

**EXCHANGE STABILIZATION FUND**  
**STATEMENT OF FINANCIAL POSITION**  
**As of September 30, 2022**

**ASSETS**

<i>Fund Balance with Treasury</i>	(Note 1)		\$ 454,693,082.27
<i>Special Drawing Rights</i>	(Note 2)		
Special Drawing Rights Holdings		\$ 153,175,161,276.48	
Accrued interest receivable on Special Drawing Rights holdings		420,749,975.36	
<i>Total Special Drawing Rights</i>			153,595,911,251.84
<i>US Government Securities</i>			
Investments in US Government Securities		18,401,389,236.98	
Accrued interest receivable on U.S. Gov't Securities		-	
<i>Total US Government Securities</i>	(Note 2)		18,401,389,236.98
<i>Economic Recovery Program- Investments and Other</i>	(Note 3)		
Municipal Liquidity Facility (MLF)		2,894,691,995.07	
Main Street Loan Program (MSLP)		13,890,931,561.80	
Term Asset-Backed Securities Loan Facility (TALF)		1,154,109,409.61	
<i>Total Economic Recovery Programs- Investments and Other</i>			17,939,732,966.48
<i>Economic Recovery Program- Loans Receivable</i>	(Note 4)		
Passenger Air Carriers		233,897,665.31	
Cargo Air Carriers		22,274,101.69	
National Security and Defense Businesses (NSD)		753,310,374.18	
<i>Total Economic Recovery Program- Loans Receivable</i>			1,009,482,141.18
<i>European Euros</i>	(Note 5)		
Deposits with Official Institutions		6,359,515,450.76	
Securities:			
Held outright		4,106,100,141.87	
Accrued interest receivable on Euro investments		35,169,529.95	
<i>Total European Euros</i>			10,500,785,122.58
<i>Japanese Yen</i>	(Note 5)		
Deposits with Official Institutions		6,456,392,917.46	
Securities		2,422,600.74	
Accrued interest on Yen investments		53.85	
<i>Total Japanese Yen</i>			6,458,815,572.05
<b>TOTAL ASSETS</b>			<b>\$ 208,360,809,373.38</b>

**LIABILITIES AND CAPITAL**

**Liabilities**

Special Drawing Rights Certificates		\$ 5,200,000,000.00	
Special Drawing Rights Allocations		147,009,434,337.18	
Accrued charges payable on SDR Allocations		404,936,853.25	
Debt - Net, including accrued interest payable	(Note 6)	19,473,616,386.97	
Other Liabilities		621,651.31	
<b>TOTAL LIABILITIES</b>	(Note 7, 8)		<b>\$ 172,088,649,334.32</b>

**Capital**

Initial Appropriated Capital Account		200,000,000.20	
Additional Appropriated Capital Account		59,695,457.79	
Retained Earnings		36,012,464,581.07	
<b>TOTAL CAPITAL</b>			<b>\$ 36,272,160,039.06</b>
<b>TOTAL LIABILITIES AND CAPITAL</b>			<b>\$ 208,360,809,373.38</b>

**EXCHANGE STABILIZATION FUND**  
**STATEMENT OF INCOME**  
For the Current Month and Fiscal Year Periods Ending September 30, 2022

<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	8,318,843.36	29,214,701.05
Net gain (loss) on SDR valuation	(102,256,466.23)	(473,463,682.32)
<i>U.S. Government securities</i>		
Interest earned on U.S. Government Securities	39,144,608.14	141,765,891.71
<i>Foreign Exchange</i>		
Interest earned (incurred) on Foreign Currency Denominated Assets	1,510,219.11	(34,283,093.94)
Net gain (loss) on Sales of Investment Securities and Foreign Currency Denominated Assets	-	(222,203.25)
Net gain (loss) on Foreign Exchange valuation (Note 9)	(583,000,121.76)	(3,851,237,994.36)
Other	(2,205.63)	(29,302.15)
<i>Economic Recovery Programs</i>		
Appropriation Revenue	234,926.61	7,734,713.91
Administrative Expense (Note 10)	(280,270.06)	(4,545,795.90)
Net Financing cost	13,201,905.27	(132,905,735.52)
<b>Net Income (Net Cost)</b>	<b>\$ (623,128,561.19)</b>	<b>\$ (4,317,972,500.77)</b>

EXCHANGE STABILIZATION FUND  
NOTES TO THE FINANCIAL STATEMENTS  
For the Current Month and Fiscal Year Periods Ending September 30, 2022

1. Fund Balance with Treasury (FBWT) of \$455 million will be used to fund adjustments to subsidy costs and repay borrowings from Treasury for loans and investments provided under the Coronavirus Aid, Relief, and Economic Security Act (CARES Act). Accordingly, in September, the Exchange Stabilization Fund (ESF) used much of the \$8.3 billion in FBWT reported at the end of August to make a \$4.5 billion transfer to the General Fund of the US Government to cover a downward subsidy adjustment approved in the President's Budget to Congress and to repay \$3.3 billion of debt originally incurred to help finance the investment and loans. (footnote 6)
2. The Special Drawing Rights Act of 1968 authorizes the United States to purchase and hold Special Drawing Rights (SDRs) through the ESF. In September 2022, Treasury, through the ESF, purchased SDR 109 million from Mozambique and SDR 30 million from Laos in exchange for approximately \$179 million. As of September 30, 2022, U.S. SDR Holdings had increased to SDR 120 billion.
3. As of September 30, 2022, 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 distributions from Treasury's investment in MLF, MSLP or TALF during the month of September 2022. 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 cost.
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 September 2022, outstanding loans increased by \$5.1 million primarily as a result of interest capitalized in lieu of cash payment on various loans. Loan receivables are reported at cost.
5. 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 (accretion revenue), respectively, over the life of the instrument.
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 loan repayments are used to repay debt. As stated in footnote 1, the ESF used \$3.3 billion of FBWT to repay debt during September. The ESF also borrowed an additional \$180 million from Treasury to fund year end interest payment to the Treasury on outstanding debt. The balances at the end of September 2022 are \$3.1 billion for the MLF, \$1.2 billion for the TALF, \$14.3 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 2021 for an additional year. No drawings are outstanding under this agreement.
8. Treasury has fulfilled its commitments with respect to loans and investments made pursuant to the CARES Act (see footnotes 3&4).
9. 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.
10. 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.