

**EXCHANGE STABILIZATION FUND**  
**STATEMENT OF FINANCIAL POSITION**  
**As of February 28, 2021**

**ASSETS**

<i>Fund Balance with Treasury</i>	(Note 1)		\$	1,689,003,802.80
<i>Special Drawing Rights</i>				
Special Drawing Rights Holdings		\$	52,913,225,556.74	
Accrued interest receivable on Special Drawing Rights holdings			3,237,128.41	
<i>Total Special Drawing Rights</i>				52,916,462,685.15
<i>US Government Securities</i>				
Investments in US Government Securities			11,159,197,919.19	
Accrued interest receivable on U.S. Gov't Securities			24,798.21	
<i>Total US Government Securities</i>				11,159,222,717.40
<i>Economic Recovery Program- Investments and Other</i>	(Note 2)			
Corporate Credit Facilities (CCF)			13,881,015,624.59	
Municipal Liquidity Facility (MLF)			6,276,224,226.13	
Main Street Loan Program (MSLP)			16,572,054,710.63	
Term Asset-Backed Securities Loan Facility (TALF)			3,549,072,972.65	
Commercial Paper Funding Facility (CPFF)			10,000,000,000.00	
Money Market Mutual Fund Liquidity Facility (MMLF), including accrued facility fee			1,618,699,038.33	
<i>Total Economic Recovery Programs- Investments and Other</i>				51,897,066,572.33
<i>Economic Recovery Program- Loans Receivable</i>	(Note 3)			
Passenger Air Carriers			1,855,965,474.16	
Cargo Air Carriers			21,705,755.34	
National Security and Defense Businesses (NSD)			589,596,399.95	
<i>Total Economic Recovery Program- Loans Receivable</i>				2,467,267,629.45
<i>European Euros</i>	(Note 4)			
Deposits with Official Institutions			1,829,131,388.11	
Securities:				
Held outright			11,154,862,741.46	
Accrued interest receivable on Euro investments			60,492,450.83	
<i>Total European Euros</i>				13,044,486,580.40
<i>Japanese Yen</i>	(Note 4)			
Deposits with Official Institutions			8,163,382,843.76	
Securities			601,264,227.52	
Accrued interest on Yen investments			981,037.12	
<i>Total Japanese Yen</i>				8,765,628,108.40
<b>TOTAL ASSETS</b>			\$	<u>141,939,138,095.93</u>

**LIABILITIES AND CAPITAL**

**Liabilities**

Special Drawing Rights Certificates		\$	5,200,000,000.00	
Special Drawing Rights Allocations			50,828,799,923.73	
Accrued charges payable on SDR Allocations			3,376,797.17	
Debt, including accrued interest payable	(Note 5)		26,787,566,983.30	
Other Liabilities			833,619.60	
<b>TOTAL LIABILITIES</b>	(Note 6, 7)		\$	82,820,577,323.80

**Capital**

Initial Appropriated Capital Account			200,000,000.00	
Additional Appropriated Capital Account			19,472,969,321.76	
Retained Earnings			39,445,591,450.37	
<b>TOTAL CAPITAL</b>			\$	59,118,560,772.13

<b>TOTAL LIABILITIES AND CAPITAL</b>			\$	<u>141,939,138,095.93</u>
--------------------------------------	--	--	----	---------------------------

**EXCHANGE STABILIZATION FUND**  
**STATEMENT OF INCOME**  
**For the Current Month and Fiscal Year Periods Ending February 28, 2021**

<b>INCOME and EXPENSE</b>	<b>Current Month</b>	<b>Fiscal Year</b>
<i>Special Drawing Rights</i>		
Net interest (charges) on Special Drawing Rights	127,589.98	752,785.21
Net gain (loss) on SDR valuation	(2,215,893.32)	45,710,077.15
 <i>U.S. Government securities</i>		
Interest earned on U.S. Government Securities	331,683.73	3,436,638.72
 <i>Foreign Exchange</i>		
Interest earned (incurred) on Foreign Currency Denominated Assets	(3,414,182.79)	(17,725,107.88)
Net gain (loss) on Sales of Investment Securities and Foreign Currency Denominated Assets	(7,392.03)	(23,674.98)
Net gain (loss) on Foreign Exchange valuation (Note 8)	(212,856,001.29)	311,531,276.57
Other	(2,769.76)	(14,588.20)
 <i>Economic Recovery Programs</i>		
Appropriation Revenue	764,624.25	6,439,835.37
Administrative Expense (Note 9)	(764,624.25)	(6,844,169.83)
MMLF Facility Fee	-	-
Interest Subsidy Amortization	-	-
Subsidy expense	-	-
Net Financing cost	(72,248,360.96)	(1,414,352,916.15)
<b>Net Income (Net Cost)</b>	<b>\$ (290,285,326.44)</b>	<b>\$ (1,071,089,844.02)</b>

**EXCHANGE STABILIZATION FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Current Month and Fiscal Year Periods Ending February 28, 2021**

1. Fund Balance with Treasury (FBWT) consists of the \$500.0 billion appropriation from the Coronavirus Aid, Relief, and Economic Security Act (CARES Act) enacted on March 27, 2020 as Pub. Law 116-136, minus \$19.3 billion used to finance the credit subsidy cost of the CARES Act investments and loans (refer to Notes 2 & 3 ) and minus \$479.0 billion of funds rescinded as directed by the December 27, 2020, Consolidated Appropriations Act, 2021. The remaining \$1.7 billion in FBWT primarily represents the projected subsidy that will be needed to support loans committed as of February 28, 2021.
2. As of February 28, 2021, Treasury had made investments in six economic recovery programs with the Federal Reserve Banks of New York and Boston. Investments are reported at cost. Under one of these investments, the Market Mutual Fund Liquidity Facility (MMLF) Credit Support Agreement, Treasury accrues facility fees from the Federal Reserve Bank of Boston. The Commercial Paper Funding Facility (CPFF) & MMLF programs are set to expire on March 31, 2021.
3. The ESF has made economic recovery program loans using CARES Act appropriated funds and borrowings. Loan receivables are reported at cost.
4. The ESF carries several long-term instruments in its portfolio. Some of these instruments may have been purchased at a premium and others may have been purchased at a discount. These instruments are reported at cost. Cost is reflected as a face amount paid for the instrument plus any unamortized premium paid and less any unaccreted discount received. Premiums (that are amortized) and discounts (that accrete) are allocated to expense (amortization expense) and revenue, respectively, over the life of the instrument.
5. Debt represents borrowings from Treasury through the Bureau of Fiscal Service (BFS) that are used, along with the appropriated fund balance, to fund the economic recovery program investments and loans authorized under the CARES Act. Collections from investments and cash collected from loan repayments are used to repay debt. The balances at the end of February 2021 are \$13.3 billion for the Corporate Credit Facilities (CCF), \$6.5 billion for the Municipal Liquidity Facility (MLF), and \$3.5 billion for the Term Assets Lending Facility (TALF). The balances of the loan programs are \$1.7 billion for Passenger Air Carriers, \$18 million for Cargo Air Carriers and \$335 million for the National Security and Defense Businesses (NSD).
6. The ESF has an exchange stabilization agreement with Mexico for \$9 billion; this agreement was modified and renewed in November 2020 for an additional year. No drawings are outstanding under this agreement. The U.S. Department of the Treasury and the Ministry of Finance and Economic Planning of the Government of the Republic of Sudan entered into a Memorandum of Understanding on January 6, 2021, as amended and restated as of March 11, 2021, setting forth mutual understandings as to the provision of a same-day bridge financing facility to enable the Government of Sudan to clear its arrears to the International Development Association. The U.S. Department of the Treasury executed the same-day bridge facility on March 25, 2021.
7. In fiscal year 2020, Treasury had signed LLC Agreements with the Federal Reserve Bank of New York and the Federal Reserve Bank of Boston to provide investments in the special purpose vehicles (SPVs) for the Main Street Loan Program (MSLP), CCF, TALF and MLF. Under the LLC Agreements, which were amended in December 2020 consistent with the Consolidated Appropriations Act, 2021, enacted on December 29, 2020, there are no remaining outstanding commitments to these SPVs. All excess funds have subsequently been returned to Treasury.

In fiscal year 2020, Treasury had also signed LLC Agreements with the Federal Reserve Banks to provide investments financed using the ESF's core (non-CARES Act) funds in the MMLF (\$10 billion) and the CPFF (\$10 billion). The MMLF and CPFF will cease extending credit and purchasing commercial paper, respectively, on March 31, 2021. Following such terminations, funds will be distributed to Treasury in accordance with the terms of the agreements governing Treasury's support for the facilities. Treasury had agreed to provide up to \$19.2 billion in loans to Large Passenger Air Carriers and \$0.7 billion under the NSD.
8. Foreign currency denominated assets and liabilities are revalued daily -- and reported monthly -- to reflect fluctuations in market exchange rates. These fluctuations in market exchange rates are reported in the Statement of Income as "Net gain (loss) on valuation." This gain or loss is unrealized to the Exchange Stabilization Fund until such time as the Fund sells the currency.
9. Up to \$100 million of the funds appropriated by the CARES Act to the ESF is authorized to make payments for administrative expenses incurred in connection with loans, loan guarantees, and other investments authorized under the CARES Act.