






Indicators

-  Corporate interest in dollars at 1.14 percent
-  Exchange rate at S/. 2.80 per US dollar
-  Country risk at 194 basis points

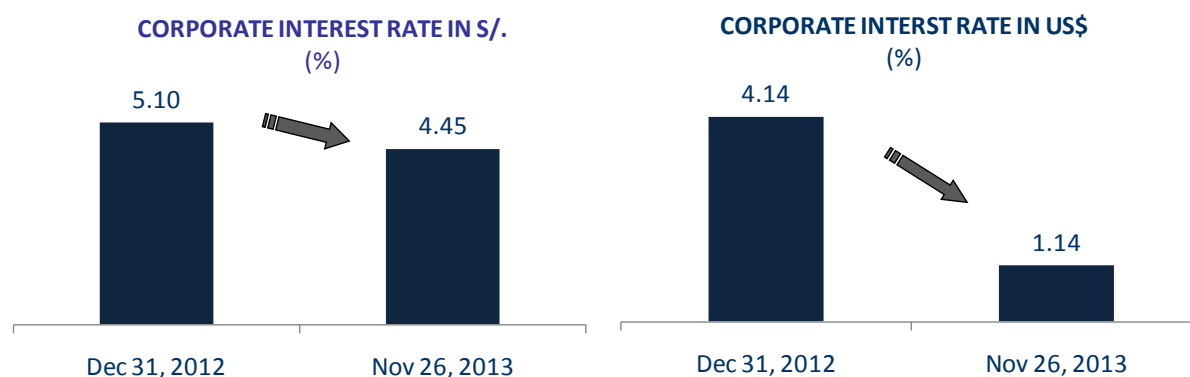
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Corporate prime rate in dollars at 1.14 percent

On November 26, the **corporate prime rate** –the interest rate commercial banks charge to lower risk businesses– in US dollars showed a daily average rate of 1.14 percent. On the other hand, the corporate prime rate in soles recorded a daily average rate of 4.45 percent.

The corporate prime rate in soles is the closest in level to the rate of the Central Bank’s reference interest rate and tends to be the first to respond to the movements of and expectations about the monetary policy rate.



Monetary and exchange operations

Year-to-date (at November 26, 2013), the Central Bank has accumulated purchases of FC for a total of US\$ 5.21 billion and sales of FC for a total US\$ 4.44 billion, thus accumulating purchases of foreign currency for a net total of US\$ 775 million. The Central Bank has also sold FC for a total of US\$ 3.95 billion to the public sector. The BCRP net internal assets have increased by S/. 11.68 billion.

BCRP OPERATIONS

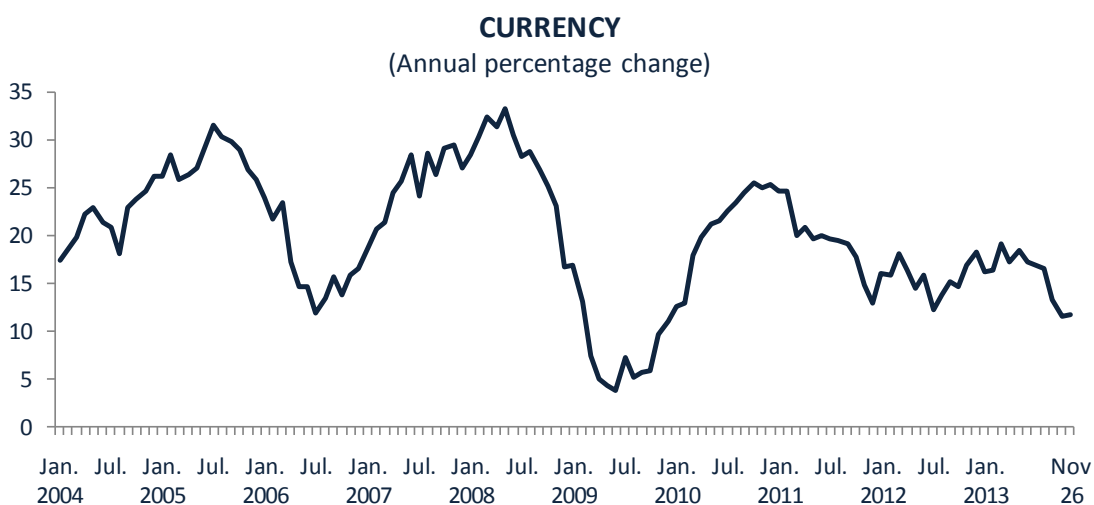
(Million S./.)

	Balance			Flows	
	Dec 31, 2012	Oct 31, 2013	Nov 26, 2013	2013*	Nov-13 *
I. NET INTERNATIONAL POSITION	<u>117,462</u>	<u>121,129</u>	<u>118,023</u>	<u>-11,562</u>	<u>-4,422</u>
(Million US\$)	46,063	43,729	42,151	-3,912	-1,578
1. Exchange Operations				-3,154	-1,204
a. Over the counter operations				775	-1,105
b. Public sector				-3,948	-100
2. Rest				-759	-374
II. NET DOMESTIC ASSET	<u>-85,217</u>	<u>-88,771</u>	<u>-85,661</u>	<u>11,679</u>	<u>4,425</u>
1. Monetary Sterilization	-51,567	-48,214	-44,203	7,364	4,011
a. Certificates and Term deposits	-30,053	-26,910	-22,439	7,613	4,471
BCRP Certificates of Deposit (CDBCRP)	-20,805	-20,913	-19,913	891	1,000
CDR BCRP	0	-505	-2,526	-2,526	-2,021
Term Deposits	-9,248	-5,492	0	9,248	5,492
b. Reserve requirements in Domestic Currency	-20,491	-20,313	-19,926	564	387
c. Other monetary operations	-1,024	-990	-1,837	-813	-847
2. Fiscal Sterilization	-39,939	-39,186	-40,005	-67	-819
3. Other	6,289	-1,371	-1,453	4,382	1,234
III. CURRENCY **	<u>32,244</u>	<u>32,358</u>	<u>32,362</u>	<u>117</u>	<u>3</u>
(Monthly percentage change)	10.6%	0.7%	0.0%		
(Accumulated percentage change)	33.6%	0.4%	0.4%		
(YoY)	18.3%	11.5%	11.7%		

* As of November 26, 2013.

** Preliminary data.

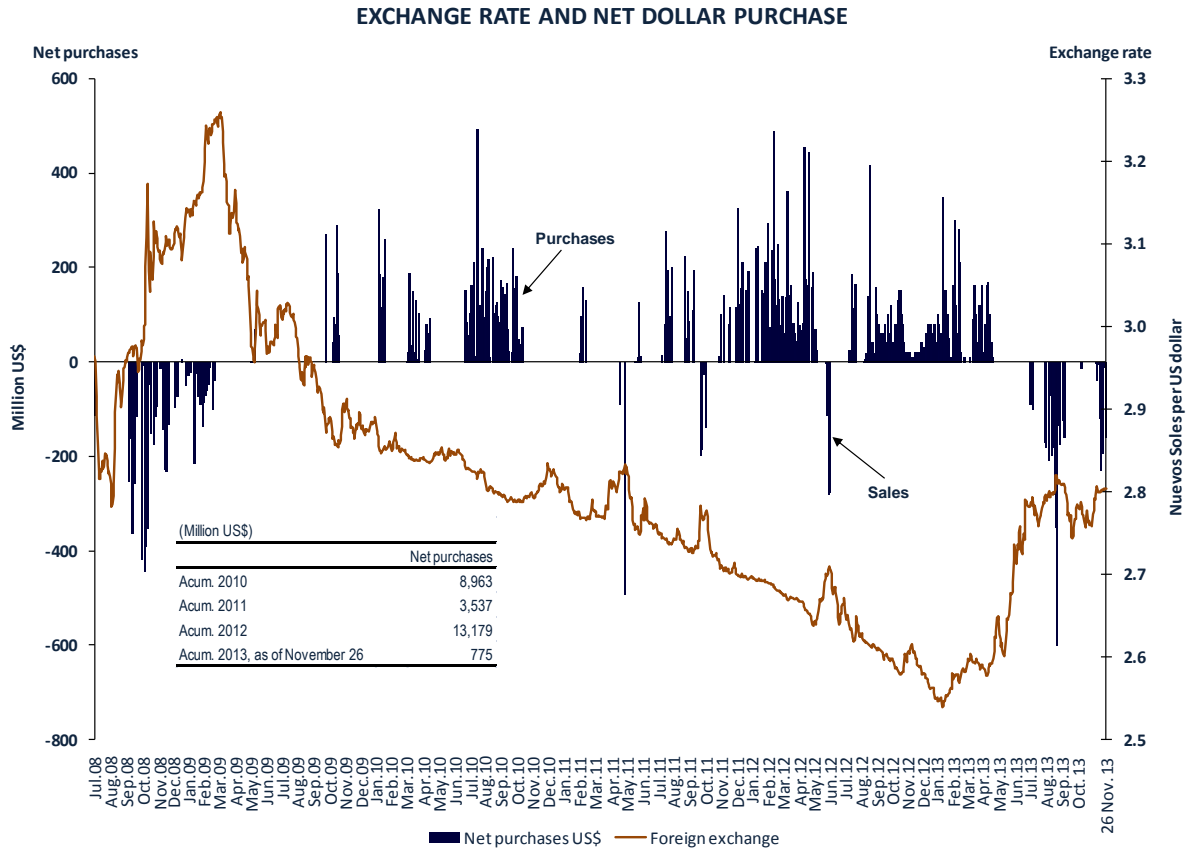
Currency in circulation at November 26 showed a balance of S/. 32.36 billion and a growth rate of 11.7 percent in the last 12 months.



Exchange rate: S/. 2.80 per US dollar

On November 26, the average selling price of the dollar in the interbank market was S/. 2.80 per dollar.

Between 2012 and 2013, the Central Bank purchased foreign currency for a total of US\$ 19.07 billion and sold foreign currency for a total of US\$ 5.11 billion. In net terms, purchases of foreign currency are higher than sales by US\$ 13.95 billion.



International reserves amount to US\$ 66.23 billion

International reserves at November 26, 2013, totaled US\$ 66.23 billion. This amount of reserves is US\$ 2.23 billion higher than the amount of reserves recorded at end-2012.

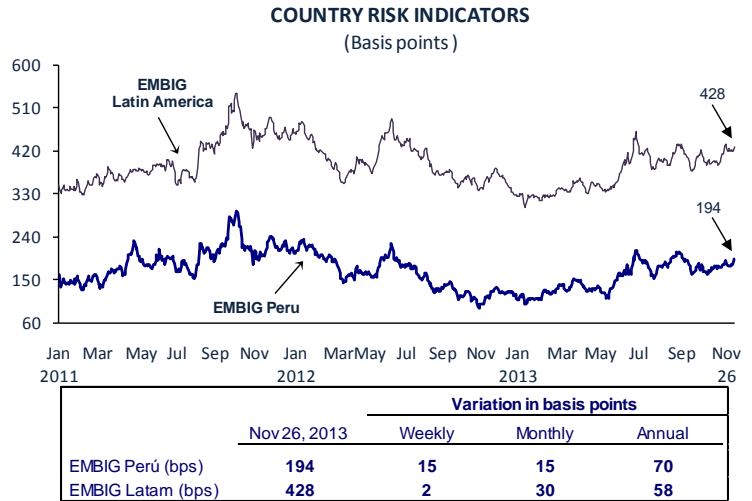


International Markets

Country risk at 194 basis points

In November 19-26, the country risk indicator, measured by the **EMBIG Peru** spread, rose from 179 to 194 basis points.

Moreover, the **EMBIG Latin America** spread rose 2 basis points amid renewed concerns about the possibility that the Federal Reserve will start withdrawing monetary stimulus this year.



Price of gold rose to US\$ 1,247.5 per troy ounce

In the same period, the price of **gold** dropped 2.2 percent to US\$ 1,247.5 per troy ounce.

The price of gold fell due to renewed concerns that the Federal Reserve will begin tapering quantitative easing this year, as well as due to Asia's lower physical demand for this metal and investors' continuous liquidation of positions.



Between November 19 and 26, the price of **copper** increased 1.8 percent to US\$ 3.21 per pound.

The rise in the price of copper was associated with the higher demand for this metal registered in Asia, especially in China, and with a temporary decline in supply after the Philippines' copper smelter at suspended most of its shipments due to the damage caused by super typhoon Haiyan this month.



In the period of analysis, the price of **zinc** rose 0.7 percent to US\$ 0.85 per pound.

The price of this basic metal showed an increase due to expectations of a higher demand following signals of growth in Germany and following the decline of inventories in the main metal exchange markets.

ZINC PRICE
(cUS\$/pound)



Nov26, 2013	%change		
	Weekly	Monthly	Annual
US\$ 0.85 / pound	0.7	-1.1	-4.8

The price of **WTI crude oil** rose 0.4 percent to US\$ 93.7 per barrel in the week of November 19-26.

The price of crude was driven by a rising demand in the USA and by supply constraints associated with energy cuts that affected refineries in Europe and the United States. However, the rise in the price of crude was offset by the high level of US inventories of crude.

WTI OIL PRICE
(US\$/barrel)



Nov26, 2013	%change		
	Weekly	Monthly	Annual
US\$ 93.7 / barrel	0.4	-4.0	6.8

US dollar depreciated against the euro

Between November 19 and 26, the **dollar** depreciated 0.2 percent against the **euro**.

The weakening of the dollar against the euro is explained by indicators pointing to an increase of domestic demand in Germany, which reflects that economic activity in this economy is recovering.

EVOLUTION OF US\$ PER EURO
(US\$/Euro)



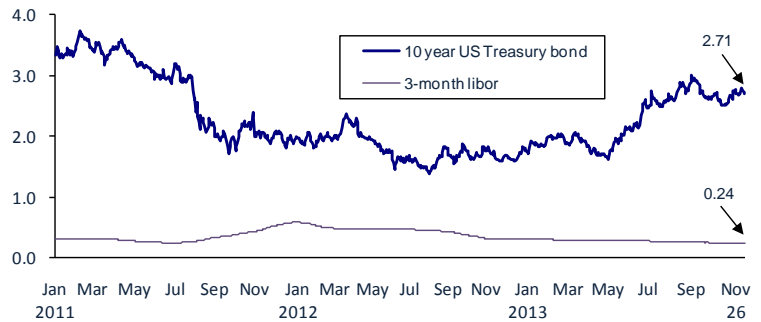
Nov 26, 2013	%change			
	Weekly	Monthly	Annual	
US dollar/Euro	1.36	0.2	-1.7	4.6

Yield on 10-year US Treasuries at 2.71 percent

Between November 19 and 26, the **3-month Libor** remained at 0.24 percent, while the yield on the **10-year US Treasury bonds** remained at 2.71 percent.

During the week of analysis, the yield on the US Treasury bonds remained unchanged amid mixed economic data in the United States.

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



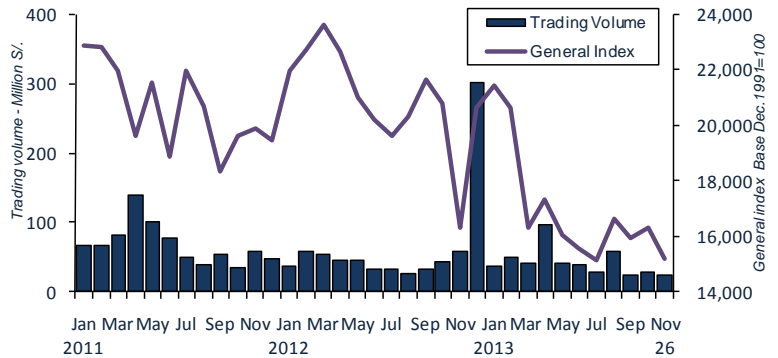
	Variation in basis points			
	Nov 26, 2013	Weekly	Monthly	Annual
3 months Libor (%)	0.24	0	0	-7
US Treasuries (%)	2.71	0	20	105

Lima Stock Exchange

So far this month, at November 26, the **General Index** of the Lima Stock Exchange (LSE) and the **Selective Index** of the LSE have each fallen 7.0 percent.

In the week of November 19-26, the General Index declined 0.8 percent and the Selective Index fell 1.1 percent due to investors' caution given the likelihood of a withdrawal of monetary stimulus by the FED and due to the volatility of the international prices of metals.

LIMA STOCK EXCHANGE INDICATORS



	% change compared to:			
	As of: Nov 26, 2013	Nov 19, 2013	Oct 31, 2013	Dec 31, 2012
General Index	15,186	-0.8	-7.0	-26.4
Selective Index	22,164	-1.1	-7.0	-28.5

Year-to-date, the indices of the LSE accumulate losses of 26.4 and 28.5 percent, respectively.

