

Condensed Balance Sheet

CENTRALE BANK VAN CURAÇAO EN SINT MAARTEN

February 2014

(millions of NAf.)

Assets	Difference compared to		Liabilities	Difference compared to	
	28-Feb-14	31-Jan-14		28-Feb-14	31-Jan-14
Claims on nonresidents	3,359.2	138.4	Liabilities to nonresidents	541.3	7.6
Gold	998.2	56.8	Deposits of nonresidents in foreign currency	541.3	7.6
Official reserves	2,274.5	113.1			
Securities and loans	86.5	-31.6			
Domestic assets	490.4	3.1	Domestic liabilities	2,386.1	76.5
			Currency in circulation	406.7	1.1
Claims on the government	0.4	0.0	Government deposits	311.0	5.8
Government paper in portfolio	0.4	0.0	Government of Curacao	109.2	4.4
Government agencies and institutions	0.0	0.0	Government of Sint Maarten	0.1	0.0
Other	0.0	0.0	Former Central Government	76.0	1.4
			Government agencies and institutions	125.7	0.0
Claims on deposit money banks	0.0	0.0	Liabilities to deposit money banks	1,389.0	84.6
Current account balances	0.0	0.0	Current account balances	256.2	17.4
			Certificates of Deposit	40.0	26.0
			Required reserves	1,092.8	41.2
Claims on other sectors	490.0	3.1	Liabilities to other sectors	279.5	-15.0
Other assets	490.0	3.1	Deposits of other residents	184.9	-15.1
			Other liabilities	94.6	0.2
			Capital and reserves	922.1	57.4
Total assets	3,849.5	141.5	Total liabilities	3,849.5	141.5

During the month of February 2014, the Bank continued to auction Certificates of Deposit (CDs) in order to reduce the liquidity in the money market. Owing to increased appetite by the banks to subscribe, the amount of the outstanding CDs rose by NAf.26.0 million. By contrast, the percentage of the reserve requirement remained unchanged at 17.25%. Nevertheless, the outstanding amount of required reserves increased by NAf.41.2 million, due to a rise in the domestic liabilities of the commercial banks.

Base money¹ increased by NAf.18.5 million in February 2014, due mainly to a rise in the current account balances (NAf.17.4 million) of the commercial banks. This rise was due to, among other things, funds received from the Dutch State Treasury Agency (DSTA) for the repayment of matured debt securities taken over under the debt relief program and held in the portfolios of the commercial banks. In addition, the public pension fund of Curaçao, Algemeen Pensioenfonds, transferred funds from its account with the Bank to its account at a commercial bank. The increase in the outstanding amount of required reserves mitigated the rise in the current account balances of the commercial banks.

The item "Official reserves" on the assets side of the balance sheet increased by NAf.113.1 million, due mainly to the transfer of funds by the DSTA related to the repayment of

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

matured debt securities. As the Bank held some of these debt securities in its portfolio, the item “Securities and loans” dropped by NAf.31.6 million.

The item “Liabilities to other sectors” declined by NAf.15.0 million due to the decrease in the item “Deposits of other residents.” This decrease was the result of the aforementioned transfer by the Algemeen Pensioenfonds and a transfer by USONA² from its account at the Bank to a general contractor abroad related to the construction of the new hospital in Curaçao.

Finally, the item “Gold” on the assets side of the balance sheet increased by NAf.56.8 million as a result of a higher value at the balance sheet date, compared to the end of the January 2014. The increase in the item “Capital and reserves” on the liabilities side of the balance sheet was related to the rise in the market value of gold.

Willemstad, April 2, 2014

Centrale Bank van Curaçao en Sint Maarten

² USONA is the foundation that approves and funds development projects in Curaçao and Sint Maarten.