

**DEPARTMENT OF THE TREASURY  
EXCHANGE STABILIZATION FUND  
BALANCE SHEET**

		<u>As of January 31,</u>
		<u>2023</u>
(In Whole Dollars)		
<b>Assets</b>		
<b>Intra-Governmental</b>		
Fund Balance with Treasury	Note 1	\$ 318,809,186.87
Nonmarketable U.S. Treasury Securities		16,760,138,949.85
Interest Receivable - Loans and Other Funds		635,680.55
<b>Total Intra-Governmental</b>		<b><u>17,079,583,817.27</u></b>
<b>Other Than Intra-Governmental</b>		
Foreign Currency and Other Monetary Assets		
Foreign Currency and Foreign Currency Denominated Assets	Note 3	14,457,727,874.09
Special Drawing Right Holdings and Related Interest Receivable	Note 2	164,516,067,049.85
Loans Receivable, Net	Note 4	998,667,347.35
Investments in Special Purpose Vehicles	Note 5	15,298,694,512.03
Other Investments, Net	Note 3	3,996,864,096.55
<b>Total Other Than Intra-Governmental</b>		<b><u>199,268,020,879.87</u></b>
<b>Total Assets</b>		<b><u>\$ 216,347,604,697.14</u></b>
<b>Liabilities:</b>		
<b>Intra-Governmental</b>		
Debt	Note 6	\$ 16,943,828,121.45
Due to the General Fund		6,399,532.63
Other Liabilities		187,323,599.32
<b>Total Intra-Governmental</b>		<b><u>17,137,551,253.40</u></b>
Special Drawing Right Certificates Issued to Federal Reserve Banks		5,200,000,000.00
Special Drawing Right Allocations and Related Interest Payable		156,010,008,334.50
Other		746,171.97
<b>Total Other Than Intra-Governmental</b>		<b><u>161,210,754,506.47</u></b>
<b>Total Liabilities</b>	Note 7	<b><u>\$ 178,348,305,759.87</u></b>
Commitments and Contingencies		
<b>Net Position:</b>		
Unexpended Appropriations		
Funds from Dedicated Collections (Consolidated)		\$ 200,000,000.00
Funds from Other than Dedicated Collections (Consolidated)		231,595,189.03
<b>Total Unexpended Appropriations</b>		<b><u>431,595,189.03</u></b>
<b>Cumulative Results of Operations</b>		
Funds from Dedicated Collections (Consolidated)		38,321,083,641.06
Funds from Other than Dedicated Collections (Consolidated)		(753,379,892.82)
<b>Total Cumulative Results of Operations</b>		<b><u>37,567,703,748.24</u></b>
<b>Total Net Position</b>		<b><u>\$ 37,999,298,937.27</u></b>
<b>Total Liabilities and Net Position</b>		<b><u>\$ 216,347,604,697.14</u></b>

See accompanying notes to financial statements.

DEPARTMENT OF THE TREASURY  
EXCHANGE STABILIZATION FUND  
STATEMENTS OF NET COST

As of January 31, 2023

(In Whole Dollars)

**STRATEGIC GOAL: EXCHANGE STABILIZATION**

**Gross Cost**

Interest Expense on Special Drawing Rights and Remuneration  
International Monetary Fund Annual Assessment and Other  
Losses on Currency Valuation and Other  
Special Drawing Rights Allocations-loss  
Total Losses on Currency Valuation and Other

**Total Gross Cost**

**Less Earned Revenue**

Interest Income  
Nonmarketable U.S. Treasury Securities  
Foreign Currency and Foreign Currency Denominated Assets  
Special Drawing Rights Holdings  
Other Investments  
Total Interest Income  
Gains on Currency Valuation and Other  
Special Drawing Rights Holdings  
Other Investment-gain  
Foreign Currency and Foreign Currency Denominated Assets  
Total Gains on Currency Valuation and Other

**Total Earned Revenue**

**Total Net Cost (Income) of Operations – Exchange Stabilization**

	As of January 31, 2023	
	Month	Fiscal Year
	\$	\$
Interest Expense on Special Drawing Rights and Remuneration	407,664,162.22	1,379,492,379.10
International Monetary Fund Annual Assessment and Other	2,768.00	9,737.67
Losses on Currency Valuation and Other		
Special Drawing Rights Allocations-loss	2,036,993,592.32	7,901,963,781.63
Total Losses on Currency Valuation and Other	2,036,993,592.32	7,901,963,781.63
<b>Total Gross Cost</b>	<b>\$ 2,444,660,522.54</b>	<b>\$ 9,281,465,898.40</b>
<b>Less Earned Revenue</b>		
Interest Income		
Nonmarketable U.S. Treasury Securities	\$ (63,627,077.66)	\$ (225,227,529.76)
Foreign Currency and Foreign Currency Denominated Assets	(11,603,341.85)	(32,112,909.50)
Special Drawing Rights Holdings	(429,292,716.70)	(1,447,292,245.02)
Other Investments	(152,236.51)	(567,138.93)
Total Interest Income	(504,675,372.72)	(1,705,199,823.21)
Gains on Currency Valuation and Other		
Special Drawing Rights Holdings	(2,142,786,578.56)	(8,292,498,757.98)
Other Investment-gain	(104,187,201.42)	(378,786,492.49)
Foreign Currency and Foreign Currency Denominated Assets	(195,756,161.11)	(1,430,654,748.20)
Total Gains on Currency Valuation and Other	(2,442,729,941.09)	(10,101,939,998.67)
<b>Total Earned Revenue</b>	<b>\$ (2,947,405,313.81)</b>	<b>\$ (11,807,139,821.88)</b>
<b>Total Net Cost (Income) of Operations – Exchange Stabilization</b>	<b>\$ (502,744,791.27)</b>	<b>\$ (2,525,673,923.48)</b>

Note 8

**STRATEGIC GOAL: ECONOMIC RECOVERY**

**Gross Cost**

Interest Expense on Debt  
Administrative Expenses

**Total Gross Cost**

**Less: Earned Revenue**

Interest Income on Uninvested Funds  
Interest Income on Credit Program Receivables  
Gains on Investments and Credit Program Receivables

**Total Earned Revenue**

**Total Net Cost (Income) of Operations – Economic Recovery Program**

**Total Net Cost of Operations**

Note 9

	\$	\$
Interest Expense on Debt	11,877,264.14	58,867,302.93
Administrative Expenses	151,119.84	1,988,762.07
<b>Total Gross Cost</b>	<b>\$ 12,028,383.98</b>	<b>\$ 60,856,065.00</b>
<b>Less: Earned Revenue</b>		
Interest Income on Uninvested Funds	(158,920.13)	(635,680.55)
Interest Income on Credit Program Receivables	(7,198,175.49)	(26,236,425.62)
Gains on Investments and Credit Program Receivables	(4,520,168.52)	(31,995,108.50)
<b>Total Earned Revenue</b>	<b>\$ (11,877,264.14)</b>	<b>\$ (58,867,214.67)</b>
<b>Total Net Cost (Income) of Operations – Economic Recovery Program</b>	<b>151,119.84</b>	<b>1,988,850.33</b>
<b>Total Net Cost of Operations</b>	<b>\$ (502,593,671.43)</b>	<b>\$ (2,523,685,073.15)</b>

See accompanying notes to financial statements.

**EXCHANGE STABILIZATION FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Current Month and Fiscal Year Periods Ending January 31, 2023**

*Note: Starting October 2022, the ESF changed its Monthly financial statements to better align with the presentation of its annually audited financial statements. In addition to the change in format, assets that were previously presented at cost are now presented at fair value.*

1.) Fund Balance with Treasury (FBWT) of \$319 million will be used to fund adjustments to subsidy costs and repay borrowing from Treasury for loans and investments made under the Coronavirus Aid, Relief, and Economic Security Act (CARES Act). Treasury received \$37 million of primarily principal collections on various program loans resulting in an increase in the ESF's FBWT during January 2023 (See footnote 4). Also, in accordance with the CARES Act, any excess amounts from the final distributions from our loans and investments after repayment of appropriations and borrowings will be deposited into the Federal Old-Age and Survivors Insurance Trust Fund (OASI) established under the Social Security Act.

2.) The Special Drawing Rights Act of 1968 authorizes the United States to purchase and hold Special Drawing Rights (SDRs) through the ESF. In January 2023, Treasury, through the ESF, purchased SDR 500 million from Ukraine in exchange for approximately \$671 million. As of January 31, 2023, U.S. SDR Holdings were SDR 121 billion.

3.) Foreign Currency and Foreign Currency Denominated Assets (FCDAs) represent deposits and investments in foreign government securities denominated in both, euro and yen, that have original maturities of three months or less. Some of these instruments may have been purchased at a premium and others may have been purchased at a discount. Premiums (that are amortized) and discounts (that accrete) are allocated to expense (amortization expense) and revenue, respectively, over the life of the instrument. Other Investments are FCDAs that have maturities of greater than three months. Foreign Currency and FCDAs and Other Investments are reported at fair value. Valuation adjustment(s) are recorded as gains or losses on the statement of net cost on a monthly basis. See Table #1 for a breakdown by currency.

4.) The ESF has made economic recovery program loans using CARES Act appropriated funds and borrowings. Treasury's authority to disburse loans for these programs has expired. During January 2023 outstanding loans decreased by \$37 million primarily as a result of principal collections on various program loans. Loan receivables are reported as the net present value of the estimated future cash flows which is updated annually.

5.) As of January 31, 2023, three of Treasury's initial six economic recovery programs with the Federal Reserve Banks of New York and Boston remain. On November 17, 2021, Treasury and the applicable Federal Reserve Banks amended and restated the limited liability company (LLC) agreements governing Treasury's investments in each of the Municipal Liquidity Facility (MLF), the Main Street Lending Program (MSLP), and the Term Asset-Backed Securities Loan Facility (TALF) to, among other things, provide for regular distributions to Treasury of the amounts by which Treasury's investment in each of TALF and MLF exceeds the facility's portfolio value, or the amount by which Treasury's investment in MSLP exceeds the original price paid for the loan participations held in the facility. There were no collections from Treasury's investment in MLF, MSLP or TALF during the month of January 2023. The Money Market Mutual Fund Liquidity Facility (MMLF), the Commercial Paper Funding Facility (CPFF) and the Corporate Credit Facilities (CCF) programs have been terminated and unwound in accordance with their terms. The remaining investments are reported at fair value which is updated annually. Treasury has fulfilled its funding commitments with respect to investments made pursuant to the CARES Act.

6.) Debt represents borrowings from Treasury through the Bureau of Fiscal Service (BFS) that were 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 primarily used to repay debt. There were no debt repayments during the month of January 2023. The balances at the end of January 2023 are \$3.0 billion for the MLF, \$1.1 billion for the TALF, \$11.9 billion for the MSLP, \$221 million for Passenger Air Carriers, \$20 million for Cargo Air Carriers, and \$661 million for National Security and Defense Business (NSD).

7.) The ESF has an exchange stabilization agreement with Mexico for \$9 billion; this agreement was renewed in November 2022 for an additional year. No drawings are outstanding under this agreement.

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 Net Cost as either Losses or Gains on "Currency Valuation and Other." 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.

**Table #1 – Foreign Currency and Foreign Currency Denominated Assets and Other Investments by Currency:**

**Table 1**

(In Whole Dollars)

	<b>Current Month</b>
<b>Foreign Currency and Foreign Currency Denominated Assets</b>	
<b>European Euros:</b>	
Deposits with Official Institutions	
Foreign Currency Denominated	\$ 6,730,467,447.63
Uninvested Foreign Currency	548,610,906.64
Total European euro	7,279,078,354.27
<b>Japanese Yen</b>	
Deposits with Official Institutions	
Foreign Currency Denominated	-
Uninvested Foreign Currency	7,177,322,198.95
Total Japanese yen	7,177,322,198.95
Accrued interest receivable on Foreign Currency and Foreign Currency Denominated Assets	1,327,320.87
<b>Total Foreign Currency and Foreign Currency Denominated Assets</b>	<b>\$ 14,457,727,874.09</b>
<b>Other Investments, Net</b>	
<b>European Euros:</b>	
Securities:	
Held Outright	\$ 3,960,525,067.37
Held under Repurchase Agreements	-
Total European euro	3,960,525,067.37
<b>Japanese Yen</b>	
Securities:	
Held Outright	2,690,729.39
Held under Repurchase Agreements	-
Total Japanese yen	2,690,729.39
Accrued Interest Receivable on Other Investments	33,648,299.79
<b>Total Other Investments, Net</b>	<b>\$ 3,996,864,096.55</b>

**Table #2 - Special Drawing Rights Gains & Losses, Net:**

**Table 2**

	<b>Current Month</b>	<b>Fiscal Year</b>
Special Drawing Rights Holdings - Gain	\$ 2,142,786,578.56	\$ 8,292,498,757.98
Special Drawing Rights Allocations - Losses	(2,036,993,592.32)	(7,901,963,781.63)
Net (Gain) / Loss	\$ 105,792,986.24	\$ 390,534,976.35