






Indicators

	Corporate prime rate in soles at 4.1 percent
	Gold quotation in US\$oz./tr. 1,178
	Country risk at 172 bps

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Monetary operations and interest rate

So far in May (at June 23), 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 DC to contribute to the substitution of credit in dollars for credit in soles.

- Repos: The balance of repos at June 23 was S/. 1.0 billion, with an average interest rate of 3.96 percent. At the end of May, repos showed a balance of S/. 2.24 billion, with an average rate of 3.94 percent.
- Currency repos: The balance of currency repos increased from S/. 18.97 billion on May 29 to S/. 20.77 billion on June 23, the average rate of these repos lowering from 4.17 percent at the end of May to 4.14 percent. It should be pointed out that, of the balance of currency repos registered at June 23, ordinary currency repos amount to S/. 11.5 billion, repos for credit expansion amount to S/. 5.1 billion, while repos for credit substitution amount to S/. 4.17 billion –maturing between 24 and 48 months to facilitate the conversion of credit in dollars to credit in soles–.
- Auctions of Treasury deposits: Treasury deposits placed through auctions at June 23 showed a balance of S/. 900 million with a rate of 4.50 percent. At the end of May, these operations registered a balance of S/. 600 million with a rate of 4.60 percent.
- Auctions of funds of Banco de la Nación: Funds placed through auctions at June 23 showed a balance of S/. 600 million at a rate of 4.54 percent. At the end of May, these operations registered a balance of S/. 300 million at a rate of 4.72 percent.
- BCRP-CDs: The balance of BCRP-CDs at June 23 was S/. 16.49 billion, with an average rate of 3.43 percent. At the end of May, the balance was S/. 13.98 billion, with an average interest rate of 3.50 percent.
- Term deposits: The balance of BCRP-CDs at June 23 was nil. The balance, at the end of May, was S/. 1.50 billion, with an average interest rate of 2.21 percent.
- Overnight deposits: At June 23, overnight deposits showed a balance of S/. 314 million, with an average rate of 2.0 percent. This balance at the end of May was S/. 1.48 billion, with a rate of 2.0 percent.

In June 23, 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 US\$ 425 million in the spot market.
- CDR BCRP: At June 23, these CDs showed a balance of S/. 840 million (US\$ 266 million), with a rate of 0.10 percent. This balance at the end of May was S/. 600 million (US\$ 190 million), with a rate of 0.08 percent.

- FX Swaps: The balance of these instruments at June 23 was S/. 21.61 billion, with an average rate of -0.20 percent. At the close of May this balance was S/. 24.71 billion, with an average interest rate of -0.56 percent.

On June 23, the interbank interest rate in soles showed a daily rate of 3.32 percent.

Monetary and foreign exchange operations

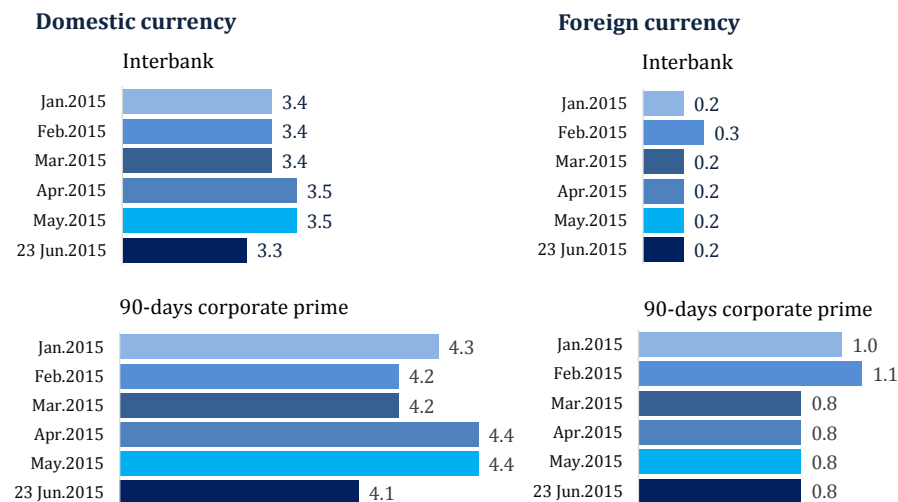
(Million S/.)

		Balance		Placement								Maturity			
		(Interest rate)		(Interest rate)											
		May 31. 2015	Jun 23. 2015	Overnight	1 week	1-month	2-month	3-month	6-month	12-month	18-month		24-month		
Monetary operations	Injection	Repos	2,240 (3.94%)	1,000 (3.96%)	3,000 (3.47%)	500 (3.33%)								4,740	
		Currency repos (Ordinary)	11,000 (4.31%)	11,500 (4.29%)					500 (3.94%)						
		Currency repos (Expansion)	4,500 (4.36%)	5,100 (4.39%)										600 (4.64%)	
		Currency repos (Substitution)	3,473 (3.48%)	4,173 (3.42%)										700 (3.11%)	
		Funds of Treasury	600 (4.60%)	900 (4.50%)							300 (4.30%)				
		Funds of Banco de la Nación	300 (4.72%)	600 (4.54%)							300 (4.36%)				
	Sterilization	CD BCRP	13,980 (3.50%)	16,488 (3.43%)			400 (2.45%)		1,079 (3.23%)	1,430 (3.34%)	350 (3.22%)	150 (3.39%)		900	
		Term deposits	1,500 (2.21%)		17,074 (2.34%)									18,574	
		Overnight deposits	1,476 (2.00%)	314 (2.00%)	18,995 (2.00%)									20,157	
	Foreign exchange operations	CDR BCRP	600 (0.08%)	840 (0.10%)				240 (0.15%)							
FX-Swaps		24,713 (-0.56%)	21,606 (-0.20%)			300 (0.08%)	2,827 (0.03%)	3,066 (0.08%)					9,300		

Corporate prime rate in soles at 4.1 percent

On June 23, the **corporate prime rate** –the interest rate charged by commercial banks to lower risk businesses– in soles recorded a rate of 4.1 percent. In the same period, the corporate prime rate in dollars was 0.8 percent.

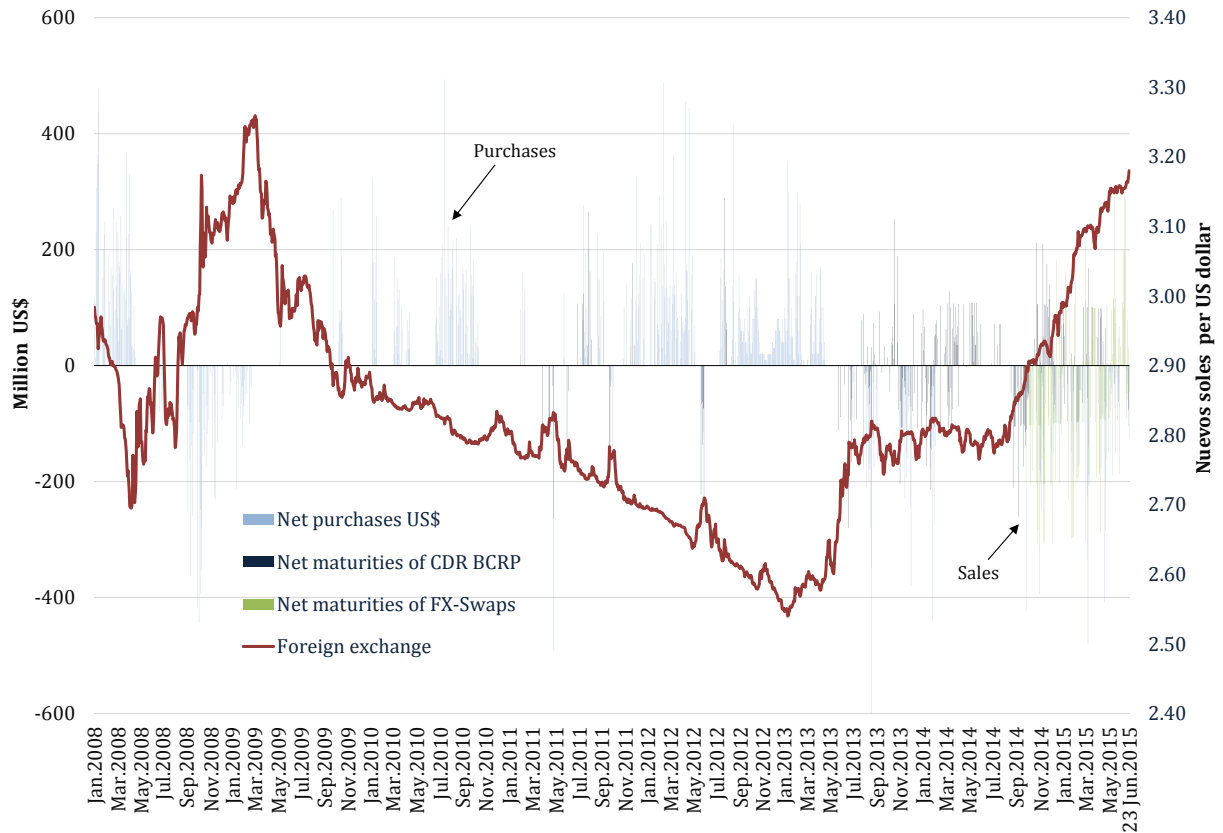
Average interest rate (%)



Foreign exchange rate

On June 23, the average selling price of the dollar in the interbank market was S/. 3.18 per dollar.

Exchange rate and foreign exchange intervention



In the last months, 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 June 23), these currencies have depreciated 5.7 percent on average against the US dollar.

Exchange Rate (Accumulated variation 2015)	
Brazil	15.7%
Colombia	7.3%
Peru	6.2%
Chile	4.4%
Mexico	4.4%

Exchange Rate (Accumulated variation 2015)	
Euro	7.6%
Canada	6.1%
Japan	3.0%
United Kingdom	-0.4%
US Dollar basket	5.7%

International reserves amount to US\$ 59.99 billion on June 22

At June 22, international reserves amounted to US\$ 59.99 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.

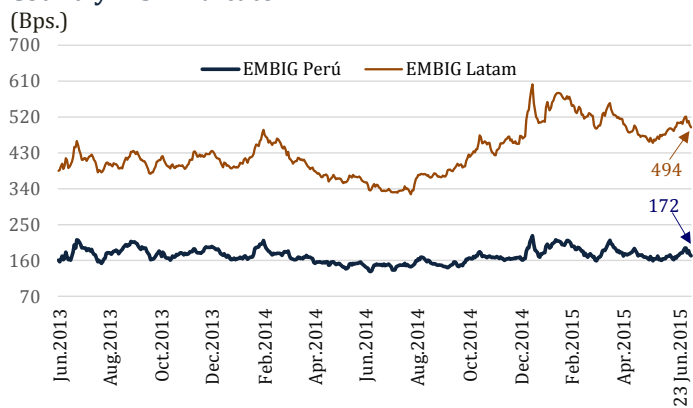
International Markets

Country risk at 172 basis points

In the week of June 16-23, the average country risk –measured by the **EMBIG Peru** spread– fell from 191 to 172 bps.

Likewise, the **EMBIG LatAm** spread dropped 15 basis points amid expectations about a gradual hike in interest rates by the FED and less uncertainty about Greece.

Country Risk Indicator



	Variation in basis points			
	23 Jun.15	Weekly	Monthly	Annual
EMBIG Perú (bps)	172	-19	8	25
EMBIG Latam (bps)	494	-26	18	160

Price of gold at US\$ 1,178.0 per troy ounce

In the same period, the price of **gold** has not variation and closed to US\$ 1,178.0 per troy ounce.

The price of gold rose at the beginning by the FED caution about rising interest rates; afterwards, the appreciation of dollar against its major counterparts offset the rise.

Gold Price



	% change			
	23 Jun.15	Weekly	Monthly	Annual
US\$ 1,178.0 / troy oz.	0.0	-2.2	-10.3	

In June 16-23, the price of **copper** fell 0.5 percent to US\$ 2.60 per pound.

The price of copper was influenced by concerns for a lower demand from China at the beginning of summer.

Copper Price
(cUS\$/pound)



23 Jun.15	% change		
	Weekly	Monthly	Annual
US\$ 2.60 / pound	-0.5	-7.6	-17.0

In the same period, the price of **zinc** dropped 2.6 percent to US\$ 0.92 per pound.

The fall in the price of zinc is associated with a report of a surplus in the global market for refined zinc in the first four months of the year.

Zinc Price
(cUS\$/pound)

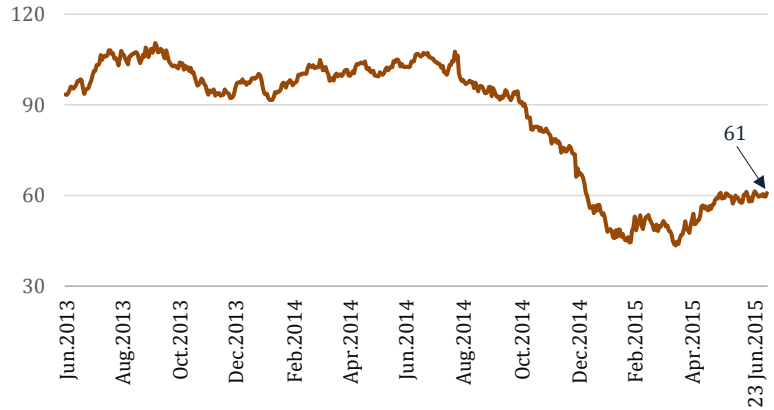


23 Jun.15	% change		
	Weekly	Monthly	Annual
US\$ 0.92 / pound	-2.6	-6.5	-7.1

In June 16-23, the price of **WTI oil** fell 1.4 percent to US\$ 60.8 per barrel.

The price of oil rose due to reduced inventories of crude in the USA for the seventh consecutive week and a higher volume than expected.

WTI Oil Price
(US\$/barrel)



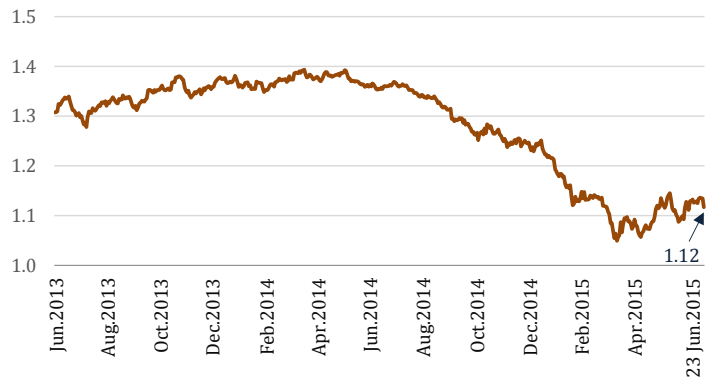
23 Jun.15	% change		
	Weekly	Monthly	Annual
US\$ 60.8 / barrel	1.4	3.0	-43.1

Dollar appreciated against the euro

In June 16-23, the **US dollar** appreciated 0.7 percent against the **euro** amid improvement in the assessment of US economic activity, in line with the best recent data, highlighting the improvement in the employment.

Evolution of US\$ per Euro

(US\$/Euro)



	Level		% change		
	23 Jun.15	Weekly	Monthly	Annual	
US dollar/Euro	1.12	-0.7	1.4	-17.9	

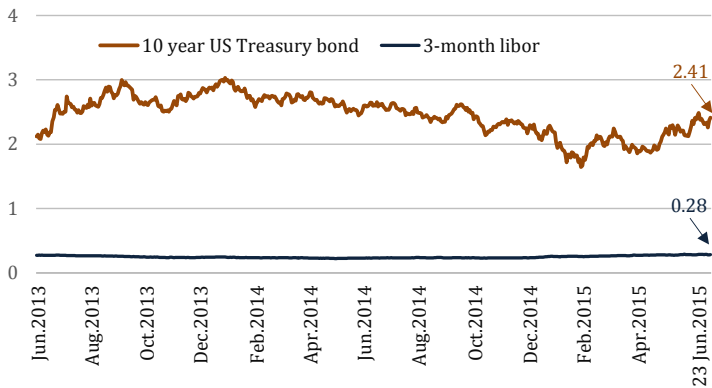
Yield on 10-year US Treasuries at 2.41 percent

Between June 16-23 the **3-month Libor** remained unchanged at 0.28 percent.

On the other hand, the yield on the 10-year US Treasury bonds rose 10 bps to 2.41 percent, after dissemination of US positive indicators.

3-Month Libor and 10-Year US Treasuries

(%)



	Variation in basis points			
	23 Jun.15	Weekly	Monthly	Annual
3 months Libor (%)	0.28	0	0	5
US Treasuries (%)	2.41	10	20	-22

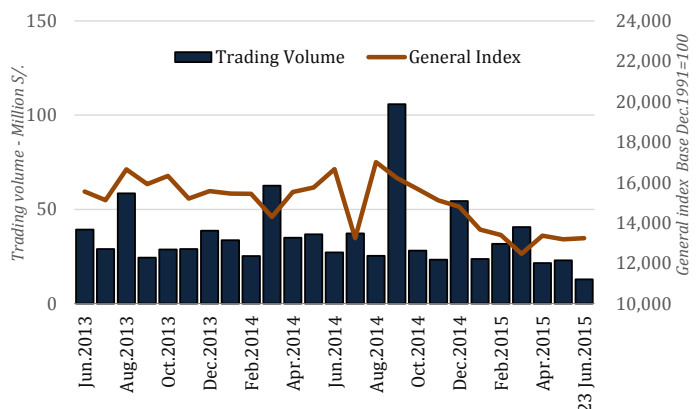
Lima Stock Exchange

In June 16-23 the **General Index** of the Lima Stock Exchange (LSE) increased 2.7 percent and **Selective** rose 3.5 percent.

The indices of the LSE were influenced by good performance of markets in the region.

Year-to-date, the General Index has fallen 10.5 percent and the Selective Index has fallen 3.9 percent.

Lima Stock Exchange Indicators



	As of:		% change compared to:		
	23 Jun.15	16 Jun.15	29 May.15	31 Dec.14	
General Index	13,245	2.7	0.5	-10.5	
Selective Index	19,483	3.5	1.7	-3.9	

