



BANCO CENTRAL DE RESERVA DEL PERÚ

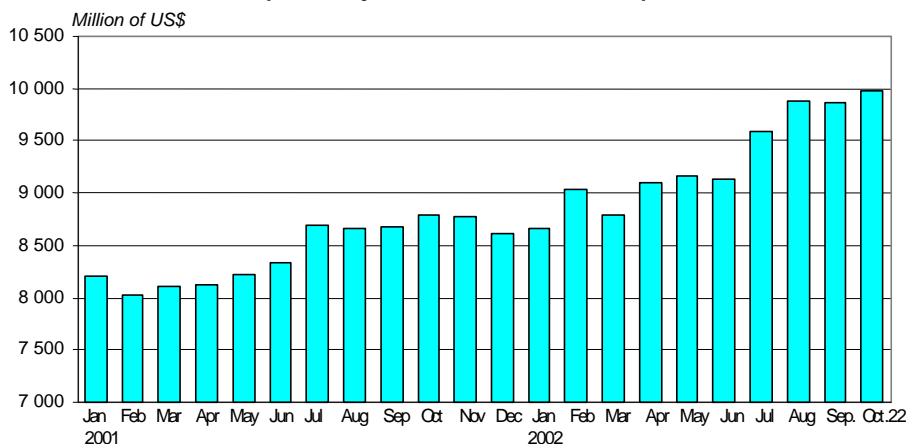
WEEKLY REPORT N° 43 – October 25, 2002

Net International Reserves: US\$ 9 975 million

As of October 22, the net international reserves (NIR) of the Central Reserve Bank of Peru amounted to US\$ 9 975 million, up US\$ 118 million from end-September. This increase obeys to higher financial system (US\$ 94 million) and public sector deposits (US\$ 24 million), FLAR's profit

capitalization (US\$ 15 million) and other operations (US\$ 1 million); which were partially offset by the redemption of swap operations (US\$ 6 million), the decrease of Insurance Deposit Fund deposits (US\$ 2 million) and the valuation effect, mainly in gold (US\$ 14 million).

BCR's net international reserves
(January 2001 - October 2002)



Banks' current account balance: S/. 215 million

As of October 25, the banks' current account held at the Central Bank averaged S/. 215 million. The range announced by the Bank for that month is S/. 180 – S/. 200 million. Over the

period October 16 to 22, the monetary operations of the Central Bank allowed the banks' current account to pass from S/. 179 million to a S/. 137 million balance.

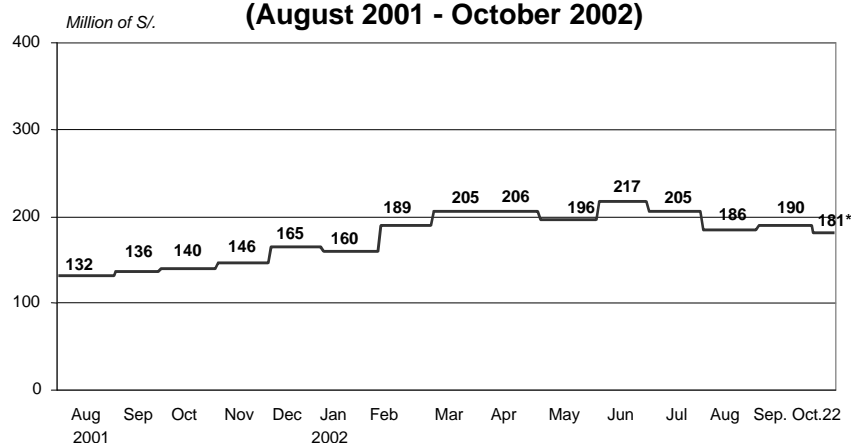
Banks current account at the BCRP and monetary operations

(Million of nuevos soles)

	October				
	16	17	18	21	22
1. Balance of banks current account before BCRP operations	233,9	153,5	137,4	204,0	166,0
2. BCRP monetary and exchange operations					
Monetary operations of BCRP					
i. Auction of Certificates of Deposits BCRP (CDBCRP)				30	
Term				1 week	
ii. Auction of temporary purchase of CDBCRP and BTP		20			
Term		1 week			
iii. Auction of Readjustable Certificates of Deposits (CDR)					
Term	28				
Term	3 month				
3. BCRP monetary operations at the end of operations					
i. Overnight deposits in domestic currency	66,5		26,7	77,5	
4. Balance of the banks' current account at the BCR (end of operations)	139,4	173,5	110,7	96,5	166,0
5. Interest rates					
Interbank	4,23%	3,84%	3,76%	4,18%	4,20%
Auction of Certificates of Deposits BCRP (CDBCRP)				4,20%	
Auction of temporary purchase of CDBCRP and BTP		4,75%			
Auction of Readjustable Certificates of Deposits (CDR)	2,50%				
Overnight deposits in domestic currency	3,00%	3,00%	3,00%	3,00%	3,00%

Range approved for October: S/. 180 - S/. 200 millions.

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

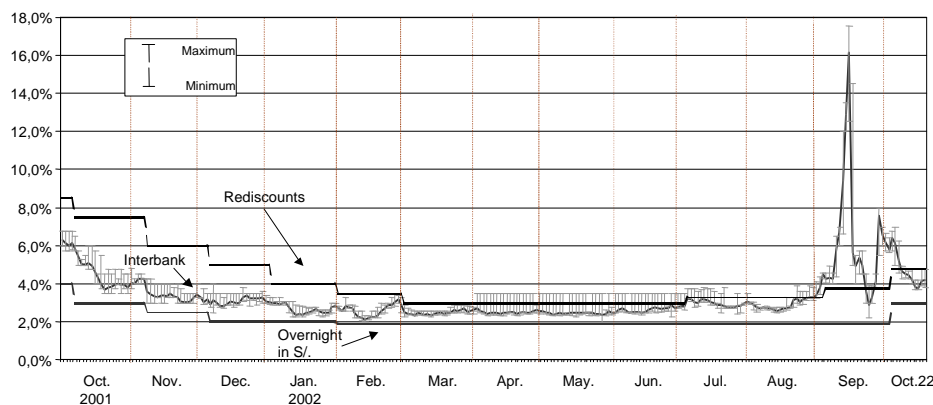


* Last 30 day average.

Interbank interest rate: 4,8 percent

On October 22, the average interbank interest rate was 4,2 percent, whereas as of October 22 this rate averaged 4,8 percent, lower than in September (5,6 percent).

**Interest rates in domestic currency
(October 2001 - October 2002)**

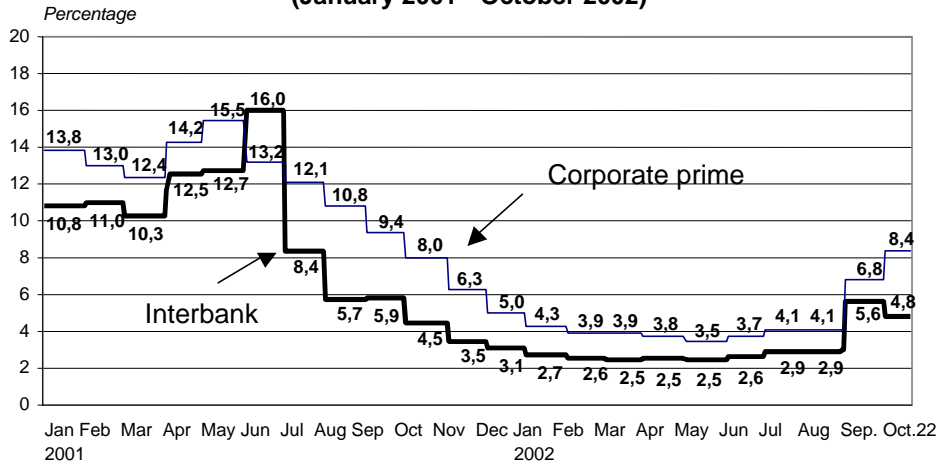


Corporate prime interest rates

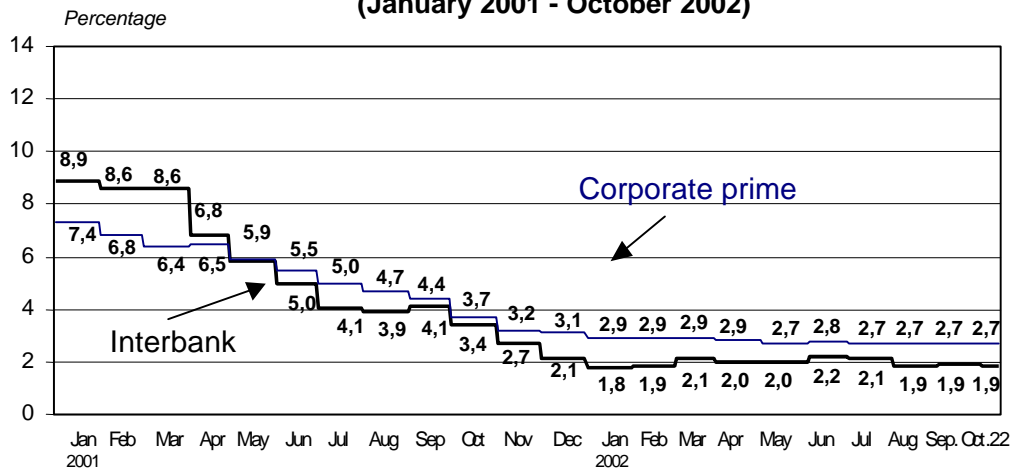
As of October 22, the corporate prime interest rate in domestic currency was 8,4 percent, higher than that recorded in September (6,8 percent). On the other

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 rates in domestic currency
(January 2001 - October 2002)**



**Monthly average interest rates in domestic currency
(January 2001 - October 2002)**



Exchange rate: S/. 3,621

Between October 16 to 22 the exchange rate decreased 0,2 percent, from S/. 3,628 to S/. 3,621. On the other hand, the balance of net forward sale

operations of banking enterprises decreased US\$ 14 million, whereas the covered exchange position dropped US\$ 39 million.

Banks' exchange market operations to the public: Daily average

(Million of US\$)

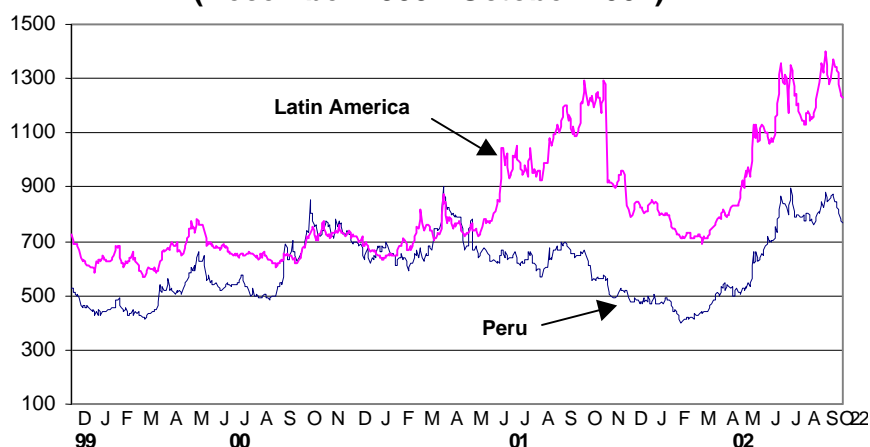
	December 2001	March 2002	June	September	October 1-22
End-of-period balance:					
a. Net sales to the public (i-ii)	586	683	869	1 017	1 003
i. Forward sales to the public	834	1 054	1210	1 302	1 259
ii. Forward purchases to the public	248	371	341	285	257
b. Banks' exchange position	587	635	645	706	667
Flows:					
I. Forward sales to the public	-4	-3	3	0	-1
- New sales	11	29	42	32	32
- Redemptions	15	32	39	32	33
II. Forward purchases to the public	-3	-1	0	-3	1
- New purchases	12	8	13	9	10
- Redemptions	15	9	13	11	9
III. Net spot purchases to the public	3	21	30	16	18
- Purchases	78	111	96	88	96
- Sales	75	90	66	72	78

Peru's bonds spread: 8,3 percent

As of October 22, the average spread of **Peruvian sovereign bonds** with the 10 year maturity US bond was 8,3 percent, higher than in September (8,0 percent). However, in end-of-period terms this spread decreased from 8,8 to 7,7

percent. The average spread of the **global Peruvian bond** spread as of October 22 was 8,0 percent, similar to September, whereas in end-of-period terms this spread decreased from 9,0 to 7,3 percent.

Spread of sovereign bonds (December 1999 - October 2002)



Liquidity in domestic currency decreased 2,3 percent

In September liquidity in **domestic currency** decreased 2,3 percent (S/. 403 million) to S/. 17 326 million (annual growth of 20,2 percent), whereas credit to the private sector in domestic currency increased 1,5 percent (S/. 141 million) in October, totaling S/. 9 465 million (up 7,5 percent from a year ago).

Liquidity in **foreign currency** declined 1,6 percent (US\$ 159 million) to US\$ 9 632 million in October, down 0,1 percent from a year ago. Credit to the private sector in foreign currency decreased in US\$ 55 million (0,5 percent) to US\$ 10 569 million (annual contraction of 1,9 percent).

Monetary aggregates (End of period)												
	Monetary base		Liquidity in S/.		Credit in S/.		Liquidity in US\$		Short external liabilities ^{1/}		Credit in US\$	
	VAR.(%)	VAR.(%)	VAR.(%)	VAR.(%)	VAR.(%)	VAR.(%)	VAR.(%)	VAR.(%)	VAR.(%)	VAR.(%)	VAR.(%)	VAR.(%)
	Month	Year	Month	Year	Month	Year	Month	Year	Month	Year	Month	Year
1999												
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%
2000												
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%
2001												
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%
2002												
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.	-4,1%	18,3%	-2,3%	20,2%	1,5%	7,5%	-1,6%	-0,1%	-0,9%	1,2%	-0,5%	-1,9%
Memo:												
Balance as of Aug.31 (Mill.S/ or Mill.US\$)	6 302		17 729		9 324		9 791		1 235		10 624	
Balance as of Set.31 (Mill.S/ or Mill.US\$)	6 044		17 326		9 465		9 632		1 224		10 569	
1/ Short term external liabilities of banking enterprises.												

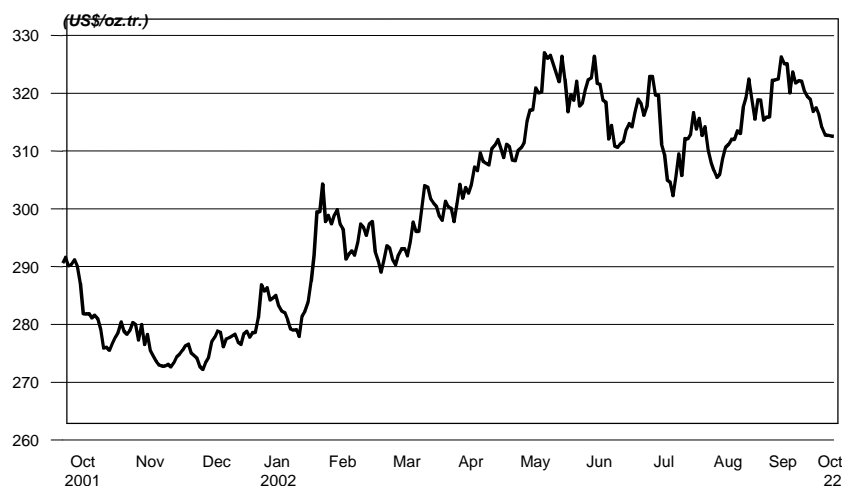
International markets

Between October 15 to 22, the gold international quotation (US\$ 312,5 per once troy) decreased 1,1 percent, reflecting the recovery in world stock

markets and the strengthening of the US dollar. On the other hand, the silver quotation was US\$ 4,4 per once Troy, up 0,5 percent from last week.

Gold quotation

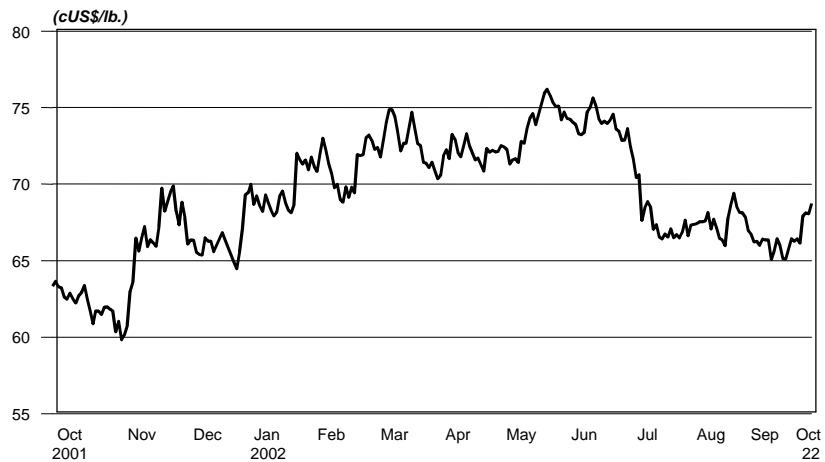
(October 2001 - October 2002)



The copper quotation averaged US\$ 0,69 per lb, up 3,5 percent from last week, reflecting the world economic recovery expectations following the good performance of the

construction sector in the US. LME inventories decreased 0,5 percent to 855 thousand Metric Tones. On the other hand, the zinc quotation increased 3,1 percent to US\$ 0,35 per lb.

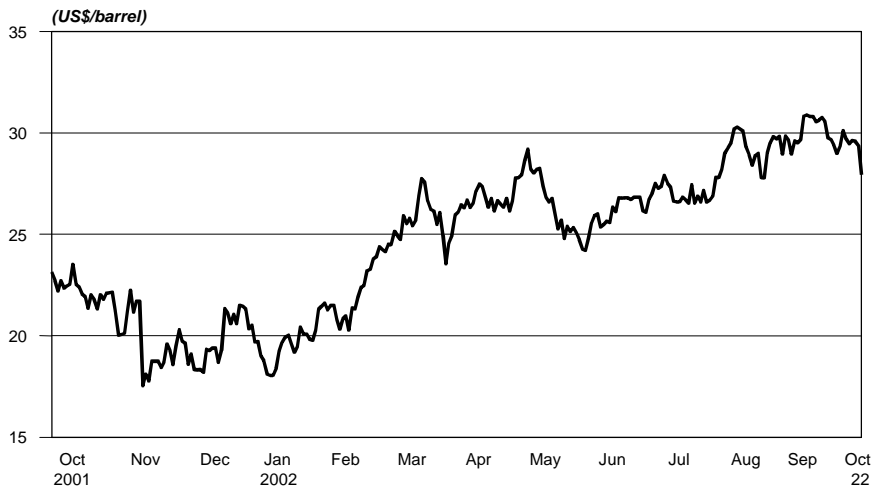
Copper quotation (October 2001 - October 2002)



The WTI oil quotation decreased 6,5 percent between October 15 to 22 to US\$ 27,8 per barrel, reflecting the increase in US oil inventories (3,4

percent) and the announcement of Saudi Arabia by which, oil supply would not be compromised in case of a US military attack upon Iraq.

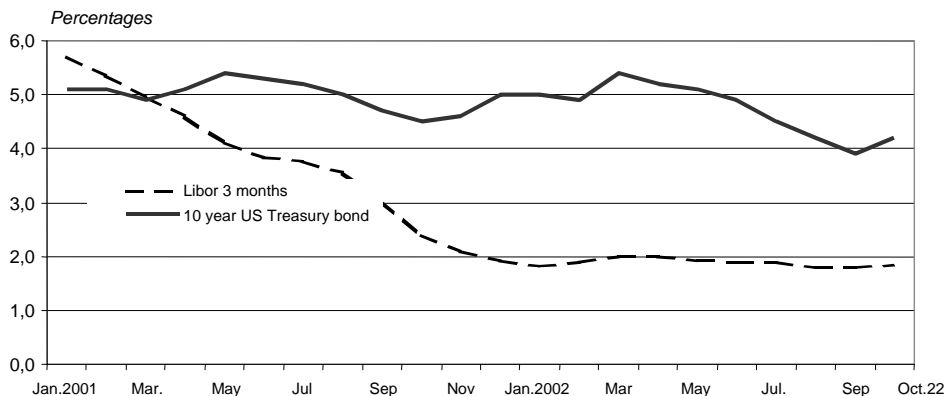
Oil quotation (October 2001 - October 2002)



The 3-month Libor increased from 1,80 to 1,84 percent, whereas the yield of the

US Treasury bond with a 10 year maturity passed from 4,0 to 4,2 percent.

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

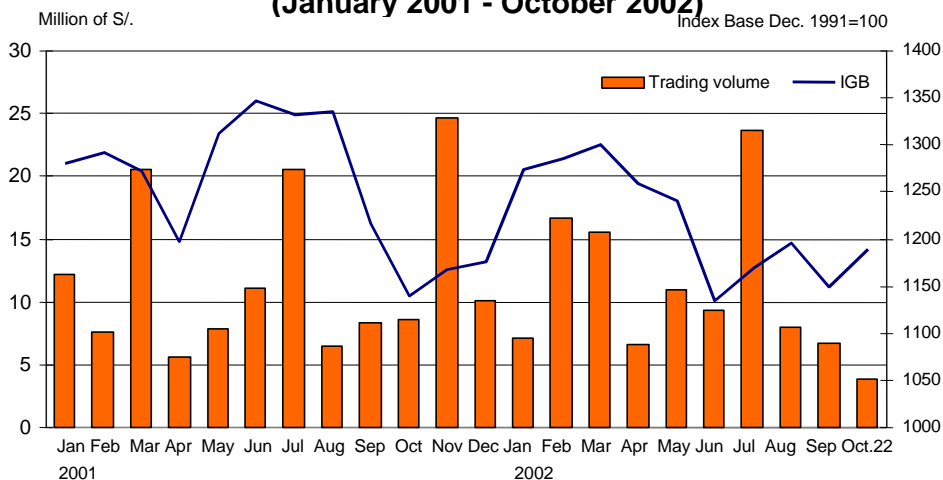


General Index increased 3,5 percent

As of October 23, the Lima Stock Exchange increased 3,5 percent in the General Index and 3,7 percent in the Blue Chip Index. However, in the year

the General index increased 1,1 percent, whereas the Blue Chip index fell 2,2 percent.

**Stock market indicators
(January 2001 - October 2002)**



Lima, October 25, 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.	JUN.	JUL.	AGO.	30 Set.	SET.	16 Oct.	17 Oct.	18 Oct.	21 Oct.	22 Oct.	OCT.	
RESERVAS INTERNACIONALES (Mills. US\$) / INTERNATIONAL RESERVES						Var.						Var.	
Posición de cambio / <i>Net international position</i>	2 914	3 182	3 178	3 202	3 099	-104	3 102	3 098	3 099	3 097	3 100	1	
Reservas internacionales netas / <i>Net international reserves</i>	8 613	9 126	9 594	9 886	9 857	-29	9 959	9 973	9 967	9 973	9 975	118	
Depósitos del sistema financiero en el BCR / <i>Financial system deposits at BCR</i>	3 196	3 314	3 545	3 851	3 794	-56	3 864	3 882	3 879	3 891	3 888	94	
Empresas bancarias / <i>Banks</i>	2 945	3 039	3 286	3 523	3 560	37	3 603	3 620	3 617	3 628	3 624	64	
Banco de la Nación / <i>Banco de la Nación</i>	0	234	214	282	194	-89	216	217	217	219	219	26	
Sector privado / <i>Private sector</i>	33	41	44	45	41	-4	45	45	44	45	45	4	
Depósitos del sector público en el BCR / <i>Public sector deposits at BCR</i>	2 536	2 655	2 886	2 840	2 962	122	2 993	2 992	2 989	2 985	2 987	24	
Depósitos de privatización	139	28	36	40	54	13	54	54	54	54	54	0	
Otros depósitos / <i>Other *</i>	2 397	2 627	2 850	2 800	2 909	109	2 939	2 938	2 935	2 931	2 933	24	
OPERACIONES CAMBIARIAS BCR (MILL. US\$) / BCR FOREIGN OPERATIONS	Acum.	Acum.	Acum.	Acum.		Acum.						Acum.	
Origen externo de la emisión primaria / <i>External origin of the monetary base</i>	79	1	-0	-0	6	-117	0	0	-0	0	0	-5	
Compras netas en Mesa de Negociación / <i>Net purchases of foreign currency</i>	58	0	0	0	0	-127	0	0	0	0	0	0	
Operaciones swaps netas / <i>Net swap operations</i>	0	0	0	0	6	6	0	0	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	
TIPO DE CAMBIO (S/. por US\$) / EXCHANGE RATE	Prom.	Prom.	Prom.	Prom.		Prom.						Prom.	
Compra interbancario / <i>Interbank bid</i>	Promedio / <i>Average</i>	3,435	3,481	3,533	3,570	3,640	3,618	3,628	3,623	3,614	3,619	3,618	3,622
Apertura / <i>Opening</i>	3,436	3,482	3,535	3,570	3,657	3,624	3,632	3,628	3,621	3,618	3,624	3,627	
Venta Interbancario / <i>Interbank Ask</i>	Mediodía / <i>Midday</i>	3,436	3,482	3,535	3,572	3,647	3,620	3,629	3,623	3,615	3,619	3,620	3,623
Cierre / <i>Close</i>	3,436	3,483	3,537	3,575	3,633	3,620	3,627	3,621	3,619	3,620	3,617	3,623	
Promedio / <i>Average</i>	3,436	3,482	3,535	3,572	3,644	3,621	3,630	3,624	3,616	3,620	3,619	3,623	
Sistema bancario (SBS) / <i>Banking System</i>	Compra / <i>Bid</i>	3,434	3,479	3,531	3,569	3,643	3,618	3,629	3,625	3,613	3,619	3,618	3,621
Venta / <i>Ask</i>	3,437	3,482	3,535	3,571	3,644	3,620	3,630	3,626	3,616	3,621	3,621	3,623	
Índice de tipo de cambio real (1994 = 100) / <i>Real exchange rate Index (1994 = 100)</i>	100,6	98,9	101,0	101,0		101,3							
INDICADORES MONETARIOS / MONETARY INDICATORS													
Moneda nacional / Domestic currency													
Emisión Primaria / <i>Monetary base</i>	(Var. % mensual) / <i>(% monthly change)</i>	14,4	3,5	12,2	-4,6	-4,1	-4,1	-0,5					
(Var. % últimos 12 meses) / <i>(% 12-month change)</i>	7,9	17,2	19,9	21,4	18,3	18,3							
Oferta monetaria / <i>Money Supply</i>	(Var. % mensual) / <i>(% monthly change)</i>	8,0	2,1	6,3	-0,7	-2,3	-2,3						
(Var. % últimos 12 meses) / <i>(% 12-month change)</i>	13,5	20,6	22,7	23,1	20,2	20,2							
Crédito sector privado / <i>Crédit to the private sector</i>	(Var. % mensual) / <i>(% monthly change)</i>	1,6	1,7	0,5	0,0	1,5	1,5						
(Var. % últimos 12 meses) / <i>(% 12-month change)</i>	2,7	6,3	6,6	6,1	7,5	7,5							
TOSE saldo fin de período (Var. % acum. en el mes) / <i>TOSE balance (% change)</i>	4,3	0,7	3,2	-0,4	-1,4	-1,4	1,6	1,1	0,2	0,9	0,2		
Superávit de encaje promedio (% respecto al TOSE) / <i>Average reserve surplus (% of TOSE)</i>	0,7	0,3	0,5	0,3	0,4	0,4	0,7	0,6	0,5	0,4	0,4		
Cuenta corriente de los bancos (saldo mill. S./) / <i>Banks' current account (balance)</i>	165	217	205	186	61	190	139	174	111	97	166		
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	692	292	314	514	514	307	328	295	309	429		
Certificados de Depósitos BCRP (saldo Mill.S./) / <i>CDBCRP balance (Millions of S./)</i>	1 840	2 065	1 820	2 045	1 735	1 735	1 545	1 545	1 525	1 525	1 450		
Operaciones de reporte (saldo Mill. S./) / <i>repos (Balance millions of S./)</i>	0	50	110	50	190	190	0	20	0	0	0		
Tasa de interés (%) / <i>Interest rates (%)</i>	Préstamos y descuentos hasta 360 días / <i>Loans & discount</i>	17,2	14,1	13,7	13,5	14,2	14,0	14,6	14,6	14,6	14,5	14,6	
Interbancaria / <i>Interbank</i>	3,1	2,6	2,9	2,9	7,6	5,6	4,2	3,8	3,8	4,2	4,2	4,8	
Preferencial corporativa a 90 días / <i>Corporate Prime</i>	5,0	3,7	4,1	4,1	9,8	6,8	8,0	8,0	8,0	8,0	7,3	8,4	
Operaciones de reporte con CDBCRP / <i>CDBCRP repos</i>	s.m.	2,9	2,8	3,3	6,8	6,8	s.m.	4,8	s.m.	s.m.	s.m.		
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.		
Del saldo de CDBCRP / <i>CDBCRP balance</i>	7,6	4,7	4,6	4,1	4,1	4,1	4,1	4,1	4,1	4,1	4,1		
Moneda extranjera / foreign currency													
Crédito sector privado / <i>Crédit to the private sector</i>	(Var. % mensual) / <i>(% monthly change)</i>	0,7	0,0	-0,6	-0,4	-0,5	-0,5						
(Var. % últimos 12 meses) / <i>(% 12-month change)</i>	-3,8	-3,2	-2,9	-2,1	-1,9	-1,9							
TOSE saldo fin de período (Var. % acum. en el mes) / <i>TOSE balance (% change)</i>	-1,9	-0,2	4,4	1,0	-1,1	-1,1	0,6	0,5	0,3	0,6	0,8		
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	1,9	2,1	2,6	2,7	2,8		
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 & discount</i>	8,7	8,3	8,2	8,3	8,1	8,1	8,0	8,0	7,9	8,0	8,0	
Interbancaria / <i>Interbank</i>	2,1	2,2	2,1	1,9	1,5	1,9	1,6	s.m.	s.m.	1,5	1,5	1,9	
Preferencial corporativa a 90 días / <i>Corporate Prime</i>	3,1	2,8	2,7	2,7	2,6	2,7	2,7	2,7	2,7	2,7	2,8	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.		
INDICADORES BURSÁTILES / STOCK MARKET INDICES	Acum.	Acum.	Acum.	Acum.		Acum.						Acum.	
Índice General Bursátil (Var. %) / <i>General Index (% change)</i>	0,8	-8,5	3,0	2,2	-0,3	-3,8	-0,1	-0,3	0,1	0,6	0,3	3,5	
Índice Selectivo Bursátil (Var. %) / <i>Blue Chip Index (% change)</i>	0,6	-9,2	2,9	2,8	0,3	-4,6	0,1	-0,3	0,3	0,5	0,4	3,7	
Monto negociado en acciones (Mill. S.) - Prom. diario	10,1	9,3	23,6	8,0	4,8	6,7	5,2	3,5	2,9	2,5	5,0	3,8	
INFLACIÓN (%) / INFLATION (%)													
Inflación mensual / <i>Monthly</i>	-0,09	-0,23	0,03	0,10		0,47							
Inflación últimos 12 meses / <i>12 months change</i>	-0,13	0,00	-0,14	0,26		0,68							
GOBIERNO CENTRAL (Mill. S.) / CENTRAL GOVERNMENT (Mills. of S./)													
Resultado primario / <i>Primary balance</i>	-1 004	-9	-510	468									
Ingresos corrientes / <i>Current revenue</i>	2 190	2 191	2 272	2 726									
Gastos no financieros / <i>Non-financial expenditure</i>	3 282	2 220	2 864	2 271									
COMERCIO EXTERIOR (Mills. US\$) / FOREIGN TRADE (Mills. of US\$)													
Balanza Comercial / <i>Trade balance</i>	55	224	46	97									
Exportaciones / <i>Exports</i>	603	765	720	711									
Importaciones / <i>Imports</i>	548	541	674	615									
PRODUCTO BRUTO INTERNO (Índice 1994=100) / GROSS DOMESTIC PRODUCT													
Variac. %, respecto al mismo mes del año anterior / <i>Annual rate of growth</i>	4,1	3,6	3,8	3,8									
COTIZACIONES INTERNACIONALES / INTERNATIONAL QUOTATIONS	Prom.	Prom.	Prom.	Prom.		Prom.						Prom.	
LIBOR a tres meses (%) / <i>LIBOR 3-month (%)</i>	1,9	1,9	1,9	1,8	1,8	1,8	1,8	1,8	1,8	1,8	1,8	1,8	
Dow Jones (Var %) / <i>(% change)</i>	2,9	-6,9	-5,5	-0,8	-1,4	-12,4	-2,7	3,0	0,6	2,6	-1,1	11,3	
Rendimiento de los U.S. Treasuries (30 años) / <i>U.S. Treasuries yield (30 years)</i>	5,5	5,5	5,4	5,1	4,7	4,8	5,0	5,1	5,1	5,1	5,2	4,9	
Stripped spread del EMBI+ PERU (pbs) / <i>EMBI+ PERU stripped spread (basis points)</i>	514	567	717	815	880	806	821	802	781	776	768	830	
Bono Global - Perú (en pbs) / <i>Bono Global - Perú (basis points)</i>	n.d.	545	693	808	897	799	772	759	735	732	731	796	

* 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.