



Central Bank of Iceland interest rates and reserve requirements

Interest rates effective as of 4 October 2023

Reserve ratios effective as of 21 October 2023

With reference to the Monetary Policy Committee decision of 4 October 2023 and in accordance with Article 22 of the Act on the Central Bank of Iceland, no. 92/2019, cf. Article 10 of the same Act, the Bank has decided that interest rates on Central Bank facilities for financial undertakings shall be as follows.

	Interest rate per annum ¹
1. Overnight loans	11.00%
2. Seven-day collateralised loans	10.00%
3. Seven-day term deposits	9.25%
4. Current accounts	9.00%
5. Minimum required reserves, average maintenance	9.00%
6. Minimum required reserves, fixed requirement	0.00%

Other interest rates are decided by the Governor 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 previous announcements shall cease to apply.

With reference to the Monetary Policy Committee decision of 4 October 2023, and in accordance with Article 23 of the Act on the Central Bank of Iceland, no. 92/2019, cf. Article 10 of the same Act, cf. also Article 4, Paragraph 1 and Article 6 of the Central Bank of Iceland Rules on Minimum Reserve Requirements, no. 585/2018, the Central Bank has decided that the reserve ratio of items in the reserve base, as well as the distribution between the fixed and average maintenance requirements, shall be as follows.

Reserve requirement on the reserve base, fixed requirement	2.00%
Reserve requirement on the reserve base, average maintenance	0.00%
Total reserve requirement on the reserve base	2.00%

Reykjavík, 4 October 2023

CENTRAL BANK OF ICELAND

¹ Day count rule: actual/360