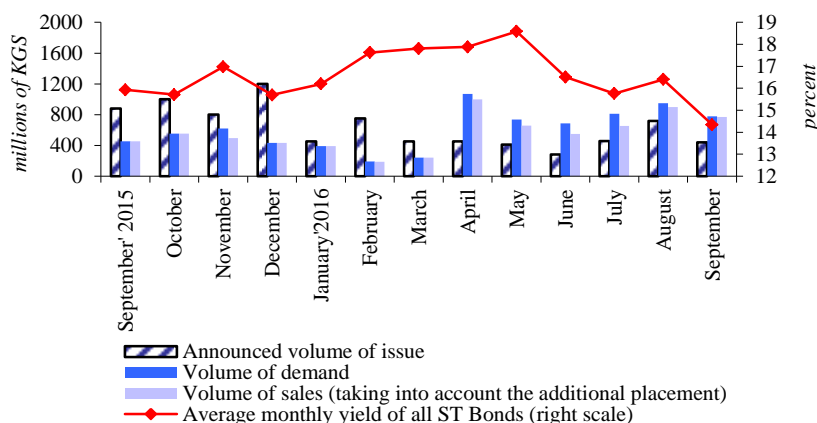


Market of State Treasury Bonds (September 2016)

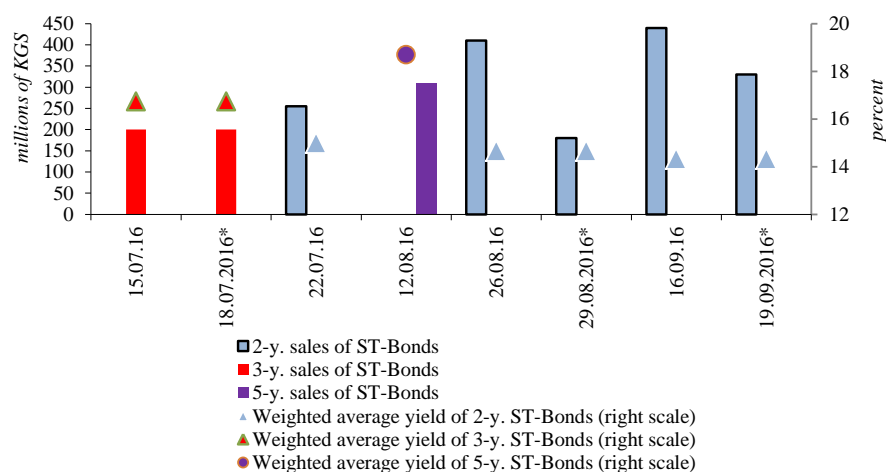
Chart 1. Dynamics of Volume of Supply, Demand and Yield of ST Bonds



In the reporting period, one auction on placement of treasury bonds by the Ministry of Finance of the Kyrgyz Republic and one additional placement were held at the primary market. The amount of the announced ST Bonds issue at the auction amounted to KGS 440.0 million having decreased by 38.9 percent. The volume of demand amounted to KGS 776.5 million having decreased by 18.1 percent compared to the previous month. In the reporting period, market participants purchased only 2-year securities in the amount of KGS 770.0 million (+30.5 percent); thereof the volume of additional placement amounted to KGS 330.0 million.

The overall average monthly yield on ST Bonds in the reporting period was formed at the rate of 14.3 percent having decreased by 2.1 percentage points over the month.

Chart 2. Dynamics of Volume of Sales and Yield of ST Bonds



The volume of ST Bonds in circulation increased up to KGS 11.6 billion (+15.2 percent) since the beginning of the year. At the same time, the share of core shareholders - commercial banks decreased to 38.2 percent (- 2.0 percentage points). The share of the institutional investors, on the other hand, increased up to 61.4 percent (+1.9 percentage points). The share of resident legal entities constituted 0.4 percent (+0.1 percentage point).

Over the month, the concentration index of the ST Bonds primary market was 0.34, which indicates a high level of concentration and corresponds to the presence of three investors with equal shares at the market.

Table 1. Structure of ST Bonds Holders at Face Value

thousands of KGS

Date	TOTAL	including									
		Commercial Banks		Institutional Investors		Resident Legal Entities		Non-Resident Legal Entities		Resident Individuals	
		Amount	Share	Amount	Share	Amount	Share	Amount	Share	Amount	Share
01.10.2015	9 083 650,0	3 926 018	43,2	5 145 882	56,6	11 700	0,1	0	0,0	50	0,0
01.11.2015	9 472 140,0	4 062 208,9	42,9	5 399 681,1	57,0	10 200,0	0,1	0	0,0	50	0,0
01.12.2015	9 824 161,3	4 110 364,2	41,8	5 685 381,1	57,9	28 366,0	0,3	0,0	0,0	50,0	0,0
01.01.2016	10 037 261,3	4 042 364,2	40,3	5 966 481,1	59,4	28 366,0	0,3	0,0	0,0	50,0	0,0
01.02.2016	9 909 750,6	3 870 305,9	39,1	6 011 028,7	60,7	28 366,0	0,3	0,0	0,0	50,0	0,0
01.03.2016	9 906 961,3	3 884 638,0	39,2	5 985 307,3	60,4	36 966,0	0,4	0,0	0,0	50,0	0,0
01.04.2016	9 625 061,3	4 067 738,0	42,3	5 520 307,3	57,4	36 966,0	0,4	0,0	0,0	50,0	0,0
01.05.2016	10 341 061,3	4 641 300,3	44,9	5 662 745,0	54,8	36 966,0	0,4	0,0	0,0	50,0	0,0
01.06.2016	10 412 061,3	4 544 485,4	43,6	5 826 559,9	56,0	40 966,0	0,4	0,0	0,0	50,0	0,0
01.07.2016	10 558 061,3	4 590 605,3	43,5	5 926 440,0	56,1	40 966,0	0,4	0,0	0,0	50,0	0,0
01.08.2016	11 003 061,3	4 558 692,2	41,4	6 404 353,1	58,2	39 966,0	0,4	0,0	0,0	50,0	0,0
01.09.2016	11 288 061,3	4 360 364,9	38,6	6 884 533,4	61,0	43 113,0	0,4	0,0	0,0	50,0	0,0
01.10.2016	11 563 561,3	4 422 089,3	38,2	7 095 809,0	61,4	45 613,0	0,4	0,0	0,0	50,0	0,0