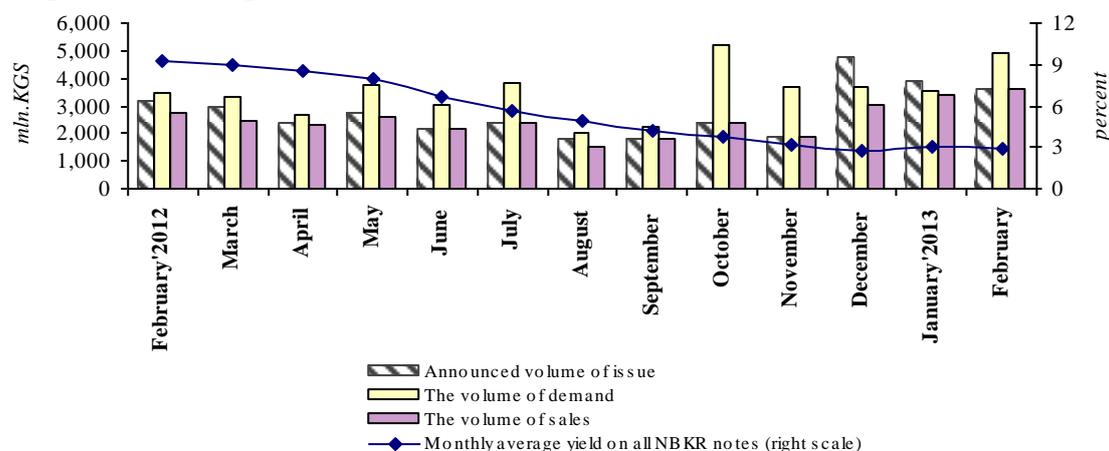


NBKR Notes (February 2013)

Graph 1. Demand and placement of NBKR notes

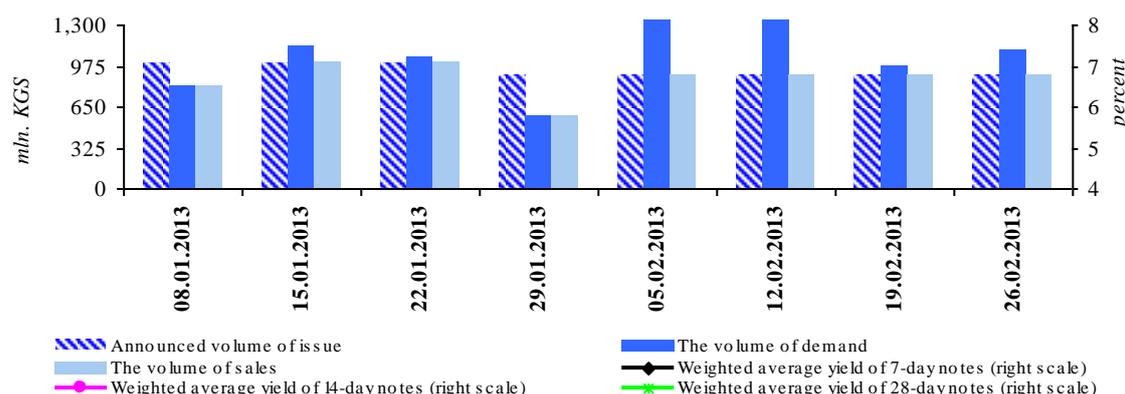


Four auctions of NBKR notes held in February, the total announced volume of the issue amounted to 3.6 billion KGS, which is by 7.7 percent lower than in the previous month.

The average auction demand volume in February increased by 38.0 percent and amounted to 1.3 billion KGS. In February, the entire volume of sales was represented by a 28-day notes, most of which was purchased by three commercial banks with a total share of 93.5 percent in the structure of sales. The average auction volume of sales¹ in February amounted to 900.0 million KGS having increased by 6.5 percent compared to the previous month. In the reporting period, the demand for notes in most of the auctions held by the issuer exceeds the amount of supplies, which also increased from mid-February to 1.5 billion KGS per auction as part of the National Bank monetary policy.

The overall weighted average yield of NBKR notes in February fell by 0.2 percentage points and constituted 2.8 percent.

Graph 2. The dynamics of demand, sales and yield of NBKR notes



In the reporting period, the volume of notes in circulation increased by 6.5 percent and constituted 3.6 billion KGS. The share of commercial banks, which are major holders of notes of the National Bank declined by 27.0 percentage points to 71.2 percent in the background of the increase in the share of the portfolio of resident legal entities from 1.2 to 28.8 percent. The share of institutional investors decreased from 0.7 to 0.0 percent. The share of resident individuals was small; non-resident individuals did not participate in the auction.

¹ This indicator is used instead of the general volume of supply /demand within a month since the number of auctions within a month is not a constant value.

Graph 3. The dynamics of sales of NBKR notes

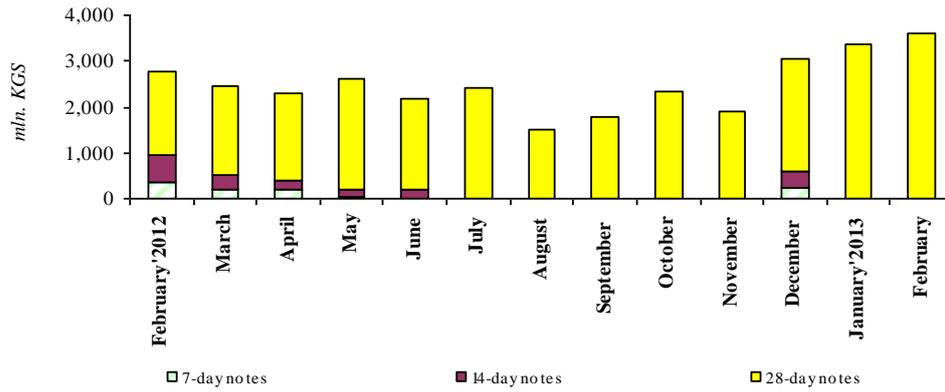


Table 1. The structure of the holders of NBKR notes at par value

Date	TOTAL	Including							
		Commercial Banks		Resident companies		Resident individuals		Institutional investors	
		Amount	Share	Amount	Share	Amount	Share	Amount	Share
01.03.2012	2,313.0	1,527.6	66.0%	162.9	7.0%	1.1	0.0%	621.5	26.9%
01.04.2012	2,113.8	1,507.0	71.3%	237.3	11.2%	2.4	0.1%	367.1	17.4%
01.05.2012	2,072.4	1,424.6	68.7%	224.5	10.8%	2.3	0.1%	421.0	20.3%
01.06.2012	2,196.2	1,471.2	67.0%	129.2	5.9%	4.8	0.2%	591.0	26.9%
01.07.2012	2,063.9	1,477.8	71.6%	341.7	16.6%	-	0.0%	244.3	11.8%
01.08.2012	1,950.0	1,646.8	84.5%	171.5	8.8%	2.0	0.1%	129.7	6.7%
01.09.2012	1,494.4	780.3	52.2%	588.9	39.4%	2.0	0.1%	123.2	8.2%
01.10.2012	1,775.4	1,492.2	84.0%	218.4	12.3%	2.0	0.1%	62.8	3.5%
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%