

# CENTRAL RESERVE BANK OF PERU

## WEEKLY REPORT

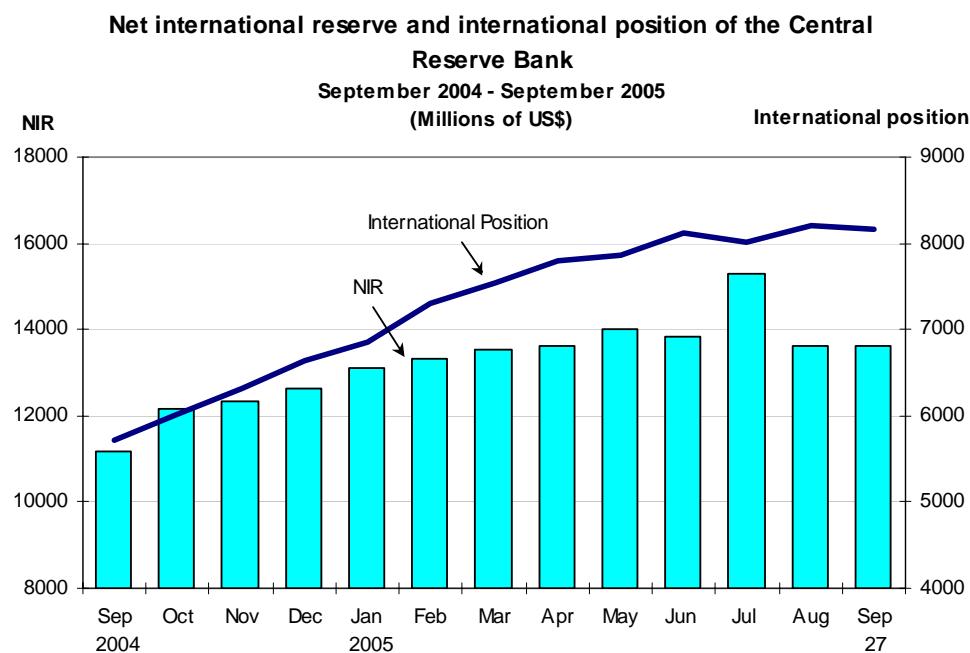
Nº 39 – September 30, 2005

### Net international reserves at US\$ 13 623 million

As of **September 27**, net international reserves (NIR) amounted to US\$ 13 623 million, down US\$ 3 million from end-August. This decrease was due to lower public sector deposits in US\$ 137 million, sales of foreign currency to the public sector by US\$ 58 million and changes in the value of currencies and gold in US\$ 30 million. This evolution was

partially offset by higher financial system deposits in US\$ 155 million, net purchases over-the-counter mechanism by US\$ 33 million and net interests by US\$ 33 million.

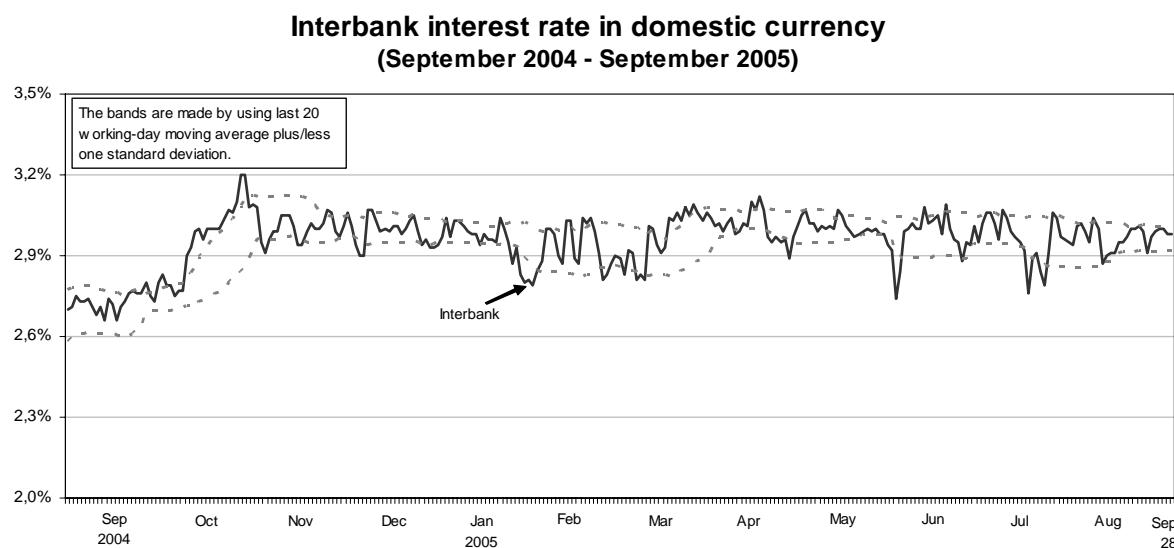
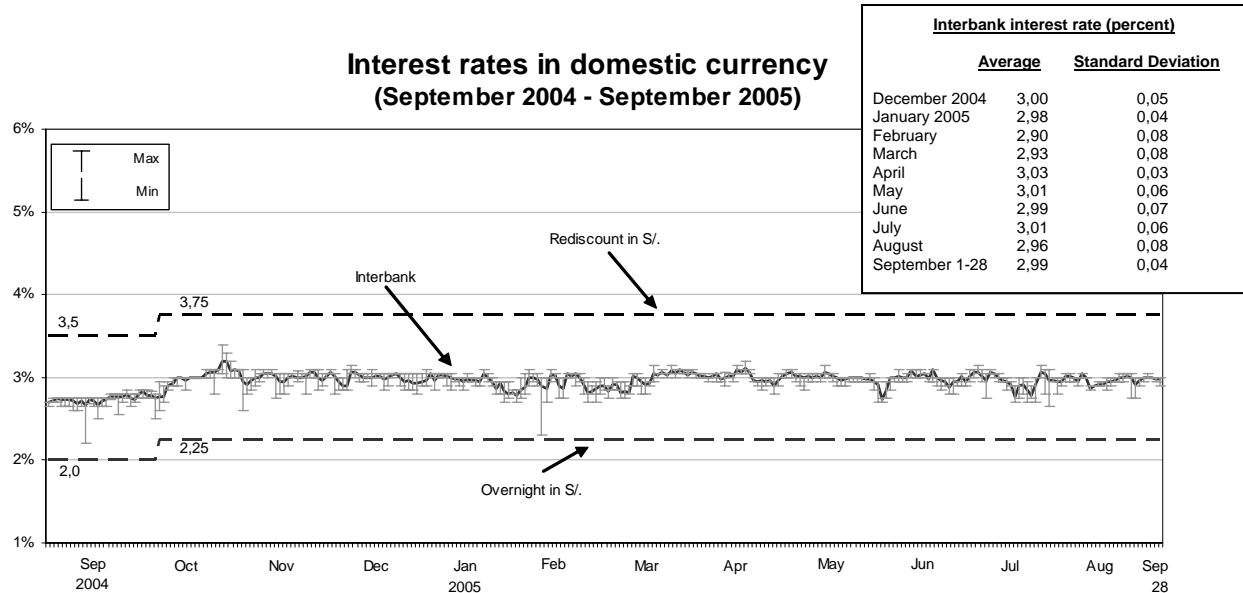
Year-to-date, NIRs have increased US\$ 992 million, whereas the **Central Bank's international position** (US\$ 8 167 million), grew by US\$ 1 528 million.



### Interbank interest rate at 2,99 percent

Between **September 1 and 28**, the average interest rate in domestic currency

was 2,99 percent.



## Monetary operations

Between **September 22 and 28**, the Central Bank made the following operations:

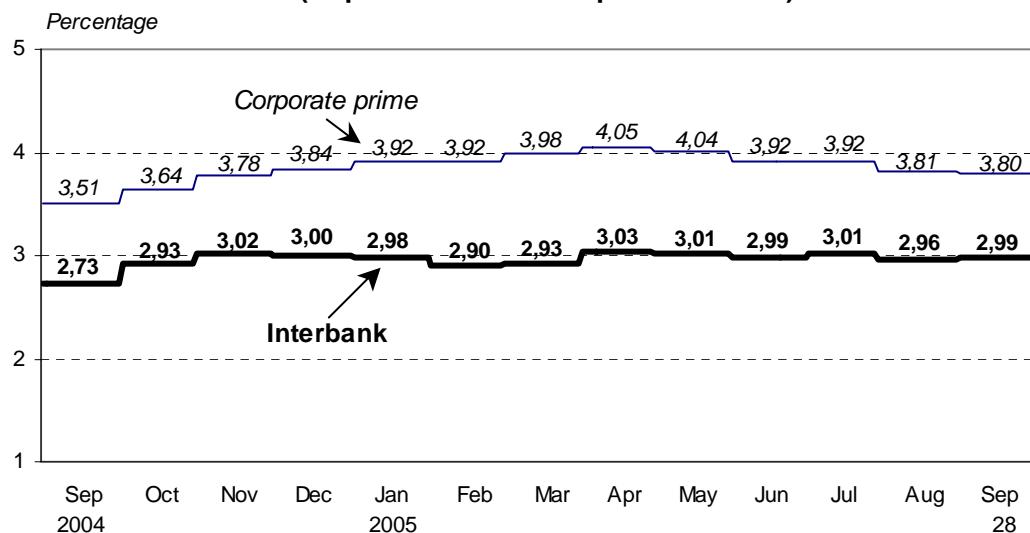
- Auctions of CDBCRP with a: i) 1-week maturity by S/. 48 and S/. 67 million at 3,08 percent and ii) 1-year by S/. 20 million at an average interest rate of 4,17 percent.
- Auctions of temporary purchase of CDBCRP and BTP with a: i) 1-day maturity by S/. 90 million at 2,98 percent and ii) 3-day by S/. 140 million at 3,0 percent.
- Overnight deposits on September 22, 26, 27 and 28 by S/. 9,9; S/. 4,5; S/. 59,3 and S/. 31 million, respectively.

## Corporate prime interest rate at 3,80 percent

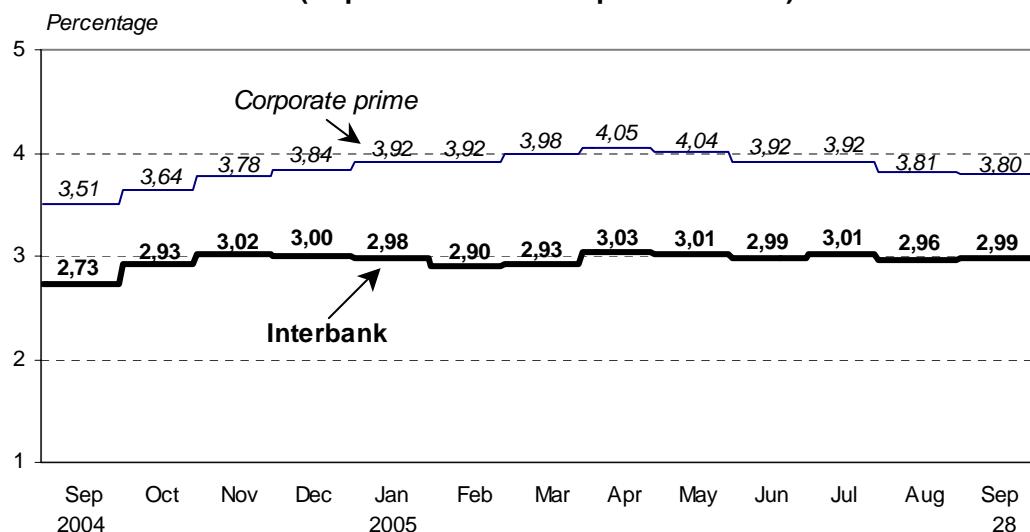
As of **September 28**, the 90-day average corporate prime interest rate in domestic currency decreased from 3,81 in August to 3,80 percent meanwhile the rate in dollars

increased from 4,31 to 4,39 percent, influenced by the rise of the federal funds interest rate to 3,75 percent.

**Monthly average interest rate in domestic currency  
(September 2004 - September 2005)**



**Monthly average interest rate in domestic currency  
(September 2004 - September 2005)**



## Exchange rate: S/. 3,333

Between **September 21 and 28**, the asked banking system exchange rate increased from S/. 3,305 to S/. 3,333 due to a higher demand of dollars from commercial banks and some institutional investors. Up to

September 27, the bank's balance of net forward sales diminished in US\$ 60 million and the bank's exchange position in US\$ 14 million, from end-August.

**BANKS' EXCHANGE POSITION**  
(Millions of US\$)

	December 2003	December 2004	August 2005	September 27
<b>a. Net sales to the public (i-ii)</b>	<b>607</b>	<b>699</b>	<b>352</b>	<b>292</b>
i. Forward sales to the public	834	1 163	1 256	1 425
ii. Forward purchases to the public	227	464	904	1 132
<b>b. Banks' exchange position</b>	<b>536</b>	<b>340</b>	<b>358</b>	<b>343</b>

## Monetary base as of September 22, 2005

The **monetary base** balance as of September 22 was S/. 10 039 million down 1,4 percent (S/. 145 million) from end-August. In average terms, the year on year rate of growth of the monetary base in this period was 31,5 percent (32,4 percent in August).

The main explanations for this result were higher public sector deposits (S/. 708

million). These operations were partially offset by lower financial system overnight deposits (S/. 182 million), CDBCRP's net redemptions (S/. 137 million), purchases of foreign currency over-the-counter mechanism (US\$ 33 million or S/. 108 million) and temporary purchases of securities (S/. 90 million).

## Banking system monetary accounts as of September 7, 2005

Through last 4 weeks, liquidity in **domestic currency** decreased 2,5 percent (S/. 733 million) to a balance of S/. 28 330 million. Credit to the private sector in the same currency augmented 2,9 percent (S/. 359 million), to S/. 12 926 million. However, in annual terms this aggregates grew by 29,5 and 20,8 percent, respectively.

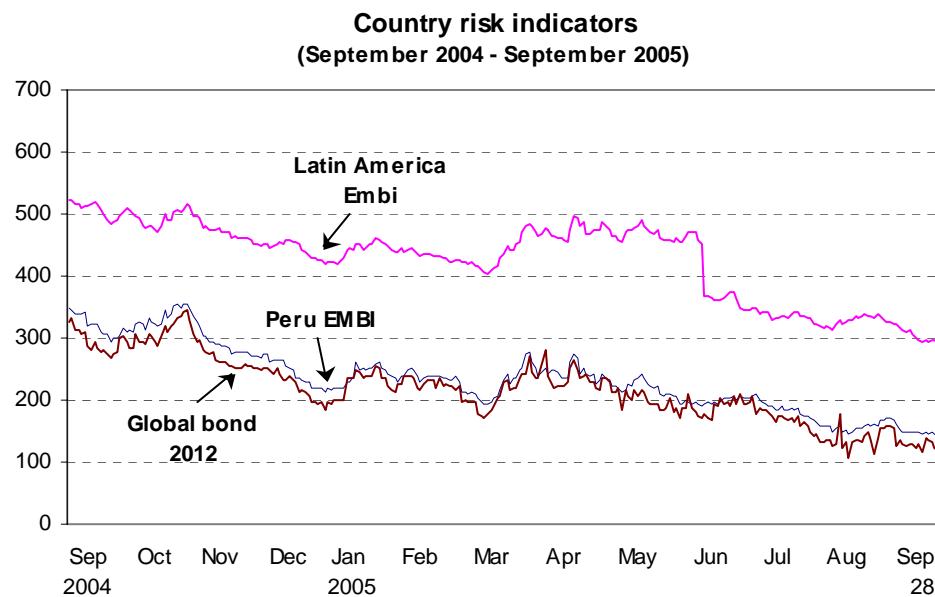
Liquidity in **foreign currency** increased 1,6 percent (US\$ 162 million) to a balance of US\$ 10 173 million (an annual growth rate of 6,7 percent). Credit to the private sector in the same currency diminished 1,7 percent (US\$ 173 million) to US\$ 10 238 million (an annual growth rate of 4,4 percent).

END OF PERIOD MONETARY AGGREGATES OF THE BANKING SYSTEM													
	BASE MONETARY		LIQUIDITY IN D/C		CREDIT IN D/C		LIQUIDITY IN F/C		LIABILITIES I/		CREDIT IN F/C		
	VAR.(%) MONTH	VAR.(%) YEAR											
<b>2003</b>													
Dec.	11,5%	10,1%	3,6%	10,5%	-1,2%	5,1%	0,5%	-2,6%	-0,1%	-8,0%	-0,6%	-5,8%	
<b>2004</b>													
Jan.	-6,4%	13,4%	2,6%	17,0%	-0,2%	8,8%	-0,2%	-2,7%	1,4%	4,8%	-1,0%	-4,0%	
Feb.	0,7%	14,5%	-0,6%	13,3%	-0,5%	4,2%	-2,7%	-5,3%	1,9%	-3,3%	-0,9%	-4,6%	
Mar.	0,7%	16,6%	1,5%	12,9%	3,6%	6,3%	0,0%	-5,2%	-4,7%	8,8%	0,5%	-3,7%	
Apr.	4,4%	18,2%	-0,6%	12,6%	0,0%	2,6%	0,9%	-3,8%	7,4%	4,0%	1,2%	-3,5%	
May.	0,7%	20,3%	0,5%	12,3%	-0,2%	1,9%	-0,4%	-3,3%	13,6%	20,7%	1,5%	-1,2%	
Jun.	0,7%	19,2%	-0,1%	14,1%	0,8%	3,9%	3,0%	-1,5%	3,4%	28,4%	0,7%	-0,3%	
Jul.	9,9%	21,0%	2,6%	10,7%	1,2%	5,1%	2,4%	2,2%	-5,1%	17,6%	0,5%	0,8%	
Aug.	-5,2%	18,6%	1,3%	14,0%	0,4%	6,2%	-1,8%	0,6%	-5,2%	20,8%	-1,2%	-0,5%	
Sep.	-1,0%	20,5%	2,8%	17,0%	1,6%	8,0%	-0,1%	1,3%	6,5%	30,6%	-1,2%	-0,6%	
Oct.	4,5%	24,3%	6,7%	24,1%	3,5%	12,3%	-0,9%	-0,1%	-17,1%	2,8%	-0,7%	-1,1%	
Nov.	0,6%	21,7%	2,9%	25,6%	0,4%	9,4%	0,4%	1,1%	4,2%	2,7%	1,0%	-0,4%	
Dec.	14,9%	25,3%	5,7%	28,1%	1,0%	11,9%	0,8%	1,4%	1,6%	4,5%	1,1%	1,3%	
<b>2005</b>													
Jan.	-6,7%	25,0%	0,3%	25,3%	-0,2%	11,9%	0,5%	2,1%	24,7%	28,4%	0,3%	2,7%	
Feb.	2,0%	26,7%	3,8%	30,8%	0,4%	12,9%	-0,5%	4,3%	-9,4%	14,1%	-0,1%	3,5%	
Mar.	-0,2%	25,7%	3,7%	33,6%	2,8%	12,1%	-2,0%	2,2%	6,0%	27,0%	0,4%	3,4%	
Abr.	5,2%	26,6%	-1,2%	32,9%	1,7%	14,0%	4,0%	5,4%	11,1%	31,3%	2,2%	4,4%	
May.	0,8%	26,7%	0,1%	32,2%	1,7%	16,2%	2,8%	8,8%	-2,1%	13,2%	1,9%	4,9%	
Jun.	1,9%	28,1%	2,2%	35,4%	0,8%	16,2%	-0,7%	4,9%	-8,2%	0,5%	1,6%	5,7%	
Jul.	12,1%	30,6%	3,4%	36,4%	2,0%	17,1%	-0,6%	1,8%	2,7%	10,1%	0,6%	5,8%	
Ago.	-5,1%	30,7%	-1,8%	32,3%	3,9%	21,2%	1,7%	5,4%	-7,7%	7,3%	-2,2%	4,8%	
Sep. 7	-4,4%	31,4%	-2,5%	29,5%	2,9%	20,8%	1,6%	6,7%	-9,7%	4,5%	-1,7%	4,4%	
Memo:													
Balance as of Ago. 7 (Mill.S. or Mill.US\$)	10 898		29 063		12 567		10 011		936		10 412		
Balance as of Sep. 7 (Mill.S. or Mill.US\$)	10 421		28 330		12 926		10 173		845		10 238		
1/ Short term external liabilities of banking enterprises.													

## EMBI+ Peru bond's spread at 1,40 percent

Between **September 21** and **28**, the EMBI+ Peru's spread decreased from 1,46 to 1,40 percent, achieving a new historic minimum. The Peruvian papers follow the

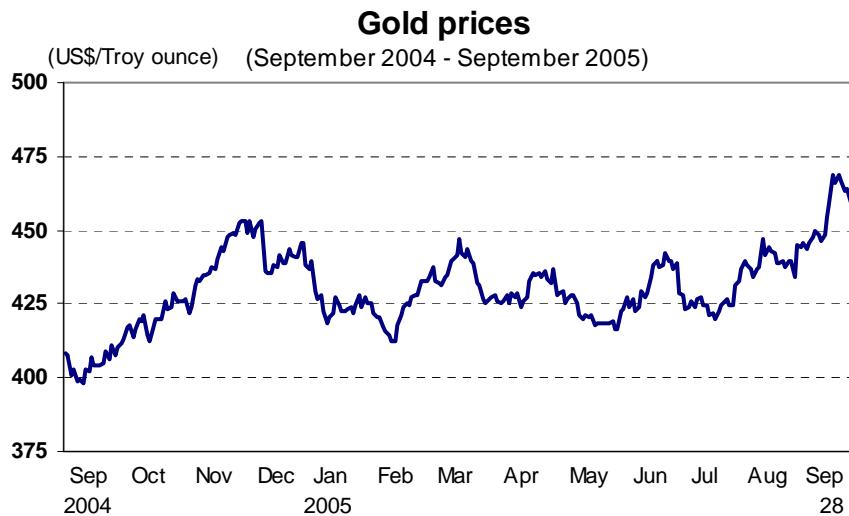
trend registered by the emerging markets whose demand increased once it was known the lower than expected damage caused by hurricane Rita.



## International markets

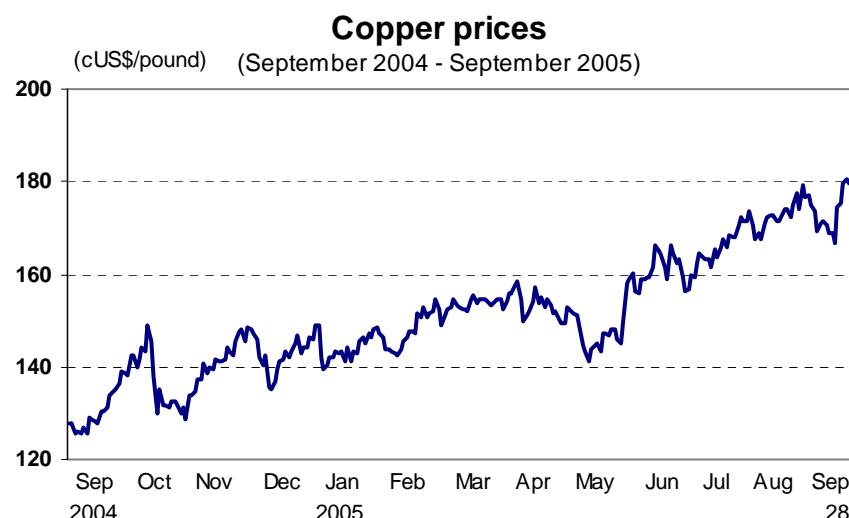
Between **September 21 and 28**, the gold's price dropped 0,8 percent to US\$ 465 per Troy ounce, reflecting

greater supply, the step back in oil prices and the strengthening of the US dollar.



The **copper's** price soared 2,9 percent to US\$ 1,80 per pound, picking a new maximum on September 23, due to the higher demand of China (in August Chinese imports grew by 19 percent

against July and 64 percent against August 2004). Besides, Shanghai Metal Exchange inventories reached a last-3-week minimum (33 thousand MT).



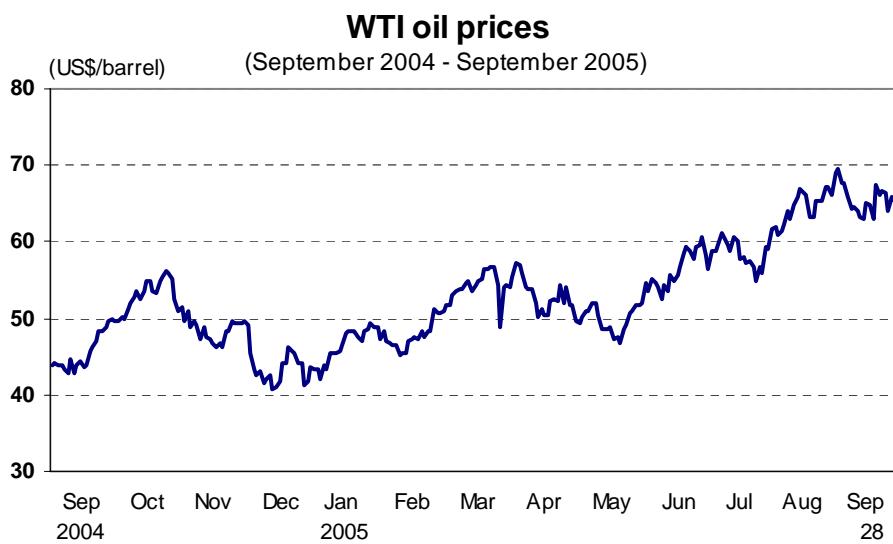
The **zinc's** price remained at US\$ 0,65 per pound, despite the drop in LME

inventories, from 548 to 537 thousand MT.



The **WTI oil** price fell 0,4 percent to US\$ 66,4 per barrel due to low damages caused by Rita. On the other hand, US

gasoline inventories increased from 4,4 to 199,8 million of barrels.

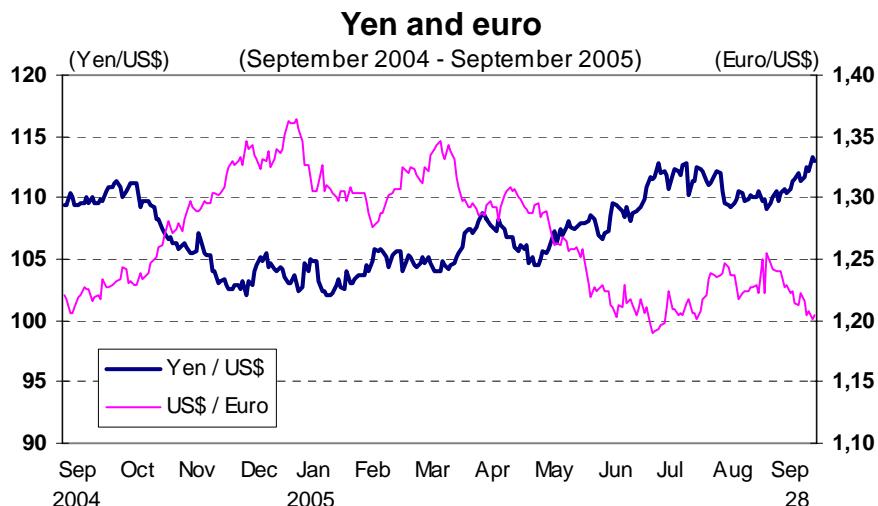


# resumen informativo

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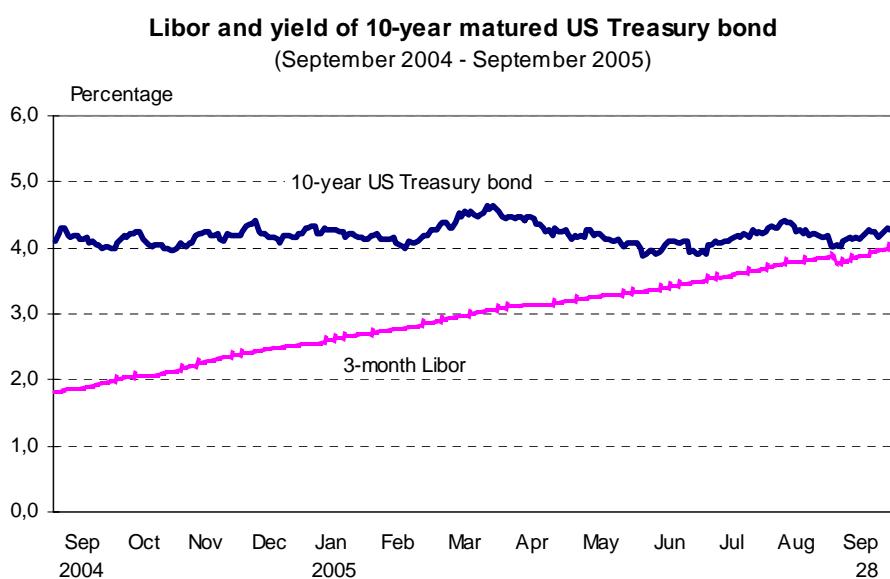
The **US dollar** appreciated 1,4 percent against the **euro** and 1,6 percent against the **yen** reflecting the higher spread between US interest rates after the FED's

raise (to 3,75 percent). On the other hand, Japanese trade deficit grew for a fifth month in a row, reflecting dearer oil prices.



Between **September 21 and 28**, the **3-month Libor** increased from 3,96 to 4,02 percent, whereas the **yield of the**

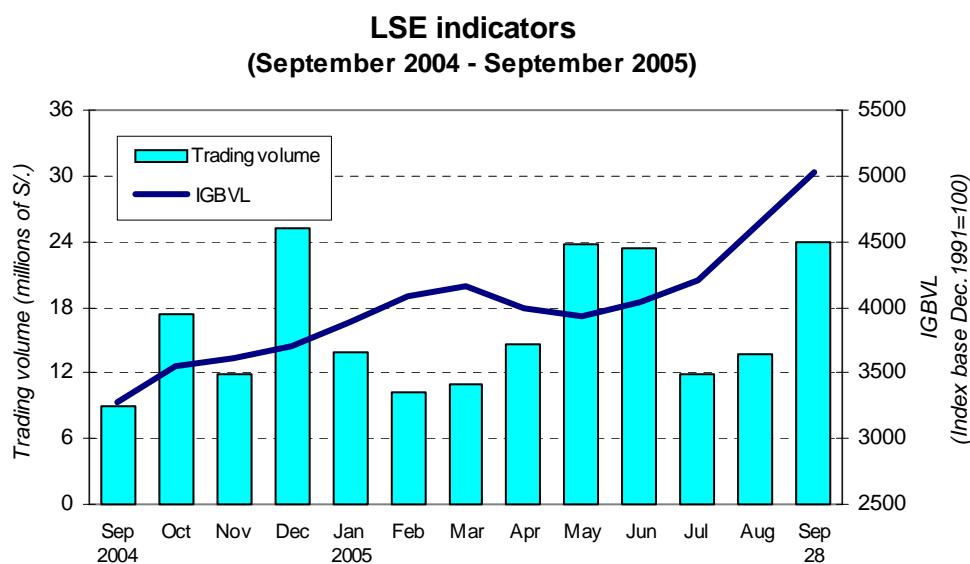
**10-year-matured US Treasury** passed from 4,17 to 4,46 percent anticipating new FED's interest rates raises.



## Lima Stock Exchange

As of **September 28**, the **General** and **Blue Chip** indices of the Lima Stock Exchange increased 9,1 and 8,2 percent, both reaching record levels (over 5 000 points in the case of the General Index) and due to

the good performance of textile, mining and industrial enterprises. In the year, these indices have increased 35,6 and 28,4 percent, respectively.



### Indicadores Económicos / Economic Indicators

	2003	2004	2005														
	DIC.	DIC.	MAR.	ABR.	MAY.	JUN.	JUL.	31 Ago.	AGO.	21 Set.	22 Set.	23 Set.	26 Set.	27 Set.	28 Set.	SET.	
<b>RESERVAS INTERNACIONALES (Mils. US\$) / INTERNATIONAL RESERVES</b>																	
Posición de cambio / Net international position	4 583	6 639	7 545	7 807	7 858	8 127	8 014	8 216	202	8 276	8 255	8 212	8 222	8 167		-50	
Reservas internacionales netas / Net international reserves	10 194	12 631	13 555	13 629	14 016	13 818	15 283	13 625	-1 657	13 734	13 717	13 649	13 661	13 623		-3	
Depósitos del sistema financiero en el BCRP / Financial system deposits at BCRP	2 892	2 915	2 854	2 673	3 013	2 836	2 817	2 723	-94	2 942	2 956	2 921	2 903	2 878		155	
Empresas bancarias / Banks	2 687	2 811	2 748	2 575	2 902	2 684	2 688	2 649	-39	2 856	2 872	2 830	2 812	2 789		141	
Banco de la Nación / Banco de la Nación	154	45	46	39	50	96	69	19	-50	27	25	33	33	31		12	
Resto de instituciones financieras / Other financial institutions	52	58	60	59	61	56	60	55	-5	60	59	58	58	57		3	
Depósitos del sector público en el BCRP / Public sector deposits at BCRP *	2 761	3 120	3 199	3 195	3 207	2 913	4 513	2 753	-1 759	2 554	2 545	2 553	2 574	2 616		-137	
<b>OPERACIONES CAMBIARIAS BCR (MIL. US\$) / BCRP FOREIGN OPERATIONS</b>	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.		Acum.						Acum.	
Origen externo de la emisión primaria / External origin of the monetary base	175	306	260	254	151	265	-108	-47	112	0	0	-20	0	-38	0	-25	
Compras netas en Mesa de Negociación / Net purchases of foreign currency	176	345	360	353	251	365	765	3	213	0	0	0	0	0	0	33	
Operaciones swaps netas / Net swap operations	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Operaciones con el Sector Público / Public sector	0	-40	-100	-100	-100	-100	-875	-50	-100	0	0	-20	0	-38	0	-58	
<b>TIPO DE CAMBIO (S/. por US\$) / EXCHANGE RATE</b>	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.		Prom.						Prom.	
Compra interbancario/Interbank bid	Promedio / Average	3,471	3,276	3,258	3,257	3,254	3,252	3,252	3,284	3,256	3,304	3,318	3,317	3,317	3,320	3,332	3,302
Venta Interbancario	Apertura / Opening	3,472	3,283	3,260	3,259	3,255	3,253	3,253	3,287	3,256	3,303	3,315	3,322	3,319	3,320	3,325	3,304
Interbank Ask	Mediodía / Midday	3,471	3,281	3,260	3,259	3,255	3,254	3,255	3,286	3,257	3,305	3,319	3,317	3,322	3,323	3,338	3,305
Promedio / Average	3,471	3,282	3,260	3,258	3,255	3,253	3,253	3,281	3,257	3,311	3,320	3,319	3,323	3,324	3,348	3,305	
Sistema Bancario (SBS) / Banking System	Compra / Bid	3,471	3,280	3,258	3,257	3,254	3,252	3,251	3,283	3,255	3,303	3,320	3,319	3,320	3,321	3,331	3,303
Venta / Ask	3,472	3,282	3,260	3,259	3,256	3,253	3,253	3,286	3,257	3,305	3,320	3,319	3,321	3,322	3,333	3,305	
Indice de tipo de cambio real (1994 = 100) / Real exchange rate Index (1994 = 100)	106,6	105,0	104,8	104,5	104,3	103,0	102,9		104,6								
<b>INDICADORES MONETARIOS / MONETARY INDICATORS</b>																	
<b>Moneda nacional / Domestic currency</b>																	
Emisión Primaria	(Var. % mensual) / (% monthly change)	11,5	14,9	-0,2	5,2	0,8	1,9	12,1	-5,1	-5,1							
<i>Monetary base</i>	(Var. % últimos 12 meses) / (% 12-month change)	10,1	25,3	25,7	26,6	26,7	28,1	30,6	30,7	30,7							
Oferta monetaria	(Var. % mensual) / (% monthly change)	3,6	5,7	3,7	-1,2	0,1	2,2	3,4	-1,8	-1,8							
<i>Money Supply</i>	(Var. % últimos 12 meses) / (% 12-month change)	10,5	28,1	33,6	32,9	32,2	35,4	36,4	32,3	32,3							
Crédito sector privado	(Var. % mensual) / (% monthly change)	-1,2	1,0	2,8	1,7	1,7	0,8	2,0	3,9	3,9							
<i>Crédito al sector privado</i>	(Var. % últimos 12 meses) / (% 12-month change)	5,1	11,9	12,1	14,0	16,2	16,2	17,1	21,2	21,2							
TOSE saldo fin de período (Var.% acum. en el mes) / TOSE balance (% change)	-0,8	-0,4	8,7	-4,6	2,0	3,2	0,2	1,6	1,6	-1,5	-1,1	-1,2	-1,3				
Supervelat de encajos promedio (% respecto al TOSE) / Average reserve surplus (% of TOSE)	0,2	0,4	0,5	0,6	0,6	0,6	0,9	0,9	1,4	1,3	1,2	1,1					
Cuenta corriente de los bancos (saldo mill. S/. ) / Banks' current account (balance)	192	267	271	275	276	278	315	101	288	124	83	131	93	128	133		
Créditos por regulación monetaria (millones de S/. ) / Rediscounts (Millions of S/. )	0	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./.)	1 196	1 918	2 619	4 665	5 091	4 985	4 680	4 975	5 541	5 683	5 571	5 606	5 592	n.d.			
Certificados de Depósitos BCRP (saldo Mill.S./.) / CDBCRRP balance (Millions of S/. )	4 097	8 255	11 261	9 960	9 573	10 465	9 538	9 883	9 745	9 745	9 645	9 653	9 720				
Operaciones de reporte (saldo Mill. S./.) / repos (Balance millions of S/. )	0	0	0	385	0	0	317	0	40	90	140	0	0	0	0		
Préstamos y descuentos hasta 360 días / Loans & discount	13,97	14,68	15,54	14,92	15,13	15,51	15,64	14,74	15,12	14,57	14,61	14,61	14,60	14,68			
Interbancaria / Interbank	2,51	3,00	2,93	3,03	3,01	2,99	3,01	2,95	2,96	2,97	2,99	3,00	2,98	2,98	2,99		
Tasa de interés (%) / Interest rates (%)	3,32	3,84	3,98	4,05	4,04	3,92	3,92	3,77	3,81	3,79	3,86	3,86	3,86	3,86	3,80		
Operaciones de reporte con CDBCRRP / CDBCRRP repos	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.	s.m.			
Créditos por regulación monetaria / Rediscounts **	3,25	3,75	3,75	3,75	3,75	3,75	3,75	3,75	3,75	3,75	3,75	3,75	3,75	3,75	3,75		
Del saldo de CDBCRRP / CDBCRRP balance	3,91	4,46	4,48	4,59	4,61	4,59	4,66	4,65	4,65	4,64	4,64	4,64	4,66	4,66	4,65		
<b>Moneda extranjera / foreign currency</b>																	
Crédito sector privado	(Var. % mensual) / (% monthly change)	-0,6	1,1	0,4	2,2	1,9	1,5	0,6	-2,2	-2,2							
<i>Crédito al sector privado</i>	(Var. % últimos 12 meses) / (% 12-month change)	-5,8	1,3	3,4	4,4	4,9	5,7	5,8	4,8	4,8							
TOSE saldo fin de período (Var.% acum. en el mes) / TOSE balance (% change)	0,2	1,2	1,1	4,1	1,3	-0,5	-2,2	0,3	0,3	1,7	2,2	2,2	1,0				
Supervelat de encajos promedio (% respecto al TOSE) / Average reserve surplus (% of TOSE)	0,1	0,6	0,1	0,2	0,1	0,3	0,7	0,3	0,3	1,9	1,8	1,4	1,3				
Créditos por regulación monetaria (millones de US dólares) / Rediscounts	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Préstamos y descuentos hasta 360 días / Loans & discount	7,24	7,66	8,26	8,19	8,25	8,31	8,59	8,81	8,74	8,92	8,91	8,92	8,95	8,90			
Interbancaria / Interbank	1,09	2,19	2,60	2,80	3,04	2,87	3,11	3,34	3,29	3,45	3,48	3,45	3,46	3,52	3,51		
Preferencial corporativa a 90 días / Corporate Prime	1,72	2,60	3,30	3,47	3,64	3,94	4,17	4,35	4,31	4,40	4,60	4,60	4,60	4,60	4,39		
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.	s.m.	s.m.	s.m.			
Indice General Bursátil (Var. %) / General Index (% change)	13,4	2,6	2,0	-4,2	-1,4	2,9	4,3	0,5	9,5	0,7	-0,1	0,8	0,4	0,2	0,4	9,1	
Indice Selectivo Bursátil (Var. %) / Blue Chip Index (% change)	16,2	3,1	1,9	-4,4	-0,7	1,6	3,9	0,6	6,4	0,5	-0,3	1,0	0,4	0,0	0,7	8,2	
Monto negociado en acciones (Mill. S./.) - Prom. diario	15,7	25,3	10,9	14,7	23,7	23,4	11,9	42,7	13,7	22,6	73,0	11,6	50,3	18,3	52,9	23,9	
<b>INFLACIÓN (%) / INFLATION (%)</b>																	
Inflación mensual / Monthly	0,56	-0,01	0,65	0,12	0,13	0,26	0,10										
Inflación últimos 12 meses / % 12 months change	2,48	3,48	1,88	2,02	1,79	1,48	1,40										
<b>GOBIERNO CENTRAL (MIL. S./.) / CENTRAL GOVERNMENT (Mills. of S./.)</b>																	
Resultado primario / Primary balance	-740	-1 165	828	1 961	427	496	-388										
Ingresos corrientes / Current revenue	2 963	3 322	3 502	4 768	3 290	3 219	2 993										
Gastos no financieros / Non-financial expenditure	3 827	4 489	2 681	2 831	2 870	2 733	3 503										
<b>COMERCIO EXTERIOR (Mils. US\$) / FOREIGN TRADE (Mills. of US\$)</b>																	
Balanza Comercial / Trade balance	184	410	408	188	356	475	489										
Exportaciones / Exports	909	1 380	1 344	1 250	1 357	1 420	1 530										
Importaciones / Imports	726	970	936	1 063	1 001	945	1 040										
<b>PRODUCTO BRUTO INTERNO (Índice 1994=100) / GROSS DOMESTIC PRODUCT</b>																	
Variac. %, respecto al mismo mes del año anterior / Annual rate of growth	3,6	8,7	4,7	6,2	6,3	4,6	4,9										
<b>COTIZACIONES INTERNACIONALES / INTERNATIONAL QUOTATIONS</b>	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.		
LIBOR a tres meses (%) / LIBOR 3-month (%)	1,17	2,50	3,02	3,15	3,28	3,42	3,60	3,87	3,80	3,96	3,96	3,97	4,00	4,01	4,02	3,89	
Dow Jones (Var. %) / (% change)	6,53	3,40	-2,44	-2,96	2,70	-1,84	3,56	0,06	-2,09	-0,99	0,42	-0,02	0,23	0,12	0,16	0,52	
Rendimiento de los U.S. Treasuries (10 años) / U.S. Treasuries yield (10 years)	4,26	4,22	4,49	4,32	4,13	3,99	4,16	4,02	4,26	4,17	4,18	4,25	4,30	4,28	4,26	4,17	
Striped spread del EMBI+ PERÚ (pbs) / EMBI+ PERU striped spread (basis points)	318	236	226	244	222	198	193	169	157	146	150	146	141	142	140	152	
Bono Global 2012 - Perú (pbs) / Global Bond 2012 - Peru (basis points)	304	216	212	234	203	188	179	155	137	134	133	122	118	114	112	132	

\* Incluye depósitos de Provecipri, Fondo de Estabilización Fiscal (FEF), Cofide, fondos administrados por la ONP; y otros depósitos del MEF. El detalle se presenta en el cuadro No.22 de la Nota Semanal.

\*\* Corresponde a la mayor tasa entre 3,75% o la tasa interbancaria del día.