







Indicators

-  Corporate interest rate at 5.41 percent
-  Interbank interest rate: 4.27 percent
-  Exchange rate: S/. 2.743 per US dollar
-  Country risk at 189 bps.

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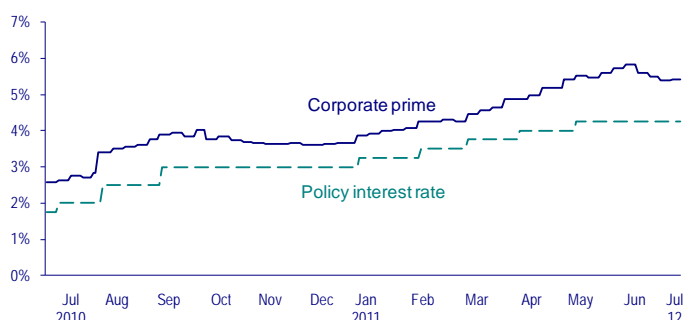
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Corporate interest rate in nuevos soles at 5.41 percent

Between **July 5 and 12**, 2011, the average corporate interest rate in domestic currency rose from 5.39 to 5.41 percent.

The average corporate interest rate in foreign currency fell from 2.46 percent to 2.33 percent.

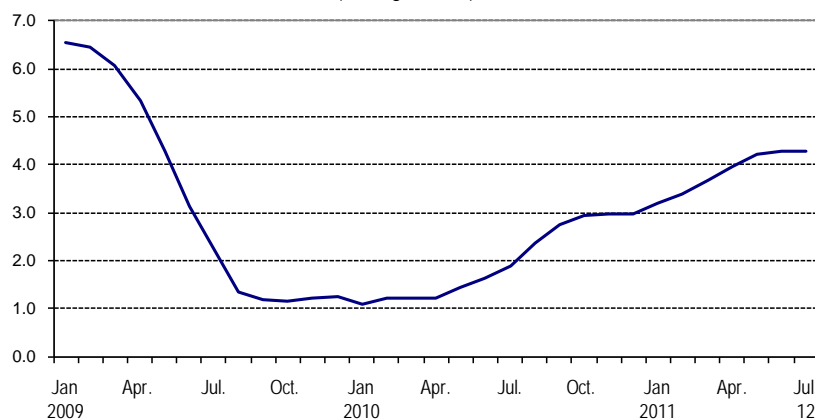
**INTEREST RATES IN DOMESTIC CURRENCY
(July 2010 - July 2011)**



Average interbank interest rate: 4.27 percent

The average interbank interest rate in domestic currency at July 12 recorded 4.27 percent.

**INTEREST RATE IN DOMESTIC CURRENCY
(Average month)**



Average interbank rate

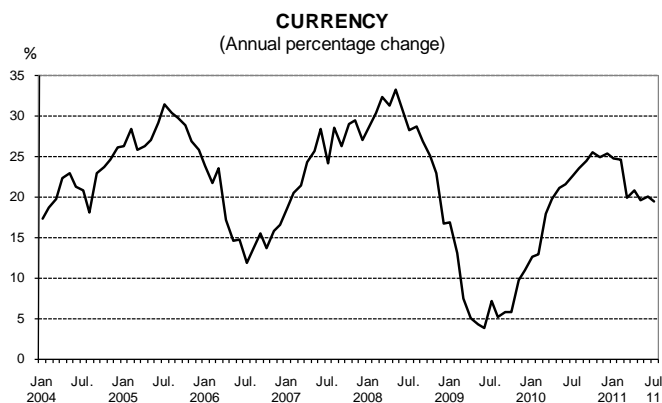
	<u>Average</u>	<u>S.D</u>
December 2009	1.24%	0.02
January 2010	1.09%	0.16
February	1.21%	0.03
March	1.23%	0.02
April	1.22%	0.02
May	1.45%	0.12
June	1.62%	0.11
July	1.90%	0.12
August	2.38%	0.18
September	2.74%	0.23
October	2.94%	0.15
November	2.97%	0.05
December	2.98%	0.02
January 2011	3.21%	0.10
February	3.37%	0.13
March	3.68%	0.12
April	3.97%	0.10
May	4.23%	0.15
June	4.28%	0.05
July 12	4.27%	0.04

Monetary operations

The BCRP made the following monetary operations between **July 6 and 12**: i) Auctions of 75-day to 371-day BCRP Certificates of Deposit for a daily average of S/. 95 million. The average rate on these operations, which reached a balance of S/. 2.74 billion, was 4.42 percent; ii) Auctions of 1-day repos for a total of S/. 500 million at an average rate of 4.26 percent, with a total balance of S/. 500 million; iii) Auctions of 1-day to 3-day term deposits in domestic currency for a total of S/. 980 million. The average rate on these operations, which reached a balance of S/. 940 million, was 4.13 percent, iv) Purchases of FC for a total of US\$ 94 million, and v) overnight deposits in domestic currency for a daily average of S/ 263 million.

Currency in circulation at July 11 amounts to S/. 23.67 billion

Between July 5 and 11, 2011, **currency in circulation** shrank by S/. 187 million and amounted to S/. 23.67 billion. As a result of this, currency in circulation accumulates a decline of S/. 465 million so far this year and registers a growth rate of 19.5 percent in the last 12 months.



BCRP OPERATIONS

(Millions of nuevos soles)

	FLOWS				BALANCE		
	Jun-11	From 05/07 to 11/07	Cummulated		Dec 31, 2010	Jun 30, 2011	Jul 11, 2011
			Monthly*	Annual*			
I. EXCHANGE OPERATIONS	<u>0</u>	<u>44</u>	<u>0</u>	<u>-8,662</u>			
(Millions of US\$)	0	16	16	-3,119			
1. Over the counter operations	0	15	15	77			
2. Public Sector	0	0	0	-3,039			
3. Other exchange operations 1/	0	1	1	-157			
II. OPERACIONES MONETARIAS	<u>1,402</u>	<u>-2,998</u>	<u>2,284</u>	<u>8,244</u>	<u>-52,565</u>	<u>-46,604</u>	<u>-44,321</u>
1. Sterilization	<u>1,032</u>	<u>-498</u>	<u>2,654</u>	<u>8,244</u>	<u>-52,565</u>	<u>-46,974</u>	<u>-44,321</u>
a. BCRP instruments	1,419	-890	2,439	10,189	-24,463	-16,714	-14,275
BCRP Certificates of Deposit (CDBCRP)	-850	-90	-90	-2,560	-30	-2,500	-2,590
BCRP Certificates of Deposit Variable in soles (CDV BCRP)	1,073	500	500	-5,114	-3,196	-8,810	-8,310
Readjustable CDBCRP (CDR BCRP)	-275	0	0	-2,075	0	-2,075	-2,075
BCRP Certificate of Deposits Payable in Dollars (CDLD BCRP)	0	0	0	450	-450	0	0
Term Deposits	1,471	-1,300	2,029	19,488	-20,788	-3,329	-1,300
b. Public Sector Deposits in soles	-761	260	209	-2,679	-26,726	-29,614	-29,405
c. Other monetary operations 2/	375	131	5	734	-1,375	-646	-640
2. Injection (Repos)	<u>370</u>	<u>-2,500</u>	<u>-370</u>	<u>0</u>	<u>0</u>	<u>370</u>	<u>0</u>
III. RESERVE REQUIREMENTS IN DC	<u>-1,284</u>	<u>2,743</u>	<u>-2,283</u>	<u>-1,269</u>	<u>-10,077</u>	<u>-9,064</u>	<u>-11,346</u>
IV. OTHER 3/	<u>157</u>	<u>24</u>	<u>141</u>	<u>1,222</u>			
V. CURRENCY **	<u>275</u>	<u>-187</u>	<u>142</u>	<u>-465</u>	<u>24,131</u>	<u>23,524</u>	<u>23,666</u>
(Monthly percentage change)					11.0%	1.2%	0.6%
(Acumulated percentage change)					25.4%	-2.5%	-1.9%
(YoY)					25.4%	20.0%	19.5%

* As of July 11, 2011.

** Preliminary data.

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

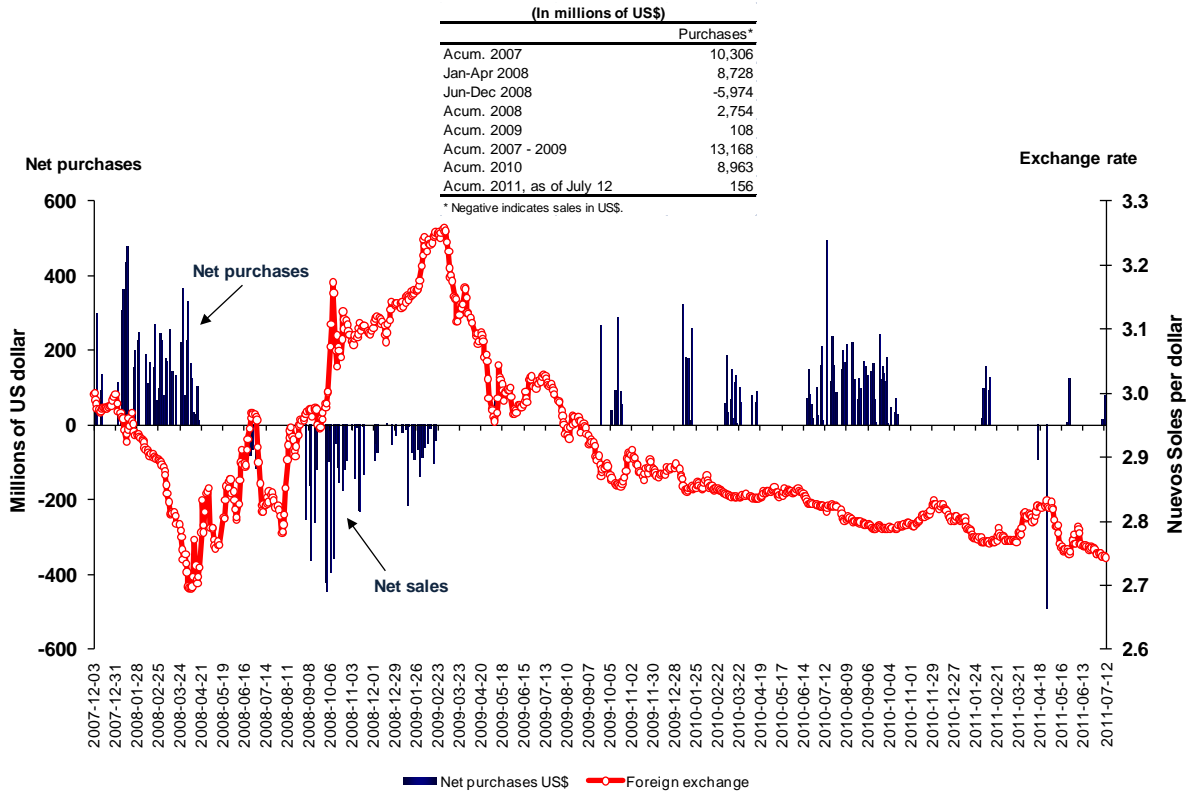
2/ Includes overnight deposits and Deposit Insurance Funds.

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/. 2.743 per US dollar

Between July 5 and 12, the average interbank ask price of the dollar fell from S/. 2.750 to S/. 2.743. In this period the Central Bank intervened in the foreign exchange market buying US\$ 94 million.

EXCHANGE RATE AND NET DOLLAR PURCHASE



Between July 5 and 12, banks' balance of net forward purchases in foreign currency increased by US\$ 19 million. So far in July, the balance of net forward purchases has increased by US\$ 52 million.

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



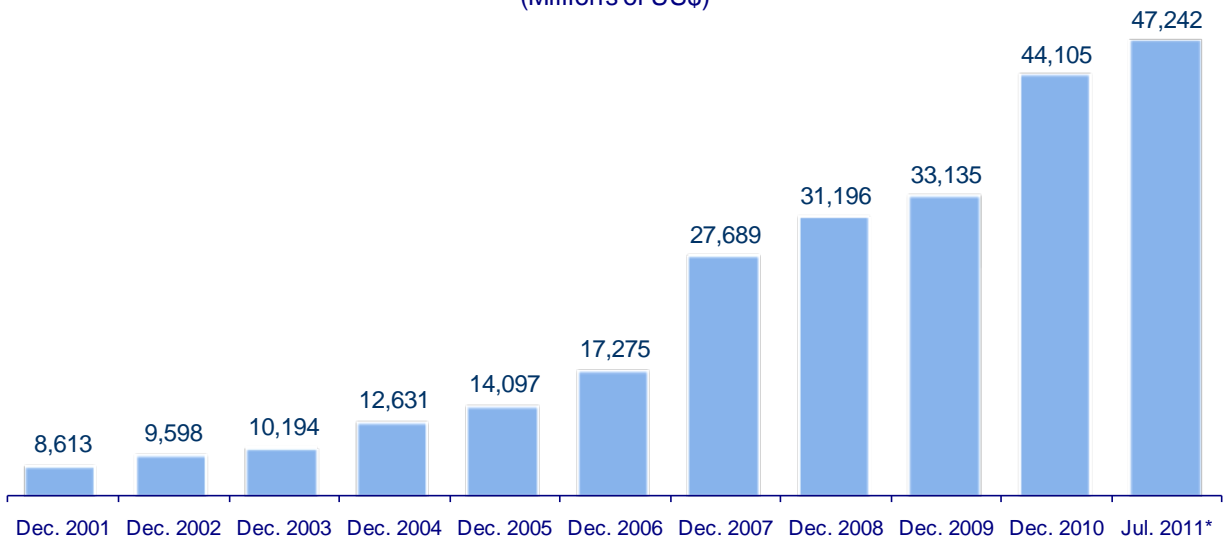
International reserves amounted to US\$ 47.24 billion

Net international reserves (NIRs) at July 12 amounted to US\$ 47.24 billion. This level of reserves is US\$ 90 million higher than the one recorded at the close of June.

The increase of NIRs recorded so far this month was mainly associated with higher banks' and public sector deposits (up US\$ 132 million and US\$ 11 million, respectively), as well as with the BCRP purchases of foreign currency (US\$ 94 million). This was offset by the lower valuation of investments (US\$ 122 million).

The exchange rate position of the BCRP at July 12 was US\$ 30.21 billion, a sum US\$ 28 million lower than the one recorded at the close of June.

NET INTERNATIONAL RESERVES
(Millions of US\$)



* As of July 12.

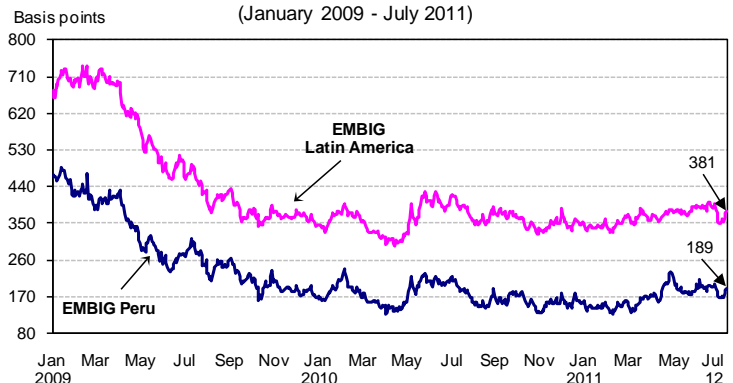
International Markets

Country risk at 189 basis points

Between July 5 and 12, the country risk indicator –measured by the **EMBIG Peru** spread– rose from 168 to 189 basis points.

The spread of the Latin American debt rose 24 bps due to increased risk aversion in financial markets as a result of fears of contagion of the Greek debt crisis to other Euro zone economies.

COUNTRY RISK INDICATORS
(January 2009 - July 2011)



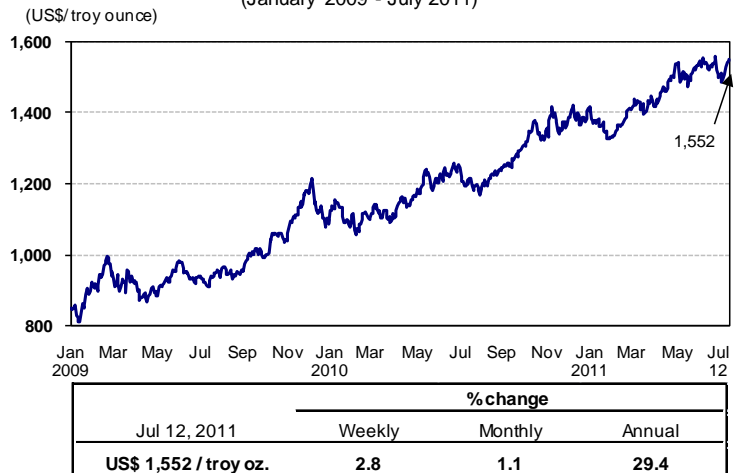
Level	Variation in basis points		
	Weekly	Monthly	Annual
Jul 12, 2011	21	-2	5

Price of gold reached US\$ 1,552.0 per troy ounce

In the same period, the price of **gold** rose 2.8 percent to US\$ 1,552.0 per troy ounce.

The price of gold showed an upward trend during the week due to greater uncertainty about the financial situation of the Euro zone and its effect on the recovery of global economic activity. Despite this, the Commodity Futures Trading Commission (CFTC) reported that non commercial positions dropped again during the first week of July.

GOLD PRICE
(January 2009 - July 2011)



Between July 5 and 12, the price of **copper** rose to US\$ 4.31 a pound (1.0 percent).

The price of copper rose again due to supply problems stemming from the fact that strikes in Indonesian and Chilean mines continue, as well as due to the increase of non commercial positions of copper. The metal exchange markets reported a new 0.4 percent drop in inventories, which reached a level of 624 thousand tons.

COPPER PRICE
(January 2009 - July 2011)



Between July 5 and 12, the price of **zinc** fell 2.6 percent to US\$ 1.04 per pound.

The decline in the price of zinc was influenced by expectations of lower demand due to renewed concerns about Europe's financial situation and fears of a possible contagion to other regions, as well as by negative indicators in the US economy.

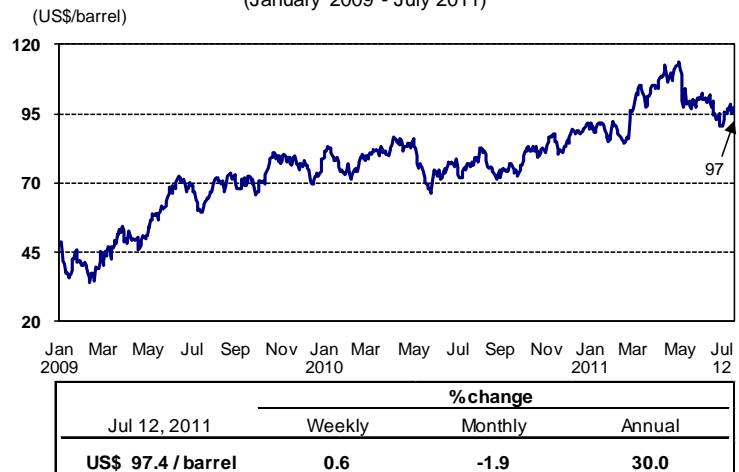
ZINC PRICE
(January 2009 - July 2011)



Recording a slight rise of 0.6 percent, the price of **WTI oil** reached US\$ 97.4 per barrel in the period of July 5-12.

This rise was associated with the drop of crude inventories in USA and with the increase of non commercial positions. The US Energy Department reported a 0.2 drop in crude inventories in the first week of the month and the CFTC reported that non commercial positions of crude had increased by 2.8 percent.

WTI OIL PRICE
(January 2009 - July 2011)



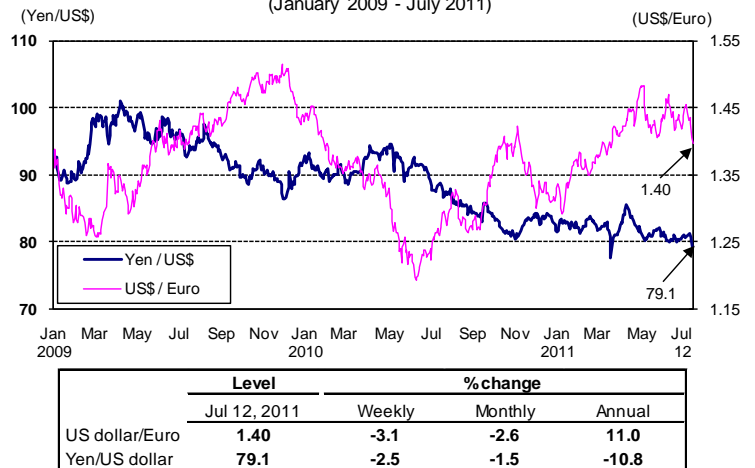
Dollar appreciated against the euro

Between July 5 and 12, the **dollar** appreciated 3.1 percent against the **euro**.

The dollar gained ground against the euro due to higher risk aversion associated with fears that the Greek debt crisis might spread to other Euro zone countries.

On the other hand, the dollar depreciated 2.5 percent against the **yen** due to worries about the moderation of global growth following the publication of US employment data.

EVOLUTION OF THE EURO AND THE YEN
(January 2009 - July 2011)

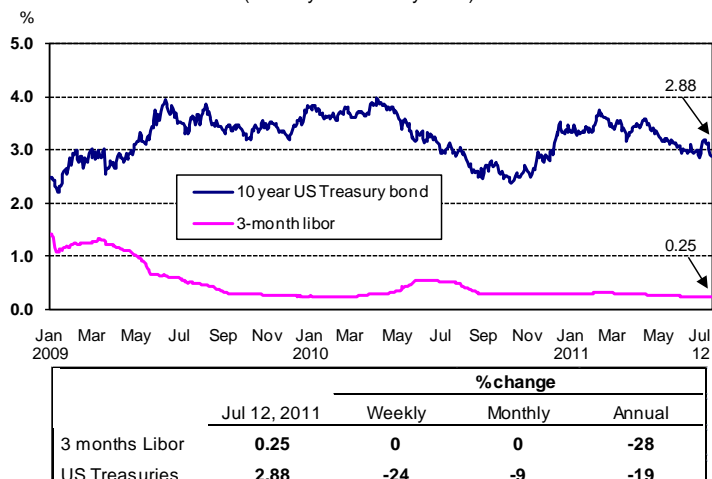


Yield on 10-year US Treasuries at 2.88 percent

Between July 5 and 12, the **3-month Libor** remained at 0.25 percent, while the yield on the **10-year US Treasury bonds** fell from 3.12 to 2.88 percent.

The yield on the US Treasury bond showed a reduction in line with increased risk aversion in financial markets.

3-MONTH LIBOR AND 10-YEARS US TREASURIES
(January 2009 - July 2011)

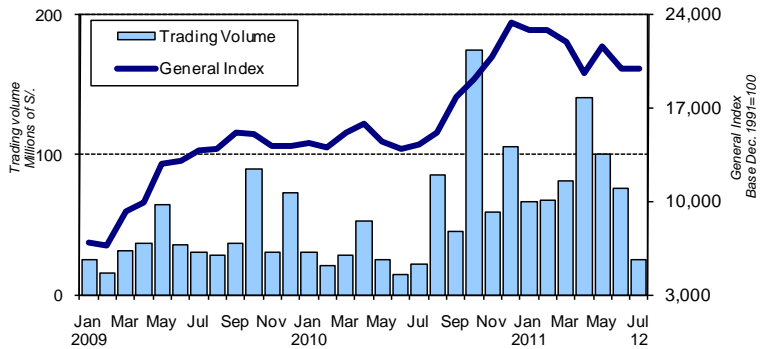


Lima Stock Exchange

So far this month (at July 12), the **General** Index and the **Selective** Index of the Lima Stock Exchange (LSE) have grown 5.6 and 5.8 percent, respectively.

During the week of analysis (July 5 to 12), both indices increased (the former rose 2.9 percent and the latter rose 1.9 percent), driven by the positive performance of industrial and mining shares which were favored by the rise observed in the international prices of metals.

LIMA STOCK EXCHANGE INDICATORS
(January 2009 - July 2011)



	% change compared to:				
	As of:	Jul 12, 2011	Jul 5, 2011	Jun 30, 2011	Dec 31.10
General Index	19,932	2.9	5.6	-14.7	
Selective Index	27,344	1.9	5.8	-14.7	

Year-to-date, both of the indices of the LSE have declined 14.7 percent.

