

Condensed Balance Sheet
BANK VAN DE NEDERLANDSE ANTILLEN
(Central Bank)

The Condensed Balance Sheet of the Bank van de Nederlandse Antillen for May 2007 is as follows:
(millions of NAf.)

Assets	31-May-07	Difference Compared to 30-Apr-07	Liabilities	31-May-07	Difference Compared to 30-Apr-07
Claims on nonresidents	1,867.2	21.8	Liabilities to nonresidents	444.0	-3.2
Gold	365.8	0.0	Deposits of nonresidents in foreign currency	444.0	-3.2
Official reserves	1,501.4	21.8			
Domestic Assets	347.8	29.8	Domestic Liabilities	1771.0	54.8
			Currency in circulation	306.6	-1.0
Claims on the government	177.8	11.7	Government Deposits	15.2	-6.1
Government paper in portfolio	166.1	0.0	Island government	13.1	-6.1
Advanced license fees	0.0	0.0	Central government	2.1	0.0
Special account central government	11.7	11.7			
Claims on deposit money banks	0.0	0.0	Liabilities to deposit money banks	702.4	45.3
Current account balances	0.0	0.0	Current account balances	59.0	30.1
			Certificates of Deposit	34.3	-11.1
			Required reserves	609.1	26.3
Claims on other sectors	170.0	18.1	Liabilities to other sectors	377.0	17.0
Other assets	170.0	18.1	Deposits other residents	293.5	-4.6
			Other liabilities	83.5	21.6
			Capital and reserves	369.8	-0.4
Total Assets	2,215.0	51.6	Total Liabilities	2215.0	51.6

During May 2007, the Bank did not actively use its monetary policy instruments to influence the liquidity in the domestic money market. Despite that the percentage to calculate the reserve requirement for the commercial banks remained unchanged at 13.0%, the outstanding amount increased. This was due to an increase in the base amount¹ upon which these are calculated. Although the Bank aimed only at refinancing the maturing CDs² on the by-weekly CD-auctions, the amount outstanding dropped by NAf.11.1 million due to fewer subscriptions.

Base money³ increased by NAf.29.1 million during the month of May. This increase was caused entirely by an increase in the commercial banks' current account balances at the Bank.

The increase in the item "official reserves" (NAf.21.8 million) was due to the net sale of foreign exchange by the commercial banks to the Bank. This net sale contributed, among other things, to the increase in the item "current-account balances" of the deposit money banks.

The net position of the government at the Bank deteriorated in May. The liquidity needs of the government was reflected, on the one hand, by a drop in the liabilities to the government (NAf.6.1 million) and, on the other hand, by the use of the credit facility through the "special account central government" resulting in an increase in the claims on the government (NAf.11.7 million).

Willemstad, June 25, 2006

Bank van de Nederlandse Antillen

¹ The base amount is calculated via the commercial bank's domestic liabilities to the public.

² Certificates of deposit

³ Defined as the sum of currency in circulation and the commercial banks' current account balances at the Bank.