

Condensed Balance Sheet

CENTRALE BANK VAN CURAÇAO EN SINT MAARTEN

November 2010

(millions of NAf.)

Assets	30-Nov-10	Difference compared to 31-Oct-10	Liabilities	30-Nov-10	Difference compared to 31-Oct-10
Claims on nonresidents	2,971.9	-116.5	Liabilities to nonresidents	622.6	-81.2
Gold	761.9	0.0	Deposits of nonresidents in foreign currency	622.6	-81.2
Official reserves	2,210.1	-116.5			
Domestic assets	637.6	3.5	Domestic liabilities	2,254.0	-32.3
			Currency in circulation	360.7	0.3
Claims on the government	251.7	0.1	Government deposits	391.4	-62.4
Government paper in portfolio	251.4	0.0	Government of Curacao	245.7	-52.2
Government agencies and institutions	0.0	0.0	Government of Sint Maarten	0.0	0.0
Other	0.3	0.2	Former Central Government	113.0	-7.4
			Government agencies and institutions	32.7	-2.7
Claims on deposit money banks	4.6	0.6	Liabilities to deposit money banks	957.3	17.3
Current account balances	4.6	0.6	Current account balances	368.8	4.4
			Certificates of Deposit	64.0	0.0
			Required reserves	524.5	12.9
Claims on other sectors	381.3	2.8	Liabilities to other sectors	544.7	12.5
Other assets	381.3	2.8	Deposits of other residents	435.8	3.6
			Other liabilities	108.9	8.8
			Capital and reserves	732.9	0.4
Total assets	3,609.6	-113.0	Total liabilities	3,609.6	-113.0

During the month of November 2010, the Bank did not actively deploy its monetary policy instruments to influence the domestic money market. The reserve requirement, the main instrument that aims to influence commercial banks' liquidity and hence the growth in credit extension, remained unchanged at 7.75%. Nevertheless, the outstanding amount of required reserves increased by NAf.12.9 million because of an increase in domestic liabilities of the banks. On the biweekly CD¹ auctions, the Bank aimed only at the refinancing of maturing CDs. Therefore, the amount of outstanding CDs remained the same.

Base money, defined as the sum of banknotes in circulation and the current account balances of the commercial banks at the Bank, increased by NAf.4.1 million in November. This increase was mainly due to an increase in the current account balances.

The net position of the governments with the Bank deteriorated by NAf.62.5 million. This deterioration was the result of a decrease in government deposits because of transfers to accounts at the commercial banks. However, the increase in the current account balances of the commercial banks was limited, due mainly to the net purchase of foreign exchange by the banks.

The deposits of non-residents decreased by NAf.81.2 million. This decline was the result of the transfer of funds related to debt relief by the Dutch Ministry of Internal Affairs and Kingdom Relations to accounts at the Dutch central bank (DNB). This transfer, together

¹ Certificates of deposit

with the net purchase of foreign exchange by the commercial banks explain the drop of NAf.116.5 million in the item "Official reserves" on the assets side of the balance sheet.

Finally, the item "Liabilities to other sectors" increased by NAf.12.5 million, caused primarily by an increase of NAf.8.8 million in the item "Other liabilities." The latter was due largely to license fees collected by the Bank.

Willemstad, December 22, 2010

Centrale Bank van Curaçao en Sint Maarten