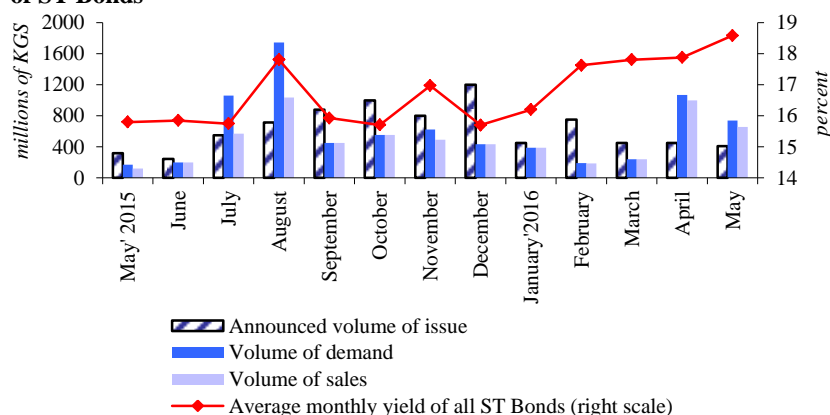


Market of State Treasury Bonds (May 2016)

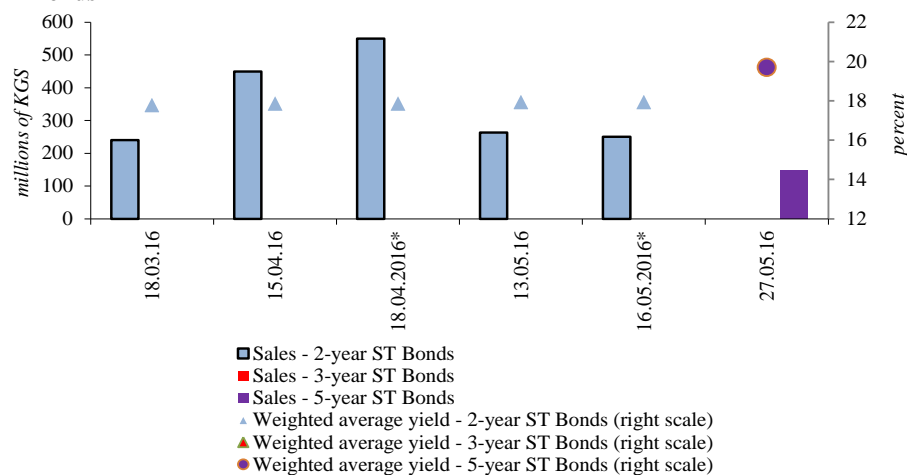
Chart 1. Dynamics of Volume of Supply, Demand and Yield of ST Bonds



In the reporting period, two auctions 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 auctions amounted to KGS 409.0 million having decreased by 9.1 percent, and the volume of additional placement amounted to KGS 250.0 million in the current month. In the reporting period, market participants purchased 2-year securities in the amount of KGS 513.0 million (-48.7 percent) and 5-year securities in the amount of KGS 146.0 million. The volume of demand amounted to KGS 738.0 million having decreased by 31.0 percent over the month.

The overall average monthly yield on ST Bonds in the reporting period was formed at the rate of 18.6 percent having increased by 0.7 percentage points over the month.

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



The volume of ST Bonds in circulation increased to KGS 10.4 billion (+3.7 percent) since the beginning of the year. At the same time, the share of core shareholders - institutional investors decreased to 56.0 percent (- 3.4 percentage points). The share of commercial banks, on the other hand, increased to 43.6 percent (+3.4 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	of which									
		Commercial Banks		Institutional Investors		Resident Legal Entities		Non-Resident Legal Entities		Resident Individuals	
		Amount	Share	Amount	Share	Amount	Share	Amount	Share	Amount	Share
01.06.2015	7 977 150,0	3 475 792,3	43,6	4 494 607,7	56,3	6 700,0	0,1	0	0,0	50	0,0
01.07.2015	7 672 150,0	3 435 898,4	44,8	4 229 501,6	55,1	6 700,0	0,1	0	0,0	50	0,0
01.08.2015	8 126 150,0	3 685 898,4	45,4	4 433 501,6	54,6	6 700,0	0,1	0	0,0	50	0,0
01.09.2015	8 663 450,0	3 928 015	45,3	4 723 685	54,5	11 700	0,1	0	0,0	50	0,0
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