

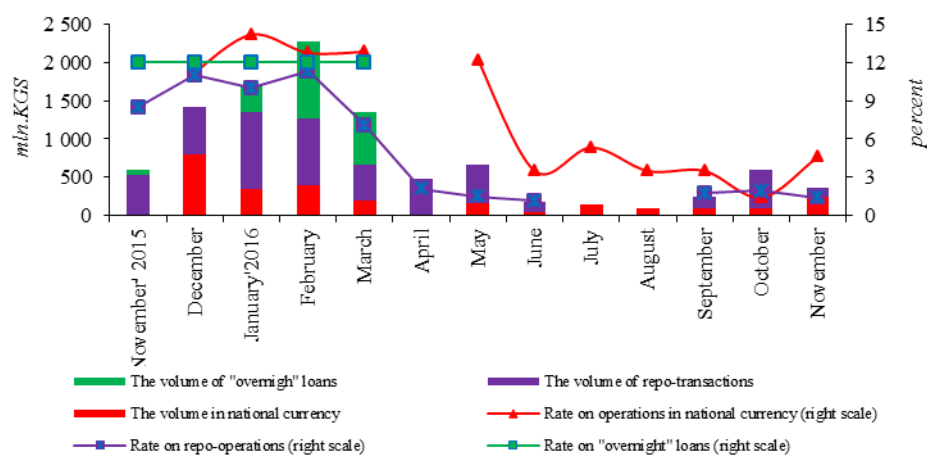
Interbank Market of Credit Resources

(November 2016)

In the reporting period, the average daily level of excessive liquidity of the commercial banks in the interbank market decreased by 18.9 percent, having amounted to KGS 1.2 billion as compared to the previous month.

The standard transactions in the national and foreign currency and repo transactions were conducted in the domestic interbank credit market. At the same time, these transactions were conducted at the weighted average rate of 4.6 percent (+3.2 percentage points), 2.0 percent and 1.4 percent (-0.5 percentage points) per annum, respectively. In the reporting period, the volume of standard transactions in the national currency conducted in the domestic market increased by 2.7 times, up to KGS 250.2 million. The volume of transactions in foreign currency amounted to KGS 17.9 million (+0.7 percent). The volume of repo conditions based transactions decreased by 79.4 percent, down to KGS 105.8 million.

Chart 1. Dynamics of the Transactions and the Interest Rates in the Domestic Interbank Credit Market



In the reporting period, “overnight” credits of the National Bank of the Kyrgyz Republic were in little demand as in the previous month. At the same time, the National Bank continued to allocate funds of the commercial banks on deposits based on “overnight” conditions in the amount of KGS 225.7 billion (+6.1 percent).

In the reporting period, the concentration index of creditors decreased by 0.11, to 0.18; the concentration index of debtors, on the other hand, increased by 0.10, to 0.26. The values of these indices indicate the high level of market concentration and correspond to the presence of six principal creditors and four debtors in the market.

