

BANCO CENTRAL DE RESERVA DEL PERU
WEEKLY REPORT N° 25
June 22, 2001

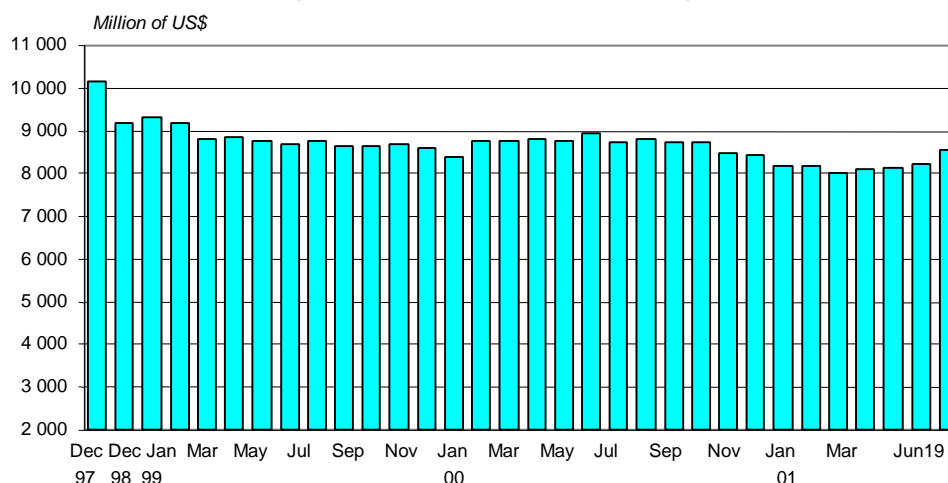
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Net International Reserves increased US\$ 355 million

As of June 19, the net international reserves (NIR) of the Central Reserve Bank of Peru amounted to US\$ 8 581 million, up US\$ 355 million from end-May. This increase reflects the increment in public sector deposits at the Central Bank (US\$ 226 million), financial system deposits (US\$ 97 million), repo operations with Treasury bonds (US\$ 21 million), net interest earnings (US\$ 15 million) and purchases of foreign currency (US\$ 1 million). These operations were partially offset by the redemption of swap operations (US\$ 3 million) and lower Insurance Deposit Funds deposits (US\$ 2 million). It should be noted that the increment in public sector deposits is temporary, since it corresponds to disbursements for the external public debt service due by end-June. On the other hand, the exchange position amounted to US\$ 2 578 million, up US\$ 2 million from end-May.

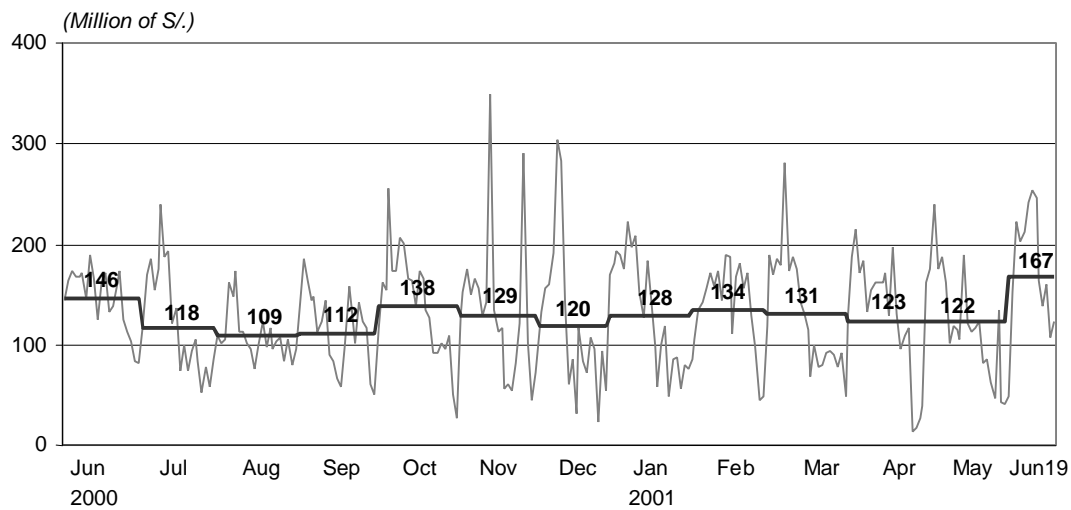
**BCRP net international reserves
(December 1997 - June 2001)**



Banks' current account balance at S/. 167 million

From June 1 to 19, the banks' current account was S/. 167 million on a daily average basis. The range announced by the Bank for June is S/. 125-135 million.

**Banks' current account deposits at the BCRP
(June 2000 - June 2001)**



On June 13 and 19, the Central Bank made 5 auctions of temporary purchases of CDBCRP by S/. 580 million and at average interest rate of 9,5 percent. The balance of these certificates as of June 19 was S/. 1 725 million.

Auctions of CDBCRP

Date	Amount (Million of S/.)	Interest rate (%)
June 13	95	11,0
June 14	155	9,8
June 15	215	9,2
June 18	65	9,5
June 19	50	9,4

**Monetary operations: daily average
(Million of S/.)**

	Banks' current account balance at the end of previous day's operations	Banks' operations with Banco de la Nación	Redemption of CDBCRP	Other banking operations redemption with the Central Bank	Cash transfers that affect the bank's current account balance	Current account of banking system before Central Bank operations	Central bank operations	Current account after Central Bank operations	Interbank interest rate
	1	2	3	4	5	6=1+2+3+4+5	7	8=6+7	
March 2000	113	-31	-16	31	46	149	-32	112	13,3
April	139	-47	-73	22	32	75	65	138	14,5
May	127	-33	-139	21	35	16	118	129	14,0
December	120	-38	-107	41	20	42	83	120	11,4
January 2001	128	-39	-80	9	60	85	52	128	10,8
February	135	-29	-80	22	40	92	46	134	11,0
March	131	-34	-13	16	37	137	-7	131	10,3
April	104	-100	-26	50	34	48	110	122	10,9
May	113	-31	-16	31	46	149	-32	112	13,3
June 19	163	-31	18	-52	39	142	33	167	20,7

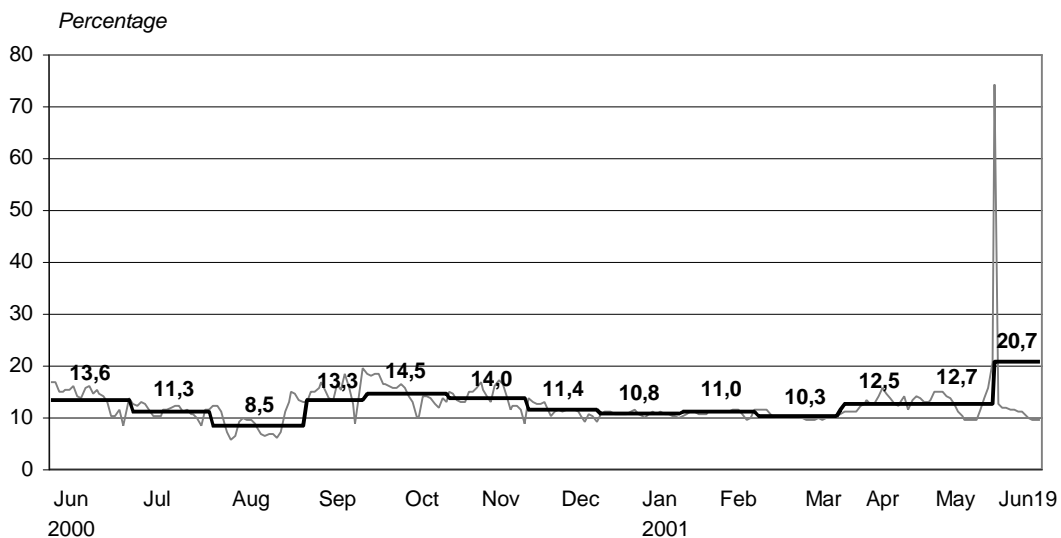
Average monetary base at S/. 5 067 million

From June 1 to 19, the daily average balance of the monetary base was S/. 5 047 million, 1,9 percent lower than in May. On June 19, the monetary base amounted to S/. 5 029 million, up 1,2 percent (S/. 60 million) from end-May, reflecting the temporary purchase of CDBCRP (S/. 50 million), lower public sector deposits at the Central Bank (S/. 47 million), net interest earnings and other outlays (S/. 33 million), which were partially offset by the net issuance of CDBCRP (S/. 60 million) and the redemption of swap operations (S/. 11 million).

Interbank interest rate in domestic currency

On June 19, the interbank interest rate in domestic currency was 9,6 percent, lower than May average (12,7 percent). From June 1 to 19, the interbank rate averaged 20,7 percent, reflecting the 74,3 percent peak reached on June 1, at the eve of the elections. Once the elections ended the interbank rate came to the usual levels.

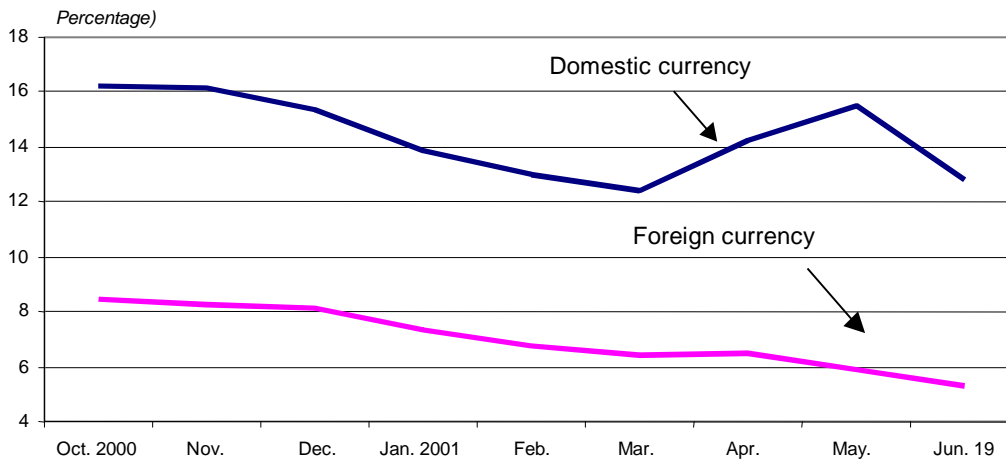
**Interbank interest rates in domestic currency
(June 2000 - June 2001)**



Average lending rates in domestic and foreign currency

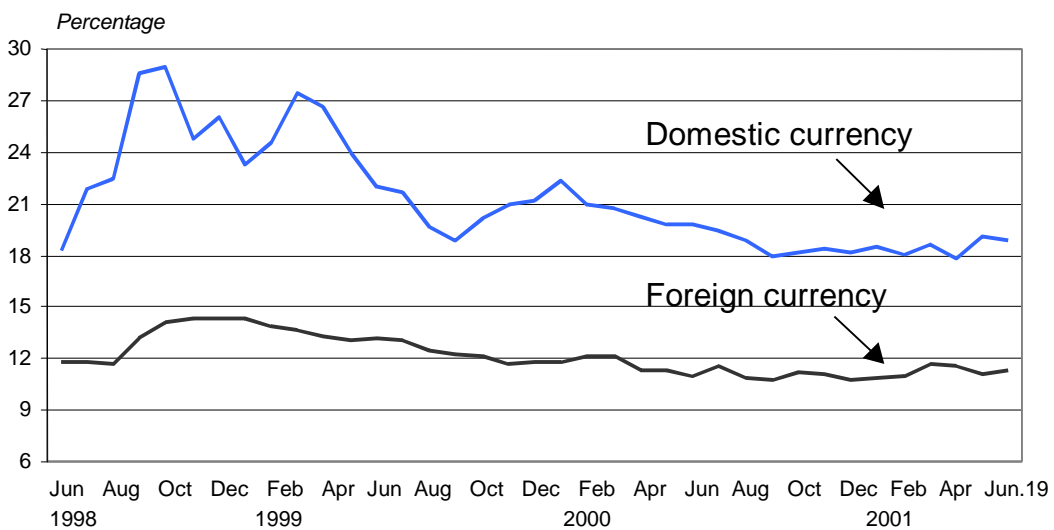
As of June 12, the corporative prime interest rate in domestic currency (for 90-day loans to low-risk clients) declined from 15,5 percent in May to 12,8 percent. The rate in foreign currency also decreased from 5,9 percent last month to 5,3 percent.

**Corporative prime interest rates in domestic and foreign currency
(October 2000 - June 2001)**



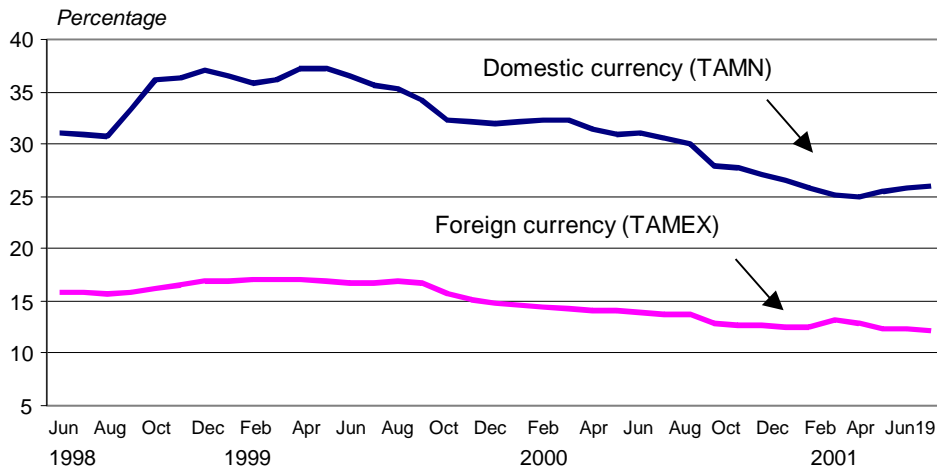
The 90-day prime interest rate on soles-denominated loans averaged 18,9 percent, lower than in May (19,1 percent). Conversely, the rate on dollar-denominated loans passed from 11,0 to 11,3 percent.

**Prime interest rates
(June 1998 - June 2001)**



On the other hand, the average lending interest rate in domestic currency (TAMN) was 26,0 percent as of June 6, higher than last month's average (25,8 percent), while the rate in foreign currency (TAMEX) was 12,2 percent, slightly lower than in May (12,3 percent).

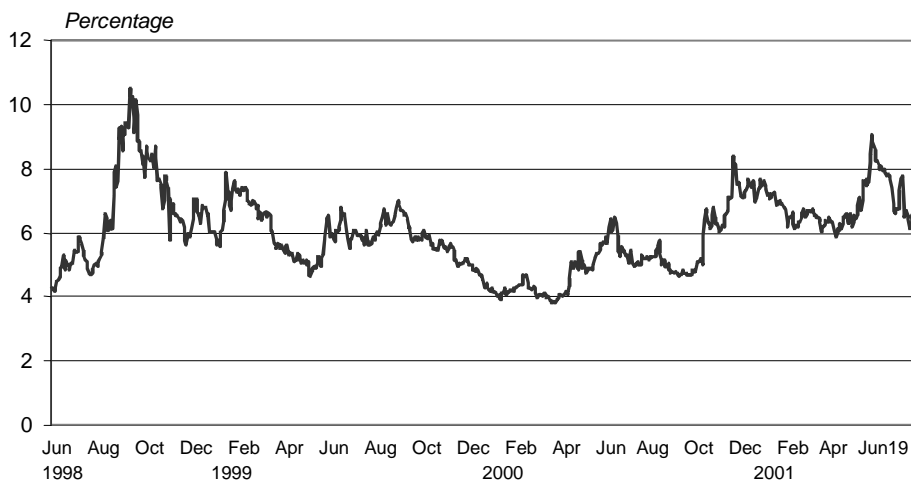
**Active lending interest rates in domestic and foreign currency
(June 1998 - June 2001)**



Spread of PDI Brady bond at 6,6 percent

On June 19, the spread of the Peruvian Past Due Interest Brady bonds relative to the US Treasury bonds (a proxy for the country risk perceived by investors) was 6,6 percent, lower the end-May (7,8 percent). From June 1 to 19 the spread averaged 6,6 percent.

**Stripped spread of PDI Brady bonds
(June 1998 - June 2001)**



Exchange rate at S/. 3,52

On June 19, the average ask exchange rate in the banking system was S/. 3,52, similar to last week's closing. In a context of lower depreciation expectations and payments of taxes, the exchange rate recorded a declining trend. However on June 18, it increased to S/. 3,53, once the new economic measures taken in Argentina were known.

From June 1 to 19, the balance of sales of foreign currency in the forward market on a daily average basis were lower than redemptions by US\$ 1 million, whereas new purchases exceeded redemptions by US\$ 2 million.

Banks' exchange market operations to the public: Daily average
(Million of US\$)

	December 2000	March 2001	April	May	June		
					7-12	13-19	1-19
i. Forward sales to the public	0	3	7	2	-7	11	-1
- New sales	12	19	26	13	14	25	16
- Redemptions	12	16	19	11	21	13	17
ii. Forward purchases to the public	-2	1	0	2	5	0	2
- New purchases	6	11	13	13	15	8	12
- Redemptions	8	10	13	11	10	8	10
iii. Net spot purchases to the public	0	9	13	-2	9	12	5
- Purchases	87	92	110	78	79	80	79
- Sales	87	83	97	80	70	68	74
Memo:							
Close balance as of:							
a. Forward sales to the public	653	789	990	1026	969	1 018	1 018
b. Forward purchases to the public	213	352	403	440	476	470	470
c. Net sales to the public (a-b)	440	437	587	586	493	548	548
d. Banks' exchange position	630	598	573	569	600	573	573

Monetary accounts: June 7

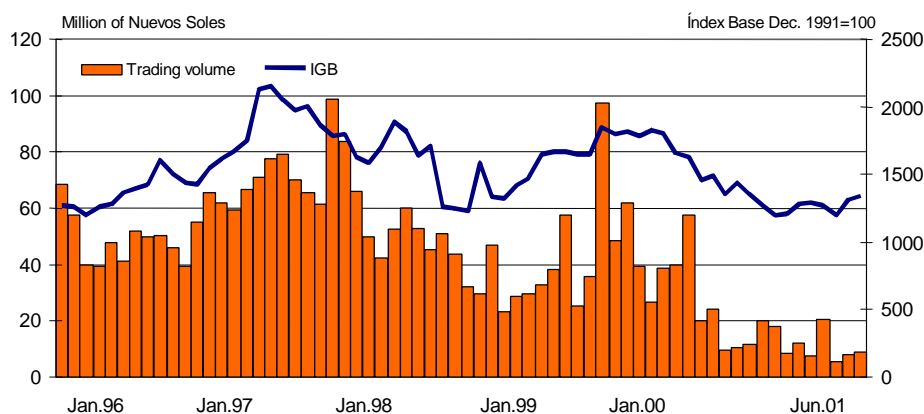
From May 7 to June 7, liquidity in domestic currency decreased 0,5 percent (S/. 76 million) to S/. 14 247 million. In annual terms, this aggregate grew 10,4 percent. On the other hand, credit to the private sector in domestic currency grew 1,1 percent (S/. 97 million) to S/. 8 991 million. Last 12 months growth for this variable was 6,5 percent.

Liquidity in foreign currency rose 0,9 percent (US\$ 83 million) to US\$ 9 602 million. Short-term external liabilities amounted to US\$ 1 655 million, up US\$ 53 million (3,3 percent) from end-May. Credit to the private sector (US\$ 11 587 million) increased 0,6 percent (US\$ 69 million) in the last 4 weeks and 0,1 percent in annual terms.

General Index increases 2,8 percent

As of June 19, the Lima Stock Exchange increased with respect to end-May by 2,8 percent in the General Index and 1,1 percent in the Blue Chip Index. In the year, these indices have increased 11,6 percent and 10,0 percent, respectively.

Stock market indicators
(January 1996 – June 19, 2001)



Lima, June 22, 2001

The weekly report releases economic information to be published (with broader detail) in the weekly bulletin the following Monday. The weekly report published on Fridays is released via facsimile for a charge or free via email (acorrales@bcrp.gob.pe). A subscription can be requested to telephone (51-1) 4266250 ext. 3817 or email. The monthly fee for the facsimile is S/. 12 (Peru only) and US\$ 49 (overseas).

BCRP - Indicadores Económicos / Economic Indicators												
2000												
2001												
	2000	2001										
	DIC.	FEB.	MAR.	ABR.	31 May	MAY.	13 Jun	14 Jun	15 Jun	18 Jun	19 Jun	JUN.
RESERVAS INTERNACIONALES (Mills. US\$) / INTERNATIONAL RESERVES (Mills. of US\$)												
Posición de cambio / Net international position		Var.										
Reservas internacionales netas / Net international reserves	2 624	2 637	2 632	2 597	2 577	-20	2 577	2 579	2 578	2 579	2 578	2 578
Depósitos del sistema financiero en el BCRP / Financial system deposits at BCRP	8 180	8 018	8 111	8 127	8 226	99	8 492	8 530	8 416	8 409	8 581	355
Empresas bancarias / Banks	2 952	2 787	2 895	2 935	2 958	23	3 003	3 040	2 936	2 924	3 055	97
Banco de la Nación / Banco de la Nación	2 762	2 657	2 778	2 784	2 833	49	2 862	2 895	2 790	2 774	2 906	73
Sector privado / Private sector	168	104	93	123	97	-26	113	116	117	121	121	24
Depósitos del sector público en el BCRP / Public sector deposits at BCRP	22	26	24	28	28	1	29	29	29	29	29	0
Depósitos de privatización	2 694	2 678	2 650	2 648	2 758	110	2 997	2 996	2 968	2 973	2 985	226
Otros depósitos / Other *	159	165	180	185	188	3	193	193	193	194	194	6
Operaciones cambiarias BCRP (Mill. US\$) / BCRP FOREIGN OPERATIONS (Millions US\$)	2 535	2 514	2 469	2 463	2 570	107	2 804	2 804	2 775	2 778	2 790	220
OPERACIONES CAMBIARIAS BCRP (Mill. US\$) / BCRP FOREIGN OPERATIONS (Millions US\$)												
Origen externo de la emisión primaria / External origin of the monetary base	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.
Compras netas en Mesa de Negociación / Over-the-counter net purchases of foreign currency	21	-1	0	-57	3	-29	0	0	1	0	0	-2
Operaciones swaps netas / Net swap operations	0	0	0	-27	0	-32	0	0	0	0	0	0
Operaciones con el Sector Público / Public sector	1	0	0	0	3	3	0	0	0	0	0	-3
TIPO DE CAMBIO (S. por US\$) / EXCHANGE RATE	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.
Compra interbancario / Interbank	3,519	3,528	3,520	3,560	3,625	3,601	3,512	3,509	3,514	3,525	3,521	3,535
Venta Interbancario / Interbank Ask	3,520	3,530	3,521	3,560	3,640	3,603	3,517	3,514	3,516	3,528	3,524	3,542
Sistema bancario / Banking System	3,521	3,530	3,521	3,562	3,627	3,603	3,512	3,509	3,515	3,529	3,523	3,538
Índice de tipo de cambio real (1994 = 100) / Real exchange rate Index (1994 = 100)	3,520	3,529	3,520	3,561	3,633	3,602	3,511	3,514	3,516	3,527	3,521	3,535
INDICADORES MONETARIOS / MONETARY INDICATORS												
Moneda nacional / Domestic currency												
Emisión Primaria / Monetary base	(Var. % mensual) / (% monthly change)	14,6	-2,1	0,1	4,4	-4,1	-4,1					
Oferta monetaria / Money Supply	(Var. % últimos 12 meses) / (% 12-month change)	-4,0	4,0	1,6	6,7	-0,1	-0,1					
Credito sector privado / Credit to the private sector	(Var. % mensual) / (% monthly change)	6,3	-0,9	1,5	1,6	-1,0	-1,0					
TOSE saldo promedio (Var. % mensual) / TOSE average balance (% monthly change)	(Var. % últimos 12 meses) / (% 12-month change)	3,5	6,0	4,6	8,2	8,0	8,0					
Superávit de encaje promedio (% respecto al TOSE) / Average reserve surplus (% of TOSE)	(Var. % últimos 12 meses) / (% 12-month change)	1,0	-1,1	0,8	0,6	-0,9	-0,9					
Cuenta corriente de los bancos (saldo Mill. S.) / Banks' current account (balance mills. of S.)	(Var. % últimos 12 meses) / (% 12-month change)	2,3	0,8	2,2	4,2	4,2	4,2					
Creditos por regulación monetaria (millones de S.) / Rediscounts (Millions of S.)		1,3	1,2	0,8	-1,8	1,9	1,9	0,2	-0,2	-0,4	0,1	
Depósitos del sector público en el BCRP (saldo Mill. S.) / Public sector deposits at the BCRP (Balance mills)		1,3	0,8	0,6	0,9	0,5	0,5	1,0	1,0	0,9	0,5	
Certificados de Depósitos BCRP (saldo Mill.S.) / CDBCRP balance (Millions of S.)		120	134	131	123	41	122	163	138	159	107	123
Operaciones de reporte con CDBCRP (saldo Mill. S.) / CDBCRP repos (Balance millions of S.)		319	515	475	773	589	589	537	618	574	555	542
TAMN / Average		1 360	1 995	2 055	1 745	1 665	1 665	1 835	1 835	1 835	1 725	1 725
Tasa de interés (%) / Interest rates (%)		0	20	30	395	0	0	95	155	215	65	50
Operaciones de reporte con CDBCRP / CDBCRP repos		26,5	25,2	24,9	25,4	26,0	25,8	26,0	26,1	26,1	26,0	25,9
Creditos por regulación monetaria / Rediscounts		11,4	11,0	10,3	12,5	20,9	12,7	10,3	10,1	9,8	9,8	9,6
Del saldo de CDBCRP / CDBCRP balance		18,2	18,1	18,6	17,9	18,7	19,1	17,9	18,9	18,5	18,2	18,9
Moneda extranjera / foreign currency												
Credito sector privado / Credit to the private sector	(Var. % mensual) / (% monthly change)	1,2	0,9	0,8	0,6	0,4	0,4					
TOSE saldo promedio (Var. % mensual) / TOSE average balance (% monthly change)	(Var. % últimos 12 meses) / (% 12-month change)	-2,3	-1,1	0,2	-0,2	0,7	0,7					
Superávit de encaje promedio (% respecto al TOSE) / Average reserve surplus (% of TOSE)	(Var. % últimos 12 meses) / (% 12-month change)	1,9	0,4	0,6	1,2	-0,2	-0,2	0,1	0,2	-0,2	0,2	
Creditos por regulación monetaria (millones de US dólares) / Rediscounts (millions of US\$)		0,2	0,1	0,1	0,1	0,1	0,1	1,5	1,5	1,1	1,1	
Tasa de interés (%) / Interest rates (%)		0	14	0	0	0	0	0	0	0	0	0
Operaciones de reporte con CDBCRP / CDBCRP repos		12,6	13,2	12,9	12,5	12,1	12,3	12,1	12,1	12,1	12,2	12,2
Creditos por regulación monetaria / Rediscounts		8,4	8,6	8,6	6,8	5,4	5,9	5,0	5,0	4,7	4,9	4,9
Del saldo de CDBCRP / CDBCRP balance		10,7	11,0	11,7	11,5	10,7	11,0	11,4	13,2	11,5	13,2	11,3
INDICADORES BURSÁTILES / STOCK MARKET INDICES												
Índice General Bursátil (Var. %) / General Index (% change)	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.
Índice Selectivo Bursátil (Var. %) / Blue Chip Index (% change)	0,7	0,9	-1,5	-5,9	-0,1	9,6	-0,5	-0,9	0,2	-1,5	-0,1	3,0
Monto negociado en acciones (Mill. S.) - Prom. diario	-0,6	-1,0	-2,3	-3,8	0,1	8,8	-0,4	-0,8	0,3	-1,9	-0,2	1,0
INFLACIÓN (%) / INFLATION (%)	8,7	7,6	20,5	5,6	11,0	7,8	5,4	3,0	3,4	39,7	60,3	13,2
Inflación mensual / Monthly	0,15	0,25	0,51	-0,42		0,02						
Inflación últimos 12 meses / % 12 months change	3,73	3,61	3,58	2,62		2,63						
GOBIERNO CENTRAL (Mill. S.) / CENTRAL GOVERNMENT (Mills. Of S.)												
Resultado primario / Primary balance	-662	58	182	88								
Ingresos corrientes / Current revenue	2 302	2 209	2 193	2 606								
Gastos no financieros / Non-financial expenditure	2 999	2 155	2 041	2 536								
COMERCIO EXTERIOR (Mills. US\$) / FOREIGN TRADE (Mills. Of US\$)												
Balanza Comercial / Trade balance	23	-92	-54	-36								
Exportaciones / Exports	627	550	543	541								
Importaciones / Imports	604	643	597	577								
PRODUCTO BRUTO INTERNO (Índice 1994=100) / GROSS DOMESTIC PRODUCT (1994=100)												
Variac. % respecto al mismo mes del año anterior / Annual rate of growth	-1,8	-2,5	-3,6	-0,9								
COTIZACIONES INTERNACIONALES / INTERNATIONAL QUOTATIONS												
LIBOR a tres meses (%) / LIBOR 3-month (%)	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.
Dow Jones (Var. %) / (% change)	6,5	5,3	5,0	4,6	4,0	4,1	3,9	3,9	3,9	3,8	3,5	3,9
Rendimiento de los U.S. Treasuries (30 años) / U.S. Treasuries yield (30 years)	3,6	-3,6	-6,0	8,7	0,4	1,7	-0,7	-1,7	-0,6	0,2	-0,5	-2,4
Stripped spread de los bonos PDI (pbs) / PDI bond stripped spread (basis points)	5,5	5,5	5,3	5,7	5,8	5,8	5,7	5,7	5,7	5,7	5,7	5,7
Bonos Brady (%) / Brady bonds (%)	711	642	630	775	781	756	654	662	664	676	660	663
FLIRB	56,6	60,7	62,5	57,2	55,9	56,5	61,1	60,9	60,5	60,8	61,3	60,6
PDI	63,1	67,2	68,3	63,4	62,9	63,8	68,0	67,9	67,5	67,9	67,9	67,6

* Incluye depósitos de Promocopi, Fondo de Estabilización Fiscal (FEF), Cofide, fondos administrados por la ONP, y otros depósitos del MEF. El detalle se presenta en el cuadro No.15 del Boletín Semanal.