

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

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

Assets	31-Oct-07	Difference Compared to 30-Sep-07	Liabilities	31-Oct-07	Difference Compared to 30-Sep-07
Claims on nonresidents	1,932.1	77.1	Liabilities to nonresidents	462.3	0.0
Gold	365.8	0.0	Deposits of nonresidents in foreign currency	462.3	0.0
Official reserves	1,566.3	77.1			
Domestic assets	343.7	19.3	Domestic liabilities	1,813.5	96.4
			Currency in circulation	312.8	4.2
Claims on the government	145.9	-5.6	Government deposits	85.0	82.5
Government paper in portfolio	145.9	-5.1	Island government	36.7	35.7
Advanced license fees	0.0	0.0	Central government	48.3	46.8
Special account central government	0.0	-0.5			
Claims on deposit money banks	0.0	0.0	Liabilities to deposit money banks	671.5	11.2
Current account balances	0.0	0.0	Current account balances	30.8	14.9
			Certificates of Deposit	25.5	-0.4
			Required reserves	615.2	-3.3
Claims on other sectors	197.8	24.9	Liabilities to other sectors	374.1	-1.0
Other assets	197.8	24.9	Deposits other residents	264.5	-10.7
			Other liabilities	109.6	9.7
			Capital and reserves	370.1	-0.5
Total assets	2,275.8	96.4	Total liabilities	2,275.8	96.4

During October 2007, the Bank did not actively deploy its monetary policy instruments to influence the liquidity in the domestic money market. The percentage to determine the reserve requirement for the commercial banks remained unchanged at 13.125%. Nevertheless, the amount of required reserves dropped (NAf.3.3 million) due to a decrease in the base¹ upon which these are calculated. On the by-weekly CDs-auctions² the Bank aimed only at refinancing of the maturing CDs.

Base money, defined as the sum of currency in circulation and the commercial banks' current account balances at the Bank, increased by NAf.19.1 million during October 2007. This increase was attributable to increases in both the amount of banknotes in circulation (NAf.4.2 million) and the deposit money banks' current account balances at the Bank (NAf.14.9 million).

The net position of the government at the Bank improved by NAf.88.1 million in October 2007, resulting largely by an increase in the liabilities to the government (NAf.82.5 million). The accounts of both the central government and the island government of Curacao at the Bank had been replenished in October through the net issue of debt paper, an advance of the Bank's profit, and a transfer by the country receiver from its account at a commercial bank. On the other hand, claims on the government dropped, mostly due to a decline of NAf.5.1 million in government paper of the central government in the Bank's portfolio.

Finally, the item "official reserves" on the assets side of the balance sheet increased by NAf.77.1 million. This increase was due to the net sale of foreign exchange by the commercial banks to the Bank, partly explaining the increase in the current account balances of the commercial banks.

Willemstad, November 26, 2007

Bank van de Nederlandse Antillen

¹ This base is calculated via the commercial banks' domestic liabilities to the public.

² Certificates of deposit.