## **Interbank Market of Credit Resources**

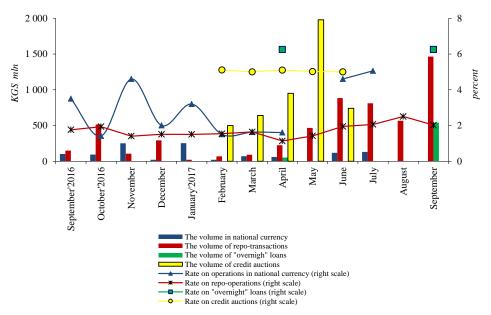
(*October 2017*)

In the reporting period, the average monthly level of excess liquidity in the banking system decreased by 25.7 percent and amounted to KGS 961.7 million against the previous month. Meanwhile, the activity of the participants on repo transactions conducted in the interbank market decreased by 0.7 percent and amounted to KGS 1.5 billion. However, the standard 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 290.9 million (-45.9 percent). The funds allocated by the commercial banks in the National Bank of the Kyrgyz Republic on deposits based on "overnight" conditions decreased by 0.4 percent compared to the previous month and amounted to KGS 99.1 billion. Credit auctions were not conducted in the reporting period.

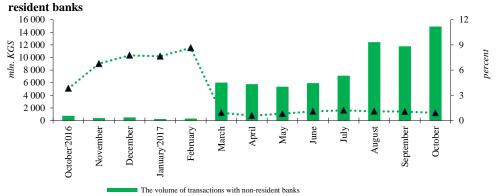
At the end of the reporting period, the concentration index of creditors made 0.83 ( $\pm 0.04$ ) and the concentration index of debtors made 0.83 ( $\pm 0.04$ ) which indicates a high level of market concentration and corresponds to the presence of one creditor and one debtor in the market.

In the reporting period, the volume of credit transactions in foreign currency with non-resident banks increased up to KGS 14.9 billion (+26.6 percent). The weighted average interest rate on credit transactions with non-resident banks made 0.9 percent (-0.2 percentage point per month).



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

Graph 2. The dynamics of the operations and the interest rates on the interbank credit market on transactions in foreign currency with non-



••• • The rate on foreign currency transactions with non-resident banks (right scale)

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

			Total			Including by terms																
					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			
Period		Volume (mln. KGS)	Q-ty of transact ions	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 (%)	Volume (mln. KGS)	Rate (%)	Volume (mln. KGS)	Rate (%)
2016	10 11 12	91,8 250,2 20,0	4	1,4 4,6 2,0			32,0	1,3	90,0	2,7	59,8 60,2	1,5 1,8	20,0	2,0			100,0	8,0				
2017	01 02 03 04 05 06 07 08 09	252,2 19,7 70,5 59,1 116,9 129,6	5 1 4 2 2,0	3,2 1,5 1,6 1,6			50,0	6,8	134,0 6,9 39,1 50,0	1,5 1,5	19,7 20,0 20,0	1,8 1,5 1,5 1,8	43,6	1,7					66,9 79,6	3,0 4,0	72,0	6,7

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

			Total			Including by terms																
					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			
Period		Volume (mln. KGS)	Q-ty of transact ions	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 (%)	Volume (mln. KGS)	Rate (%)	Volume (mln. KGS)	Rate (%)
	10	513,0		1,9	249,1	2,0		1,8	201,6	1,9												
2016	11	105,8	1	1,4			105,8	1,4														
	12	291,5		1,5			276,4	1,5	15,1	1,5												
	01	19,1	2	1,5			8,2	1,5	10,9	1,5												
	02	66,5	6	1,5			57,4	1,5	9,1	1,5												
	03	89,9	7	1,6	14,0	2,0	9,9	1,5	19,0	1,5	18,4	1,5	28,6	1,7								
	04	223,1	11	1,1			195,7	1,1	9,3	1,5			18,2	1,8								
2017	05	466,0	27	1,4	38,7	2,0	245,0	1,2	73,6	1,5	90,1	1,5	18,5	1,8								
2017	06	883,0	22	1,9	19,4	1,0	542,8	1,4	90,2	2,0	30,6	3,0	200,1	3,3								
	07	810,5	20,0	2,1	48,9	2,0	514,7	1,6	44,8	2,5	101,0	3,0	101,0	3,5								
	08	565,4	12,0	2,5	18,9	2,5	150,5	1,7	110,7	1,9	232,9	3,1	52,4	3,5								
	09	1464,0	35,0	2,0	35,1	1,8	690,3	1,4	477,7	2,2	155,9	3,3	105,0	3,5					ĺ			
	10	1454,3	38,0	1,9	121,0	1,9	753,8	1,4	335,1	1,7			244,4	3,6					ĺ			

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

			Total	Inclu	iding by t	erms															
					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		
Period		Volume (mln. KGS)	Q-ty of transact ions	Rate (%)	Volume (mln. KGS)	Rate (%)	Volume (mln. KGS)	Rate (%)	Volume (mln. KGS)	Rate (%)	Volume (mln. KGS)	Rate (%)									
2016	10 11 12	17,7 17,9		2,0 2,0			17,7	2,0	17,9	2,0											
2017	01 02 03 04 05 06 07 08 09	34,1	1,0	4,0															34,1	4,0	