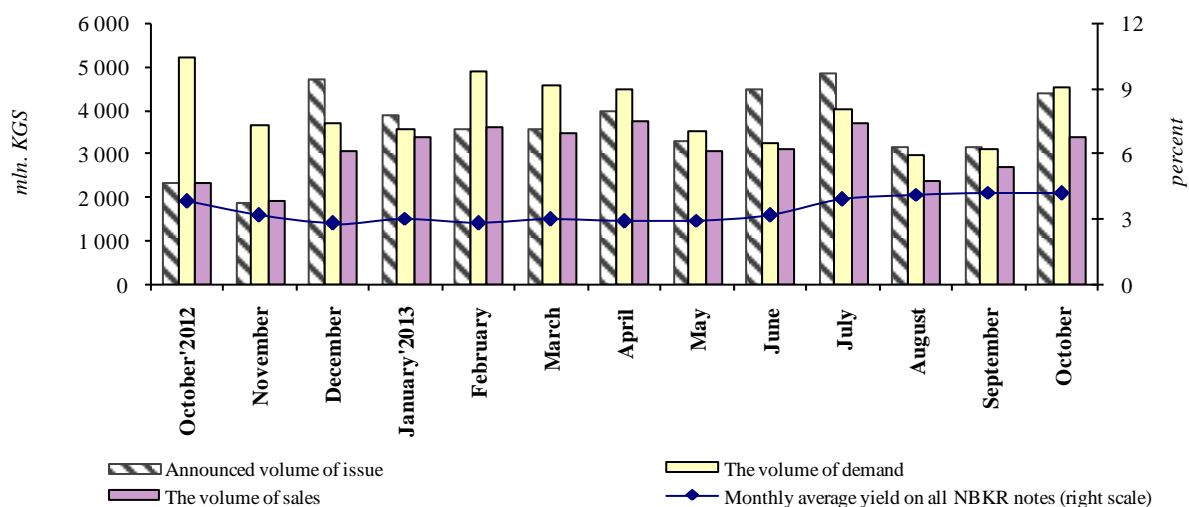


Notes of the National Bank of the Kyrgyz Republic
(October, 2013)

Graph 1. Demand and placement of the NBKR notes

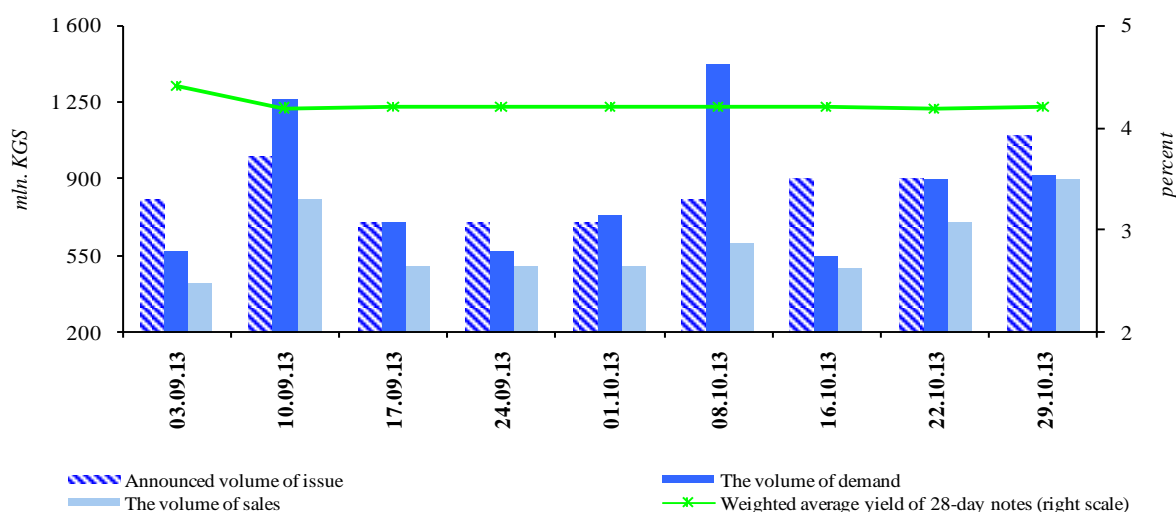


At five auctions of the National Bank of the Kyrgyz Republic notes in October announced volume of issue in total amounted to 4.4 billion soms that is by 37.5 percent higher than in the previous month.

Average auction¹ demand in October increased by 16.3 percent and amounted to 902.8 million soms. In October, the entire volume of sales was represented with 28-days notes, most of which was acquired by three commercial banks with a total share in the structure of sales at 98.0 percent. Average auction sales in the reporting period amounted to 638.0 million soms, having increased by 15.0 percent compared to the previous month. In the reporting period the demand for notes in most of the auctions conducted by the issuer exceeds the volume of supply, which has been raised in the first decade of October to 1.4 billion soms per auction, in accordance with the objectives of the monetary policy conducted by the National Bank.

Overall weighted average yield of the NBKR notes in October remained at the level of the previous month, reaching 4.2 percent.

Graph 2. Dynamics of demand, sales and yield of the NBKR notes



In this period, the volume of notes in circulation rose by 6.4 percent, was at 2.9 billion soms. The share of commercial banks, which are one of the main holders of the NBKR notes, increased by 2.1 percentage points to 42.5 percent against at the background of the simultaneous

¹ This indicator is used instead of the total demand/ supply over the month, as the number of auctions over the month is not constant value.

decrease of the share of resident legal entities portfolio from 59.6 to 57.5 percent. Share of financial resident entities fell to 1.4 percent (-5.2 percentage points), while the share of non-financial legal resident entities increased by 3.1 percentage points to 56.2 percent. Individuals, institutional investors and non-resident legal entities did not participate in the auctions.

Graph 3. Dynamics of the NBKR notes sales

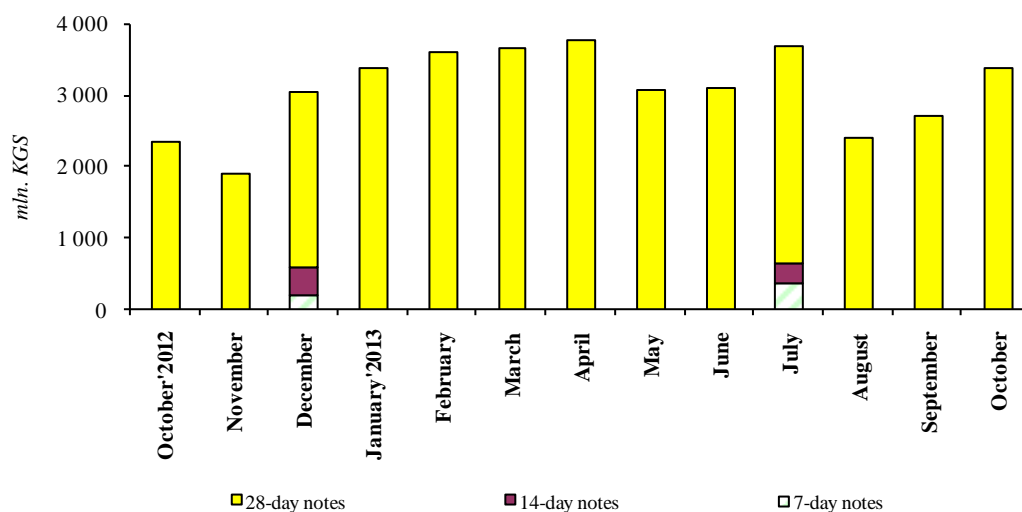


Table 1. The structure of the holders of NBKR notes at par value

mln. KGS

Date	TOTAL	Including							
		Commercial Banks		Resident companies		Resident individuals		Institutional investors	
		Amount	Share	Amount	Share	Amount	Share	Amount	Share
01.11.2012	1 900,0	1 689,7	88,9%	146,1	7,7%	1,3	0,1%	62,9	3,3%
01.12.2012	1 900,0	1 640,0	86,3%	139,0	7,3%	-	0,0%	121,0	6,4%
01.01.2013	3 050,0	3 006,4	98,6%	13,5	0,4%	-	0,0%	30,1	1,0%
01.02.2013	3 379,5	3 316,9	98,1%	40,6	1,2%	-	0,0%	22,0	0,7%
01.03.2013	3 600,0	2 562,7	71,2%	1 036,0	28,8%	1,3	0,0%	-	0,0%
01.04.2013	3 673,1	2 019,8	55,0%	1 653,3	45,0%	-	0,0%	-	0,0%
01.05.2013	3 143,0	2 140,5	68,1%	1 002,5	31,9%	-	0,0%	-	0,0%
01.06.2013	3 073,0	1 811,0	58,9%	1 262,0	41,1%	-	0,0%	-	0,0%
01.07.2013	3 105,5	1 836,0	59,1%	1 269,5	40,9%	-	0,0%	-	0,0%
01.08.2013	2 680,6	960,5	35,8%	1 636,1	61,0%	-	0,0%	84,0	3,1%
01.09.2013	2 400,0	370,5	15,4%	2 029,5	84,6%	-	0,0%	-	0,0%
01.10.2013	2 720,0	1 098,6	40,4%	1 621,4	59,6%	-	0,0%	-	0,0%
01.11.2013	2 895,4	1 229,5	42,5%	1 665,9	57,5%	-	0,0%	-	0,0%