

MEDIUM AND LONG TERM PUBLIC DEBT

MINISTRY OF FINANCE
REPUBLIC OF PERU



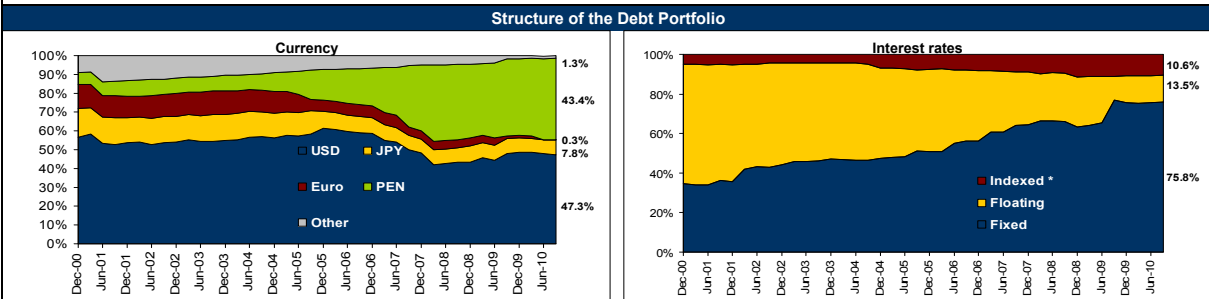
NATIONAL DIRECTORATE OF PUBLIC INDEBTEDNESS
ANALYSIS AND PROGRAMMING DIRECTORATE

QUARTERLY REPORT : PUBLIC DEBT ANALYSIS, as of SEPTEMBER 30, 2010 1./

At the third quarter the public debt stock amounted to USD 32.9 billion, slightly higher in 2.2% compared to the previous quarter. This increase is explained by a greater amount of disbursements compared to the payments. On the other hand, the capital market liabilities have increased their percentage in the debt portfolio to 53%, likewise the participation of Nuevos Soles and fixed rate debt (0.1 percentage points in both cases). Other indicators remained without showing significant impacts on their behavior. Finally, with the exception of 2009, the Public Debt to GDP ratio has been declining in the last years, mainly due to the sustained reduction in the public external debt. The development of the domestic debt market has allowed the Nuevos Soles bonds to become a very important source to finance the financial requirements and the liability management operations implemented

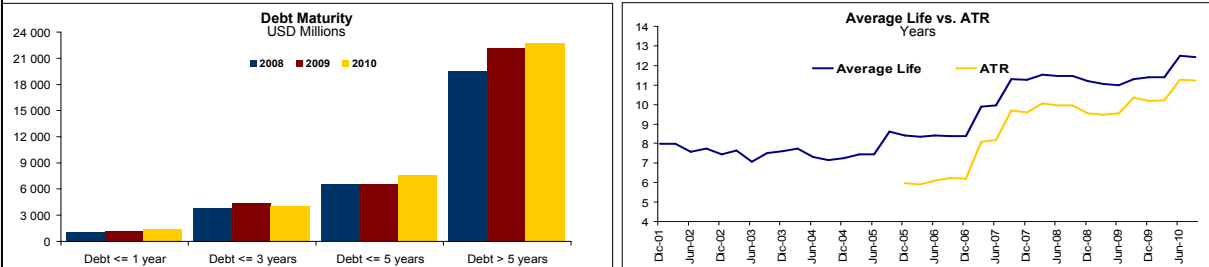
Public Debt Stock, September 2010							Decomposition of the Stock Variation, Dec 2009 - Sep 2010 (USD Mill.)*				
Categories	Stock (USD Mill.)	Present Value (USD Mill.)	Average Life (years)	Duration (years)	ATR (years)	Debt Cost in USD (%)	Currency	Stock	FX Effect	Net Effect	Total Variation
Market	17,272	20,415	16.52	9.67	16.47	6.41	USD	15,548	-574	17	-556
Global Bonds	8,383	11,270	15.67	9.22	15.67	7.75	PEN	14,256	0	829	829
Sovereign Bonds	8,687	8,911	17.54	10.33	17.54	5.11	JPY	2,571	165	-58	107
Other Bonds	201	235	8.14	6.26	3.90	6.66	Other	503	-60	-468	-528
TOTAL	32,878	33,650	12.42	8.00	11.21	5.35	TOTAL	32,878	-469	321	-148
Non Market	15,606	13,234	6.97	5.42	4.22	3.93	Latest liability management transactions				
Paris Club	3,374	3,430	6.76	5.28	6.76	3.97	Operation	Execution date	Amount (USD Mill.)	Reduction of ...	
Multilaterals	8,385	8,604	6.66	5.34	2.40	3.96	Internal Bond Exchange	Aug-10	541	...refinancing risk	
Suppliers	41	39	4.85	4.23	4.59	4.87	External Bond Exchange and Tender	Apr-10	1800	...refinancing risk	
Others	3,807	1,162	9.80	6.73	9.70	3.64	IDB Conversion	Apr-10	30	...currency and interest rate risks	
TOTAL	32,878	33,650	12.42	8.00	11.21	5.35	Cross Currency Swap	Mar-10	73	...currency and interest rate risks	
							Internal Bond Exchange	Nov-09	289	...refinancing risk	

* It is measured in PEN but expressed in USD.

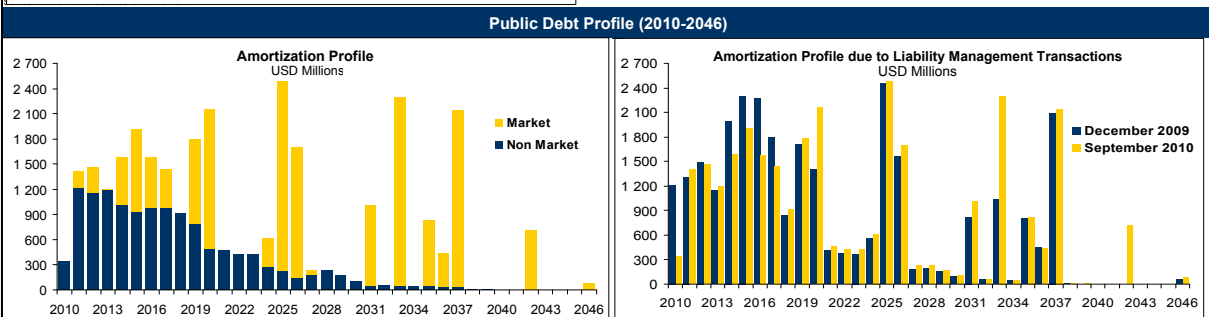
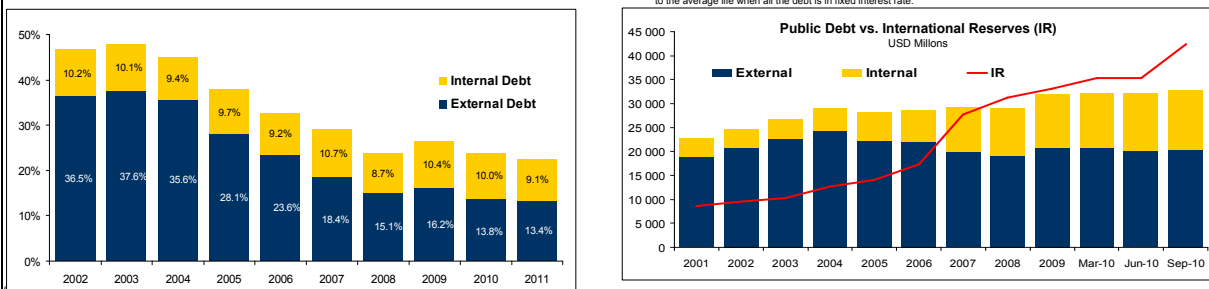


Note: Percentage of the synthetic debt in local currency is 5.3%.

* The indexed debt includes Sovereign Bonds (2.7%) and Pension Bonds (7.9%).



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



1 / All the figures are based on the official statistics that includes swap transactions.