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## Central Bank Balance Sheet at end-July 2005

The following table shows the Central Bank of Iceland's Balance Sheet as at the end of July 2005 with comparative figures for the end of June 2005 and end of December 2004.

The Central Bank's foreign reserves decreased by 3.5 b.kr. to 58.8 b.kr. at the end of July (equivalent to 910 m. US dollars at the exchange rate at the end of the month). Treasury loan movements and exchange rate revaluation explain this decrease.

The króna appreciated by 0.6% in July.

Central Bank claims on deposit money banks decreased by 9.6 b.kr. in July and amounted to 20.4 b.kr. at the end of the month. Claims on other financial institutions increased by 1.2 b.kr. to 10.8 b.kr. at the end of the month.

Market value of listed securities in the Bank's portfolio was 2.1 b.kr. at the end of July.

Notes and coin in circulation increased by 0.8 b.kr. in July and have increased by 1.6 b.kr. so far this year.

Central Bank liabilities towards deposit money banks decreased by 3.8 b.kr. in July and amounted to 25 b.kr. at the end of the month.

Net deposits of central government decreased by 8.4 b.kr. during the month and stood at 15.9 b.kr. at the end of July.

Base money decreased by 2.9 b.kr. in July and amounted to 38.3 b.kr. at the end of the month.

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## Central Bank of Iceland Balance Sheet July 31, 2005

m.kr.	POSITION	POSITION	POSITION	CHANGE	
	31.12.04	30.06.05	31.07.05	in 2005	in July
<b>ASSETS:</b>	106,590.3	102,263.1	90,346.6	-16,243.7	-11,916.5
<b>Foreign assets:</b>	<b>65,709.2</b>	<b>62,621.0</b>	<b>59,065.4</b>	<b>-6,643.8</b>	<b>-3,555.6</b>
a. Gold .....	1,707.2	1,820.4	1,777.7	70.5	-42.7
b. SDR .....	7.5	2.8	2.8	-4.7	0.0
c. IMF reserve position .....	1,765.3	1,759.2	1,743.8	-21.5	-15.4
d. Foreign deposits .....	23,171.2	16,573.2	12,170.3	-11,000.9	-4,402.9
e. Foreign securities and treasury bills .....	38,909.7	42,231.6	43,139.7	4,229.9	908.0
f. Other foreign assets .....	148.2	233.7	231.1	82.9	-2.6
<b>Deposit money banks:</b>	<b>31,771.3</b>	<b>29,982.9</b>	<b>20,432.3</b>	<b>-11,339.0</b>	<b>-9,550.6</b>
a. Repurchase agreements .....	31,771.3	29,982.9	20,432.3	-11,339.0	-9,550.6
<b>Other financial institutions:</b>	<b>8,993.4</b>	<b>9,571.2</b>	<b>10,764.0</b>	<b>1,770.6</b>	<b>1,192.9</b>
a. Listed securities .....	3,231.6	2,209.7	2,056.1	-1,175.5	-153.5
b. Repurchase agreements .....	5,761.8	7,361.5	8,707.9	2,946.1	1,346.4
<b>Central government:</b>	<b>32.3</b>	<b>0.0</b>	<b>0.0</b>	<b>-32.3</b>	<b>0.0</b>
a. Listed government bonds .....	32.3	0.0	0.0	-32.3	0.0
<b>Other assets</b>	<b>84.0</b>	<b>88.0</b>	<b>84.9</b>	<b>0.9</b>	<b>-3.1</b>
<b>LIABILITIES:</b>	106,590.3	102,263.1	90,346.6	-16,243.7	-11,916.5
<b>Foreign short-term liabilities</b>	<b>142.3</b>	<b>263.5</b>	<b>467.2</b>	<b>324.9</b>	<b>203.7</b>
<b>Counterpart to IMF deposits</b>	<b>1,560.7</b>	<b>1,553.4</b>	<b>1,539.7</b>	<b>-20.9</b>	<b>-13.6</b>
<b>Notes and coin</b>	<b>11,632.3</b>	<b>12,422.5</b>	<b>13,256.5</b>	<b>1,624.2</b>	<b>834.1</b>
<b>Deposit money banks:</b>	<b>26,925.8</b>	<b>28,815.3</b>	<b>25,046.4</b>	<b>-1,879.4</b>	<b>-3,768.9</b>
a. Deposits .....	22,519.0	21,824.0	21,882.4	-636.6	58.5
b. Collateral deposits for RTGS system .....	2.9	0.0	0.0	-2.9	0.0
c. Certificates of deposit .....	4,403.8	6,991.4	3,164.0	-1,239.8	-3,827.4
<b>Other financial institutions:</b>	<b>13,680.8</b>	<b>87.0</b>	<b>87.0</b>	<b>-13,593.7</b>	<b>0.0</b>
a. Deposits .....	13,680.8	87.0	87.0	-13,593.7	0.0
<b>Central government:</b>	<b>17,814.8</b>	<b>24,263.8</b>	<b>15,856.2</b>	<b>-1,958.6</b>	<b>-8,407.6</b>
a. Treasury current account .....	16,256.8	22,618.6	14,273.1	-1,983.6	-8,345.5
b. Government institutions .....	519.4	522.4	659.8	140.4	137.4
c. Foreign exchange deposits .....	1,038.6	1,122.8	923.3	-115.3	-199.5
<b>Other liabilities</b>	<b>635.5</b>	<b>656.4</b>	<b>644.0</b>	<b>8.4</b>	<b>-12.4</b>
<b>Estimated net income before tax</b>	<b>.</b>	<b>3.2</b>	<b>-748.6</b>	<b>-748.6</b>	<b>-751.8</b>
Exchange rate gain/loss for the year	.	-61.8	-510.8	-510.8	-449.0
Estimated operating profit	.	64.9	-237.8	-237.8	-302.8
<b>Capital and reserves</b>	<b>34,198.2</b>	<b>34,198.2</b>	<b>34,198.2</b>	<b>-</b>	<b>-</b>
<b>Memorandum items</b>					
External reserve (foreign assets, items a.-e.) .....	65,561.0	62,387.3	58,834.3	-6,726.7	-3,553.1
External position, net .....	65,418.7	62,123.8	58,367.1	-7,051.6	-3,756.7
Net deposits of central government .....	17,782.4	24,263.8	15,856.2	-1,926.2	-8,407.6
Other claims, total .....	40,848.7	39,642.1	31,281.2	-9,567.5	-8,360.9
Base money .....	38,558.1	41,237.8	38,303.0	-255.1	-2,934.8