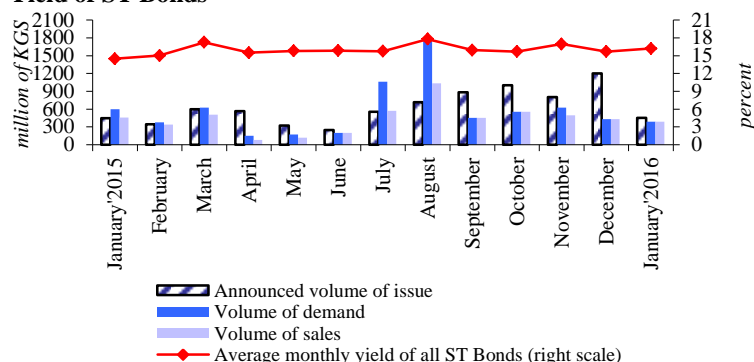


Market of State Treasury Bonds

(January 2016)

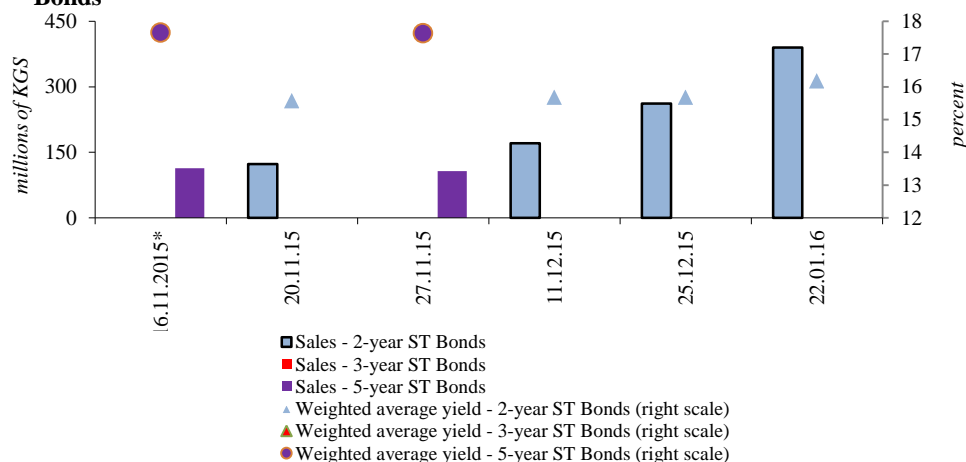
Chart 1. Dynamics of Volume of Supply, Demand and Yield of ST Bonds



In the reporting period, one auction on placement of treasury bonds of the Ministry of Finance of the Kyrgyz Republic was held at the primary market; meanwhile, the Ministry of Finance offered only 2-year ST Bonds. The total amount of the announced ST Bonds issue amounted to KGS 450.0 million having decreased by 62.5 percent as compared to the previous month. In the reporting period, the volume of demand amounted to KGS 389.5 million having decreased by 10.1 percent over the month, thereafter market participants purchased 2-year securities in the amount of KGS 389.5 million (-10.1 percent).

The overall average monthly yield on ST Bonds in the reporting period was formed at the rate of 16.2 percent having increased by 0.5 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 decreased to KGS 9.9 billion (-1.3 percent) since the beginning of the year. At the same time, the share of core shareholders - institutional investors increased by -1.2 percentage points (up to 60.7 percent). The share of commercial banks, on the other hand, decreased by 1.2 percentage points and developed at the rate of 39.1 percent. The share of resident legal entities has not changed over the month and remained at the level of 0.3 percent.

Over the month, the concentration index of the ST Bonds primary market was 0.36, which indicates a high level of concentration and corresponds to the presence of three investors with equal shares at the market.

In the reporting period, transactions with ST Bonds were carried out to the amount of KGS 54.0 million at the secondary 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
01.02.2015	7 493 150,0	3 523 928,0	47,0	3 902 472,0	52,1	6 700,0	0,1	60 000	0,8	50	0,0
01.03.2015	7 717 100,0	3 601 628,0	46,7	4 108 772,0	53,2	6 700,0	0,1	0	0,0	0	0,0
01.04.2015	8 103 650,0	3 706 678,3	45,7	4 390 221,7	54,2	6 700,0	0,1	0	0,0	50	0,0
01.05.2015	8 009 150,0	3 612 178,3	45,1	4 390 221,7	54,8	6 700,0	0,1	0	0,0	50	0,0
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