



**Indicators**

- Corporate interest rate at 4.88 percent
- Interbank interest rate: 3.92 percent
- Exchange rate: S/. 2.809 per dollar
- Country risk at 170 bps

**Content**

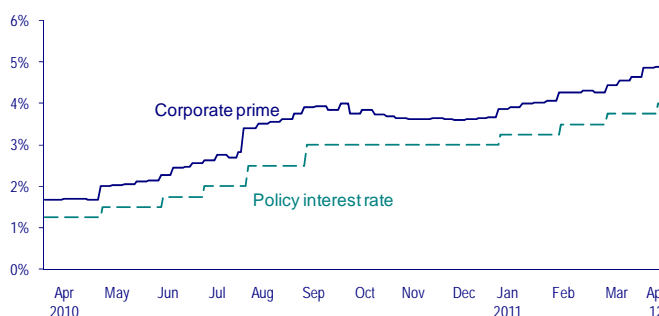
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**Corporate interest rate in nuevos soles at 4.88 percent**

Between **March 5 and April 12**, the daily average of the corporate interest rate in domestic currency rose from 4.86 to 4.88 percent.

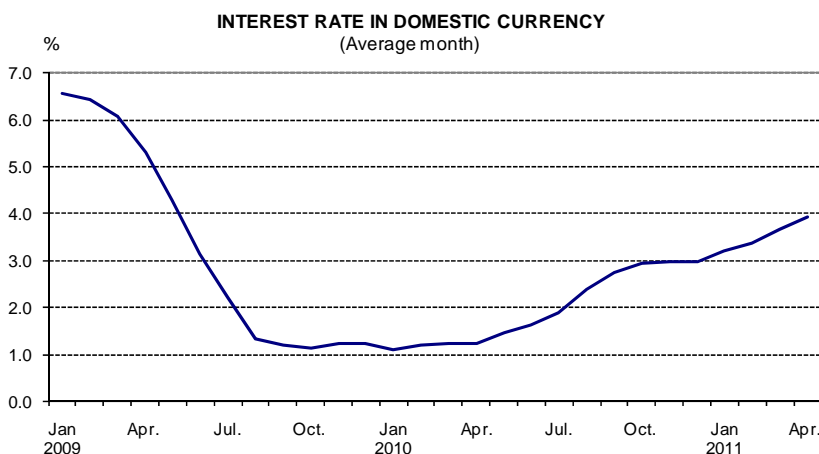
The average corporate interest rate in foreign currency declined from 2.20 to 2.14 percent.

**INTEREST RATES IN DOMESTIC CURRENCY  
(April 2010 - April 2011)**



**Average interbank interest rate: 3.92 percent**

The average interbank interest rate in domestic currency at April 12 was 3.92 percent.



	<u>Average</u>	<u>S.D</u>
December 2009	1.24%	0.02
January 2010	1.09%	0.16
February	1.21%	0.03
March	1.23%	0.02
April	1.22%	0.02
May	1.45%	0.12
June	1.62%	0.11
July	1.90%	0.12
August	2.38%	0.18
September	2.74%	0.23
October	2.94%	0.15
November	2.97%	0.05
December	2.98%	0.02
January 2011	3.21%	0.10
February	3.37%	0.13
March	3.68%	0.12
April 12	3.92%	0.13

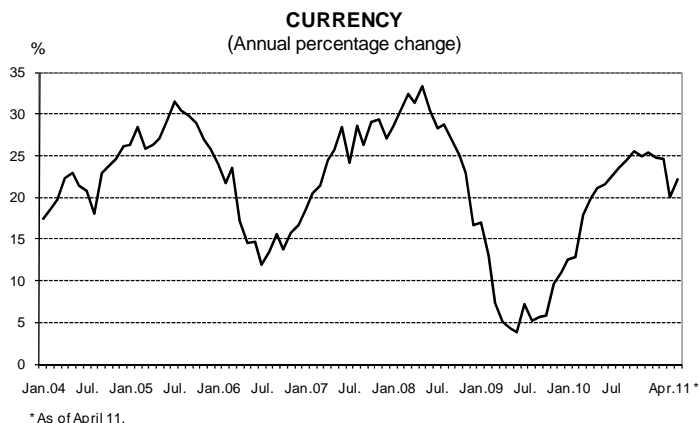
\* As of 12.

**Monetary operations**

Between **April 6 and 12** the BCRP made the following monetary operations: i) Auctions of 182-day to up to 371-day BCRP Certificates of Deposit for a daily average of S/. 40 million. The average rate on these operations, which reached a balance of S/. 1,120 million, was 4.83 percent; ii) Auctions of 1-day up to 30-day Term Deposits in domestic currency for a daily average of S/. 2,710 million at an average rate of 3.94 percent, which reached a balance of S/. 7,430 million, and iii) overnight deposits for a total of S/. 459 million.

**Currency in circulation: S/. 22,809 million on April 11**

Between April 4 and 11, **currency in circulation** decreased by S/. 333 million and amounted to S/. 22,809 million. With this, year-to-date currency in circulation accumulates a decline of S/. 1,326 million and registers a growth rate of 22.1 percent in the last 12 months.



**BCRP OPERATIONS**

(Millions of nuevos soles)

	FLOWS				BALANCE		
	From 04/05 to 04/11	Mar-11	Accumulated		Dec 31, 2010	Mar 31, 2011	Apr 11, 2011
			Monthly*	Annual*			
<b>I. EXCHANGE OPERATIONS</b>	<b>-150</b>	<b>-840</b>	<b>-319</b>	<b>688</b>			
(Millions of US\$)	-54	-301	-114	252			
1. Over the counter operations	0	0	0	497			
2. Public Sector	0	0	-60	-85			
3. Other exchange operations 1/	-54	-301	-54	-160			
<b>II. MONETARY OPERATIONS</b>	<b>-3,531</b>	<b>94</b>	<b>4,252</b>	<b>-1,471</b>	<b>-52,565</b>	<b>-58,287</b>	<b>-54,035</b>
<b>1. Sterilization</b>	<b>-3,531</b>	<b>94</b>	<b>4,252</b>	<b>-1,471</b>	<b>-52,565</b>	<b>-58,287</b>	<b>-54,035</b>
a. BCRP instruments	-2,360	2,317	5,817	5,608	-24,463	-24,672	-18,856
BCRP Certificates of Deposit (CDBCRP)	-80	-500	-80	-1,040	-30	-990	-1,070
BCRP Certificates of Deposit Variable in soles (CDV BCRP)	0	-800	0	-7,660	-3,196	-10,856	-10,856
Readjustable CDBCRP (CDR BCRP)	0	-300	0	-300	0	-300	-300
BCRP Certificate of Deposits Payable in Dollars (CDLD BCRP)	150	841	150	450	-450	-150	0
Term Deposits	-2,430	3,076	5,747	14,157	-20,788	-12,377	-6,630
b. Public Sector Deposits in soles	-1,064	-2,385	-1,521	-7,567	-26,726	-32,772	-34,294
c. Other monetary operations 2/	-107	163	-43	489	-1,375	-843	-886
<b>2. Injection (Repos)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>III. RESERVE REQUIREMENTS IN DC</b>	<b>3,334</b>	<b>63</b>	<b>-3,850</b>	<b>-1,297</b>	<b>-10,073</b>	<b>-7,520</b>	<b>-11,370</b>
<b>IV. OTHER 3/</b>	<b>14</b>	<b>325</b>	<b>103</b>	<b>754</b>			
<b>V. CURRENCY **</b>	<b>-333</b>	<b>-358</b>	<b>186</b>	<b>-1,326</b>	<b>24,135</b>	<b>22,623</b>	<b>22,809</b>
(Monthly percentage change)					11.0%	-1.6%	0.8%
(Accumulated percentage change)					25.4%	-6.3%	-5.5%
(YoY)					25.4%	20.0%	22.1%

\* As of April 11, 2011.

\*\* Preliminary data.

1/ Includes Swaps auctions in FC and operations outside the counter.

2/ Includes overnight deposits and Deposit Insurance Funds.

3/ Includes BCRP operative expenses, interest by deposits in the BCRP (overnight, terms and specials), net interest by CDBCRP placements and Central Bank profit transfers to the public sector.

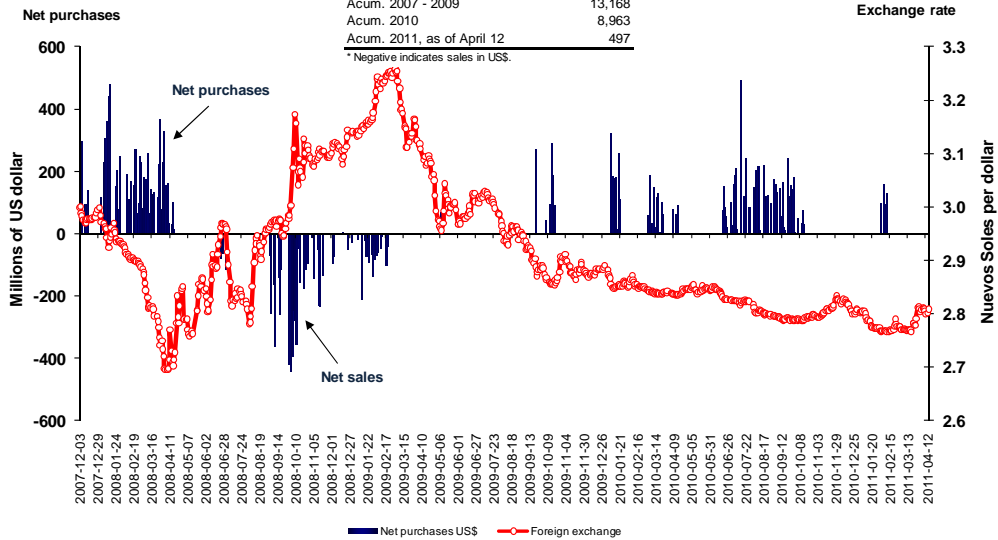
**Exchange rate: S/. 2.809 per US dollar**

Between April 5 and 12, the average interbank ask price remained at S/. 2.809. The Central Bank did not intervene in the foreign exchange market in this period.

**EXCHANGE RATE AND NET DOLLAR PURCHASE**

(In millions of US\$)

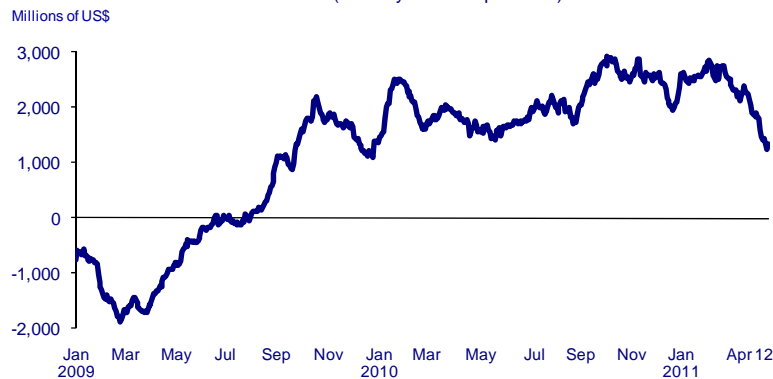
	Purchases*
Acum. 2007	10,306
Jan-Apr 2008	8,728
Jun-Dec 2008	-5,974
Acum. 2008	2,754
Acum. 2009	108
Acum. 2007 - 2009	13,168
Acum. 2010	8,963
Acum. 2011, as of April 12	497



Between April 5 and 12, banks' balance of net forward purchases of foreign currency declined by US\$ 126 million. So far this month, the balance of net forward purchases of FC accumulated a decline of US\$ 495 million.

**BALANCE OF NET FORWARD PURCHASES OF FOREIGN CURRENCY**

(January 2009 - April 2011)

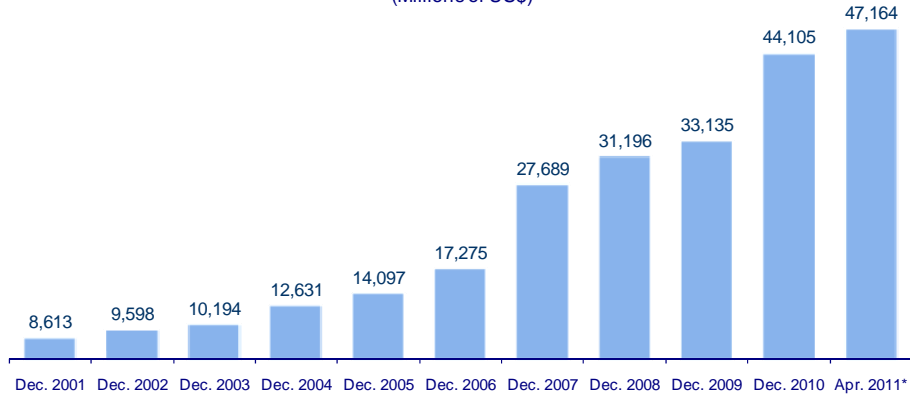


**International reserves amounted to US\$ 47,164 million**

Net international reserves (NIRs) amounted to US\$ 47,164 million at April 12. This level of reserves is US\$ 1,038 million higher than the one recorded at the close of March.

The increase in NIRs observed so far this month resulted mainly from banks' and public sector higher deposits (US\$ 927 million and US\$ 46 million, respectively) and from the higher investment value (US\$ 175 million). This was partially offset by dollar swap operations for US\$ 54 million.

**NET INTERNATIONAL RESERVES**  
(Millions of US\$)



\* As of April 12.

On April 12, the BCRP exchange rate position (US\$ 33,613 million) was higher by US\$ 61 million than the one recorded at the close of March.

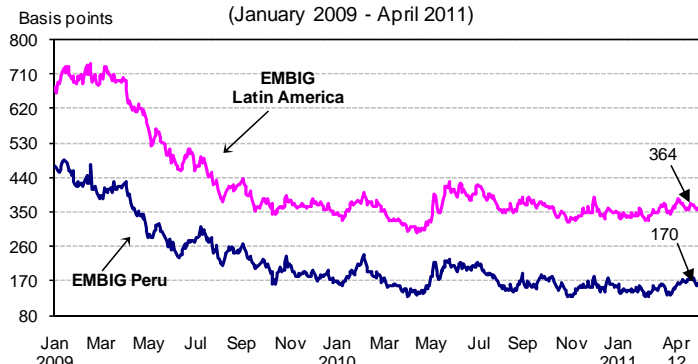
## International Markets

### Country risk at 170 basis points

Between April 5 and 12, the average country risk indicator, measured by the **EMBIG Peru** spread, fell from 176 to 170 basis points.

With regard to the spread of the Latin American debt, this differential was revised downward (3 bps.) for a second week at a time of better growth prospects.

**COUNTRY RISK INDICATORS**  
(January 2009 - April 2011)



Level	Variation in basis points		
	Weekly	Monthly	Annual
Apr 12, 2011	-6	0	34

### Price of gold rose to US\$ 1,450.4 a troy ounce

In the same period, the average price of **gold** increased 0.2 percent to US\$1,450.4/troy ounce.

The increase in gold prices was due to the depreciation of the dollar against the euro and increased demand for safe assets in a context of continued financial problems in Europe. However, the rise was limited by profit taking after gold reached a new record level of US\$ 1,471/troy ounce during the week.

**GOLD PRICE**  
(January 2009 - April 2011)



Apr 12, 2011	% change		
	Weekly	Monthly	Annual
US\$ 1,450 / troy oz.	0.2	1.0	24.5

Between April 5 and 12, the price of **copper** increased 4.5 percent to US\$ 4.39 per pound.

The higher price of copper was associated primarily with increased demand from emerging countries (China metal imports to rise) and supply constraints (Chile announced that in 2011 will maintain the production levels of 2010).

### COPPER PRICE (January 2009 - April 2011)



In the same period, the price of **zinc** increased 3.1 percent to US\$ 1.12 a pound.

The increase in the price was explained by higher demand from emerging countries and the declined of inventories in the major metal exchanges.

### ZINC PRICE (January 2009 - April 2011)



Between April 5 and 12, the price of **WTI oil** decreased to US\$ 106.3 per barrel (1.9 percent).

The drop in crude oil prices was explained by higher oil inventories in the US. And a report of the US Energy Department that stocks has increased 1 percent during the last week (second consecutive increase).

### WTI OIL PRICE (January 2009 - April 2011)



**US dollar depreciated against the euro and yen**

Between April 5 and 12, the **dollar** depreciated 1.8 percent against the **euro**.

This positive evolution of the euro against the US dollar was explained by an interest rate hike by the ECB and signals of further adjustments during the year.

Against the **yen**, the US dollar depreciated 1.2 percent.

**EVOLUTION OF THE EURO AND THE YEN**



	Level		% change		
	Apr 12, 2011	Weekly	Monthly	Annual	
US dollar/Euro	1.45	1.8	2.6	6.6	
Yen/US dollar	83.6	-1.2	-1.2	-10.3	

**Yield on 10-year US Treasuries increased to 3.49 percent**

Between April 5 and 12, the **3-month Libor** decreased from 0.29 to 0.28 percent, while the yield on the **10-year US Treasury bonds** rose to 3.49 percent from 3.48 percent.

The yield of the US Treasury bonds increased due to higher inflationary expectations and uncertainty on the position of the FED.

**3-MONTH LIBOR AND 10-YEARS US TREASURIES**



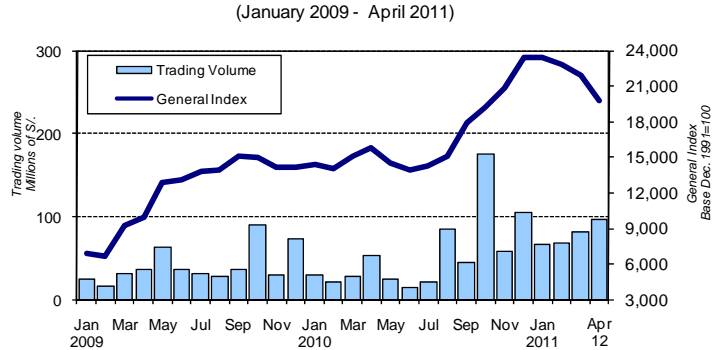
	% change			
	Apr 12, 2011	Weekly	Monthly	Annual
3 months Libor	0.28	-1	-3	-2
US Treasuries	3.49	1	20	-35

**Lima Stock Exchange**

So far this month (at April 12), the **General Index** and the **Selective Index** of the Lima Stock Exchange (LSE) have fallen 9.6 and 9.3 percent, respectively.

During the week (from March 5 to 12), both indices decreased 7.4 and 7.8 percent, respectively, affected mainly by the negative behavior of the stock exchanges in the region and uncertainty around the presidential elections.

**LIMA STOCK EXCHANGE INDICATORS**



	As of:		% change compared to:		
	Apr 12, 2011	Apr 5, 2011	Mar 31, 2011	Dec 31.10	
General Index	19,848	-7.4	-9.6	-15.1	
Selective Index	27,211	-7.8	-9.3	-15.1	

Year-to-date, the **General Index** and the **Selective Index** of the Lima Stock Exchange have accumulated losses of 15.1 percent.

