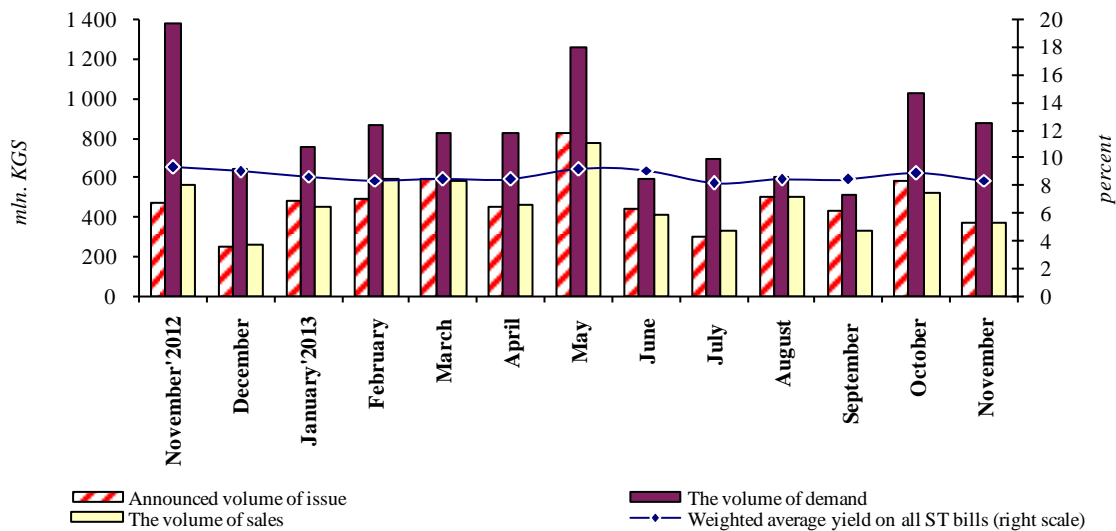


Market of State Treasury Bills (November, 2013)

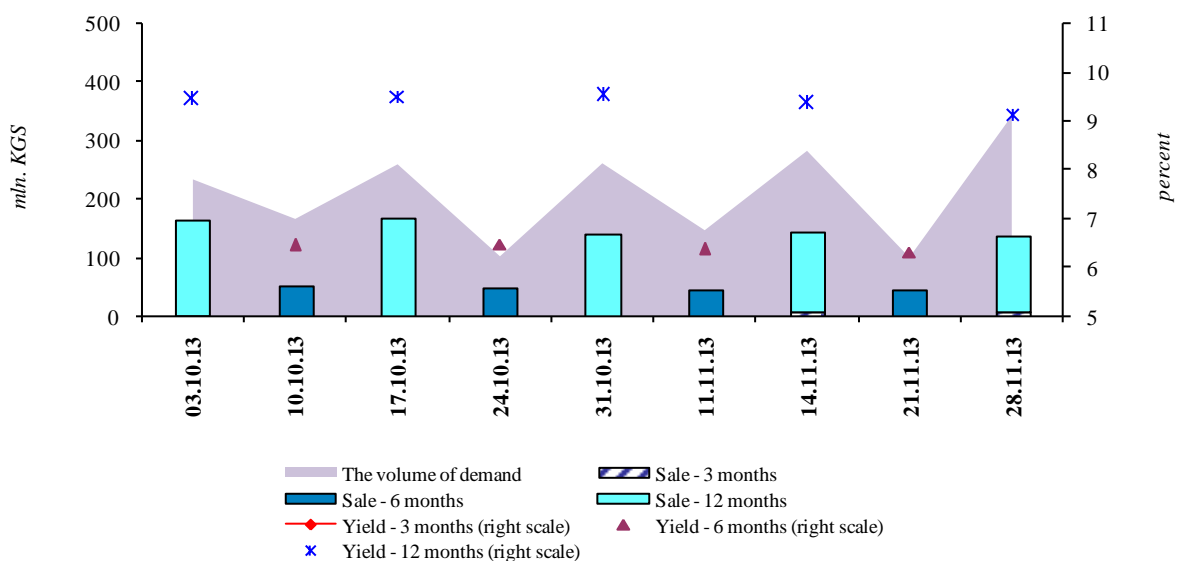
Graph 1. Demand and placement of ST-bills



In November, the total volume of placement of State treasury bills of the Ministry of Finance declined by 36.3 percent, amounted to 372.0 million som. The volume of demand due to the lower activity of commercial banks decreased by 14.8 percent to 878.5 million som. As a result, sales in the segment of the 3-month ST-bills increased in 6.5 times (to 18.0 million som). So, sale of 6-month ST-bills decreased by 13.5 percent, to 90.0 million som; sale of 12-month ST-bills – by 44.5 percent, amounted to 264.0 million som.

The overall weighted average yield on all types of ST-bills in this period was observed at a rate of 8.3 percent, having decreased over the month by 0.5 percentage points. Yield of 6- and 12-month securities in November was 6.4 percent (-0.1 percentage points) and 9.3 percent (-0.2 percentage points). Yield of 3-month ST-bills – rose over the month by 0.4 percentage points and amounted to 4.9 percent.

Graph 2. Dynamics of demand and sale and ST-bills yield



Average auction¹ volume of demand in November was 219.6 million soms, having increased by 6.5 percent compared with the previous month, average auction volume of sales, by contrast, fell by 10.2 percent, to 93.0 million soms.

Value of net finance the budget deficit in November dropped to -135.6 million soms. In the reporting period, the Ministry of Finance redeemed (+32.6 percent) previously issued ST-bills in the amount of 485.5 million soms. In this regard, ST-bills market efficiency from the beginning of the year calculated as the ratio of the total value of net financing to total sales in actual cost decreased as compared with the end of October by 3.7 percentage points, reaching 9.1 percent.

In November compared with the previous month, the volume of ST-bills in circulation fell to 4.6 billion soms (-3.1 percent): reduction affected portfolio of resident legal entities (-1.8 percentage points), amounting to 10.3 percent.

The share of commercial banks, by contrast, increased by 3.0 percentage points, the share of institutional investors – by 0.6 percentage points The share of resident individuals in comparison with the previous month remained unchanged.

In the reporting period operations with ST-bills were not committed in the secondary market.

Table 1. Dynamics of average month 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
November'2012	9,3	5,7	7,0	10,1
December	9,0	5,2	6,8	9,5
January'2013	8,6	5,6	6,7	9,7
February	8,4	5,3	6,5	9,5
March	8,4	5,3	6,8	9,5
April	8,4	5,0	6,1	9,5
May	9,2	5,0	6,5	10,2
June	9,1	5,1	6,5	10,0
July	8,1	4,9	6,4	9,6
August	8,4	4,5	6,5	9,4
September	8,4	3,5	6,5	9,4
October	8,9	4,5	6,5	9,5
November	8,3	4,9	6,4	9,3

"-" all announced auctions were declared invalid

Table 2. Structure of ST-bills holders for nominal cost

Date	TOTAL	Including													
		NBKR		Commercial Banks		Institutional Investor		Resident Individuals		Resident companies		Non-resident individuals			
		Amount	Share	Amount	Share	Amount	Share	Amount	Share	Amount	Share	Amount	Share		
01.12.2012	4 056 400,0	0,0	0%	3 380 671,7	83,3%	616 562,8	15,2%	7 139,0	0,2%	50 946,5	1,3%	1 080,0	0,03%		
01.01.2013	4 099 690,0	0,0	0%	3 406 475,2	83,1%	638 306,1	15,6%	7 119,0	0,2%	46 709,7	1,1%	1 080,0	0,03%		
01.02.2013	4 201 340,0	0,0	0%	3 539 406,2	84,2%	609 356,1	14,5%	4 788,0	0,1%	46 709,7	1,1%	1 080,0	0,03%		
01.03.2013	4 371 370,0	0,0	0%	3 641 839,9	83,3%	571 776,1	13,1%	5 289,0	0,1%	151 385,0	3,5%	1 080,0	0,02%		
01.04.2013	4 562 700,0	0,0	0%	3 614 332,9	79,2%	588 790,7	12,9%	5 289,0	0,1%	353 207,4	7,7%	1 080,0	0,02%		
01.05.2013	4 501 700,0	0,0	0%	3 454 972,8	76,7%	620 290,7	13,8%	5 106,2	0,1%	420 250,3	9,3%	1 080,0	0,02%		
01.06.2013	4 578 520,0	0,0	0%	3 358 623,7	73,4%	523 396,4	11,4%	3 121,2	0,1%	693 378,7	15,1%	0,0	0,00%		
01.07.2013	4 765 570,0	0,0	0%	3 471 615,4	72,8%	575 694,8	12,1%	3 121,2	0,1%	715 138,6	15,0%	0,0	0,00%		
01.08.2013	4 768 320,0	0,0	0%	3 539 517,5	74,2%	583 276,8	12,2%	2 945,2	0,1%	642 580,5	13,5%	0,0	0,00%		
01.09.2013	4 846 990,0	0,0	0%	3 495 177,5	72,1%	675 776,8	13,9%	2 945,2	0,1%	673 090,5	13,9%	0,0	0,00%		
01.10.2013	4 661 140,0	0,0	0%	3 515 157,5	75,4%	601 401,8	12,9%	2 945,2	0,1%	541 635,5	11,6%	0,0	0,00%		
01.11.2013	4 706 640,0	0,0	0%	3 474 129,5	73,8%	579 863,3	12,3%	3 494,2	0,1%	569 153,0	12,1%	0,0	0,00%		
01.12.2013	4 562 140,0	0,0	0%	3 502 372,1	76,8%	587 863,3	12,9%	3 494,2	0,1%	468 410,4	10,3%	0,0	0,00%		

¹ This figure is used instead of total volume of demand/ supply over the month as the amount of auctions for month in inconstant figure.