

Inter-Bank Market of Credit Resources

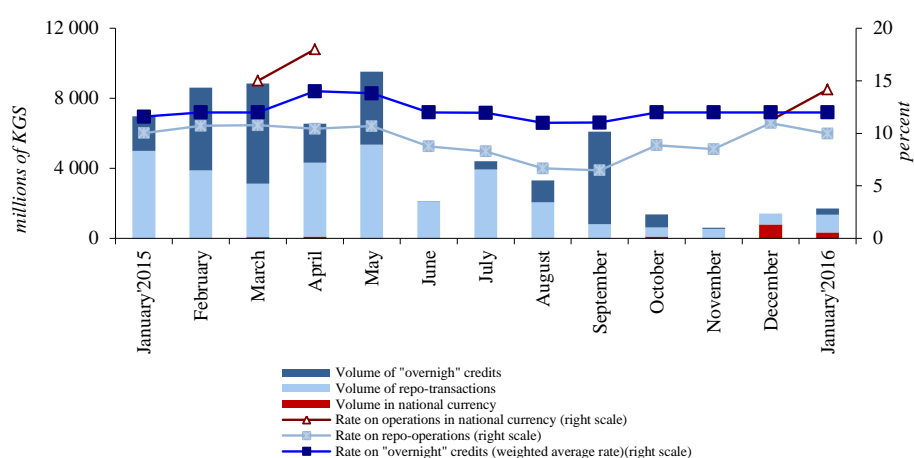
(January 2016)

A decrease was observed in the average daily level of excessive liquidity of commercial banks in the interbank market by 35.8 percent, to KGS 644.6 million 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 10.0 percent (-1.0 percentage points) and 14.2 percent (+2.9 percentage points) per annum, respectively. The volume of credits issued on REPO conditions amounted to KGS 1.0 billion having increased by 65.2 percent compared to the previous month. In the reporting period, the volume of standard loans in the national currency amounted to KGS 340.1 million (-57.4 percent).

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.

The concentration indices of creditors and debtors made 0.24 each. The values of these indices indicate the average level of market concentration and correspond to the presence of four principal creditors and four debtors in the market.

In the reporting period, overnight credits, a tool of the National Bank of the Kyrgyz Republic, were issued in the amount of KGS 349.1 million. At the same time, the National Bank continued to allocate funds of commercial banks on deposits based on overnight conditions in the amount of KGS 21.2 billion (-51.4 percent).

