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FOREIGN EXCHANGE AND LIQUIDITY AND MONTHLY BALANCE SHEET, JANUARY 2015

THE FOREIGN-EXCHANGE RESERVE

In January 2015 the foreign-exchange reserve increased by kr. 106.6 billion to kr. 564.1 billion. The increase reflects Danmarks Nationalbank's net purchase of foreign exchange for kr. 106.5 billion, and the central government's net borrowing of foreign debt for kr. 0.1 billion, cf. table 1.

In January, Danmarks Nationalbank's net purchase of foreign exchange due to intervention in the foreign-exchange market amounted to kr. 106.3 billion.

DANMARKS NATIONALBANK'S NET FOREIGN-EXCHANGE
PURCHASES AND THE CHANGE IN THE FOREIGN-EXCHANGE RESERVE – TABLE 1

Kr. billion	January 2015
Danmarks Nationalbank's interventions* to purchase foreign exchange, net	106.3
Other**	0.2
Danmarks Nationalbank's net foreign-exchange purchases	106.5
The central government's net foreign borrowing***	0.1
Change in the foreign-exchange reserve	106.6

Note: Details may not add because of rounding. All transactions as per settlement date.

* Intervention takes place when Danmarks Nationalbank purchases and sells foreign exchange for Danish kroner in the foreign-exchange market in order to stabilise the exchange rate.

** Comprises e.g. interest accrued on the foreign-exchange reserve, the central government's net payments in foreign exchange, and changes in the banks' deposits in euro-denominated accounts at Danmarks Nationalbank.

*** Including net payments to the central government in foreign exchange as a result of currency swaps.

VALUE ADJUSTMENT OF THE FOREIGN-EXCHANGE RESERVE FOR 2014

Danmarks Nationalbank has undertaken a value adjustment of the foreign-exchange reserve. The adjustment has led to net write-up of the foreign-exchange reserve by kr. 10.8 billion, so that at the end of 2014 the foreign-exchange reserve was kr. 457.6 billion.

DEVELOPMENT IN LIQUIDITY

In January the central government's net financing requirement amounted to kr. -6.0 billion, cf. table 2.

The net position of the banks and mortgage-credit institutes vis-à-vis Danmarks Nationalbank increased by kr. 83.7 billion in January, to an outstanding amount of kr. 203.7 billion. In January, Danmarks Nationalbank's net foreign-exchange purchases increased the net position by kr. 106.5 billion.

IMPACT OF VARIOUS FACTORS ON THE NET POSITION OF THE BANKS
AND MORTGAGE-CREDIT INSTITUTES VIS-À-VIS DANMARKS NATIONALBANK – TABLE 2

Kr. billion	January 2015
The central government's net financing	-6.0
Redemption on domestic central-government debt*	0.0
Other**	-7.7
The central government's gross domestic financing requirement	-13.7
The central government's gross domestic borrowing***	9.5
The central government's liquidity impact	-23.2
Danmarks Nationalbank's net foreign-exchange purchases	106.5
Danmarks Nationalbank's net bond purchases	-0.9
Other factors****	1.4
Change in net position	83.7

Note: Details may not add because of rounding. All transactions as per settlement date.

* Including krone-denominated payments by the central government in currency swaps.

** Comprises, *inter alia*, net bond purchases by the Social Pension Fund, the High-Technology Foundation and the Financing Fund for increased distributions from the Danish National Research Foundation.

*** Gross long-term borrowing, net short-term borrowing and krone-denominated payments to the central government in currency swaps.

**** Comprises e.g. changes in banknotes and coins in circulation.

DANMARKS NATIONALBANK'S INTEREST RATES

Since 6 July 2012 the discount rate has been 0.00 per cent, since 1 June 2012 the current-account interest rate has been 0.00 per cent, since 20 January 2015 the lending rate has been 0.05 per cent and since 30 January 2015 the rate of interest on certificates of deposit has been -0.50 per cent.

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BALANCE SHEET OF DANMARKS NATIONALBANK 31 JANUARY 2015

Assets	2015	2014	2014
1000 kr.	31/01	31/12	31/01
Stock of gold	15,707,167	13,914,740	13,914,740
Foreign assets	530,264,498	417,885,541	442,387,128
Claims on the International Monetary Fund	19,542,605	18,323,523	20,016,793
Claims related to banks' and mortgage credit institutes' TARGET accounts in ECB	32,369	432,592	680,524
Monetary-policy lending	1,639,769	35,039,474	11,296,598
Other lending	3,392,233	2,544,286	2,781,369
<i>Banks⁽¹⁾</i>	<i>3,352,829</i>	<i>2,504,261</i>	<i>2,735,515</i>
<i>Misc. loans</i>	<i>39,404</i>	<i>40,025</i>	<i>45,854</i>
Domestic bonds	32,766,802	33,854,411	30,447,758
Shares etc.	802,211	802,211	1,064,711
Tangible and intangible fixed assets	754,290	775,889	732,710
Other assets	2,079,332	2,865,610	9,890,801
	606,981,276	526,438,277	533,213,132

1) Including loans financing decentralised banknote holdings.

Liabilities	2015	2014	2014
1000 kr.	31/01	31/12	31/01
Banknotes	59,339,264	61,459,517	58,172,060
Coins	5,877,421	5,877,858	5,812,895
Monetary-policy deposits	205,388,398	155,078,316	196,373,709
<i>Net current accounts</i>	<i>30,797,398</i>	<i>30,306,316</i>	<i>65,467,709</i>
<i>Certificates of deposit</i>	<i>174,591,000</i>	<i>124,772,000</i>	<i>130,906,000</i>
Other deposits	10,688,960	8,467,155	8,969,567
<i>Deposits related to banks' and mortgage credit</i>	<i>32,369</i>	<i>432,592</i>	<i>680,524</i>
<i>institutes' TARGET accounts in ECB</i>			
<i>Other deposits from banks' and</i>	<i>145</i>	<i>394</i>	<i>502</i>
<i>mortgage credit institutes'</i>			
<i>Misc. deposits</i>	<i>10,656,446</i>	<i>8,034,169</i>	<i>8,288,541</i>
Central government	236,559,727	213,099,438	179,608,214
Foreign liabilities	1,388,319	3,352,017	658,132
Counterpart of Special Drawing Rights allocated by the IMF (SDR)	13,575,439	12,773,407	12,773,407
Other liabilities	11,203,859	3,370,680	142,684
Capital and reserves	62,959,889	62,959,889	70,702,464
	606,981,276	526,438,277	533,213,132