



**24 September 2008**

Ref.: 2008-29E

## Swap lines with the Federal Reserve

Today, the Federal Reserve, the Reserve Bank of Australia, Danmarks Nationalbank, Norges Bank and Sveriges Riksbank are announcing the establishment of temporary reciprocal currency arrangements (swap lines) to address elevated pressures in U.S. dollar short-term funding markets. These facilities, like those already in place with other central banks, are designed to improve liquidity conditions in global financial markets. Central banks continue to work together during this period of market stress and are prepared to take further steps as the need arises.

### **Danmarks Nationalbank action**

The Federal Reserve and Danmarks Nationalbank have agreed on a swap facility amounting to 5 billion dollar which will expire on 30 January 2009.

On this basis Danmarks Nationalbank will auction US dollar liquidity on Friday 26 September 2008 with settlement on Tuesday 30 September 2008. The maturity of the loans is 28 days and the loans will be provided against Nationalbanken's eligible collateral. A maximum amount of 5 billion dollars will be offered at the auction. Danmarks Nationalbank will monitor the need for additional US dollar auctions.

Further information on the US dollar auction and the tender procedure will be published later today on [www.nationalbanken.dk](http://www.nationalbanken.dk).

Enquiries can be directed to Karsten Bilstoft on phone +45 33 63 60 21.

For further information please see:

[www.federalreserve.gov](http://www.federalreserve.gov)

[www.rba.gov.au](http://www.rba.gov.au)

[www.norges-bank.no](http://www.norges-bank.no)

[www.riksbank.se](http://www.riksbank.se)

