



BANCO CENTRAL DE RESERVA DEL PERÚ

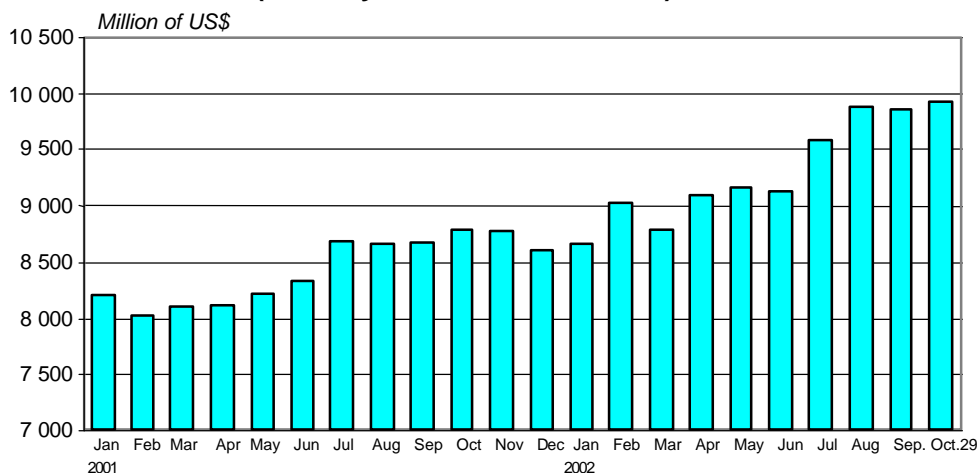
WEEKLY REPORT N° 44 – October 31, 2002

Net International Reserves: US\$ 9 924 million

As of October 29, the net international reserves (NIR) of the Central Reserve Bank of Peru amounted to US\$ 9 924 million, up US\$ 67 million from end-September. This increase obeys to higher public sector (US\$ 37 million) and financial system deposits (US\$ 15 million), FLAR's profit capitalization

(US\$ 15 million), net interest earnings (US\$ 8 million) and other operations (US\$ 1 million); which were partially offset by the valuation effect (US\$ 7 million) as well as the decrease of Insurance Deposit Fund deposits (US\$ 2 million).

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



Banks' current account balance: S/. 195 million

As of October 29, the banks' current account held at the Central Bank averaged S/. 195 million. The range announced by the Bank for that month is S/. 180 – S/. 200 million. Over the

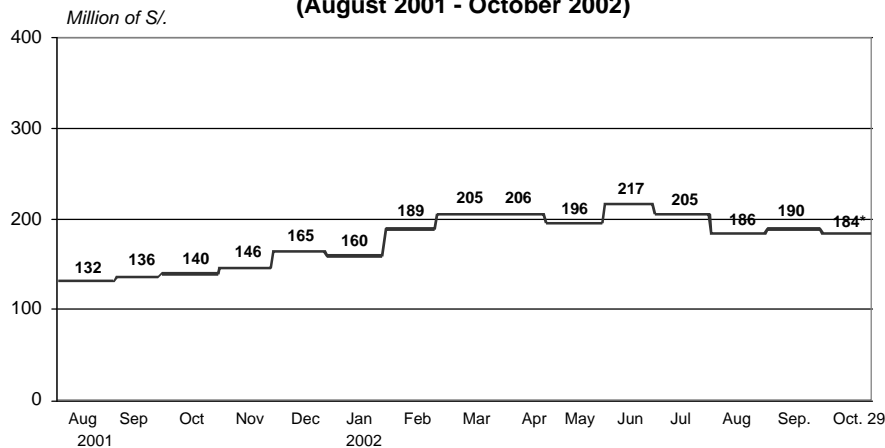
period October 23 to 29, the monetary operations of the Central Bank allowed the banks' current account to pass from S/. 151 million to a S/. 125 million balance.

Banks current account at the BCRP and monetary operations
(Million of nuevos soles)

	October				
	23	24	25	28	29
1. Balance of banks current account before BCRP operations	55,0	86,9	96,6	178,8	339,2
2. BCRP monetary and exchange operations					
i. Auction of certificates of deposits (CDBCRP)					50 70 80
Term					9 months 6 months 7 days
ii. Auction of temporary purchase of CDBCRP and BTP	60	20	40	40	
Term	1 day	7 days	1day	3 days	
3. BCRP monetary operations (end of operations)					
i. Swap operations	18				
(In US\$ million)	5				
ii. Temporary purchase of CDBCRP and BTP (off auction)	1,5				
iii. Monetary regulation credit in domestic currency			15	1,6	
iv. Overnight deposits in domestic currency				48	78,8
4. Balance of the banks' current account at the BCR (end of operations)	154,5	126,9	151,6	132,4	60,4
5. Interest rates					
Interbank	3,84%	3,89%	4,50%	3,94%	3,84%
Auction of certificates of deposits (CDBCRP)					6,79% 6,01% 4,68%
Auction of temporary purchase of CDBCRP and BTP	3,92%	4,61%	4,07%	4,73%	
Temporary purchase of CDBCRP and BTP (off auction)	4,75%				
Monetary regulation credit in domestic currency			4,75%	4,75%	
Overnight deposits in domestic currency	3,00%	3,00%	3,00%	3,00%	3,00%

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

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



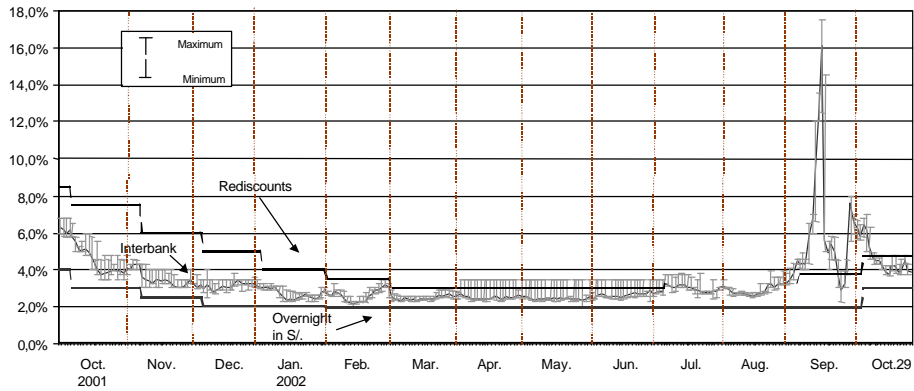
* Last 30 day average.

Interbank interest rate: 4,7 percent

On October 29, the interbank interest rate was 3,8 percent, lower than the rate recorded on end-September (7,6 percent). In average terms, the interbank rate passed from 5,6 percent in September to 4,7 percent in the period

October 1 to 29. The reference interest rate approved by the Board of the Bank for overnight deposits in domestic currency was 3,0 percent and for monetary regulation credits in domestic currency 4,75 percent.

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

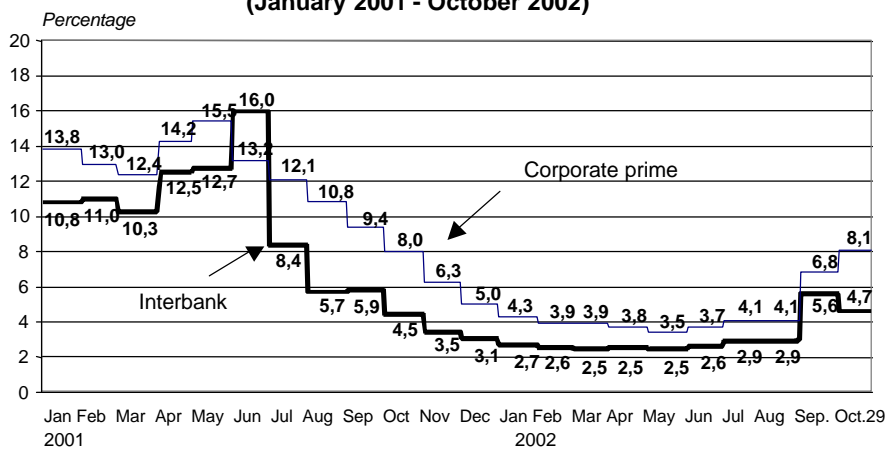


Corporate prime interest rates

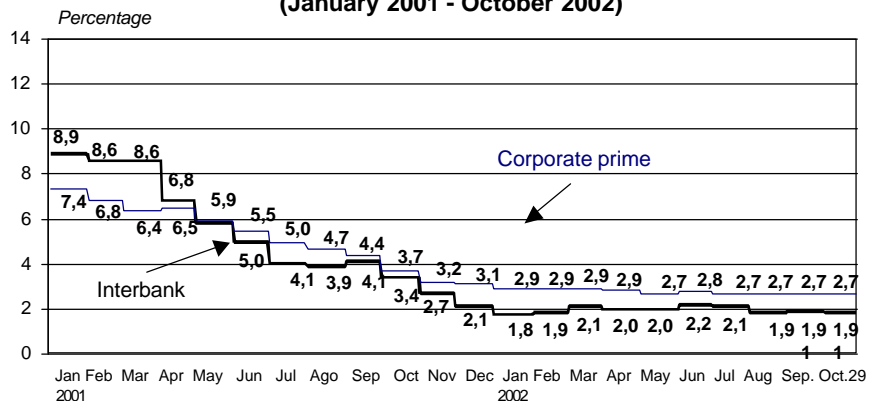
On October 29, the corporate prime interest rate in domestic currency was 6,8 percent, lower the end-September rate (9,8 percent). In average terms, this rate passed from 6,8 percent to 8,1

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/. 3,601

Between September 30 to October 29, the exchange rate decreased 1,2 percent, from S/. 3,644 to S/. 3,601. It should be noted that over last week the exchange rate decreased 0,6 percent. On the other

hand, the balance of net forward sale operations of banking enterprises decreased US\$ 44 million, whereas the covered exchange position dropped US\$ 77 million.

Banks' exchange market operations to the public: Daily average

(Million of US\$)

	December 2001	March 2002	June	September	October 1-29
End-of-period balance:					
a. Net sales to the public (i-ii)	586	683	869	1 017	973
i. Forward sales to the public	834	1 054	1210	1 302	1 198
ii. Forward purchases to the public	248	371	341	285	225
b. Banks' exchange position	587	635	645	706	629
Flows:					
I. Forward sales to the public	-4	-3	3	0	-2
- New sales	11	29	42	32	30
- Redemptions	15	32	39	32	32
II. Forward purchases to the public	-3	-1	0	-3	0
- New purchases	12	8	13	9	9
- Redemptions	15	9	13	11	9
III. Net spot purchases to the public	-2	13	5	-5	-7
- Purchases	68	97	63	58	64
- Sales	70	84	58	63	71

Peru's bonds spread: 8,2 percent

As of October 29, the average spread of **Peruvian sovereign bonds** with the 10 year maturity US bond was 8,2 percent, higher than in September (8,1 percent). However, in end-of-period terms this spread decreased from 8,8 to 7,9 percent. The average spread of the

global Peruvian bond spread as of October 29 was 7,8 percent, lower than in the previous month (8,0 percent) whereas in end-of-period terms this spread decreased from 9,0 to 7,6 percent.

Spread of sovereign bonds (December 1999 - October 2002)

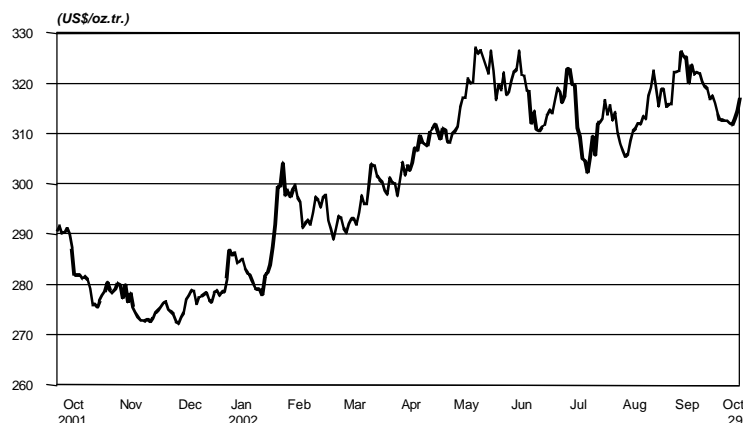


International markets

Between October 22 to 29, the gold international quotation (US\$ 317,1 per once troy) increased 1,5 percent, reflecting the recovery in world stock markets, the weakness of the US dollar

and the probability of a conflict in the Middle East. On the other hand, the silver quotation was US\$ 4,5 per Troy once, up 2,0 percent from last week.

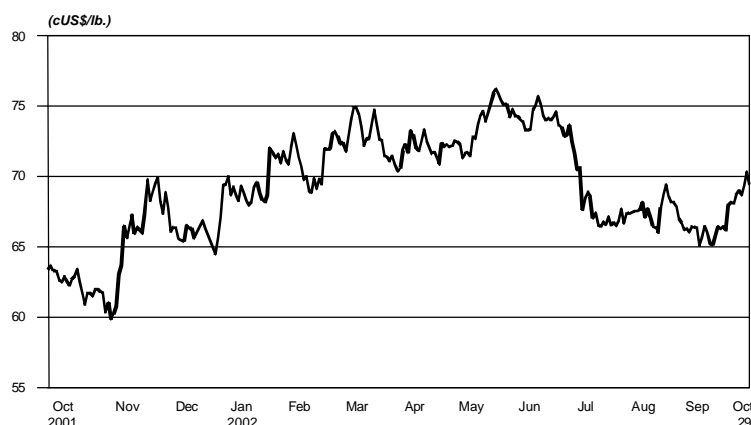
Gold quotation
(October 2001 - October 2002)



The copper quotation averaged US\$ 0,69 per lb, up 1,0 percent from last week, reflecting the higher demand of institutional investors, whereas the

LME inventories increased 1 percent to 864 thousand Metric Tones. On the other hand, the zinc quotation increased 0,1 percent to US\$ 0,35 per lb.

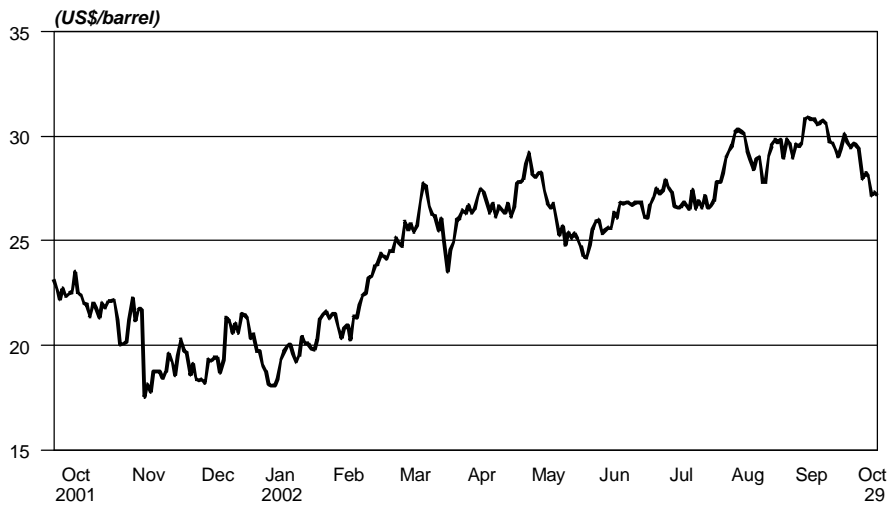
Copper quotation
(October 2001 - October 2002)



The WTI oil quotation decreased 3,8 percent between October 22 to 29 to US\$ 26,9 per barrel, reflecting the increase in US oil inventories as well as

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

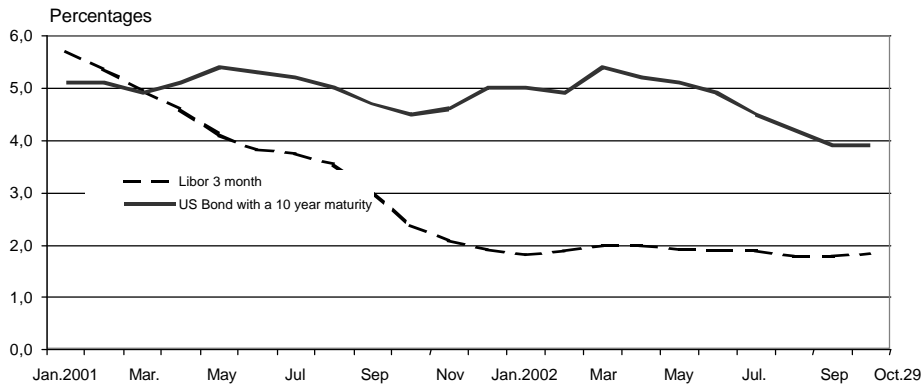
Oil quotation
(October 2001 – October 2002)



Over the same period, the 3-month Libor increased from 1,84 to 1,76 percent, whereas the yield of the US

Treasury bond with a 10 year maturity passed from 4,26 to 3,94 percent.

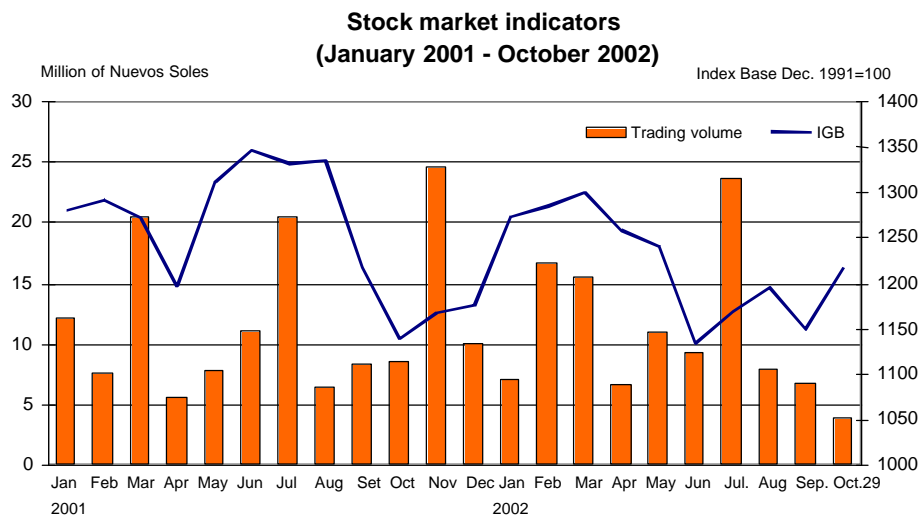
Libor and yield of US Treasury bonds
(January 2001 - October 2002)



General Index increased 5,2 percent

As of October 29, the Lima Stock Exchange increased 5,2 percent in the General Index and 6,0 percent in the Blue Chip Index. However, in the year

the General index increased 2,9 percent, whereas the Blue Chip index fell 0,9 percent.



Lima, October 31, 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.	23 Oct.	24 Oct.	25 Oct.	28 Oct.	29 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	3 104	3 104	3 106	3 110	3 112	14	
Reservas internacionales netas / <i>Net international reserves</i>	8 613	9 126	9 594	9 886	9 857	-29	9 944	9 966	9 957	9 949	9 924	67	
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	3 867	3 869	3 849	3 838	3 809	15	
Empresas bancarias / <i>Banks</i>	2 945	3 039	3 286	3 523	3 560	37	3 603	3 606	3 586	3 576	3 548	-12	
Banco de la Nación / <i>Banco de la Nación</i>	0	234	214	282	194	-89	219	219	219	218	218	24	
Sector privado / <i>Private sector</i>	33	41	44	45	41	-4	45	45	45	44	43	3	
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	2 967	2 991	2 999	2 998	2 999	37	
Depósitos de privatización	139	28	36	40	54	13	57	57	58	60	60	6	
Otros depósitos / <i>Other *</i>	2 397	2 627	2 850	2 800	2 909	109	2 910	2 934	2 941	2 938	2 939	31	
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	10	-5	0	0	0	-0	
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	5	-5	0	0	0	-6	
Operaciones con el Sector Público / <i>Public sector</i>	21	0	0	0	0	0	5	0	0	0	0	5	
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	3,606	3,598	3,587	3,589	3,600	3,615
Apertura / <i>Opening</i>	3,436	3,482	3,535	3,570	3,657	3,624	3,616	3,604	3,594	3,585	3,597	3,620	
Mediodía / <i>Midday</i>	3,436	3,482	3,535	3,572	3,647	3,620	3,609	3,598	3,590	3,591	3,599	3,616	
Cierre / <i>Close</i>	3,436	3,483	3,537	3,575	3,633	3,620	3,603	3,596	3,589	3,595	3,609	3,616	
Promedio / <i>Average</i>	3,436	3,482	3,535	3,572	3,644	3,621	3,607	3,600	3,589	3,590	3,602	3,616	
Sistema bancario (SBS) / <i>Banking System</i>	Compra / <i>Bid</i>	3,434	3,479	3,531	3,569	3,643	3,618	3,609	3,601	3,587	3,587	3,597	3,615
Venta / <i>Ask</i>	3,437	3,482	3,535	3,571	3,644	3,620	3,610	3,603	3,590	3,590	3,601	3,617	
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						
(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	-1,5	-1,3	-1,8	-1,2			
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	0,4	0,4	0,3	0,3			
Cuenta corriente de los bancos (saldo mill. S./) / <i>Banks' current account (balance)</i>	165	217	205	186	61	190	155	127	152	132	60		
Créditos por regulación monetaria (millones de S./) / <i>Rediscounts (Millions of S./)</i>	0	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	576	538	465	444	377		
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	1 450	1 450	1 450	1 420	1 570		
Operaciones de reporte (saldo Mill. S./) / <i>repos (Balance millions of S./)</i>	0	50	110	50	190	190	80	40	40	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	14,5	14,6	14,5	14,5	14,6	14,6
Interbancaria / <i>Interbank</i>	3,1	2,6	2,9	2,9	7,6	5,6	3,8	3,9	4,5	3,9	3,8	4,7	
Preferencial corporativa a 90 días / <i>Corporate Prime</i>	5,0	3,7	4,1	4,1	9,8	6,8	6,8	6,8	6,8	6,8	6,8	8,1	
Operaciones de reporte con CDBCRP / <i>CDBCRP repos</i>	s.m.	2,9	2,8	3,3	6,8	6,8	4,1	4,1	4,7	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	4,4		
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	1,0	1,0	1,1	0,7			
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	2,9	3,0	1,7	1,4			
Créditos por regulación monetaria (millones de US dólares) / <i>Rediscounts</i>	0	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	8,2	8,0	8,0	8,0	8,0	8,0
Interbancaria / <i>Interbank</i>	2,1	2,2	2,1	1,9	1,5	1,9	1,6	1,8	1,8	s.m.	s.m.	1,9	
Preferencial corporativa a 90 días / <i>Corporate Prime</i>	3,1	2,8	2,7	2,7	2,6	2,7	2,8	2,8	2,8	2,8	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.		
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	0,8	0,9	0,3	-0,3	0,0	5,2	
Índice Selectivo Bursátil (Var. %) / <i>Blue Chip Index (% change)</i>	0,6	-9,2	2,9	2,8	0,3	-4,6	0,6	1,0	0,1	-0,4	0,1	5,2	
Monto negociado en acciones (Mill. S.) - Prom. diario	10,1	9,3	23,6	8,0	4,8	6,7	4,1	3,0	3,8	5,8	2,6	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	0,5	-2,1	1,5	-0,9	0,0	10,2	
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	5,2	5,1	5,1	5,1	5,0	4,9	
Stripped spread del EMBI+ PERU (pbs) / <i>EMBI+ PERU stripped spread (basis points)</i>	514	567	717	815	880	806	767	772	784	772	791	818	
Bono Global - Perú (en pbs) / <i>Bono Global - Perú (basis points)</i>	n.d.	545	693	808	897	799	730	750	753	744	764	783	

* 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.