



BANCO CENTRAL DE RESERVA DEL PERÚ

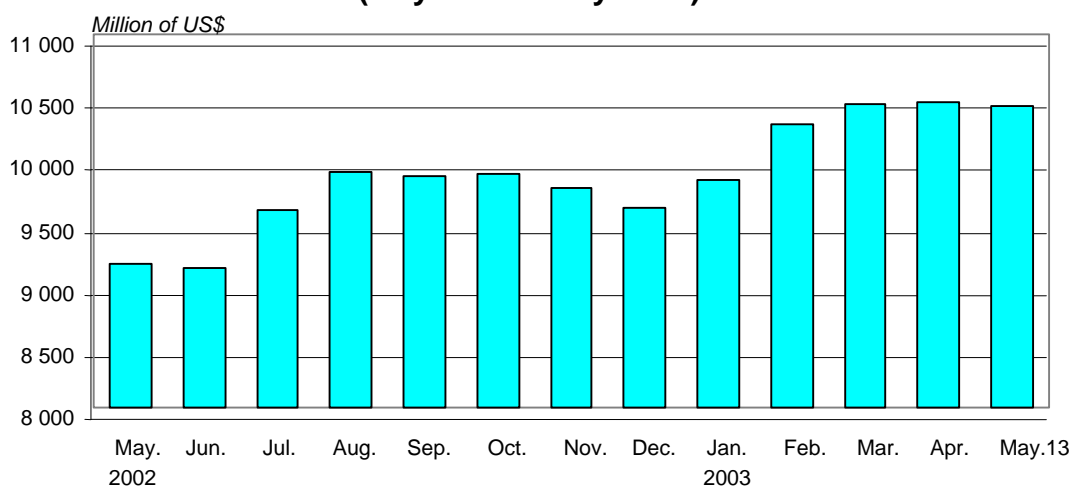
WEEKLY REPORT N° 19 – May 16, 2003

Net International Reserves: US\$ 10 428 million

As of **May 13**, the net international reserves (NIR) of the Central Reserve Bank of Peru amounted to US\$ 10 428 million, down US\$ 29 million from end-April but up US\$ 830 million from end-2002. The monthly flow was explained by the withdrawal of public sector deposits (US\$ 61 million), lower

Insurance Deposit Fund deposits (US\$ 1 million) and other net operations (US\$ 2 million), which were partially offset by investment yields (US\$ 18 million), the increase of financial system deposits at the Central Bank (US\$ 12 million) and purchases of foreign currency to the ONP (US\$ 5 million).

Net international reserves (May 2002 - May 2003)

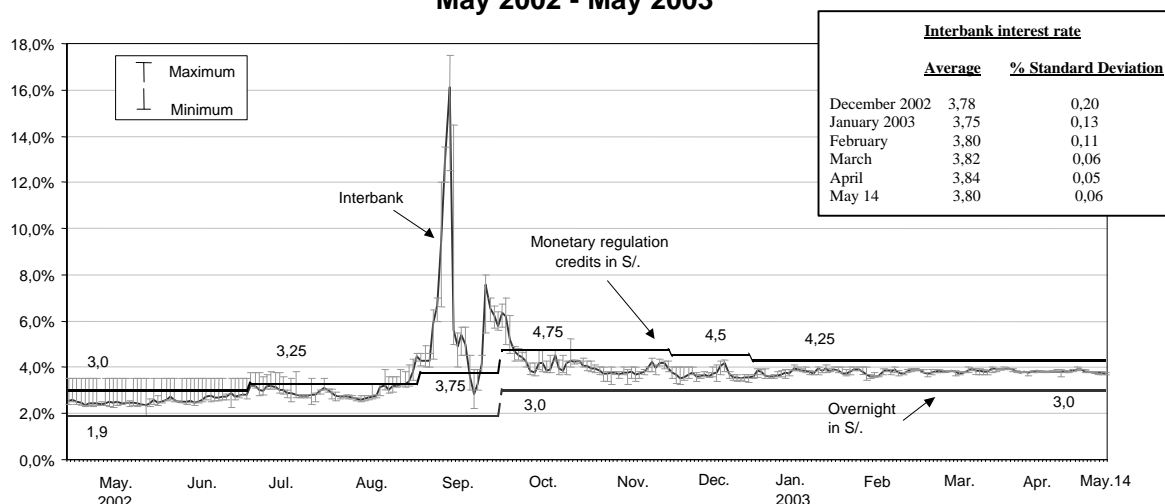


Interbank interest rate at 3,80 percent

As of **May 14**, the interbank interest rate was 3,80 percent, lower than in April (3,84 percent). This rate is in line with the reference interest rates of the

BCR's operations with banks: 4,25 percent for loans and 3 percent for deposits.

Interest rate in domestic currency May 2002 - May 2003



Monetary operation

As of **May 14**, the banks' current account held at the Central Bank averaged S/. 291 million, whereas the estimated balance range for that month was S/. 190 to S/. 210 million.

Between May 7 to 14, the Bank made the following operations:

- Auctions of Certificates of Deposit BCRP, totaling S/. 405,5 million, with maturities from 1 week to 2 years. The interest rates of these placements were 3,88 percent for certificates at 1 week; 4,28 percent

for certificates at 6 month; 4,64 percent for certificates at 1 year; 5,46 percent for certificates at 18 month and 6,02 for certificates at 2 years.

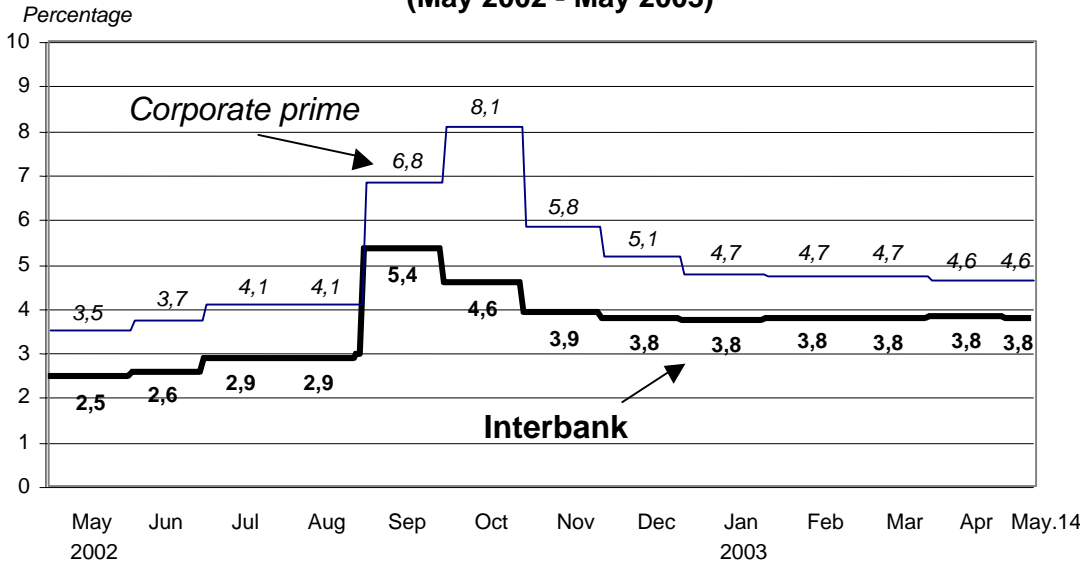
- On May 14, the Bank carried out temporary purchases of CDBCRP: S/. 80 million at 3,73 percent with 1 week maturity and S/. 170 million at 3,69 with 1 day maturity.
- On May 7, 8 and 9 the bank received overnight deposits by S/. 19; S/. 39 and S/. 16 million, respectively.

Corporate interest rates at 4,6 percent

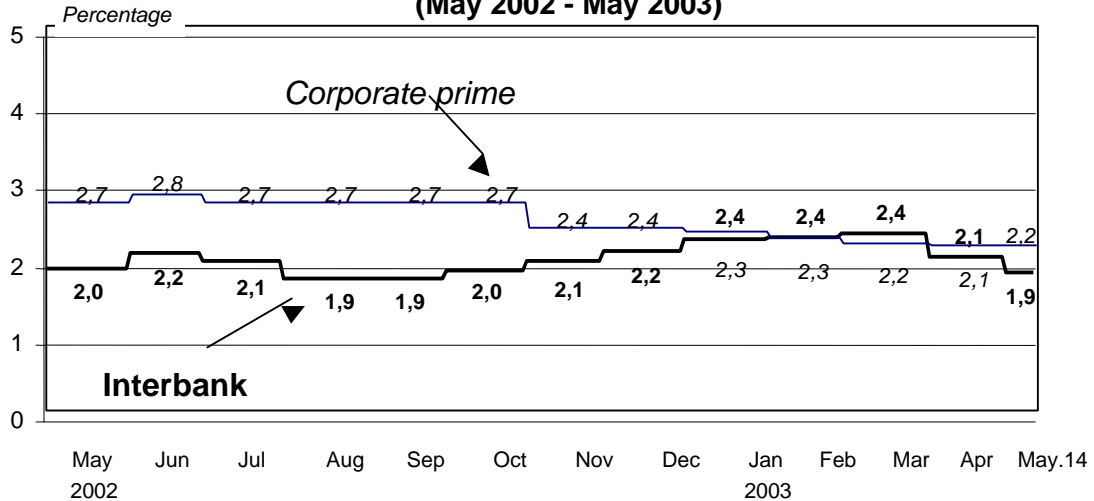
As of **May 14**, the corporate prime interest rate in domestic currency was 4,6 percent, similar to April. In foreign

currency, the corporate prime interest rate increased slightly from 2,1 in April to 2,2 percent as of May 14.

**Monthly average interest rate in domestic currency
(May 2002 - May 2003)**



**Monthly average interest rate in domestic currency
(May 2002 - May 2003)**



Exchange rate

As of **May 14**, the exchange rate was S/. 3,475; up 0,3 percent from April (S/. 3.463). It should be noted that in May no intervention of the Central bank has been recorded.

Between end-April and May 14, the balance of net forward sales decreased US\$ 8 million, a decrease which is lower than that of previous months. On the other hand, the banks' exchange position increased US\$ 3 million.

BANK'S EXCHANGE POSITION
(Millions of US\$)

	December	January 2003	February	March	April	May 14
a. Net sales to the public (i-ii)	905	923	853	798	665	657
i. Forward sales to the public	1 141	1 167	993	943	910	861
ii. Forward purchases to the public	236	244	140	145	245	204
b. Banks' exchange position	643	617	637	614	625	628

Banking system monetary accounts: April 22, 2003

As of April 22, the banking system liquidity in **domestic currency** decreased 2,3 percent (S/. 443 million), reaching a balance of S/. 18 127 million (annual growth of 10,3 percent). On the other hand, the credit to the private sector in domestic currency grew 2,8 percent (S/. 282 million) to S/. 10 233 million (annual growth of 11,6 percent).

In **foreign currency**, banking liquidity increased 1 percent (US\$ 100 million) to US\$ 9 682 million (annual growth of 4,8 percent). The credit to the private sector expanded 0,8 percent (US\$ 76 million), reaching a balance of US\$ 10 043 million. However, in annual terms this aggregate fell 5,5 percent.

END OF PERIOD MONETARY AGGREGATES OF THE BANKING SYSTEM												
	Monetary base		Liquidity in S/.		Credit in S/.		Liquidity in US\$		Short term liabs. 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
2001												
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%	2,3%	20,8%	1,4%	6,0%	0,2%	-2,0%	4,8%	-17,1%	-0,5%	-3,8%
Jul.	12,2%	19,9%	6,3%	22,9%	0,6%	6,4%	4,1%	1,1%	3,8%	-20,7%	-0,4%	-3,2%
Aug.	-4,6%	21,4%	-1,2%	22,7%	-0,2%	5,7%	1,6%	1,8%	-1,4%	-15,6%	-0,7%	-2,8%
Sep.	-4,1%	18,3%	-2,2%	19,9%	1,8%	7,4%	-1,6%	-0,3%	-0,6%	1,1%	-1,0%	-3,0%
Oct.	1,0%	13,8%	-1,7%	15,5%	1,6%	7,8%	1,3%	0,9%	-2,8%	-6,2%	-1,0%	-3,4%
Nov.	-0,4%	14,3%	0,4%	12,4%	1,5%	8,0%	1,5%	2,5%	-30,9%	-33,6%	0,4%	-2,6%
Dec.	11,1%	11,0%	5,7%	9,9%	0,8%	7,2%	-2,8%	1,5%	-4,7%	-34,0%	-0,3%	-3,5%
2003												
Jan.	-9,2%	9,4%	-2,7%	10,5%	-2,8%	6,1%	0,1%	2,4%	-4,0%	-34,8%	-2,8%	-5,2%
Feb.	-0,3%	8,3%	2,8%	11,4%	3,5%	7,9%	0,4%	3,0%	-9,3%	-32,6%	-0,4%	-6,7%
Mar.	-1,1%	5,0%	1,9%	10,9%	1,6%	6,8%	0,1%	4,7%	-14,2%	-39,0%	-0,1%	-5,7%
Apr.22	0,8%	7,7%	-2,3%	10,3%	2,8%	11,6%	1,0%	4,8%	0,5%	-42,0%	0,8%	-5,5%
Memo:												
Balance as of Mar.22 (Mill.S/ or Mill.US\$)	6 141		18 559		9 952		9 581		781		9 967	
Balance as of Apr.22 (Mill.S/ or Mill.US\$)	6 193		18 127		10 233		9 682		785		10 043	
1/ short term ext. liabilities of the banking system												

Spread of global bond fell to 3,6 percent

As of May 14, the spread of the **Global Peruvian bond** decreased to 3,6 percent from 4,0 percent in April. In the same period, the spread of the **sovereign bonds** decreased from 4,3 to 3,9

percent. In end of period terms, the average spread of the Global Peruvian bond passed from 3,7 to 3,9 percent, whereas the spread of the sovereign bonds declined 4,1 to 4,0 percent.

**Spread of sovereign bonds
(May 2002 - May 2003)**



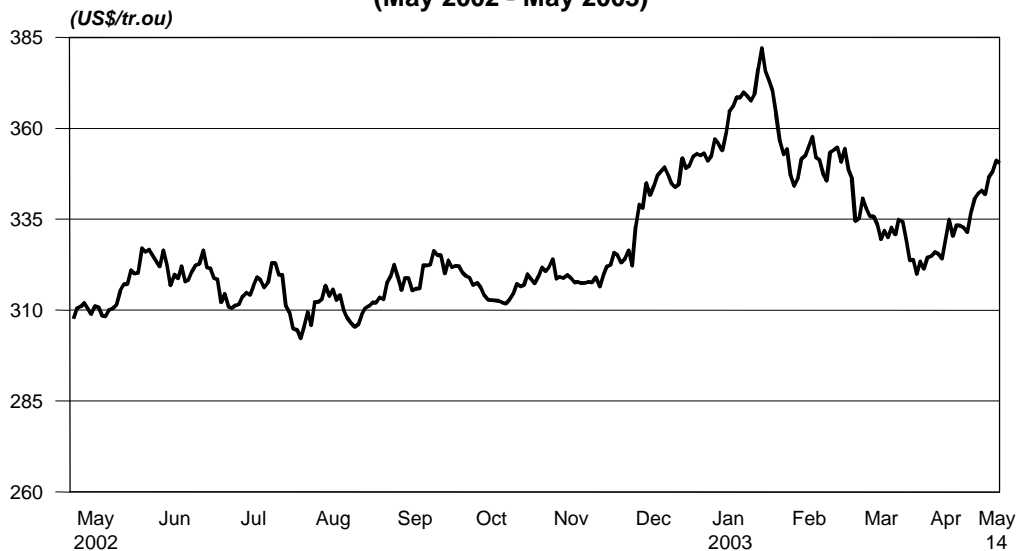
International markets

Between May 7 to 14, the **gold** quotation increased 3,1 percent to

US\$ 353,6 per troy ounce due to the weakness of the US dollar.

Gold quotation

(May 2002 - May 2003)

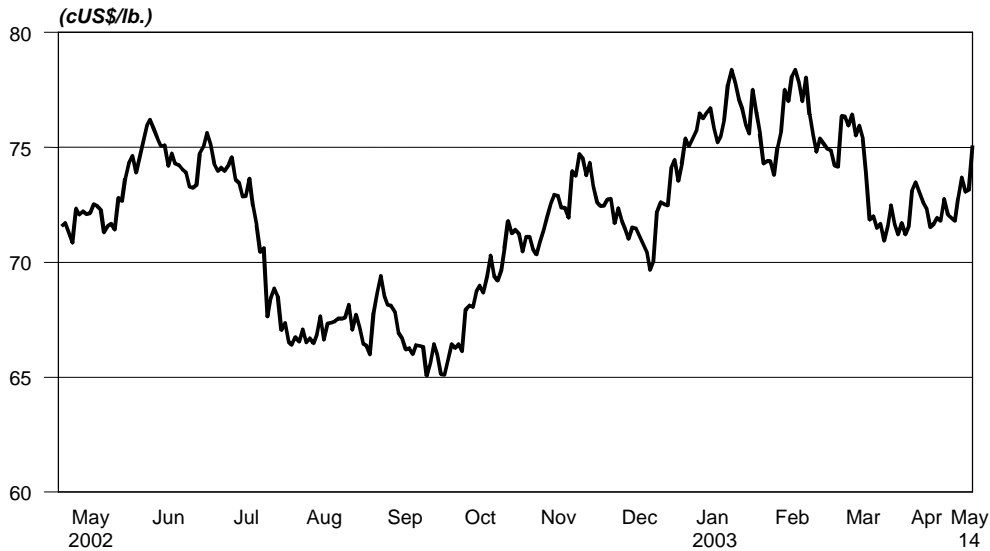


In the same period, the **copper** quotation increased 5,1 percent, reaching US\$ 0,75 per lb, due to the expectations of a lower impact of SARS on Asian economies. The inventories of

the LME decreased 1,4 percent to 785 thousand MT. On the other hand, the **zinc** quotation increased 4,1 percent to US\$ 0,35 per lb.

Copper quotation

(May 2002 - May 2003)



The **WTI oil quotation** increased 7,6 between May 7 to 14 reaching US\$ 29 per barrel. The late terrorist attacks in Saudi Arabia has generated fears about new attacks that could compromise the oil supply. On the other hand, the

International Agency of Energy stated that a lower OPEC production would bring global inventories to depressed levels. Moreover, there is an increasing concern about the low levels of gasoline supply in the US.

Oil quotation

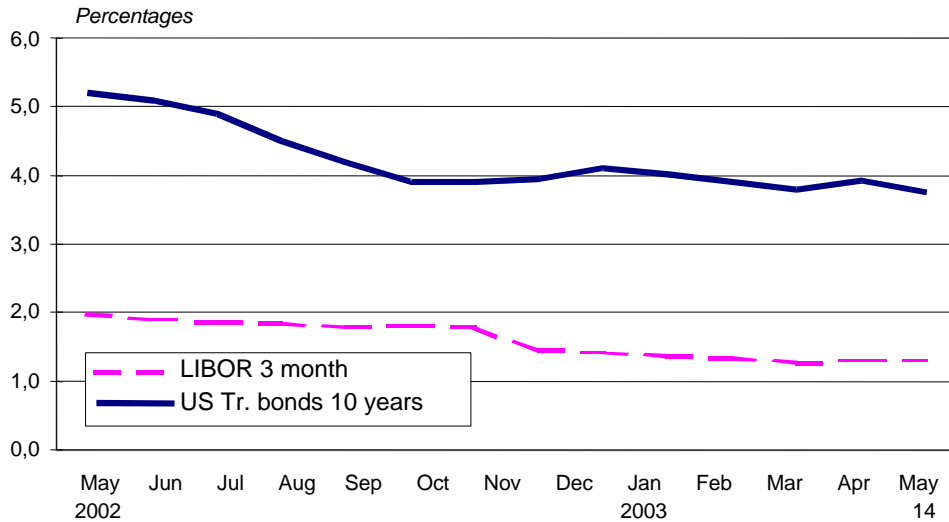
(May 2002 - May 2003)



In the above mentioned period, the **3-month Libor** remained at 1,29 percent, whereas the **yield of the US Treasury**

bond with a 10 year maturity passed from 3,786 to 3,627 percent.

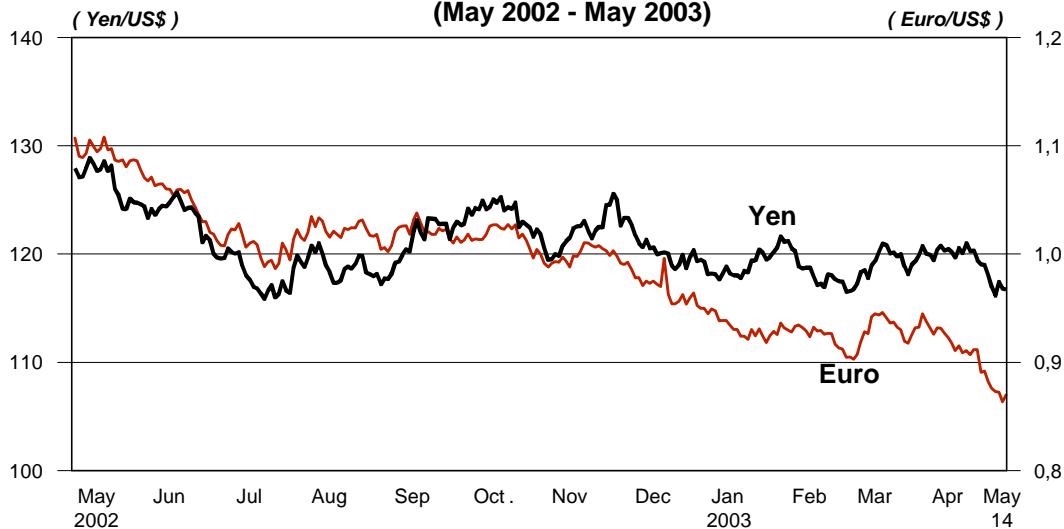
**Libor and yield of 10 year matured US Treasury bonds
(May 2002 – May 2003)**



In the period **May 7 to 14**, the **US dollar** depreciated 0,5 percent against the **Euro** and 0,8 percent against the **Yen**. In the week, the release of negative indicators of the US economy

affected the US currency. Moreover, the US Treasury Secretary stated that a weak dollar is good to impulse US exports and the economy in general terms.

**Yen and Euro
(May 2002 - May 2003)**

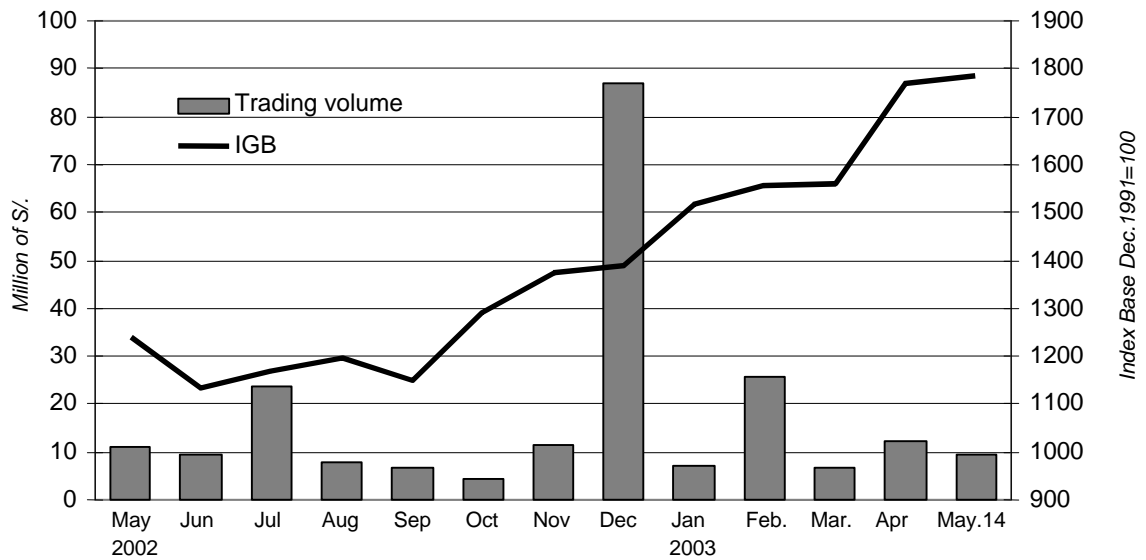


Lima Stock Exchange

As of **May 14**, the **General Index** of the Lima Stock Exchange recorded a small increase of 0,6 percent, whereas the **Blue Chip Index** remained steady.

However, in the year both indexes have increased 27,8 and 25,0 percent, respectively.

**Stock market indicators
(May 2002 - May 2003)**



Indicadores Económicos / Economic Indicators

	2002				2003											
	DIC.	ENE.	FEB.	MAR.	30 Abr.	ABR.	7 May.	8 May.	9 May.	12 May.	13 May.	14 May.	MAY.			
RESERVAS INTERNACIONALES (Mills. US\$) / INTERNATIONAL RESERVES						Var								Var		
Posición de cambio / <i>Net international position</i>	3 341	3 402	3 468	3 609	3 808	199	3 813	3 824	3 824	3 833	3 831			23		
Reservas internacionales netas / <i>Net international reserves</i>	9 598	9 833	10 277	10 443	10 457	14	10 480	10 491	10 460	10 465	10 428			-29		
Depósitos del sistema financiero en el BCR / <i>Financial system deposits at BCR</i>	3 381	3 517	3 645	3 581	3 465	-117	3 501	3 503	3 497	3 510	3 477			12		
Empresas bancarias / <i>Banks</i>	3 048	3 402	3 479	3 349	3 251	-98	3 310	3 300	3 269	3 283	3 244			-7		
Banco de la Nación / <i>Banco de la Nación</i>	291	69	120	185	168	-17	145	157	182	180	187			18		
Sector privado / <i>Private sector</i>	42	46	45	48	46	-2	46	46	46	47	47			1		
Depósitos del sector público en el BCR / <i>Public sector deposits at BCR</i>	2 900	2 926	3 169	3 256	3 187	-69	3 170	3 169	3 144	3 128	3 126			-61		
Depósitos de privatización	24	28	0	3	4	1	4	4	4	4	4			0		
Otros depósitos / <i>Other *</i>	2 875	2 898	3 169	3 253	3 183	-70	3 166	3 165	3 140	3 124	3 122			-61		
OPERACIONES CAMBIARIAS BCR (Mills. US\$) / BCR FOREIGN OPERATIONS	Acum.	Acum.	Acum.	Acum.		Acum.								Acum.		
Origen externo de la emisión primaria / <i>External origin of the monetary base</i>	49	25	78	146	4	182	0	0	0	5	0	0	0	5		
Compras netas en Mesa de Negociación / <i>Net purchases of foreign currency</i>	5	0	58	118	4	184	0	0	0	0	0	0	0	0		
Operaciones swaps netas / <i>Net swap operations</i>	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Operaciones con el Sector Público / <i>Public sector</i>	45	25	21	28	0	-3	0	0	0	5	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>	3,513	3,493	3,484	3,479	3,461	3,464	3,474	3,473	3,474	3,474	3,475	3,474	3,472		
Venta Interbancario / <i>Interbank Ask</i>	Apertura / <i>Opening</i>	3,516	3,495	3,486	3,480	3,462	3,465	3,474	3,473	3,475	3,475	3,476	3,476	3,472		
	Mediodía / <i>Midday</i>	3,515	3,494	3,484	3,480	3,462	3,465	3,475	3,474	3,475	3,474	3,475	3,475	3,472		
	Cierre / <i>Close</i>	3,515	3,494	3,484	3,480	3,463	3,465	3,475	3,475	3,474	3,475	3,474	3,474	3,473		
	Promedio / <i>Average</i>	3,515	3,494	3,484	3,479	3,462	3,465	3,474	3,474	3,475	3,475	3,476	3,475	3,472		
Sistema bancario (SBS) / <i>Banking System</i>	Compra / <i>Bid</i>	3,513	3,493	3,483	3,478	3,461	3,464	3,473	3,472	3,473	3,473	3,474	3,473	3,471		
	Venta / <i>Ask</i>	3,515	3,495	3,485	3,480	3,463	3,465	3,474	3,474	3,475	3,474	3,476	3,475	3,473		
Índice de tipo de cambio real (1994 = 100) / <i>Real exchange rate Index (1994 = 100)</i>	100,0	100,6	100,3	100,1		101,3										
INDICADORES MONETARIOS / MONETARY INDICATORS																
Moneda nacional / Domestic currency																
Emisión Primaria / <i>Monetary base</i>	(Var. % mensual) / <i>(% monthly change)</i>	11,1	-9,2	-0,3	-1,1	3,1	3,1									
	(Var. % últimos 12 meses) / <i>(% 12-month change)</i>	11,0	9,4	8,3	5,0	9,5	9,5									
Oferta monetaria / <i>Money Supply</i>	(Var. % mensual) / <i>(% monthly change)</i>	5,8	-2,8	2,8	1,9											
	(Var. % últimos 12 meses) / <i>(% 12-month change)</i>	10,1	10,5	11,4	10,9											
Crédito sector privado / <i>Crédit to the private sector</i>	(Var. % mensual) / <i>(% monthly change)</i>	1,0	-2,8	3,5	1,6											
	(Var. % últimos 12 meses) / <i>(% 12-month change)</i>	7,2	6,1	7,9	6,8											
TOSE saldo fin de período (Var. % acum. en el mes) / <i>TOSE balance (% change)</i>		2,9	0,8	2,2	1,3	-2,5	-2,5	1,2	2,1	1,8	2,9	2,8	1,8			
Superávit de encaje promedio (% respecto al TOSE) / <i>Average reserve surplus (% of TOSE)</i>		0,3	0,5	0,6	0,5	0,3	0,3	1,2	1,2	1,1	1,1	1,1	1,1			
Cuenta corriente de los bancos (saldo mill. S./) / <i>Banks' current account (balance)</i>		191	178	178	200	82	211	332	281	301	327	259	231			
Créditos por regulación monetaria (millones de S./) / <i>Rediscounts (Millions of S./)</i>		0	0	0	0	3	3	0	0	0	0	0	0			
Depósitos públicos en el BCR (millones S./) / <i>Public sector deposits at the BCR (Mills. S./)</i>		275	561	681	754	1 370	1 370	1 257	1 178	1 094	990	1 038	1 295			
Certificados de Depósitos BCRP (saldo Mill.S./) / <i>CDBCRP balance (Millions of S./)</i>		1 635	2 105	2 330	3 135	2 970	2 970	2 925	3 050	3 080	3 186	3 186	3 186			
Operaciones de reporte (saldo Mill. S./) / <i>repos (Balance millions of S./)</i>		0	70	0	210	80	81	0	0	0	0	0	250			
Tasa de interés (%) / <i>Interest rates (%)</i>	Préstamos y descuentos hasta 360 días / <i>Loans & discount Interbankaria / Interbank</i>	14,8	14,9	14,9	14,3	13,5	13,9	13,7	13,7	13,7	13,7	13,6	13,6	13,7		
	Interbancaria / <i>Interbank</i>	3,8	3,8	3,8	3,8	3,9	3,8	3,8	3,8	3,8	3,8	3,7	3,7	3,8		
	Preferencial corporativa a 90 días / <i>Corporate Prime</i>	5,2	4,7	4,7	4,7	4,6	4,6	4,6	4,6	4,6	4,6	4,6	4,6	4,6		
	Operaciones de reporte con CDBCRP / <i>CDBCRP repos</i>	s.m.	3,9	s.m.	4,0	3,9	3,9	s.m.	s.m.	s.m.	s.m.	s.m.	3,7	3,7		
	Créditos por regulación monetaria / <i>Rediscounts</i>	s.m.	s.m.	s.m.	s.m.	4,3	4,3	4,3	4,3	4,3	4,3	4,3	4,3	4,3		
	Del saldo de CDBCRP / <i>CDBCRP balance</i>	4,7	4,6	4,6	4,6	4,7	4,7	4,7	655,5	4,7	4,7	4,7	4,7	4,7		
Moneda extranjera / foreign currency																
Crédito sector privado / <i>Crédit to the private sector</i>	(Var. % mensual) / <i>(% monthly change)</i>	-0,2	-2,8	-0,4	-0,1											
	(Var. % últimos 12 meses) / <i>(% 12-month change)</i>	-3,4	-5,1	-6,6	-5,7											
TOSE saldo fin de período (Var. % acum. en el mes) / <i>TOSE balance (% change)</i>		-2,0	-0,7	0,7	0,2	-0,7	-0,7	-0,1	-0,1	0,2	0,3	-0,3	-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	-3,3	-2,7	-1,0	-0,8	-0,8	-0,2			
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 Interbankaria / Interbank</i>	8,1	8,3	8,9	8,8	8,9	9,0	8,7	8,6	8,6	8,6	8,6	8,6	8,7		
	Interbancaria / <i>Interbank</i>	2,2	2,4	2,4	2,4	1,3	2,1	2,0	1,9	s.m.	s.m.	1,2	1,2	1,9		
	Preferencial corporativa a 90 días / <i>Corporate Prime</i>	2,4	2,3	2,3	2,2	2,2	2,1	2,2	2,2	2,2	2,2	2,2	2,2	2,2		
	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.	s.m.	s.m.		
INDICADORES BURSÁTILES / STOCK MARKET INDICES	Acum.	Acum.	Acum.	Acum.		Acum.								Acum.		
Índice General Bursátil (Var. %) / <i>General Index (% change)</i>	1,0	9,0	2,6	0,2	0,0	13,5	-1,3	0,5	0,3	0,0	-0,5	-0,4	0,6			
Índice Selectivo Bursátil (Var. %) / <i>Blue Chip Index (% change)</i>	1,2	7,1	2,9	0,0	0,0	13,5	-1,3	0,6	0,4	0,3	-0,5	-0,5	0,0			
Monto negociado en acciones (Mill. S./) - Prom. diario	86,8	7,3	25,7	6,8	59,4	12,1	12,0	10,5	9,8	5,1	5,2	3,6	8,9			
INFLACIÓN (%) / INFLATION (%)																
Inflación mensual / <i>Monthly</i>	-0,03	0,23	0,47	1,12		-0,05										
Inflación últimos 12 meses / <i>% 12 months change</i>	1,52	2,28	2,80	3,39		2,59										
GOBIERNO CENTRAL (Mills. S.) / CENTRAL GOVERNMENT (Mills. of S.)																
Resultado primario / <i>Primary balance</i>	-95	393	-159	430												
Ingresos corrientes / <i>Current revenue</i>	2 775	2 420	2 177	2 725												
Gastos no financieros / <i>Non-financial expenditure</i>	2 994	2 031	2 359	2 302												
COMERCIO EXTERIOR (Mills. US\$) / FOREIGN TRADE (Mills. of US\$)																
Balanza Comercial / <i>Trade balance</i>	80	-21	74	-61												
Exportaciones / <i>Exports</i>	748	692	690	647												
Importaciones / <i>Imports</i>	668	712	616	707												
PRODUCTO BRUTO INTERNO (Índice 1994=100) / GROSS DOMESTIC PRODUCT																
Variac. %, respecto al mismo mes del año anterior / <i>Annual rate of growth</i>	6,3	4,6	5,3	5,2												
COTIZACIONES INTERNACIONALES / INTERNATIONAL QUOTATIONS	Prom.	Prom.	Prom.	Prom.		Prom.							Prom.			
LIBOR a tres meses (%) / <i>LIBOR 3-month (%)</i>	1,4	1,4	1,3	1,3	1,3	1,3	1,3	1,3	1,3	1,3	1,3	1,3	1,3			
Dow Jones (Var %) / <i>(% change)</i>	-5,9	-3,5	-2,0	1,3	-0,3	6,1	-0,3	-0,8	1,3	1,4	-0,5	-0,4	2,0			
Rendimiento de los U.S. Treasuries (10 años) / <i>U.S. Treasuries yield (10 years)</i>	4,0	4,0	3,9	3,8	3,8	3,9	3,7	3,7	3,7	3,6	3,6	3,5	3,7			
Stripped spread del EMBI+ PERÚ (pbs) / <i>EMBI+ PERU stripped spread (basis points)</i>	620	573	569	511	407	426	395	397	401	383	383	404	390			
Bono Global 2012 - Perú (en pbs) / <i>Global Bond 2012 - Peru (basis points)</i>	575	534	533	476	373	396	383	371	368	350	353	387	363			

* Incluye depósitos de Promecpri, Fondo de Estabilización Fiscal (FEF), Cofide, fondos administrados por la ONP; y otros depósitos del MEF. El detalle se presenta en el cuadro No.21 de la Nota Semanal.

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