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## Central Bank Balance Sheet at end-May 2006

The following table shows the Central Bank of Iceland's Balance Sheet as at the end of May 2006 with comparative figures for the end of April 2006 and end of December 2005.

The Central Bank's foreign exchange reserves increased by 4.2 b.kr. to 70.4 b.kr. at the end of May (equivalent to 984 m. US dollars at the exchange rate at the end of the month). Treasury loan movements and regular Central Bank purchases of foreign currency in the domestic interbank market and explain the increase in foreign reserves.

The króna appreciated by 1.3% in May against the exchange rate basket.

Central Bank claims on deposit money banks decreased by 0.9 b.kr. in May and amounted to 85.1 b.kr. at the end of the month.

Claims on other financial institutions increased by 1.8 b.kr. to 16.4 b.kr. at the end of the month.

Market value of listed securities in the Bank's portfolio was 1.6 b.kr. at the end of May.

Central Bank liabilities towards deposit money banks increased by 5.3 b.kr. in May and amounted to 35.2 b.kr. at the end of the month.

Net deposits of central government increased by 1.6 b.kr. during the month and stood at 78.5 b.kr. at the end of May.

Base money increased by 5.7 b.kr. in May and amounted to 48.6 b.kr. at the end of the month.

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## Central Bank of Iceland Balance Sheet May 31, 2006

m.kr.	POSITION	POSITION	POSITION	CHANGE	
	31.12.05	30.04.06	31.05.06	in 2006	in May
<b>ASSETS</b>	162,294.3	172,285.5	177,319.5	15,025.2	5,034.0
<b>Foreign assets</b>	<b>67,505.5</b>	<b>66,444.2</b>	<b>70,659.2</b>	<b>3,153.6</b>	<b>4,215.0</b>
a. Gold .....	2,073.5	3,084.4	3,003.0	929.5	-81.4
b. SDR .....	2.9	11.3	6.7	3.8	-4.6
c. Currency balance with the IMF .....	1,678.1	2,043.5	1,992.3	314.3	-51.1
d. Foreign deposits .....	21,048.7	8,784.6	15,681.1	-5,367.6	6,896.5
e. Foreign securities .....	42,474.7	52,290.3	49,747.8	7,273.1	-2,542.4
f. Other foreign assets .....	227.6	230.1	228.3	0.6	-1.8
<b>Deposit money banks</b>	<b>77,772.0</b>	<b>86,024.7</b>	<b>85,134.6</b>	<b>7,362.5</b>	<b>-890.2</b>
a. Repurchase agreements .....	77,772.0	86,024.7	85,134.6	7,362.5	-890.2
<b>Other financial institutions</b>	<b>11,902.1</b>	<b>14,576.7</b>	<b>16,410.5</b>	<b>4,508.4</b>	<b>1,833.7</b>
a. Listed securities .....	1,832.1	1,572.8	1,583.1	-249.1	10.2
b. Repurchase agreements .....	10,070.0	13,003.9	14,827.4	4,757.4	1,823.5
<b>Other assets</b>	<b>188.5</b>	<b>313.8</b>	<b>189.3</b>	<b>0.7</b>	<b>-124.5</b>
<b>Real estate and liquid assets</b>	<b>4,926.1</b>	<b>4,926.1</b>	<b>4,926.1</b>	-	-
<b>LIABILITIES</b>	162,294.3	172,285.5	177,319.5	15,025.2	5,034.0
<b>Foreign short-term liabilities</b>	<b>149.7</b>	<b>201.8</b>	<b>189.5</b>	<b>39.8</b>	<b>-12.3</b>
<b>Counterpart to IMF deposits</b>	<b>1,484.1</b>	<b>1,807.4</b>	<b>1,762.3</b>	<b>278.2</b>	<b>-45.1</b>
<b>Notes and coin</b>	<b>13,201.9</b>	<b>12,979.2</b>	<b>13,395.3</b>	<b>193.4</b>	<b>416.2</b>
<b>Deposit money banks</b>	<b>34,250.1</b>	<b>29,892.7</b>	<b>35,221.0</b>	<b>970.9</b>	<b>5,328.3</b>
a. Deposits .....	31,956.0	29,091.3	34,069.3	2,113.3	4,978.0
c. Certificates of deposit .....	2,294.1	801.4	1,151.7	-1,142.4	350.3
<b>Other financial institutions</b>	<b>145.0</b>	<b>146.7</b>	<b>184.3</b>	<b>39.3</b>	<b>37.6</b>
a. Deposits .....	145.0	146.7	184.3	39.3	37.6
<b>Central government</b>	<b>75,915.6</b>	<b>76,933.3</b>	<b>78,506.6</b>	<b>2,591.1</b>	<b>1,573.3</b>
a. Treasury current account .....	33,572.6	40,668.3	40,851.2	7,278.6	182.9
b. Government institutions, current accounts .....	371.4	451.9	378.7	7.3	-73.2
c. Treasury foreign exchange deposits .....	9,112.6	3,527.4	4,688.2	-4,424.5	1,160.8
d. Bonds .....	32,858.9	32,285.7	32,588.6	-270.3	302.9
<b>Other liabilities</b>	<b>778.1</b>	<b>1,724.8</b>	<b>721.9</b>	<b>-56.2</b>	<b>-1,002.9</b>
<b>Estimated net income before contribution to the Treasury</b>	<b>0.0</b>	<b>12,229.7</b>	<b>10,968.7</b>	<b>10,968.7</b>	<b>-1,261.0</b>
Foreign exchange gain/-loss for the year .....	.	11,909.0	10,536.6	10,536.6	-1,372.4
Estimated operating profit .....	.	320.8	432.1	432.1	111.4
<b>Capital and reserves</b>	<b>36,369.8</b>	<b>36,369.8</b>	<b>36,369.8</b>	-	-
<b>Memorandum items</b>					
Foreign exchange reserves (foreign assets, items a.-e.) .....	67,277.9	66,214.1	70,430.9	3,153.0	4,216.8
Net foreign exchange reserves .....	67,128.3	66,012.3	70,241.4	3,113.1	4,229.1
Net central government deposits .....	75,915.6	76,933.3	78,506.6	2,591.1	1,573.3
Other claims, total .....	89,862.7	100,915.2	101,734.3	11,871.6	819.0
Base money .....	47,452.0	42,871.9	48,616.4	1,164.3	5,744.5