

Market of State Treasury Bills (March 2018)

In the reporting period, the National Bank of the Kyrgyz Republic held 3 auctions on placement of 12-month ST-Bills. In the reporting period, the total volume of demand for ST-Bills increased (+2.5 times) and amounted to KGS 560.0 million. Meanwhile, the volume of sales made KGS 441.8 million (+2.4 times) at the average weighted rate of 6.4 percent; however, the total volume of announced issue amounted to KGS 600.0 (+2.3 times).

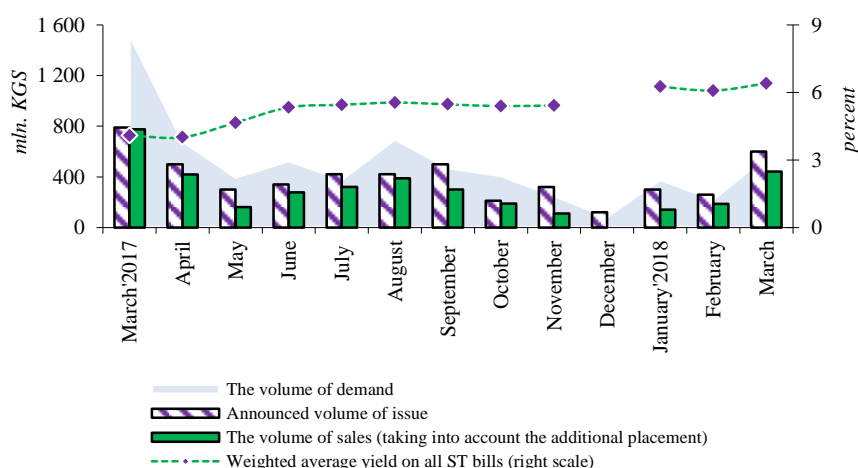
Thus, the total concentration index of the ST-Bonds was 0.15 which indicated an average level of concentration and corresponded to the presence of seven main investors at the market.

The net financing of the Kyrgyz Republic budget deficit within the reporting period was formed in the amount of KGS -99.2 million. In the reporting month, the Ministry of Finance of the Kyrgyz Republic redeemed previously issued ST-Bills in the amount of KGS 362.3 million.

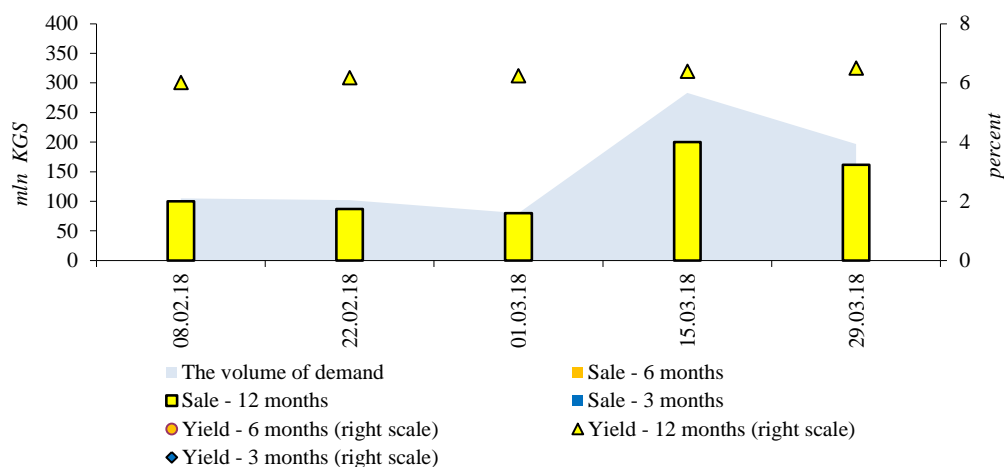
Thus, at the end of March, the volume of ST-Bills in circulation decreased by 16.9 percent, down to KGS 2.4 billion year-to-date. The share of the commercial banks (70.9 percent) was the most significant in the structure of ST-Bills holders.

In the reporting period, the transactions on purchase/sale of ST-Bills were not conducted in the secondary market.

Graph 1. Demand and placement of ST-Bills



Graph 2. Dynamics of Volume of supply, Demand and Yield of ST Bills



Graph 3. The dynamics of sales of ST bills

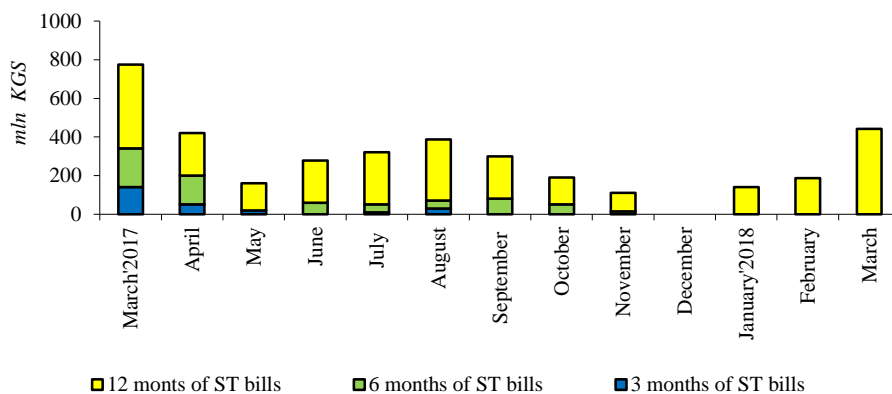


Table 1. The structure of ST bills holders at face value

thousand KGS

Date	TOTAL	of which							
		Commercial Banks		Institutional Investors		Resident Individuals		Resident companies	
		Amount	Share	Amount	Share	Amount	Share	Amount	Share
01.04.2017	4 906 400,0	3 416 240,2	69,6%	1 459 925,8	29,8%	0,0	0,0%	30 234,0	0,6%
01.05.2017	4 719 100,0	3 583 635,2	75,9%	1 107 775,8	23,5%	0,0	0,0%	27 689,0	0,6%
01.06.2017	4 216 600,0	3 318 030,8	78,7%	870 880,2	20,7%	0,0	0,0%	27 689,0	0,7%
01.07.2017	4 055 100,0	3 362 220,2	82,9%	664 470,8	16,4%	0,0	0,0%	28 409,0	0,7%
01.08.2017	3 625 400,0	2 865 164,8	79,0%	730 801,2	20,2%	0,0	0,0%	29 434,0	0,8%
01.09.2017	3 432 900,0	2 676 586,5	78,0%	726 829,5	21,2%	0,0	0,0%	29 484,0	0,9%
01.10.2017	3 312 900,0	2 586 486,5	78,1%	710 779,5	21,5%	0,0	0,0%	15 634,0	0,5%
01.11.2017	3 097 900,0	2 320 486,5	74,9%	760 779,5	24,6%	0,0	0,0%	16 634,0	0,5%
01.12.2017	2 980 950,0	2 284 826,5	76,6%	674 779,5	22,6%	0,0	0,0%	21 344,0	0,7%
01.01.2018	2 922 450,0	2 284 826,5	78,2%	616 279,5	21,1%	0,0	0,0%	21 344,0	0,7%
01.02.2018	2 682 450,0	2 119 068,5	79,0%	536 300,0	20,0%	0,0	0,0%	27 081,5	1,0%
01.03.2018	2 529 450,0	1 946 168,5	76,9%	552 800,0	21,9%	0,0	0,0%	30 481,5	1,2%
01.04.2018	2 429 450,0	1 723 237,5	70,9%	678 995,0	27,9%	0,0	0,0%	27 217,5	1,1%

Table 2. The dynamics of average monthly yield of ST bills

percent

Period	Weighted average yield	By types of urgency		
		3-month ST bills	6-month ST bills	12-month ST bills
March'2017	4,1	1,6	2,8	5,5
April	4,0	1,5	2,9	5,3
May	4,7	2,0	-	5,0
June	4,3	-	4,0	5,7
July	5,5	2,5	4,6	5,7
August	5,6	2,7	4,7	5,9
September	5,5	-	5,0	5,7
October	5,4	-	5,0	5,6
November	5,4	-	4,7	5,5
December	-	-	-	-
January'2017	6,3	-	-	6,3
February	6,1	-	-	6,1
March	6,4	-	-	6,4

"-" all announced auctions were declared invalid