

EXECUTION COMMITTEE
MINUTES NUMBER 53-2023

Session 53-2023 held in the Bank of Guatemala building, located at *séptima avenida veintidós guion cero uno, zona uno* of this city, on November 10, 2023, at 8:00 a.m.

The Coordinator, with the corresponding quorum, submitted the draft of the order of the day for the consideration of the Execution Committee.

FIRST: Approval of minutes numbers 50-2023, 51-2023, and 52-2023, corresponding to the sessions held on October 27 and November 3 and 7, 2023.

CIRCULATED: Drafts of minutes numbers 50-2023, 51-2023, and 52-2023.

SECOND: Financial and Economic Information.

- a) Money Market
- b) Exchange Market
- c) Economic Information
- d) Estimated Monetization Flow

THIRD: Proposal of quotas for term deposit auctions in quetzals.

FOURTH: Determination of the financial conditions of the temporary liquidity injection mechanism in quetzals, for periods longer than one day, to the banks in the system and financial corporations, through repo operations, from November 10 to December 31, 2023.

FIFTH: Other matters and reports.

Not having observations, the Committee approved the order of the day.

FIRST: Approval of minutes numbers 50-2023, 51-2023, and 52-2023, corresponding to the sessions held on October 27 and November 3 and 7, 2023.

The Coordinator submitted the draft of the minutes for consideration of the Committee.

Not having observations, the Committee approved minutes numbers 50-2023, 51-2023, and 52-2023.

SECOND: Financial and Economic Information.

- a) The Deputy Director of the Open Market Operations Department presented the information regarding the Money Market, corresponding to the period from November 3 to 9, 2023.
- b) The Deputy Director of the Open Market Operations Department presented the information on the operations held by the institutions that make up the Institutional Market of Foreign Currency, corresponding to the period from November 3 to 9, 2023, as well as the

current reference exchange rate on November 10, 2023.

c) The Deputy Director of the Macroeconomic Analysis and Forecasting Department presented the information regarding the domestic and foreign macroeconomic performance corresponding to the period from November 2 to 9, 2023, including the prospects for the short and medium-term of the relevant economic variables, particularly, those that may change the inflation trajectory.

d) The Deputy Director of the Macroeconomic Analysis and Forecasting Department informed on the monetizing and demonetizing factors forecast in the Estimated Monetization Flow for the period from November 10 to 16, 2023.

THIRD: Proposal of quotas for term deposit auctions in quetzals.

The Deputy Director of the Open Market Operations Department, based on the Estimated Monetization Flow and the guidelines established for the determination of quotas for the term deposit auction, with due dates up to two years, through the *Bolsa de Valores Nacional, S. A.* [National Stock Exchange], proposed to the Execution Committee for the auction of Monday, November 13, 2023, to be as follows: to March 4, 2024, Q100.0 million; to June 3, 2024, Q100.0 million; to September 2, 2024, Q100.0 million; to December 2, 2024, Q100.0 million; to March 3, 2025, Q100.0 million; to June 2, 2025, Q100.0 million; to September 1, 2025, Q100.0 million; and for public entities, without pre-established quotas, without standardized nominal values, and due on the dates indicated.

The Committee approved the proposal of quotas for term deposit auctions, by the technical departments.

FOURTH: Determination of the financial conditions of the temporary liquidity injection mechanism in quetzals, for periods longer than one day, to the banks in the system and financial corporations, through repo operations, from November 10 to December 31, 2023.

The technical departments proposed to the Execution Committee, as resolved by the Monetary Board in resolution JM-121-2023, on November 8, 2023, published on November 10, 2023, that the repo operations of the temporary liquidity injection mechanism in quetzals, for periods longer than one day, be made at the direct request of the banks of the system and financial corporations, through the *Mesa Electrónica Bancaria de Dinero* [Electronic Banking Money Desk], of the Securities System of the National Stock Exchange, S.A. or directly at the

Bank of Guatemala, from 8:30 a.m., with terms of 7 and 14 days, accepting as collateral Representative Certificates of Treasury Bonds of the Republic of Guatemala and Term Deposits constituted in the Bank of Guatemala, expressed in national currency or United States dollars, placed in the local market, or Treasury Bonds of the Republic of Guatemala placed in international financial markets (Eurobonds). The methodology for valuing the guarantees detailed above is the same as the one used in liquidity injection operations and open market operations, already approved by the Execution Committee. Additionally, the interest rates applicable to these operations be the following: within 7 days the leading interest rate of monetary policy + 112.5 basis points; and at 14 days the leading interest rate of monetary policy + 125.0 basis points.

The Committee, after some deliberations, approved the proposal by the technical departments under the indicated terms.

FIFTH: Other matters and reports.

Not having other matters or reports to discuss, the session concluded at 8:30 a.m., in the same place and date set forth, and the attendees signed in agreement.