1	69.4	3,084.4	13.8
November	23,528.6	5,756.1	24.5	14,658.9	62.3	3,113.6	13.2
December	22,208.8	4,389.9	19.8	14,350.8	64.6	3,468.0	15.6
January 2012	16,603.8	3,735.1	22.5	10,272.7	61.9	2,596.0	15.6
February	17,006.6	2,779.5	16.3	11,123.2	65.4	3,103.9	18.3
March	19,121.0	3,583.7	18.7	12,287.9	64.3	3,249.3	17.0
April	20,350.6	3,357.6	16.5	13,811.8	67.9	3,181.1	15.6
May	22,178.7	4,749.7	21.4	14,164.9	63.9	3,264.1	14.7
June	21,816.2	3,649.6	16.7	14,943.6	68.5	3,223.1	14.8
July	26,251.1	4,816.3	18.4	17,906.6	68.2	3,528.2	13.4
August	27,886.3	5,568.0	20.0	18,670.4	67.0	3,647.9	13.1
September	26,294.6	5,115.6	19.5	17,689.1	67.3	3,489.9	13.3
October	29,651.0	6,215.6	21.0	19,649.2	66.3	3,786.2	12.8

Table 2. Volume of purchases and sales of foreign currency by currency (in KGS equivalent)

mln.KGS

Period	Total volume of operations	USD		Euro		RUB		KZT		Other	
		volume	share	volume	share	volume	share	volume	share	volume	share
October 2011	22 334,5	14 158,1	63,4	937,2	4,2	5 086,1	22,8	2 143,3	9,6	9,8	0,0
November	23 528,6	15 176,6	64,5	1 098,5	4,7	5 013,5	21,3	2 232,5	9,5	7,5	0,0
December	22 208,8	13 816,9	62,2	1 034,4	4,7	5 047,1	22,7	2 294,8	10,3	15,6	0,1
January 2011	16 603,8	10 613,6	63,9	804,8	4,8	3 840,3	23,1	1 340,1	8,1	5,1	0,0
February	17 006,6	9 995,9	58,8	799,3	4,7	4 612,5	27,1	1 593,0	9,4	5,9	0,0
March	19 121,0	11 570,1	60,5	738,8	3,9	5 208,2	27,2	1 597,7	8,4	6,1	0,0
April	20 350,6	11 828,5	58,1	851,6	4,2	6 054,5	29,8	1 609,5	7,9	6,5	0,0
May	22 178,7	13 619,2	61,4	763,8	3,4	5 899,4	26,6	1 887,6	8,5	8,7	0,0
June	21 816,2	12 853,2	58,9	725,5	3,3	5 871,4	26,9	2 354,9	10,8	11,2	0,1
July	26 251,1	15 332,9	58,4	852,5	3,2	7 261,0	27,7	2 789,6	10,6	15,1	0,1
August	27 886,3	16 310,4	58,5	783,4	2,8	7 674,5	27,5	3 109,5	11,2	8,4	0,0
September	26 294,6	15 579,2	59,2	895,6	3,4	7 392,4	28,1	2 417,6	9,2	9,8	0,0
October	29 651,0	17 967,8	60,6	1 011,8	3,4	7 754,5	26,2	2 906,2	9,8	10,8	0,0

Table 3. Data on the discount rate of foreign currencies to KGS

Period	Discount rate at the end of month				Change of the discount rate for the month			
	USD	Euro	RUB	KZT	USD	Euro	RUB	KZT
October'2011	45,5976	64,6528	1,5251	0,3084	1,3%	8,5%	0,9%	5,8%
November	46,8308	61,9873	1,4792	0,3173	2,7%	-4,1%	-3,0%	2,9%
December	46,4847	60,0652	1,4438	0,3132	-0,7%	-3,1%	-2,4%	-1,3%
January' 2012	46,7757	61,4773	1,5405	0,3148	0,6%	2,4%	6,7%	0,5%
February	46,4900	62,4547	1,6059	0,3149	-0,6%	1,6%	4,2%	0,0%
March	46,8275	62,4819	1,5967	0,3169	0,7%	0,0%	-0,6%	0,6%
April	46,8494	62,0428	1,5960	0,3169	0,0%	-0,7%	0,0%	0,0%
May	46,9352	58,4085	1,4463	0,3173	0,2%	-5,9%	-9,4%	0,1%
June	47,2445	59,4241	1,4396	0,3162	0,7%	1,7%	-0,5%	-0,4%
July	47,1487	57,7998	1,4640	0,3143	-0,2%	-2,7%	1,7%	-0,6%
August	46,0274	57,8127	1,4341	0,3081	-2,4%	0,0%	-2,0%	-2,0%
September	47,1484	61,0289	1,5250	0,3146	2,4%	5,6%	6,3%	2,1%
October	47,1513	60,9838	1,4952	0,3129	0,0%	-0,1%	-2,0%	-0,6%

Table 4. Data on the exchange rates to KGS in exchange offices

Period	Average marging for the month				Average daily derivation of the currency selling rate				Changing in the currency selling rate for the month			
	USD	Euro	RUB	KZT	USD	Euro	RUB	KZT	USD	Euro	RUB	KZT
October'2011	0,3%	0,5%	0,8%	0,8%	0,1%	0,2%	0,6%	0,2%	1,1%	4,9%	5,9%	1,2%
November	0,3%	0,5%	0,9%	0,7%	0,1%	0,3%	0,2%	0,1%	2,9%	-2,3%	-0,2%	3,0%
December	0,3%	0,5%	1,0%	0,9%	0,1%	0,2%	0,2%	0,2%	-0,1%	-3,6%	-3,0%	-1,0%
January' 2012	0,3%	0,5%	0,9%	0,7%	0,0%	0,3%	0,3%	0,1%	-0,3%	1,8%	6,6%	0,3%
February	0,3%	0,5%	1,0%	0,7%	0,1%	0,1%	0,3%	0,1%	-0,3%	1,7%	3,7%	0,2%
March	0,3%	0,6%	0,8%	0,7%	0,1%	0,3%	0,3%	0,1%	0,0%	0,4%	0,6%	-0,1%
April	0,2%	0,5%	0,6%	0,7%	0,0%	0,1%	0,2%	0,1%	0,4%	-0,6%	-1,1%	0,1%
May	0,3%	0,5%	0,8%	0,7%	0,1%	0,2%	0,4%	0,1%	0,4%	-5,2%	-9,3%	0,4%
June	0,3%	0,6%	0,8%	0,7%	0,0%	0,2%	0,4%	0,1%	0,6%	1,1%	-1,0%	-0,2%
July	0,2%	0,5%	0,7%	0,7%	0,0%	0,2%	0,3%	0,1%	0,2%	-2,6%	1,9%	-0,1%
August	0,3%	0,5%	0,8%	0,5%	0,1%	0,2%	0,2%	0,2%	-1,2%	0,3%	-1,0%	-2,0%
September	0,3%	0,5%	0,6%	1,0%	0,1%	0,2%	0,4%	0,2%	0,8%	4,9%	4,8%	1,3%
October	0,2%	0,4%	0,6%	0,7%	0,0%	0,1%	0,2%	0,1%	0,4%	0,6%	-0,2%	-0,2%