

INSTITUTIONAL ACTIVITIES

1. Board of Directors

On December 31, 2017, the Board of Directors of BCRP was integrated by Julio Velarde Flores (Governor), Miguel Palomino Bonilla (Deputy Governor), José Chlimper Ackerman, Elmer Cuba Bustinza, Javier Escobal D'Angelo, Rafael Rey Rey, and Gustavo Yamada Fukusaki.

In 2017 the Board held 58 meetings.

2. Transparency and Social Responsibility

Transparency and efficiency characterize the Central Reserve Bank of Peru (BCRP) in all of its actions. Monetary policy decisions are taken in accordance with the BCRP independence and informed to the public through various communication channels.

2.1 Transparency

The Board of BCRP informs the public about monetary policy decisions through the **Monetary Program Communiqués** released each month. These communiqués are published on the BCRP website and its social media sites, disseminated through press releases, and emailed to subscribers. Teleconferences are also held with the media to inform the public about these decisions.

The **Inflation Report** was published in the months of March, June, September, and December. The Inflation Report provides the BCRP analysis of economic developments, explains monetary policy actions, discusses the evolution of prices and provides forecasts on inflation and the main macroeconomic variables each quarter of the year.

In 2017, Governor Julio Velarde was invited to speak before Committees of the Congress of the Republic of Peru on different occasions. On September 13, he spoke about the "Macroeconomic Assumptions of the Public Sector Budget Proposed for 2018" before the Budget and General Account Committee. Then, on September 19 Governor Velarde discussed the regulations of the limits on interest rates in financial system entities before the Congress Committee in charge of Consumer Protection and Public Utility Regulators. In addition, on November 15, he spoke before the Congressional Committee of Economy on monetary policy, the state of national finances, and the management of Peru's net international reserves, among other issues related to BCRP.

On the other hand, in compliance with the Transparency and Access to Public Information Act, in 2017 the BCRP answered 72 information requests submitted by different citizens, and published in the



Transparency section of its website indicators of the BCRP administrative and budget management as well as the BCRP Financial Statements, audited by the internationally renowned auditing firm EY.

2.2 Dissemination of Economic Information

During 2017, BCRP continued informing the public about national finances through the publication and dissemination of statistical data and macroeconomic reports such as the , the , the , the , the journals and , the , the , and the reports prepared by the Branch Offices of BCRP. Moreover, Informative Notes on the decisions of the Board of BCRP about the benchmark interest rate, the main institutional events, and the evolution of the main economic variables were also sent to the media.

BCRP also organized talks on the mission and roles of the Central Bank and on the security features of banknotes and coins as well as institutional and academic events to discuss economic issues of interest, both in Lima and in other cities of the country.

In 2017, BCRP also continued participating actively in the social networks with the publication of economic data and institutional information, as well as providing information on the security features of banknotes and coins.

2.3 Social Responsibility

The Central Bank continued contributing to education and culture in our country by offering courses, organizing contests, and providing free access to its museums and library, among other activities:

Courses

- **Extension Course for Economists**
Thirty-six students of public and private universities of the different regions of the country participated in the LXIVth Extension Course for Economists offered by the Central Bank of Peru this year. The students with the highest grades in the course were invited to join the Bank's technical staff.
- **Advanced Finance Extension Course**
Thirty students from different universities who are interested in specializing in financial themes were selected to participate in the BCRP Xth Advanced Finance Extension Course. The best students were also invited to integrate the BCRP staff.
- **Refresher Course in Economics**
A group of 33 students of economics from different universities of the country participated in this course and learned about the latest trends in the fields of macroeconomics, microeconomics, econometrics, and mathematics. The students that obtained the best grades were invited to participate in the LXVth Extension Course for Economists 2018.
- **Course for Economics Faculty**
Nineteen professors from different universities of the interior of the country and two professors from universities located in Lima participated in this course in 2017. The participants were trained in different aspects of macroeconomics, microeconomics, econometrics, and project evaluation.

Contests

- **Research Contest for Junior Economists: Economics and Finances**
Lucila Vera (UDEP Campus Lima) was the winner of the 2017 Research Contest for Junior Economists for her paper ". The second prize was awarded to Fadia Yapur and Sue Gómez (UDEP Campus Lima) for their research "La importancia de la representatividad política de la mujer", and the third prize was awarded to Daniela Campos (UP) for her paper .

- **BCRP Contest for School Students**

In the XIIth edition of the contest, the participating teams submitted educational videos on “The responsible use of credit” and “Credit and the interest rate”. The first prize was awarded to the students of school I.E. Escuela de Talentos, Callao, for their video entitled “El crédito, ¿mi amigo, mi aliado o mi enemigo?”. The second prize was for the schoolgirls of Colegio Vallesol, Piura, for “Aprovechando el crédito”, and the third prize was for the students of I.E. 40055 Romeo Luna Victoria for their video entitled “Uso responsable del crédito”.

- **Annual Short Novel Contest “Julio Ramón Ribeyro”**

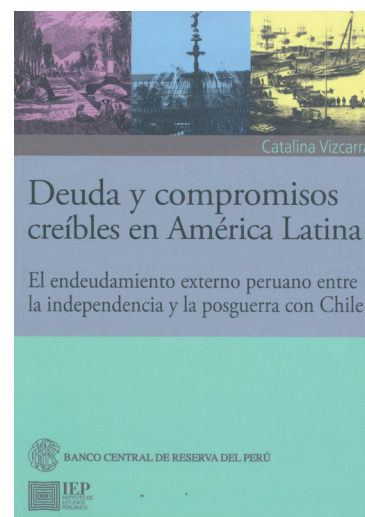
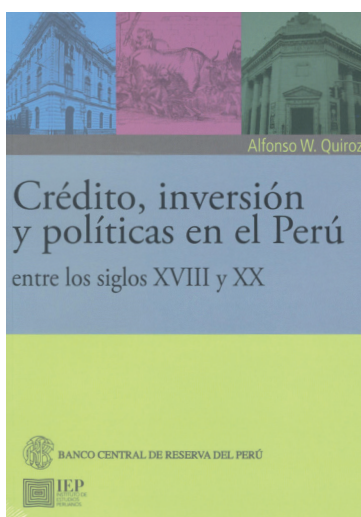
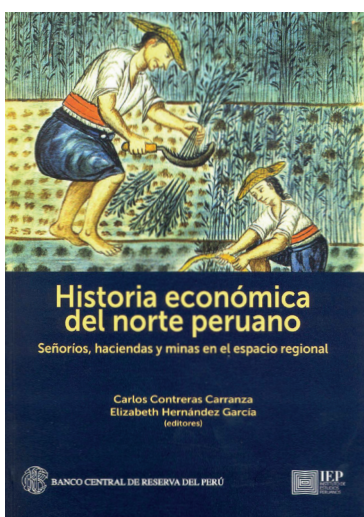
The winner of this contest in 2017 was Julián Pérez Huarancca for his novel “Anamorfosis”. The panel of judges of this edition of the contest was chaired by Abelardo Oquendo and integrated by Alonso Cueto, Francesca Denegri, Mirko Lauer, and Marcel Velásquez. The winning novel was presented in July 2017 at the Lima’s International Book Fair.

- **2017 National Painting Contest**

The first prize of the IXth National Painting Contest 2017 was awarded to artist Marco Pando for “Modelo para armar y desarmar una fuente de agua”. The second prize was awarded to Rember Yahuarcani for his painting “Los primeros humanos conquistan a la mujer Arco Iris, la acomodan para que el cielo no caiga a la tierra”. The winning paintings and the ones chosen as finalists this year will be exhibited at the BCRP Museum –Museo Central (MUCEN)– from November 22, 2017 to January 27, 2018. The panel of judges was integrated by renowned professionals in the art world: Moico Yaker, Cristhian Bendayán, Natalia Majluf, Ángela Delgado, and Luis Eduardo Wuffarden.

Book Publications

In 2017, Banco Central de Reserva del Perú and Instituto de Estudios Peruanos co-published three books: , edited by Carlos Contreras and Elizabeth Hernández; , authored by Alfonso Quiroz, and , by Catalina Vizcarra. In addition to this, BCRP published the novel “Anamorfosis”, for which Julián Pérez Huarancca won the first prize in the 2017 Short Novel Contest “Julio Ramón Ribeyro”.



The Central Reserve Bank of Perú also participated in the XXIIIrd International Book Fair of Lima and in the XXXVIIIth Feria del Libro Ricardo Palma, offering the books published by Fondo Editorial del BCRP to the public.

Museum

During 2017, 151 thousand people visited the different museums of BCRP.

As from this year, the BCRP Museum has a new institutional image: Now called **Museo Central – MUCEN**, our museum has become a space in which the visitor is the central figure for experiences, dialogues, and learning. Because of this, several initiatives have been designed to foster the interaction between the public and works of art, including, for example, **#DialogArte**, which provides people the opportunity to talk with contemporary artists about the artworks they have on display. Other programs include **#ContArte**, Theater plays for children, and “MUCEN Abre de noche”, which offer weekly and monthly dance, music, and theater shows and performances that motivate a deeper link of the public with the BCRP art collections and with Peruvian culture. As a result, 52 scenic performances were developed by 20 artistic groups in the year.

Thanks to the educational approach of **MUCEN**, 19,189 students visited our museum and around 500 groups of students participated in the **#ConversArte** educational programs.

Other activities carried out during the year included 4 temporary exhibitions: The winning and finalist artworks of the 2016 Painting Contest were exhibited in one of our showrooms in January; the photographs of Yayo López’s exhibition “Belleza Peruana” in February; the exhibition “Sol Nuestro de Cada Día” in July, and the winning and finalist paintings of the IX Painting Contest in November.

In the field of art collection management, it is worth highlighting the preventive conservation of 81 paintings, the restoration of Pancho Fierro’s watercolors, and the incorporation of two of the winning paintings of the IX National Contest of Painting to the museum’s art collection, together with more than 290 coins issued by BCRP that were included in its numismatic collection. It is also worth pointing out that the BCRP Museum lent the painting “Saludo al Presidente Leguía”, by Daniel Hernández, to the Ministry of Foreign Affairs’ Cultural Center Inca Garcilaso de la Vega for the exhibition “The celebration of the first centennial of the Republic”, carried out between July and September 2017.

MUCEN also showed in its theater more than 50 films in collaboration with the Filmoteca de la Pontificia Universidad Católica del Perú. In addition to this, it acted as one of the venues of the XXIst Lima Film Festival - PUCP, the IXth Environment Film Festival “Sembrando Cine” and in the XXIX European Film Festival in Lima, showing the films participating in these festivals in its facilities.



MUCEN opens tonight, December 2017



Educational Program #ConversArte

Library

In 2017, the Library continued to increase its services to the public, providing readers with e-publications whenever they were available. A total of 475 thousand searches were carried out in the Library’s different databases and 16,040 specialized articles were consulted. Moreover, 4,450 publications were lent for

room use only; 57,201 documents, including books and periodicals, were lent to users, and 36,045 e-publications were sent by e-mail.

Furthermore, in 2017 the BCRP Library acquired 2,767 new books and journals on issues related to monetary and economic policies, international finance, banking systems and economic theory, among other subjects, through the purchase, exchange, and/or donation of publications.

3. Main Meetings and Events

During 2017, the BCRP authorities and officials participated in various international and national meetings. The main events included the following:

3.1. International Meetings

- Annual Meeting of Emerging Market Deputy Governors, organized by the Bank of International Settlements (BIS), Basel, Switzerland, January 20 – 21.
- LXXXIV Extraordinary Meeting of the Board of Fondo Latinoamericano de Reservas (FLAR), organized by this entity in Bogotá, Colombia, on March 6.
- LXXXV Ordinary Meeting of the Board of FLAR, LVIII Annual Meeting of the Board of Governors of the Inter-American Development Bank (IDB), and XXXII Annual Meeting of the Board of Governors of the Inter-American Investment Corporation (IIC) in Asunción, Paraguay, and the 2017 Financial Summit, in Buenos Aires, Argentina, from March 29 to April 4.
- Spring Meetings of the International Monetary Fund (IMF) and the World Bank (WB) and related meetings, including the XLV Meeting of the Latin American Network of Central Banks and Ministries of Finance of the IDB, held in Washington DC, USA, April 17 to 23.
- XXXII Meeting of Governors of Central Banks of South America, organized by the Central Bank of Bolivia and held in Santa Cruz de la Sierra, Bolivia, on April 28.
- CIII Meeting of Central Bank Governors, organized by Centro de Estudios Monetarios Latinoamericanos (CEMLA), carried out in San Carlos de Bariloche, Argentina, on May 19 - 20.
- XII Meeting on International Reserve Management, organized by CEMLA and held in Santo Domingo, Dominican Republic, from June 7 to 9.
- XIII Meeting of Monetary Policy Managers, organized by CEMLA and held in La Paz, Bolivia, June 8 to 9.
- XVI BIS Annual Conference, carried out in Luzern, Switzerland; Bimonthly Meeting and 87th Annual General Meeting of the BIS, held in Basel, Switzerland, and 2017 and Beyond: World Economic Prospects, organized by Adam Smith Seminars, in Paris, France, June 22 - 28.
- Conference “Macroprudential Policy: Taking Stock of the State of the Art, and Ways Forward”, organized by The Graduate Institute of International and Development Studies, in Geneva, Switzerland, September 21 - 22.
- Jornadas Monetarias y Bancarias: “Desinflación y Estabilidad Financiera”, organized by Banco Central de la República Argentina, in Buenos Aires, Argentina, September 25 - 26.



- Annual Meetings of the IMF, the World Bank, and related meetings of the G-24, CEMLA, and XLVI Meeting of the IDB Latin American Network of Central Banks and Ministries of Finances, held in Washington D.C., USA, October 10 to 15.
- XIII Reunión de Asesores Legales de Banca Central, organizada por el CEMLA en Buenos Aires, Argentina, del 11 al 13 de octubre.
- Road Show Europe 2017 in Spain and England, organized by inPerú and carried out in Madrid, Spain, from October 30 to November 2.
- LXXXVIII Extraordinary Meeting of the Board of Fondo Latinoamericano de Reservas (FLAR), carried out in Quito, Ecuador, on December 4.

3.2. National Meetings

- Lecture on “Dinámica de la distribución de precios”, by Professor David Jacho, Emory College, on January 6.
- Lecture on “Rendición electoral de cuentas y democracia representativa”, by Professor César Martinelli, George Mason University, on January 20.
- Lecture on “Impactos de la infraestructura pública y relevancia de su planificación”, by Professor Roberto Urrunaga, Dean of the Department of Economy and Finances, Universidad del Pacífico, on February 17.
- Lecture on “Auge y declive de las titulaciones”, by Professor David Trillo, Departamento de Economía Aplicada III, Universidad Rey Juan Carlos de Madrid, on March 3.
- Course on “Household Finance”, Lecturer: Professor Russell Cooper, Department of Economics, Pennsylvania State University, March 13 - 15.
- Lecture on “Productividad, competitividad y diversificación productiva” by Tanja Goodwin, Economist, World Bank, March 17.
- Lecture on “Frictions in Macroeconomics”, by a cargo de Lawrence Christiano, Senior Professor, Northwestern University, March 24.
- Lecture on “Informalidad en Perú y el impacto de las reformas al mercado laboral”, by IMF Officers, May 12.
- X BIS-CEMLA Round Table on “Marcos Macropudenciales, implementación y relación con otras políticas”, May 15 and 16.
- Presentation of the IMF Regional Economic Outlook (REO), May 17.
- Lecture on “The economic situation in Europe and the ESM”, by Klaus Regling, CEO, European Financial Stability Facility (EFSF) and Managing Director, European Stability Mechanism (ESM), July 1.
- Presentation of the book “Financial Integration in Latin America – A New Strategy for a New Normal”, by Alejandro Werner, IMF, July 21.

- Seminar on “The New Challenges of Global Economic Integration”, co-organized by the Reinventing Bretton Woods Committee and BCRP, July 24 and 25.
- Seminar on “Financial Volatility and Foreign Exchange for Central Banks”, co-organized by IADB and BCRP, July 25 and 26.
- VIIIth meeting of Grupo Técnico Temático de Pagos, “La informalidad como barrera para la inclusión financiera”, held on August 9.
- Course on “Métodos Cuantitativos en Macroeconomía”, Lecturer: Professor Pablo Andrés Guerron, Boston College, August 18 - 22.
- “Semana de Pagos Regional 2017”, meeting held on September 11 - 14.
- Encuentro Económico de la Región San Martín, October 20 and 21.
- XXXV Encuentro de Economistas, October 24 and 25.
- Workshop “Developing a Country Financial Stability Map”, conducted by Professor Marco Lo Duca, European Central Bank, and Rebecca McCaughrin and Thomas Piontek, IMF, November 13 - 16.
- Lecture on: “El reto de la productividad: Más allá del boom de los commodities” by Dani Rodrik, University of Harvard, November 22.
- VI Course on Payment Systems in Perú, held on December 4.
- Meeting with panel of mining experts, December 13.

4. Branch Offices

Banco Central de Reserva del Peru has seven branch offices which are located in the cities of Arequipa, Cusco, Huancayo, Iquitos, Piura, Puno, and Trujillo. The BCRP Branch Offices have jurisdiction in 23 departments of the country and develop their activities through their departments Operations and Economic Studies.

The main role of the BCRP branches is to ensure that each region has the appropriate supply of banknotes and coins required by the financial system, oversee the custody operations of the vaults, and carry out studies and reports on the economy of the country's departments.

Each month they publish the document on the web page of BCRP, providing information about economic and financial developments in each region with statistical data on production, prices, employment, credit and bank deposits, foreign trade operations, and the public budget.

The meeting Encuentro Económico Región San Martín was held in Tarapoto in October 2017 with the participation of the main authorities of the Regional Government, members of the business community, public officials, and researchers, who exchanged proposals on the development of sustainable infrastructure to improve competitiveness, the challenges in education, and the potentials of the region in the areas of tourism and agriculture. On the other hand, the IX Annual Meeting denominated “Nuevos retos para la integración económica global”, co-organized by BCRP and The Reinventing Bretton Woods Committee, was carried out in Cusco on July 24-25. This meeting brought together central bank officials of different countries.



In 2017, BCRP organized presentations of the Inflation Report in the main cities of the interior of the country. The document “Síntesis de la Actividad Económica Regional” was also discussed in these cities. Presentations were offered to representatives of business and academia in the cities of Arequipa, Tacna, Ilo, Cusco, Abancay, Andahuaylas, Huancayo, Ayacucho, Jauja, Huánuco, Iquitos, Pucallpa, Tarapoto, Moyobamba, Piura, Sullana, Chiclayo, Lambayeque, Puno, Juliaca, Trujillo, Chimbote, Cajamarca, and Huaraz.

The BCRP Branches also organized talks on the mission and role of BCRP for students of various public and private universities, higher education institutes, and business members in these regions.

The following lectures and seminars organized by the BCRP branches are worth mentioning: in Arequipa: “El entorno económico internacional” and “Regla óptima de política monetaria del BCRP”; in Cusco: “Conferencia sobre la economía nacional y regional”; in Huancayo: “Indicadores de la Macro Región Centro” and “Evolución de las exportaciones de Junín”; in Piura: “Curso taller de Econometría”, “Avances de la reconstrucción de Piura”, “Impactos de El Niño costero en la costa norte”, and “Situación actual y perspectivas de la economía peruana”; in Puno: “Taller sobre gestión del sistema financiero” and “Capacitación para fortalecer y mejorar las actividades estadísticas agropecuarias”; in Trujillo: “Retos y oportunidades del proceso de descentralización peruano: Agenda pendiente”, “Perú: Retos y desafíos de la gestión pública”, “Desarrollo local: Hacia la construcción de territorios competitivos e innovadores”, “Perú: Desafíos y oportunidades de mejora del proceso de la inversión pública”, “Crecimiento y pobreza en las regiones y en los sectores económicos del Perú”, “Corrupción e indicadores de desarrollo en el Perú y el mundo”, “Prioridades de políticas para superar la trampa de ingresos medios en América Latina”, “Plan de Desarrollo Regional Concertado de La Libertad, 2016-2021”, “Innovaciones en las microfinanzas para la inclusión social y financiera desde la gestión de riesgos, control interno y gobernanza” and “Barreras institucionales que limitan los resultados de las políticas en el Perú”.

Moreover, the following reports were prepared by the Branch Offices in 2017: in Arequipa, “Informe económico social de Tacna”; in Cusco, “Informe económico social de Apurímac”; in Huancayo, “Informe económico y social Región Pasco”; in Iquitos, “Informe económico y social Región Loreto”; in Piura, “Informe económico y social de Lambayeque”; and in Puno, “Informe económico y social Región Puno”.

During 2017, the BCRP branches continued providing training to the personnel of financial entities and the general public on the security features of banknotes and coins. A total of 17,123 people participated in the 518 talks delivered during the year.

The museums of the branch offices of Trujillo, Arequipa, and Piura were visited by 25,858 visitors. It is worth mentioning that the museum of the branch office of Trujillo stands out for the increased number of visitors, which represents 70 percent of the total number of visitors to BCRP Museums.

5. Currency Management

With the issuance of 26 coins of the Numismatic Series “Wealth and Pride of Peru” (2010 - 2016), BCRP has contributed to promote greater interest in the rich cultural heritage of each of the regions of the country, promoting in this way culture, tourism, and numismatics.

In the same line, the Board of Directors decided to issue a new series called “Endangered Wildlife of Peru”, which consists of 10 coins. Each of the coins in this new collection will feature an endangered wildlife species, with the aim of contributing to raise awareness about the importance of preserving wildlife and the environment while contributing at the same time to promoting “numismatic culture” in our country. The first three coins issued in 2017 featured the Andean Eyeglass Bear, the Tumbes Crocodile, and the Andean Condor.



July 2017



November 2017



December 2017

In November 2017, the 1 sol coin of the Series “Wealth and Pride of Peru” featuring the pottery of the “Shipibo Konibo” received the 2017 Nexonum Award as the best coin in the world in the category “Coins of legal tender in 2016” due to the quality of its design and finish. This is the third time that a coin of this series is awarded with this international prize.

Moreover, the 5 soles coin won the award for the best coin in circulation in Latin America, while the silver coin issued to commemorate the “Centennial of the Foundation of the Pontifical Catholic University of Peru” was awarded the prize as the best collection coin in the IIIrd Edition of the LatiNum Awards (2016 – 2017) granted by Centro Numismático Buenos Aires. The purpose of this contest is to acknowledge the quality of design, technological innovation, and other outstanding features of the coins and bills issued in Latin America.



Two commemorative silver coins were issued in 2017: the coin commemorating the “Centenario de la Fundación de la Pontificia Universidad Católica del Perú”, mentioned above, was issued in March and the coin commemorating “IV Centenario de la Muerte de Santa Rosa de Lima” was issued in August.



March 2017



August 2017

A silver coin of legal tender was issued in July 2017 as part of the XIth Ibero-American Series, called "Natural Wonders", in which Argentina, Cuba, Ecuador, Spain, Guatemala, Nicaragua, Paraguay, Peru, and Portugal participate. The Colca Canyon, in Arequipa, and a condor flying over it are featured on the obverse side of the coin.



Banco Central de Reserva del Perú also put into circulation banknotes in the denominations of Ten Soles (S/ 10) and One Hundred Soles (S/ 100), with the name of the monetary unit "SOLES" above the value in numbers, printed with an optical variable ink, in the obverse as well as on top left of the reverse. It is worth mentioning that the 100 soles banknotes also have a new security windowed blue thread that improves this security feature.



BCRP also continued developing information campaigns about the security features of banknotes and coins, as well as training instructors in different financial entities so that the latter may train the staff of banks about these security features in cities where the BCRP does not have branch offices.

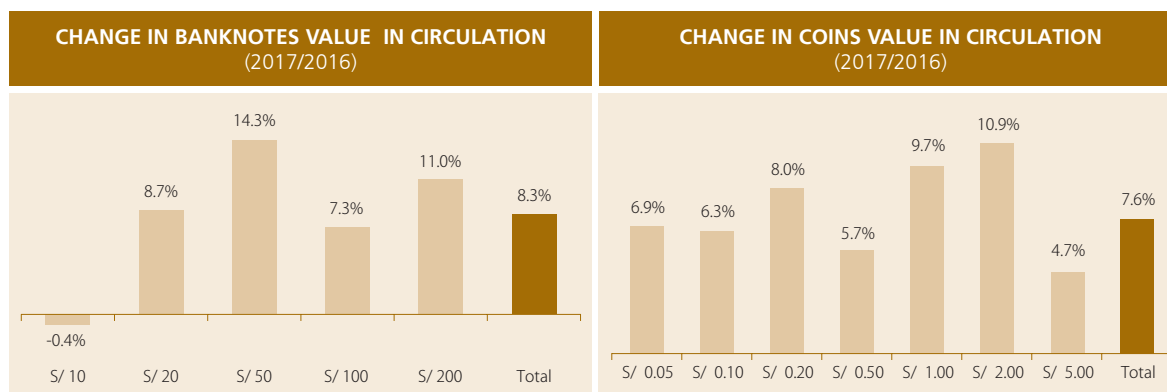
Information campaigns on the security features were also carried out through interviews on television, radios, and the written press, as well as through newspaper ads nationwide, especially in periods in which large amounts of cash are moved during the celebration of regional festivities, for example. The 791 talks given in different cities of the country in 2017 had a total attendance of 32,043 people.

Banknotes and Coins in Circulation

In 2017, the amount of banknotes in circulation was higher than in 2016. The balance of the value of banknotes in circulation in 2017 was S/ 52.81 billion (8.3 percent higher than in December 2016).

Moreover, the value of coins in circulation was S/. 2.46 billion, 7.6 percent higher than in December 2016.

By denominations, the banknotes that showed a higher increase in their use compared to 2016 were the 50 Soles banknotes (14.3 percent), while the coins that showed a higher increase in their use were the 2 Soles coins (10.9 percent).



As for the number of banknote units in circulation, at end 2017 the number of banknotes was 916 million units (7.5 percent higher than at the end of 2016). Reflecting people's and banks preference for this denomination, the most used banknote in 2017 was the 100 Soles bill with a total of 379 million units, followed by the 20 Soles bill (150 million units) and the 50 Soles bill (143 million units).

Furthermore, 4.03 billion coins circulated in 2017 (7.3 percent more than at the end of 2016). The denominations of greater use were the 10 cent coin (1.48 billion units) and the 1 Sol coin (860 million units), which are mainly used to pay public transport fares and for retail transactions.

STRUCTURE OF CURRENT IN CIRCULATION EMITTED BY DENOMINATION: DECEMBER 2017				
Banknotes	Unit (Million)	Unit (% allocation)	Value (Million S/)	Value (% allocation)
10	126	15.4%	1 258	2.4%
20	150	18.4%	3 006	5.7%
50	143	17.6%	7 161	13.6%
100	379	46.5%	37 928	71.8%
200	17	2.1%	3 454	6.5%
TOTAL	816	100.0%	52 807	100.0%
Coins	Unit (Million)	Unit (% allocation)	Value (Million S/)	Value (% allocation)
0.05	480	11.9%	24	1.0%
0.10	1,480	36.7%	148	6.0%
0.20	422	10.5%	84	3.4%
0.50	469	11.6%	234	9.5%
1.00	860	21.3%	860	35.0%
2.00	169	4.2%	336	13.7%
5.00	154	3.8%	772	31.4%
TOTAL	4,034	100.0%	2 459	100.0%

Coin Minting

In line with economic agents' demand for currency in 2017, Casa Nacional de Moneda (Peru's National Mint) produced 250 million coins in 2017, 16.7 percent less than in 2016. The largest production was coins in the denominations of 10 cents and 1 Sol, which together represented 60 percent of the total of coins produced in the year (a similar percentage to that recorded in 2016).

PRODUCTION OF COINS - 2017			
Denomination	Alloy	Quantity (Million units)	Monetary value (Million soles)
S/ 0.05	Aluminum	30.0	1.5
S/ 0.10	Brass	82.0	8.2
S/ 0.20	Brass	34.0	6.8
S/ 0.50	Nickel-silver	20.0	10.0
S/ 1.00	Nickel-silver	68.0	68.0
S/ 2.00	Bi-metal	14.0	28.0
S/ 5.00	Bi-metal	2.0	10.0
Total		250.0	132.5

Source: BCRP.

Destruction of Banknotes and Coins

A total of 293.5 million banknotes with a monetary value equivalent to S/ 12.73 billion was destroyed in 2017. Moreover, 57 percent of the banknotes destroyed was banknotes of 10 Soles and 20 Soles.

DESTRUCTION OF BANKNOTES - 2017		
Denomination	Quantity (Million units)	Monetary value (Million soles)
S/ 10	88.5	885.0
S/ 20	79.0	1,580.8
S/ 50	51.3	2,567.4
S/ 100	72.4	7,236.1
S/ 200	2.3	456.2
Total	293.5	12,725.5

Source: BCRP.

In addition to this, 21.7 million units of coins, with a nominal value equivalent to S/ 10.8 million, were withdrawn from circulation and melted.

MELTING OF COINS - 2017		
Denomination	Quantity (Million units)	Monetary value (Million soles)
S/ 0.05		
S/ 0.10	7.6	0.8
S/ 0.20	2.3	0.5
S/ 0.50	4.5	2.2
S/ 1.00	7.4	7.4
S/ 2.00		
S/ 5.00		
Total	21.7	10.8

Source: BCRP.

5. Circulars

In 2017, BCRP issued 38 circulars: 11 circulars were about regulations on reserve requirements, 1 about monetary instruments, 7 about banknotes and coins, 1 about information and reports, 1 about the Security Settlement System, 2 about the investment limits for the Administrators of Private Pension Funds, 3 about first-class banks, and 12 about the daily adjustment index.. The circulars issued in 2017 were the following:

- **Reserve Requirements**

In Domestic Currency

- Circular 005-2017-BCRP (27/02/2017)
- Circular 010-2017-BCRP (24/03/2017)
- Circular 012-2017-BCRP (20/04/2017)
- Circular 013-2017-BCRP (28/04/2017)
- Circular 018-2017-BCRP (12/05/2017)

In Foreign Currency

- Circular 006-2017-BCRP (27/01/2017)
- Circular 014-2017-BCRP (28/04/2017)
- Circular 020-2017-BCRP (21/06/2017)
- Circular 028-2017-BCRP (22/08/2017)
- Circular 030-2017-BCRP (28/09/2017)
- Circular 037-2017-BCRP (23/12/2017)

- **Monetary Instruments**

- Circular 003-2017-BCRP (06/01/2017)

- **Banknotes and Coins**

- Circular 008-2017-BCRP (13/03/2017)
- Circular 024-2017-BCRP (18/07/2017)
- Circular 025-2017-BCRP (18/07/2017)



- Circular 027-2017-BCRP (27/08/2017)
- Circular 032-2017-BCRP (20/10/2017)
- Circular 034-2017-BCRP (06/11/2017)
- Circular 036-2017-BCRP (12/12/2017)

- **Information and Reports**
 - Circular 038-2017-BCRP (22/12/2017)

- **Security Settlement System**
 - Circular 009-2017-BCRP (21/03/2017)

- **Investment Limits for Administrators of Pension Funds**
 - Circular 015-2017-BCRP (28/04/2017)
 - Circular 023-2017-BCRP (13/07/2017)

- **First-Class Banks**
 - Circular 004-2017-BCRP (22/02/2017)
 - Circular 017-2017-BCRP (05/05/2017)
 - Circular 021-2017-BCRP (24/06/2017)

- **Daily Adjustment Index**
 - Circular 001-2017-BCRP (January)
 - Circular 002-2017-BCRP (February)
 - Circular 007-2017-BCRP (March)
 - Circular 011-2017-BCRP (April)
 - Circular 016-2017-BCRP (May)
 - Circular 019-2017-BCRP (June)
 - Circular 022-2017-BCRP (July)

- Circular 026-2017-BCRP (August)
- Circular 029-2017-BCRP (September)
- Circular 031-2017-BCRP (October)
- Circular 033-2017-BCRP (November)
- Circular 035-2017-BCRP (December)