



June 8, 2014

**Summary of the Monetary Committee discussions on May 7 and May 25, 2014
on management of the foreign exchange reserves**

Quarterly report to the Minister of Finance on the management of the reserves (first quarter of 2014)

Background:

Market Operations Department representatives presented the Committee with the quarterly foreign exchange reserves management report, regarding the first quarter of 2014.

Monetary Committee decision:

The Committee approved the report that is to be submitted to the Ministry of Finance in accordance with Section 40(c) of the Bank of Israel Law, 5770-2010, and the Memorandum of Understanding between the Bank of Israel and the Minister of Finance.

Participants:

Members of the Monetary Committee

Dr. Karnit Flug, Governor of the Bank of Israel and Monetary Committee Chairperson

Dr. Nadine Baudot-Trajtenberg, Deputy Governor (at discussion on May 25)

Prof. Alex Cukierman

Prof. Reuben Gronau

Prof. Rafi Melnick

Prof. Nathan Sussman, Director of Research Department

Other participants

Andrew Abir, Director of Market Operations Department

Eddy Azoulay, Chief of Staff to the Governor

Tal Biber, Head of Markets Division in Market Operations Department

Mickey Blank, Deputy Head of Dealing Room Unit in Market Operations Department (at discussion on May 7)

Golan Benita, Head of Strategic Management Unit in Market Operations Department (at discussion on May 25)

Guenia De Mayo, Head of Risk Management Unit in Market Operations Department

Roe Levy, Economist in Risk Management Unit in Market Operations Department

Esti Schwartz, Secretary of the Monetary Committee and the Supervisory Council

Ilan Socianu, Assistant to Secretary of Monetary Committee and Supervisory Council

Yoav Soffer, Spokesperson of the Bank (at discussion held on May 7)