

CENTRAL RESERVE BANK OF PERU

WEEKLY REPORT

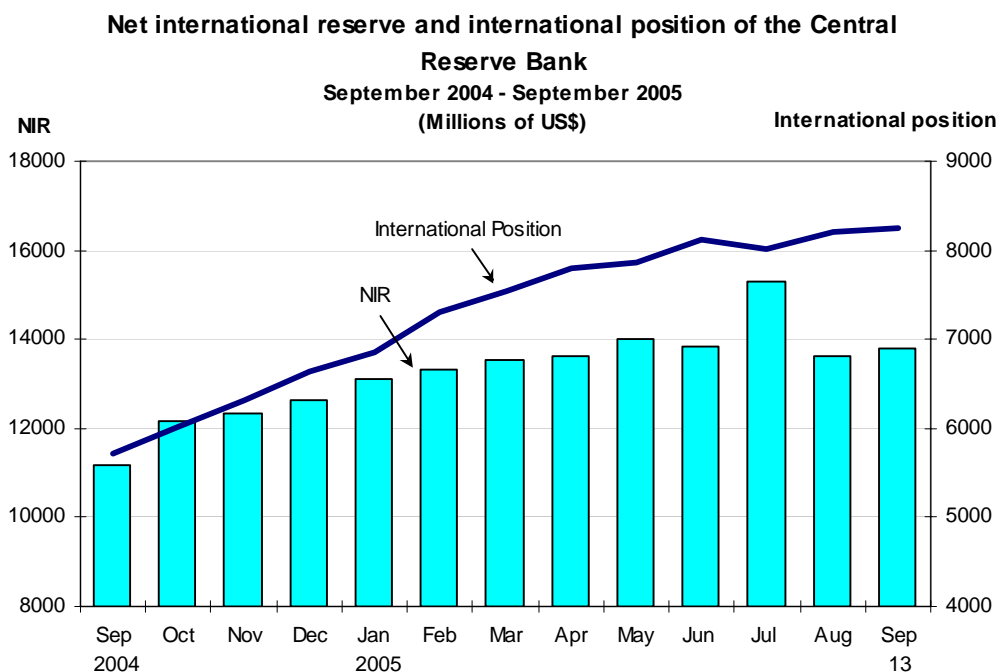
Nº 37 – September 16, 2005

Net international reserves at US\$ 13 805 million

As of **September 13**, net international reserves (NIR) amounted to US\$ 13 805 million, up US\$ 179 million from end-August. This increase was mainly due to higher financial system deposits in US\$ 305 million, net purchases of foreign currency by US\$ 32 million and investment yield by US\$ 8 million. This evolution was

partially offset by lower public sector deposits in US\$ 166 million.

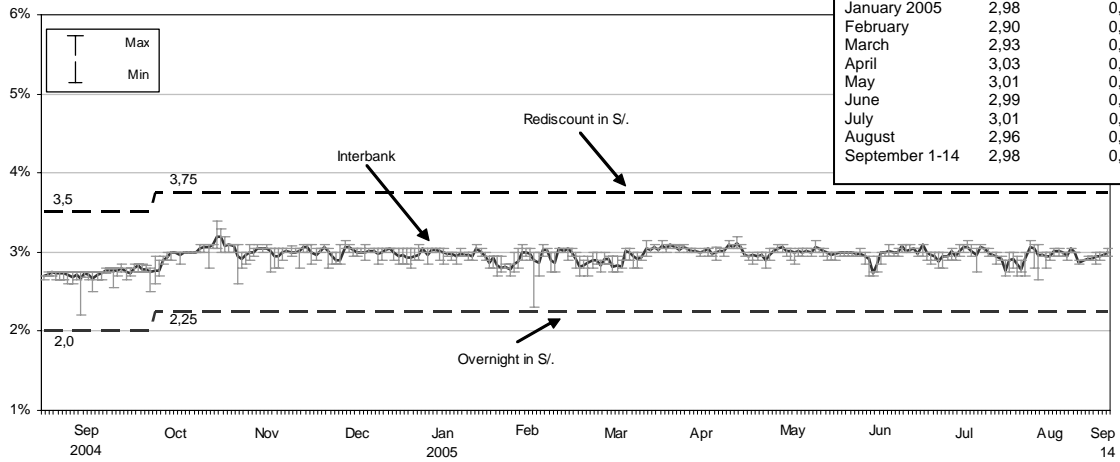
Year-to-date, NIRs have increased US\$ 1 174 million, whereas the **Central Bank's international position** (US\$ 8 254 million), grew by US\$ 1 615 million.



Interbank interest rate at 2,98 percent

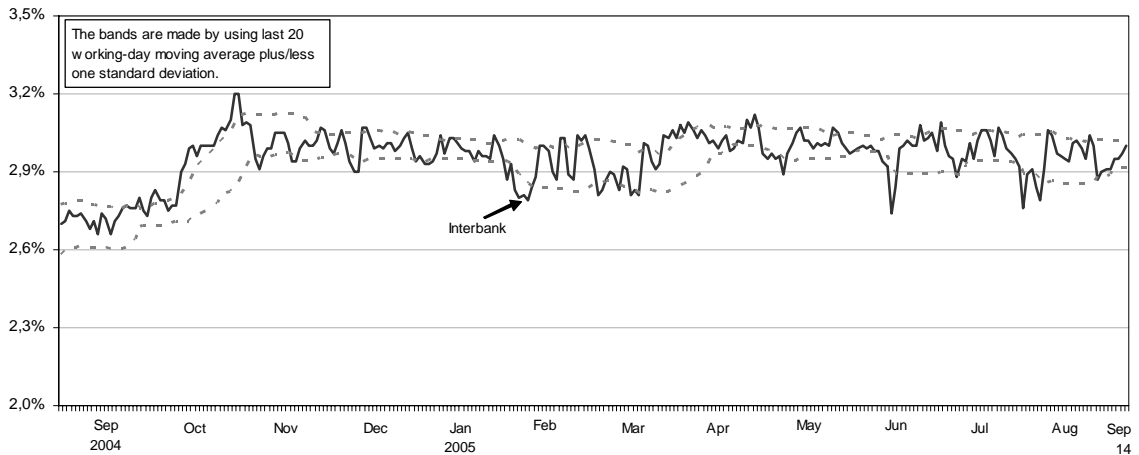
Between **September 1 and 14**, the average interest rate in domestic currency was 2,98 percent.

**Interest rates in domestic currency
(September 2004 - September 2005)**



Interbank interest rate (percent)		
	Average	Standard Deviation
December 2004	3,00	0,05
January 2005	2,98	0,04
February	2,90	0,08
March	2,93	0,08
April	3,03	0,03
May	3,01	0,06
June	2,99	0,07
July	3,01	0,06
August	2,96	0,08
September 1-14	2,98	0,05

**Interbank interest rate in domestic currency
(September 2004 - September 2005)**



Monetary operations

Between **September 8 and 14**, the Central Bank made the following operations:

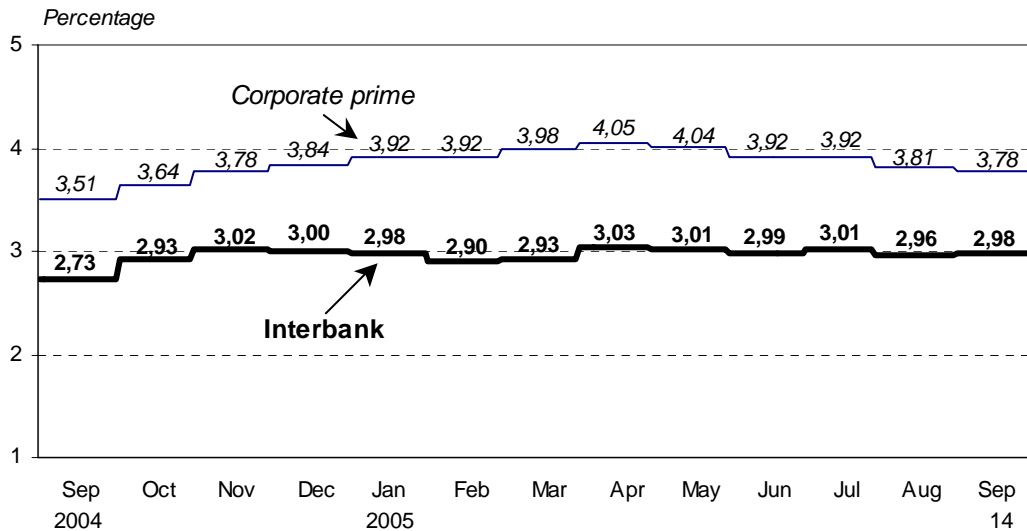
- Auctions of CDBCRP with a: i) 1-day maturity by S/. 100 and S/. 30 million at an average interest rate of 2,97 and 2,83 percent, respectively; ii) 3-day by S/. 15 million at 2,99 percent; iii) 1-week by S/. 120, S/. 50, S/. 90, S/. 80, S/. 100 and S/. 60 million at 3,06; 3,07; 3,01; 3,05; 3,05 and 3,06 percent, respectively; iv) 1-year by S/. 40 million, in 4 occasions at 4,15; 4,13; 4,13 and 4,15 percent; v) 1,5-year by S/. 10 and S/. 12 million at 4,50 and 4,48 percent, respectively; vi) 2-year by S/. 20 million in 2 occasions at 4,84 percent and vii) 3-year by S/. 10,5 million at 5,50 percent.
- Auctions of temporary purchase of CDBCRP and BTP with a 1-day maturity by S/. 100 and S/. 30 million at 3,05 and 2,95 percent, respectively.
- Foreign currency purchase over-the-counter mechanism by US\$ 24,5 million at an average exchange rate of S/. 3,287.
- Overnight deposits on September 8, 9, 12, 13 and 14 by S/. 44; S/. 29; S/. 35; S/. 46,5 and S/. 25 million, respectively.

Corporate prime interest rate at 3,78 percent

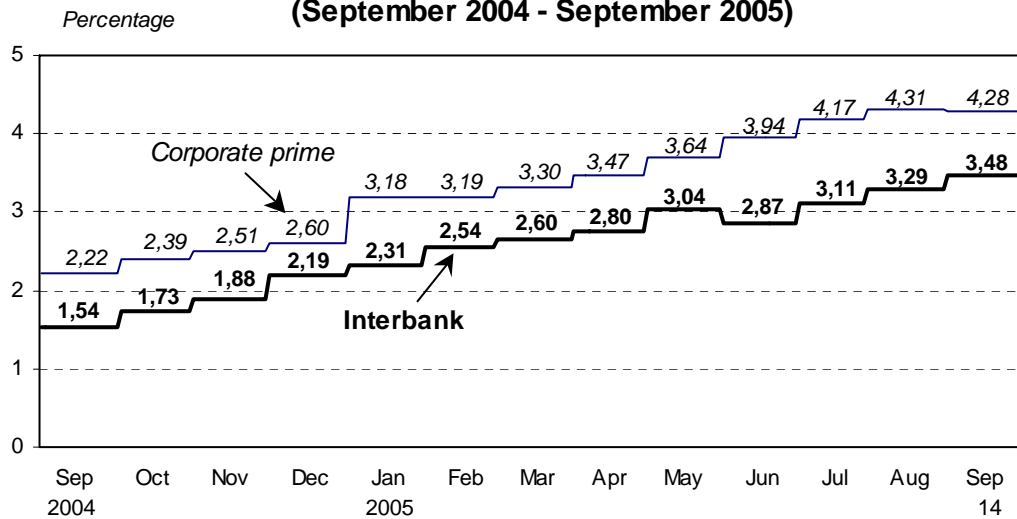
As of **September 14**, the 90-day average corporate prime interest rate in domestic currency decreased from 3,81 in August to

3,78 percent and the rate in dollars from 4,31 to 4,28 percent.

**Monthly average interest rate in domestic currency
(September 2004 - September 2005)**



**Monthly average interest rate in foreign currency
(September 2004 - September 2005)**



Exchange rate: S/. 3,289

Between **September 7 and 14**, the asked banking system exchange rate decreased from S/. 3,297 to S/. 3,289 per dollar. Up to September 13, the bank's balance of net

forward sales diminished in US\$ 75 million, meanwhile the bank's exchange position increased in US\$ 37 million from end-August.

BANKS' EXCHANGE POSITION
(Millions of US\$)

	December 2003	December 2004	August 2005	September 13
a. Net sales to the public (i-ii)	607	699	352	334
i. Forward sales to the public	834	1 163	1 256	1 310
ii. Forward purchases to the public	227	464	904	976
b. Banks' exchange position	536	340	358	399

Monetary base as of September 7, 2005

The **monetary base** balance as of September 7 was S/. 10 421 million, up 2,3 percent (S/. 237 million) from end-August. In average terms, the year on year rate of growth of the monetary base in this period was 32,9 percent (32,4 percent in August).

million), lower financial system overnight deposits (S/. 74 million) and purchases of foreign currency over-the-counter mechanism (US\$ 8 million or S/. 26 million). These operations were partially offset by CDBCRP's net placements (S/. 52 million).

The main explanations for this result were lower public sector deposits (S/. 169

EMBI+ Peru bond's spread at 1,47 percent

Between **September 7 and 14**, the **EMBI+ Peru's** spread decreased from 1,60 to 1,47 percent, close to the historic minimum of 1,45 percent recorded on August 17. The

demand for Peruvian papers has been increasing reflecting the strong fundamentals of the economy.

Country risk indicators
(September 2004 - September 2005)

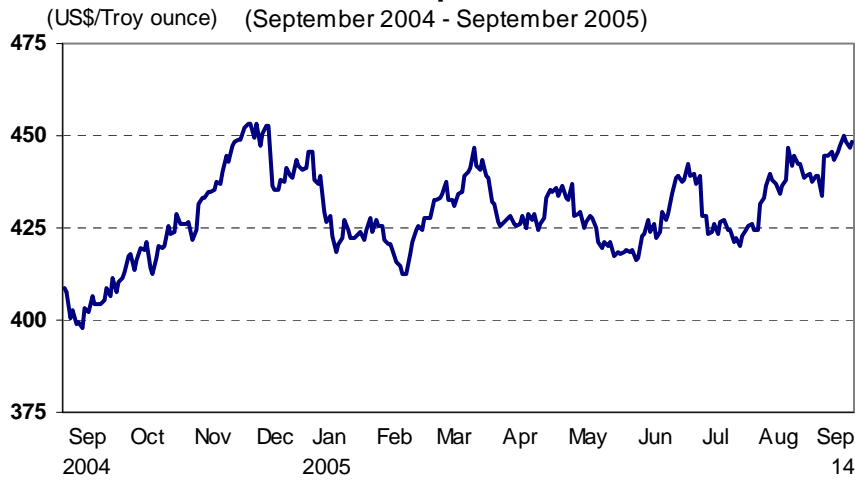


International markets

Between **September 7 and 14**, the **gold's** price increased 0,9 percent to US\$ 449 per Troy ounce, due to higher demand of investment funds and the

jewelry industry, which grew by 14 percent over the second quarter of the year.

Gold prices



The **copper's** price dropped 2,3 percent to US\$ 1,71 per lb, reflecting the increase in LME inventories, which passed from 71 to 79 thousand MT. According to the

International Copper Study Group the global deficit of copper in the first half of the year was 219 thousand MT, lower than that recorded in 2004 (790 thousand MT).

Copper prices



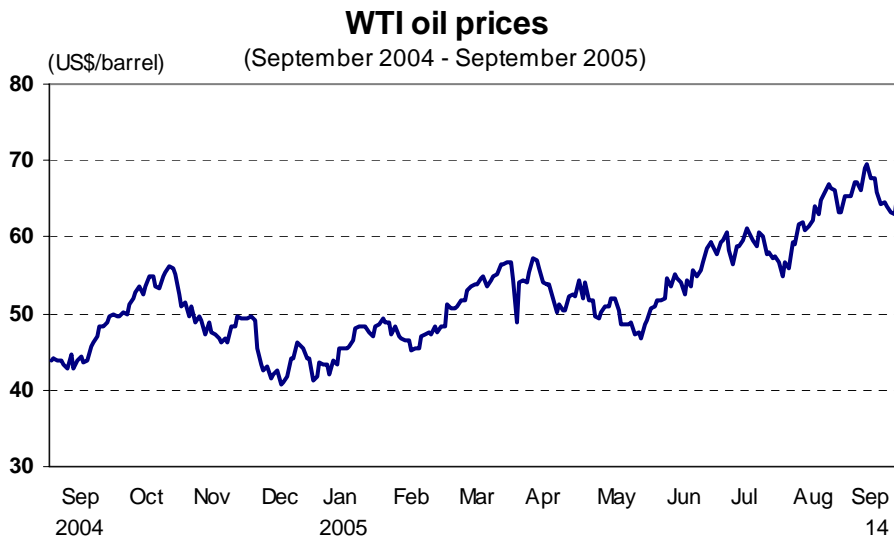
The **zinc's** price grew by 0,2 percent to US\$ 0,64 per lb, reflecting the drop in LME

inventories from 558 to 553 thousand MT.



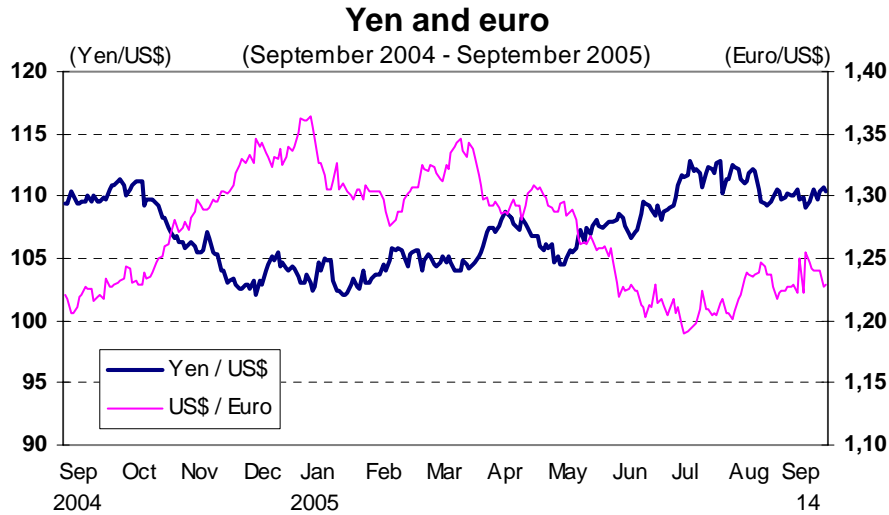
The **WTI oil** price soared 1,1 percent to US\$ 65,1 per barrel due to the lower

inventories in the US, currently at 308,4 million barrels.



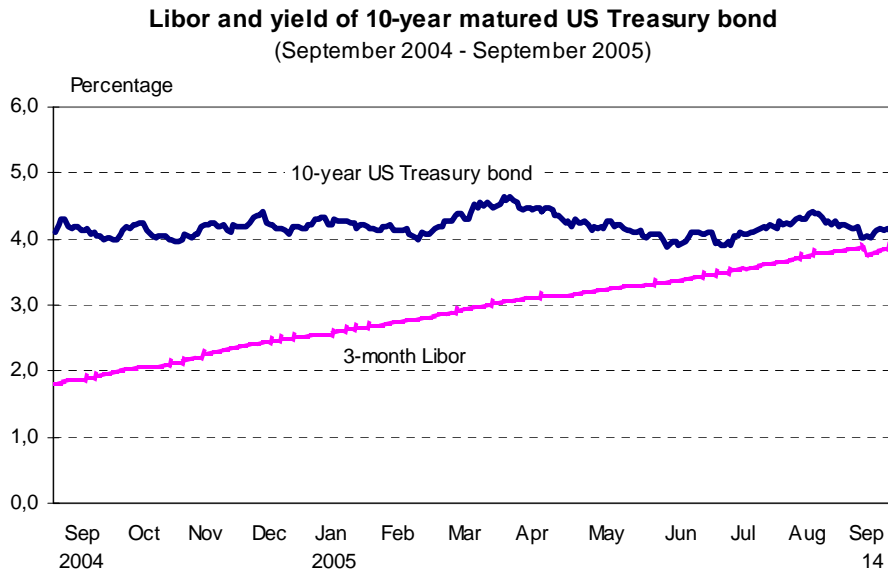
The **US dollar** appreciated 1,0 percent against the **euro** and 0,3 percent against the **yen** due to a lower than expected

trade deficit in the US for July (US\$ 57,9 billion versus US\$ 59,8 billion).



Between September 7 and 14, the **3-month Libor** increased from 3,80 to 3,87 percent, whereas the **yield of the 10-year-matured US Treasury bond** passed from 4,14 to 4,17 percent following

a lower than expected impact of hurricane Katrina on the US economy and the signals by which the Fed would increase further its interest rates.

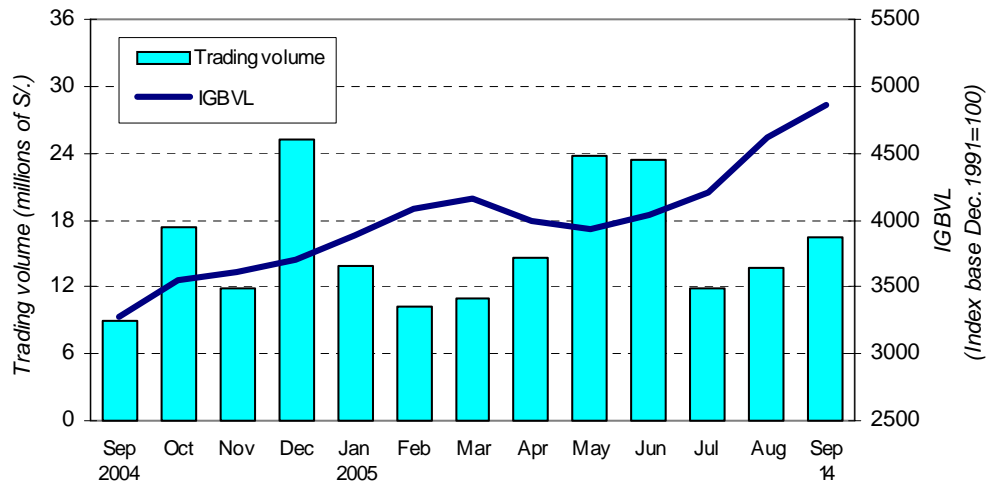


Lima Stock Exchange

As of September 14, the **General** and **Blue Chip** indices of the Lima Stock Exchange increased 5,4 and 4,8 percent, reflecting the

performance of mining and industrial assets. In the year, these indices have increased 30,1 and 24,4 percent, respectively.

LSE indicators
(September 2004 - September 2005)



Indicadores Económicos / Economic Indicators

	2003		2004		2005												
	DIC.	DIC.	MAR.	ABR.	MAY.	JUN.	JUL.	31 Ago.	AGO.	7 Set.	8 Set.	9 Set.	12 Set.	13 Set.	14 Set.	SET.	
RESERVAS INTERNACIONALES (Mills. US\$) / INTERNATIONAL RESERVES																	
Posición de cambio / <i>Net international position</i>	4 583	6 639	7 545	7 807	7 858	8 127	8 014	8 216	Var.	202	8 257	8 253	8 271	8 255	8 254	37	
Reservas internacionales netas / <i>Net international reserves</i>	10 194	12 631	13 555	13 629	14 016	13 818	15 283	13 625	-1 657	13 651	13 724	13 845	13 826	13 805	179		
Depósitos del sistema financiero en el BCRP / <i>Financial system deposits at BCRP</i>	2 892	2 915	2 854	2 673	3 013	2 836	2 817	2 723	-94	2 771	2 950	3 054	3 048	3 027	305		
Empresas bancarias / <i>Banks</i>																	
Banco de la Nación / <i>Banco de la Nación</i>	154	45	46	39	50	96	69	19	-50	46	51	54	53	44	25		
Resto de instituciones financieras / <i>Other financial institutions</i>	52	58	60	59	61	56	60	55	-5	60	59	60	60	59	4		
Depósitos del sector público en el BCRP / <i>Public sector deposits at BCRP *</i>	2 761	3 120	3 199	3 195	3 207	2 913	4 513	2 753	-1 759	2 585	2 585	2 584	2 586	2 588	-166		
OPERACIONES CAMBIARIAS BCR (MILL. US\$) / BCRP FOREIGN OPERATIONS																	
Origen externo de la emisión primaria / <i>External origin of the monetary base</i>	175	306	260	254	151	265	-108	-47	112	3	1	10	10	3	1	33	
Compras netas en Mesa de Negociación / <i>Net purchases of foreign currency</i>	176	345	360	353	251	365	765	3	213	3	1	10	10	3	1	33	
Operaciones swaps netas / <i>Net swap operations</i>	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Operaciones con el Sector Público / <i>Public sector</i>	0	-40	-100	-100	-100	-100	-875	-50	-100	0	0	0	0	0	0	0	
TIPO DE CAMBIO (S/. por US\$) / EXCHANGE RATE																	
Compra interbancario / <i>Interbank bid</i>	Promedio / <i>Average</i>	3,471	3,276	3,258	3,257	3,254	3,252	3,252	3,284	3,256	3,293	3,295	3,288	3,284	3,290	3,288	3,295
Venta Interbancario / <i>Interbank Ask</i>	Apertura / <i>Opening</i>	3,472	3,283	3,260	3,259	3,255	3,253	3,287	3,256	3,292	3,298	3,294	3,289	3,289	3,290	3,290	3,297
	Mediodía / <i>Midday</i>	3,471	3,281	3,260	3,259	3,255	3,254	3,253	3,286	3,257	3,294	3,296	3,290	3,284	3,292	3,289	3,299
Sistema Bancario (SBS) / <i>Banking System</i>	Cierre / <i>Close</i>	3,471	3,282	3,260	3,258	3,255	3,253	3,281	3,253	3,293	3,294	3,287	3,286	3,289	3,290	3,297	3,297
	Promedio / <i>Average</i>	3,471	3,284	3,260	3,259	3,255	3,253	3,285	3,257	3,295	3,297	3,290	3,285	3,291	3,289	3,297	3,295
Índice de tipo de cambio real (1994 = 100) / <i>Real exchange rate Index (1994 = 100)</i>		106,6	105,0	104,8	104,5	104,3	103,0	102,9		104,6							
INDICADORES MONETARIOS / MONETARY INDICATORS																	
Moneda nacional / Domestic currency																	
Emisión Primaria / <i>Monetary base</i>	(Var. % mensual) / (<i>% monthly change</i>)	11,5	14,9	-0,2	5,2	0,8	1,9	12,1	-5,1	-5,1							
Oferta monetaria / <i>Money Supply</i>	(Var. % últimos 12 meses) / (<i>% 12-month change</i>)	10,1	25,3	25,7	26,6	26,7	28,1	30,6	30,7	30,7							
Crédito sector privado / <i>Crédit to the private sector</i>	(Var. % mensual) / (<i>% monthly change</i>)	3,6	5,7	3,7	-1,2	0,1	2,2	3,4									
	(Var. % últimos 12 meses) / (<i>% 12-month change</i>)	10,5	28,1	33,6	32,9	32,2	35,4	36,4									
TOSE saldo fin de período (Var. % acum. en el mes) / <i>TOSE balance (% change)</i>		-0,8	-0,4	8,7	-4,6	2,0	3,2	0,2	1,6	1,6	0,4	0,4	0,6	1,9			
Superávit de encaje promedio (% respecto al TOSE) / <i>Average reserve surplus (% of TOSE)</i>		0,2	0,4	0,5	0,6	0,6	0,6	0,6	0,9	0,9	2,8	2,6	2,2	2,1			
Cuenta corriente de los bancos (saldo Mill. S.) / <i>Banks' current account (balance)</i>		192	267	271	275	276	278	315	101	288	477	385	296	245	160	183	
Créditos por regulación monetaria (millones de S.) / <i>Rediscouts (Millions of S.)</i>		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Depósitos públicos en el BCRP (millones S.) / <i>Public sector deposits at the BCRP (Mills.S.)</i>		1 196	1 918	2 619	4 665	5 091	4 985	4 680	4 975	4 975	4 805	4 762	4 633	4 642	4 778	n.d.	
Certificados de Depósitos BCRP (saldo Mill.S.) / <i>CDBCRP balance (Millions of S.)</i>		4 097	8 255	11 261	9 960	9 573	10 465	9 538	9 883	9 883	9 935	10 155	10 380	10 513	10 490	10 360	
Operaciones de reporte (saldo Mill. S.) / <i>repos (Balance millions of S.)</i>		0	0	0	385	0	317	0	0	0	0	0	0	0	0	130	
Tasa de interés (%) / <i>Interest rates (%)</i>	Préstamos y descuentos hasta 360 días / <i>Loans & discount Interbankaria / Interbank</i>	13,97	14,68	15,54	14,92	15,13	15,51	15,64	14,74	15,12	14,70	14,68	14,70	14,77	14,75	14,75	14,71
	Preferencial corporativa a 90 días / <i>Corporate Prime</i>	2,51	3,00	2,93	3,03	3,01	2,99	3,01	2,95	2,96	2,91	2,91	2,95	2,95	2,97	3,00	2,98
	Operaciones de reporte con CDBCRP / <i>CDBCRP repos</i>	3,32	3,84	3,98	4,05	4,04	3,92	3,92	3,77	3,81	3,77	3,78	3,78	3,78	3,78	3,78	3,78
	Créditos por regulación monetaria / <i>Rediscouts **</i>	s.m.	s.m.	s.m.	3,13	s.m.	s.m.	3,06	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	3,03
Del saldo de CDBCRP / <i>CDBCRP balance</i>	3,25	3,75	3,75	3,75	3,75	3,75	3,75	3,75	3,75	3,75	3,75	3,75	3,75	3,75	3,75	3,75	
	3,91	4,46	4,48	4,59	4,61	4,59	4,66	4,65	4,65	4,65	4,61	4,58	4,55	4,54	4,55	4,57	
Moneda extranjera / foreign currency																	
Crédito sector privado / <i>Crédit to the private sector</i>	(Var. % mensual) / (<i>% monthly change</i>)	-0,6	1,1	0,4	2,2	1,9	1,6	0,5									
	(Var. % últimos 12 meses) / (<i>% 12-month change</i>)	-5,8	1,3	3,4	4,4	4,9	5,7	5,7									
TOSE saldo fin de período (Var. % acum. en el mes) / <i>TOSE balance (% change)</i>		0,2	1,2	1,1	4,1	1,3	-0,5	-2,2	0,3	0,3	1,2	2,4	2,1	1,9			
Superávit de encaje promedio (% respecto al TOSE) / <i>Average reserve surplus (% of TOSE)</i>		0,1	0,6	0,1	0,2	0,1	0,3	0,7	0,3	0,3	2,2	2,2	2,5	2,6			
Créditos por regulación monetaria (millones de US dólares) / <i>Rediscouts</i>		0	0	0	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>	7,24	7,66	8,26	8,19	8,25	8,31	8,59	8,81	8,74	8,90	8,87	8,87	8,81	8,89	8,91	8,88
	Preferencial corporativa a 90 días / <i>Corporate Prime</i>	1,09	2,19	2,60	2,80	3,04	2,87	3,11	3,34	3,29	3,47	3,50	3,54	3,52	3,57	3,57	3,48
	Créditos por regulación monetaria / <i>Rediscouts ***</i>	1,72	2,60	3,30	3,47	3,64	3,94	4,17	4,35	4,31	4,26	4,29	4,29	4,29	4,29	4,29	4,28
	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.	s.m.	s.m.	s.m.	s.m.	s.m.
INDICADORES BURSÁTILES / STOCK MARKET INDICES																	
Índice General Bursátil (Var. %) / <i>General Index (% change)</i>		13,4	2,6	2,0	-4,2	-1,4	2,9	4,3	0,5	9,5	0,3	0,9	0,9	1,3	-0,6	0,1	5,4
Índice Selectivo Bursátil (Var. %) / <i>Blue Chip Index (% change)</i>		16,2	3,1	1,9	-4,4	-0,7	1,6	3,9	0,6	6,4	0,1	0,8	0,8	0,9	-0,6	0,3	4,8
Monto negociado en acciones (Mill. S.) - Prom. diario		15,7	25,3	10,9	14,7	23,7	23,4	11,9	42,7	13,7	11,7	17,3	28,0	13,2	22,6	13,1	16,5
INFLACION (%) / INFLATION (%)																	
Inflación mensual / <i>Monthly</i>		0,56	-0,01	0,65	0,12	0,13	0,26	0,10		-0,18							
Inflación últimos 12 meses / <i>% 12 months change</i>		2,48	3,48	1,88	2,02	1,79	1,48	1,40		1,22							
GOBIERNO CENTRAL (Mill. S.) / CENTRAL GOVERNMENT (Mills. of S.)																	
Resultado primario / <i>Primary balance</i>		-740	-1 165	828	1 961	427	496	-372									
Ingresos corrientes / <i>Current revenue</i>		2 963	3 322	3 502	4 768	3 290	3 219	3 010									
Gastos no financieros / <i>Non-financial expenditure</i>		3 827	4 489	2 681	2 831	2 870	2 733	3 499									
COMERCIO EXTERIOR (Mills. US\$) / FOREIGN TRADE (Mills. of US\$)																	
Balanza Comercial / <i>Trade balance</i>		184	410	408	188	356	475	489									
Exportaciones / <i>Exports</i>		909	1 380	1 344	1 250	1 357	1 420	1 530									
Importaciones / <i>Imports</i>		726	970	936	1 063	1 001	945	1 040									
PRODUCTO BRUTO INTERNO (Índice 1994=100) / GROSS DOMESTIC PRODUCT																	
Variac. %, respecto al mismo mes del año anterior / <i>Annual rate of growth</i>		3,6	8,7	4,7	6,2	6,3	4,6										
COTIZACIONES INTERNACIONALES / INTERNATIONAL QUOTATIONS																	
LIBOR a tres meses (%) / <i>LIBOR 3-month (%)</i>		1,17	2,50	3,02	3,15	3,28	3,42	3,60	3,87	3,80	3,80	3,83	3,85	3,86	3,87	3,87	3,83
Dow Jones (Var. %) / (<i>% change</i>)		6,53	3,40	-2,44	-2,96	2,70	-1,84	3,56	0,06	-2,09	0,42	-0,35	0,78	0,04	-0,80	-0,50	1,21
Rendimiento de los U.S. Treasuries (10 años) / <i>U.S. Treasuries yield (10 years)</i>		4,26	4,22	4,49	4,32	4,13	3,99	4,16	4,02	4,26	4,14	4,15	4,12	4,17	4,13	4,17	4,11
Stripped spread del EMBI+ PERU (pbs) / <i>EMBI+ PERU stripped spread (basis points)</i>		318	236	226	244	222	198	193	169	157	160	151	148	147	149	147	158
Bono Global 2012 - Perú (en pbs) / <i>Global Bond 2012 - Peru (basis points)</i>		304	216	212	234	203	188	179	155	137	123	134	129	127	128	128	140

* Incluye depósitos de Promecpni, Fondo de Estabilización Fiscal (FEF), Cofide, fondos administrados por la ONP; y otros depósitos del MEF. El detalle se presenta en el cuadro No.22 de la Nota Semanal.

** Corresponde a la mayor tasa entre 3,75% o la tasa interbancaria del día.

*** Las tasas de interés para los créditos de regulación monetaria en dólares serán a la tasa Libor a un mes más un punto porcentual.

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