



Central Bank of Iceland interest rates and reserve requirements

Interest rates effective as of 4 October 2017
Reserve requirements effective as of 21 October 2017

With reference to Article 10 of the Act on the Central Bank of Iceland, no. 36/2001, with subsequent amendments, the Bank has decided that interest rates on Central Bank facilities for financial undertakings shall be as follows.

Interest rates	Interest rate per annum
1. Overnight loans ¹	6.00%
2. 7 day collateralised lending rate ¹	5.00%
3. Seven-day term deposits ²	4.25%
4. Current accounts	4.00%
5. Minimum required reserves	4.00%

Other interest rates are decided by the Governors at any given time. As soon as the interest rates and reserve requirements according to this announcement take effect, the Central Bank of Iceland interest rates and reserve requirements according to the announcement of 14 June 2017 shall cease to apply.

With reference to Article 11 of the Act on the Central Bank of Iceland, no. 36/2001, the Central Bank of Iceland has decided that the reserve requirement for items in the reserve base shall be as follows, effective 4 October 2017:

Reserve requirement on the reserve base	2.00%
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Reykjavík, 4 October 2017
Central Bank of Iceland

Már Guðmundsson
Governor

1. Discounted rate. 2. Interest paid upon maturity.