

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

The Condensed Balance Sheet of the Bank van de Nederlandse Antillen for September 2006 is as follows:  
(millions of NAf.)

Assets	30-Sep-06	Difference Compared to 31-Aug-06	Liabilities	30-Sep-06	Difference Compared to 31-Aug-06
<b>Claims on nonresidents</b>	<b>1,247.0</b>	<b>76.5</b>	<b>Liabilities to nonresidents</b>	<b>112.0</b>	<b>78.5</b>
Gold	305.5	0.0	Deposits of nonresidents in foreign currency	112.0	78.5
Official reserves	941.5	76.5			
<b>Domestic Assets</b>	<b>390.7</b>	<b>8.7</b>	<b>Domestic Liabilities</b>	<b>1525.7</b>	<b>6.7</b>
			<b>Currency in circulation</b>	279.5	5.9
<b>Claims on the government</b>	<b>228.2</b>	<b>-9.2</b>	<b>Government Deposits</b>	<b>28.2</b>	<b>6.7</b>
Government paper in portfolio	228.2	0.4	Island government	16.1	-2.9
Advanced license fees	0.0	0.0	Central government	12.1	9.6
Special account central government	0.0	-9.6			
<b>Claims on deposit money banks</b>	<b>0.0</b>	<b>0.0</b>	<b>Liabilities to deposit money banks</b>	<b>597.7</b>	<b>-8.2</b>
Current account balances	0.0	0.0	Current account balances	10.0	-12.4
			Certificates of Deposit	47.0	6.2
			Required reserves	540.7	-2.0
<b>Claims on other sectors</b>	<b>162.5</b>	<b>17.9</b>	<b>Liabilities to other sectors</b>	<b>311.4</b>	<b>1.9</b>
Other assets	162.5	17.9	Deposits other residents	227.8	-5.5
			Other liabilities	83.6	7.4
			<b>Capital and reserves</b>	<b>308.9</b>	<b>0.4</b>
<b>Total Assets</b>	<b>1,637.7</b>	<b>85.2</b>	<b>Total Liabilities</b>	<b>1637.7</b>	<b>85.2</b>

During the month of September 2006, the balance sheet expanded by NAf.85.2 million. This expansion was the result of particularly an increase in deposits of non-residents in foreign currency by NAf.78.5 million, due to funds deposited by a financial institution placed under the emergency measure (FCIB) at the Bank. This deposit resulted in an increase in the official reserves by approximately the same amount (NAf.76.5 million) on the assets side of the balance sheet.

The monetary policy conducted by the Bank in September resulted in a tightening of money market, reflected by a drop in the current account balances of the deposit money banks at the Bank (NAf.12.4 million). This drop was caused primarily by higher subscriptions on Certificates of Deposit (CDs) and the net purchase of banknotes. As a result, the items "Certificates of Deposit" and "Currency in circulation" increased. Base money, the sum of the items "Currency in circulation" and "Current account balances" of the deposit money banks, dropped by NAf.6.5 million as a result of these developments.

Finally, the net debt position of the government at the Bank decreased by NAf.15.9 million, attributable mainly to the turnaround of the debt of the central government on the "Special account central government" in a claim. This turnaround can be explained by the deposit of the receipts from a bond issue.

Willemstad, October 31, 2006  
Bank van de Nederlandse Antillen