



## QUARTERLY REPORT : GROSS PUBLIC DEBT ANALYSIS, AS OF JUNE 30, 2018

By the end of June 2018, gross public debt reached S/ 171,869 million (equivalent to US\$ 52,495 million), 0.4% higher compared to the previous quarter and up 2.1% compared to the same quarter last year. Market debt represents 85.5% of total debt, an 8.0% increase over June 2017, explained by a rise in issues of sovereign bonds in domestic currency. Outstanding debt related to sovereign bonds was 0.5% higher compared to the previous quarter, and now represents 52.7% of total debt. Risk indicators maintained their stable trend as there were no liability management operations; debt in soles increased slightly this quarter (0.3%), and now stands at 58.8% of total debt, while fixed-rate debt reached 88.4%. During the quarter, the exchange differential measured in soles represented an increase of 0.9%, although the domestic currency has fallen by 1.4% against the dollar during this quarter. On the other hand, at the end of the quarter the fiscal economic result is negative and the net variation of the gross public debt (disbursements minus amortizations) is positive; along the same line, the balance of the exchange position of the Central Reserve Bank continues recovering and currently representing around 1.7 times the total external public debt; while the gross public debt as a share of GDP shows an upward trend until 2019, when it is expected to reach around 28.0%, but reversing this trend in the following years, projecting to fall to 27.0% at the end of 2021, according to the Multiannual Macroeconomic Framework published in August.

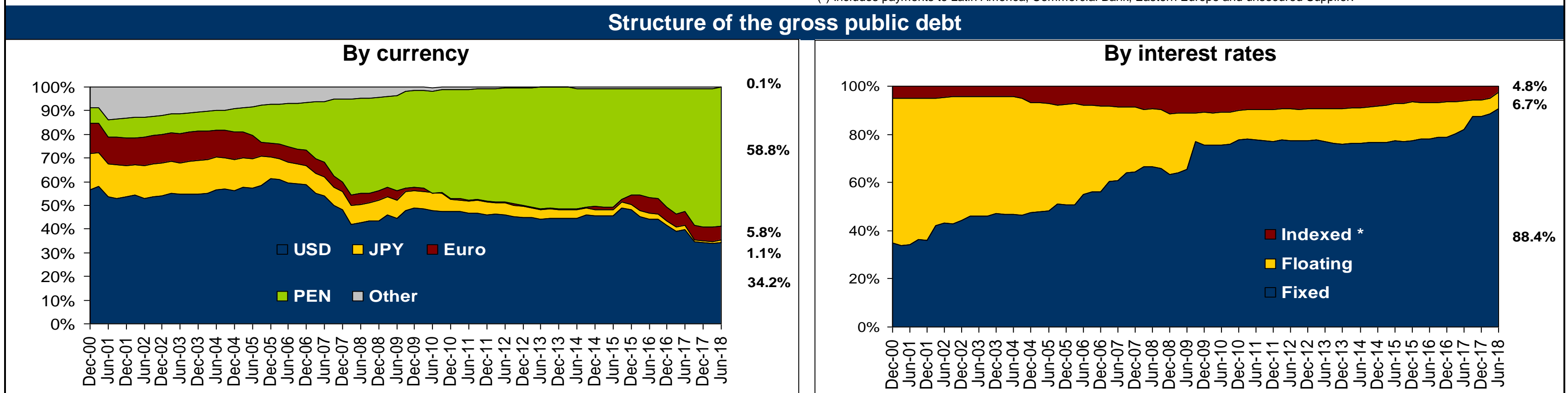
Gross public debt stock, June 2018						
Categories	Stock (PEN Mill.)	Fair value (PEN Mill.)	Average life (years)	Duration (years)	ATR (years)	Debt cost in PEN (%)
<b>Market</b>	<b>146,894</b>	<b>174,745</b>	<b>12.97</b>	<b>7.85</b>	<b>12.96</b>	<b>7.32</b>
Global Bonds	56,199	73,272	14.20	8.04	14.20	8.33
Sovereign Bonds	90,519	101,271	12.22	7.72	12.22	6.70
Other Bonds	176	201	8.69	6.60	0.50	6.94
<b>Non Market</b>	<b>24,975</b>	<b>22,143</b>	<b>5.11</b>	<b>4.04</b>	<b>2.06</b>	<b>5.94</b>
Paris Club	3,945	4,276	6.28	4.77	6.28	6.45
MDB's	12,546	13,431	5.62	4.47	0.60	5.87
Suppliers	21	22	1.25	1.22	1.25	6.27
Others	8,462	4,413	2.48	1.86	2.48	5.68
<b>TOTAL</b>	<b>171,869</b>	<b>196,888</b>	<b>12.00</b>	<b>7.42</b>	<b>11.62</b>	<b>7.15</b>

Decomposition of the stock variation, Jun 2017 - Jun 2018 (PEN Million)*				
Currency	Stock	FX Effect	Net effect (*)	Total variation
PEN	101,076	0	13,291	13,291
USD	58,828	392	-8,800	-8,407
EUR	10,011	509	201	710
Other	1,954	595	-2,695	-2,100
<b>TOTAL</b>	<b>171,869</b>	<b>1,497</b>	<b>1,997</b>	<b>3,494</b>

(\*) Disbursements minus public debt repayments.

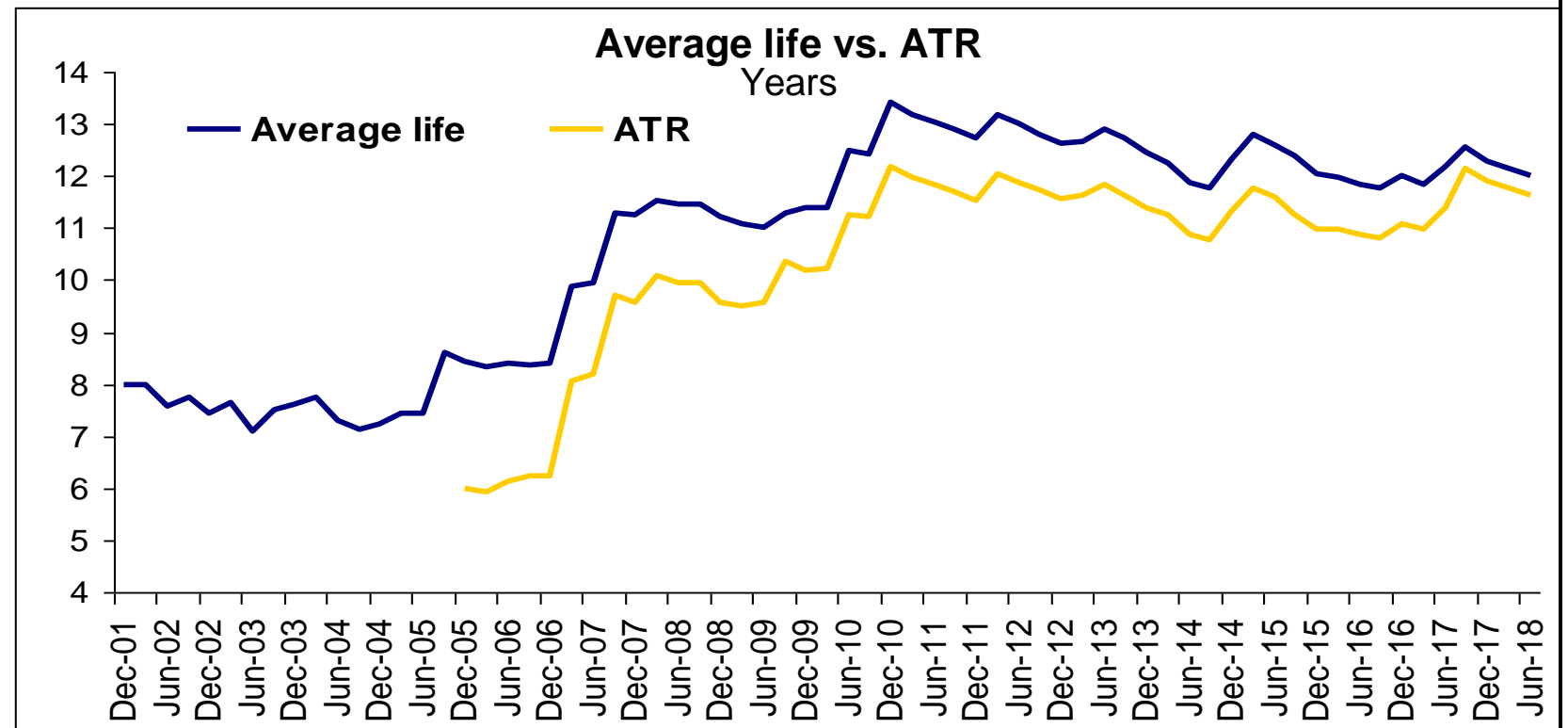
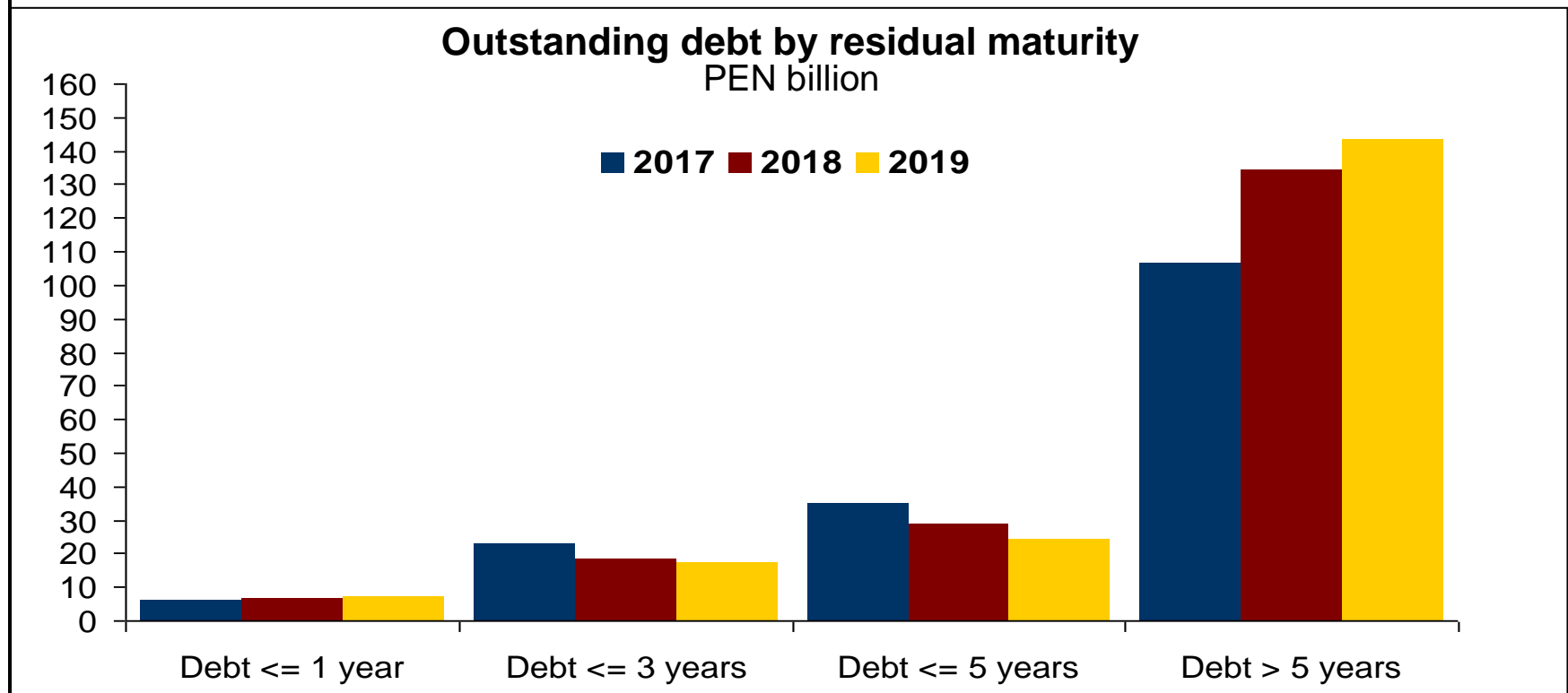
Public Debt Management: Jun 2017- Jun 2018 (USD Million)			
Source of funding	Concertations	Disbursement	Amortization
MDB's	185	291	375
Paris Club	0	175	130
External bonds	0	0	266
<b>Sub total *</b>	<b>185</b>	<b>466</b>	<b>790</b>
Internal credits	0	63	51
Internal bonds	4,036	1,906	530
<b>Sub total</b>	<b>4,036</b>	<b>1,969</b>	<b>581</b>
<b>TOTAL</b>	<b>4,221</b>	<b>2,435</b>	<b>1,371</b>

(\*) Includes payments to Latin America, Commercial Bank, Eastern Europe and unsecured Supplier.

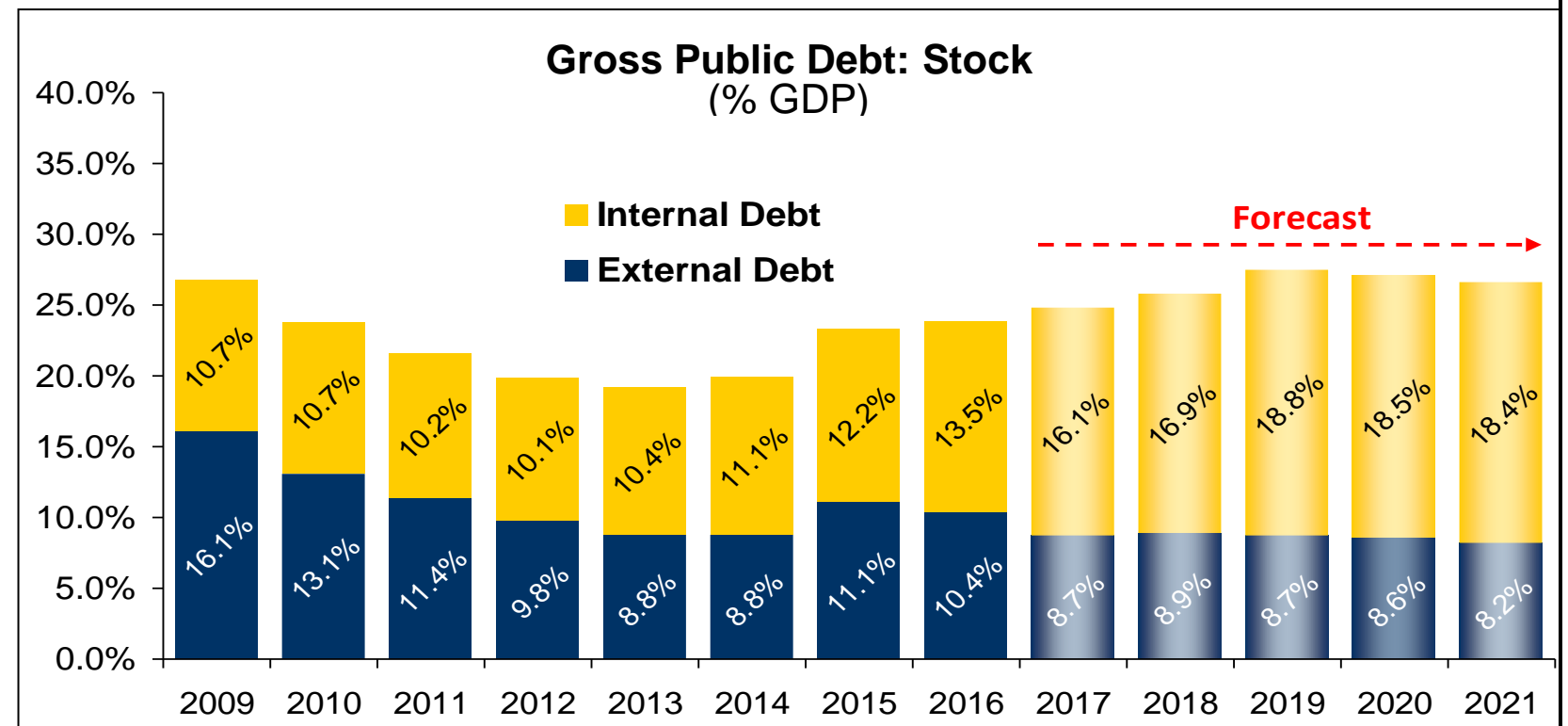
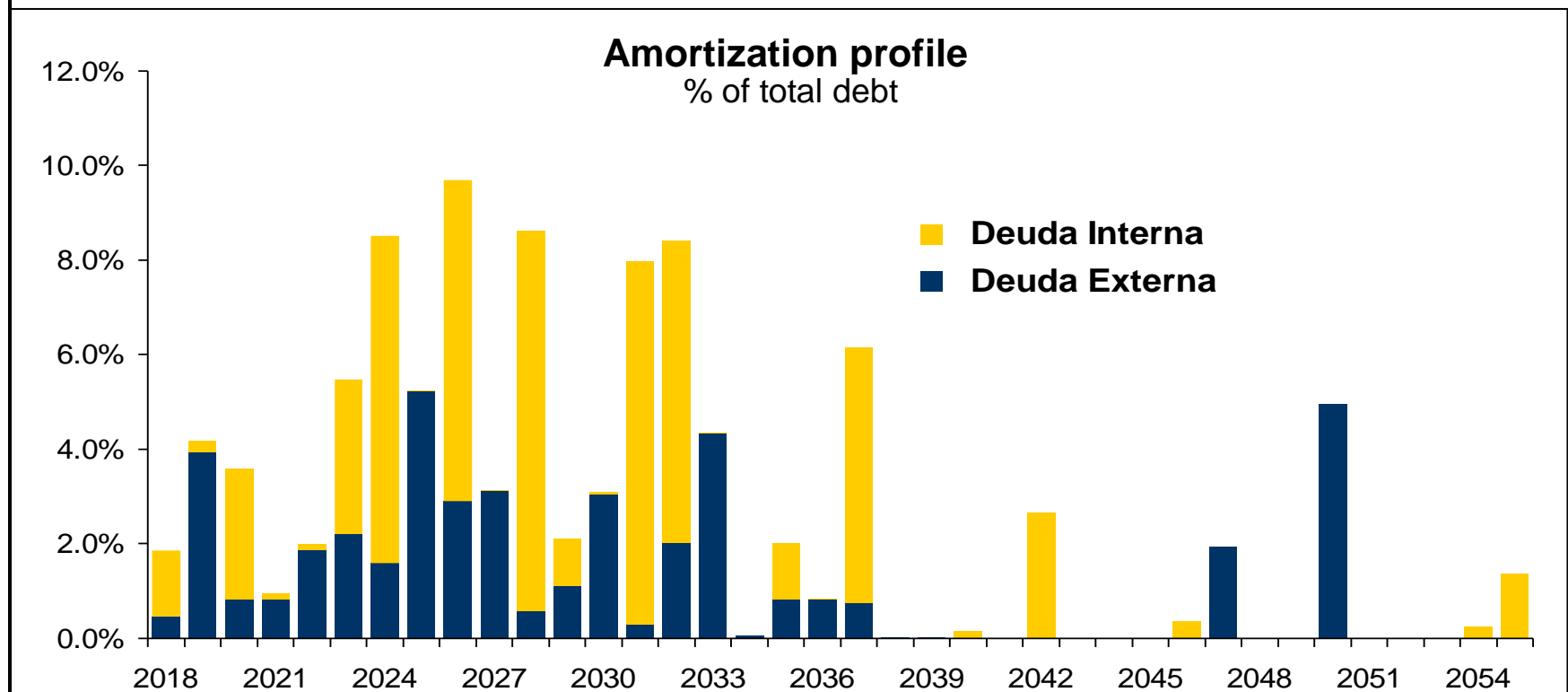
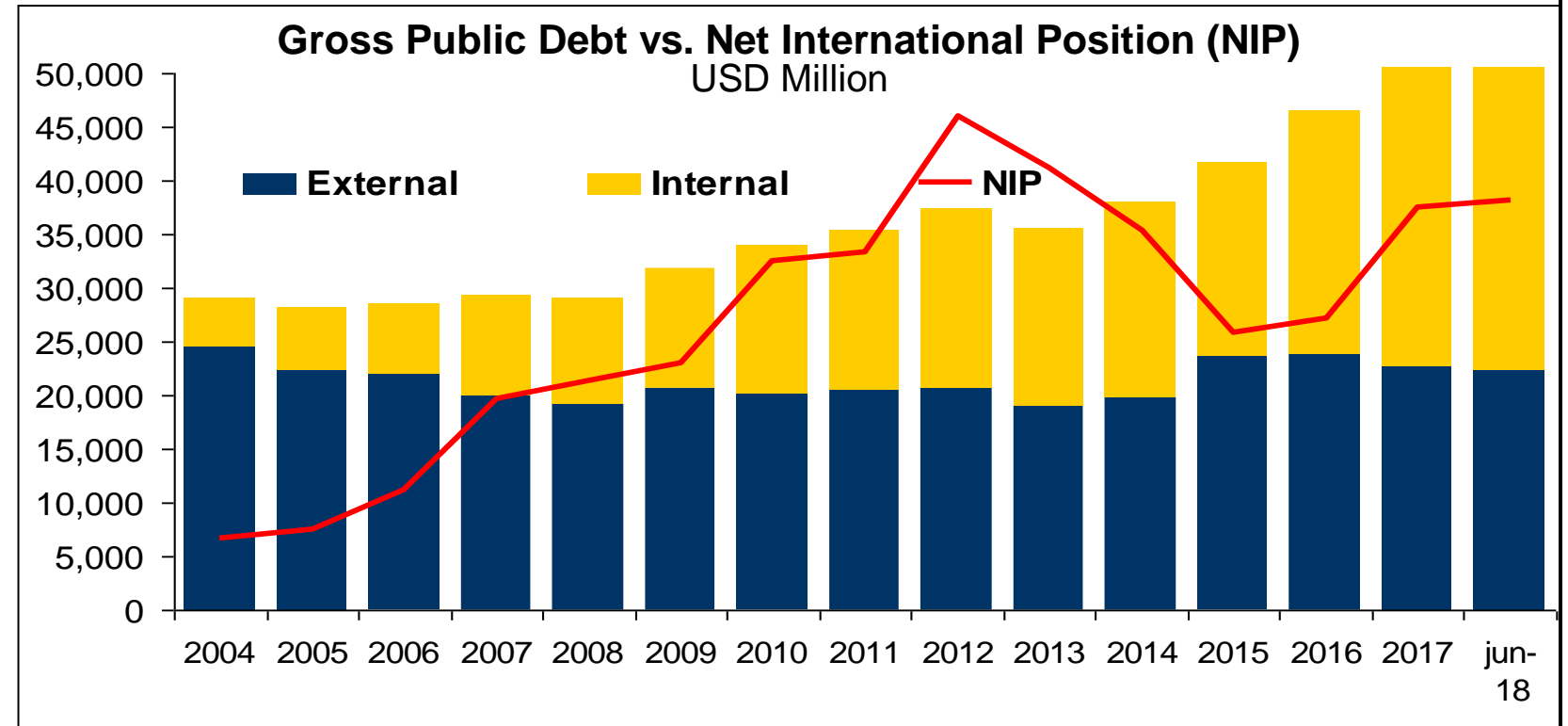
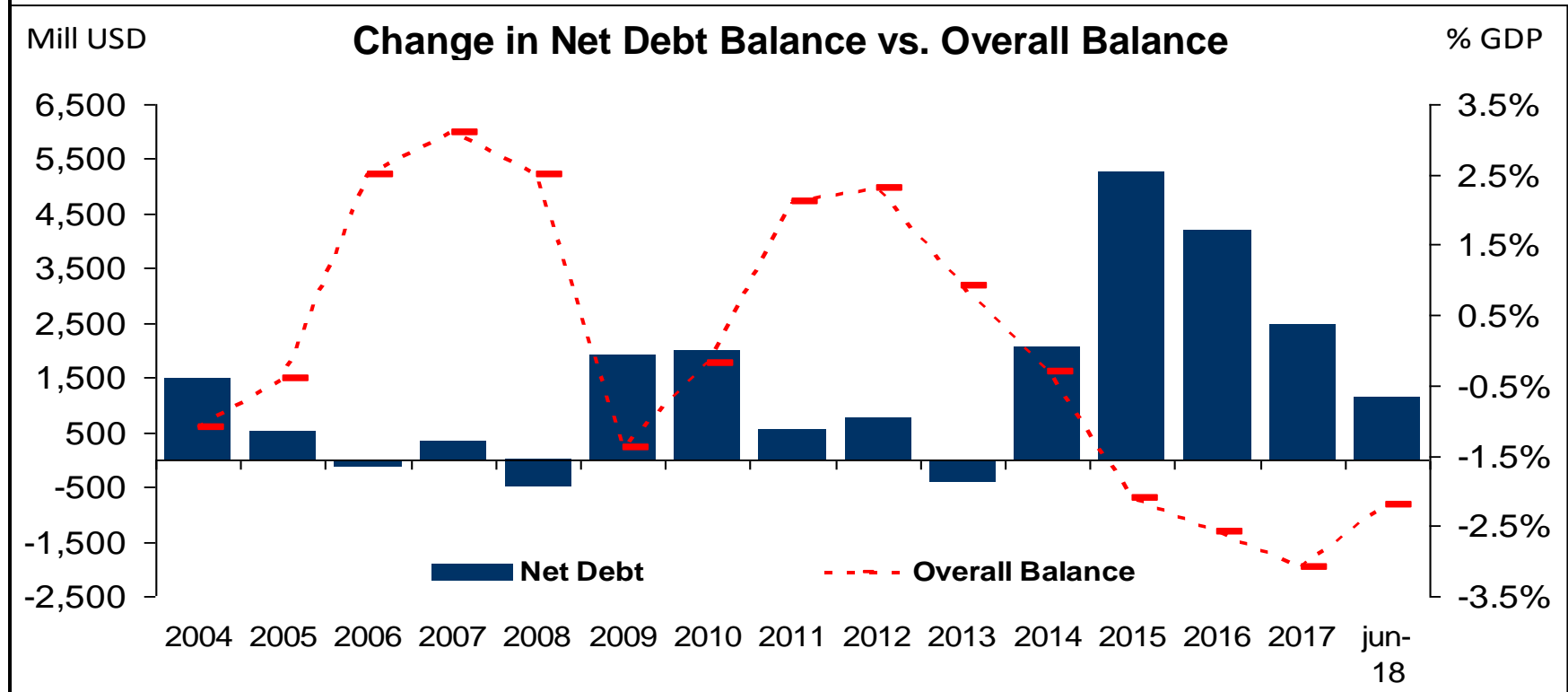


Note: Percentage of the synthetic debt in local currency is 0.2%.

\* The indexed debt includes Sovereign Bonds (2.5%) and Pension Bonds (2.3%).



ATR: It is the average of the maturity in which a new interest rate for the public debt has to be refinanced. This indicator is equal to the average life when all the debt is in fixed interest rate.



Note: The ratio as of June 2018 represented annual values.