

**BANCO CENTRAL DE RESERVA DEL PERU**  
**WEEKLY REPORT N° 29**  
**July 20, 2001**

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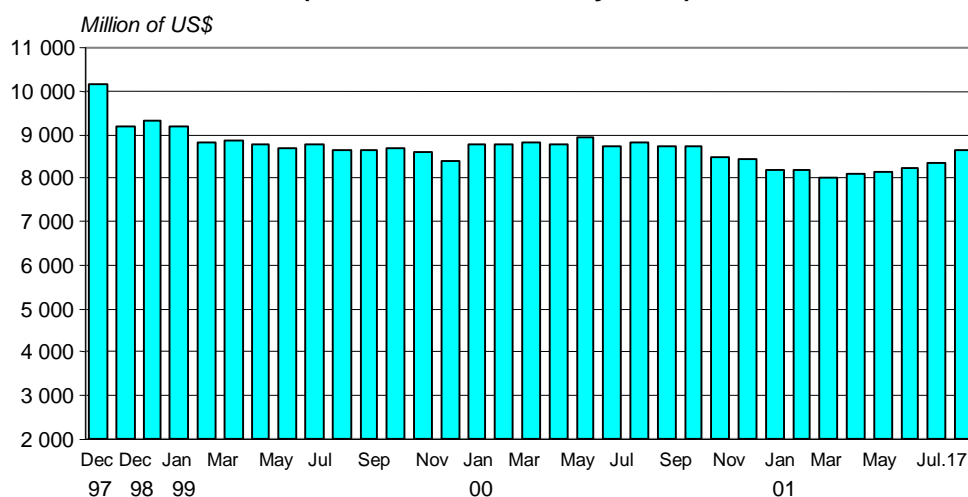
***Monetary accounts: June***

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***Net International Reserves increased US\$ 288 million***

As of July 17, the net international reserves (NIR) of the Central Reserve Bank of Peru amounted to US\$ 8 630 million, up US\$ 288 million from end-June. This increase is due to higher deposits in the financial system (US\$ 230 million) and in the public sector (US\$ 43 million) as well as net interests earnings (US\$ 15 million). On the other hand, the exchange position amounted to US\$ 2 592 million, up US\$ 3 million from end-June.

**BCRP net international reserves  
(December 1997 - July 2001)**



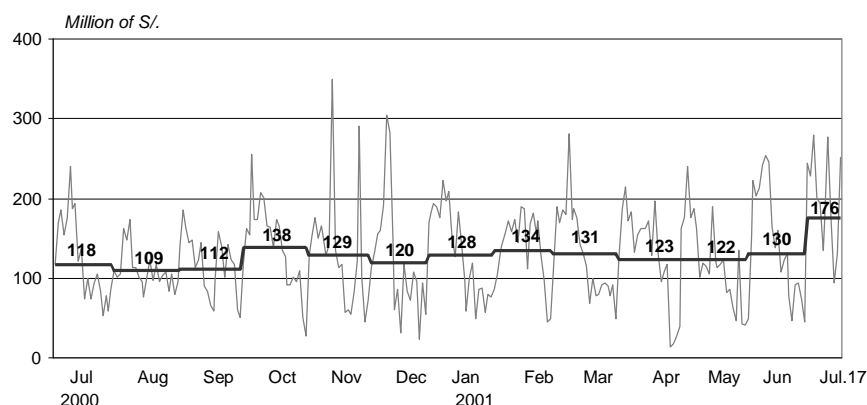
***Banks' current account balance at S/. 176 million***

From July 1 to 17, the banks' current account was S/. 176 million on a daily average basis. In July, the range announced by the Bank for this variable is S/. 135-145 million.

**Monetary operations: daily average  
(Million of S/.)**

	Banks' current account balance at the end of previous day's operations	Banks' operations with Banco de la Nación	Redemption of CDBCRP	Other banking operations redemption with the Central Bank	Cash transfers that affect the bank's current account balance	Current account of banking system before Central Bank operations	Central bank operations	Current account after Central Bank operations	Interbank interest rate
		2	3	4	5		7		
March 2000	113	-31	-16	31	46	149	-32	112	13,3
April	139	-47	-73	22	32	75	65	138	14,5
May	127	-33	-139	21	35	16	118	129	14,0
December	120	-38	-107	41	20	42	83	120	11,4
January 2001	128	-39	-80	9	60	85	52	128	10,8
February	135	-29	-80	22	40	92	46	134	11,0
March	131	-34	-13	16	37	137	-7	131	10,3
April	104	-100	-26	50	34	48	110	122	10,9
May	113	-31	-16	31	46	149	-32	112	13,3
June		-34	18	-50	37		29	16,0	
July 17		-21	46	-16	28		-20	9,7	

**Banks' current account at the BCRP  
(July 2000 - July 2001)**



On July 12, 13 and 16, the Bank made operations of temporary purchases of CDBCRP amounting to S/. 232 million at an average interest rate of 8,6 percent.

**Temporary purchase of CDBCRP**

Date	Amount (Million of S/.)	Interest rate (%)	Term (days)
July 12	45	9,8	1
July 13	157	8,3	3
July 16	30	8,7	1

Furthermore, on July 11 and 17 the Bank auctioned CDBCRP by S/. 115 million at an average interest rate of 11,2 percent. The balance of these certificates as of July 17 totaled S/. 1 585 million.

**Auctions of CDBCRP**

Date	Amount (Million of S/.)	Interest rate (%)	Term
July 11	55	11,9	1 year
July 17	60	10,6	18 weeks

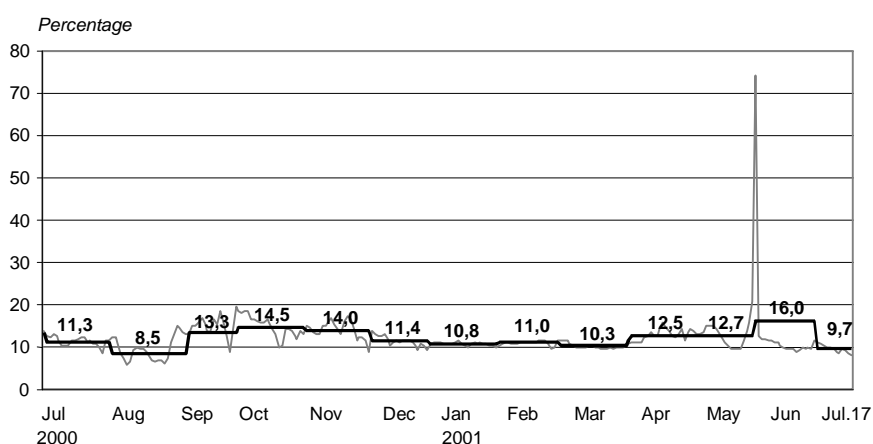
### ***Average monetary base at S/. 5 167 million***

From July 1 to 17, the daily average balance of the monetary base was S/. 5 167 million, 2,9 percent higher than in June. On July 17, the monetary base amounted to S/. 5 444 million, up 8,4 percent (S/. 422 million) from end-June, reflecting lower public sector deposits at the Central Bank (S/. 281 million), net redemption of CDBCRP (S/. 155 million) as well as net interest payments and other outlays (S/. 32 million), which were partially offset by the redemption of temporary purchases of CDBCRP (S/. 30 million), higher Insurance Deposit Funds deposits (S/. 12 million) and the redemption of swap operations (S/. 4 million).

### ***Interbank interest rate in domestic currency***

As of July 17, the interbank interest rate in domestic currency was 9,7 percent, lower than May and June averages (12,7 and 16,0 percent, respectively).

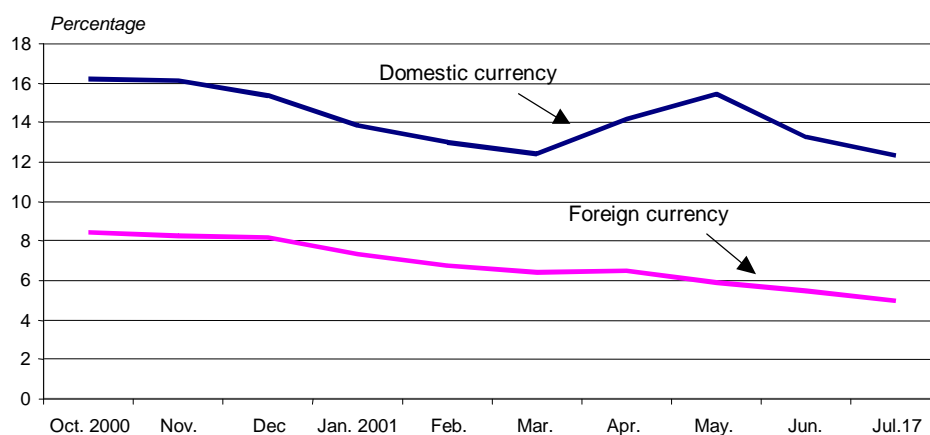
**Interbank interest rate in domestic currency  
(July 2000 - July 2001)**



### ***Average lending rates in domestic and foreign currency***

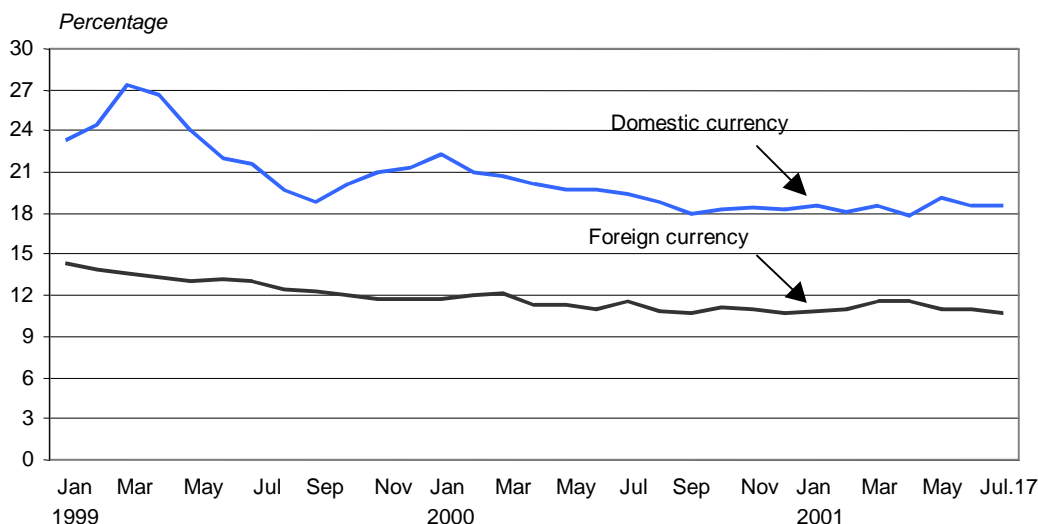
The corporative prime interest rate in domestic currency (on 90-day loans to low-risk clients) declined from 13,2 percent in June to 12,3 percent as of July 17. The rate in foreign currency also decreased from 5,5 percent last month to 5,0 percent.

**Corporative prime interest rate in domestic currency and  
foreign currency  
(October 2000 - July 2001)**



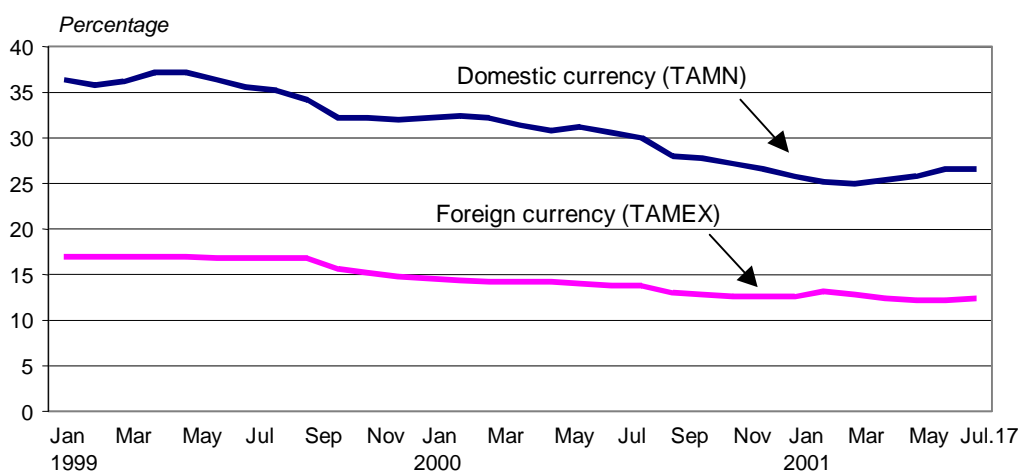
The 90-day prime interest rate on soles-denominated loans averaged 18,6 percent, similar to June. On the other hand, the rate on dollar-denominated loans passed decreased from 11,1 to 10,8 percent.

### Prime interest rates (January 1999 - July 2001)



On the other hand, the average lending interest rate in domestic currency (TAMN) was 26,7 percent, higher than last month's average (26,1 percent), while the rate in foreign currency (TAMEX) was 12,4 percent, also higher than in June (12,2 percent).

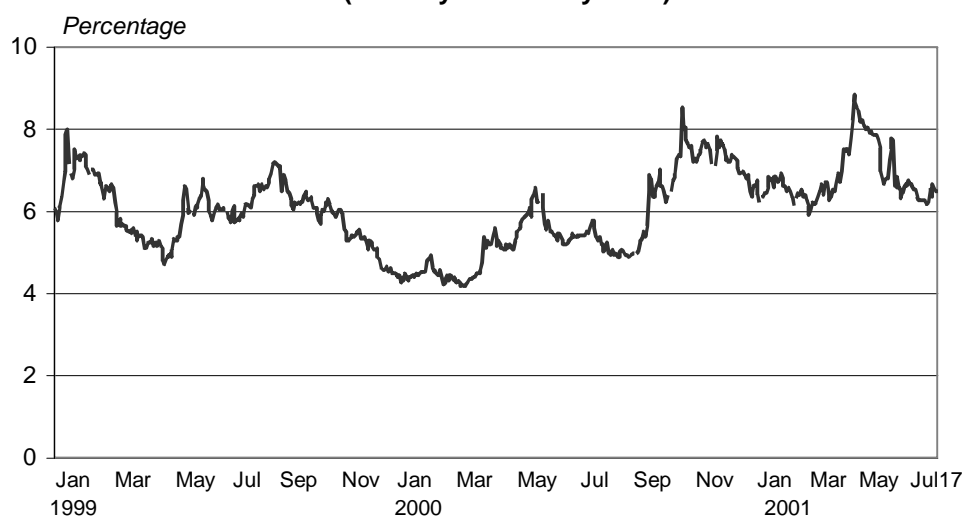
### Active lending interest rates in domestic and foreign currency (January 1999 - July 2001)



### *EMBI+ Peru's spread at 6,3 percent*

As of July 17, the spread of the EMBI+ Peru relative to US Treasury bonds (a proxy for the country risk perceived by investors) was 6,3 percent, lower than in June (6,5 percent). Conversely, the average of the Latin-American bonds (EMBI+ LATIN) rose from 7,6 percent in June to 9,2 percent as of July 17.

### EMBI+ Peru's spread (January 1999 - July 2001)



### *Exchange rate at S/. 3,51*

As of July 17, the ask exchange rate in the banking system averaged S/. 3,51, 0,1 percent lower than the level recorded on July 10.

From July 1 to 17, the balance of sales of foreign currency in the forward market on a daily average basis exceeded redemptions by US\$ 5 million, whereas new purchases were lower than their maturities by US\$ 1 million. In the spot market, average net purchases to the public amounted to US\$ 4 million, lower than in June (US\$ 6 million ).

Banks' exchange market operations to the public: Daily average  
(Million of US\$)

				July		
				1-10	11-17	1-17
i. <u>Forward sales to the public</u>	<u>0</u>	<u>2</u>	<u>-2</u>	<u>1</u>	<u>10</u>	<u>5</u>
- New sales	12	13	16	15	24	19
ii. <u>Forward purchases to the public</u>	<u>-2</u>	<u>2</u>	<u>2</u>	<u>-3</u>	<u>0</u>	<u>-1</u>
- New purchases	6	13	13	11	8	10
- Redemptions	8	11	11	14	8	11
iii. <u>Net spot purchases to the public</u>	<u>0</u>	<u>-2</u>	<u>6</u>	<u>-1</u>	<u>11</u>	<u>4</u>
- Purchases	87	78	84	74	80	77
- Sales	87	80	78	75	69	73
<b>Memo:</b>						
a. Forward sales to the public	653	1026	979	997	1057	1057
b. Forward purchases to the public	213	440	470	460	475	475
c. Net sales to the public (a-b)					582	
d. Banks' exchange position	630	569	600	552	533	533

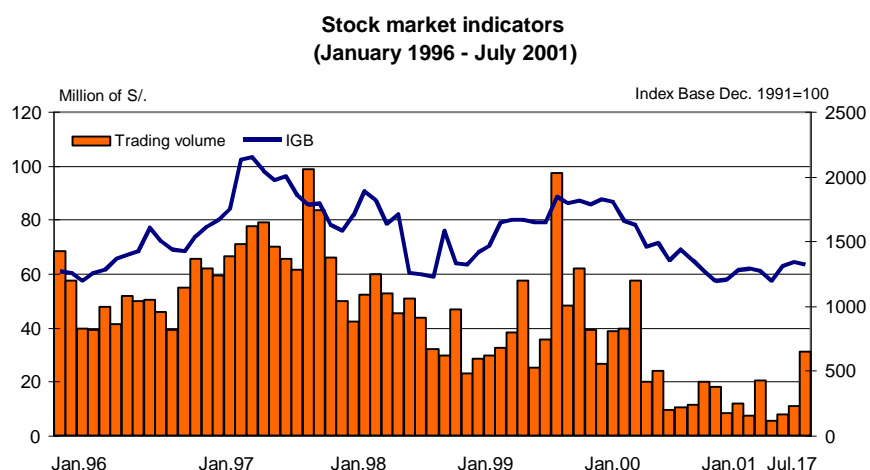
### *Monetary accounts: June*

In June, liquidity in domestic currency decreased 0,1 percent (S/. 12 million) to S/. 14 218 million. In annual terms, this aggregate increased 5,7 percent. On the other hand, credit to the private sector in domestic currency grew 0,5 percent (S/. 44 million) to S/. 8 981 million. Growth in the last 12 months for this variable was 3,1 percent.

Liquidity in foreign currency increased 0,8 percent (US\$ 74 million) to US\$ 9 616 million. Short-term external liabilities amounted to US\$ 1 457 million, up US\$ 75 million (5,4 percent) from end-May. Credit to the private sector (US\$ 11 402 million) decreased 0,6 percent (US\$ 73 million) in the last 4 weeks and 1,0 percent in annual terms.

### ***General Index decreases 1,9 percent***

As of July 17, the Lima Stock Exchange decreased with respect to end-June by 1,9 percent in the General Index and 3,3 percent in the Blue Chip Index. However, in the year these indices have increased 9,4 percent and 6,5 percent, respectively.



***Lima, July 20, 2001***

The weekly report releases economic information to be published (with broader detail) in the weekly bulletin the following Monday. The weekly report published on Fridays is released via facsimile for a charge or free via email (acorrales@bcrp.gob.pe). A subscription can be requested to telephone (51-1) 4266250 ext. 3817 or email. The monthly fee for the facsimile is S/. 12 (Peru only) and US\$ 49 (overseas).

Indicadores Económicos / Economic Indicators		2000												
		DIC.	MAR.	ABR.	MAY	28 Jun	JUN	11 Jul	12 Jul	13 Jul	16 Jul	17 Jul	JUL.	
RESERVAS INTERNACIONALES (Mills. US\$) / INTERNATIONAL RESERVES							Var.							Var.
Posición de cambio / Net international position		2 624	2 632	2 597	2 577	2 589	13	2 592	2 592	2 591	2 590	2 592	3	
Reservas internacionales netas / Net international reserves		8 180	8 111	8 127	8 226	8 342	116	8 602	8 630	8 631	8 612	8 630	288	
Depósitos del sistema financiero en el BCRP / Financial system deposits at BCRP		2 952	2 895	2 935	2 958	3 026	68	3 237	3 266	3 266	3 246	3 257	230	
Empresas bancarias / Banks		2 762	2 778	2 784	2 833	2 874	41	3 083	3 110	3 123	3 101	3 115	241	
Banco de la Nación / Banco de la Nación		168	93	123	97	124	27	125	126	114	116	115	-9	
Sector privado / Private sector		22	24	28	28	28	0	29	29	29	29	28	-1	
Depósitos del sector público en el BCRP / Public sector deposits at BCRP		2 694	2 650	2 648	2 758	2 768	10	2 809	2 805	2 806	2 807	2 811	43	
Depósitos de privatización		159	180	185	188	195	7	205	208	208	208	212	17	
Otros depósitos / Other *		2 535	2 469	2 463	2 570	2 574	4	2 604	2 597	2 598	2 599	2 600	26	
OPERACIONES CAMBIARIAS BCRP (Mills. US\$) / BCRP FOREIGN OPERATIONS		Acum.	Acum.	Acum.	Acum.		Acum.						Acum.	
Origen externo de la emisión primaria / External origin of the monetary base		21	0	-57	-29	1	-1	0	0	0	0	0	-1	
Compras netas en Mesa de Negociación / Net purchases of foreign currency		0	0	-27	-32	0	0	0	0	0	0	0	0	
Operaciones swaps netas / Net swap operations		1	0	0	3	1	-2	0	0	0	0	0	-1	
Operaciones con el Sector Público / Public sector		20	0	-30	0	0	0	0	0	0	0	0	0	
TIPO DE CAMBIO (\$/ por US\$) / EXCHANGE RATE		Prom.	Prom.	Prom.	Prom.		Prom.						Prom.	
Compra interbancario/Interbank		Promedio / Average	3,519	3,520	3,560	3,601	3,509	3,529	3,511	3,514	3,506	3,507	3,500	3,511
Apertura / Opening		3,520	3,521	3,560	3,603	3,516	3,534	3,511	3,517	3,511	3,506	3,506	3,514	
Mediodía / Midday		3,521	3,521	3,562	3,603	3,511	3,531	3,514	3,517	3,508	3,509	3,503	3,513	
Cierre / Close		3,520	3,520	3,561	3,602	3,508	3,529	3,514	3,513	3,506	3,509	3,500	3,512	
Promedio / Average		3,520	3,521	3,561	3,602	3,511	3,531	3,513	3,516	3,508	3,508	3,503	3,513	
Sistema bancario		Compra / Bid	3,518	3,519	3,557	3,598	3,511	3,529	3,510	3,513	3,506	3,505	3,503	
Banking System		Venta / Ask	3,521	3,521	3,560	3,602	3,514	3,533	3,512	3,516	3,510	3,509	3,514	
Índice de tipo de cambio real (1994 = 100) / Real exchange rate Index (1994 = 100)		105,2	103,5	104,4	105,4		102,7							
INDICADORES MONETARIOS / MONETARY INDICATORS														
Moneda nacional / Domestic currency														
Emisión Primaria		(Var. % mensual) / (% monthly change)	14,6	0,1	4,4	-4,1	1,1	1,1						
Monetary base		(Var. % últimos 12 meses) / (% 12-month change)	-4,0	1,6	6,7	-0,1	1,6	1,6						
Oferta monetaria		(Var. % mensual) / (% monthly change)	6,3	1,5	1,6	-1,0								
Money Supply		(Var. % últimos 12 meses) / (% 12-month change)	3,5	4,6	8,2	8,0								
Crédito sector privado		(Var. % mensual) / (% monthly change)	1,0	0,8	0,6	-0,9								
Credit to the private sector		(Var. % últimos 12 meses) / (% 12-month change)	2,3	2,2	4,2	4,2								
TOSE: saldo promedio (Var. % mensual) / TOSE average balance (% monthly change)		1,3	1,6	-0,7	0,8	-0,4	-0,4	2,2	2,7	1,1	1,7			
Superávit de encaje promedio (% respecto al TOSE)/Average reserve surplus (% of TOSE)		1,3	0,4	0,6	0,5	0,5	0,5	1,1	1,1	0,9	0,9			
Cuenta corriente de los bancos (saldo mill. S.)/banks' current account (balance)		120	131	123	122	46	130	277	176	94	130	251		
Créditos por regulación monetaria (millones de S.) / Rediscounts (Millions of S.)		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.)		319	475	773	589	530	530	220	351	405	364	248		
Certificados de Depósitos BCRP (saldo Mill.S.) / CDBCRP balance (Millions of S.)		1 360	2 055	1 745	1 665	1 740	1 740	1 830	1 830	1 830	1 640	1 585		
Operaciones de reporte (saldo Mill. S.)/repos (Balance millions of S.)		0	30	395	0	30	30	0	45	157	30	0		
TAMN / Average		26,5	24,9	25,4	25,8	26,6	26,1	26,9	26,6	26,7	26,8	26,7	26,7	
Interbancaria / Interbank		11,4	10,3	12,5	12,7	11,7	16,0	8,6	9,5	9,3	8,7	8,3	9,7	
Preferencial para descuento 90 días / Prime rate		18,2	18,6	17,9	19,1	16,9	18,6	19,5	18,0	18,9	17,5	19,0	18,6	
Operaciones de reporte con CDBCRP / CDBCRP repos		s.m.	10,4	12,2	12,9	13,4	13,4	s.m.	9,8	8,3	8,7	s.m.		
Créditos por regulación monetaria / Rediscounts		s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.		
Del saldo de CDBCRP / CDBCRP balance		13,5	12,6	12,6	12,7	12,5	12,5	12,2	12,2	12,2	12,2	12,1		
Moneda extranjera / foreign currency														
Crédito sector privado		(Var. % mensual) / (% monthly change)	1,2	0,8	0,6	0,4								
Credit to the private sector		(Var. % últimos 12 meses) / (% 12-month change)	-2,3	0,2	-0,2	0,7								
TOSE: saldo promedio (Var. % mensual) / TOSE average balance (% monthly change)		1,9	0,7	1,3	-0,6	0,3	0,3	0,4	0,4	0,9	1,0			
Superávit de encaje promedio (% respecto al TOSE)/Average reserve surplus (% of TOSE)		0,2	0,1	0,1	0,1	0,1	0,1	2,6	2,7	2,8	2,0			
Créditos por regulación monetaria (millones de US dólares) / Rediscounts		0	0	0	0	0	0	0	0	0	0	0		
TAMEX / Average		12,6	12,9	12,5	12,3	12,2	12,2	12,4	12,4	12,4	12,4	12,4	12,4	
Interbancaria / Interbank		8,4	8,6	6,8	5,9	4,7	5,0	4,2	4,1	4,2	4,2	4,5	4,2	
Preferencial para descuento 90 días / Prime rate		10,7	11,7	11,5	11,0	11,2	11,1	10,2	11,2	11,2	11,0	10,7	10,8	
Créditos por regulación monetaria / Rediscounts		s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.	s.m.		
INDICADORES BURSÁTILES / STOCKMARKET INDICES		Acum.	Acum.	Acum.	Acum.		Acum.						Acum.	
Índice General Bursátil (Var. %) / General Index (% change)		0,7	-1,5	-5,9	9,6	0,4	2,7	-0,3	0,0	0,1	-0,5	0,6	-1,9	
Índice Selectivo Bursátil (Var. %) / Blue Chip Index (% change)		-0,6	-2,3	-3,8	8,8	0,4	1,2	0,1	-0,6	-0,2	-0,6	0,5	-3,3	
Monto negociado en acciones (Mill. S.) - Prom. diario		8,7	20,5	5,6	7,8	10,1	11,1	11,4	115,4	11,3	3,4	78,5	31,4	
INFLACIÓN (%) / INFLATION (%)														
Inflación mensual / Monthly		0,15	0,51	-0,42	0,02		-0,06							
Inflación últimos 12 meses / % 12 months change		3,73	3,58	2,62	2,63		2,51							
GOBIERNO CENTRAL (Mill. S.) / CENTRAL GOVERNMENT (Mills. Of S.)														
Resultado primario / Primary balance		-662	195	91	68									
Ingresos corrientes / Current revenue		2 302	2 225	2 637	2 234									
Gastos no financieros / Non-financial expenditure		2 999	2 060	2 564	2 319									
COMERCIO EXTERIOR (Mills. US\$) / FOREIGN TRADE (Mills. Of US\$)														
Balanza Comercial / Trade balance		23	-54	-36	-54									
Exportaciones / Exports		627	543	541	587									
Importaciones / Imports		604	597	577	641									
PRODUCTO BRUTO INTERNO (Índice 1994=100) / GROSS DOMESTIC PRODUCT														
Variar. %, respecto al mismo mes del año anterior / Annual rate of growth		-3,5	-3,1	-0,3	-0,4									
COTIZACIONES INTERNACIONALES / INTERNATIONAL QUOTATIONS		Prom.	Prom.	Prom.	Prom.		Prom.						Prom.	
LIBOR a tres meses (%) / LIBOR 3-month (%)		6,5	5,0	4,6	4,1	3,8	3,8	3,8	3,8	3,8	3,8	3,8	3,8	
Dow Jones (Var. %) / (% change)		3,6	-6,0	8,7	1,7	1,3	-3,2	0,6	2,3	0,6	-0,6	1,3	1,0	
Rendimiento de los U.S. Treasuries (30 años) / U.S. Treasuries yield (30 years)		5,5	5,3	5,7	5,8	5,6	5,7	5,7	5,7	5,6	5,6	5,6	5,7	
Stripped spread del EMBI- PERU (bás) / EMBI - PERU stripped spread (basis points)		711	630	775	756	625	655	636	668	656	647	647	632	