

Condensed Balance Sheet
CENTRALE BANK VAN CURAÇAO EN SINT MAARTEN

July 2011

(millions of NAf.)

Assets	Difference compared to		Liabilities	Difference compared to	
	31-Jul-11	30-Jun-11		31-Jul-11	30-Jun-11
Claims on nonresidents	3,678.5	173.2	Liabilities to nonresidents	662.3	11.6
Gold	1,225.5	92.6	Deposits of nonresidents in foreign currency	662.3	11.6
Official reserves	2,228.0	100.7			
Securities and loans	225.0	-20.1			
Domestic assets	377.1	-6.1	Domestic liabilities	2,202.6	63.2
			Currency in circulation	368.6	-3.8
Claims on the government	0.1	0.0	Government deposits	348.5	-4.2
Government paper in portfolio	0.0	-0.1	Government of Curacao	239.6	-3.2
Government agencies and institutions	0.0	0.0	Government of Sint Maarten	0.0	0.0
Other	0.1	0.1	Former Central Government	108.5	-1.0
			Government agencies and institutions	0.5	0.0
Claims on deposit money banks	4.4	-5.5	Liabilities to deposit money banks	1,135.9	85.7
Current account balances	4.4	-5.5	Current account balances	592.6	88.8
			Certificates of Deposit	40.0	0.0
			Required reserves	503.3	-3.1
Claims on other sectors	372.6	-0.6	Liabilities to other sectors	349.6	-14.5
Other assets	372.6	-0.6	Deposits of other residents	227.1	-21.4
			Other liabilities	122.5	6.9
			Capital and reserves	1,190.6	92.4
Total assets	4,055.6	167.1	Total liabilities	4,055.6	167.1

During the month of July 2011, the Bank did not actively deploy its monetary policy instruments to influence the domestic money market. The percentage of the reserve requirement, the main instrument, remained unchanged at 7.75%. This instrument aims at influencing the liquidity of the commercial banks and, hence, the growth in credit extension. During the biweekly CD¹-auctions, the Bank aimed only at the refinancing of maturing CDs. The amount of outstanding CDs, therefore, remained the same.

Base money, defined as the sum of currency in circulation and the current account balances of the commercial banks at the Bank, increased by NAf.85.0 million in July 2011. This growth was due to a rise of NAf.88.8 million in the current account balances of the commercial banks and a decrease of NAf.3.8 million in the value of currency in circulation.

The rise in the current account balances of the commercial banks was mainly due to the net sale of foreign exchange, explaining the increase of NAf.100.7 million in the item “Official reserves” on the assets side of the balance sheet.

The item “Gold” on the assets side of the balance sheet has risen by NAf.92.6 million as a result of the higher market value at the balance sheet date, compared to the end of June 2011.

¹ Certificates of deposit

The increase in the item “Capital and reserves” on the liabilities side of the balance sheet is a direct result of the increased market value of gold.

The item "Securities and loans" on the assets side of the balance sheet fell by NAf.20.1 million. A bond, which was taken over by the Netherlands as part of the debt relief program, matured on July 23, 2011.

Finally, the item “Liabilities to other sectors” declined by NAf.14.5 million. This decline was due mainly to a drop in the item “ Deposits of other residents” by NAf.21.4 million as a result of transactions by USONA².

Willemstad, September 28, 2011

Centrale Bank van Curaçao en Sint Maarten

² USONA is the foundation that approves and funds development projects.