



**Indicators**

- Corporate interest rate at 5.83 percent
- Interbank interest rate: 4.30 percent
- Exchange rate: S/. 2.788 per US dollar
- Country risk at 182 bps.

**Content**

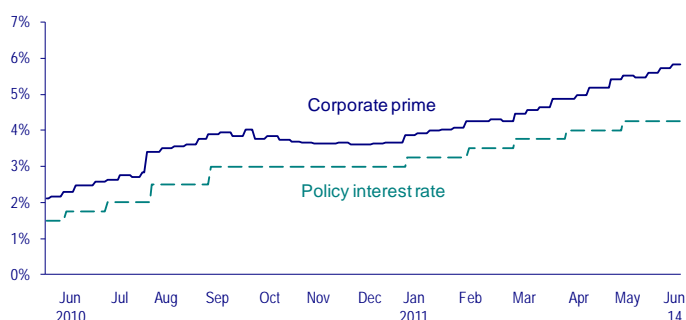
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**Corporate interest rate in nuevos soles at 5.83 percent**

Between **June 7 and 14, 2011**, the average corporate interest rate in domestic currency rose from 5.73 to 5.83 percent.

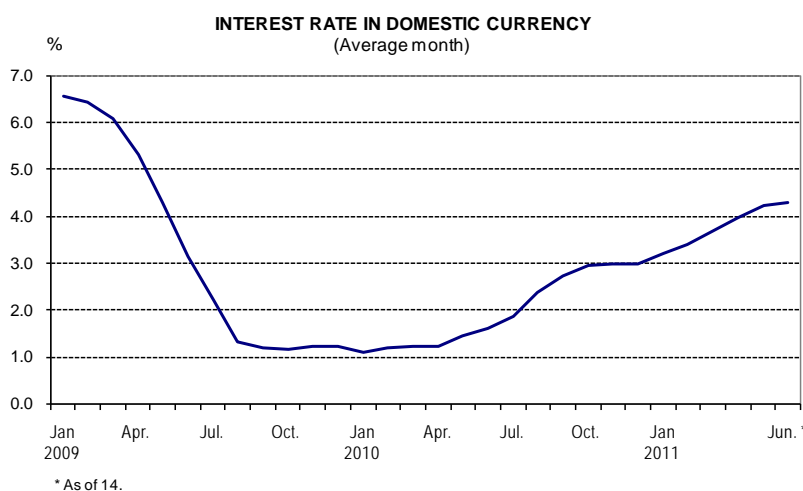
The average corporate interest rate in foreign currency remained at 2.48 percent.

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



**Average interbank interest rate: 4.30 percent**

The average interbank interest rate in domestic currency at June 14 was 4.30 percent.



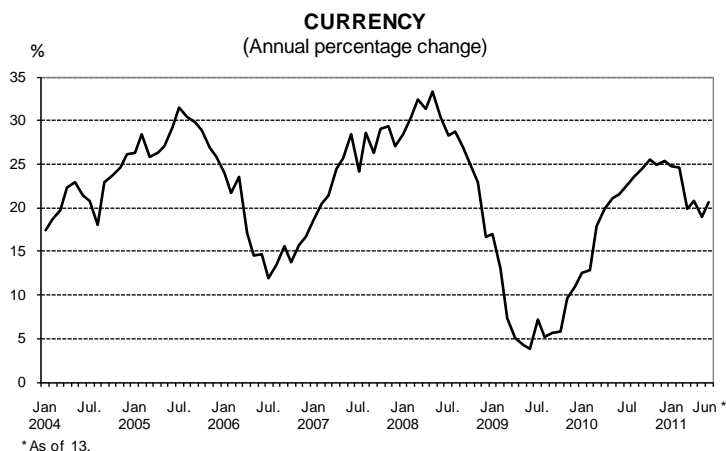
Average interbank rate		
	Average	S.D
December 2009	1.24%	0.02
January 2010	1.09%	0.16
February	1.21%	0.03
March	1.23%	0.02
April	1.22%	0.02
May	1.45%	0.12
June	1.62%	0.11
July	1.90%	0.12
August	2.38%	0.18
September	2.74%	0.23
October	2.94%	0.15
November	2.97%	0.05
December	2.98%	0.02
January 2011	3.21%	0.10
February	3.37%	0.13
March	3.68%	0.12
April	3.97%	0.10
May	4.23%	0.15
June 14	4.30%	0.04

**Monetary operations**

Between **June 8 and 14**, the Central Bank made the following 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/. 1,810 million, was 4.62 percent; ii) Auctions of 1-day to 3-day repos for a daily average of S/. 1,050 million at an average rate of 4.39 percent. The balance resulting from these operations was S/. 1,300 million; and iii) overnight deposits for S/. 222 million daily average.

## Currency in circulation amounted to S/. 23,252 million on June 13

Between June 7 and 13, 2011, **currency in circulation** decreased by S/. 315 million and amounted to S/. 23,252 million. As a result of this, currency in circulation accumulates a decline of S/. 878 million so far this year and registers a growth rate of 20.6 percent in the last 12 months.



### BCRP OPERATIONS (Millions of nuevos soles)

	FLOWS				BALANCE		
	May-11	From 07/06 to 13/06	Cummulated		Dec 31, 2010	May 31, 2011	Jun 13, 2011
			Monthly*	Annual*			
<b>I. EXCHANGE OPERATIONS</b>	<b>-7,588</b>	<b>1</b>	<b>0</b>	<b>-8,706</b>			
(Millions of US\$)	-2,750	0	0	-3,135			
1. Over the counter operations	148	0	0	62			
2. Public Sector	-2,899	0	0	-3,039			
3. Other exchange operations 1/	1	0	0	-158			
<b>II. MONETARY OPERATIONS</b>	<b>6,957</b>	<b>27</b>	<b>5,830</b>	<b>10,389</b>	<b>-52,565</b>	<b>-48,006</b>	<b>-42,176</b>
<b>1. Sterilization</b>	<b>6,957</b>	<b>-773</b>	<b>4,530</b>	<b>9,089</b>	<b>-52,565</b>	<b>-48,006</b>	<b>-43,476</b>
a. BCRP instruments	-51	514	4,809	11,139	-24,463	-18,133	-13,324
BCRP Certificates of Deposit (CDBCRP)	-370	-80	-110	-1,730	-30	-1,650	-1,760
BCRP Certificates of Deposit Variable in soles (CDV BCRP)	973	594	694	-5,993	-3,196	-9,883	-9,189
Readjustable CDBCRP (CDR BCRP)	0	0	-575	-2,375	0	-1,800	-2,375
BCRP Certificate of Deposits Payable in Dollars (CDLD BCRP)	0	0	0	450	-450	0	0
Term Deposits	-654	0	4,800	20,788	-20,788	-4,800	0
b. Public Sector Deposits in soles	6,857	-1,002	-311	-2,437	-26,726	-28,853	-29,164
c. Other monetary operations 2/	151	-284	32	387	-1,375	-1,021	-988
<b>2. Injection (Repos)</b>	<b>0</b>	<b>800</b>	<b>1,300</b>	<b>1,300</b>	<b>0</b>	<b>0</b>	<b>1,300</b>
<b>III. RESERVE REQUIREMENTS IN DC</b>	<b>350</b>	<b>-359</b>	<b>-5,818</b>	<b>-3,644</b>	<b>-10,077</b>	<b>-7,903</b>	<b>-13,721</b>
<b>IV. OTHER 3/</b>	<b>163</b>	<b>15</b>	<b>116</b>	<b>1,083</b>			
<b>V. CURRENCY **</b>	<b>-118</b>	<b>-315</b>	<b>127</b>	<b>-878</b>	<b>24,131</b>	<b>23,125</b>	<b>23,252</b>
(Monthly percentage change)					11.0%	-0.5%	0.5%
(Acummulated percentage change)					25.4%	-4.2%	-3.6%
(YoY)					25.4%	18.9%	20.6%

\* As of June 13, 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/. 2.762 per US dollar

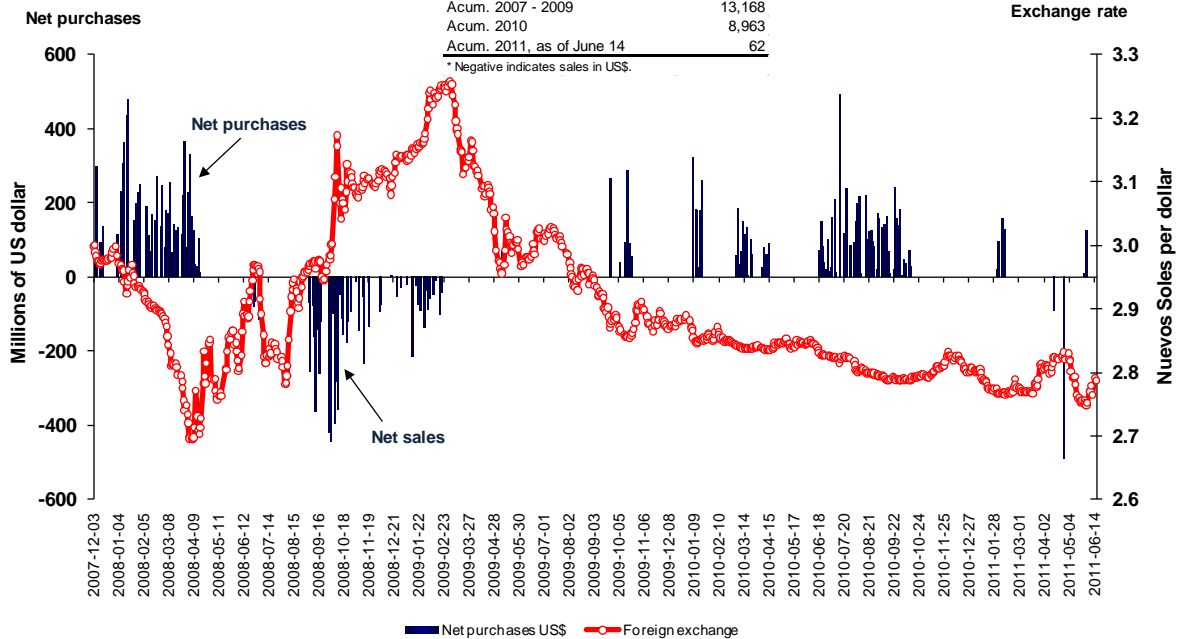
Between June 7 and 14, the average interbank ask price of the dollar fell from S/. 2.788 to S/. 2.762, which represented an appreciation of the nuevo sol of 0.94 percent. The BCRP did not intervene in the foreign exchange market in this period.

EXCHANGE RATE AND NET DOLLAR PURCHASE

(In millions of US\$)

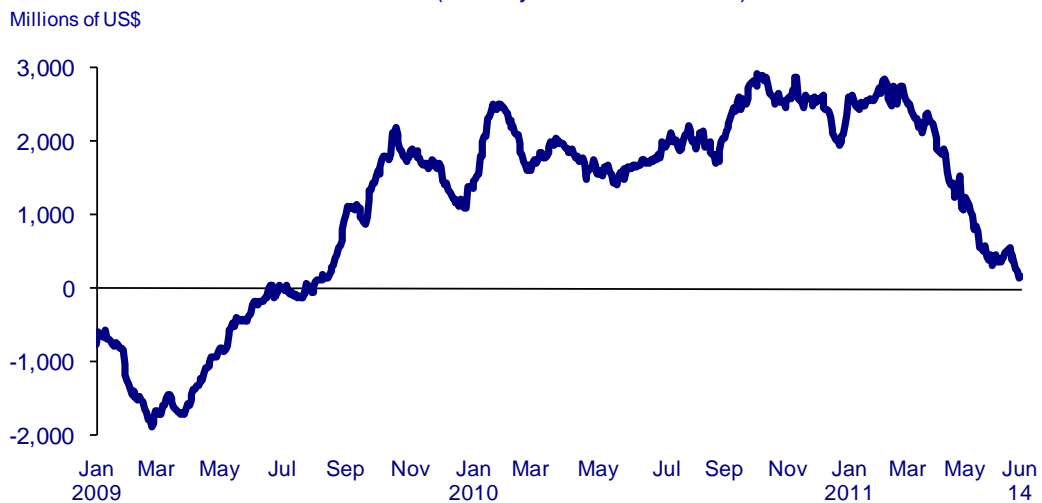
	Purchases*
Acum. 2007	10,306
Jan-Apr 2008	8,728
Jun-Dec 2008	-5,974
Acum. 2008	2,754
Acum. 2009	108
Acum. 2007 - 2009	13,168
Acum. 2010	8,963
Acum. 2011, as of June 14	62

\* Negative indicates sales in US\$.



Between June 7 and 14, banks' balance of net forward purchases in foreign currency fell by US\$ 289 million. So far this month, the balance of net forward purchases dropped US\$ 238 million.

BALANCE OF NET FORWARD PURCHASES OF FOREIGN CURRENCY  
(January 2009 - June 2011)



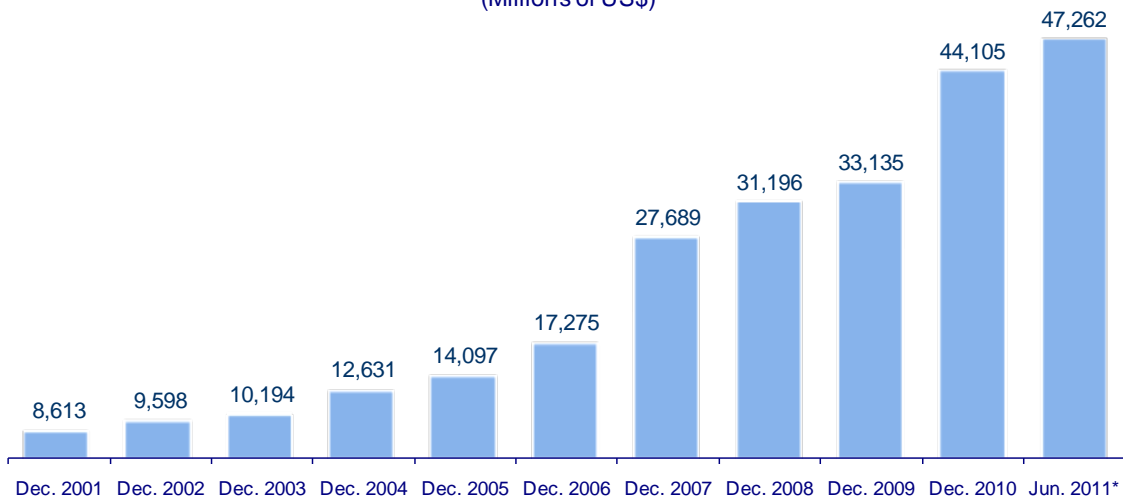
## International reserves amounted to US\$ 47,262 million

At June 15, net international reserves (NIRs) amounted to US\$ 47,262 million. This level of reserves is US\$ 955 million higher than the one recorded at the close of May.

The increase of NIRs recorded so far this month was mainly associated with higher deposits from banks (US\$ 1,080 million. This was partially offset lower valuation of investments (US\$ 89 million) and by lower deposits of the public sector (US\$ 37 million).

The exchange rate position of the BCRP at June 15 was US\$ 30,124 million, a sum US\$ 87 million higher than the one recorded at the close of May.

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



\* As of 15.

## International Markets

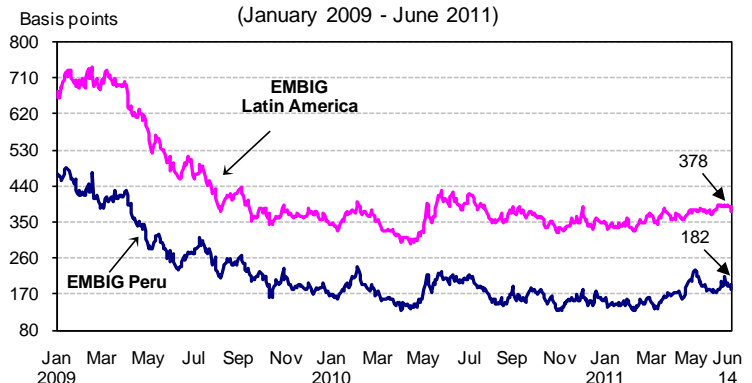
### Country risk rose to 182 basis points

Between June 7 and 14, the country risk indicator, measured by the **EMBIG Peru** spread, fell from 195 to 182 basis points.

The debt spread of Latin American region was reduced by 10 basis points.

In the case of Peru, the debt spread responded to the normalization of the political environment.

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



Level	Variation in basis points		
	Weekly	Monthly	Annual
182 bps.	-13	2	-24

**Price of gold fell to US\$ 1,522.5 per troy ounce**

In the same period, the price of **gold** fell 1.1 percent to US\$ 1,522.5 per troy ounce.

The decrease in the price of gold occurred after the appreciation of the dollar in the financial markets and lower seasonal demand for jewelry in India and Turkey (which represents about 15 percent of the total demand for gold).

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



Jun 14, 2011	% change		
	Weekly	Monthly	Annual
<b>US\$ 1,523 / troy oz.</b>	<b>-1.1</b>	<b>1.1</b>	<b>24.9</b>

Between June 7 and 14, the price of **copper** fell 0.9 percent to US\$ 4.09 a pound.

The fall in the base metal price was caused by expectations of lower global demand. Likewise, negative activity data in China and India affect the price of the metal. The copper market, reported a 0.3 percent increase in total inventories in the major metal exchanges, reaching 634.7 thousand MT.

**COPPER PRICE**  
(January 2009 - June 2011)



Jun 14, 2011	% change		
	Weekly	Monthly	Annual
<b>US\$ 4.09 / pound</b>	<b>-0.9</b>	<b>1.7</b>	<b>36.3</b>

Between June 7 and 14, the price of **zinc** decreased (0.2 percent) to US\$ 1.02 per pound.

The price of zinc dropped due to expectations of lower global economic activity and appreciation of the dollar against the euro.

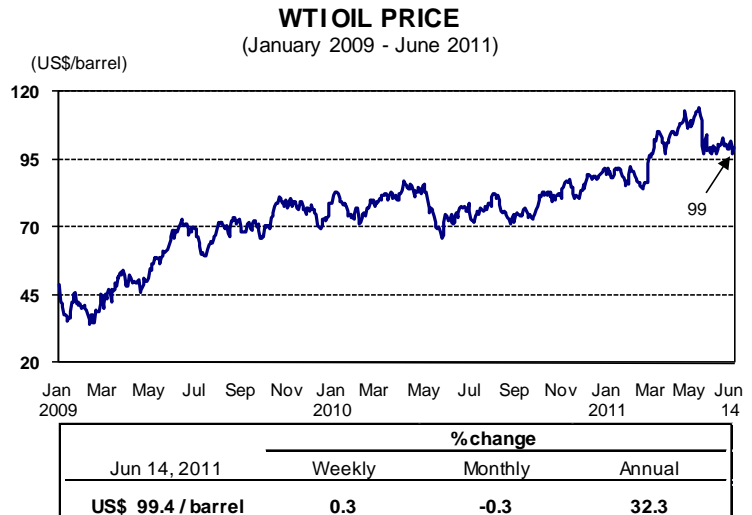
**ZINC PRICE**  
(January 2009 - June 2011)



Jun 14, 2011	% change		
	Weekly	Monthly	Annual
<b>US\$ 1.02 / pound</b>	<b>-0.2</b>	<b>3.1</b>	<b>29.0</b>

The price of **WTI oil** recorded an increase of 0.3 percent to US\$ 99.4 per barrel between June 7 and 14.

The price increase was associated with the ongoing geopolitical problems in the Middle East and North Africa. However, uncertainty about the evolution of global demand, and the announcement by Saudi Arabia to increase its production after the OPEC meeting partially limited the rise in the price.

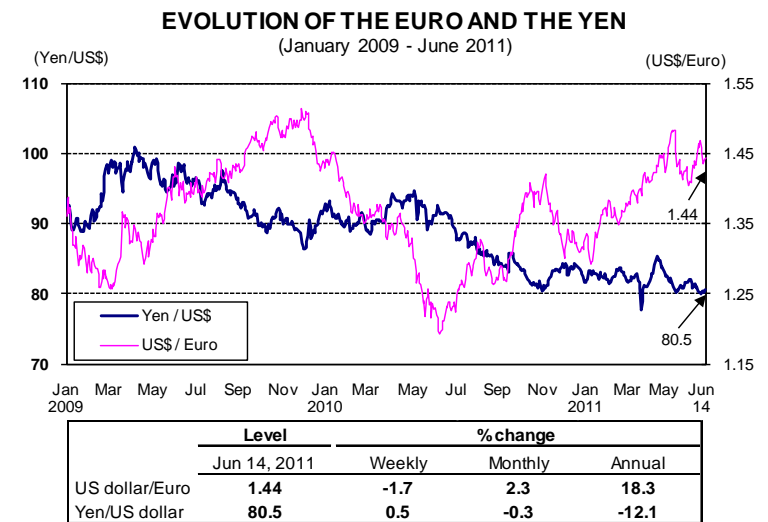


**US dollar appreciated against the euro and the yen**

Between June 7 and 14, the **dollar** appreciated 1.7 percent against the **euro**.

The US dollar strengthened against the euro mainly by the uncertainty following disagreements between the European authorities about the future of Greek debt.

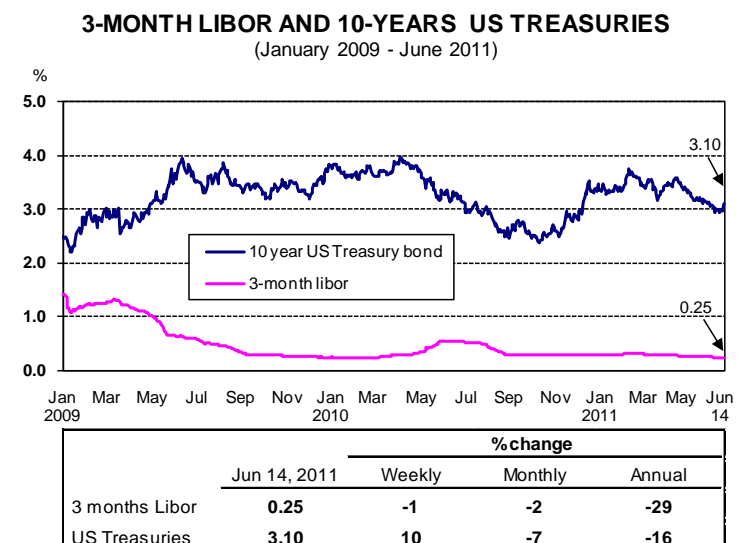
The dollar appreciated 0.5 percent against the **yen**.



**Yield on 10-year US Treasuries rose to 3.10 percent**

Between June 7 and 14, the **3-month Libor** decreased 1 basis point, while the yield on the **10-year US Treasury bonds** increased to 3.10 percent from 3.00 percent.

During the week, the yield of the Treasury of the United States rose after the publication of less pessimistic than expected retail sales data in the US, reducing demand for safe assets, which offset the risk aversion generated by debt crisis of Greece.

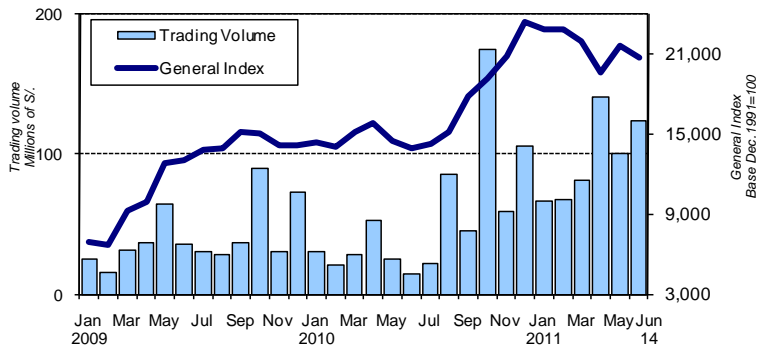


**Lima Stock Exchange**

So far this month (at June 14), the **General** and **Selective Indices** of the Lima Stock Exchange (LSE) have fallen 4.1 and 5.7 percent, respectively.

During the week of analysis (June 7-14), the General Index increased 4.0 percent, while the Selective index increased 2.9 percent. This positive behavior was due to a purchasing run after the normalization of the political environment and the optimism of the foreign markets.

**LIMA STOCK EXCHANGE INDICATORS**  
(January 2009 - June 2011)



	% change compared to:				
	As of:	Jun 14, 2011	Jun 7, 2011	May 31, 2011	Dec 31.10
General Index		<b>20,678</b>	<b>4.0</b>	<b>-4.1</b>	<b>-11.5</b>
Selective Index		<b>28,088</b>	<b>2.9</b>	<b>-5.7</b>	<b>-12.4</b>

Year to date, both of the indices of the LSE has accumulated a decline of 11.5 percent and 12.4 percent, respectively.

