





## Indicators

-  Currency grew 8.8 percent in the last twelve months
-  Corporate interest rate in soles at 4.35 percent

## Content

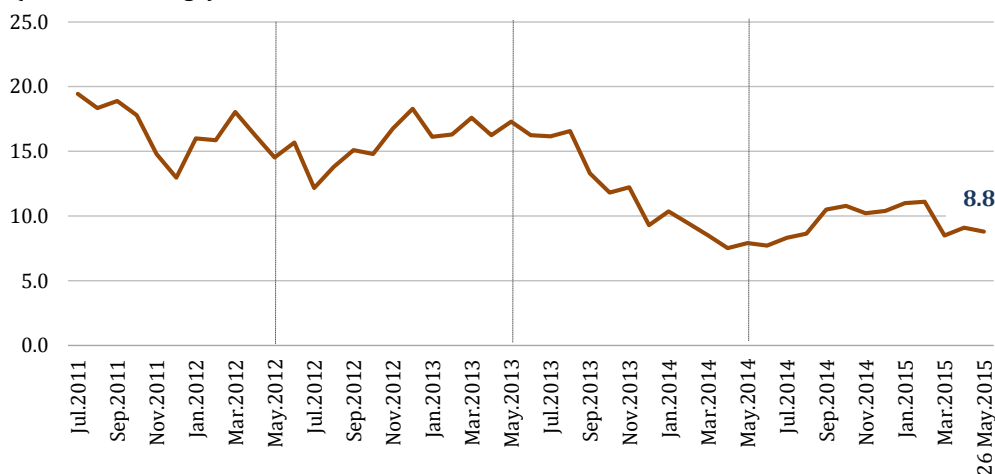
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## Currency

On May 26, 2015, **currency in circulation** –that is, banknotes and coins held by the public– recorded a growth rate of 8.8 percent in the last 12 months.

### Currency in circulation

(Annual % change)



## Monetary operations and interest rate

So far in May (at May 26), the BCRP has also continued carrying out its regular placements of BCRP-CDs with the aim of contributing to increase liquidity in the secondary market of these instruments and has continued injecting long-term liquidity in domestic currency to contribute to the substitution of credit in dollars for credit in soles.

- Repos: The balance of repos at May 26 was S/. 1.76 billion, with an average interest rate of 3.90 percent. At the end of April, repos showed a balance of S/. 3.40 billion, with an average rate of 3.70 percent.
- Currency repos: The balance of currency repos increased from S/. 15.55 billion on April 30 to S/. 18.73 billion on May 26, the average rate of these repos rising from 4.19 percent to 4.18 percent at May 26. It should be pointed out that, of the balance of currency repos registered at May 26, repos for credit expansion amount to S/. 4.50 billion, while repos for credit substitution –maturing between 24 and 48 months to facilitate the conversion of credit in dollars to credit in soles– amount to S/. 3.23 billion.
- BCRP-CDs: The balance of BCRP-CDs at May 26 was S/. 13.88 billion, with an average rate of 3.50 percent. At the end of April, the balance was S/. 15.46 billion, with an average interest rate of 3.54 percent.

- Overnight deposits: At May 26, overnight deposits showed a balance of S/. 1.05 billion, with an average rate of 2.00 percent. This balance at the end of April was S/. 733 million, with a rate of 2.05 percent.
- Auctions of Treasury deposits: Treasury deposits placed through auctions at May 26 showed a balance of S/. 300 million at a rate of 4.67 percent. At the end of April, these operations registered a nil balance.
- Auctions of funds of Banco de la Nación: Funds placed through auctions at May 26 showed a balance of S/. 300 million at a rate of 4.72 percent. At the end of April, these operations registered a nil balance.

At May 26, the Central Bank has also made operations in the spot market to reduce volatility in the foreign exchange rate.

- Interventions in the foreign exchange market: In the period of analysis, the BCRP sold FC for a total of US\$ 659 million in the spot market.
- FX Swaps: The balance of these instruments at May 26 was S/. 24.46 billion, with an average rate of -0.61 percent. At the close of April this balance was S/. 26.17 billion, with an average interest rate of -0.85 percent.
- CDR BCRP: At May 26, these CDs showed a balance of S/. 400 million (US\$ 127 million), with a rate of 0.02 percent. At the end of April this balance was S/. 300 million, with an average interest rate of 0.01 percent.

On May 26, the interbank interest rate in soles showed an average daily rate of 3.25 percent.

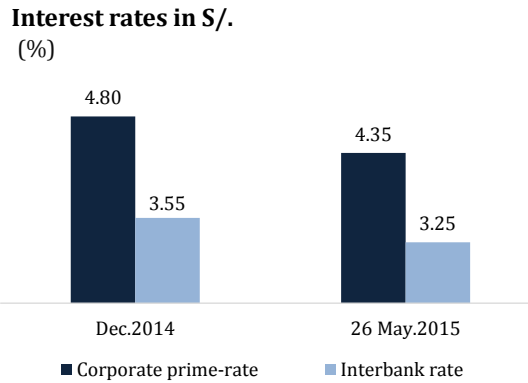
#### Monetary and foreign exchange operations

(Million S/.)

		Balance (Interest rate)		Placement (Interest rate)										Maturity		
		Apr 30. 2015	May 26. 2015	Overnight	1 week	1-month	2-month	3-month	6-month	12-month	18-month	36-month	48-month			
Monetary operations	Injection	Repos	3,400 (3.70%)	1,760 (3.90%)	4,000 (4.07%)	1,000 (4.20%)	160 (4.23%)								6,800	
		Currency repos (Ordinary)	9,500 (4.31%)	11,000 (4.31%)						1,000 (4.06%)	500 (4.69%)					
		Currency repos (Expansion)	3,900 (4.24%)	4,500 (4.36%)									600 (5.16%)			
		Currency repos (Substitution)	2,150 (3.57%)	3,230 (3.51%)										1,080 (3.38%)		
		Funds of Treasury		300 (4.67%)							300 (4.67%)					
		Funds of Banco de la Nación		300 (4.72%)							300 (4.72%)					
	Sterilization	CD BCRP	15,455 (3.54%)	13,880 (3.50%)						200 (3.19%)	150 (3.17%)	150 (3.42%)			2,075	
		Term deposits		2,000 (3.10%)	7,797 (2.73%)										5,797	
		Overnight deposits	733 (2.05%)	1,053 (2.00%)	24,794 (2.03%)										24,473	
	Foreign exchange operations	CDR BCRP	300 (0.01%)	400 (0.02%)			400 (0.02%)								300	
FX-Swaps		26,165 (-0.85%)	24,463 (-0.61%)			4,018 (-0.32%)	2,560 (0.04%)							8,280		

### Corporate prime rate in soles at 4.35 percent

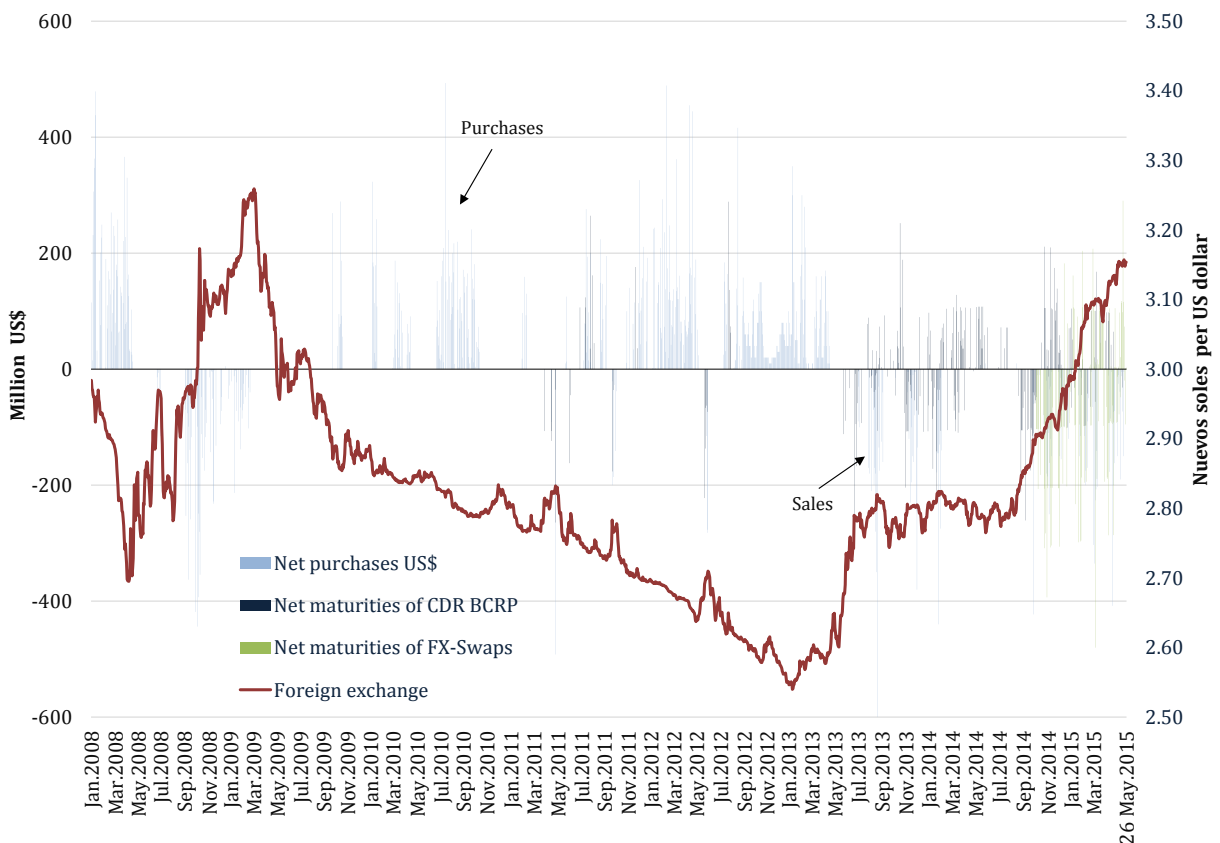
On May 26, the **corporate prime rate** –the interest rate charged by commercial banks to lower risk businesses– in soles recorded a rate of 4.35 percent. In the same period, the corporate prime rate in dollars was 0.8 percent.



### Foreign exchange rate

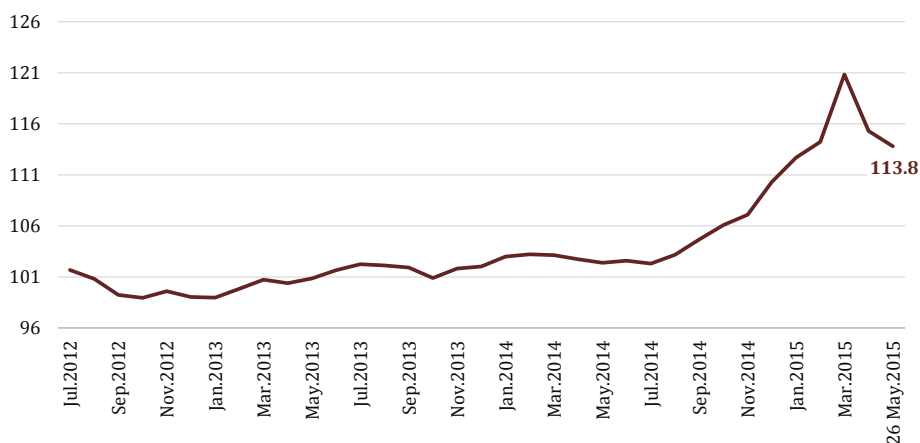
On May 26, the average selling price of the dollar in the interbank market was S/. 3.15 per dollar.

#### Exchange rate and foreign exchange intervention



The US dollar has been appreciating against most other currencies in recent months, as reflected in the evolution of the FED index since January 2013. This appreciation of the dollar is associated with expectations that the Federal Reserve (Fed) will start normalizing its interest rates.

**Fed index 1/**



1/ Calculated taking into account currencies of US trading partners weighted by contributions. A rise in the index represents an appreciation of the US dollar.  
Source: FED.

So far this year, most Latin American currencies –including the Peruvian nuevo sol– and the world’s major currencies have depreciated against the US dollar.

Year-to-day (at May 26), these currencies have depreciated 7.8 percent on average against the US dollar.

**Exchange Rate**

(Accumulated variation 2015)

Brazil	18.6%
Colombia	7.1%
Peru	5.8%
Mexico	3.7%
Chile	1.0%

**Exchange Rate**

(Accumulated variation 2015)

Euro	11.3%
Canada	7.0%
Japan	2.8%
United Kingdom	1.3%
US Dollar basket	7.8%

**International reserves amount to US\$ 60.34 billion on May 26**

On May 26, international reserves amounted to US\$ 60.34 billion mainly made up by liquidity international assets. This level of reserves is equivalent to 30 percent of GDP and to 18 months of imports.



Source: Table 10 from Weekly Report N° 20.

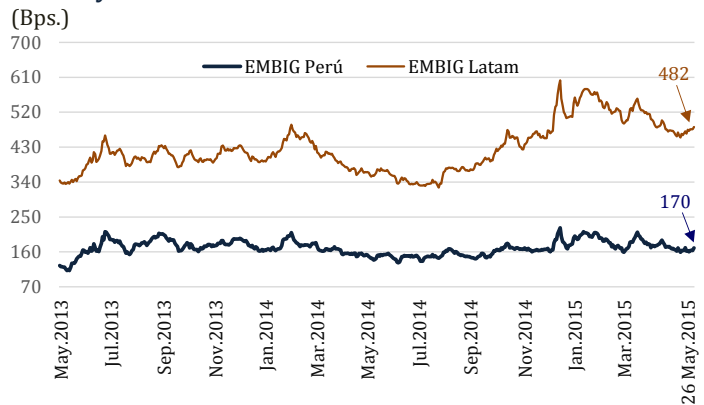
## Mercados Internacionales

### Country risk at 170 basis points

In the week of May 19-26, the country risk –measured by the **EMBIG Peru** spread– rose from 163 to 170 bps.

Likewise, the **EMBIG LatAm** spread rose 7 basis points amid growing fear about Greece and uncertainty over the timing of a rise in interest rates in the United States.

#### Country Risk Indicator



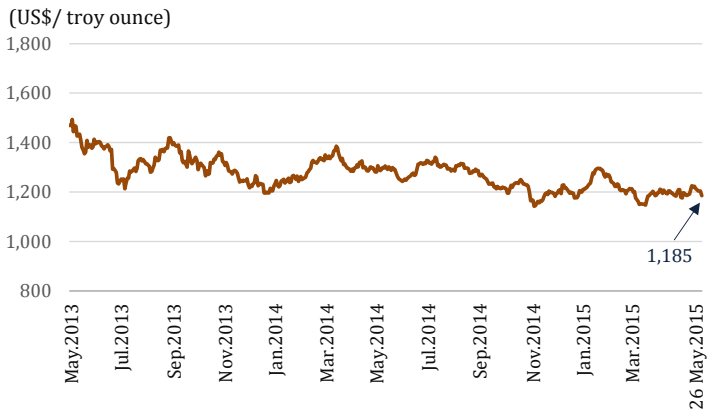
	Variation in basis points			
	26 May.15	Weekly	Monthly	Annual
EMBIG Perú (bps)	170	7	-3	17
EMBIG Latam (bps)	482	7	12	113

### Price of gold at US\$ 1,185.4 per troy ounce

In the same period, the price of **gold** fell 2.4 percent to US\$ 1,185.4 per troy ounce.

The fall in the price of gold was mainly associated with the appreciation of the dollar against the main currencies.

#### Gold Price



	% change			
	26 May.15	Weekly	Monthly	Annual
US\$ 1,185.4 / troy oz.	-2.4	-2.4	0.2	-8.2

#### Copper Price



	% change			
	26 May.15	Weekly	Monthly	Annual
US\$ 2.78 / pound	-2.2	-2.2	1.8	-12.3

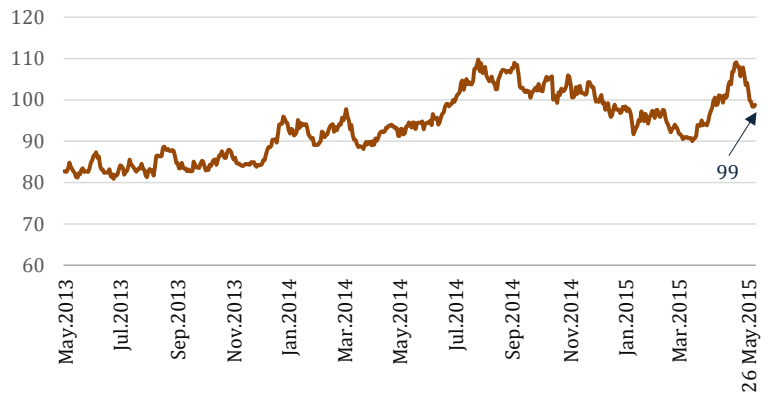
In May 19-26, the price of **copper** fell 2.2 percent to US\$ 2.78 per pound.

The price of copper was influenced by signals of lower Chinese dynamism reflected in the contraction of industrial activity and the fall in imports of this metal.

In the same period, the price of **zinc** dropped 3.4 percent to US\$ 0.99 per pound.

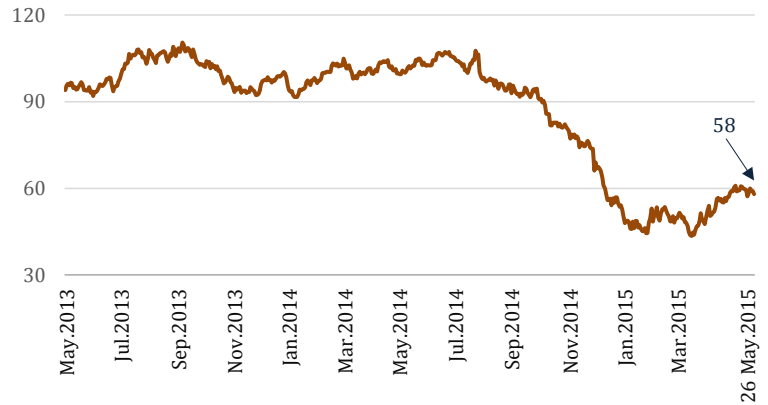
The fall in the price of zinc is associated with fears of slowing Chinese demand and the higher stocks on the London Metal Exchange.

**Zinc Price**  
(cUS\$/pound)



% change			
26 May.15	Weekly	Monthly	Annual
<b>US\$ 0.99 / pound</b>	<b>-3.4</b>	<b>-2.0</b>	<b>4.5</b>

**WTI Oil Price**  
(US\$/barrel)



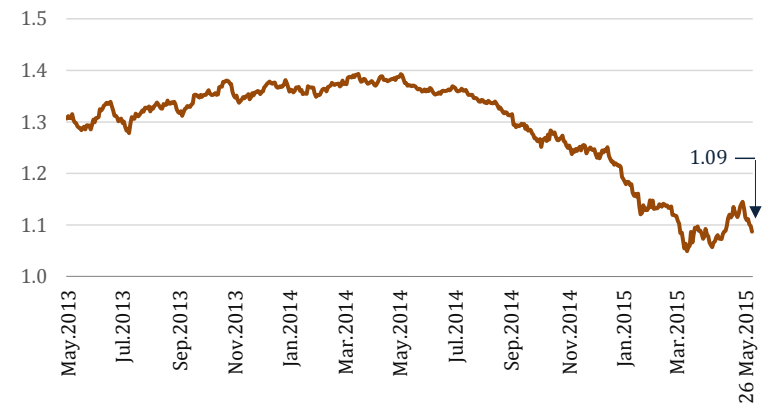
In May 19-26, the price of **WTI oil** increased 1.3 percent to US\$ 58.0 per barrel.

The price of oil rose due to the rise of crude inventories for a third consecutive week and to geopolitical tensions in the Middle East (Iraq).

% change			
26 May.15	Weekly	Monthly	Annual
<b>US\$ 58.0 / barrel</b>	<b>1.3</b>	<b>4.4</b>	<b>-44.7</b>

**Dollar appreciated against the euro**

**Evolution of US\$ per Euro**  
(US\$/Euro)



In May 19-26, the **US dollar** appreciated 2.5 percent against the **euro** amid positive indicators in the US and Yellen's statements regarding a rate hike beginning in 2015, besides of the signals of the European Central Bank to temporarily raise its purchases of government assets.

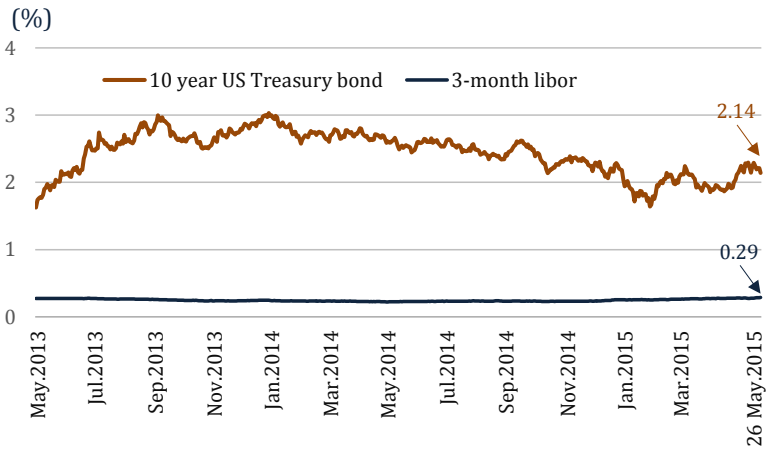
	Level		% change	
	26 May.15	Weekly	Monthly	Annual
US dollar/Euro	<b>1.09</b>	<b>-2.5</b>	<b>0.0</b>	<b>-20.3</b>

## Yield on 10-year US Treasuries at 2.14 percent

Between May 19 and May 26 the **3-month Libor** rose 1 bps to 0.29 percent.

On the other hand, the yield on the 10-year US Treasury bonds fell 15 bps to 2.14 percent, after an increased uncertainty about Greece and the major signs of a slowdown in China.

### 3-Month Libor and 10-Year US Treasuries



	Variation in basis points			
	26 May.15	Weekly	Monthly	Annual
3 months Libor (%)	<b>0.29</b>	<b>1</b>	<b>1</b>	<b>6</b>
US Treasuries (%)	<b>2.14</b>	<b>-15</b>	<b>23</b>	<b>-39</b>

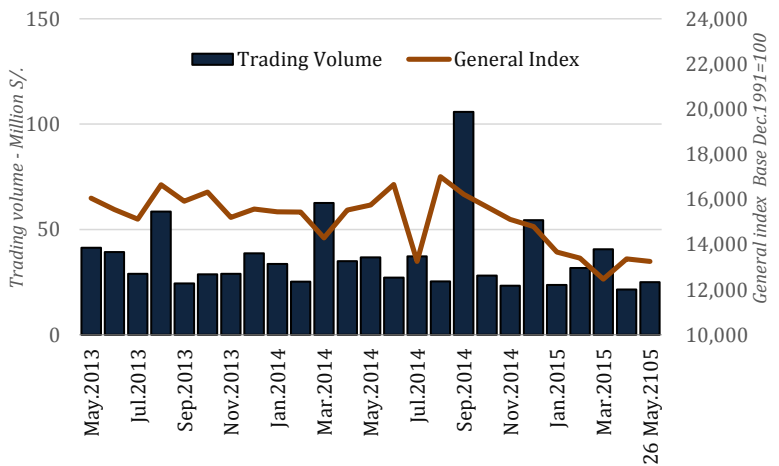
## Lima Stock Exchange

In May 19-26 the **General Index** of the Lima Stock Exchange (LSE) fell 1.7 percent and the **Selective Index** fell 1.1 percent.

The indices of the LSE were influenced by development of some markets in the region and the decline in international prices of metals.

Year-to-date, the General Index has fallen 10.4 percent and the Selective Index has fallen 5.2 percent.

### Lima Stock Exchange Indicators



	As of:	% change compared to:		
	26 May.15	19 May.15	30 Apr.15	31 Dec.14
General Index	<b>13,257</b>	<b>-1.7</b>	<b>-0.8</b>	<b>-10.4</b>
Selective Index	<b>19,207</b>	<b>-1.1</b>	<b>2.5</b>	<b>-5.2</b>

Resumen de Indicadores Económicos / Summary of Economic Indicators

	2014				2015								Var.		
	Mar	Jun	Set	Dic	Ene	Feb	Mar	Abr	19 May	20 May	21 May	22 May		25 May	26 May
<b>RESERVAS INTERNACIONALES (MIL. US\$) / INTERNATIONAL RESERVES</b>	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.						
Posición de cambio / Net international position	40 075	40 614	40 079	35 368	34 756	33 452	31 674	30 319		29 385	29 265	29 282	29 226	29 223	29 103
Reservas internacionales netas / Net international reserves	64 954	64 581	64 453	62 308	62 619	61 896	61 223	61 627		60 986	60 772	60 792	60 504	60 502	60 337
Depósitos del sistema financiero en el BCRP / Financial system deposits at BCRP	15 038	13 811	14 421	15 649	16 389	17 156	17 566	19 161		19 549	19 541	19 537	19 304	19 304	19 261
Empresas bancarias / Banks	14 552	13 201	13 904	14 881	15 370	16 374	16 936	18 365		18 365	18 918	18 910	18 906	18 689	18 681
Banco de la Nación / Banco de la Nación	125	197	123	145	225	196	114	271		129	129	122	105	113	112
Resto de instituciones financieras / Other financial institutions	361	412	395	623	594	585	516	525		502	503	508	509	511	508
Depósitos del sector público en el BCRP / Public sector deposits at BCRP *	10 429	10 767	10 566	11 919	12 109	11 929	12 725	12 780		12 687	12 599	12 600	12 601	12 600	12 600
<b>OPERACIONES CAMBIARIAS BCR (MIL. US\$) / BCRP FOREIGN OPERATIONS</b>	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.							
Origen externo de la emisión primaria / External origin of monetary base	112	-321	1	-126	-399	-1 198	-1 673	-1 451		-150	-94	0	0	0	0
Compras netas en Mesa de Negociación / Net purchases of foreign currency	0	0	-526	-790	-335	-1 040	-1 415	-1 194		-150	-5	0	0	0	0
Operaciones swaps netas / Net swap operations	0	0	0	-2	0	0	0	0		0	0	0	0	0	0
Compras con compromiso de recompras en ME (neto) / Net swaps auctions in FC	107	215	524	1 000	0	0	0	0		0	0	0	0	0	0
Operaciones con el Sector Público / Public sector	0	-559	0	-335	0	0	0	-50		0	0	0	0	0	0
<b>TIPO DE CAMBIO (S/. por US\$) / EXCHANGE RATE</b>	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.							
Compra Interbancario Interbank Ask	2,806	2,794	2,864	2,961	3,006	3,078	3,092	3,120		3,153	3,156	3,148	3,146	3,150	3,152
Apertura / Opening	2,807	2,795	2,866	2,965	3,007	3,080	3,094	3,122		3,156	3,157	3,156	3,155	3,154	3,156
Mediodía / Midday	2,808	2,795	2,866	2,963	3,008	3,080	3,094	3,122		3,154	3,159	3,150	3,146	3,153	3,151
Cierre / Close	2,807	2,796	2,866	2,964	3,009	3,080	3,092	3,121		3,155	3,154	3,146	3,148	3,152	3,150
Promedio / Average	2,806	2,795	2,866	2,963	3,007	3,080	3,093	3,122		3,155	3,157	3,150	3,148	3,152	3,154
Sistema Bancario (SBS) Banking System	2,806	2,793	2,863	2,963	3,007	3,077	3,090	3,119		3,151	3,156	3,149	3,146	3,149	3,153
Compra / Bid	2,807	2,795	2,865	2,963	3,005	3,080	3,093	3,122		3,155	3,158	3,151	3,148	3,151	3,155
Venta / Ask	2,807	2,795	2,865	2,963	3,005	3,080	3,093	3,122		3,155	3,158	3,151	3,148	3,151	3,155
Índice de tipo de cambio real (2009 = 100) / Real exchange rate Index (2009 = 100)	94,5	94,5	94,9	94,1	94,1	95,6	93,9	95,3							
<b>INDICADORES MONETARIOS / MONETARY INDICATORS</b>															
<b>Moneda nacional / Domestic currency</b>															
Emisión Primaria (Var. % mensual) / (% monthly change)	-4,6	1,0	-1,5	13,6	-8,3	-3,3	0,3	-1,3							
Monetary base (Var. % últimos 12 meses) / (% 12-month change)	-14,3	-10,9	-5,7	3,7	2,4	0,0	3,0	-2,6							
Oferta monetaria (Var. % últimos 12 meses) / (% monthly change)	0,1	0,9	0,2	5,9	-0,8	-0,7	-1,6	-0,1							
Money Supply (Var. % últimos 12 meses) / (% 12-month change)	5,6	5,4	9,9	10,1	10,6	9,5	7,6	7,9							
Crédito sector privado (Var. % mensual) / (% monthly change)	2,2	0,8	1,6	1,6	1,1	1,1	3,6	3,3							
Crédito to the private sector (Var. % últimos 12 meses) / (% 12-month change)	25,3	22,4	18,3	18,2	18,5	17,6	19,2	22,1							
TOSE saldo fin de período (Var. % acum. en el mes) / TOSE balance (% change)	1,7	1,8	-1,8	1,5	-1,2	-0,2	0,5	0,1		-1,8	-2,3	-2,0	-3,3	-3,1	
Superávit de encaje promedio (Var. % respecto al TOSE) / Average reserve surplus (% of TOSE)	0,1	0,1	0,1	0,3	0,6	0,8	0,3	0,5		1,0	0,9	0,8	0,8	0,6	
Cuenta corriente de los bancos (saldo Mill. S.) / Banks' current account (balance)	6 633	6 301	4 926	4 129	3 249	2 609	2 304	1 949		997	873	708	1 019	834	697
Créditos por regulación monetaria (millones de S.) / Rediscunts (Millions of S.)	0	0	0	0	0	0	0	0		0	0	0	0	0	0
Depósitos públicos en el BCRP (millones S.) / Public sector deposits at the BCRP (Mills.S.)	40 819	43 793	44 012	36 488	37 562	37 634	38 784	41 546		41 094	41 068	41 194	41 326	41 208	41 120
Certificados de Depósito BCRP (saldo Mill.S.) / CDBCRP balance (Millions of S.)	14 613	16 345	17 565	15 575	17 755	18 185	18 343	15 455		13 730	13 780	13 830	13 830	13 880	13 880
Subasta de Depósitos a Plazo (saldo Mill.S.) / Time Deposits Auctions (Millions of S.)	0	0	0	0	1 362	0	0	0		500	500	500	1 000	1 697	2 000
CDBCRP con Negociación Restringida (Saldo Mill.S.) / CDBCRP-NR balance (Millions of S.)	0	0	0	0	0	0	0	0		0	0	0	0	0	0
CDBCRP-MN con Tasa Variable (CDV BCRP) (Saldo Mill.S.) / CDVBCRP- balance (Millions of S.)	0	0	0	0	0	0	0	0		0	0	0	0	0	0
CD Liquidables en Dólares del BCRP (Saldo Mill.S.) / CDLD BCRP- balance (Millions of S.)	0	0	0	0	0	0	0	0		0	0	0	0	0	0
CD Reajustables BCRP (saldo Mill.S.) / CDRBCRP balance (Millions of S.)	3 871	7 000	5 955	2 590	2 320	2 915	1 935	300		400	400	400	400	400	400
Operaciones de reporte monedas (saldo Mill. S.) / Currency repos (Balance millions of S.)	0	0	0	8 600	9 700	10 700	12 300	15 550		17 450	17 730	17 730	18 230	18 730	18 730
Operaciones de reporte (saldo Mill. S.) / repos (Balance millions of S.)	500	100	5 100	9 900	10 000	12 154	17 200	18 950		19 210	19 490	19 490	19 990	20 490	20 490
TAMN / Average lending rates in domestic currency	15,61	16,02	15,69	15,68	16,16	15,98	16,09	15,89		16,03	16,02	16,02	15,99	16,04	16,09
Préstamos hasta 360 días / Loans up to 360 days ****	11,65	12,01	11,44	10,79	10,97	10,67	12,28	11,10		10,77	10,76	10,77	10,74	n.d.	n.d.
Interbancaria / Interbank	4,01	4,00	3,70	3,80	3,35	3,44	3,40	3,52		3,25	3,23	3,25	3,25	3,25	3,51
Preferencial corporativa a 90 días / Corporate Prime	4,96	4,93	4,46	4,70	4,32	4,21	4,20	4,40		4,43	4,43	4,35	4,35	4,35	4,45
Operaciones de reporte con CDBCRP / CDBCRP repos	4,11	4,30	3,86	4,56	4,26	4,13	4,08	4,14		4,19	4,19	4,18	4,18	4,17	4,17
Operaciones de reporte monedas / Currency repos	4,80	4,80	4,30	4,30	4,25	4,19	4,14	4,19		4,20	4,19	4,19	4,19	4,18	4,18
Créditos por regulación monetaria / Rediscunts *****	4,80	4,80	4,30	4,30	4,05	4,05	4,05	4,05		4,05	4,05	4,05	4,05	4,05	4,05
Del saldo de CDBCRP / CDBCRP balance	3,85	3,82	3,72	3,64	3,61	3,58	3,56	3,54		3,51	3,51	3,51	3,51	3,50	3,50
Del saldo de depósitos a Plazo / Time Deposits	s.m.	s.m.	s.m.	s.m.	3,08	s.m.	s.m.	s.m.		2,39	2,31	2,28	2,40	2,99	3,10
<b>Moneda extranjera / Foreign currency</b>															
Crédito sector privado (Var. % mensual) / (% monthly change)	-0,2	1,8	-1,0	-0,6	-1,0	-1,5	-3,3	-1,9							
Crédito to the private sector (Var. % últimos 12 meses) / (% 12-month change)	2,2	5,7	3,9	0,3	-0,8	-1,6	-4,6	7,4							
TOSE saldo fin de período (Var. % acum. en el mes) / TOSE balance (% change)	-0,4	0,2	3,3	-0,4	0,9	3,2	0,8	1,0		1,0	1,4	1,7	2,5	2,1	
Superávit de encaje promedio (Var. % respecto al TOSE) / Average reserve surplus (% of TOSE)	0,3	0,2	0,5	0,7	0,3	-1,0	0,5	0,4		3,7	3,7	3,7	3,4	2,6	
Operaciones de reporte en ME (saldo Mill. US\$) / repos in US\$ (Balance millions of US\$)	0	0	0	0	0	0	0	0		0	0	0	0	0	
Créditos por regulación monetaria (millones de US dólares) / Rediscunts (Millions of US Dollars)	0	0	0	0	0	0	0	0		0	0	0	0	0	
TAMEX / Average lending rates in foreign currency	7,81	7,33	7,52	7,55	7,60	7,73	7,78	7,64		7,62	7,61	7,59	7,57	7,56	
Préstamos hasta 360 días / Loans up to 360 days ****	5,72	5,04	5,33	5,34	5,41	5,42	5,42	5,17		5,08	5,10	5,05	5,00	n.d.	
Interbancaria / Interbank	0,15	0,11	0,15	0,16	0,20	0,25	0,23	0,15		s.m.	s.m.	s.m.	s.m.	s.m.	
Preferencial corporativa a 90 días / Corporate Prime	0,65	0,62	0,78	0,74	0,96	1,11	0,84	0,8132		0,85	0,85	0,82	0,82	0,82	
Créditos por regulación monetaria / Rediscunts *****	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.		s.m.	s.m.	s.m.	s.m.	s.m.	
Compras con compromiso de recompras en ME (neto)	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.		s.m.	s.m.	s.m.	s.m.	s.m.	
Ratio de dolarización de la liquidez (%) / Liquidity dollarization ratio (%)	34,2	33,4	32,5	32,2	33,4	34,3	34,3	35,0							
Ratio de dolarización de los depósitos (%) / Deposits dollarization ratio (%)	41,8	40,7	40,1	39,8	40,8	41,9	42,6								
<b>INDICADORES BURSÁTILES / STOCK MARKET INDICES</b>	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.							
Índice General Bursátil (Var. % / General Index (% change))	-7,4	5,8	-4,6	-2,1	-7,6	-2,0	-7,0	7,3		-0,9	0,0	-1,0	0,3	0,3	
Índice Selectivo Bursátil (Var. % / Blue Chip Index (% change))	-7,7	5,1	-5,8	-2,4	-6,2	-2,1	-6,7	7,9		-1,5	0,0	-0,2	-0,1	0,1	
Monto negociado en acciones (Mill. S.) / Prom. Diario / Trading volume -Average daily (Mill. of S.)	62,6	26,7	105,8	54,4	23,7	31,7	40,6	25,7		25,1	14,8	20,6	10,5	37,5	
<b>INFLACIÓN (%) / INFLATION (%)</b>															
Inflación mensual / Monthly	0,52	0,16	0,16	0,23	0,17	0,30	0,76	0,39							
Inflación últimos 12 meses / % 12 months change	3,38	3,45	2,74	3,22	3,07	2,77	3,02	3,02							
<b>SECTOR PÚBLICO NO FINANCIERO (MIL. S.) / NON-FINANCIAL PUBLIC SECTOR (Mills. of S.)</b>															
Resultado primario / Primary result	2 839	-186	689	-10 524	4 824	2 127									