



Indicators

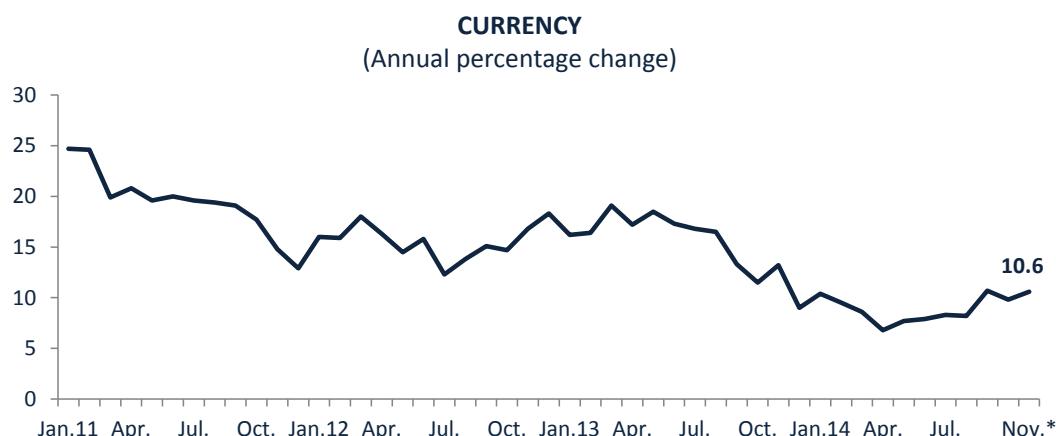
- ➡ Average corporate prime rate: 4.4 percent so far in November
- ➡ Net international reserves total US\$ 64.97 billion
- ➡ Country risk at 165 bps

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Currency

On November 11, 2014, **currency in circulation** –that is, banknotes and coins held by the public– showed a growth rate of 10.6 percent in the last 12 months.



* As of 11.

Corporate prime rate in soles at 4.4 percent

On November 11, the **corporate prime rate** –the interest rate charged by commercial banks to lower risk businesses– in soles recorded a daily average rate of 4.4 percent (a similar rate to the one observed in the previous month). In the same period, the corporate prime rate in dollars was 0.9 percent.

AVERAGE INTEREST RATES

DOMESTIC CURRENCY (%)

Interbank rate	
Jun.2014	4.0
Jul. 2014	3.8
Aug. 2014	3.8
Sep.2014	3.7
Oct.2014	3.5
Nov.2014*	3.6

90-days corporate prime rate	
Jun.2014	5.0
Jul. 2014	4.7
Aug. 2014	4.6
Sep.2014	4.5
Oct.2014	4.4
Nov.2014*	4.4

FOREIGN CURRENCY (%)

Interbank rate	
Jun.2014	0.1
Jul. 2014	0.1
Aug. 2014	0.1
Sep.2014	0.2
Oct.2014	0.3
Nov.2014*	0.2

90-days corporate prime rate	
Jun.2014	0.6
Jul. 2014	0.7
Aug. 2014	0.7
Sep.2014	0.8
Oct.2014	0.9
Nov.2014*	0.9

* As of 11.

Interest rate and monetary operations

On November 11, the interbank interest rate in soles showed a rate of 3.50 percent, a similar level to that of the Central Bank's benchmark interest rate.

The monetary operations carried out by the Central Bank at November 11 were aimed at injecting liquidity into the market in the short-term to meet financial entities' current account requirements. The Central Bank also continued with its regular placements of BCRP-CDs three times a week, placing CDs for a total of S/. 400 million with the purpose of contributing to increase liquidity in the secondary market of these instruments.

- **Repos:** At November 11, the BCRP has placed overnight repos for a daily average of S/. 3.10 billion. The balance of these operations at November 11 was S/. 3.16 billion, with an average interest rate of 3.61 percent.
- **FX Swaps:** No auctions of FX Swaps have been made this month. The balance of these operations at November 11 was S/. 4.29 billion, with an average interest rate of 4.13 percent.
- **BCRP-CDs:** 6-month BCRP-CDs for a total of S/. 200 million were placed at an average rate of 3.30 percent; 12-month BCRP-CDs for a total of S/. 100 million were placed at an average rate of 3.35 percent, and 18-month BCRP-CDs for a total of S/. 100 million were placed at an average rate of 3.36 percent.
- **Overnight deposits:** At November 11, overnight deposits show a daily average of S/. 482 billion. The balance of overnight deposits at this date was S/. 640 million.

In the period of November 1 to November 11, the Central Bank also made operations in the spot foreign exchange market to reduce volatility in the foreign exchange rate.

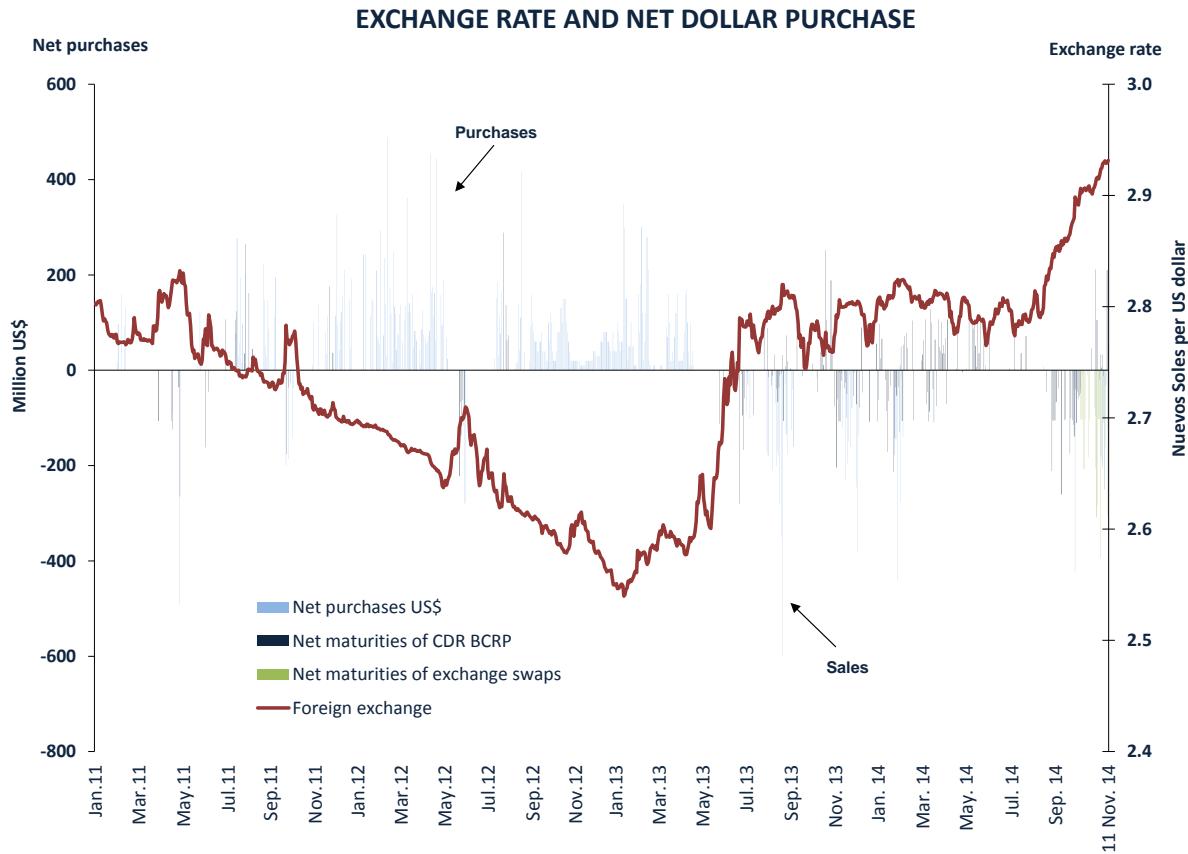
- **Interventions in the foreign exchange market:** the BCRP sold FC for a total of US\$ 930 million in the spot market at an average exchange rate of S/. 2.93 per US dollar.
- **FX Swaps:** the BCRP placed Sell-FX Swaps for a total of S/. 2.87 billion (US\$ 981 million). The balance of these instruments at November 11 was S/. 9.81 billion.
- **CDR BCRP:** the Central Bank placed CDR-BCRP for a total of US\$ 290 million (S/. 850 million) at an average interest rate of 0.06 percent. The balance of these operations at November 11 was US\$ 1.61 billion (S/. 4.71 billion).

MONETARY AND FOREIGN EXCHANGE OPERATIONS
(Million nuevos soles)

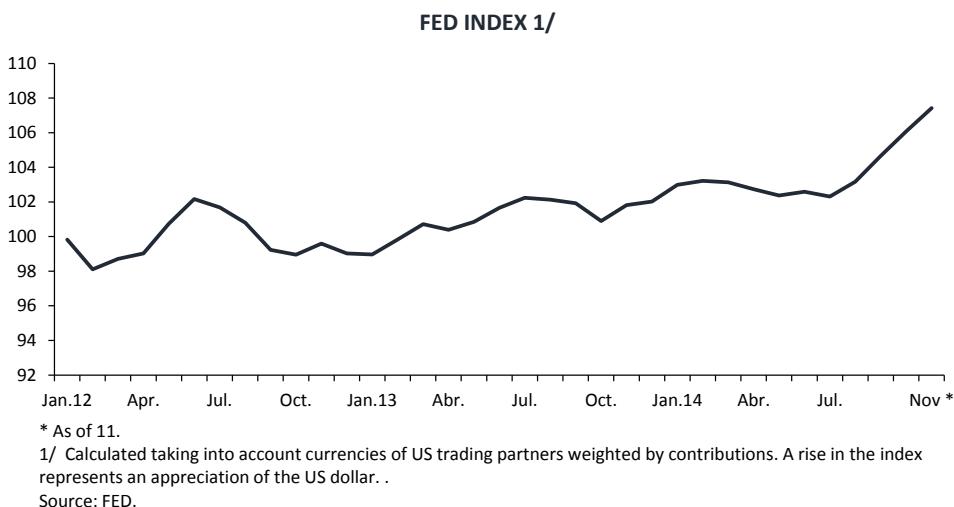
			Balance		Placements			Maturities	
			(Interest rate)		(Interest rate)				
			Nov 11	Overnight	2-month	6-month	12-month		
Monetary operations	Injection	Repos	3,165 (3.61%)	21,713 (3.68%)				19,513	
		<i>Fx-Swaps</i>	4,292 (4.13%)					100	
	Sterilization	CD BCRP	14,835 (3.67%)		200 (3.30%)	100 (3.35%)	100 (3.36%)	2,000	
		Overnight deposits	640 (2.30%)	3,376				4,016	
Foreign exchange operations		CDR BCRP	4,710 (0.10%)	850 (0.06%)				1,645	
		Exchange swaps	9,808 (0.05%)	2,873 (0.01%)					

Exchange rate and foreign exchange operations

On November 11, the average selling price of the dollar in the interbank market was S/. 2.932 per dollar, which represents a rise of 0.2 percent in the exchange rate in the past week.



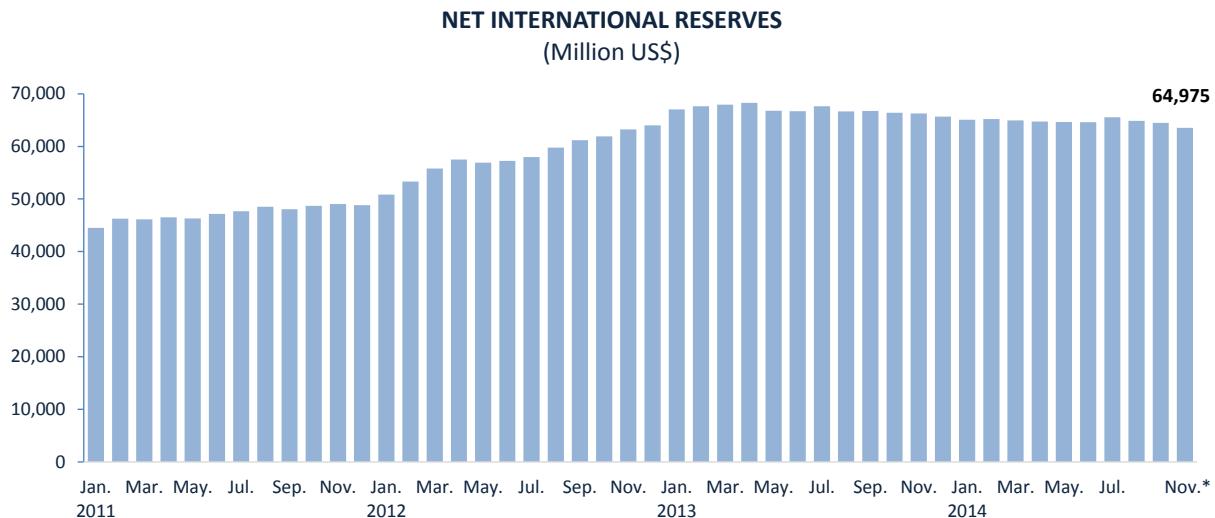
The dollar has been showing an appreciatory trend against most other currencies, as reflected in the evolution of the FED index since January 2013. This appreciation of the dollar is associated with expectations that the Federal Reserve (Fed) will start normalizing its interest rates after it decided to end its quantitative easing program in October.



Over the past week (at November 11), the BCRP sold FC for a total of US\$ 545 million in the foreign exchange market and placed FX Swaps-Sell for a net total of S/. 1.97 billion (US\$ 673 million) to reduce volatility in the foreign exchange rate.

International reserves amount to US\$ 64.97 billion on November 11

International reserves on November 11, 2014, amounted to US\$ 64.97 billion. On the same date, the foreign exchange position of the BCRP was US\$ 38.32 billion.



* As of 11.

Non-Financial Public Sector: October 2014

In October, the operations of the non-financial public sector registered a deficit of S/. 1.04 billion and thus accumulated a surplus of S/. 8.99 billion in the period of January-October. The general government's current revenues decreased 1.8 percent, while non-financial expenditure increased 0.9 percent.

OPERATIONS OF THE NON-FINANCIAL PUBLIC SECTOR 1/
(Million S/.)

	October			January - October		
	2013	2014	Real % Chg.	2013	2014	Real % Chg.
1. General government current revenues	9,877	9,995	-1.8	99,719	106,024	3.0
a. Tax revenues	7,646	7,766	-1.5	75,362	80,467	3.4
b. Non-tax revenues	2,230	2,229	-3.1	24,357	25,557	1.6
2. General government non-financial expenditure	10,012	10,417	0.9	82,384	91,888	8.0
a. Current	6,633	7,196	5.2	58,920	67,656	11.2
b. Capital	3,378	3,221	-7.5	23,465	24,231	0.1
of which:						
Gross capital formation	3,137	3,071	-5.0	21,692	22,043	-1.5
National government	998	1,390	35.1	6,646	7,425	8.2
Regional governments	785	381	-52.9	5,241	4,741	-12.2
Local governments	1,354	1,300	-6.9	9,805	9,877	-2.5
Other capital expenditure	242	150	-39.9	1,773	2,189	19.7
3. Other 2/	42	54		1,118	319	
4. Primary Balance	-93	-367		18,453	14,456	
5. Interests	295	671	120.8	5,451	5,461	-3.0
6. Overall Balance	-388	-1,038		13,002	8,994	

1/ Preliminary.

2/ Includes capital revenues from the General government and primary result of public companies.

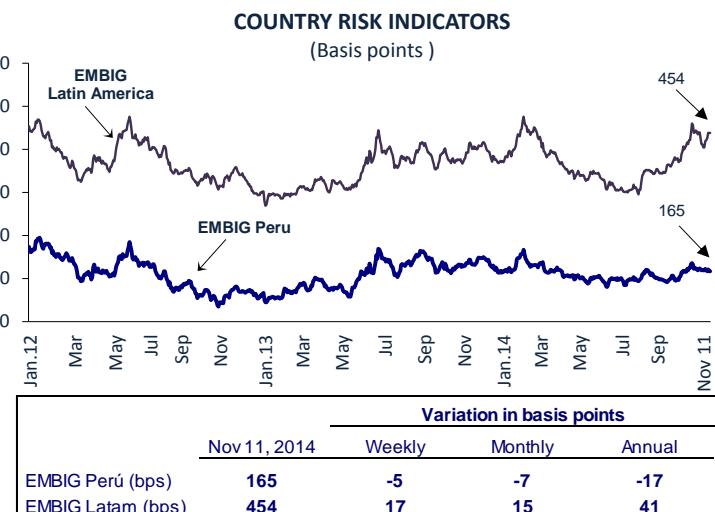
Source: MEF, SUNAT, Banco de la Nación, public charities, public institutions and companies.

International markets

Country risk at 165 basis points

Between November 4 and November 11, the country risk indicator, measured by the **EMBIG Peru** spread, fell from 170 bps to 165 bps.

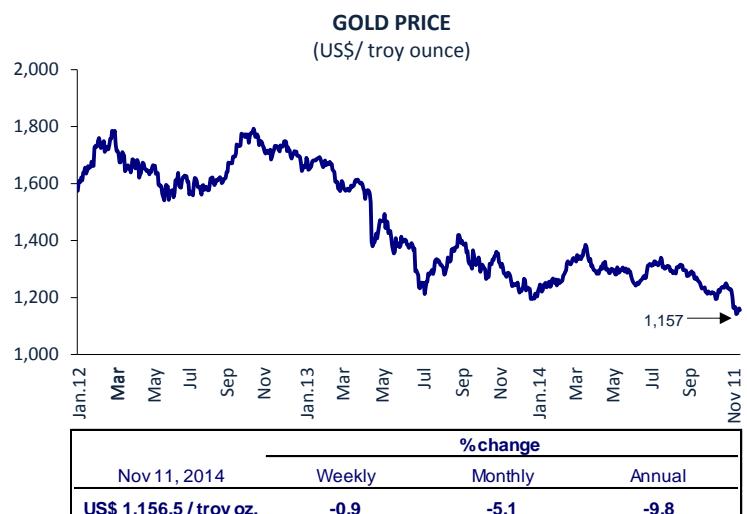
On the other hand, the **EMBIG Latin America** spread rose 17 bps in a context of concerns about growth in China and the Eurozone.



Price of gold: US\$ 1,156.5 per troy ounce

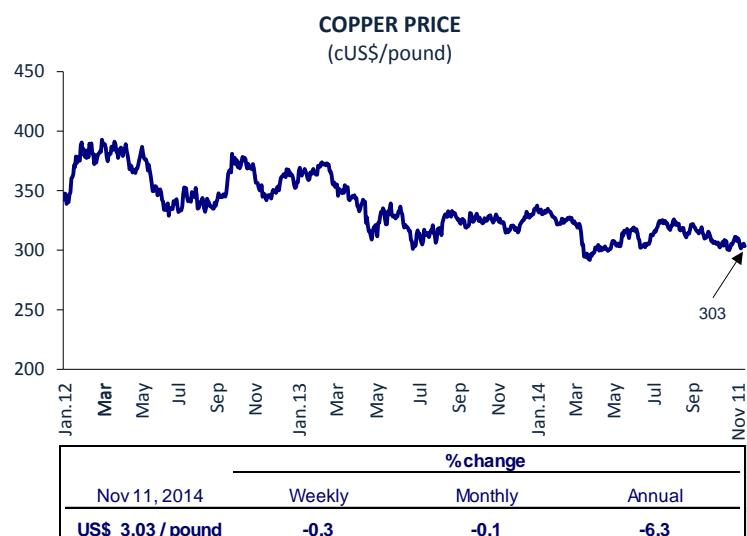
In the same period, the price of **gold** fell 0.9 percent to US\$ 1,156.5 per troy ounce.

The price of gold was affected by the strengthening of the dollar against the euro, a lower physical demand for this metal in China, and the rise of stock indices.



In the week of November 4-11, the price of **copper** dropped 0.3 percent to US\$ 3.03 per pound.

This price fall reflected mainly concerns about a weak demand in Asia and reflected also, to a lesser extent, expectations that the supply will be higher next year.



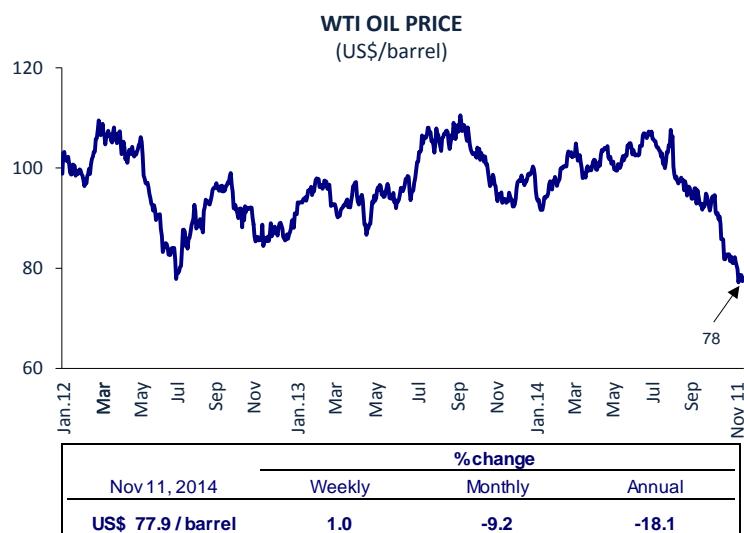
Between November 4 and November 11, the price of **zinc** fell 2.1 percent to US\$ 1.01 per pound.

This price fall reflected mainly concerns about increased signals of an economic slowdown in China and expectations of greater supply.



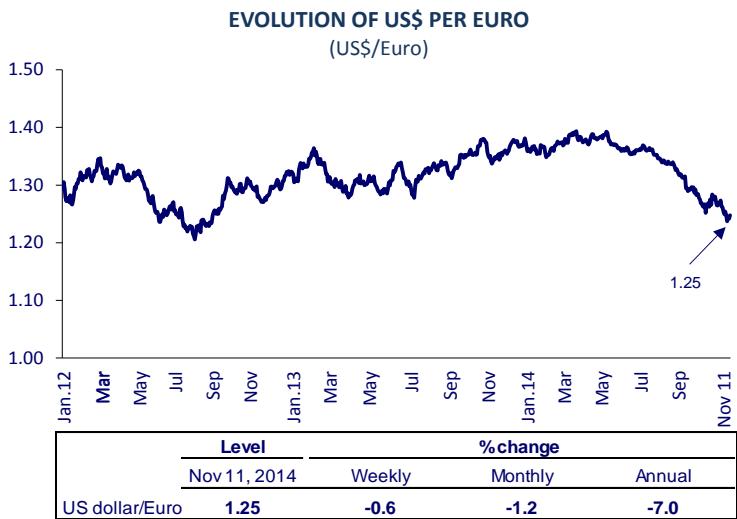
In the same period, the price of **WTI oil** rose 1.0 percent to US\$ 77.9 per barrel.

The price of crude oil increased amid expectations of a possible reduction in oil production due to conflicts in Libya and Ukraine.



US dollar appreciated against the euro

In November 4-11, the **dollar** appreciated 0.6 percent against the **euro**, supported by speculations that the Federal Reserve will increase interest rates by favorable indicators of GDP growth in the United States.



Yield on 10-year US Treasuries: 2.36 percent

Between November 4 and November 11, the **3-month Libor** remained at 0.23 percent.

On the other hand, the yield on the **10-year US Treasuries** increased 3 basis points to 2.36 percent in a context marked by favorable data indicating a recovery in the US economy.

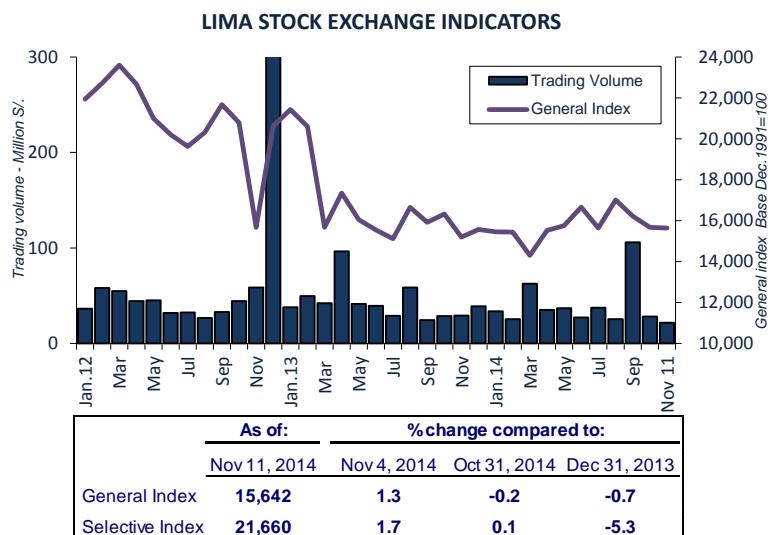


Lima Stock Exchange

In the week of November 4-11, the **General Index** of the Lima Stock Exchange (LSE) rose 1.3 percent and the **Selective Index** rose 1.7 percent.

The LSE was favored by the rising performance of agricultural and Industrial shares and by the advance of stocks in global markets.

Year-to-date (at **November 11**), the General Index and the Selective Index have fallen 0.7 percent and 5.3 percent, respectively.



Resumen de Indicadores Económicos / Summary of Economic Indicators

	2012												2013												2014											
	Dic.	Mar.	Jun.	Set.	Dic.	Mar.	Jun.	Set.	Oct.	4 Nov.	5 Nov.	6 Nov.	7 Nov.	10 Nov.	11 Nov.	Nov.	Var.																			
RESERVAS INTERNACIONALES (Mills. US\$) / INTERNATIONAL RESERVES																																				
Posición de cambio / Net international position	46 063	48 397	46 775	43 711	41 097	40 075	40 614	40 079	39 444	38 959	38 702	38 401	38 450	38 394	38 322	-1 123																				
Reservas internacionales netas / Net international reserves	63 991	67 918	66 683	66 729	65 663	64 954	64 581	64 453	63 530	63 815	63 729	63 782	64 841	64 927	64 975	1 445																				
Depositos del sistema financiero en el BCRP / Financial system deposits at BCRP	10 068	10 522	10 946	13 550	14 383	15 038	13 811	14 421	13 808	14 581	14 733	15 103	15 019	15 160	15 281	1 473																				
Empresas bancarias / Banks	9 648	10 078	10 637	13 257	13 994	14 552	13 201	13 904	13 346	14 168	14 321	14 616	14 562	14 695	14 802	1 456																				
Banco de la Nación / Banco de la Nación	250	253	120	53	93	125	197	123	76	65	60	80	72	81	92	16																				
Resto de instituciones financieras / Other financial institutions	169	191	189	240	297	361	412	395	386	348	352	408	385	384	386	0																				
Depositos del sector público en el BCRP / Public sector deposits at BCRP *	8 198	9 613	9 546	10 049	10 759	10 429	10 767	10 566	10 897	10 896	10 914	10 898	11 994	11 994	11 994	1 096																				
OPERACIONES CAMBIARIAS BCR (Mills. US\$) / BCRP FOREIGN OPERATIONS																																				
Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.	Acum.										
Origen externo de la emisión primaria / External origin of monetary base	1 382	518	-1 136	-474	-1 058	112	-321	1	-545	-199	-110	-250	-35	-30	-120	-965																				
Compras netas en Mesa de Negociación / Net purchases of foreign currency	1 380	1 010	0	-325	-760	0	0	-526	-355	-200	-110	-250	-35	-30	-120	-930																				
Operaciones swaps netas / Net swap operations	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0										
Compras con compromiso de recompras en ME (neto) / Net swaps auctions in FC	0	0	0	0	0	107	215	524	-112	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0										
Operaciones con el Sector Público / Public sector	0	-492	-1 136	-150	-299	0	-539	0	-80	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0									
TIPO DE CAMBIO (S/. por US\$) / EXCHANGE RATE																																				
Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.	Prom.										
Compra interbancaria/Interbank	Promedio / Average	2,568	2,593	2,748	2,777	2,786	2,806	2,794	2,864	2,906	2,928	2,929	2,930	2,927	2,928	2,930	2,928	2,929	2,928	2,929	2,930	2,928	2,929	2,929	2,929	2,929	2,929									
Apertura / Opening	2,569	2,594	2,753	2,780	2,788	2,807	2,795	2,866	2,907	2,928	2,930	2,930	2,929	2,933	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932									
Mediocdía / Midday	2,569	2,594	2,749	2,779	2,787	2,808	2,795	2,866	2,908	2,929	2,930	2,933	2,927	2,930	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932									
Cierre / Close	2,568	2,595	2,752	2,779	2,788	2,808	2,796	2,866	2,908	2,928	2,928	2,931	2,928	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932									
Venta Interbancario	Promedio / Average	2,569	2,595	2,751	2,779	2,788	2,807	2,795	2,866	2,907	2,929	2,930	2,930	2,929	2,933	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932								
Interbank Ask	Promedio / Average	2,568	2,595	2,752	2,779	2,788	2,808	2,796	2,866	2,908	2,928	2,928	2,931	2,928	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932								
Sistema Bancario (SBS)	Compra / Bid	2,568	2,593	2,747	2,777	2,785	2,806	2,793	2,863	2,905	2,926	2,928	2,930	2,927	2,928	2,929	2,927	2,928	2,929	2,927	2,928	2,929	2,927	2,928	2,927	2,928	2,927	2,928								
Banking System	Venta / Ask	2,569	2,595	2,748	2,780	2,787	2,807	2,795	2,865	2,907	2,928	2,930	2,932	2,928	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932	2,932								
Indice de tipo de cambio real (2009 = 100) / Real exchange rate Index (2009 = 100)	89,5	89,9	93,9	94,3	94,9	94,6	94,5	95,1	95,4	95,0	95,1	95,4	95,1	95,4	95,4	95,4	95,4	95,4	95,4	95,4	95,4	95,4	95,4	95,4	95,4	95,4	95,4	95,4	95,4	95,4						
INDICADORES MONETARIOS / MONETARY INDICATORS																																				
Moneda nacional / Domestic currency																																				
Emisión Primaria / (Var. % mensual) / (% monthly change)	8,0	-3,6	-4,6	-7,8	-1,3	-4,6	1,0	-1,5	0,6																											
Monetary base / (Var. % últimos 12 meses) / (% 12-month change)	31,9	33,8	30,5	5,3	-1,5	-14,3	-10,9	-5,7	-9,9																											
Oferta monetaria / (Var. % mensual) / (% monthly change)	4,6	0,5	-0,1	-1,8	4,2	0,2	0,8	0,0																												
Money Supply / (Var. % últimos 12 meses) / (% 12-month change)	23,1	22,7	20,3	14,1	10,8	5,7	5,6	10,0																												
Crédito sector privado / (Var. % mensual) / (% monthly change)	1,8	1,8	2,3	2,5	1,2	2,2	0,8	1,7																												
Crédito al sector privado / (Var. % últimos 12 meses) / (% 12-month change)	16,0	15,9	17,6	20,3	22,5	25,3	22,4	18,3																												
TOSE saldo fin de periodo (Var. % acum. en el mes) / TOSE balance (% change)	0,6	0,6	0,0	-0,2	-0,8	1,7	1,8	-1,8	1,3	0,3	0,9	1,8	-0,2	0,3	0,6	0,3	0,6	0,3	0,6	0,3	0,6	0,3	0,6	0,3	0,6	0,3	0,6	0,3	0,6	0,3						
Superávit de encaje promedio (% respecto al TOSE) / Average reserve surplus (% of TOSE)	0,1	0,5	0,6	0,6	0,1	0,3	0,1	0,1	0,2	0,2	0,4	0,4	0,2	0,4	0,4	0,4	0,4	0,4	0,4	0,4	0,4	0,4	0,4	0,4	0,4	0,4	0,4	0,4	0,4	0,4						
Cuenta corriente de los bancos (saldo mill. S/) / Banks' current account (balance millions of S.)	12 391	15 018	10 604	10 921	9 729	6 633	6 301	4 926	10 008	5 792	5 735	4 806	4 971	4 299	3 781																					
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	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./)	39 359	38 995	40 244	40 155	36 646	40 819	43 793	44 012	40 362	40 238	40 030	40 340	41 638	41 228	41 078																					
Certificados de Depósito BCRP (saldo Mill. S./) / CD/BCRP balance (Millions of S./)	20 805	23 335	27 261	20 913	18 992	14 613	16 345	17 565	16 435	16 535	16 635	14 735	14 735	14 835																						
Subasta de Depósitos a Plazo (saldo Mill. S./) / Time Deposits Auctions (Millions of S./)**	9 248	12 700	6 400	4 650	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0							
CD/BCRP con Negociación Restringida (Saldo Mill. S./) / CD/BCRP-NR balance (Millions of S./)***	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0							
CD/BCRP-MN con Tasa Variable (CDV BCRP) (Saldo Mill. S./) / CDV/BCRP-MN balance (Millions of S./)***	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0							
CD Liquidables en Dólares del BCRP (Saldo Mill. S./) / CDLDBCRP balance (Millions of S./) ***	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0							
CD Reajustables BCRP (Saldo Mill. S./) / CD/BCRP balance (Millions of S./) ***	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0							
Operaciones de reporte con CD/BCRP / CD/BCRP repos																																				