

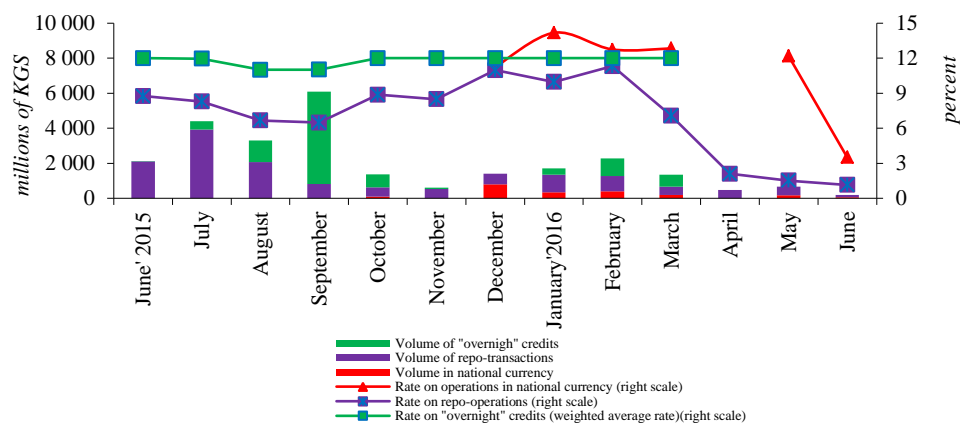
Inter-Bank Market of Credit Resources

(June 2016)

An increase was observed in the average daily level of excessive liquidity of the commercial banks in the interbank market to KGS 2.2 billion (+12.9 percent) in the reporting period as compared to similar index for the previous month.

REPO conditions based transactions and standard transactions in the national currency were conducted in the domestic inter-bank credit market in the reporting period. At the same time, these transactions were conducted at the weighted average rate of 1.2 percent (-0.4 percentage points) and 3.5 percent per annum (-8.7 percentage points), respectively. The volume of REPO conditions based transactions decreased by 72.9 percent compared to the previous month, to KGS 135.1 million. In the reporting period, the volume of standard transactions in the national currency decreased by 70.6 percent and amounted to KGS 50.0 million in the domestic market.

Chart 1. Dynamics of Transactions and Interest Rates in the Domestic Inter-Bank Credit Market



In the reporting period, standard transactions in foreign currency were not carried out in the domestic market.

In the reporting period, overnight credits of the National Bank of the Kyrgyz Republic were in little demand. At the same time, the National Bank continued to allocate funds of the commercial banks on deposits based on overnight conditions in the amount of KGS 177.7 billion (+19.0 percent).

In the reporting period, the concentration index of creditors decreased by 0.13, to 0.28, the concentration index of debtors – by 0.07, to 0.47. The values of these indices indicate the high level of market concentration and correspond to the presence of four principal creditors and two debtors in the market.

