

Condensed Balance Sheet  
CENTRALE BANK VAN CURAÇAO EN SINT MAARTEN

**June 2013**

(millions of NAf)

Assets	30-Jun-13	Difference compared to		Liabilities	30-Jun-13	Difference compared to	
		31-May-13				31-May-13	
<b>Claims on nonresidents</b>	<b>3,027.3</b>	<b>-153.6</b>		<b>Liabilities to nonresidents</b>	<b>627.7</b>	<b>1.8</b>	
Gold	897.0	-152.4		Deposits of nonresidents in foreign currency	627.7	1.8	
Official reserves	1,988.3	14.0					
Securities and loans	142.0	-15.2					
<b>Domestic assets</b>	<b>496.7</b>	<b>14.4</b>		<b>Domestic liabilities</b>	<b>2,079.2</b>	<b>8.5</b>	
				<b>Currency in circulation</b>	<b>387.0</b>	<b>0.9</b>	
<b>Claims on the government</b>	<b>0.3</b>	<b>0.1</b>		<b>Government deposits</b>	<b>130.9</b>	<b>-0.1</b>	
Government paper in portfolio	0.3	0.1		Government of Curacao	56.5	-0.6	
Government agencies and institutions	0.0	0.0		Government of Sint Maarten	0.1	0.0	
Other	0.0	0.0		Former Central Government	73.9	0.5	
				Government agencies and institutions	0.4	0.0	
<b>Claims on deposit money banks</b>	<b>8.8</b>	<b>5.0</b>		<b>Liabilities to deposit money banks</b>	<b>1,283.8</b>	<b>5.0</b>	
Current account balances	8.8	5.0		Current account balances	224.6	-16.8	
				Certificates of Deposit	37.0	10.0	
				Required reserves	1,022.2	11.8	
<b>Claims on other sectors</b>	<b>487.6</b>	<b>9.4</b>		<b>Liabilities to other sectors</b>	<b>277.5</b>	<b>2.7</b>	
Other assets	487.6	9.4		Deposits of other residents	174.1	-4.6	
				Other liabilities	103.4	7.3	
				<b>Capital and reserves</b>	<b>817.2</b>	<b>-149.5</b>	
<b>Total assets</b>	<b>3,524.0</b>	<b>-139.2</b>		<b>Total liabilities</b>	<b>3,524.0</b>	<b>-139.2</b>	

During the month of June 2013, the Bank continued its monetary policy aimed at a tightening of the surplus in the money market. The percentage of the reserve requirement, the main instrument, was increased by 0.25 percentage point to 16.00%. This instrument aims at influencing the liquidity of the commercial banks and, hence, the growth in credit extension. Due to the increase in the reserve requirement percentage, the amount of required reserves expanded by NAf.11.8 million. Furthermore, the Bank auctioned Certificates of Deposit (CDs) in order to reduce the liquidity in the money market. Therefore, the amount of outstanding CDs rose by NAf.10.0 million.

Base money<sup>1</sup> dropped by NAf.15.9 million, due to a decline in the current account balances of the commercial banks at the Bank (NAf.16.8 million). The decline in the current account balances of the commercial banks was the result of, among other things, the rise in the required reserves and the purchase of CDs. Also, the commercial banks purchased government bonds that were held by the Bank. The latter also explains the decline in the item "Securities and loans" on the assets side of the balance sheet. The net sale of foreign exchange by the commercial banks to the Bank partly offset the decline in the current account balances of the commercial banks.

<sup>1</sup> The sum of currency in circulation and the current account balances of the commercial banks at the Bank.

In June 2013, the item "Claims on other sectors" on the assets side of the balance sheet increased by NAf.9.4 million as the Bank purchased debt securities that were issued by the Sint Maarten Harbour Finance N.V. on the secondary market.

The item "Official reserves" rose by NAf.14.0 million, due mainly to the net sale of foreign exchange by the commercial banks, mitigated by the aforementioned purchase of debt securities issued by the Sint Maarten Harbour Finance N.V.

Finally, the item "Gold" on the assets side of the balance sheet decreased by NAf.152.4 million as a result of a lower market value at the balance sheet date, compared to the end of May 2013. The decrease in the item "Capital and reserves" on the liabilities side of the balance sheet was related to the decline in the market value of gold.

Willemstad, August 2, 2013

**Centrale Bank van Curaçao en Sint Maarten**