

Market of State Treasury Bills (February 2018)

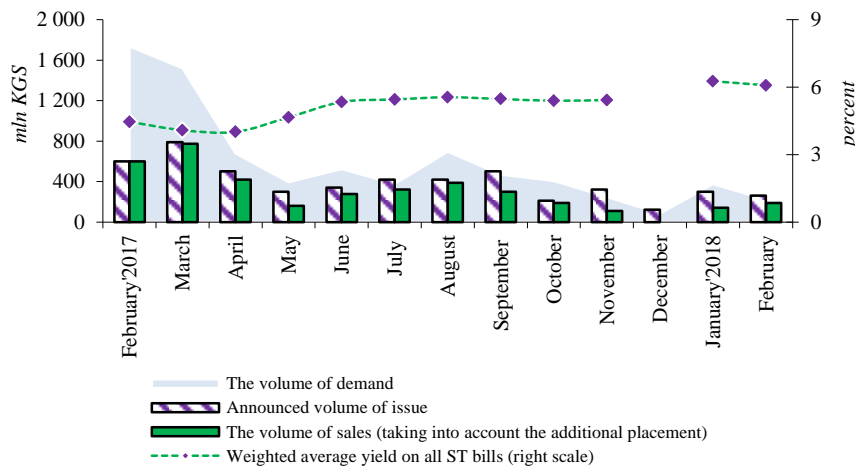
In the reporting period, the National Bank of the Kyrgyz Republic held 4 auctions on placement of ST-Bills. Meanwhile, 2 auctions on placement of 6-month ST-Bills were declared invalid due to insufficient number of participants, however, one auction on placement of 12-month ST-Bills was held, where the volume of sales amounted to KGS 187.0 million at the average weighted interest rate of 6.1 percent. In the reporting period, the total volume of 6-and 12-month ST-Bills announced issue amounted to KGS 260.0 million (-13.3 percent). The total volume of demand for ST-Bills amounted to KGS 222.0 million, having decreased by 41.0 percent. Meanwhile, the volume of sales increased by 33.6 percent, up to KGS 187.0 million.

The net financing of the Kyrgyz Republic budget deficit within the reporting period was formed in the amount of KGS -145.5 million. In the reporting month, the Ministry of Finance of the Kyrgyz Republic redeemed previously issued ST-Bills in the amount of KGS 321.6 million.

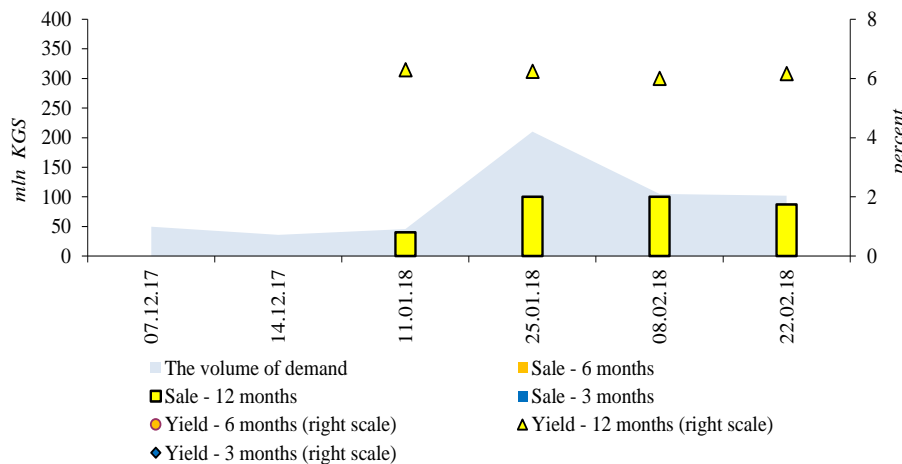
Thus, at the end of the reporting period, the volume of ST-Bills in circulation decreased down to KGS 2.5 billion (-13.4 percent) year-to-date. Therefore, the share of ST-Bills main holders – commercial banks decreased by 1.2 percentage points, down to 76.9 percent. The share of institutional investors, by contrast, increased up to 21.9 percent (+0.8 percentage points) and the share of resident legal entities increased up to 1.2 percent (+0.5 percentage points).

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

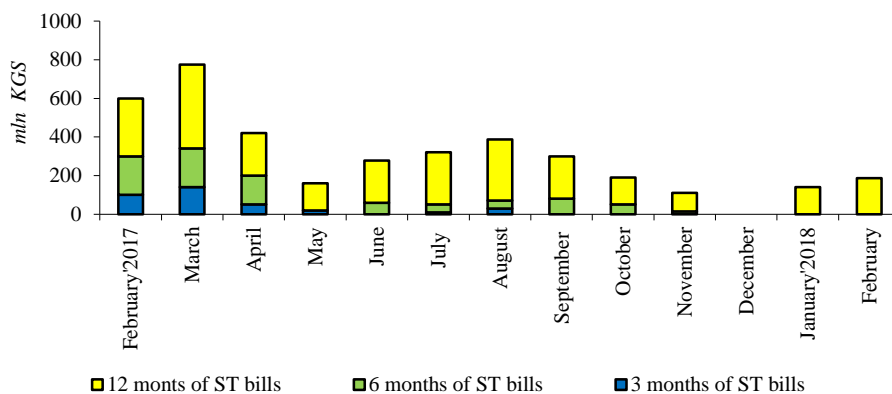


Table 1. The structure of ST bills holders at face value

thousand KGS

Date	TOTAL	of which							
		Commercial Banks		Institutional Investors		Resident Individuals		Resident companies	
		Amount	Share	Amount	Share	Amount	Share	Amount	Share
01.03.2017	4 713 900,0	3 168 404,2	67,2%	1 520 525,8	32,3%	0,0	0,0%	24 970,0	0,5%
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%

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
February	4,5	2,0	3,2	6,1
March	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 2018	6,3	-	-	6,3
February	6,1	-	-	6,1

"-" all announced auctions were declared invalid