

Condensed Balance Sheet

CENTRALE BANK VAN CURAÇAO EN SINT MAARTEN

October 2019

(millions of NAf.)

Assets	Difference compared to		Liabilities	Difference compared to	
	31-Oct-19	30-Sep-19		31-Oct-19	30-Sep-19
Claims on nonresidents	3,393.5	109.2	Liabilities to nonresidents	308.7	41.7
Gold	1,137.0	19.3	Deposits of nonresidents in foreign currency	308.7	41.7
Official reserves	2,256.5	89.8			
Other	0.0	0.0			
Domestic assets	642.1	4.0	Domestic liabilities	2,640.9	51.1
			Currency in circulation	472.0	6.2
Claims on the government	0.1	0.0	Government deposits	99.7	-36.2
Government paper in portfolio	0.1	0.0	Government of Curacao	71.0	-13.9
Government agencies and institutions	0.0	0.0	Government of Sint Maarten	26.6	-22.3
Other	0.0	0.0	Former Central Government	1.7	0.0
			Government agencies and institutions	0.4	0.0
Claims on deposit money banks	268.4	1.4	Liabilities to deposit money banks	1,920.6	79.5
Current account balances	268.4	1.4	Current account balances	548.1	117.3
			Certificates of Deposit	77.8	-37.9
			Required reserves	1,294.8	0.1
Claims on other sectors	373.5	2.6	Liabilities to other sectors	148.6	1.7
Other assets	373.5	2.6	Deposits of other residents	88.7	1.8
			Other liabilities	59.8	-0.1
			Capital and reserves	1,085.9	20.4
Total assets	4,035.5	113.2	Total liabilities	4,035.5	113.2

During the month of October 2019, the Bank maintained the reserve requirement at 18.00%. Consequently, the amount of required reserves remained practically unchanged. At the bi-weekly auctions of “Certificates of Deposit” (CDs), the Bank auctioned a lower amount of CDs resulting in a decrease in the outstanding amount by NAf.37.9 million¹.

Base money² increased by NAf.123.5 million due to an increase in both the current account balances of the commercial banks (NAf.117.3 million) and currency in circulation (NAf.6.2 million). The growth in the current account balances was mainly the result of the transfer of dollar balances from abroad and the net repayment of CDs. The transfers by a financial institution placed under the emergency measure, a pension fund, and the government of Sint Maarten from their accounts at the Bank towards their accounts at the commercial banks also contributed to the increase in the current account balances. In addition, the government of Sint Maarten transferred funds from its account at the Bank to the account of the Princess Juliana International Airport at a commercial bank in connection with liquidity support.

The item “Liabilities to non-residents” increased by NAf.41.7 million due mainly to an increase in deposits of the Dutch Ministry of the Interior and Kingdom Relations (BZK) in

¹ Of which NAf.20.0 million in NAf-CDs and NAf.17.9 million in US\$-CDs.

² The sum of currency in circulation and the current account balances of the commercial banks at the Bank.

connection with principal and interest payments on bonds issued by Curaçao and Sint Maarten owned by the Dutch State. The transactions of some commercial banks in Bonaire towards their accounts at the Bank also contributed to the increase in this item.

The net position of the governments at the Bank deteriorated by NAf.36.2 million due to decreases in the deposits of the governments of Curaçao (NAf.13.9 million) and Sint Maarten (NAf.22.3 million). The decline in deposits of the government of Curaçao was the result of, among other things, the transfer of funds towards its accounts at the commercial banks and interest payments on issued bonds. However, the transfer of license fees collected by the Bank over the month of September 2019 moderated the decrease. The decrease in deposits of the government of Sint Maarten can be attributed to the transfer of funds towards its accounts at the commercial banks, principal and interest payments on issued bonds, and the transfer to the Princess Juliana International Airport.

On the assets side of the balance sheet, the item “Official reserves” increased by NAf.89.8 million, due mainly to the transfer of dollar balances from abroad by the commercial banks. Moreover, transactions from the commercial banks in Bonaire and transfers by a pension fund from abroad contributed to the increase in the item “Official reserves”.

Finally, the item “Gold” on the assets side of the balance sheet increased by NAf.19.3 million due to the higher market value on the balance sheet date compared to the end of September 2019. The increase in the item “Capital and reserves” on the liabilities side of the balance sheet was related to the increase in the market value of gold.

Willemstad, December 12, 2019

Centrale Bank van Curaçao en Sint Maarten