



Indicators

	Corporate prime rate in soles at 4.62 percent
	Interbank interest rate in soles at 4.25 percent
	Exchange rate: S/. 2.798 per US dollar
	Country risk at 177 pbs

Content

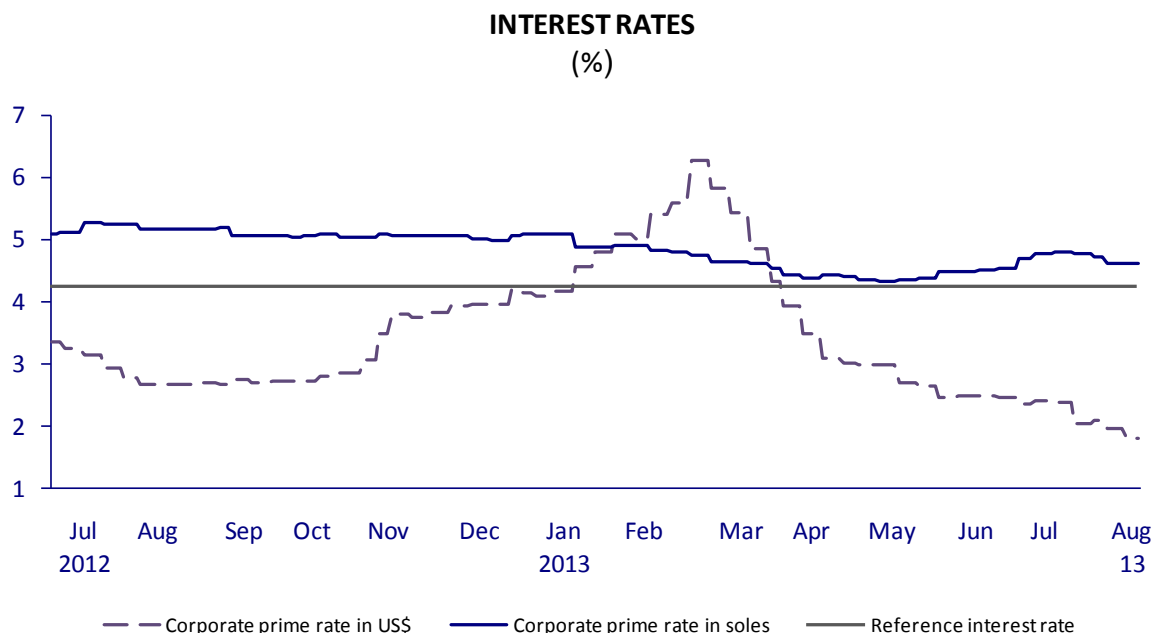
Corporate prime rate in nuevos soles at 4.62 percent	ix
Foreign exchange rate: S/. 2.798 per US dollar	xi
International reserves amount to US\$ 67.96 billion	xi
Country risk fell to 177 basis points	xii

Corporate prime rate in nuevos soles at 4.62 percent

Between August 6 and 13, 2013, the average **corporate prime rate** in soles rose from 4.61 to 4.62 percent

In the same period, the average corporate prime rate in dollars fell from 1.98 to 1.80 percent.

On August 13, the **interbank interest rate** in domestic currency recorded 4.25 percent.



Monetary and foreign exchange operations

Between August 1-13, the Central Bank sold US\$ 680 million in the exchange market, accumulating since May sales for US\$ 1,070 million, although so far this year had a net purchase of US\$ 4,140 million. It is worth pointing out that since May there was a demand of foreign currency, mainly for Pension funds (US\$ 1,665 million). It has decreased the balance of Certificates and Term deposits for S/. 4,406 million to offset the lowest liquidity due to sales in foreign currency.

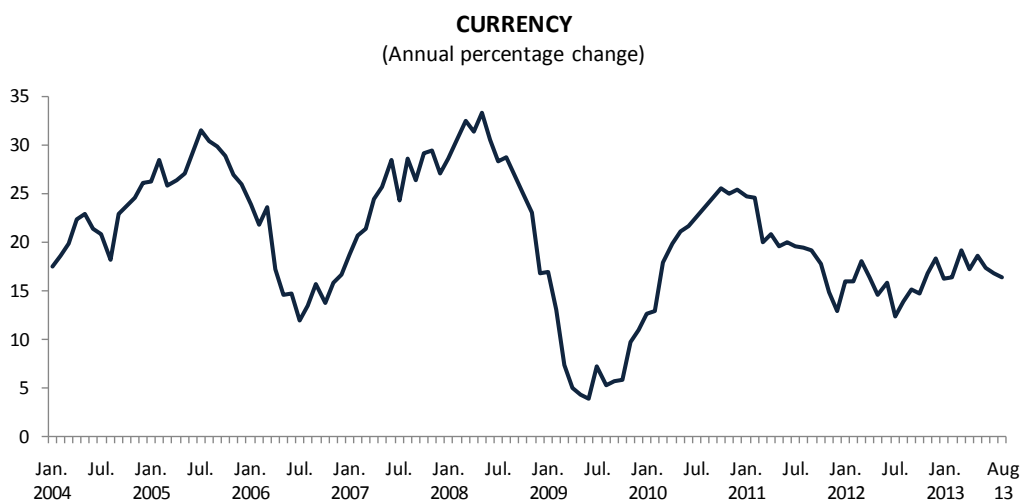
BCRP OPERATIONS
(Millions of nuevos soles)

	BALANCE			FLOWS	
	Dec 31, 2012	Jul 31, 2013	Aug 13, 2013	2013*	Aug-13 *
I. NET INTERNATIONAL POSITION	<u>117,462</u>	<u>130,041</u>	<u>128,534</u>	<u>-1,012</u>	<u>-1,972</u>
(Millions of US\$)	46,063	46,610	45,905	-159	-705
1. Exchange Operations				757	-680
a. Over the counter operations				4,140	-680
b. Public sector				-3,398	0
2. Rest				-916	-25
II. NET DOMESTIC ASSET	<u>-85,217</u>	<u>-96,986</u>	<u>-95,976</u>	<u>1,324</u>	<u>1,475</u>
1. Monetary Sterilization	<u>-51,567</u>	<u>-54,803</u>	<u>-53,894</u>	<u>-2,327</u>	<u>909</u>
a. Certificates and Term deposits	-30,053	-33,757	-29,351	701	4,406
BCRP Certificates of Deposit (CDBCRP)	-20,805	-25,411	-22,421	-1,616	2,990
CDR BCRP	0	-2,146	-2,330	-2,330	-184
Term Deposits	-9,248	-6,200	-4,600	4,648	1,600
b. Reserve requirements in Domestic Currency	-20,491	-17,548	-23,750	-3,259	-6,202
c. Other monetary operations	-1,024	-3,498	-793	231	2,705
2. Fiscal Sterilization	<u>-39,939</u>	<u>-40,728</u>	<u>-40,322</u>	<u>-384</u>	<u>406</u>
3. Other	<u>6,289</u>	<u>-1,455</u>	<u>-1,760</u>	<u>4,035</u>	<u>160</u>
III. CURRENCY **	<u>32,244</u>	<u>33,055</u>	<u>32,557</u>	<u>313</u>	<u>-497</u>
(Monthly percentage change)	10.6%	4.1%	-1.5%		
(Accumulated percentage change)	33.6%	2.5%	1.0%		
(YoY)	18.3%	16.8%	16.4%		

* As of August 13, 2013.

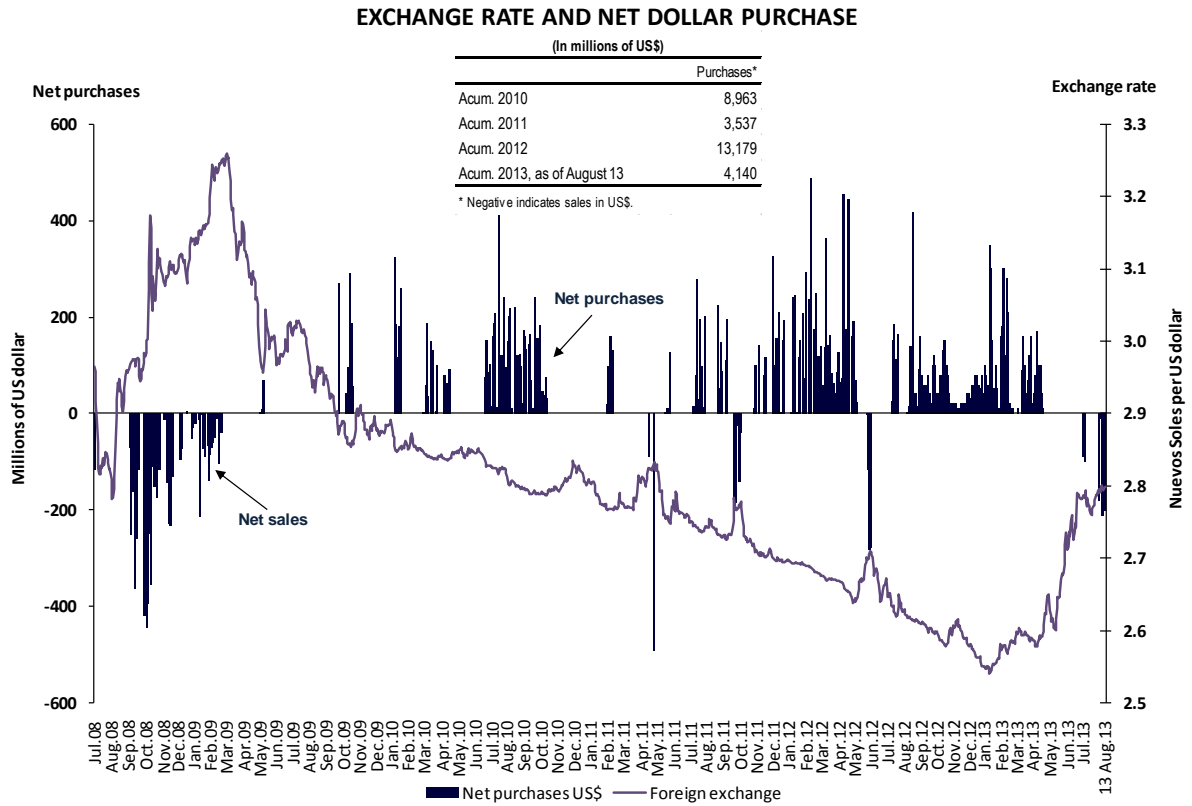
** Preliminary data.

At August 13, **currency in circulation** recorded S/. 32.56 billion, registering a growth rate of 16.4 percent in the last 12 months.



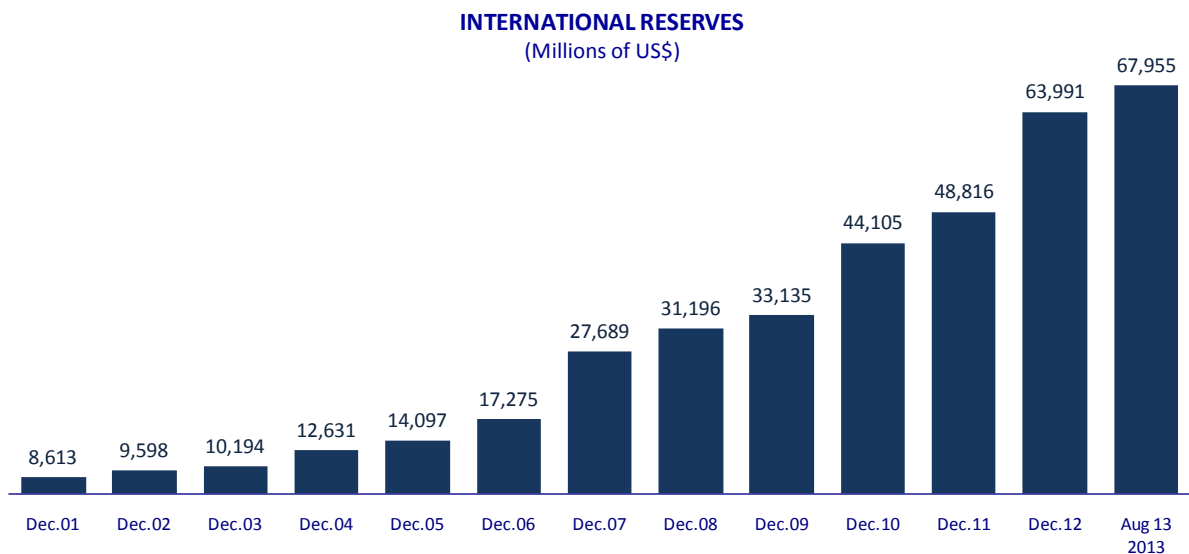
Foreign exchange rate: S/. 2.798 per US dollar

On August 13, the average **selling price of the dollar** in the interbank market recorded S/. 2.798. So far this year, the nuevo sol depreciated 9.7 percent against the US dollar.



International reserves amount to US\$ 67.96 billion

International reserves at August 13, 2013, totaled US\$ 67.96 billion. This amount of reserves is higher by US\$ 3.96 billion than the one recorded at end 2012.

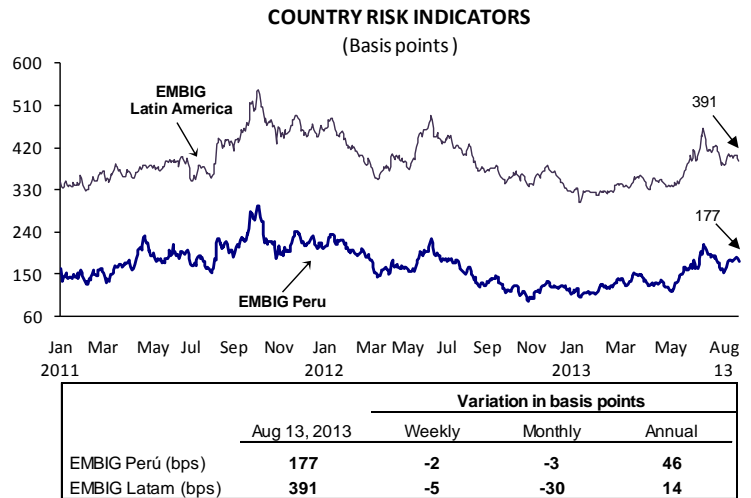


International Markets

Country risk fell to 177 basis points

In August 6-13, the country risk indicator, measured by the **EMBIG Peru** spread, fell from 179 to 177 basis points.

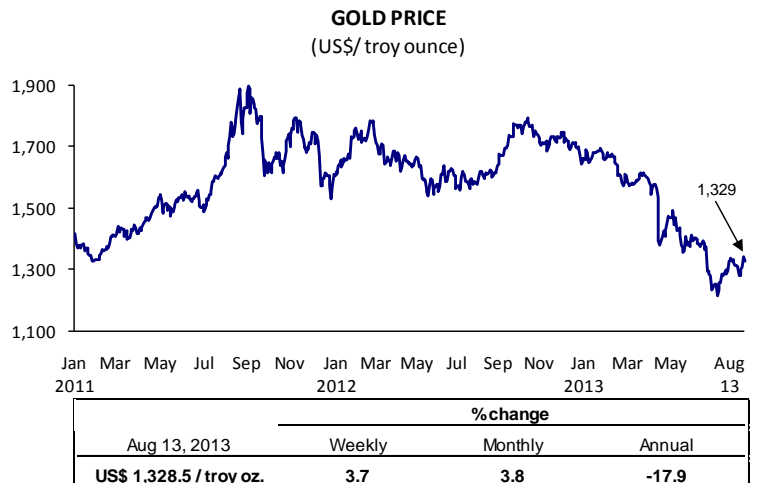
Moreover, the EMBIG Latin America spread fell 5 basis points in a context of signs of US recovery and better economic outlook for the Eurozone and China.



Price of gold rose to US\$ 1,328.5 per troy ounce

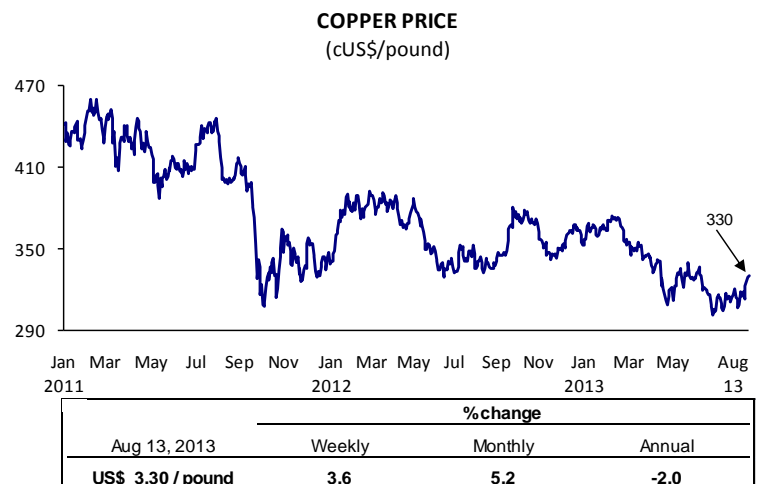
In the same period, the price of **gold** rose 3.7 percent to US\$ 1,328.5 per troy ounce.

The price of gold registered an upward trend due to an increase in physical gold purchases in China and purchases by investors in holdings of gold-backed funds.



Between August 6 and 13, the price of **copper** increased 3.6 percent to US\$ 3.30 per pound.

The rise in the price of copper was driven by the decline of inventories in the world's major metal exchanges, by new signs that China supply was lower than expected, and by positive data of production in this country.



In the same period, the price of **zinc** rose 4.1 percent to US\$ 0.86 per pound.

This decline in the price of zinc was influenced by the fall of inventories at the London Metal Exchange (LME), by favorable economic indicators in China and by better growth prospects in the Eurozone.

ZINC PRICE
(cUS\$/pound)



Aug 13, 2013	%change		
	Weekly	Monthly	Annual
US\$ 0.86 / pound	4.1	2.3	4.6

Between August 6 and 13, the price of **WTI oil** rose 1.5 percent to US\$ 106.8 per barrel.

This rise in the price of gold is explained by supply risks in the Middle East and signals a growing demand in China. The decline of US inventories of crude oil also boosted the price.

WTI OIL PRICE
(US\$/barrel)



Aug 13, 2013	%change		
	Weekly	Monthly	Annual
US\$ 106.8 / barrel	1.5	0.8	15.2

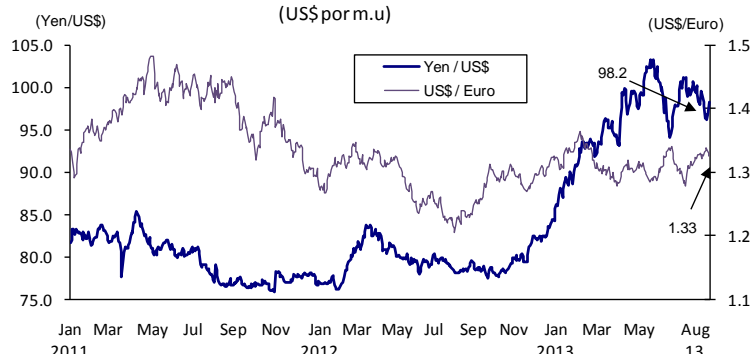
Dollar appreciated against the euro and the yen

The **dollar** appreciated 0.3 percent against the **euro** in August 6-13.

This evolution was explained by expectations of an early withdrawal of monetary stimulus from the Federal Reserve, after signs of recovery in the US economy.

Moreover, the dollar appreciated 0.5 percent against the **yen**.

EVOLUTION OF THE EURO AND THE YEN
(US\$/p.m.u)



	Level	%change		
	Aug 13, 2013	Weekly	Monthly	Annual
US dollar/Euro	1.33	-0.3	1.5	7.5
Yen/US dollar	98.2	0.5	-1.0	25.4

Yield on 10-year US Treasuries: 2.72 percent

In August 6-13, the **3-month Libor** reduced from 0.27 to 0.26 percent, while the yield on the **10-year US Treasury bonds** rose from 2.64 to 2.72 percent, influenced by

The **yield on U.S. Treasury** increased after the publication of indicators mostly positive for this country.

3-MONTH LIBOR AND 10-YEAR US TREASURIES
(Percentage)



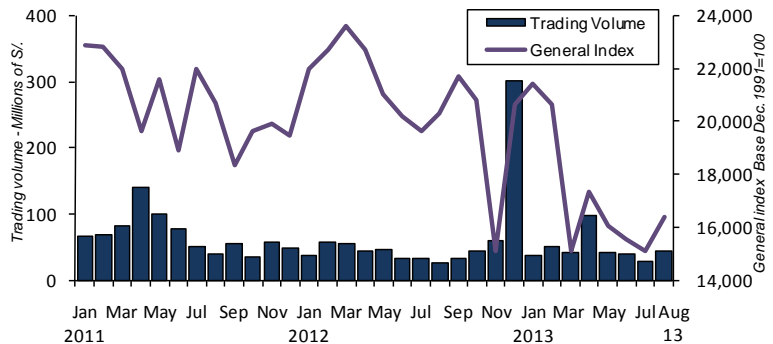
	Variation in basis points			
	Aug 13, 2013	Weekly	Monthly	Annual
3 months Libor (%)	0.26	-1	0	-17
US Treasuries (%)	2.72	8	14	106

Lima Stock Exchange

So far this month (at August 13), the **General and Selective Index** of the Lima Stock Exchange (LSE) has risen 8.2 percent, each ones.

During the week of August 6 to 13, both indices rose (8.8 and 9.5 percent, respectively), due to the positive performance of the major commodities as well as good financial results of mining companies in the country.

LIMA STOCK EXCHANGE INDICATORS



	As of:	% change compared to:		
	Aug 13, 2013	Aug 6, 2013	Jul 31, 2013	Dec 31, 2012
General Index	16,362	8.8	8.2	-20.7
Selective Index	24,916	9.5	8.2	-19.6

So Year-to-date, the indices of the LSE have accumulated losses of 20.7 and 19.6 percent, respectively.

