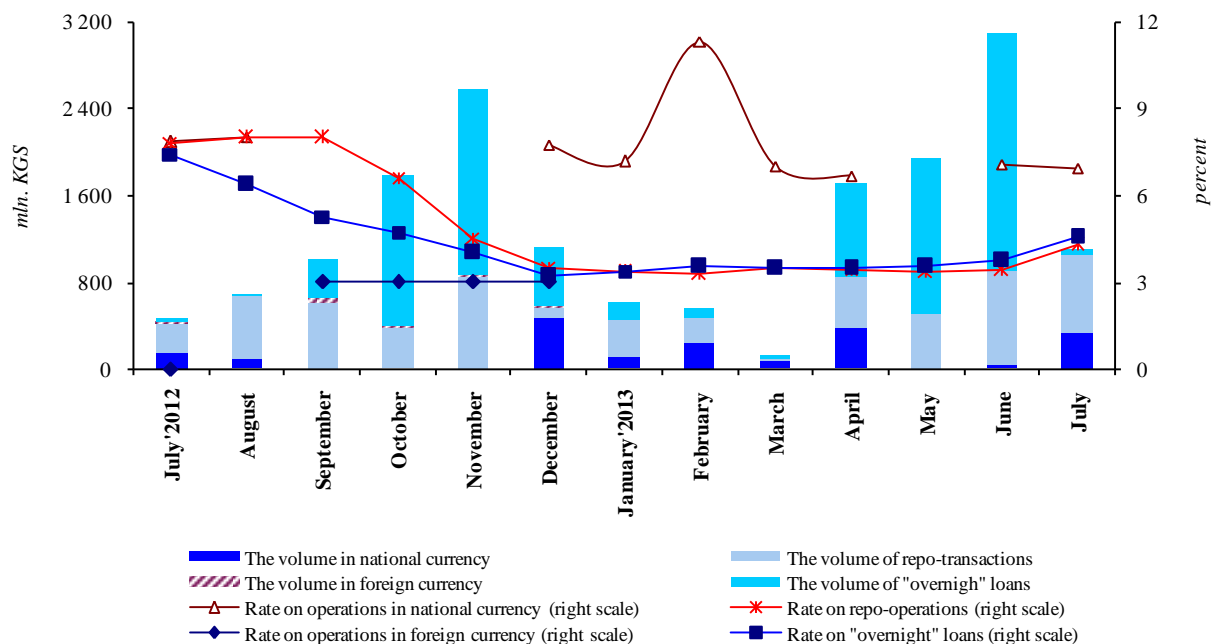


Interbank market of credit resources

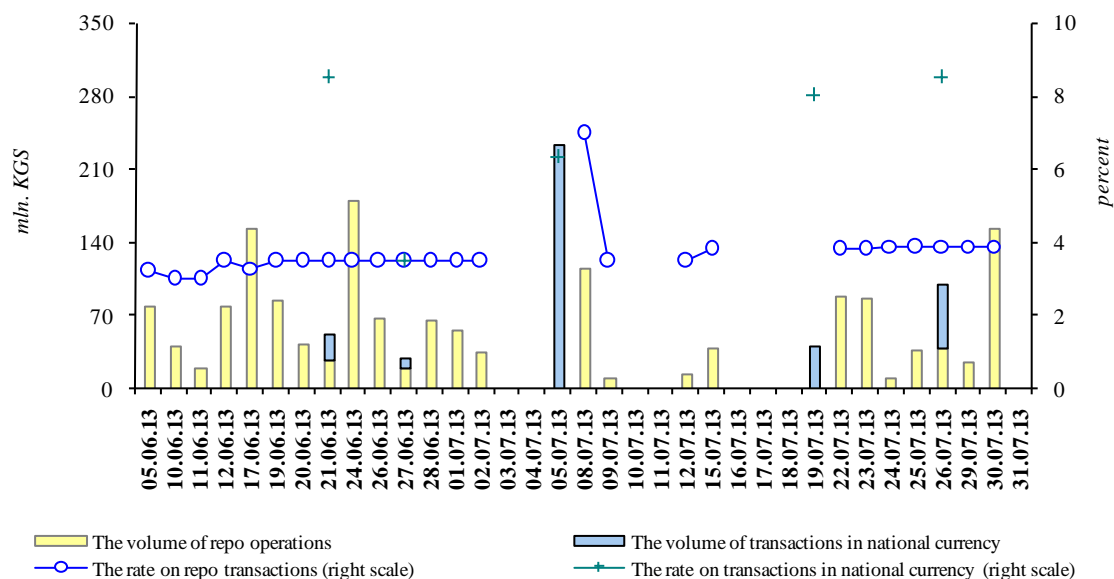
(July, 2013)

Graph 1. Dynamics of the operations volume and the interest rates on the domestic interbank credit market



In July 2013 the situation in the interbank credit market was influenced by the continuing high demand for financial resources against the background of significant fluctuations in liquidity and a high level of its concentration in some commercial banks. The total volume of transactions in the domestic interbank market of borrowings totaled 1053.5 million soms, having increased compared with the previous month by 16.4 percent. Volume of transactions also increased in the segment of interbank loans in the national currency (almost 10 times) to 336.5 million soms, while the volume of transactions for repo terms decreased by 17.7 percent to 716.9 million soms. At the same time credit “overnight” was provided by the National Bank once in July in the amount of 40.0 million soms that reflects the presence of a sufficient amount of excess liquidity in the banking system. Transactions in foreign currency in the domestic credit market were not conducted.

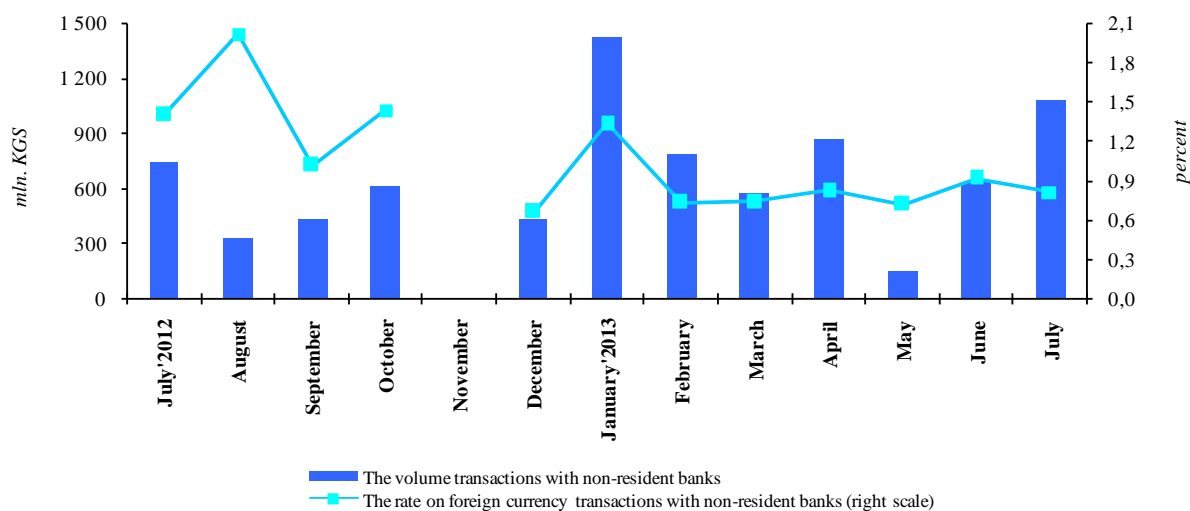
Graph 2. Daily turnover and rates on the domestic interbank credit market



The weighted average interest rate on loans in national currency decreased by 0.2 percentage points from 7.1 to 6.9 percent. The weighted average rate on loans for repo terms was 4.3 percent, having increased by 0.9 percentage points. Rate on loans “overnight”, calculated on the basis of the discount rate of the National Bank, amounted to 4.6 percent (+0.8 percentage points).

The average weighted term for loans in national currency decreased to 117 days, while the corresponding figure in June was equal to 160 days. In the segment of borrowings for the repo terms the weighted average period of operations increased from 5 to 11 days¹.

Graph 3. Dynamics of the operations volume and the interest rates on the interbank credit market for transactions in foreign currency with non-resident banks



The concentration index of creditors for month decreased from 0.39 to 0.21, the concentration index of debtors also decreased from 0.28 to 0.18. Nevertheless, the values of these indices indicate a continued high level of market concentration and correspond to presence in the market of five lenders and five borrowers with equal shares.

The volume of credit transactions in foreign currency with non-resident banks in July amounted to 1.1 billion in som equivalent, increased compared with the previous month of the current year by 70.5 percent. Currencies of borrowings were the US dollar and the euro. The weighted average interest rate on credit transactions with non-resident banks amounted to 0.8 percent, having increased compared with June 2013 by 0.1 percentage points.

Table 1. Dynamics of interbank credits in the national currency (from the point of term)

Period	Total			Including by terms																		
	Volume (mln. KGS)	Qty of transactions	Rate (%)	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		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 (%)			
July 2012	150.0	3	7.8	-	-	100.0	7.8	50.0	8.0	-	-	-	-	-	-	-	-	-	-	-	-	-
August	100.0	2	8.0	-	-	50.0	8.0	50.0	8.0	-	-	-	-	-	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
December	480.6	11	7.7	75.0	4.0	-	-	23.5	9.0	22.4	9.0	80.2	10.1	-	-	120.8	9.6	69.0	6.5	89.7	6.5	
January 2013	119.1	3	7.2	-	-	-	-	-	-	-	-	-	-	-	-	119.1	7.2	-	-	-	-	-
February	246.6	3	11.3	-	-	-	-	-	-	-	-	-	-	-	-	47.8	7.0	47.8	7.0	151.0	14.0	-
March	69.0	2	7.0	-	-	-	-	-	20.0	7.0	-	-	-	-	-	-	-	49.0	7.0	-	-	-
April	385.0	6	6.7	-	-	30.0	3.5	-	-	-	-	-	-	-	-	40.0	6.5	266.7	7.0	48.3	7.0	-
May	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
June	33.9	2	7.1	-	-	9.7	3.5	-	-	-	-	-	-	-	-	-	-	-	24.2	8.5	-	-
July	336.5	5	6.9	-	-	-	-	-	180.0	6.0	-	-	-	-	-	19.7	8.0	136.8	8.0	-	-	-

¹ Reference: For compare there were taken weighted average periods for month

