

DEPARTMENT OF THE TREASURY
EXCHANGE STABILIZATION FUND
BALANCE SHEET

			As of September 30,
			2025
(In Whole Dollars)			
Assets			
Intra-Governmental			
Fund Balance with Treasury	Note 1	\$	146,473,292.11
Nonmarketable U.S. Treasury Securities			21,864,447,037.27
Other Intragovernmental Assets			11,293,369.65
Total Intra-Governmental			22,022,213,699.03
Other Than Intra-Governmental			
Foreign Currency and Other Monetary Assets			
Foreign Currency and Foreign Currency Denominated Assets	Note 2		14,213,014,764.38
Special Drawing Right Holdings and Related Interest Receivable	Note 3		175,571,933,998.84
Loans Receivable, Net	Note 4		79,048,606.37
Other Investments			
Investments in Special Purpose Vehicles	Note 5		2,644,652,884.94
Other Investments, Net	Note 2		5,320,237,614.16
Total Other Than Intra-Governmental			197,828,887,868.69
Total Assets		\$	219,851,101,567.72
Liabilities:			
Intra-Governmental			
Debt	Note 6	\$	2,714,488,652.23
Other Liabilities	Note 7		171,663,204.79
Total Intra-Governmental			2,886,151,857.02
Other than Intra-Governmental			
Special Drawing Right Allocations and Related Interest Payable	Note 3		158,229,529,514.03
Special Drawing Right Certificates Issued to Federal Reserve Banks	Note 8		15,200,000,000.00
Total Other Than Intra-Governmental			173,429,529,514.03
Total Liabilities		\$	176,315,681,371.05
Commitments and Contingencies	Note 9, 10		
Net Position:			
Unexpended Appropriations			
Funds from Dedicated Collections			200,000,000.00
Funds from Other than Dedicated Collections			14,307,069.25
Total Unexpended Appropriations (Consolidated)			214,307,069.25
Cumulative Results of Operations			
Funds from Dedicated Collections			43,341,809,289.51
Funds from Other than Dedicated Collections			(20,696,162.09)
Total Cumulative Results of Operations (Consolidated)			43,321,113,127.42
Total Net Position			43,535,420,196.67
Total Liabilities and Net Position		\$	219,851,101,567.72

See accompanying notes to financial statements.

**DEPARTMENT OF THE TREASURY
EXCHANGE STABILIZATION FUND
STATEMENTS OF NET COST**

(In Whole Dollars)

STRATEGIC GOAL 1: EXCHANGE STABILIZATION

Gross Cost

Interest Expense on Special Drawing Rights Allocations		\$	367,055,376.46		4,784,173,343.52
International Monetary Fund Annual Assessment and Other		\$	307,483.34		611,086.24
Losses on Currency Valuation and Other					
Special Drawing Rights Holdings		\$	-		9,188,408,326.32
Special Drawing Rights Allocations		\$	268,602,606.03		9,944,194,164.25
Foreign Currency and Foreign Currency Denominated Assets	Note 11	\$	68,570,701.04		1,304,575,926.08
Other Investments	Note 11	\$	23,641,533.30		1,155,378,094.55
Total Losses on Currency Valuation and Other		\$	360,814,840.37	\$	21,592,556,511.20
Total Gross Cost – Exchange Stabilization		\$	728,177,700.17	\$	26,377,340,940.96

Total Gross Cost – Exchange Stabilization

Less Earned Revenue

Interest Income			
Nonmarketable U.S. Treasury Securities	\$	(75,873,957.86)	(859,647,618.33)
Foreign Currency and Foreign Currency Denominated Assets	\$	(13,098,326.63)	(72,163,996.44)
Special Drawing Rights Holdings	\$	(407,286,402.75)	(5,326,572,258.96)
Other Investments	\$	(9,652,421.79)	(217,255,334.66)
Total Interest Income	\$	(505,911,109.03)	\$ (6,475,639,208.39)
Gains on Currency Valuation and Other			
Special Drawing Rights Holdings	\$	(298,042,782.86)	(11,084,118,017.91)
Special Drawing Rights Allocations	\$	-	(8,272,121,705.36)
Foreign Currency and Foreign Currency Denominated Assets	Note 11	\$ (5,509,631.22)	(831,615,308.80)
Other Investments	Note 11	\$ (83,604,893.34)	(2,130,594,294.16)
Total Gains on Currency Valuation and Other		\$ (387,157,307.42)	\$ (22,318,449,326.23)
Total Earned Revenue – Exchange Stabilization		\$ (893,068,416.45)	\$ (28,794,088,534.62)
Total Net Cost (Income) of Operations – Exchange Stabilization		\$ (164,890,716.28)	\$ (2,416,747,593.66)

STRATEGIC GOAL 2: ECONOMIC RECOVERY PROGRAM

Gross Cost

Interest Expense on Debt		\$	3,020,614.40	42,918,677.84
Administrative Expenses	Note 12	\$	7,764,566.28	8,593,644.11
Costs of Investments in Special Purpose Vehicles and Loans Receivable	Note 13	\$	428,321,825.98	428,261,863.39
Total Gross Cost – Economic Recovery Program		\$	439,107,006.66	\$ 479,774,185.34

Total Gross Cost – Economic Recovery Program

Less: Earned Revenue

Interest Income on Uninvested Funds	\$	(645,867.69)	(10,357,877.95)
Interest Income on Credit Program Receivables	\$	(3,097,605.62)	(19,529,849.48)
Gains on Investments in Special Purpose Vehicles and Loans Receivable	\$	33,425,556.28	19,671,746.96
Total Earned Revenue – Economic Recovery Program	\$	29,682,082.97	\$ (10,215,980.47)

Total Earned Revenue – Economic Recovery Program

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

Change in Cumulative Results of Operations (Consolidated)

See accompanying notes to financial statements.

EXCHANGE STABILIZATION FUND
NOTES TO THE FINANCIAL STATEMENTS
For the Current Month and Fiscal Year Periods Ending September 30, 2025

1.) Fund Balance with Treasury (FBWT) of \$146 million will be used to fund adjustments to subsidy costs and to repay borrowings from Treasury needed to finance investments and loans made under the Coronavirus Aid, Relief, and Economic Security Act (CARES Act). In accordance with the CARES Act, any excess amounts from the final distributions from our investments and loans 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. Accordingly, in September, the Exchange Stabilization Fund (ESF) repaid \$1.5 billion of debt originally incurred to help finance the investments and loans (footnote 6). This was partially offset by principal and interest collections for various program loans (footnote 4) resulting in a decrease in FBWT.

2.) 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. Other Investments are FCDAs that have maturities of greater than three months. 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. Treasury rebalances the portfolio between Foreign Currency and FCDAs and Investments from time-to-time based on its evaluation of its projected liquidity needs and interest revenues. During September 2025, Foreign Currency and FCDAs increased by \$6.5 billion due to valuation adjustments resulting from changes in foreign currency exchange rates and from the reinvestment of proceeds into Euro and Yen FCDA from Other Investments. Other Investments decreased by roughly \$6.5 billion primarily due to valuation adjustments resulting from changes in foreign exchange rates and the reinvestment of proceeds from long-term Euro and Yen Investments into FCDAs. Overall, the net gain on the portfolio for September was roughly \$3 million (see Table 2). 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).

3.) The Special Drawing Rights Act of 1968 authorizes the United States to purchase, sell, and hold Special Drawing Rights (SDRs) through the ESF. There were no SDR purchases or sales by Treasury during September 2025. As of September 30, 2025, U.S. SDR Holdings were SDR 127 billion. Changes in both SDR Holdings and SDR Allocations reflect changes in the foreign exchange rate.

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, outstanding loans decreased by \$40 million primarily as a result of \$22 million in principal repayments and accrued interest collections and \$18 million in valuation changes 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 September 30, 2025, only one of Treasury's initial six economic recovery programs established under the CARES Act with the Federal Reserve Banks of New York and Boston remains. Treasury has fulfilled its funding commitments with respect to these investments. The remaining program, the Main Street Lending Program (MSLP), provides for regular distributions of the amount by which Treasury's investment in MSLP exceeds the amount needed to support the participation in the remaining loans. There were no collections from Treasury's investment during September. September's annual valuation calculation resulted in a \$441 million decrease in MSLP's reported fair value.

6.) Debt represents borrowings, plus interest, 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 the investments and loan repayments are primarily used to repay debt. As stated in footnote 1, the ESF used \$1.5 billion of FBWT to repay debt during September 2025. The ESF also borrowed an additional \$32 million from Treasury to fund year end interest payments to the Treasury on outstanding debt. The remaining balances at the end of September 2025 are \$2.7 billion for the MSLP, \$26 million for Passenger Air Carriers, \$7 million for Cargo Air Carriers, and \$22 million for National Security Loan Programs.

7.) Other Liabilities: As stated in footnote 1, in accordance with the CARES Act, any excess amounts from the final distributions from our investments and loans 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.

8.) The Special Drawing Rights Act of 1968, as amended (the SDR Act, codified at 22 U.S.C. §§ 286n-286r), authorizes the Secretary of the Treasury to issue SDR Certificates (SDRCs) against SDRs held in the ESF to the FRBs in exchange for dollars. Under the SDR Act, SDRCs may remain issued and outstanding only for the purpose of financing SDR acquisitions or for financing exchange stabilization operations. On December 19, 2024, the Secretary of the Treasury issued \$5 billion worth of SDRCs to the FRBs.

9.) The ESF has an exchange stabilization agreement with Mexico for \$9 billion; this agreement was renewed in November 2024 for an additional year. No drawings are outstanding under this agreement.

10.) Established in 2023 as a short-term program, the Bank Term Funding Program (BTFP) provided liquidity to help eligible financial institutions meet the needs of their depositors. Per the terms of an agreement between Treasury and the Federal Reserve Banks (FRBs), Treasury, via the ESF, agreed to provide up to \$25 Billion in credit protection to cover FRBs for potential losses under the program. As of April 30, 2025 all BTFP advances have been repaid in full and the agreement has been terminated. Treasury no longer has an obligation to provide credit protection to cover program losses.

11.) Foreign currency denominated assets and Other Investments 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-asset.

12.) 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.

12): The increase in the Costs of Investments and Credit Program Receivables of \$428 million reflects the revaluation of the assets at the end of fiscal year 2025.

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

Table 1

(In Whole Dollars)

	Current Month
Foreign Currency and Foreign Currency Denominated Assets	
European Euros:	
Deposits with Official Institutions	
Foreign Currency Denominated	\$ 10,578,012,100.51
Uninvested Foreign Currency	\$ 11,740,867.50
Total European euro	\$ 10,589,752,968.01
Japanese Yen	
Deposits with Official Institutions	
Foreign Currency Denominated	\$ -
Uninvested Foreign Currency	\$ 3,611,244,187.09
Total Japanese yen	\$ 3,611,244,187.09
Accrued interest receivable on Foreign Currency and Foreign Currency Denominated Assets	\$ 12,017,609.28
Total Foreign Currency and Foreign Currency Denominated Assets	\$ 14,213,014,764.38
Other Investments, Net	
European Euros:	
Securities:	
Held Outright	\$ 2,571,466,767.67
Held under Repurchase Agreements	\$ -
Total European euro	\$ 2,571,466,767.67
Japanese Yen	
Securities:	
Held Outright	\$ 2,724,879,495.76
Held under Repurchase Agreements	\$ -
Total Japanese yen	\$ 2,724,879,495.76
Accrued Interest Receivable on Other Investments	\$ 23,891,350.73
Total Other Investments, Net	\$ 5,320,237,614.16

Table #2 - Valuation Losses & Gains, Net:

	Current Month	Fiscal Year
Special Drawing Rights		
Special Drawing Rights Holdings - Loss / (Gain)	(298,042,782.86)	(1,895,709,691.59)
Special Drawing Rights Allocations - Loss / (Gain)	268,602,606.03	1,672,072,458.89
Net Loss / (Gain)	(29,440,176.83)	(223,637,232.70)
Foreign Currency and Foreign Currency Denominated Asset		
Foreign Currency and Foreign Currency Denominated Assets - Loss	68,570,701.04	1,304,575,926.08
Foreign Currency and Foreign Currency Denominated Assets - (Gain)	(5,509,631.22)	(831,615,308.80)
Net Loss / (Gain)	63,061,069.82	472,960,617.28
Other Investments Asset		
Other Investments - Loss	23,641,533.30	1,155,378,094.55
Other Investments - (Gain)	(83,604,893.34)	(2,130,594,294.16)
Net Loss / (Gain)	(59,963,360.04)	(975,216,199.61)
Investments and Credit Program Receivables		
Costs of Investments in Special Purpose Vehicles and Loans Receivable	428,321,825.98	428,261,863.39
Gains on Investments in Special Purpose Vehicles and Loans Receivable	33,425,556.28	19,671,746.96
Net Cost / (Gain)	461,747,382.26	447,933,610.35