

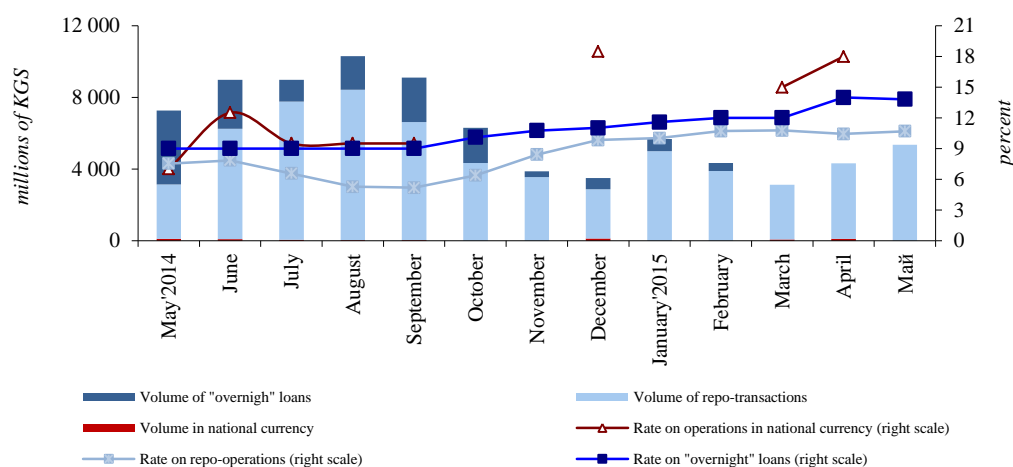
Inter-Bank Market of Credit Resources

(May 2015)

A slight increase was observed in the average daily level of excessive liquidity of commercial banks in the interbank market by 13.4 percent, to KGS 645.2 million in the reporting period as compared to similar index for the previous month.

REPO conditions based transactions were conducted in the domestic interbank credit market. At the same time, the transactions were conducted according to the weighted average rate of 10.7 percent per annum (+0.3 percentage points). The volume of these credits amounted to KGS 5.4 billion having increased by 26.8 percent as compared to the previous month.

Chart 1. Dynamics of Transactions and Interest Rates in the Domestic Interbank Credit Market



Standard transactions in the national and foreign currency were not carried out in the domestic market.

Besides, in the reporting period there was an increase in demand for overnight credits, a tool of the National Bank of the Kyrgyz Republic, the volume of which amounted to KGS 4.2 billion. The weighted average rate on overnight credits established by the National Bank of the Kyrgyz Republic was at the rate of 13.8 percent.

In the reporting period, the National Bank of the Kyrgyz Republic issued credits to commercial banks in the amount of KGS 400.0 million based on credit auctions, 7-day credits were not issued to these banks and intraday credits were issued to the amount of KGS 93.9 million.

In the reporting period, the National Bank continued to allocate funds of commercial banks on deposits based on overnight conditions in the amount of KGS 11.7 billion (-20.7 percent).

The concentration index of creditors decreased from 0.19 to 0.18, and the concentration index of debtors – from 0.42 to 0.32. The values of these indices indicate the average level of market concentration and correspond to the presence of five principal creditors and three debtors.

