



# BANCO CENTRAL DE RESERVA DEL PERÚ

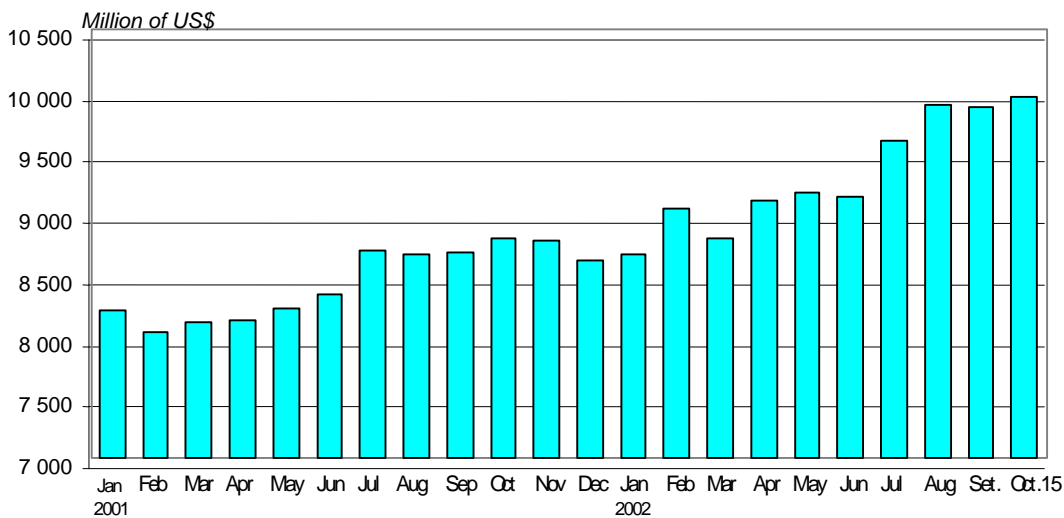
## WEEKLY REPORT N° 42 – October 18, 2002

### Net International Reserves: US\$ 9 947 million

As of October 15, the net international reserves (NIR) of the Central Reserve Bank of Peru amounted to US\$ 9 947 million, up US\$ 90 million from end-September. This increase obeys to higher public sector (US\$ 74 million) and financial system deposits (US\$ 33

million) as well as net interest earnings (US\$ 5 million), which were partially offset by the redemption of swap operations (US\$ 6 million), the decrease of Insurance Deposit Fund deposits (US\$ 4 million) and the valuation effect, mainly in gold (US\$ 14 million).

### Net international reserves of the BCR (January 2001 - October 2002)



### Banks' current account balance: S/. 255 million

As of October 15, the banks' current account held at the Central Bank averaged S/. 255 million. The range announced by the Bank for that month is S/. 180 – S/. 200 million. Over the

period October 10 to 17, the monetary operations of the Central Bank allowed the banks' current account to increase from S/. 221 million to a S/. 297 million balance.

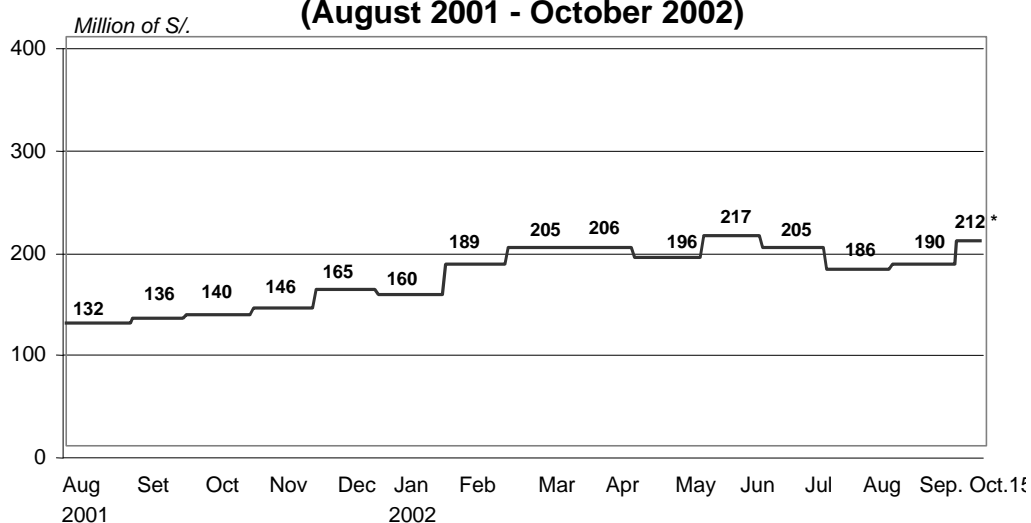
**Banks current account at the BCRP and monetary operations**

(Million of nuevos soles)

	October				
	9	10	11	14	15
<b>1. Balance of banks current account before BCRP operations</b>	<b>69,3</b>	<b>201,1</b>	<b>204,6</b>	<b>328,4</b>	<b>302,4</b>
<b>2. BCRP monetary and exchange operations</b>					
Monetary operations of BCRP					
i. Auction of Certificates of Deposits BCRP (CDBCRP)					
Term					
1 week					
30					
ii. Auction of temporary purchase of CDBCRP and BTP	260	125	80		
Term					
1 day	1 day	1 day	3 days		
iii. Auction of Readjustable Certificates of Deposits (CDR)					
Term					
3 months					
<b>3. Balance of the banks' current account at the BCR (end of operations)</b>	<b>329,3</b>	<b>326,1</b>	<b>284,6</b>	<b>298,4</b>	<b>247,4</b>
<b>4. Interest rates</b>					
Interbank	6,18%	5,21%	4,67%	4,54%	4,43%
Auction of Certificates of Deposits BCRP (CDBCRP)					4,74%
Auction of temporary purchase of CDBCRP and BTP	6,21%	5,56%	5,05%		
Auction of Readjustable Certificates of Deposits (CDR)					1,96%

Range approved or September: S/. 180 - S/. 200 millions.

**Banks' current account at the BCR  
(August 2001 - October 2002)**



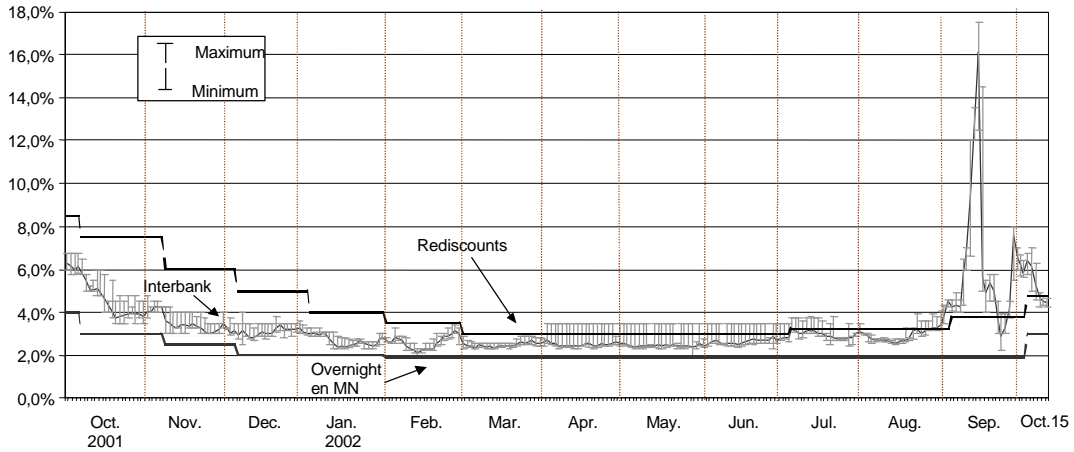
\* Last 30 day average.

**Interbank interest rate: 4,4 percent**

On October 15, the average interbank interest rate was 4,4 percent, whereas in the first half of the month this rate

averaged 5,6 percent, similar to September.

## Interest rate in domestic currency (October 2001 - October 2002)

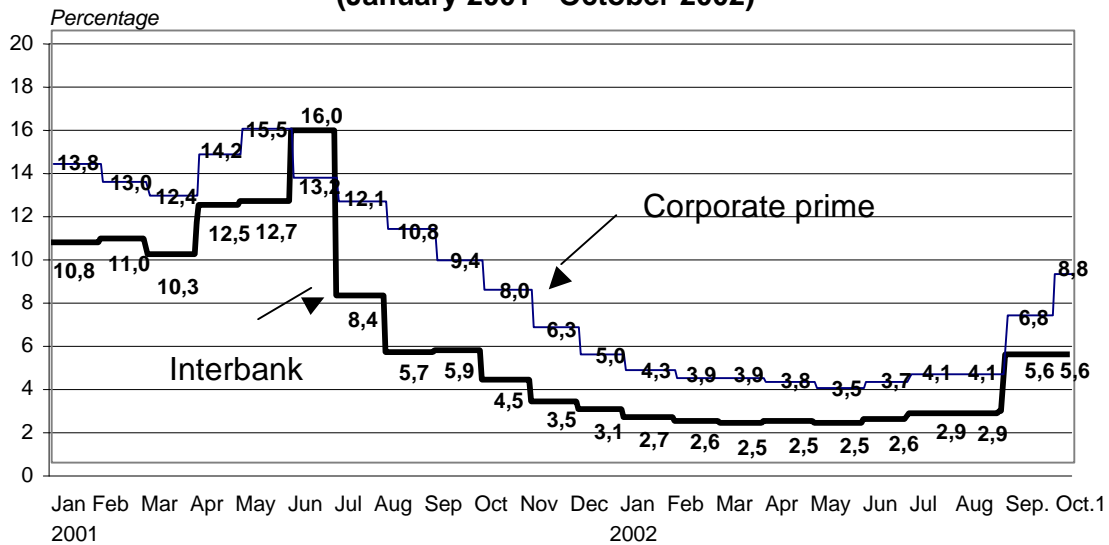


## Corporate prime interest rates

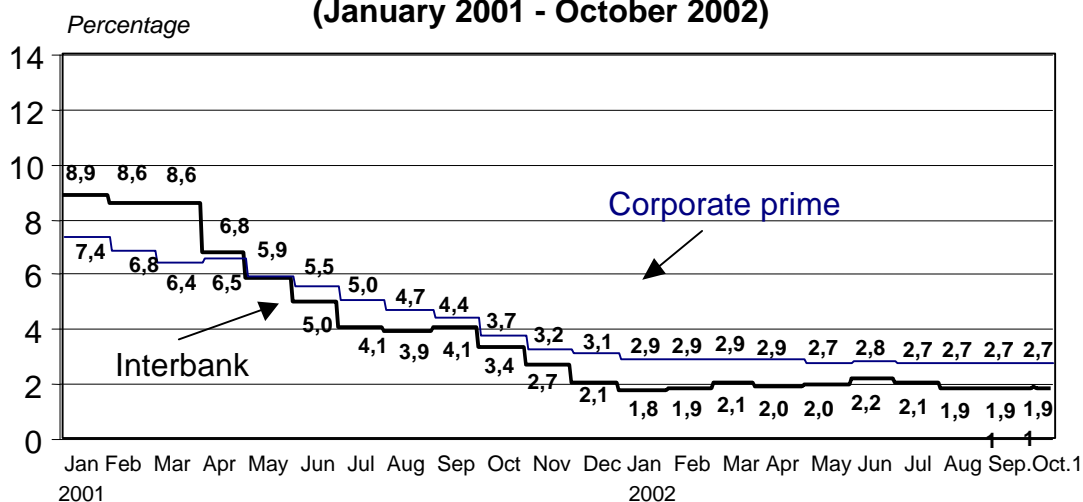
As of October 15, the corporate prime interest rate in domestic currency was 8,8 percent, higher than that recorded in September (6,8 percent). On the other

hand, the corporate prime interest rate in foreign currency remained at 2,7 percent. It should be noted that this level prevails since last July.

## Monthly average interest rate in domestic currency (January 2001 - October 2002)



## Monthly average interest rate in foreign currency (January 2001 - October 2002)



## Exchange rate: S/. 3,628

Between September 30 to October 15 the exchange rate decreased 0,4 percent, from S/. 3,644 to S/. 3,628. On the other hand, the balance of net forward sale

operations of banking enterprises decreased US\$ 20 million, whereas the covered exchange position dropped US\$ 35 million.

### Banks' exchange market operations to the public: Daily average

(Million of US\$)

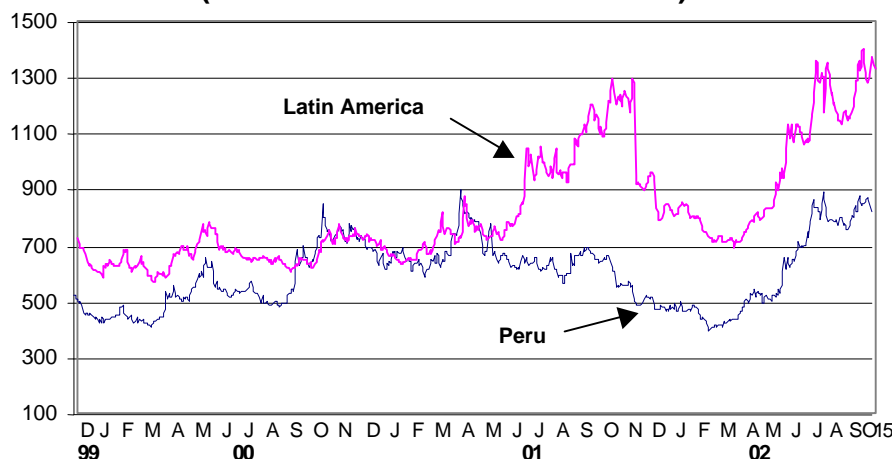
	December 2001	March 2002	June	September	October 1-15
<b>End-of-period balance:</b>					
<b>a. Net sales to the public (i-ii)</b>	<b>586</b>	<b>683</b>	<b>869</b>	<b>1 017</b>	<b>997</b>
i. Forward sales to the public	834	1 054	1210	1 302	1 254
ii. Forward purchases to the public	248	371	341	285	256
<b>b. Banks' exchange position</b>	<b>587</b>	<b>635</b>	<b>645</b>	<b>706</b>	<b>671</b>
<b>Flows:</b>					
<b>I. Forward sales to the public</b>	<b>-4</b>	<b>-3</b>	<b>3</b>	<b>0</b>	<b>-14</b>
- New sales	11	29	42	32	21
- Redemptions	15	32	39	32	35
<b>II. Forward purchases to the public</b>	<b>-3</b>	<b>-1</b>	<b>0</b>	<b>-3</b>	<b>3</b>
- New purchases	12	8	13	9	7
- Redemptions	15	9	13	11	5
<b>III. Net spot purchases to the public</b>	<b>3</b>	<b>21</b>	<b>30</b>	<b>16</b>	<b>21</b>
- Purchases	78	111	96	88	100
- Sales	75	90	66	72	79

## Peru's bonds spread: 8,5 percent

As of October 15, the average spread of Peruvian sovereign bonds was 8,2 percent, higher than in September (8,0 percent). In end-of-period terms this spread decreased from 9,0 to 7,8 percent. The average spread of the

global Peruvian bond spread with the 10 year maturity US bond passed from 8,1 percent in September to 8,5 percent in the period October 1 to 15. In end-of-period terms this spread decreased from 8,8 to 8,3 percent.

## Country risk (December 1999 - October 2002)



### Liquidity in domestic currency decreased 3,0 percent

Between August 22 to September 22 liquidity in **domestic currency** decreased 3,0 percent (S/. 532 million) to S/. 17 078 million (annual growth of 19,6 percent), whereas credit to the private sector in domestic currency increased 0,1 percent (S/. 12 million) in the last 4 weeks, totaling S/. 9 313 million (up 6,9 percent from a year ago).

Liquidity in **foreign currency** declined 0,8 percent (US\$ 83 million) to US\$ 9 639 million in the last 4 weeks, up 2,2 percent from a year ago. Short-term external liabilities fell 2,6 percent (US\$ 34 million) to US\$ 1 265 million. Credit to the private sector in foreign currency decreased in US\$ 1 million to US\$ 10 543 million (annual contraction of 2,1 percent).

Monetary aggregates (end of period)												
	Monetary base		Liquidity in S/.		Credit in S/.		Liquidity in US\$		Short term liabilities 1/		Credit in US\$	
	VAR.(%) Month	VAR.(%) Year	VAR.(%) Month	VAR.(%) Year	VAR.(%) Month	VAR.(%) Year	VAR.(%) Month	VAR.(%) Year	VAR.(%) Month	VAR.(%) Year	VAR.(%) Month	VAR.(%) Year
<b>1999</b>												
Dec.	18,1%	17,0%	5,8%	11,6%	-4,1%	-5,3%	-1,9%	2,4%	1,3%	-36,3%	1,7%	-1,6%
<b>2000</b>												
Dec.	14,6%	-4,0%	5,4%	2,5%	-0,3%	0,9%	0,5%	1,5%	4,6%	-17,2%	-1,0%	-4,5%
<b>2001</b>												
Mar.	0,1%	0,5%	2,5%	3,7%	0,9%	1,0%	0,7%	-1,7%	3,8%	-4,1%	0,8%	-3,4%
Jun.	1,1%	1,6%	-1,1%	3,6%	-0,5%	1,2%	0,8%	-1,2%	6,2%	-4,9%	-0,2%	-3,7%
Sep.	-1,6%	5,1%	0,0%	4,8%	0,2%	1,1%	0,5%	3,1%	-17,1%	-17,3%	-0,7%	-3,9%
Dec.	14,4%	7,9%	8,0%	13,5%	1,6%	2,7%	-1,9%	1,2%	-4,0%	-21,8%	0,7%	-3,8%
<b>2002</b>												
Jan.	-7,8%	10,8%	-3,2%	14,5%	-1,8%	1,1%	-0,8%	1,2%	-2,8%	-21,4%	-1,1%	-3,2%
Feb.	0,7%	13,9%	1,9%	18,2%	1,7%	3,6%	-0,2%	1,2%	5,7%	-15,8%	1,2%	-1,8%
Mar.	2,0%	16,1%	2,4%	18,2%	2,7%	5,5%	-1,5%	-1,0%	-5,2%	-23,1%	-1,1%	-3,6%
Apr.	-1,2%	9,9%	-0,6%	15,1%	-3,8%	2,2%	0,3%	-1,3%	-3,8%	-21,7%	0,5%	-3,1%
May.	-0,1%	14,5%	-0,2%	16,8%	0,9%	4,1%	-0,2%	-1,4%	3,1%	-16,0%	0,3%	-3,4%
Jun.	3,5%	17,2%	2,1%	20,6%	1,7%	6,3%	0,2%	-2,0%	5,3%	-16,8%	0,0%	-3,2%
Jul.	12,2%	19,9%	6,3%	22,7%	0,5%	6,6%	4,3%	1,4%	3,9%	-20,2%	-0,6%	-2,9%
Aug.	-4,6%	21,4%	-0,7%	23,1%	0,0%	6,1%	1,6%	2,1%	-1,5%	-15,3%	-0,4%	-2,1%
Sep.22	-2,0%	23,5%	-3,0%	19,6%	0,1%	6,9%	-0,8%	2,2%	-2,6%	-20,2%	0,0%	-2,1%
Memo:												
Balance as of Aug.22 (Mill.S/. or Mill.US\$)	6 412		17 610		9 301		9 721		1 299		10 544	
Balance as of Sep.22 (Mill.S/. or Mill.US\$)	6 285		17 078		9 313		9 639		1 265		10 543	
1/ Short term external liabilities of banking enterprises												

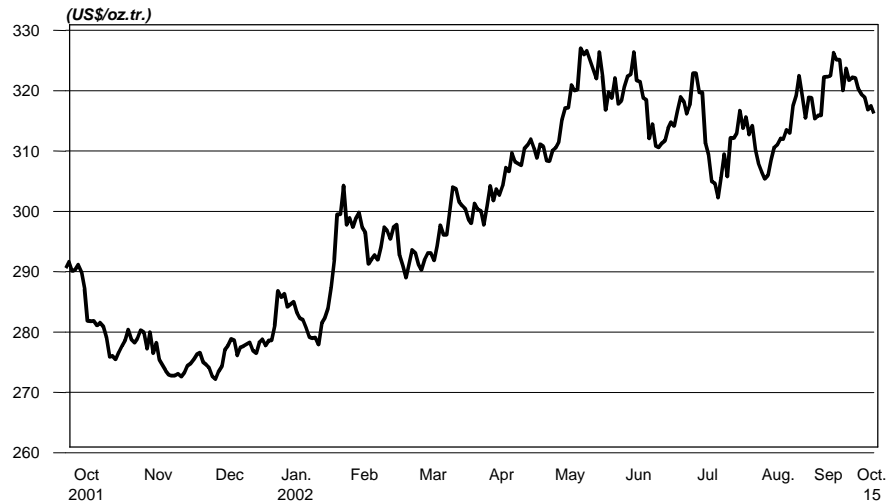
## International markets

Between October 9 to 15, the gold international quotation (US\$ 316 per once troy) decreased 1,0 percent, reflecting the rally in NY and Tokyo

exchanges as well as the recent strength of the US dollar. On the other hand, the silver quotation was US\$ 4,3 per once Troy, down 0,5 percent from last week.

### Gold quotation

(October 2001 - October 2002)

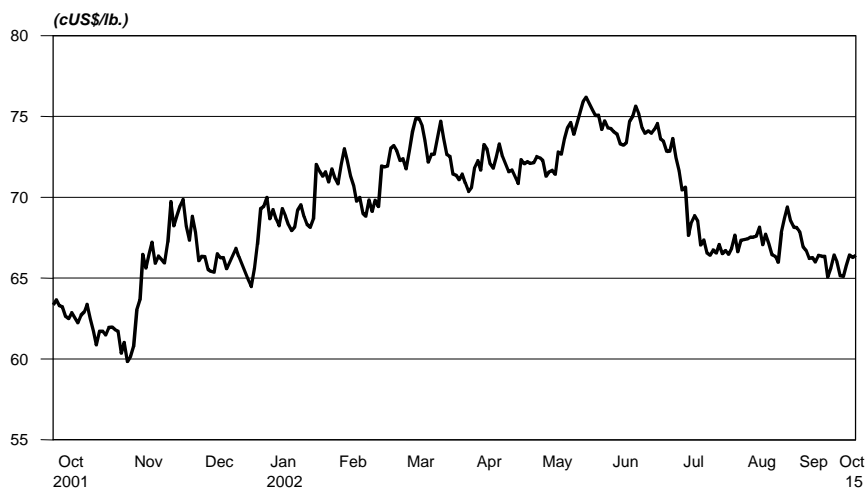


The copper quotation averaged US\$ 0,66 per lb, up 2,0 percent from last week, reflecting the decrease in China inventories (-13 percent) over last

2 weeks as well as lower LME inventories in 0,4 percent. On the other hand, the zinc quotation decreased 0,9 percent to US\$ 0,34 per lb.

### Copper quotation

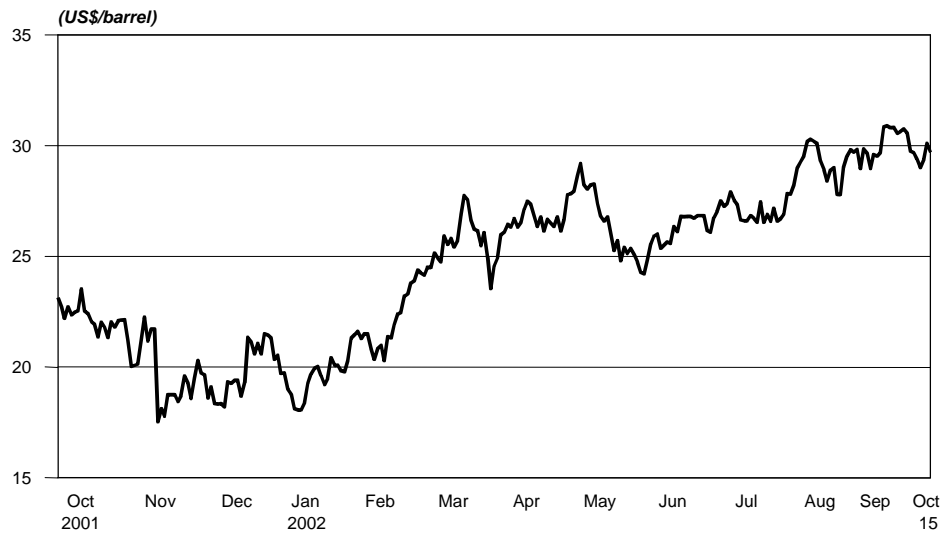
(October 2001 - October 2002)



The WTI oil quotation increased 1,3 percent to US\$ 29,7 per barrel, reflecting the imminent war between the

US and Iraq and the recent terrorist attacks last weekend.

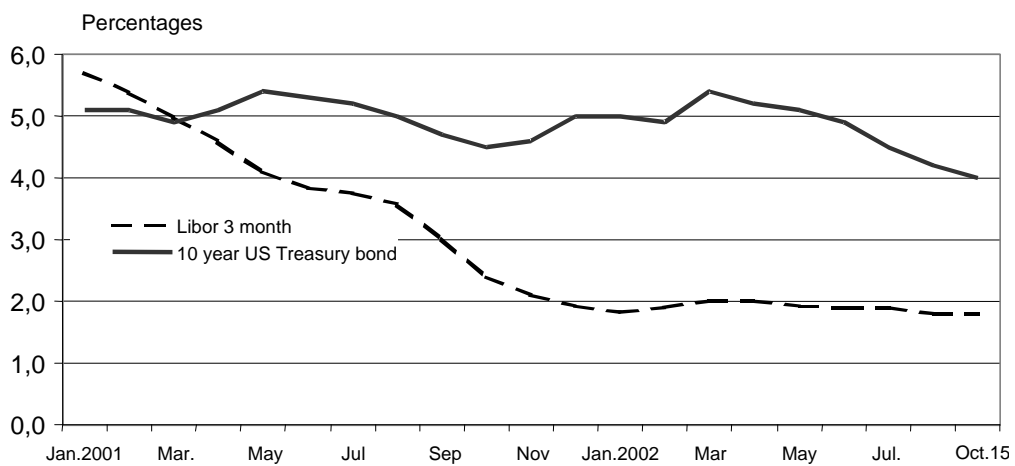
**Oil quotation**  
(October 2001 – October 2002)



The 3-month Libor increased from 1,76 to 1,80 percent, whereas the yield of the

US Treasury bond with a 10 year maturity passed from 3,7 to 4,0 percent.

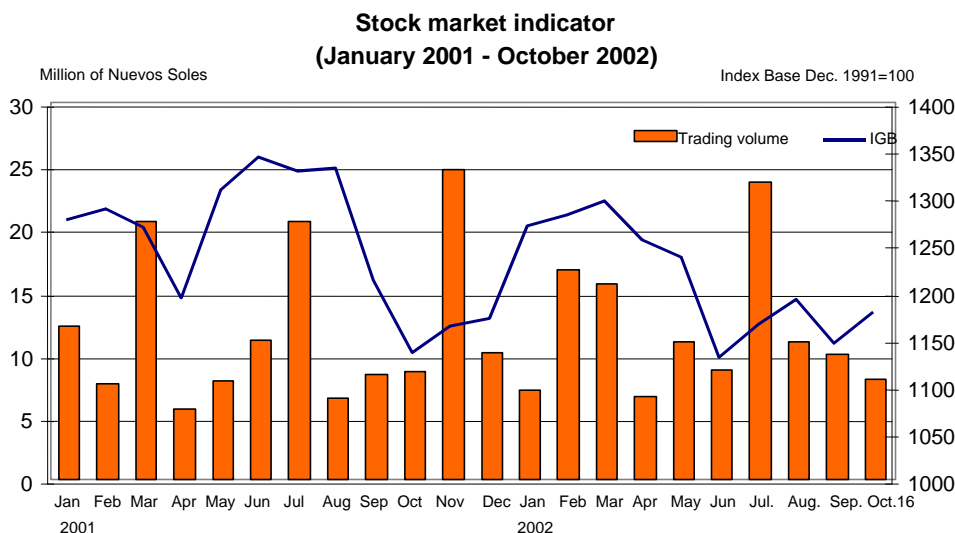
**Libor and US Treasury bond with a 10-year maturity**  
(January 2001 - October 2002)



## General Index increased 2,8 percent

As of October 16, the Lima Stock Exchange increased 2,8 percent in both the General and Blue Chip Index.

However, in the year the General index increased 0,5 percent, whereas the Blue Chip index fell 3,1 percent.



*Lima, October 18, 2002*

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 (jcava@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).



**Indicadores Económicos / Economic Indicators**

	2001						2002					
	DIC.	MAY.	JUN.	JUL.	AGO.	30 Set.	SET.	10 Oct.	11 Oct.	14 Oct.	15 Oct.	OCT.
<b>RESERVAS INTERNACIONALES (Mills. US\$) / INTERNATIONAL RESERVES</b>							Var.					Var.
Posición de cambio / <i>Net international position</i>	2 914	3 173	3 182	3 178	3 202	3 099	-104	3 091	3 091	3 092	3 086	-13
Reservas internacionales netas / <i>Net international reserves</i>	8 613	9 163	9 126	9 594	9 886	9 857	-29	9 884	10 013	10 014	9 947	90
Depósitos del sistema financiero en el BCR / <i>Financial system deposits at BCR</i>	3 196	3 231	3 314	3 545	3 851	3 794	-56	3 826	3 887	3 888	3 868	74
Empresas bancarias / <i>Banks</i>	2 945	2 998	3 039	3 286	3 523	3 560	37	3 590	3 620	3 622	3 604	44
Banco de la Nación / <i>Banco de la Nación</i>	0	194	234	214	282	194	-89	193	224	223	219	26
Sector privado / <i>Private sector</i>	33	38	41	44	45	41	-4	43	43	43	45	4
Depósitos del sector público en el BCR / <i>Public sector deposits at BCR</i>	2 536	2 789	2 655	2 886	2 840	2 962	122	2 975	3 043	3 041	2 995	33
Depósitos de privatización	139	21	28	36	40	54	13	54	54	54	54	0
Otros depósitos / <i>Other *</i>	2 397	2 768	2 627	2 850	2 800	2 909	109	2 921	2 989	2 987	2 941	33
<b>OPERACIONES CAMBIARIAS BCR (Mills. US\$) / BCR FOREIGN OPERATIONS</b>	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.					Acum.
Origen externo de la emisión primaria / <i>External origin of the monetary base</i>	79	1	1	-0	-0	6	-117	0	0	0	0	-5
Compras netas en Mesa de Negociación / <i>Net purchases of foreign currency</i>	58	0	0	0	0	0	-127	0	0	0	0	0
Operaciones swaps netas / <i>Net swap operations</i>	0	-0	0	0	0	0	6	6	0	0	0	-6
Operaciones con el Sector Público / <i>Public sector</i>	21	0	0	0	0	0	0	0	0	0	0	0
<b>TIPO DE CAMBIO (S/. por US\$) / EXCHANGE RATE</b>	Prom.	Prom.	Prom.	Prom.	Prom.		Prom.					Prom.
Compra interbancario / <i>Interbank bid</i>	Promedio / <i>Average</i>	3,435	3,451	3,481	3,533	3,570	3,640	3,618	3,620	3,616	3,616	3,622
Apertura / <i>Opening</i>	3,436	3,452	3,482	3,535	3,570	3,657	3,624	3,626	3,626	3,616	3,622	3,628
Venta Interbancario / <i>Interbank Ask</i>	Mediodía / <i>Midday</i>	3,436	3,453	3,482	3,535	3,572	3,647	3,620	3,618	3,618	3,617	3,631
Cierre / <i>Close</i>	3,436	3,453	3,483	3,537	3,575	3,633	3,620	3,623	3,615	3,622	3,631	3,624
Promedio / <i>Average</i>	3,436	3,452	3,482	3,535	3,572	3,644	3,621	3,621	3,616	3,617	3,628	3,623
Sistema bancario (SBS) / <i>Banking System</i>	Compra / <i>Bid</i>	3,434	3,450	3,479	3,531	3,569	3,643	3,618	3,618	3,614	3,614	3,626
Venta / <i>Ask</i>	3,437	3,453	3,482	3,535	3,571	3,644	3,620	3,620	3,616	3,616	3,628	3,624
Índice de tipo de cambio real (1994 = 100) / <i>Real exchange rate Index (1994 = 100)</i>	100,6	98,2	98,9	101,0	101,0		101,3					
<b>INDICADORES MONETARIOS / MONETARY INDICATORS</b>												
<b>Moneda nacional / Domestic currency</b>												
Emisión Primaria / <i>Monetary base</i>	(Var. % mensual) / <i>(% monthly change)</i>	14,4	-0,1	3,5	12,2	-4,6	-4,1	-4,1				
(Var. % últimos 12 meses) / <i>(% 12-month change)</i>	7,9	14,5	17,2	19,9	21,4	18,3	18,3					
Oferta monetaria / <i>Money Supply</i>	(Var. % mensual) / <i>(% monthly change)</i>	8,0	-0,2	2,1	6,3	-0,7						
(Var. % últimos 12 meses) / <i>(% 12-month change)</i>	13,5	16,8	20,6	22,7	23,1							
Crédito sector privado / <i>Crédit to the private sector</i>	(Var. % mensual) / <i>(% monthly change)</i>	1,6	0,9	1,7	0,5	0,0						
(Var. % últimos 12 meses) / <i>(% 12-month change)</i>	2,7	4,1	6,3	6,6	6,1							
TOSE saldo fin de período (Var. % acum. en el mes) / <i>TOSE balance (% change)</i>	4,3	1,4	0,7	3,2	-0,4	-1,4	-1,4	0,7	0,4	1,8	0,2	
Superávit de encaje promedio (% respecto al TOSE) / <i>Average reserve surplus (% of TOSE)</i>	0,7	0,1	0,3	0,5	0,3	0,4	0,4	0,7	0,7	0,8	0,7	
Cuenta corriente de los bancos (saldo mill. S./) / <i>Banks' current account (balance)</i>	165	196	217	205	186	61	190	326	285	298	247	
Créditos por regulación monetaria (millones de S./) / <i>Rediscounts (Millions of S./)</i>	0	0	0	0	0	0	0	0	0	0	0	
Depósitos públicos en el BCR (millones S./) / <i>Public sector deposits at the BCR (Mills.S./)</i>	195	595	692	292	314	514	514	293	294	284	304	
Certificados de Depósitos BCRP (saldo Mill.S./) / <i>CDBCRP balance (Millions of S./)</i>	1 840	2 320	2 065	1 820	2 045	1 735	1 735	1 615	1 595	1 545	1 545	
Operaciones de reporte (saldo Mill. S./) / <i>repos (Balance millions of S./)</i>	0	20	50	110	50	190	190	125	80	0	0	
Tasa de interés (%) / <i>Interest rates (%)</i>	Préstamos y descuentos hasta 360 días / <i>Loans &amp; discount Interbancaria / Interbank</i>	17,2	14,7	14,1	13,7	13,5	14,2	14,0	14,6	14,6	14,7	14,6
Preferencial corporativa a 90 días / <i>Corporate Prime</i>	3,1	2,5	2,6	2,9	2,9	7,6	5,6	5,2	4,7	4,5	4,4	5,6
Operaciones de reporte con CDBCRP / <i>CDBCRP repos</i>	5,0	3,5	3,7	4,1	4,1	9,8	6,8	9,2	9,2	9,2	8,0	8,8
Créditos por regulación monetaria / <i>Rediscounts</i>	s.m.	2,6	2,9	2,8	3,3	6,8	6,8	5,6	5,1	s.m.	s.m.	
Del saldo de CDBCRP / <i>CDBCRP balance</i>	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	
Del saldo de CDBCRP / <i>CDBCRP balance</i>	7,6	4,9	4,7	4,6	4,1	4,1	4,1	4,1	4,1	4,1	4,1	
<b>Moneda extranjera / foreign currency</b>												
Crédito sector privado / <i>Crédit to the private sector</i>	(Var. % mensual) / <i>(% monthly change)</i>	0,7	0,3	0,0	-0,6	-0,4						
(Var. % últimos 12 meses) / <i>(% 12-month change)</i>	-3,8	-3,4	-3,2	-2,9	-2,1							
TOSE saldo fin de período (Var. % acum. en el mes) / <i>TOSE balance (% change)</i>	-1,9	0,4	-0,2	4,4	1,0	-1,1	-1,1	0,4	0,3	0,1	0,2	
Superávit de encaje promedio (% respecto al TOSE) / <i>Average reserve surplus (% of TOSE)</i>	0,1	0,1	0,1	0,1	0,1	0,1	0,1	2,5	3,4	3,7	2,7	
Créditos por regulación monetaria (millones de US dólares) / <i>Rediscounts</i>	0	0	0	0	0	0	0	0	0	0	0	
Tasa de interés (%) / <i>Interest rates (%)</i>	Préstamos y descuentos hasta 360 días / <i>Loans &amp; discount Interbancaria / Interbank</i>	8,7	8,4	8,3	8,2	8,3	8,1	8,1	8,1	8,0	8,0	8,0
Preferencial corporativa a 90 días / <i>Corporate Prime</i>	2,1	2,0	2,2	2,1	1,9	1,5	1,9	2,0	2,0	1,6	1,6	1,9
Operaciones de reporte con CDBCRP / <i>CDBCRP repos</i>	3,1	2,7	2,8	2,7	2,7	2,6	2,7	2,7	2,7	2,7	2,7	2,7
Créditos por regulación monetaria / <i>Rediscounts</i>	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	
<b>INDICADORES BURSÁTILES / STOCK MARKET INDICES</b>	Acum.	Acum.	Acum.	Acum.	Acum.		Acum.					Acum.
Índice General Bursátil (Var. %) / <i>General Index (% change)</i>	0,8	-1,4	-8,5	3,0	2,2	-0,3	-3,8	1,2	1,1	0,1	0,8	2,9
Índice Selectivo Bursátil (Var. %) / <i>Blue Chip Index (% change)</i>	0,6	-1,4	-9,2	2,9	2,8	0,3	-4,6	1,5	0,8	0,2	0,9	2,7
Monto negociado en acciones (Mill. S.) - Prom. diario	10,1	11,0	9,3	23,6	8,0	4,8	6,7	5,0	5,1	1,9	5,4	3,8
<b>INFLACIÓN (%) / INFLATION (%)</b>												
Inflación mensual / <i>Monthly</i>	-0,09	0,14	-0,23	0,03	0,10		0,47					
Inflación últimos 12 meses / <i>% 12 months change</i>	-0,13	0,17	0,00	-0,14	0,26		0,68					
<b>GOBIERNO CENTRAL (Mill. S.) / CENTRAL GOVERNMENT (Mills. of S.)</b>												
Resultado primario / <i>Primary balance</i>	-1 004	-145	-9	-510	468							
Ingresos corrientes / <i>Current revenue</i>	2 190	2 219	2 191	2 272	2 726							
Gastos no financieros / <i>Non-financial expenditure</i>	3 282	2 373	2 220	2 864	2 271							
<b>COMERCIO EXTERIOR (Mills. US\$) / FOREIGN TRADE (Mills. of US\$)</b>												
Balanza Comercial / <i>Trade balance</i>	55	19	224	46	97							
Exportaciones / <i>Exports</i>	603	683	765	720	711							
Importaciones / <i>Imports</i>	548	664	541	674	615							
<b>PRODUCTO BRUTO INTERNO (Índice 1994=100) / GROSS DOMESTIC PRODUCT</b>												
Variac. %, respecto al mismo mes del año anterior / <i>Annual rate of growth</i>	4,1	4,5	3,6	3,8	3,8							
<b>COTIZACIONES INTERNACIONALES / INTERNATIONAL QUOTATIONS</b>	Prom.	Prom.	Prom.	Prom.	Prom.		Prom.					Prom.
LIBOR a tres meses (%) / <i>LIBOR 3-month (%)</i>	1,9	1,9	1,9	1,9	1,8	1,8	1,8	1,8	1,8	1,8	1,8	1,8
Dow Jones (Var %) / <i>(% change)</i>	2,9	-0,2	-6,9	-5,5	-0,8	-1,4	-12,4	3,4	4,2	0,4	4,8	8,7
Rendimiento de los U.S. Treasuries (30 años) / <i>U.S. Treasuries yield (30 years)</i>	5,5	5,6	5,5	5,4	5,1	4,7	4,8	4,7	4,8	s.c.	5,0	4,8
Stripped spread del EMBI+ PERU (pbs) / <i>EMBI+ PERU stripped spread (basis points)</i>	514	521	567	717	815	880	806	868	846	846	826	853
Bono Global - Perú (en pbs) / <i>Bono Global - Perú (basis points)</i>	n.d.	487	545	693	808	897	799	834	798	802	779	824

\* Incluye depósitos de Promcepri, Fondo de Estabilización Fiscal (FEF), Cofide, fondos administrados por la ONP; y otros depósitos del MEF. El detalle se presenta en el cuadro No.18 del Boletín Semanal.

Fuente: BCR, INEI, Aduanas, Banco de la Nación, BVL, Sunat, SBS, Reuters y Bloomberg.