

"QUARTERLY ECONOMIC AND FINANCIAL REPORT OF CHILE"

December, 1983

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C O M M E N T A R Y

The world recession and its effects on trade and financial flows severely affected the Chilean economy. In 1982, GDP fell 14,3% and the unemployment rate reached a peak of 25%, while the second semester's inflation rate, in annual terms, reached 45%.

Chile underwent a difficult time till the stabilization of key economic variables took place within the context of an IMF stand-by program and with the collaboration of the foreign banking community.

According to provisional data for 1983, G.D.P. fell 0,8%, the inflation rate was 23%, and unemployment fell 5 percentage points, reaching 14,6% in the last quarter. We must point out that in the last two quarters, according to our last estimations, GDP rose 0,8% and 5,6%.

Chile fulfilled all the targets agreed in the IMF program, except the net indebtedness of the public sector. The overall Public sector deficit, that was agreed at 2,3% of GDP, according to provisional figures reached 3,0% of GDP, because the price of copper turned out to be lower than expected. Almost exactly as targeted, international reserves fell by US\$ 600 million and net domestic assets expanded by \$ 150 billion.

These factors were acknowledged by the IMF in the new targets to be set for the 1984 program.

Chile's adjustment took place mainly by bringing into line two variables; the exchange rate that had gone too low, and real wages that had risen too much to sustain a reasonable level of employment.

Additional policies had to be taken in 1983, mainly related to solving the domestic debt problem that resulted from the combined effects of several

years of high interest rates and the devaluation which took place in June of 1982. In that context the following decisions were taken:

1.- A refinancing program that covered one fifth of total bank loans was undertaken.

2. The intervention of some major banks also took place in 1983, to avoid some solvency problems and to strengthen the state of the economy.

3.- An important effort was made in public sector investment in housing and public works.

4.- The private sector was strengthened through different measures such as those which helped solve the debt problem, established tax incentives to capitalize firms, maintained a real exchange rate, established credit lines for working capital, and others. Furthermore, a recent tax reform that incentivates capital formation instead of debt financing was established.

The prospects for 1984 are a 4% to 5% growth in GDP; further reduction in unemployment; a decrease in the rate of inflation; and an important fiscal stimulus on investment. The Central Government's real investment will increase by 40,9% while real current expenditure will remain constant.

Public sector enterprises will increase their real investment by 74,7% mainly in ENDESA and CODELCO. Since these two companies produce tradeable goods, these investments will increase Chile's foreign exchange availability in the future.

It is striking to observe that while Chile has taken the necessary measures to correct its imbalances, some of the major countries have not adopted the same policies.

As for the medium run, Chile will maintain an economic policy based on free initiative and freedom of trade within and across boundaries.

Important elements for the possible path are the behavior of the interest rate, if we take into account that at present interest payments account roughly to 8,5% of GDP, and the price of copper, if we consider that copper's share is 50% of exports.

It is clear that an important role should be played by a domestic effort to increase savings. The recently announced tax reform should help to that end.

The observance of a moderate fiscal budget in the medium run should also be kept in order to maintain an environment of price stability.

IMF PROGRAM

By December of 1983, the country complied with the Net International Reserves target and the Net Domestic Assets limit established in the IMF program. This appears in Table N° 1, which shows the actual performance and targets.

Table N° 4 indicates that the limit on the net indebtedness of the non-financial public sector was slightly surpassed due to a great extent to the drop in the price of copper. In table N° 5, the limit on the contracting and guaranteeing of medium and long term foreign debt by the non-financial public sector is shown. We can see that the margin left is sufficient to cover the state guaranty on the rescheduling of amortization payments.

INTERNATIONAL RESERVES

Reserve holdings according to the International Monetary Fund definition totalled US\$ 1.192.1 million on December 31, 1983, which represents a decrease of US\$ 604.0 million for the year. This result was within the limits of the stand-by program, which contemplated a maximum use of international reserves of US\$ 606 million for the year.

BALANCE OF PAYMENTS

As can be seen in Table 8, the trade surplus reached US\$ 1.014.4 million during 1983. This surplus is the result of US\$ 3.850.9 million exports and US\$ 2.836.5 million imports. With respect to 1982, the former grew by 4% and the latter declined by 22%. Those figures are very close to official projections for 1983.

Table 6 shows that the Balance of Payments deficit for 1983 totalled US\$ 540.9 million, a figure that compares favorably with the US\$ 1.164.9 million deficit of 1982.

In the month of December, the country received US\$ 230 million corresponding to the last installment of the loan ("new money") advanced by the international banks. This amount completed the agreed US\$ 1.300

million credit. The other two installments were received in August (US\$ 500 million) and September (US\$ 570 million).

FOREIGN DEBT

Foreign debt will be maintained almost constant in real terms during 1984.

Tables 10 to 12 show the state of Chile's foreign debt as estimated at December 31, 1983.

Table 10, in particular, presents figures for medium and long term as well as short term debt-differentiating in each case between private and public sector debt.

Table 12 shows the calendar for the repayment of medium and long term debt until 1992, according to the gross outstanding stock estimated at December 31, 1983. In the same table, it is possible to observe the effects of the rescheduling process on the amortizations of the following years.

GROWTH RATES

The latest available information on GDP shows a drop of 0,8% for 1983. This preliminary result indicates that there has been a reversal in the behavior of the economy in relation to the previous year when the product fell by 14,3%.

Although the result for 1983 shows a fall in GDP, it is interesting to note its evolution throughout the year, particularly during the second half when positive growth rates were reached.

When the accrued annual inflation of 23.1% is deducted, a real M1 increase of 3.7% can be observed, a fact which is consistent with the lower interest rate recorded during 1983. Conversely, M2 decreased by approximately 32.7% in real terms, basically as a result of the substitution of time deposits by public investment instruments.

MONEY: RATES OF CHANGE

(% on average levels of the previous period)

MONTH	<u>M₁</u>			<u>M₂</u>		
	MONTH	YEAR	12 MONTHS	MONTH	YEAR	12 MONTHS
January	16.4	16.4	9.3	-1.8	-1.8	0.8
February	8.9	26.8	21.1	-4.1	-5.8	-5.7
March	0.1	27.0	21.7	-2.9	-8.5	-10.2
April	-5.4	20.1	17.8	-3.2	-11.4	-10.9
May	-3.7	15.7	17.3	-2.3	-13.5	-13.2
June	1.6	17.5	19.0	3.0	-10.9	-9.0
July	-2.6	11.5	25.7	-0.8	-11.6	-8.2
August	-0.8	13.6	20.4	0.2	-11.5	-9.2
September	4.4	18.7	24.4	2.3	-9.4	-6.1
October	-2.8	15.3	30.0	0.2	-9.3	-5.0
November	0.1	15.4	34.4	-0.4	-9.6	-7.4
December	9.9	26.8	26.8	0.1	-9.6	-9.6

The evolution of the different monetary aggregates during 1983 is worth noting.

The following table shows their percentage variation in relation to the average for December of the previous year.

RATES OF CHANGE OF THE AVERAGE LEVEL
OF MONETARY AGGREGATES IN 1983

<u>AGGREGATE</u>	<u>NOMINAL</u>	<u>REAL</u>
M1	26.8	3.7
M2	-9.6	-32.7
M3	0.3	-22.8
M4	12.8	-10.3
M5	23.3	0.2
M6	26.1	3.0
<u>RELATIONS</u>		

M1 = C + D1

M2 = M1 + Dp.

M3 = M2 + (S + DD)

M4 = M3 + Central Bank Documents

M5 = M4 + PRT

M6 = M5 + Mortgage bonds

1983 was a year characterized by a real increase in the level of M6, of approximately 3.0%, with a change in the composition of this aggregate.

COMPOSITION OF M6

	<u>DECEMBER 1982</u>	<u>DECEMBER 1983</u>
C	8.0	8.0
D1	8.2	8.3
Dp.	53.1	33.4
S + DD	13.8	16.4
Central Bank Documents	2.3	10.3
PRT	2.5	9.6
Mortgage bonds	12.1	14.0
	<u>100.0</u>	<u>100.0</u>

ABBREVIATIONS

C	=	Cash
D1	=	Private Sector Deposits on Current Accounts
Dp	=	Private Sector time deposits
S + DD	=	Time and Demand Savings/Deposits + other private sector deposits at 30 days.
PRT	=	Indexed Treasury Bills
L.Cr	=	Mortgage bonds
Dep. F/C Priv. Sect.	=	Private sector foreign currency deposits
Docs. Cen. Bank	=	Central Bank Documents

The analysis of the figures shows that during 1983 there was an important substitution of time deposits in the financial sector by indexed Treasury Bills, mortgage bonds and Central Bank Documents.

It is also necessary to note the change in the composition of time deposits in the financial system. As a matter of fact, whereas in December of 1982, indexed deposits at 90 or more days corresponded to a mere 19% of total time deposits in Chilean pesos, last December they rose to 51% of that total.

In brief, considering the more ample monetary and financial aggregates such as M5 and M6, it is possible to observe annual growth rates which reached magnitudes between 23.3% and 26.1% in nominal terms and of 0.2% and 3% in real terms.

The foregoing analysis provides evidence to infer that the money and credit markets expanded in 1983.

INTEREST RATES

Nominal interest rates on short term operations showed a declining tendency during 1983. Real rates of interest rose last November as a result of inflationary expectations higher than actual inflation.

This situation was also valid for December, when the lowest CPI of the last ten months - a mere 0.6%, well below market expectations - was observed.

The decline in interest rates can also be observed on longer term transactions such as the real rates on borrowing and deposit on 90 - 365 day transactions and in the evolution of the implicit internal rate of return of some fixed interest instruments transacted at the Stock Exchange during 1983.

EVOLUTION OF NOMINAL AND REAL INTEREST

RATES DURING 1983

Month	Deposits 30-89 Days				Loans 30-89 Days			
	1982		1983		1982		1983	
	Nominal	Real	Nominal	Real	Nominal	Real	Nominal	Real
Jan.	3.23	2.51	2.87	1.05	4.11	3.39	4.05	2.25
Feb.	2.77	3.60	2.26	2.16	3.82	4.66	3.31	3.21
Mar.	2.39	1.98	2.17	0.26	3.39	2.98	3.11	1.19
Apr.	2.16	2.26	2.14	-0.83	3.19	3.29	3.03	0.22
May.	2.46	2.97	2.26	0.85	3.39	3.91	3.23	1.80
Jun.	2.53	1.82	2.07	0.46	3.45	2.73	2.99	1.37
Jul.	3.41	1.38	1.89	0.06	4.18	2.14	2.86	0.90
Aug.	3.21	0.01	1.88	-0.80	4.04	0.80	2.76	0.06
Sep.	3.59	-0.68	1.91	-0.38	4.36	0.06	2.84	0.53
Oct.	4.51	-0.28	1.93	-0.46	5.02	0.21	2.82	0.41
Nov.	4.95	1.60	1.93	0.62	5.77	2.39	2.74	1.42
Dec.	4.60	3.36	1.86	1.25	5.50	4.25	2.64	2.03
Annual Average	3.31	1.70	2.09	0.35	4.18	2.55	3.03	1.28

SOURCE: Central Bank of Chile

INTERNAL RATE OF RETURN (IRR) OF SOME FIXED

INSTRUMENTS TRANSACTED AT THE STOCK EXCHANGE 1/

MONTHS	ANNUAL REAL IRR (%)
January	14.66
February	12.86
March	13.45
April	11.99
May	10.92
June	10.10
July	9.87
August	8.74
September	7.86
October	7.90
November	7.66
December	7.87

1/ CAR-E, CAR-F, Mortgage Bonds, CORA Bonds, P.P.S., Indexed Treasury Bills (P.R.T.), Preferential Dollar Promissory Notes (P.D.P.), Central Bank Promissory Notes Payable to Bearer (P.P.B.C.)

SOURCE: Informático Bursátil, Santiago Stock Exchange

INFLATION

Table 20 shows that, at December 1983, the Consumer Price Index (CPI) recorded a 23.1% variation in twelve months, whereas the Wholesale Price Index (WPI) rose by 25.2% in a similar period. It is important to note the drop in inflation rate in relation to what was observed during the second half of 1982, when the CPI rose 44.6% in annual terms, with the WPI showing an increase of 97.6%.

FINANCIAL SYSTEM AND CORPORATE SECTOR INDICATORS

Tables numbers 21-A to 21-H show a series of ratios of the financial system. The last figures presented correspond to December 1983.

Tables 22-A to 22-C contain financial ratios for the corporate sector. As these firms are allowed to turn in their end-of-year balance sheets in February, it is not possible to present them before March.

INDICATORS OF THE PRODUCTIVE SECTOR

During 1983, especially as from the second half, global activity shows a visible boost, as may be concluded from the analysis of the latest available figures on the country's productive sectors.

The general improvement in levels of activity and the sustained increase in production of some leading sectors have permitted a steady progress towards economic recovery.

The growth rates of the industrial fishing, construction, services, agricultural and other sectors are particularly relevant.

The rise in activity levels can be observed yet more clearly by analysing the evolution during 1983 of the Industrial Production Index calculated by the SOFOFA. (Industrial Association)

In fact, the average variation shown by this indicator in the period comprised between January and March 1983, with respect to the same period in 1982, is a 4% drop in production.

During the second quarter of 1983, the situation begins to reverse, with production showing an upsurge of 0,1% for the January-July period with respect to the figures for a similar period in 1982.

The recovery becomes more evident as from the second half of the year, with production growing by 1,9% for the January-September period, as compared with the same period of the previous year. The third quarter confirms the tendency of the second quarter, with a 4,6% growth for the January-December 1983 period, in relation to January-December 1982.

The following table shows the variations of this aggregate in twelve months and the clear recovery of the national manufacturing sector.

INDUSTRIAL PRODUCTION: GENERAL INDEX
(% variation in 12 months)

	<u>SOFOFA</u>	<u>I.N.E.</u>
April	1.5	- 5.4
May	6.1	4.1
June	4.4	7.4
July	3.8	6.3
August	1.1	3.6
September	11.0	11.3
October	12.1	-
November	15.6	-
December	13.0	-

Furthermore, data covering up to September 1983 supplied by the National Statistics Institute (I.N.E.) confirm what is shown by the indicators calculated by SOFOFA.

The process of recovery of the industrial sector was accompanied by an upsurge in the activity levels of other productive sectors, among which the following are worth noting:

- Fishing maintained the growth levels recorded in previous years. During the whole of 1983, and despite the fact that a closed season for several species was imposed, fishcatches of raw material for the manufacture of fish-meal in the Northern Zone increased by 6,6%. The global figure for the whole country increased 1.5% with relation to 1982.
- Commercial activity also increased. In the first eight months of the year retail sales rose by 19,1% whereas wholesale transactions increased by 28.9%.

As regards construction, up to November , building permits and housing starts exceeded by 41% the figures recorded for the same period in 1982.

This indicator clearly shows the effects of the measures implemented by the authorities to stimulate the housing sector. This has resulted in higher levels of activity and absorption of labor.

The transportation sector, as another example, showed an important increase both in freight and passenger turnover. During 1983, the freight turnover by rail was, in fact, 32.2% higher than in 1982.

Something similar can be observed with respect to transport of passengers by rail.

The services sector also showed a considerable improvement in its activity levels: production of electric energy rose by 5.6% in the January-November 1983 period with respect to the same period in 1982.

Between January and November of 1983, water consumption was 1.6% more than in 1982. It may also be of interest to point out the increase of 2.5% in number of telephone lines in operation between January-November 1983 with respect to 1982.

Finally, another sector that experienced an important recovery was agriculture. On the whole, it is estimated that the cultivated area of the main traditional crops will increase this season by over 21.0% as compared to the 1982/1983 agricultural year.

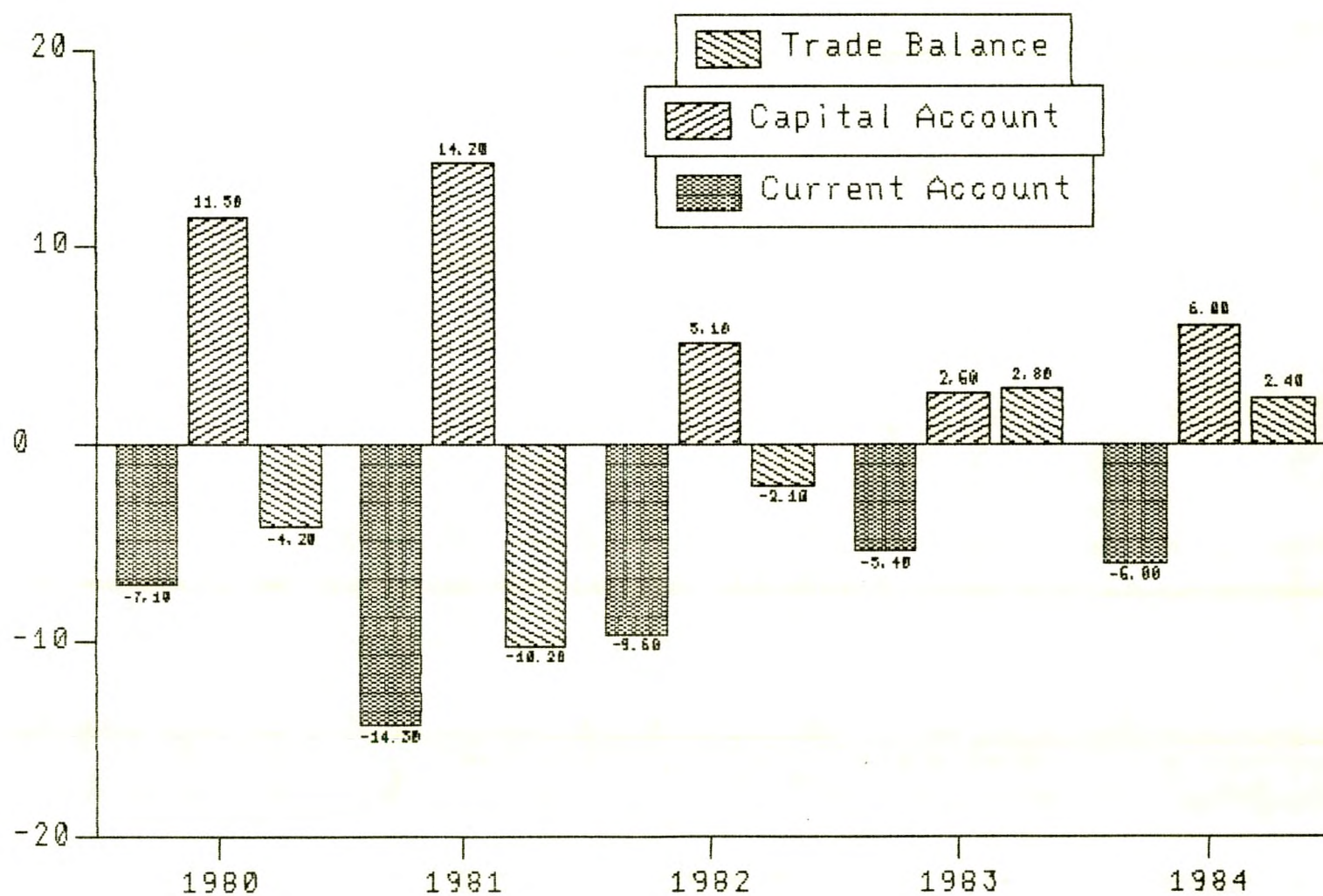
The following table presents a summary of the most important aggregates showing the generalized economic recovery of the country.

SOME LEADING INDICATORS OF ECONOMIC ACTIVITY

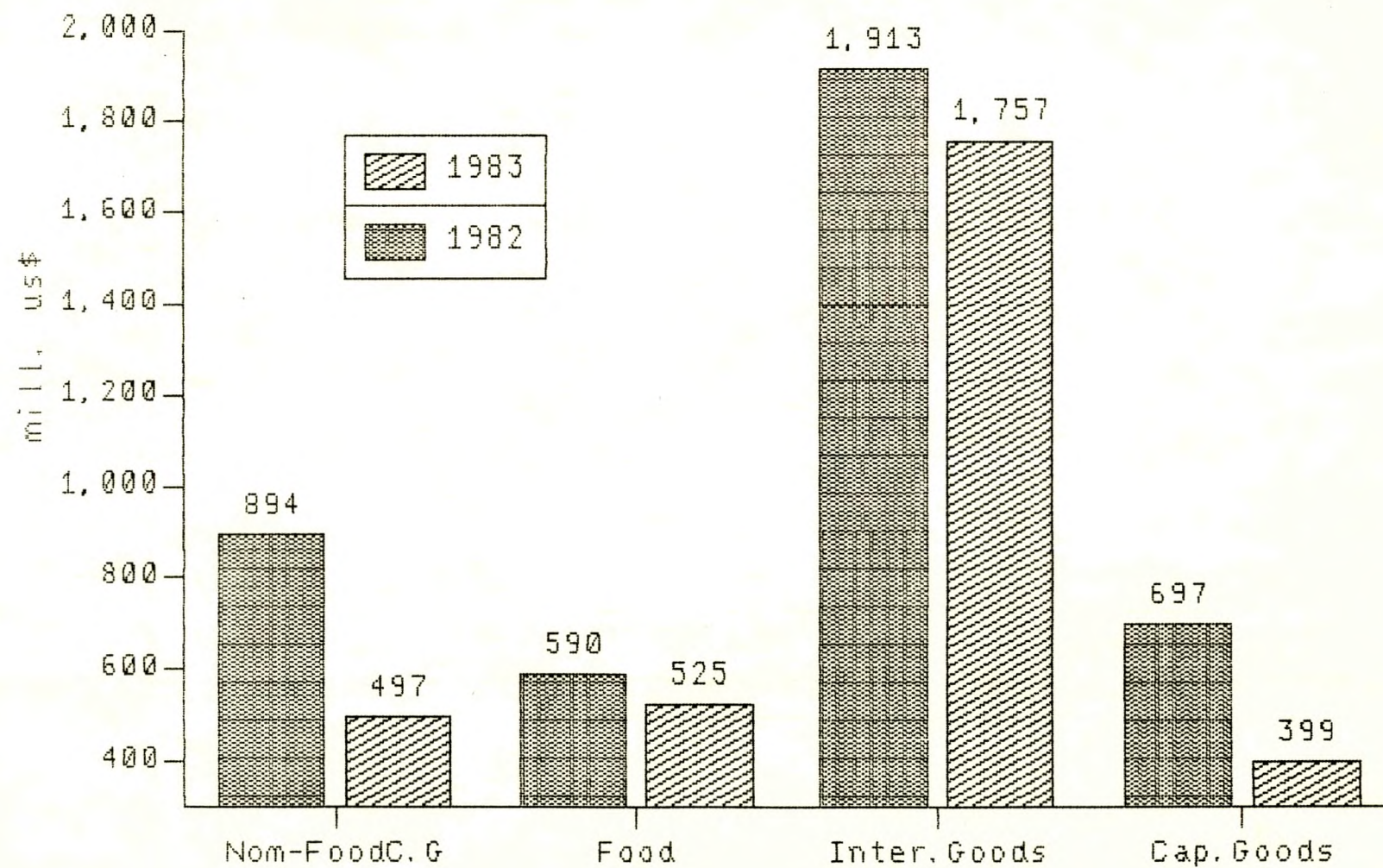
<u>INDICATOR</u>	<u>1983 Period</u>	<u>% Variation Same period in 1982</u>
I <u>INDUSTRIAL SECTOR</u>		
1. <u>Industrial Production (SOFOFA)</u>	<u>JAN-DEC</u>	<u>4.6</u>
Rubber products	"	53.4
Glass	"	31.5
Petroleum by-products	"	26.6
Textiles	"	26.3
Non-metallic Mineral Products	"	20.9
Pottery and china	"	17.4
Paper production	"	14.9
Plastics	"	13.3
Soft-drinks industry	"	10.9
Iron and steel basic manufactures	"	7.0
Footwear industry	"	8.6
Non-ferrous metals basic industry	"	5.4
Metal commodities	"	3.8
2. <u>Industrial Sales (SOFOFA)</u>	"	<u>1.5</u>
Rubber products	"	29.8
Petroleum by-products	"	23.4
Footwear industry	"	15.7
Textiles	"	16.8
Non-metallic Mineral products	"	17.1
Clothing	"	13.9
Plastics	"	13.9
Pottery and china	"	11.3
Soft-drinks industry	"	8.6
Paper production	"	4.6
Iron and steel basic manufactures	"	9.9
Non-ferrous metals basic industry	"	4.3
Industrial chemical products	"	3.3

II <u>RAW MATERIAL IMPORTS (CENTRAL BANK)</u>			
(US\$ value)			
Raw materials originated in industry	Jan-Nov	22.0	
Raw materials originated in agriculture	Jan-Nov	1.8	
III <u>FISHING SECTOR (IFOP)</u>			
Fishcatch (raw material for fish-meal industry)			
- Northern Zone (tons)	Jan-Dec	6.6	
- Total Country (tons)	Jan-Dec	1.5	
IV <u>TRADE SECTOR (SII)</u>			
Sales by shops, restaurants and hotels	Jan-Aug	22.7	
- Wholesale	Jan-Aug	28.9	
- Retail	Jan-Aug	19.1	
- Restaurants and hotels	Jan-Aug	10.6	
V <u>CONSTRUCTION SECTOR (INE)</u>			
Housing permits and starts (80 communes) (sg.m.)	Jan-Nove	41.0	
VI <u>TRANSPORT SECTOR (FFCC)</u>			
Ton/Km transported by rail	Jan-Dec	31.2	
Passengers per Km transported by rail	Jan-Dec	5.6	
VII <u>UTILITIES</u>			
- Production of electric energy for public services. Total country (ENDESA)	Jan-Nove	5.6	
- Water consumption (EMOS - SENDOS)	Jan-Nov	1.6	
- Telephone lines (CTC)	Jan-Nov	2.5	
VIII <u>FARMING - TIMBER SECTOR</u>			
- 14 basic crops (hectares)	83/84	21.2%	
(INE) (ODEPA)			
- Wheat (Hectares)		28.1%	
- Barley (Hectares)		12.7%	
- Maize (Hectares)		16.8%	

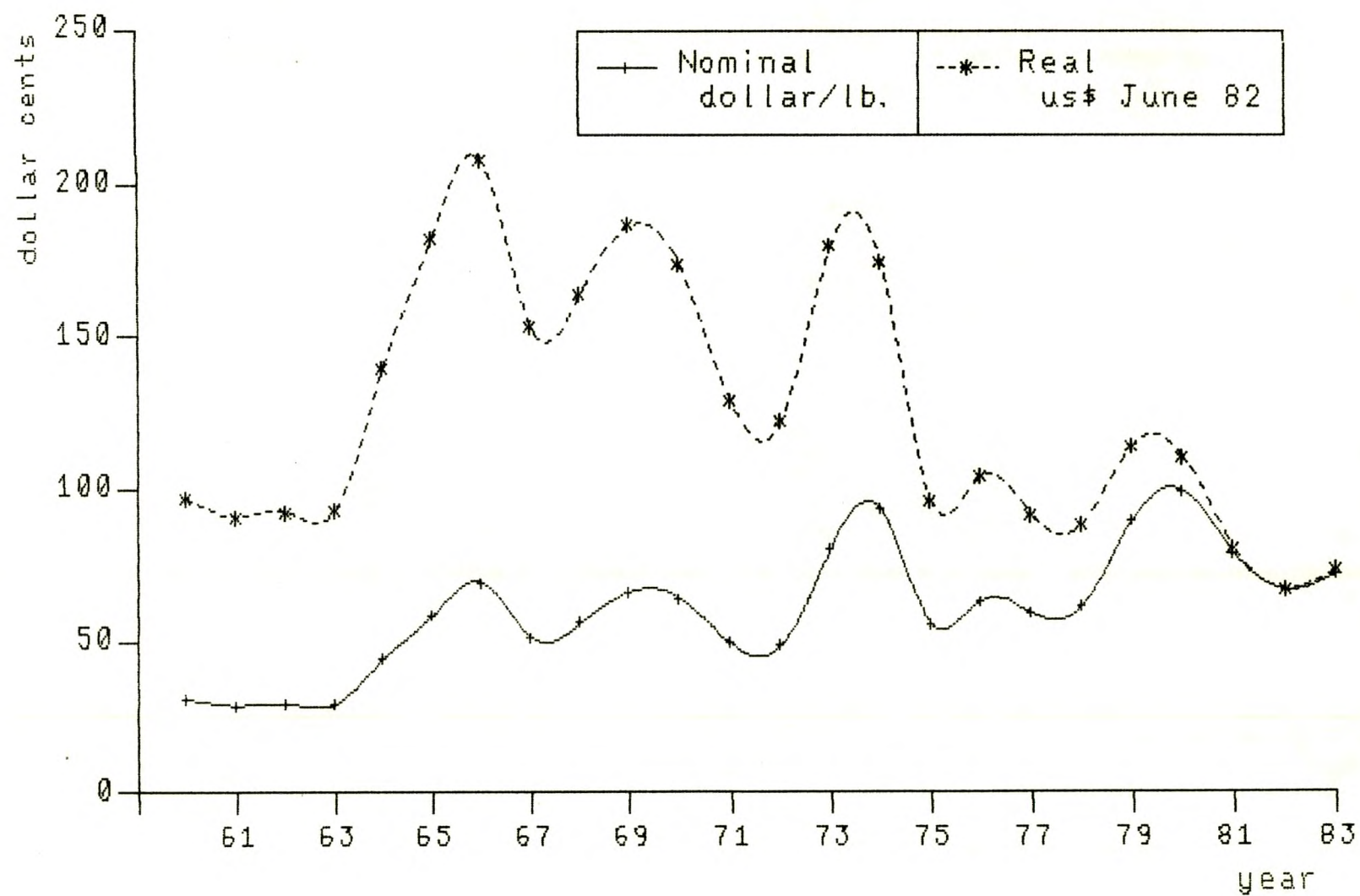
BALANCE OF PAYMENTS (as % of GDP)



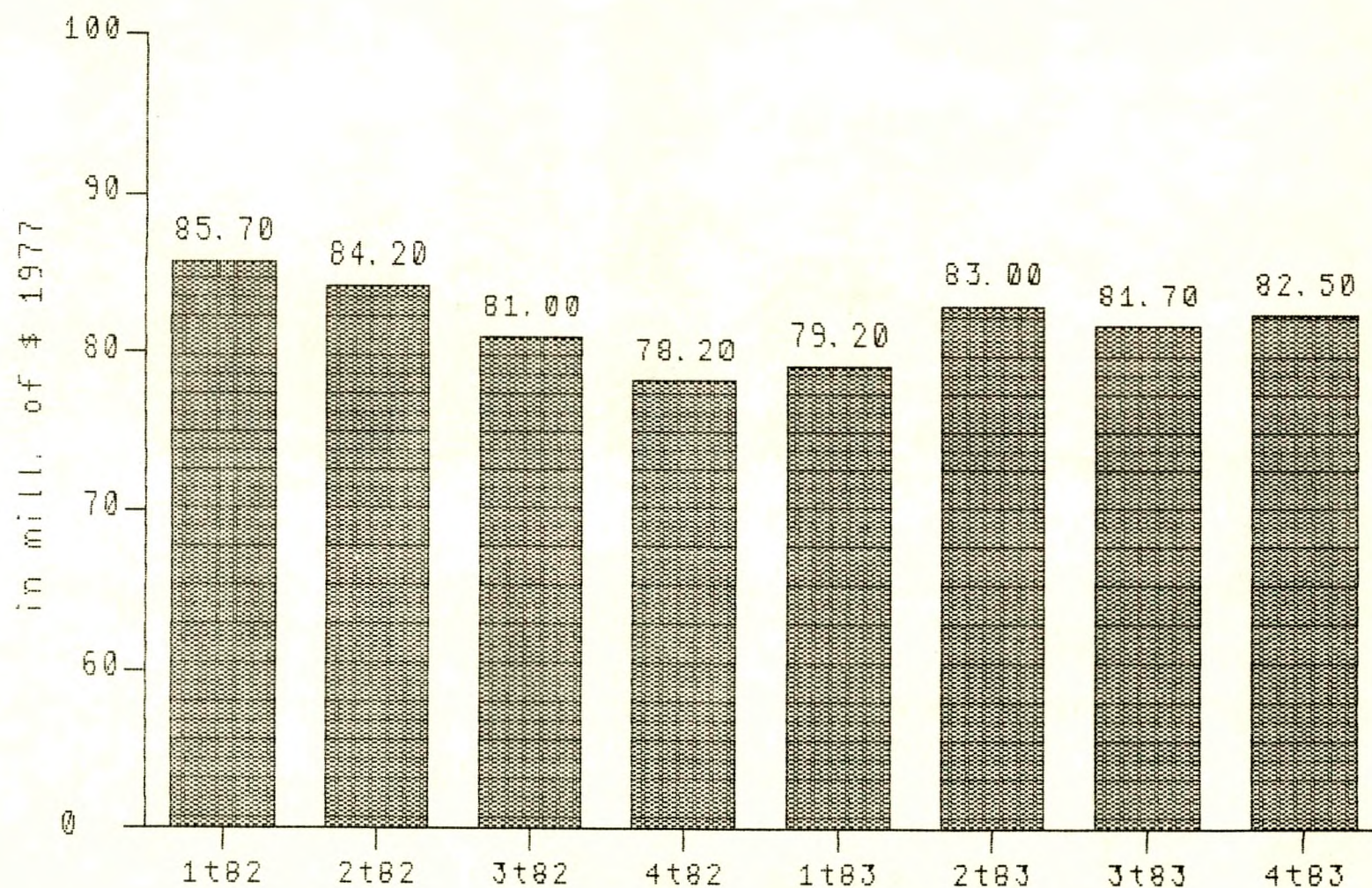
COMPOSITION OF IMPORTS 1982-1983 (cif values)



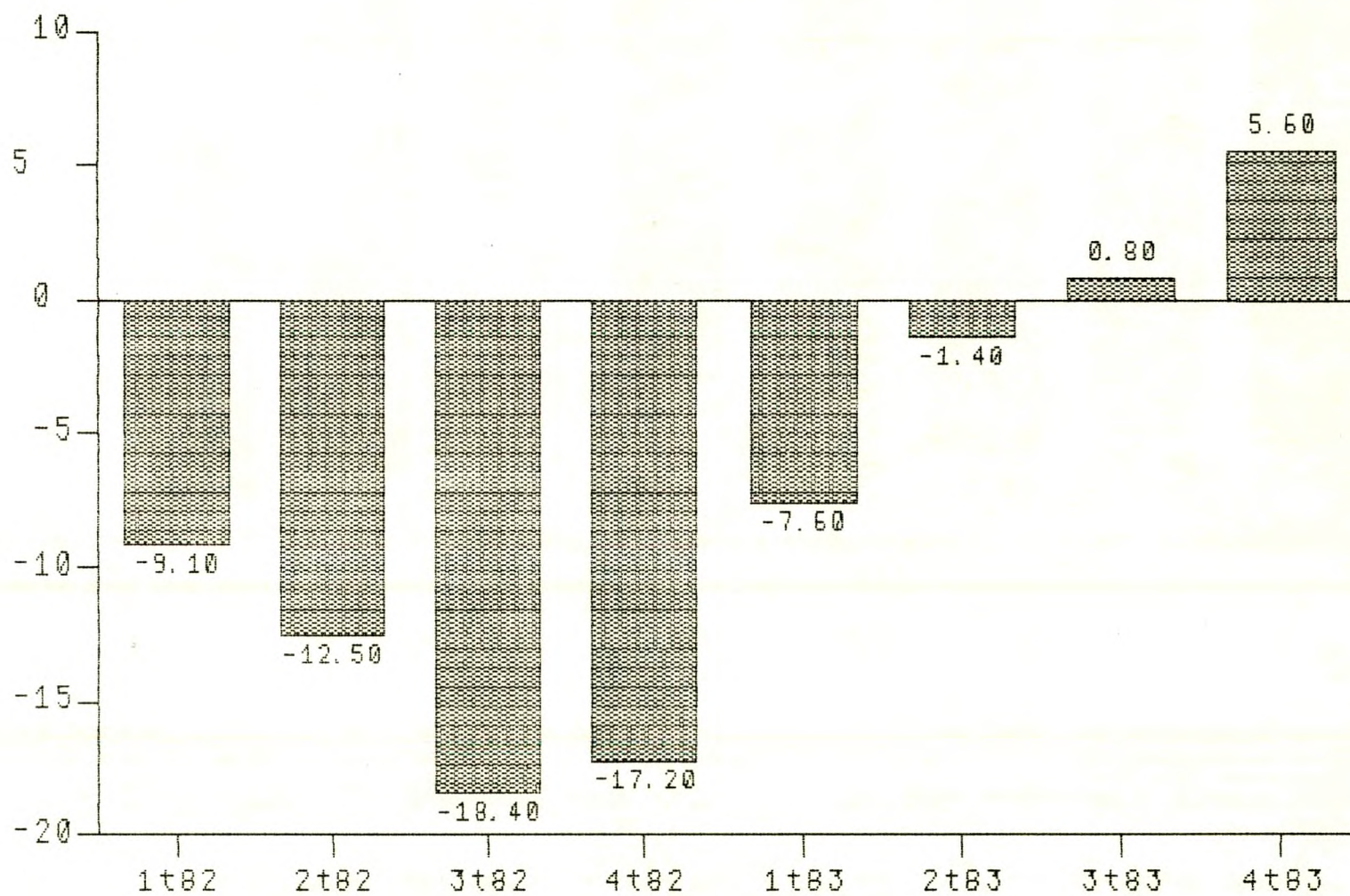
COPPER PRICE



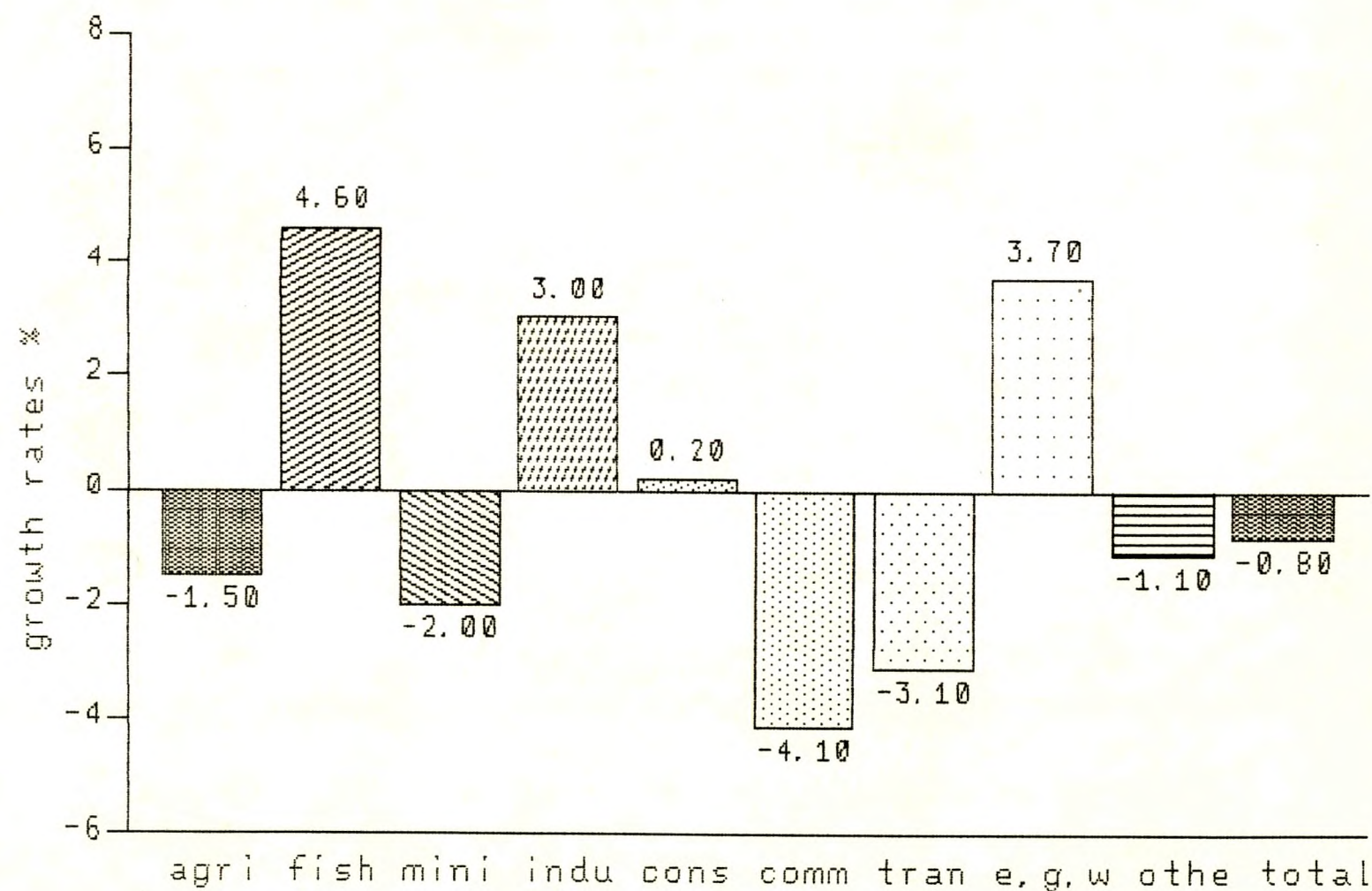
GROSS DOMESTIC PRODUCT 1982-1983



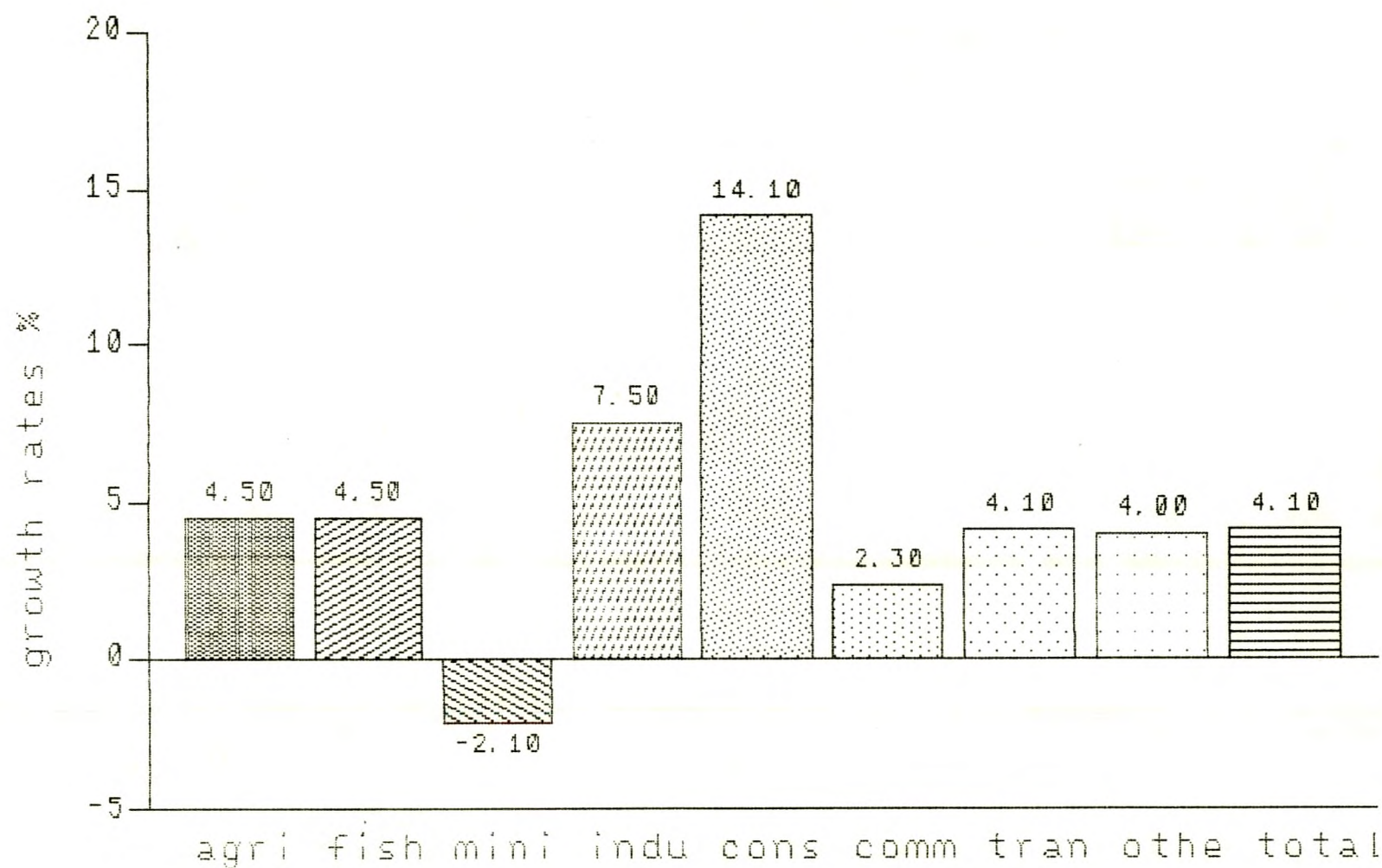
% CHANGE G.D.P. 1982-1983



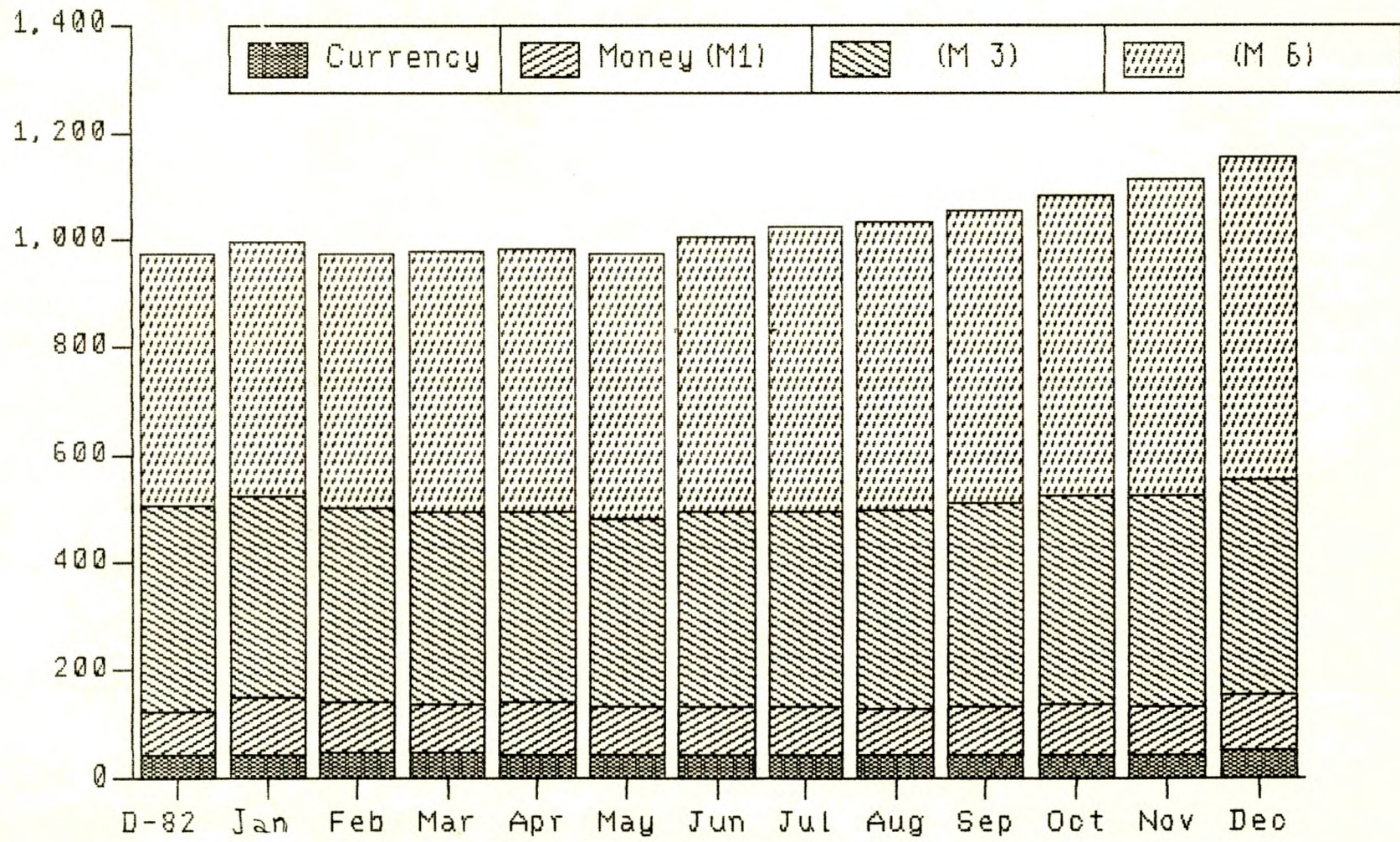
1983 G.D.P. GROWTH RATES , by sectors



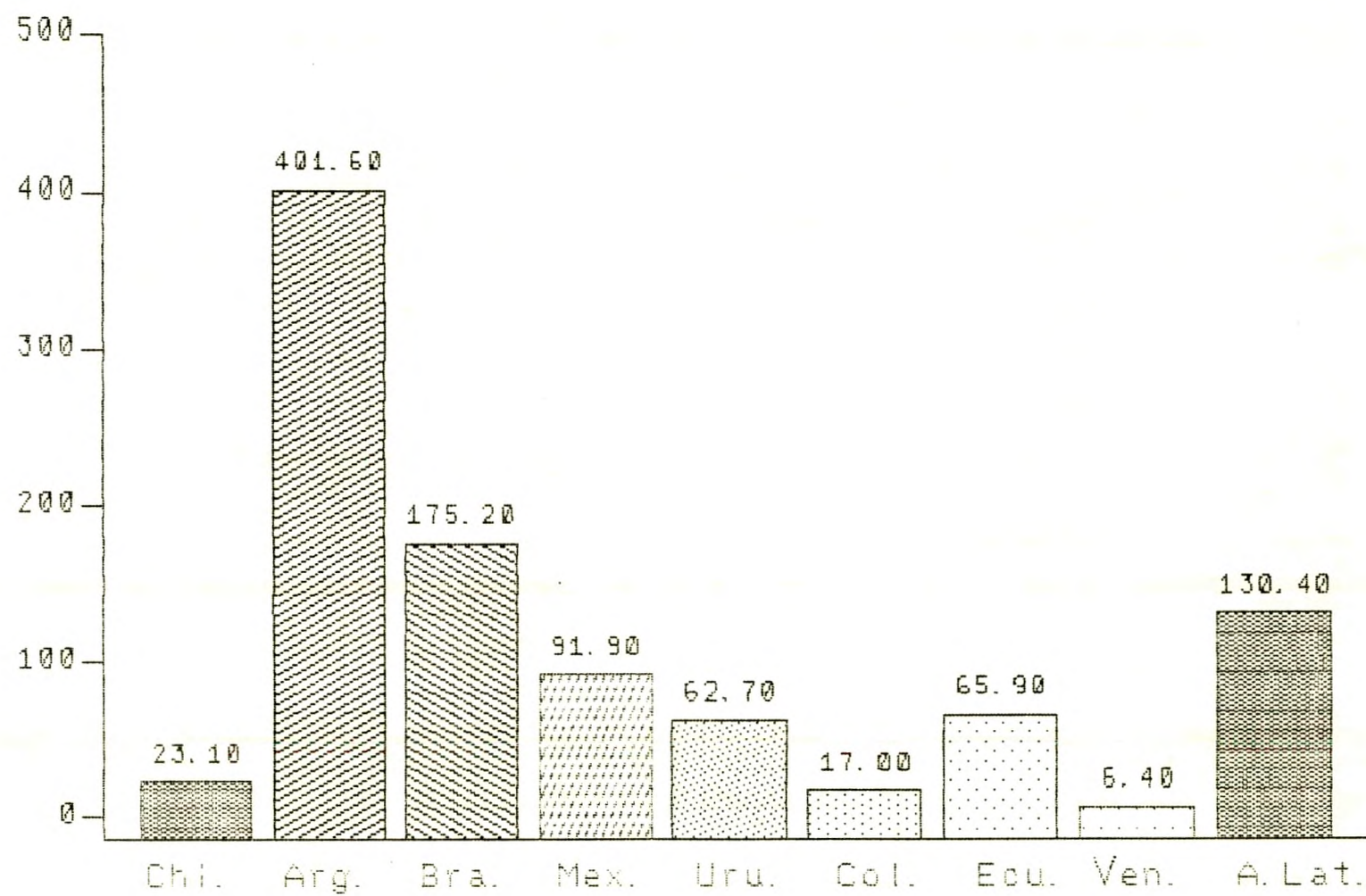
1984 G.D.P. GROWTH RATES , by sectors



MONETARY AGGREGATES (in bill. of \$)



LATIN AMERICAN INFLATION 1983



T A B L E N° 1

CENTRAL BANK MONETARY PROGRAM: TARGETS AND PERFORMANCE: 1983
(stocks in billions of Chilean pesos)

	P E R F O R M A N C E				T A R G E T S A G R E E D W I T H I . M . F .					
	Dec.82	Mar.83	Jun.83	Sep.83	Dec.83	Mar.83	Jun.83	Jun.83	Sep.83	Dec.83
1. <u>NET INTERNATIONAL RESERVES</u> ^{1/}	<u>122.64</u>	<u>46.46</u>	<u>34.54</u>	<u>93.64</u>	<u>81.22</u>	<u>46.48</u>	<u>23.68</u>	<u>24.64</u>	<u>81.00</u>	<u>81.00</u>
(in mill. US\$)	(1.657)	(628)	(467)	(1.216)	(1.055)	(628)	(320)	(320)	(1.052)	(1.052)
2. <u>NET DOMESTIC ASSETS</u>	<u>-26.49</u>	<u>52.43</u>	<u>60.11</u>	<u>4.37</u>	<u>23.81</u>	<u>51.13</u>	<u>74.63</u>	<u>75.49</u>	<u>13.25</u>	<u>23.95</u>
3. <u>FOREIGN MEDIUM AND LONG TERM</u> <u>LIABILITIES</u>	<u>45.98</u>	<u>45.46</u>	<u>44.62</u>	<u>45.82</u>	<u>45.09</u>					
(in mill. US\$)	(621)	(614)	(603)	(595)	(586)					
4. <u>LIABILITIES TO PRIVATE SECTOR</u>	<u>50.17</u>	<u>53.43</u>	<u>50.03</u>	<u>52.19</u>	<u>59.94</u>					
Rate of Exchange (peso/dollar)	74	74	74	77	77	74	74	77	77	77

1/ For measurement of target purposes, US\$ 137 million of public sector deposits have been subtracted from net international reserves. Therefore, these figures differ from those of Table N°3.

NOTES: These figures have been corrected in order to express them in Chilean \$ at the parities of the different currencies as of December 31, 1982.

As the I.M.F. targets and the performance measurement on the net Domestic Assets are over the stock at a given day (end of the quarter), the figures are highly affected by daily fluctuations of the components. At the end of June we observed an unexpected transitory increase in the excess reserves of the banking system, which affected as a negative item the N.D.A.

We must observe that the targets for September and December, include the disbursements of the new money facility, which are represented as an increase in net international reserves and a parallel accounting contraction in net domestic assets. The latter explains the reduction in N.D.A. figures, even though domestic credit is expanded.

DIFFERENCES BETWEEN ACTUAL PERFORMANCE AND TARGET PERFORMANCE UNDER THE I.M.F. PROGRAM
(stocks in billions of Chilean pesos)

	<u>Mar. 1983</u>	<u>Jun. 1983</u>	<u>Sep. 1983</u>	<u>Dec. 1983</u>
I <u>NET INTERNATIONAL RESERVES</u> ^{1/}				
1. Actual	46.46	34.54	93.64	81.22
2. "Shadow" Program	46.48	23.68	-	-
3. I.M.F. Agreement	96.67	87.05	81.00	81.00
4. Differences (1-2)	-0.02	10.86	-	-
5. Differences (1-3)	-50.21	-52.51	12.64	0.22
II <u>NET DOMESTIC ASSETS</u>				
1. Actual	52.43	60.11	4.37	23.81
2. "Shadow" Program	51.13	74.63	-	-
3. I.M.F. Agreement	-6.02	4.10	13.25	23.95
4. Differences (1-2)	1.30	14.52	-	-
5. Differences (1-3)	58.45	56.01	-8.88	-0.14
III <u>NEW MEDIUM TERM LOANS FROM INTERNATIONAL BANKS</u>	-	-	83.43	101.46
IV <u>RATE OF EXCHANGE</u> (peso/dollar)	74	74	77	77

1/ Net of other deposits.

NOTES : These figures have been corrected in order to express them in Chilean \$ at the parities of the different currencies as of December 31, 1982.

As the I.M.F. targets and the performance measurement on the net Domestic Assets are over the stock at a given day (end of the quarter), the figures are highly affected by daily fluctuations of the components. At the end of June we observed an unexpected transitory increase in the excess reserves of the banking system, which affected as a negative item the NDA.

We must observe that the targets for September include the disbursements of the new money facility, which are represented as an increase in net international reserves and a parallel accounting contraction in net domestic assets. The latter explains the reduction in N.D.A. figures, even though domestic credit is expanded.

SOURCE: Banco Central de Chile

T A B L E N° 3

CENTRAL BANK: NET INTERNATIONAL RESERVES 1983 ^{1/}
(millions of US\$ end of month)

	<u>Dec.82</u>	<u>Mar.83</u>	<u>Jun.83</u>	<u>Sep.83</u>	<u>Dec.83</u>
<u>NET INTERNATIONAL RESERVES</u>	<u>1.794,6</u>	<u>765,1</u>	<u>604,1</u>	<u>1.353,4</u>	<u>1.192,1</u>
1. <u>Assets</u>	<u>2.129,5</u>	<u>1.482,2</u>	<u>1.532,9</u>	<u>1.942,5</u>	<u>2.273,9</u>
Gold	72,4	64,5	64,8	65,3	66,6
SDRs	19,6	18,0	2,3	0,4	5,7
I.M.F. Reserve Position	78,1	2,0	-1,2	-4,8	-13,5
Foreign Exchange Assets	1.718,0	1.230,7	1.337,4	1.830,6	2.047,7
CCR	241,4	167,0	129,6	51,0	167,4
2. <u>Liabilities</u>	<u>334,9</u>	<u>717,0</u>	<u>928,9</u>	<u>589,2</u>	<u>1.081,8</u>
To I.M.F.	6,4	461,6	461,6	581,2	640,9
CCR	128,6	55,4	67,3	8,0	140,8
Short Term Deposits	200,0	200,0	150,0	-	300,0
Bridge Loan	0,0	-	250,0	-	-

1/ Corresponds to the I.M.F. net international reserve definition.

Due to approximations, the sums are not exactly equal to the totals.

NOTE : These figures have been corrected in order to express them in Chilean \$ at the parities of the different currencies as of December 31, 1982

SOURCE: Banco Central de Chile

T A B L E N° 4
NET INDEBTEDNESS OF THE NON-FINANCIAL PUBLIC SECTOR
 (billions of Chilean pesos) 1/

	<u>Dec. 1982</u>	<u>Jun. 1983</u>	<u>Sep. 1983</u>	<u>Dec. 1983</u>
1. Debt to the Domestic Financial System	12,46	33,06	35,34	43,80
2. Total Foreign Debt ^{2/}	394,86	376,50	374,06	376,80
3. Treasury Notes Held by the Domestic Non Financial Private Sector	11,64	33,48	38,34	41,88
4. Adjustments and Others ^{3/}	6,16	0,93	2,16	4,40
Total Subject to Target	425,12	443,97	449,90	466,88
Targets		452,00	459,00	455,00

NOTES: Provisional figures.

1/ Chilean pesos 77 per US\$

2/ Includes external debts nominated in local currency

3/ Adjustment in the base Dec. 1982 due to a misclassification in the monetary accounts (6,94). Also includes outstanding CORA bonds, and adjustments for increase in credit to municipalities and credit to the private sector by CORFO and INDAP.

T A B L E N° 5

CONTRACTING AND GUARANTEEING OF MEDIUM-AND LONG-TERM FOREIGN DEBT BY THE NON FINANCIAL PUBLIC SECTOR
(in millions of US\$)

	<u>Dec. 1982</u>	<u>Mar. 1983</u>	<u>Jun. 1983</u>	<u>Sep. 1983</u>	<u>Dec. 1983</u>
More Than 1 Year Till 5	-	-	-	-	-
More Than 5 and Till 10	399.5	485.4	485.4	1.785.4	1.837.4
Total	399.5	485.4	485.4	1.785.4	1.837.4
Target Ceiling	2.050	2.050	2.050	5.500.0	5.500.0

SOURCE: Banco Central de Chile

T A B L E N°6

CHILE: BALANCE OF PAYMENTS 1981-1984
(in millions of US\$)

	<u>1981</u>	<u>1982</u>	<u>1983</u> ^{1/}	<u>1984</u> ^{2/}
<u>CURRENT ACCOUNT</u>	<u>-4.733</u>	<u>-2.304</u>	<u>-1.068</u>	<u>-1.250</u>
Trade Balance	-2.677	63	1.014	995
Exports	3.836	3.706	3.851	4.048
Copper	1.738	1.685	1.863	1.867
Others	2.098	2.021	1.988	2.182
Imports	-6.513	-3.643	-2.837	-3.053
Non Financial Services	-701	-555	-471	-498
Financial Services	-1.463	-1.921	-1.703	-1.848
Transfers	108	109	92	100
<u>CAPITAL ACCOUNT</u>	<u>4.800</u>	<u>1.139</u>	<u>527</u>	<u>1.250</u>
Direct Investment	362	384	152	160
MLT Amortization Payments	-1.818	-1.258	-1.814	-1.550
Other Payments 3/	-	-	-236	-141
MLT Receipts 4/	5.089	2.609	3.096	2.653
Short-Term Financial	955	347	-552 ^{5/}	249
Short-Term Commercial	212	-943	-119	-121
Errors and Omissions and Others				
<u>Overall Balance</u>	<u>67</u>	<u>-1.165</u>	<u>-541</u> ^{5/}	<u>-</u>
<u>Valuation Adjustment</u>	<u>-365</u>	<u>-33</u>	<u>-14</u>	<u>-</u>
<u>Change in Reserves</u>	<u>-298</u>	<u>-1.198</u>	<u>-555</u>	<u>-</u>

1/ Provisional

2/ Estimated

3/ Corresponds to loan re-payment and purchase of loans to Banco Andino, plus other re-payments.

4/ Includes refinancing of scheduled amortization payments.

5/ Includes increase of short term credits from Central Bank (US\$ 100 mill.). Therefore, the overall balance according to the I.M.F. definition would be -641 and short-term financial capital would be -652.

Assumptions for 1984

1. Approximately 25% of medium and long-term debt is at a fixed rate of about 8%.
2. For medium and long term variable rate credits, actual spreads over LIBOR/PRIME were considered.
3. Interest on new credits was calculated assuming a spread of 2.125% over average LIBOR/PRIME.
4. A 9% LIBOR and 11% prime was assumed.
5. Includes financial costs of the refinancing program.
6. Long-term interest expenses include interest payments on re-scheduled financial debts.
7. LME copper prices are projected at a yearly average of \$ 75 c/lb. in 1984.
8. Petroleum prices are projected at an annual average of \$ 30 /barrel in 1984.

T A B L E N° 6 - A

FINANCIAL SERVICES
(millions of US\$)

	<u>1983</u>	<u>1984</u>
<u>INTEREST EXPENSE</u>	<u>1.813.0</u>	<u>2004.6</u>
Medium and Long-Term	1.354.2	1734.6
I.M.F.	40.3	51.2
Short-Term	418.5	218.8
<u>INTEREST INCOME</u>	<u>186.4</u>	<u>239.7</u>
Medium and Long-Term	13.5	11.5
Short-Term	173.0	228.2
Central Bank	(162.2)	(196.8)
<u>PROFITS AND DIVIDENDS</u>	<u>76.4</u>	<u>83.0</u>
<u>FINANCIAL SERVICES</u>	<u>1.703.0</u>	<u>1847.9</u>

T A B L E N° 6 - B

IMPORTS, 1981, 1982, 1983, 1984
(millions of US\$)

	<u>1981</u>	<u>1982</u>	<u>1983</u>	<u>1984</u>
1. <u>CONSUMER GOODS</u>	<u>1.907</u>	<u>949</u>	<u>522</u>	<u>472</u>
Agricultural	33	22	13	13
Industrialized Food Products	282	168	123	77
Medical & Pharmaceutical	69	49	41	41
Tools	47	25	18	16
Industrialized non-food Prod.	1.048	561	295	286
Automobiles	428	124	32	39
2. <u>CAPITAL GOODS</u>	<u>1.249</u>	<u>584</u>	<u>323</u>	<u>383</u>
Machinery & Equipment	677	429	250	306
Transportation Equipment	564	153	70	74
Other Capital Goods	8	2	3	3
3. <u>INTERMEDIATE GOODS</u>	<u>3.208</u>	<u>1.996</u>	<u>1.884</u>	<u>2.135</u>
Agricultural-food Stuffs	273	238	250	262
Agricultural Origin-raw Materials	55	39	32	35
Industrial Origin-raw (edibles) Materials	124	99	105	104
Industrial Origin-raw (non-edibles) Materials	568	335	420	505
Intermediate Industrial Goods	729	414	300	327
Machinery & Equipment-spare Parts	290	198	172	217
Fuels & Lubricants	983	615	570	651
- Crude Petroleum	(703)	(277)	(403)	(465)
- Other	(280)	(338)	(167)	(186)
Parts for Assembly of Vehicles	186	58	35	34
<u>SUB TOTAL</u>	<u>6.364</u>	<u>3.529</u>	<u>2.729</u>	<u>2.990</u>
<u>Other Imports</u>	<u>954.0</u>	<u>565</u>	<u>456</u>	<u>440</u>
<u>TOTAL C.I.F.</u>	<u>7.318.0</u>	<u>4.094</u>	<u>3.185</u>	<u>3.430</u>
<u>TOTAL F.O.B.</u>	<u>6.513.0</u>	<u>3.643</u>	<u>2.837</u>	<u>3.053</u>

1/ 13.4 million barrels at \$30/barrel

T A B L E 6 - C

VOLUME AND VALUE OF EXPORTS: 1981 - 82 - 83 - 84, BY PRINCIPAL PRODUCTS
(millions of US\$)

PRODUCTS	UNITS	1 9 8 1			1 9 8 2			1 9 8 3			1 9 8 4 *		
		Q	\$	VALUE	Q	\$	VALUE	Q	\$	VALUE	Q	\$	VALUE
Copper	TM	1.047.500	1.659.0	1.737.8	1.216.800	1.384.5	1.684.6	1.210.000	1.539.8	1.863.1	1.180.000	71.8	1.866.6
Iron Ore Pellets	TM	3.276.851	33.7	110.6	3.214.197	33.6	108.2	2.444.000	34.0	83.1	2.800.000	28.0	78.4
Iron Ore	TM	3.363.992	15.3	51.4	2.552.870	19.6	50.0	2.115.000	16.1	33.8	1.500.000	15.9	23.9
Sodium Nitrate	TM	330.202	106.0	35.1	268.382	105.0	28.2	310.000	99.0	31.0	303.000	93.0	28.1
Potassium Nitrate	TM	104.124	151.0	15.7	102.758	158.0	16.2	128.000	150.0	19.2	111.100	145.0	16.1
Yodine	TM	2.271	14.102.0	32.0	2.186	13.782.0	30.1	3.100	10.562.0	33.0	2.700.0	10.700.0	29.0
Fishmeal	TM	455.812	429.0	195.5	768.637	332.0	255.0	762.000	403.0	307.3	750.000.0	420.0	315.0
Planks	M3	847.439	100.0	90.0	642.064	100.0	64.2	780.000	90.0	70.0	850.000	100.0	85.0
Pinewood	M3	359.060	48.0	18.0	889.055	44.0	39.6	1.000.000	35.0	35.0	840.000	43.0	36.0
Crude Cellulose	TM	208.960	441.0	92.1	210.577	288.0	60.8	270.000	240.0	65.0	282.000	253.0	71.0
White Cellulose	TM	201.406	554.0	111.6	248.251	447.0	111.0	300.000	350.0	105.0	350.000	360.0	126.0
Molybdenum Oxide	TM	14.921	14.960	223.2	20.684	8.586	177.6	18.900	7.400.0	140.0	14.500	8.828.0	128.0
Iron Molybdenum	TM												
SUB TOTAL				2.713.0			2.625.5			2.786.5			2.803.1
OTHERS				1.123.5			1.080.2			1.064.4			1.245.0
TOTAL				3.836.5			3.705.7			3.850.9			4.048.1

* Estimated

T A B L E N° 7

CHILE: BALANCE OF PAYMENTS BY QUARTERS, 1983 ^{1/}
(in millions of US\$)

	<u>I</u>	<u>II</u>	<u>III</u>	<u>IV</u>	<u>YEAR</u>
<u>CURRENT ACCOUNT</u>	<u>-171</u>	<u>-161</u>	<u>-311</u>	<u>-424</u>	<u>-1.068</u>
Trade Balance	<u>314</u>	<u>336</u>	<u>204</u>	<u>160</u>	<u>1.014</u>
Exports	947	1.030	941	933	3.851
Copper	417	494	448	504	1.863
Others	530	536	492	429	1.988
Imports	-633	-695	-736	-772	-2.837
Non Financial Services	-109	-158	-104	-100	-471
Financial Services	-397	-388	-421	-498	-1.703
Transfers	20	50	9	13	92
 <u>CAPITAL ACCOUNT</u>	 <u>-908</u>	 <u>194</u>	 <u>665</u>	 <u>576</u>	 <u>527</u>
Direct Investment	31	49	31	41	152
Payments MLT (scheduled)	-317	-488	-479	-530	-1.814
Other Payments	-	-187	-9	-40	-236
Short-term Financial	-470	295	-462	85	-552
Receipts	98	118	82	348	646
Public Sector	40	41	54	263	398
Private Sector	58	77	28	85	248
Refinancing of Amortization	102	365	325	358	1.150
New Money	-	-	1.070	230	1.300
Short-term Commercial	-173	-54	89	40	-98
Others	-125	44	18	24	-39
Errors and Omissions	-54	52	-	20	18
 <u>Overall Balance</u>	 <u>-1.080</u>	 <u>33</u>	 <u>354</u>	 <u>151</u>	 <u>-541</u>
 <u>Cumulative Balance of Payments</u>	 <u>-1.080</u>	 <u>-1.046</u>	 <u>-692</u>	 <u>-541</u>	 <u>-541</u>
 <u>Valuation Adjustment</u>	 <u>+85</u>	 <u>-67</u>	 <u>-16</u>	 <u>-10</u>	 <u>-14</u>
 <u>Changes in Reserves (increase: -)</u>	 <u>1.000</u>	 <u>34</u>	 <u>-338</u>	 <u>-141</u>	 <u>+555</u>
 <u>Cumulative Change in Reserves</u> (increase: -)	 <u>1.000</u>	 <u>1.034</u>	 <u>696</u>	 <u>555</u>	 <u>555</u>

MEMORANDUM ITEM =

Change in Reserves, net of bank's
new money (increase: -)

1/ Provisional figures

NOTE: Due to approximations, the sums are not exactly equal to the totals.

T A B L E N° 8

EXPORTS AND IMPORTS 1982 - 1983
(millions of US\$)

	<u>EXPORTS (F.O.B.)</u>			<u>IMPORTS (C.I.F.)</u>				<u>IMPORTS (F.O.B.)</u>	<u>TRADE BALANCE</u>	
	Copper	Others	Total	Consumers Goods	Capital Goods	Intermed. Goods	Total		Montlhy	Accumulated Year
<u>1982</u>	1.684.6	2.021.1	3.705.7	1.484.2	696.9	1.912.8	4.093.9	3.643.3	-	62.4
<u>1983</u>	1.863.1	1.987.8	3.850.9	1.022.2	398.7	1.757.5	3.178.4	2.836.5	1.014.4	-
Jan.	110.0	141.1	251.1	72.2	39.2	105.3	216.7	192.8	58.3	58.3
Feb.	138.2	164.5	302.7	82.7	33.3	107.7	223.7	199.1	103.6	161.9
Mar.	168.5	224.6	393.1	89.0	34.2	147.5	270.7	240.9	152.2	314.1
Apr.	134.5	198.5	333.0	68.0	36.0	148.5	252.5	224.7	108.3	422.4
May.	196.1	182.9	379.0	86.1	26.1	168.2	280.4	249.6	129.4	551.8
Jun.	163.8	154.7	318.5	73.3	28.8	145.8	247.9	220.6	97.9	649.7
Jul.	149.7	139.2	288.9	62.6	29.8	153.7	246.1	219.0	69.9	719.6
Aug.	147.1	181.9	329.0	92.3	25.4	177.6	295.3	264.0	65.0	784.6
Sep.	151.6	171.2	322.8	99.9	25.4	158.2	283.5	253.4	69.4	854.0
Oct.	189.1	128.9	318.0	95.9	39.3	141.3	276.5	248.8	69.2	923.2
Nov. *	168.9	137.7	306.6	111.8	34.4	140.4	286.6	255.3	51.3	974.5
Dec. *	145.6	162.6	308.2	88.4	46.8	163.3	298.5	268.3	39.9	1.014.4

SOURCE: Banco Central de Chile

* Preliminary

T A B L E N° 9

PROJECTED NET INFLOWS OF FUNDS FROM OFFICIAL ORGANIZATIONS AND SUPPLIERS, 1983 - 84
(millions of US\$)

As of December 31, 1983	1 9 8 3			1 9 8 4		
	Disbursem.	Amortiz.	Net	Disbursem.	Amortiz.	Net
I OFFICIAL ORGANIZATIONS	334.0	104.9	229.1	531.1	151.0	380.1
IDB	204.8	11.7	220.7	339.8 ^{a/}	12.4	327.4
IBRD	24.0	13.0	11.0	91.3 ^{a/}	21.5	69.8
IDA	-	0.7	-0.7	-	0.7	- 0.7
Eximbank (U.S.A.)	-	2.1	-2.1	30.0	5.6	24.4
AID (U.S.A.)	-	16.5	-16.5	-	16.3	-16.3
CCC (U.S.A.)	105.2 ^{b/}	7.6	137.4	70.0 ^{e/}	46.5	23.5
KFW (W. Germany)	-	2.3	-2.3	-	2.2	- 2.2
Bco. Central Argentina	-	15.6	-15.6	-	14.8	-14.8
Eximbank (Japan)	-	1.2	-1.2	-	1.2	- 1.2
Banco Do Brasil	-	21.1	-21.1	-	20.0	-20.0
East Germany	-	0.8	-0.8	-	0.2	- 0.2
Bulgaria	-	0.6	-0.6 ^{f/}	-	0.2	- 0.2 ^{f/}
EDC (Canada)	-	2.1	-2.1 ^{i/}	-	2.6	- 2.6 ^{f/}
EFIC (Australia)	-	2.5	-2.5	-	0.1	- 0.1
Spanish Government	-	1.6	-1.6	-	1.2	- 1.2
Credit Nacional (France)	-	2.0	-2.0	-	1.6	- 1.6
NIO (Netherlands)	-	-	-	-	0.9	0.9
British Government	-	0.1	-0.1	-	-	-
Bco. Comer. Exterior Mexico	-	0.9	-0.9	-	0.7	- 0.7
Bco. Central Reserva Peru	-	0.1	-0.1	-	0.1	- 0.1
IDC (South Africa)	-	0.6	-0.6	-	0.6	- 0.6
USSR Government	-	0.1	-0.1	-	-	-
Kontrollbank (Austria)	-	0.1	-0.1	-	-	-
Eximbank (Korea)	-	-	-	-	-	-
China Government	-	1.6	-1.6	-	1.6	- 1.6
II SUPPLIERS ^{c/}	51.7	196.6	-144.9	270.0	230.4	39.6
Public Sector	7.3	69.9	-62.6	160.0	99.4 ^{e/}	60.6
Private Sector	44.4	126.7	-82.3	110.0 ^{g/}	131.0	-21.0
- Contracted Credits	44.4	126.7	-82.3	-	131.0	-131.0
- Credits to be Contracted	-	-	-	110.0	-	110.0
T O T A L						
I Official Organizations	334.0	104.9	229.1	531.1	151.0	380.1
II Suppliers	51.7	196.6	-144.9	270.0	230.4	39.6
Total (I + II)	385.7	301.5	84.2	801.1	381.4	419.7
III Rest of Banks and Others ^{d/}	260.4	382.9	-122.5	48.7	150.5	-101.8
GRAND TOTAL	646.1 ^{h/}	684.4	-38.3	849.8	-531.9	317.9
Banco Andino	-	216.8	-216.8	-	-140.9	-140.9
	646.1	901.2	-255.1	849.8	672.8	177.0

- a/ Assumed are disbursements of new loans of the IDB & IBRD.
- b/ B.O.P. effective figure.
- c/ Figures of supplier credit with official guarantees are not available.
- d/ Renegotiations, Nationalizations, Firms and Individuals (Financial Credits: Art. 15 - D.L. N°600 and contracted credit with guarantees (Banks).
- e/ Includes US\$0.4 MM. to supplier in 1984.
- f/ Includes US\$1.1 MM. Private Sector Art. 15.
- g/ Includes disbursement from Firms and Individuals (Financial Credits Art. 15, D.L. N°600 associated to foreign investment).
- h/ Excludes Central Bank credit US\$1.300 MM. from banks.
- i/ Includes US\$ 2.0 MM Private Sector Art. 15.

T A B L E N° 10
FOREIGN DEBT OF CHILE 1981 - 1983 *
(millions of US\$)

ITEM	12.31.81	12.31.82	06.30.83	09.30.83	Estimated 12.31.83
I <u>TOTAL FOREIGN DEBT</u>	<u>15.542</u>	<u>17.153</u>	<u>16.318</u>	<u>16.832</u>	<u>17.454</u>
(II + III)					
Public Sector	5.465	6.660	6.580	7.241	7.884
(Banco del Estado)	(397)	(778)	(781)	(814)	(877)
(Central Bank)	(528)	(837)	(1.018)	(1.680)	(2.199)
Private Sector	10.077	10.493	9.738	9.591	9.570
(Banks) 2/	(6.629)	(6.703)	(6.059)	(5.953)	(6.005)
(Others, Non Banks) 1/ 2/	(3.448)	(3.790)	(3.679)	(3.638)	(3.565)
II <u>MEDIUM AND LONG TERM</u>					
<u>FOREIGN DEBT</u>	<u>12.553</u>	<u>13.815</u>	<u>13.484</u>	<u>14.453</u>	<u>16.016</u> ^{4/}
Public Sector	4.415	5.157	5.064	6.090	6.958
(Banco del Estado)	(393)	(507)	(510)	(544)	(869)
(Central Bank)	(528)	(637)	(618)	(1.680)	(1.899)
Private Sector	8.138	8.658	8.420	8.363	9.058 ^{3/}
(Banks)	(4.690)	(4.967)	(4.856)	(4.825)	(5.510) ^{5/}
(Others, Non Banks)	(3.448)	(3.691)	(3.564)	(3.538)	(3.548) ^{6/}
III <u>SHORT TERM FOREIGN DEBT</u>	<u>2.989</u>	<u>3.338</u>	<u>2.834</u>	<u>2.379</u>	<u>1.438</u> ^{7/}
Public Sector	1.050	1.503	1.516	1.151	926
(Banco del Estado)	(4)	(271)	(271)	(270)	(8)
(Central Bank)	(-)	(200)	(400)	(-)	(300)
Private Sector	1.939	1.835	1.318	1.228	512
(Banks) 2/	(1.939)	(1.732)	(1.203)	(1.128)	(495)
(Other, Non Banks) 1/ 2/	(-)	(103)	(115)	(100)	(17)
IV <u>CENTRAL BANK WITH I.M.F.</u>	<u>49</u>	<u>6</u>	<u>446</u>	<u>555</u>	<u>606</u>

* End-of-month parities.

1/ Excludes short-term trade related credits to the non-financial sector, which are estimated at approximately US\$ 780 million on December 31, 1982, and US\$ 550 million on December of 1983.

Includes short-term Article 14 and 15 loans as of May, 1982.

2/ Includes short-term Article 14 and 15 loans as of May, 1982.

3/ Includes aprox US\$150 millions of private sector deposits in the Central Bank to be rescheduled by the latter.

4/ Includes US\$ 470 million corresponding to the 100% rescheduling of short-term financial debt (of which US\$ 42 million correspond to BHC-BUF).

5/ Includes US\$ 671 million corresponding to the 100% rescheduling of short-term financial debt.

6/ Includes US\$ 76 million corresponding to the 100% rescheduling of short-term financial debt.

7/ Includes US\$ 1.217 million corresponding to the 100% rescheduling of short-term financial debt.

TOTAL MEDIUM AND LONG TERM EXTERNAL DEBT
At Dec. 31, 1982 and Dec. 31, 1983
(millions of US\$)
(According to Principal Foreign Creditors)

ITEM	STOCKS (12.31.82)	STOCKS (*) (12.31.83)
I - <u>PUBLIC SECTOR 1/</u>	<u>5.156.8</u>	<u>6.957.6</u>
1. <u>Multinational Organizations</u>	<u>444.4</u>	<u>652.6</u>
- Non Financial Public Sector	414.0	624.0
- Financial Public Sector	30.4	28.6
2. <u>Foreign Governments</u>	<u>769.5</u>	<u>793.5</u>
- Non Financial Public Sector	667.4	613.4
- Financial Public Sector	102.1	180.1
3. <u>Private Banks and Financial Institutions</u>	<u>3.403.4</u>	<u>5.136.3</u> ^{2/}
- Non Financial Public Sector	2.259.7	2.537.6
- Financial Public Sector	1.143.7	2.598.7
4. <u>Foreign Suppliers</u>	<u>318.1</u>	<u>250.5</u>
- Non Financial Public Sector	315.8	249.2
- Financial Public Sector	2.3	1.3
5. <u>Nationalizations</u>	<u>75.1</u>	<u>40.4</u>
6. <u>Official Renegotiations</u>	<u>50.9</u>	<u>0.8</u>
7. <u>Renegotiation Special Agreements</u>	<u>8.8</u>	<u>3.5</u>
- Non Financial Public Sector	6.2	3.5
- Financial Public Sector	2.6	-
8. <u>Public Bonds</u>	<u>43.6</u>	<u>36.8</u>
9. <u>Private Bonds</u>	<u>43.0</u>	<u>43.2</u>
II - <u>PRIVATE SECTOR</u>	<u>8.657.8</u>	<u>9.058.6</u>
1. <u>Banks and Financial Institutions</u>	<u>4.967.0</u>	<u>5.509.9</u> ^{3/}
- With Foreign Banks and Financial Institutions	4.967.0	5.509.9
- With Foreign Suppliers	-	-
2. <u>Non Banking Private Sector</u>	<u>3.690.8</u>	<u>3.548.7</u> ^{5/}
- With Foreign Banks and Financial Institutions	2.788.7	2.769.6
- With Foreign Suppliers	902.1	779.2
III - <u>TOTAL (I + II)</u>	<u>13.814.6</u>	<u>16.016.2</u>
- With Foreign Banks and Financial Institutions	11.159.1	13.415.7
- With Foreign Suppliers 4/	2.655.5	2.600.5

* Estimated

1/ Includes "Banco del Estado".

2/ Includes US\$469.8 millions due to the rescheduling of 100% of financial credit.

3/ It includes US\$671 millions due to the rescheduling of 100% of financial credit.

4/ It includes US\$86.6 millions corresponding to Government's Bonds.

5/ It includes US\$76.4 millions corresponding to the rescheduling of 100% of financial credit.

T A B L E N° 12

SCHEDULE OF AMORTIZATIONS OF MEDIUM AND LONG TERM EXTERNAL DEBT, AS OF 12.31.83
(millions of US\$)

ITEM	1983	1984	1985	1986	1987	1988	1989	1990	1991	1992
I. BEFORE RENEGOTIATION	<u>2.063</u>	<u>1.692</u>	<u>2.230</u>	<u>2.686</u>	<u>2.170</u>	<u>1.617</u>	<u>991</u>	<u>395</u>	<u>304</u>	<u>174</u>
Public Debt	478	531	642	903	814	758	647	348	283	166
Private Debt	1.585	1.161	1.588	1.783	1.356	859	344	47	21	8
II. AFTER RENEGOTIATION ^{1/}	<u>906</u>	<u>673</u>	<u>2.230</u>	<u>2.686</u>	<u>2.335</u>	<u>3.066</u>	<u>2.440</u>	<u>1.779</u>	<u>565</u>	<u>174</u>
Public Debt	317	288	642	903	979	1.474	1.362	999	362	166
Private Debt	589	385	1.588	1.783	1.356	1.593	1.078	780	203	8
III. AFTER RENEGOTIATION ^{1/}	<u>906</u>	<u>673</u>	<u>2.230</u>	<u>2.686</u>	<u>2.335</u>	<u>3.066</u>	<u>2.440</u>	<u>1.779</u>	<u>565</u>	<u>174</u>
1. As of Original Schedule	906	673	2.230	2.686	2.149	1.617	991	395	304	174
2. Rescheduled Debt	-	-	-	-	-	1.049	1.049	1.049	261	-
3. New Credits	-	-	-	-	165	400	400	335	-	-

1/ The figures in the "AFTER RENEGOTIATION" category are provisional.

TABLE N° 13

GROWTH RATES OF GROSS DOMESTIC PRODUCT BY SECTOR
(percentage change in 12 month)

SECTOR	1980	1981 *	1982 **					1983 **					1984 **
			I	II	III	IV	TOTAL	I	II	III	IV	TOTAL	
Agriculture	3.6	4.3	5.6	-2.2	-13.2	9.0	-3.3	-4.3	-2.2	3.7	0.3	-1.5	4.5
Fishing	7.5	18.1	42.7	16.6	-12.4	-4.0	8.8	2.2	16.0	-14.3	20.1	4.6	4.5
Mining	5.2	8.0	-0.6	20.6	6.3	-1.7	5.7	1.7	-10.9	-4.4	6.1	-2.0	-2.1
Industry	6.2	2.6	-19.9	-22.6	-23.4	-20.3	-21.6	-4.2	6.4	5.1	4.4	3.0	7.5
Construcction	23.9	21.1	-17.4	-29.7	-32.4	-36.3	-29.0	-28.9	-2.6	9.2	30.8	0.2	14.1
Commerce	12.4	6.6	-9.4	-13.3	-25.3	-21.7	-17.8	-16.1	-5.8	-1.0	7.7	-4.1	2.3
Transport	11.1	1.1	-5.7	-4.6	-16.1	-12.5	-9.9	-8.6	-4.3	0.0	0.9	-3.1	4.1
Others 1/	5.3	5.2	-8.2	-13.3	-15.6	-15.5	-13.2	-4.8	-0.7	-22.7	3.1	-0.7	2.9
TOTAL G. D. P.	7.8	5.7	-9.1	-12.5	-18.4	-17.2	-14.3	-7.6	-1.4	0.8	5.6	-0.8	4.1

1/ Includes Financial Services, Personal Services, Housing, Public Administration, Electricity, Gas and Water, Import Duties and Value Added, Tax and Imports, Banking Charges.

2/ Projection

* Provisional

** Estimated

SOURCE: Central Bank of Chile - National Accounts.

T A B L E N° 13 - A

GROSS DOMESTIC PRODUCT SPENDING
(Rate Annual Variation)

ITEM	1980	1981*	1982**	1983**	1984**
Overall Household Consumption and Private Non-Profit Institutions	6.8	14.2	-14.4	-5.8	2.4
Overall Government Consumption Spending	-8.1	0.3	-7.8	-5.8	0.7
Inventory Variation	-	-	-	-	-
Gross Composition of Fixed Capital	21.9	14.7	-37.1	-14.4	17.0
Exports of Goods and Services	14.3	-5.3	10.9	1.4	2.0
Minus: Imports of Goods and Services	18.7	14.7	-32.9	-9.4	8.1
Gross Domestic Product Spending	7.8	5.7	-14.3	-0.8	4.1

(*) Provisional figures

(**) Estimated figures

T A B L E N° 14

LABOR FORCE AND UNEMPLOYMENT NATIONWIDE

ITEM	1978 Oct.Dec.	1979 Oct.Dec.	1980 Oct.Dec.	1981 Oct.Dec.	1982 Oct.Nov.	1983 Aug.Oct.	1983 Oct.Dec.
<u>LABOR FORCE</u> (1.000's)	<u>3476.6</u>	<u>3477.5</u>	<u>3635.5</u>	<u>3688.0</u>	<u>3660.7</u>	<u>3687.5</u>	<u>3687.6</u>
Change (%)	8.7	0.03	4.5	1.4	-0.7	-	-
Unemployment (1.000's)	495.3	474.2	378.4	417.0	717.6	620.8	538.1
<u>UNEMPLOYMENT RATE</u> (percentages)							
Agriculture	6.7	7.3	5.0	6.3	9.4	10.6	5.8
Mining	11.0	9.0	10.5	10.6	17.7	11.4	12.2
Industry	12.8	12.5	11.2	11.8	26.3	19.9	17.8
Construction	29.6	28.9	18.7	25.8	50.0	44.8	37.8
Commerce	7.9	8.9	6.9	7.5	13.6	12.6	11.1
Transport & Communications	10.6	9.9	8.5	8.6	17.6	17.1	14.7
Services	8.9	7.7	5.7	6.2	10.9	10.2	9.4
<u>TOTAL</u>	14.1	13.6	10.4	11.3	19.4	16.8	14.6

(*) Variation related to the same period of previous year.

SOURCE: Instituto Nacional de Estadísticas, I.N.E.

T A B L E N° 15

PUBLIC FINANCE
(millions of 1976 US\$)

	1977	1978	1979	1980	1981	1982	1983*
<u>FISCAL SPENDING</u>	<u>2.699.2</u>	<u>2.787.6</u>	<u>2.895.7</u>	<u>3.158.3</u>	<u>3.601.8</u>	<u>3.527.7</u>	<u>3.487.0</u>
- Fiscal Spending Excluding Debt Service	2.264.1	2.369.7	2.449.8	2.794.1	3.373.3	3.289.5	3.153.7
<u>FISCAL REVENUES</u>	<u>2.499.0</u>	<u>2.688.4</u>	<u>3.104.0</u>	<u>3.578.8</u>	<u>3.841.9</u>	<u>3.239.3</u>	<u>3.024.0</u>
<u>FISCAL DEFICIT</u>	<u>200.2</u>	<u>99.2</u>	<u>-208.3</u>	<u>-420.5</u>	<u>-240.1</u>	<u>288.4</u>	<u>463.0</u>
- Deficit/Fiscal Spending (%)	7.4	3.6	-7.2	-13.3	-6.7	8.2	13.3
- Deficit/Fiscal Spending Excluding Debt Service (%)	8.8	4.2	-8.5	-15.1	-7.1	8.8	14.7
- Social Spending/ Fiscal Spending Excluding Debt Service (%)	50.5	50.2	47.9	50.0	54.7	59.4	
- Social Spending/Fiscal Spending (%)	42.3	42.7	40.5	44.2	51.3	55.4	
- Fiscal Deficit/GNP (%)	1.8	0.8	-1.7	-3.1	-1.7	2.3	3.4

(*) Provisional

SOURCE: Dirección de Presupuesto, Ministerio de Hacienda

T A B L E N° 16

PRINCIPAL MONETARY AGGREGATES
(stocks in millions of Chilean pesos)

DATE	Bills & Coins in Circulation C	Demand Deposits D1	Private Money M1	Time Deposits Dp	M1 + DP M2	M3 *	M3A **	Public Money Dg	Monetary Base E
<u>1981</u>									
Dec.	43.628	31.597	75.225	226.643	301.868	372.371	450.006	55.784	83.680
<u>1982</u>									
Jan.	41.724	37.819	79.543	237.964	317.507	377.863	450.974	51.343	80.590
Feb.	41.869	38.161	80.030	244.913	324.943	382.936	450.495	49.176	77.693
Mar.	37.842	39.568	77.410	247.504	324.914	382.876	446.316	43.321	77.268
Apr.	41.630	34.021	75.651	240.562	316.213	376.779	437.600	41.792	73.821
May.	39.311	35.175	74.486	245.432	319.917	378.609	436.183	38.569	78.695
Jun.	39.028	30.060	69.088	231.805	300.893	362.952	432.090	39.646	64.045
Jul.	36.510	28.388	64.898	240.036	304.934	360.230	441.901	60.338	71.326
Aug.	35.669	41.947	77.616	234.515	312.131	369.591	433.905	44.127	69.869
Sep.	34.771	34.807	69.578	239.349	308.927	368.613	436.980	44.241	68.291
Oct.	36.674	30.054	66.728	247.234	313.962	375.670	441.364	41.603	56.431
Nov.	34.489	33.569	68.058	245.844	313.902	379.160	444.298	37.200	55.096
Dec.	42.708	38.038	80.746	237.388	318.134	384.406	448.124	38.542	61.491
<u>1983</u>									
Jan.	45.617	57.712	103.329	211.542	314.871	375.393	435.162	37.425	70.166
Feb.	46.964	49.490	96.454	198.258	294.712	358.105	418.848	36.604	74.805
Mar.	46.861	44.758	91.619	198.702	290.321	357.271	417.101	35.899	66.592
Apr.	46.571	46.969	93.540	193.282	286.822	353.277	419.090	40.486	69.318
May.	42.633	46.805	89.438	190.461	279.899	349.638	421.424	52.557	60.373
Jun.	43.243	47.317	90.560	198.345	288.905	361.257	419.571	37.306	63.007
Jul.	44.793	43.124	87.917	198.966	286.883	362.634	424.117	41.735	62.087
Aug.	42.583	46.000	88.583	199.991	288.574	367.847	429.527	37.562	64.087
Sep.	44.952	42.217	87.169	202.412	289.581	378.888	438.678	37.537	63.005
Oct.	44.129	48.459	92.588	203.140	295.728	388.724	446.467	36.210	65.097
Nov.	44.910	45.545	90.455	199.984	290.439	387.162	452.614	42.158	72.845
Dec.	52.430	50.651	103.081	197.796	300.877	398.749	463.874	40.905	72.471

NOTES : * M3 = M2 + Savings Accounts + Other Demand dep.

** M3A = Private and Public Money and Quasimoney

WAGES AND SALARIES INDEX, 1977 - 1983

(Base: Dec. 78 = 100)

DATE	INDEX	ANNUAL % CHANGE	REAL INDEX *	ANNUAL % CHANGE
1977 Aver.	50.96	116.4	79.80	12.7
1978 "	81.38	59.7	90.97	14.0
1979 "	120.25	47.8	100.77	10.8
1980 "	176.64	46.9	109.54	8.7
1981 "	230.19	30.3	119.26	8.9
<u>1982</u>				
Jan.	250.01	18.5	124.34	9.2
Feb.	249.28	18.8	124.96	10.7
Mar.	252.18	17.8	125.86	10.1
Apr.	253.68	16.1	126.74	9.9
May.	253.16	14.6	127.12	10.6
Jun.	250.32	11.4	124.87	6.9
Jul.	248.78	9.5	121.69	3.6
Aug.	248.81	1.7	117.90	-5.6
Sep.	250.38	2.1	113.76	-8.3
Oct.	251.89	2.2	109.21	-12.1
Nov.	256.38	3.5	107.58	-13.7
Dec.	265.01	5.1	109.93	-12.9
<u>1983</u>				
Jan.	267.57	7.0	109.07	-12.3
Feb.	266.90	7.1	108.67	-13.0
Mar.	269.93	7.0	107.86	-14.3
Apr.	273.81	7.9	106.25	-16.2
May.	280.30	10.7	107.29	-15.6
Jun.	283.86	13.4	106.99	-14.3
Jul.	291.46	17.2	107.79	-11.4
Aug.	294.72	18.5	106.14	-10.0
Sep.	296.55	18.4	104.36	-8.3
Oct.	301.50	19.7	103.60	-5.1
Nov.	306.02	19.3	103.77	-3.5

(*) Deflated by the C.P.I.

SOURCE: Instituto Nacional de Estadísticas, I.N.E.

T A B L E N° 18

INTEREST RATES
(monthly rates in Banking System)

DATE	SHORT TERM DEPOSITS ^{1/}		SHORT TERM LOANS ^{1/}		P. D. B. C. ^{2/}	
	NOMINAL	REAL ^{3/}	NOMINAL	REAL ^{3/}	NOMINAL	REAL ^{3/}
<u>1982</u>						
Dec.	4.59	3.35	5.47	4.22	3.89	2.66
<u>1983</u>						
Jan.	2.85	1.03	4.01	2.17	2.76	0.94
Feb.	2.23	2.13	3.24	3.14	2.21	2.11
Mar.	2.15	0.25	3.08	1.16	1.98	0.08
Apr.	2.13	-0.84	3.09	0.09	1.96	-1.01
May.	2.25	0.84	3.21	1.79	2.23	0.82
Jun.	2.05	0.44	2.97	1.35	1.90	0.30
Jul.	1.87	-0.03	2.84	0.92	1.82	-0.08
Aug.	1.87	-0.81	2.73	0.03	1.78	-0.90
Sep.	1.89	-0.40	2.82	0.51	1.84	-0.45
Oct.	1.89	-0.50	2.79	0.38	1.81	-0.59
Nov.	1.90	0.59	2.71	1.39	1.84	0.53
Dec.	1.82	1.21	2.60	1.99	1.73	1.13

NOTES: 1/ Short term (30-89 days) deposits and loans in the Commercial Banking System.

2/ Discount rate on "Pagarés Descontables del Banco Central" in the secondary market.

3/ To express interest rates in real terms, the monthly inflation rate (Consumer Price Index) is discounted from the nominal rate.

SOURCE: Banco Central de Chile

T A B L E N° 19

REFERENCE AND PREFERENTIAL RATES OF EXCHANGE
(Chilean pesos/US\$, monthly average)

DATE	OBSERVED	REFERENTIAL	PREFERENTIAL
<u>1982</u>			
Jan.	39.00	-	-
Feb.	39.00	-	-
Mar.	39.00	-	-
Apr.	39.00	-	-
May.	39.00	-	-
Jun.	43.02	-	-
Jul.	46.65	-	-
Aug.	55.35	-	49.96
Sep.	63.04	66.03	51.02
Oct.	66.27	66.98	52.79
Nov.	69.19	69.21	55.09
Dec.	72.39	71.54	57.52
<u>1983</u>			
Jan.	74.04	72.82	59.13
Feb.	76.38	73.12	59.96
Mar.	74.48	73.39	60.77
Apr.	73.69	73.65	61.16
May.	75.10	75.22	62.43
Jun.	77.03	77.12	64.04
Jul.	78.25	78.29	65.01
Aug.	79.55	79.61	66.10
Sep.	81.24	81.27	67.47
Oct.	83.34	83.36	69.22
Nov.	85.29	85.30	70.83
Dec.	87.07	87.07	72.33

SOURCE: Banco Central de Chile

T A B L E N° 20

PRICE INDEXES

DATE	<u>WHOLESALE PRICES</u>		<u>CONSUMER PRICES</u>	
	INDEX	% Var.	INDEX	% Var.
<u>1981</u>				
Dec.	5,739.54	-3.9	199.68	9.5
<u>1982</u>				
Dec.	8,011.72	39.6	241.08	20.7
<u>1983</u>				
Jan.	8,096.22	1.1 ^{1/}	245.32	1.8 ^{1/}
Feb.	8,077.04	-0.2	245.61	0.1
Mar.	8,281.55	2.5	250.26	1.9
Apr.	8,524.55	2.9	257.70	3.0
May.	8,854.88	3.9	261.25	1.4
Jun.	9,087.42	2.6	265.32	1.6
Jul.	9,457.00	4.1	270.40	1.9
Aug.	9,724.13	2.8	277.67	2.7
Sep.	10,157.18	4.5	284.15	2.3
Oct.	10,329.57	1.7	291.03	2.4
Nov.	10,266.70	-0.6	294.89	1.3
Dec.	10,029.65	-2.3	296.75	0.6

1/ Monthly variations

SOURCE: Instituto Nacional de Estadísticas, I.N.E.

T A B L E N° 21 - A
FINANCIAL SYSTEM INDICATORS
(in percent)

At.: 12.31.83

ITEM	Private Chilean Banks	Interv. Banks	Non-Interv. Banks	Foreign Banks in Chile	Banco del Estado	Financ. Instit.	Total System
A - CAPITAL ADEQUACY							
1. <u>Physical Fixed Assets</u> Capital	102.3	87.5	120.7	57.7	16.7	68.4	72.0
2. <u>Past due Loans</u> (Cart.Ven.) Capital	113.0	172.9	37.9	21.7	21.6	14.7	72.2
3. <u>Debt</u> Capital	17.3	17.2	17.5	7.8	9.5	8.3	13.5
4. <u>Loans Sold to Central Bank</u> Capital	147.6	165.7	124.7	21.7	-	21.3	85.9
B - ASSET QUALITY							
1. <u>Past due Loans</u> Total Loans	10.1	15.4	3.3	4.4	4.0	2.4	8.4
2. <u>Loans Loss Res.(Prov.)</u> Total Loans	4.9	6.1	3.3	3.5	10.5	3.8	5.6
3. <u>Loans Sold to Central Bank</u> Total Loans	13.2	14.7	10.9	4.4	-	3.5	10.0
C - LIABILITY STRUCTURE							
1. <u>Demand Deposits</u> Total Liabilities Except Capital and Resv.	5.9	4.8	7.2	9.5	14.1	-	7.6
2. <u>Time Deposits</u> Total Liabilities Except Capital and Resv.	15.9	12.1	20.5	32.1	30.4	58.9	20.7
3. <u>Total Foreign Liabilities</u> Total Liabilities Except Capital and Resv.	48.0	49.4	46.4	39.3	37.1	4.6	44.6
D - MANAGEMENT							
1. <u>Administration Expenses</u> Total Loans and Fin.Inv.	0.8	0.6	1.1	1.3	0.3	2.4	0.8
2. <u>Remuneration Expenses</u> Total Loans and Fin.Inv.	1.4	1.2	1.8	2.6	2.1	2.8	1.7
3. <u>Fixed Expenses</u> Operating Profits	333.7	3.327.9	139.4	93.0	93.1	105.0	172.7
E - INCOME							
1. <u>Net Profits</u> Capital	(48.1)	(47.1)	(5.5)	5.3	6.1	2.3	(24.2)
2. <u>Net Prof-Other net Inc.</u> Capital	(61.4)	(55.6)	(17.2)	0.4	(0.3)	(8.4)	(34.3)
3. <u>Net Profits</u> Total Assets	(2.2)	(4.0)	(0.2)	0.4	0.5	0.2	(1.4)

T A B L E N° 21 - B
FINANCIAL SYSTEM INDICATORS
(in percent)

At.: 09.30.83

ITEM	Private Chilean Banks	Interv. Banks	Non-Interv. Banks	Foreign Banks in Chile	Banco del Estado	Financ. Instit.	Total System
<u>A - CAPITAL ADEQUACY</u>							
1. <u>Physical Fixed Assets</u> Capital	101.9	82.7	123.7	46.4	13.0	65.5	70.2
2. <u>Past due Loans</u> (Cart.Ven.) Capital	140.6	218.7	52.5	20.9	21.8	13.8	90.2
3. <u>Debt</u> Capital	16.3	16.7	15.9	6.6	8.2	7.9	12.7
4. <u>Loans Sold to Central Bank</u> Capital	120.4	130.6	108.8	6.5	0.0	23.2	71.1
<u>B - ASSET QUALITY</u>							
1. <u>Past due Loans</u> Total Loans	11.7	18.5	4.3	4.9	4.2	2.3	10.0
2. <u>Loans Loss Res.</u> (Prov.) Total Loans	4.7	5.8	3.5	3.0	9.9	5.3	5.4
3. <u>Loans Sold to Central Bank</u> Total Loans	10.0	11.0	9.0	1.5	0.0	3.9	7.9
<u>C - LIABILITY STRUCTURE</u>							
1. <u>Demand Deposits</u> Total Liabilities Except Capital and Resv.	7.9	5.9	10.2	12.4	16.3	7.2	9.6
2. <u>Time Deposits</u> Total Liabilities Except Capital and Resv.	17.1	12.7	22.2	29.9	34.6	53.1	21.5
3. <u>Total Foreign Liabilities</u> Total Liabilities Except Capital and Resv.	47.4	48.4	46.1	44.9	36.1	4.9	44.7
<u>D - MANAGEMENT</u>							
1. <u>Administration Expenses</u> Total Loans and Fin.Inv.	0.6	0.5	0.8	1.0	0.3	2.2	0.6
2. <u>Remuneration Expenses</u> Total Loans and Fin.Inv.	1.2	0.9	1.5	1.9	1.8	2.4	1.4
3. <u>Fixed Expenses</u> Operating Profits	316.6	7.344.7	140.4	86.4	93.8	102.8	171.3
<u>E - INCOME</u>							
1. <u>Net Profits</u> Capital	(38.9)	(67.5)	(6.7)	4.0	4.4	2.0	(20.8)
2. <u>Net Prof-Other net Inc.</u> Capital	(43.5)	(71.4)	(12.0)	0.4	(1.4)	(6.2)	(23.7)
3. <u>Net Profits</u> Total Assets	(2.0)	(3.6)	(0.3)	0.3	0.4	0.2	(1.3)

SOURCE: Superintendencia de Bancos e Instituciones Financieras

T A B L E N° 21 - C
FINANCIAL SYSTEM INDICATORS
(in percent)

At.: 06.30.83

ITEM	Private Chilean Banks	Interv. Banks	Non-Interv. Banks	Foreign Banks in Chile	Banco del Estado	Financ. Instit.	Total System
<u>A - CAPITAL ADEQUACY</u>							
1. <u>Physical Fixed Assets</u> Capital	95.2	77.2	118.7	57.6	16.6	68.0	67.6
2. <u>Past due Loans</u> (Cart.Ven.) Capital	182.8	270.1	68.3	34.4	26.9	15.3	112.9
3. <u>Debt</u> Capital	15.2	15.3	14.9	7.6	7.4	8.0	11.4
4. <u>Loans Sold to Central Bank</u> Capital	52.8	2.9	74.8	21.0	0.0	19.7	32.9
<u>B - ASSET QUALITY</u>							
1. <u>Past due Loans</u> Total Loans	14.8	21.8	5.5	6.2	5.2	2.7	12.3
2. <u>Loans Loss Resv.(Prov.)</u> Total Loans	5.1	6.5	3.3	3.5	8.2	4.0	5.4
3. <u>Loans Sold to Central Bank</u> Total Loans	4.3	2.9	6.1	3.8	0.0	3.4	3.6
<u>C - LIABILITY STRUCTURE</u>							
1. <u>Demand Deposits</u> Total Liabilities Except Capital and Resv.	8.3	6.2	11.0	12.0	21.1	4.4	11.0
2. <u>Time Deposits</u> Total Liabilities Except Capital and Resv.	16.8	12.8	22.2	33.2	35.6	47.6	22.7
3. <u>Total Foreign Liabilities</u> Total Liabilities Except Capital and Resv.	48.6	50.1	46.7	39.7	34.4	5.5	45.0
<u>D - MANAGEMENT</u>							
1. <u>Administration Expenses</u> Total Loans and Fin.Inv.	0.4	0.3	0.6	0.8	0.2	1.5	0.5
2. <u>Remuneration Expenses</u> Total Loans and Fin.Inv.	0.8	0.7	1.1	1.5	1.4	1.6	1.1
3. <u>Fixed Expenses</u> Operating Profits	418.7	2.410.2	154.5	101.1	94.2	109.1	114.5
<u>E - INCOME</u>							
1. <u>Net Profits</u> Capital	(44.3)	(70.8)	(9.5)	(0.4)	2.5	0.2	(23.4)
2. <u>Net Prof-Other net Inc.</u> Capital	(47.2)	(73.6)	(12.7)	(3.0)	(1.9)	(6.4)	(26.7)
3. <u>Net Profits</u> Total Assets	(2.5)	(4.0)	(0.5)	(0.0)	0.3	0.0	(1.6)

SOURCE: Superintendencia de Bancos e Instituciones Financieras

T A B L E N° 21 - D
FINANCIAL SYSTEM INDICATORS
(in percent)

At.: 03.31.83

ITEM	Private Chilean Banks	Interv. Banks	Non-Interv. Banks	Foreign Banks in Chile	Banco del Estado	Financ. Instit.	Total System
A - CAPITAL ADEQUACY							
1. <u>Physical Fixed Assets</u> Capital	90.6	76.3	109.4	56.2	13.3	59.8	64.8
2. <u>Past due Loans</u> (Cart.Ven.) Capital	154.3	224.9	61.2	27.8	33.8	13.6	98.1
3. <u>Debt</u> Capital	15.5	15.9	15.0	8.1	7.3	7.7	11.9
4. <u>Loans Sold to Central Bank</u> Capital	57.0	42.8	75.6	23.0	0.0	22.5	35.5
B - ASSET QUALITY							
1. <u>Past due Loans</u> Total Loans	12.1	17.7	4.8	4.6	6.6	2.4	10.3
2. <u>Loans Loss Resv.</u> (Prov.) Total Loans	4.7	6.4	2.5	2.6	8.0	4.0	4.9
3. <u>Loans Sold to Central Bank</u> Total Loans	4.5	3.4	5.9	3.8	0.0	4.0	3.8
C - LIABILITY STRUCTURE							
1. <u>Demand Deposits</u> Total Liabilities Except Capital and Resv.	9.0	7.1	11.6	14.2	21.9	4.1	11.6
2. <u>Time Deposits</u> Total Liabilities Except Capital and Resv.	17.3	12.9	23.5	34.1	35.9	47.7	22.7
3. <u>Total Foreign Liabilities</u> Total Liabilities Except Capital and Resv.	49.9	51.7	47.4	39.3	35.3	6.1	45.7
D - MANAGEMENT							
1. <u>Administration Expenses</u> Total Loans and Fin.Inv.	0.2	0.2	0.3	0.4	0.1	0.8	0.2
2. <u>Remuneration Expenses</u> Total Loans and Fin.Inv.	0.4	0.3	0.6	0.8	0.8	0.9	0.5
3. <u>Fixed Expenses</u> Operating Profits	607.1	5014.6	142.6	97.5	103.1	107.6	189.0
E - INCOME							
1. <u>Net Profits</u> Capital	(32.8)	(55.4)	(2.1)	1.0	1.5	1.3	(17.3)
2. <u>Net Prof-Other net Inc.</u> Capital	(33.8)	(55.8)	(4.8)	(0.3)	(2.0)	(2.5)	(19.1)
3. <u>Net Profits</u> Total Assets	(1.8)	(3.0)	(0.2)	0.1	0.2	0.1	1.2

SOURCE: Superintendencia de Bancos e Instituciones Financieras

T A B L E N° 21 - E
FINANCIAL SYSTEM INDICATORS
(in percent)

At.: 12.31.82

ITEM	Private Chilean Banks	Interv. Banks	Non-Interv. Banks	Foreign Banks in Chile	Banco del Estado	Financ. Instit.	Total System
<u>A - CAPITAL ADEQUACY</u>							
1. <u>Physical Fixed Assets</u> Capital	76.5	59.6	99.1	59.1	15.2	67.2	59.3
2. <u>Past due Loans</u> (Cart.Ven.) Capital	41.9	42.9	40.5	27.4	38.8	21.3	38.8
3. <u>Debt</u> Capital	15.4	15.7	15.0	8.9	6.5	6.7	9.7
4. <u>Loans Sold to Central Bank</u> Capital	58.4	44.1	77.6	25.6	0.0	25.4	39.8
<u>B - ASSET QUALITY</u>							
1. <u>Past due Loans</u> Total Loans	3.2	3.3	3.1	4.0	6.9	3.6	3.8
2. <u>Loans Loss Resv.</u> (Prov.) Total Loans	2.5	2.9	2.0	2.5	7.1	3.0	3.3
3. <u>Loans Sold to Central Bank</u> Total Loans	4.4	3.4	6.0	3.7	0.0	4.2	3.9
<u>C - LIABILITY STRUCTURE</u>							
1. <u>Demand Deposits</u> Total Liabilities Except Capital and Resv.	10.5	9.6	11.6	12.7	22.8	2.8	4.9
2. <u>Time Deposits</u> Total Liabilities Except Capital and Resv.	22.2	21.4	23.4	36.7	35.2	58.0	25.9
3. <u>Total Foreign Liabilities</u> Total Liabilities Except Capital and Resv.	55.0	57.6	51.3	39.8	36.9	5.0	49.4
<u>D - MANAGEMENT</u>							
1. <u>Administration Expenses</u> Total Loans and Fin.Inv.	0.9	0.8	1.2	1.4	0.4	2.5	0.9
2. <u>Remuneration Expenses</u> Total Loans and Fin.Inv.	1.8	1.4	2.4	2.7	2.7	3.4	2.0
3. <u>Fixed Expenses</u> Operating Profits	119.4	129.4	109.1	77.1	113.2	102.4	119.1
<u>E - INCOME</u>							
1. <u>Net Profits</u> Capital	(6.4)	(5.9)	(7.1)	(4.2)	6.0	(8.6)	(2.5)
2. <u>Net Prof-Other net Inc.</u> Capital	(8.5)	(7.5)	(9.9)	(6.4)	0.9	(13.4)	(5.4)
3. <u>Net Profits</u> Total Assets	(0.3)	(0.3)	(0.3)	(0.3)	0.6	(0.9)	(0.2)

SOURCE: Superintendencia de Bancos e Instituciones Financieras

T A B L E N° 21 - F
FINANCIAL SYSTEM INDICATORS
(in percent)

At.: 09.30.82

ITEM	Private Chilean Banks	Interv. Banks	Non-Interv. Banks	Foreign Banks in Chile	Banco del Estado	Financ. Instit.	Total System
<u>A - CAPITAL ADEQUACY</u>							
1. <u>Physical Fixed Assets</u> Capital	68.9	53.8	89.0	57.7	14.8	65.8	54.1
2. <u>Past due Loans</u> (Cart.Ven.) Capital	46.4	44.8	48.6	70.6	43.9	29.9	49.3
3. <u>Debt</u> Capital	14.1	14.2	14.0	7.9	6.6	8.6	11.3
4. <u>Loans Sold to Central Bank</u> Capital	48.7	35.1	66.8	0.0	0.0	23.6	30.9
<u>B - ASSET QUALITY</u>							
1. <u>Past due Loans</u> Total Loans	3.9	3.9	4.0	10.9	8.6	4.4	5.3
2. <u>Loans Loss Resv.</u> (Prov.) Total Loans	1.7	1.5	2.0	3.6	5.8	2.3	2.5
3. <u>Loans Sold to Central Bank</u> Total Loans	4.1	3.0	5.5	0.0	0.0	3.5	3.3
<u>C - LIABILITY STRUCTURE</u>							
1. <u>Demand Deposits</u> Total Liabilities Except Capital and Resv.	12.5	11.9	13.2	12.5	27.8	7.2	14.1
2. <u>Time Deposits</u> Total Liabilities Except Capital and Resv.	28.4	28.0	29.0	39.6	34.8	62.7	30.9
3. <u>Total Foreign Liabilities</u> Total Liabilities Except Capital and Resv.	50.2	53.4	45.8	35.6	29.2	3.7	44.1
<u>D - MANAGEMENT</u>							
1. <u>Administration Expenses</u> Total Loans and Fin.Inv.	0.9	0.7	1.1	1.2	0.4	1.8	0.8
2. <u>Remuneration Expenses</u> Total Loans and Fin.Inv.	1.7	1.3	2.2	2.3	2.6	2.6	1.9
3. <u>Fixed Expenses</u> Operating Profits	99.5	96.0	103.4	84.6	104.9	94.2	98.0
<u>E - INCOME</u>							
1. <u>Net Profits</u> Capital	5.4	7.0	3.3	8.9	4.3	5.4	5.7
2. <u>Net Prof-Other net Inc.</u> Capital	3.6	5.4	1.1	7.7	2.8	2.8	4.1
3. <u>Net Profits</u> Total Assets	0.3	0.4	0.2	0.9	0.5	0.5	0.4

SOURCE: Superintendencia de Bancos e Instituciones Financieras

T A B L E N° 21 - G
FINANCIAL SYSTEM INDICATORS
(in percent)

At.: 06.31.82

ITEM	Private Chilean Banks	Interv. Banks	Non-Interv. Banks	Foreign Banks in Chile	Banco del Estado	Financ. Instit.	Total System
A - CAPITAL ADEQUACY							
1. <u>Physical Fixed Assets</u> Capital	64.2	49.9	83.1	57.2	14.8	60.2	52.0
2. <u>Past due Loans</u> (Cart.Ven.) Capital	56.3	48.9	66.0	60.3	33.9	29.6	52.5
3. <u>Debt</u> Capital	13.5	13.2	13.9	8.4	5.8	7.6	11.0
4. <u>Loans Sold to Central Bank</u> Capital	0.0	0.0	0.0	0.0	0.0	0.0	0.0
B - ASSET QUALITY							
1. <u>Past due Loans</u> Total Loans	5.0	4.5	5.6	9.0	7.0	4.3	5.7
2. <u>Loans Loss Resv.</u> (Prov.) Total Loans	1.5	1.3	1.8	2.2	7.4	2.0	2.4
3. <u>Loans Sold to Central Bank</u> Total Loans	0.0	0.0	0.0	0.0	0.0	0.0	0.0
C - LIABILITY STRUCTURE							
1. <u>Demand Deposits</u> Total Liabilities Except Capital and Resv.	14.1	12.8	15.7	16.7	34.0	6.2	16.3
2. <u>Time Deposits</u> Total Liabilities Except Capital and Resv.	27.9	27.0	29.1	39.3	40.0	75.4	31.4
3. <u>Total Foreign Liabilities</u> Total Liabilities Except Capital and Resv.	50.4	54.5	45.2	33.6	22.5	2.6	43.3
D - MANAGEMENT							
1. <u>Administration Expenses</u> Total Loans and Fin.Inv.	0.6	0.5	0.8	0.8	0.3	1.4	0.6
2. <u>Remuneration Expenses</u> Total Loans and Fin.Inv.	1.2	1.0	1.6	1.5	2.0	2.0	1.4
3. <u>Fixed Expenses</u> Operating Profits	99.7	97.2	102.5	96.8	111.3	90.1	101.4
E - INCOME							
1. <u>Net Profits</u> Capital	3.2	4.4	1.8	1.8	3.2	7.1	3.3
2. <u>Net Prof-Other net Inc.</u> Capital	1.8	3.0	0.3	0.9	2.1	4.5	1.9
3. <u>Net Profits</u> Total Assets	0.2	0.3	0.1	0.2	0.4	0.8	0.3

SOURCE: Superintendencia de Bancos e Instituciones Financieras

T A B L E N° 21 - H

FINANCIAL SYSTEM INDICATORS

(in percent)

57

At.: 03.31.82

ITEM	Private Chilean Banks	Interv. Banks	Non-Interv. Banks	Foreign Banks in Chile	Banco del Estado	Financ. Instit.	Total System
A - CAPITAL ADEQUACY							
1. <u>Physical Fixed Assets</u> Capital	66.9	55.2	79.6	53.3	17.6	54.4	54.7
2. <u>Past due Loans</u> (Cart.Ven.) Capital	48.0	48.2	47.7	43.2	21.6	23.7	41.4
3. <u>Debt</u> Capital	14.2	15.1	13.2	7.0	6.9	8.2	11.0
4. <u>Loans Sold to Central Bank</u> Capital	0.0	0.0	0.0	0.0	0.0	0.0	0.0
B - ASSET QUALITY							
1. <u>Past due Loans</u> Total Loans	3.9	3.8	4.1	6.9	3.8	3.2	4.1
2. <u>Loans Loss Resv.</u> (Prov.) Total Loans	1.3	1.2	1.4	1.1	5.5	1.7	2.0
3. <u>Loans Sold to Central Bank</u> Total Loans	0.0	0.0	0.0	0.0	0.0	0.0	0.0
C - LIABILITY STRUCTURE							
1. <u>Demand Deposits</u> Total Liabilities Except Capital and Resv.	13.5	13.0	14.1	12.0	31.0	4.0	15.5
2. <u>Time Deposits</u> Total Liabilities Except Capital and Resv.	31.2	30.4	32.1	46.7	33.4	79.0	33.9
3. <u>Total Foreign Liabilities</u> Total Liabilities Except Capital and Resv.	46.1	49.1	42.3	32.6	16.0	3.2	38.1
D - MANAGEMENT							
1. <u>Administration Expenses</u> Total Loans and Fin.Inv.	0.3	0.3	0.4	0.4	0.1	0.6	0.3
2. <u>Remuneration Expenses</u> Total Loans and Fin.Inv.	0.7	0.6	0.9	0.8	1.0	0.9	0.7
3. <u>Fixed Expenses</u> Operating Profits	93.2	89.2	97.6	96.9	92.1	90.7	93.4
E - INCOME							
1. <u>Net Profits</u> Capital	1.5	1.8	1.1	0.7	1.5	3.5	1.4
2. <u>Net Prof-Other net Inc.</u> Capital	0.6	1.0	0.3	0.2	0.9	1.7	0.7
3. <u>Net Profits</u> Total Assets	0.1	0.1	0.1	0.1	0.2	0.4	0.1

SOURCE: Superintendencia de Bancos e Instituciones Financieras

T A B L E N° 22 - A

CORPORATE SECTOR FINANCIAL INDICATORS: PROFITABILITY

DATE	Net Profit Margin	<u>Net Profits</u> Net Worth	<u>Net Profits</u> Total Assets	Net Profits Before Taxes and Financial Costs	Net Profits Before Taxes, Financial Costs and Inflation Adjustment
	(%)	(%)	(%)	Total Assets (%)	Total Assets (%)
Dec. 80	4.87	4.38	2.74	7.29	5.60
Mar. 81	-0.14	-0.03	-0.02	1.22	0.97
Jun. 81	2.05	0.81	0.52	3.20	2.62
Sep. 81	1.61	0.99	0.62	4.45	4.16
Dec. 81	-1.27	-1.00	-0.59	5.73	5.38
Mar. 82	-3.34	-0.46	-0.28	1.49	1.53
Jun. 82	-24.30	-7.32	-4.09	-0.40	1.32
Sep. 82	-25.98	-9.68	-5.38	-0.65	1.77
Dec. 82	-32.83	-17.99	-9.02	-3.23	1.63
Mar. 83	-36.92	-5.19	-2.60	-1.15	-0.99
Jun. 83	-11.96	-4.63	-2.31	0.58	0.24
Sep. 83	-5.10	-2.91	-1.49	2.55	2.24

SOURCE: Superintendencia de Valores y Seguros

NOTE : These figures correspond to an average of the ratios of 150 firms.

T A B L E N° 22 - B

CORPORATE SECTOR FINANCIAL INDICATORS: LIQUIDITY

DATE	Current Ratio	Acid-Test Ratio	<u>Receivables</u> Sales (%)	Average Collection Period Ratio (days)
Dec. 80	1.40	0.91	18.53	67.63
Mar. 81	1.50	0.96	75.72	67.39
Jun. 81	1.55	0.99	36.85	66.33
Sep. 81	1.43	0.91	24.53	66.72
Dec. 81	1.25	0.84	17.14	62.56
Mar. 82	1.28	0.95	84.25	74.98
Jun. 82	1.23	0.92	43.33	77.99
Sep. 82	1.10	0.84	23.58	64.13
Dec. 82	1.10	0.85	14.99	54.71
Mar. 83	0.99	0.75	60.61	53.94
Jun. 83	0.90	0.60	24.58	44.24
Sep. 83	0.90	0.61	15.87	57.92

T A B L E N° 22 - C

CORPORATE SECTOR FINANCIAL INDICATORS: INDEBTEDNESS

DATE	Total Debt/Capital (%)	<u>Total Debt</u> Total Assets (%)	<u>Long Term Debt</u> Capital (%)
Dec. 80	0.60	37.62	28.65
Mar. 81	0.55	35.30	26.70
Jun. 81	0.57	36.47	30.26
Sep. 81	0.62	38.17	32.26
Dec. 81	0.68	40.65	36.71
Mar. 82	0.62	38.29	32.61
Jun. 82	0.79	44.05	43.39
Sep. 82	0.80	44.38	48.52
Dec. 82	1.00	49.88	68.55
Mar. 83	0.99	49.86	66.34
Jun. 83	1.01	50.13	60.17
Sep. 83	0.96	49.06	59.13

CHRONOLOGY OF NEW OR REVISED ECONOMIC LAWS

AND ECONOMIC POLICY MEASURES

APRIL

APR.07: Changes in export financing regulations

The new regulations, while maintaining the existing mechanisms, i.e., domestic and external credit, simplify administrative procedures. Thus, the maximum term for each type of financing was eliminated.

APR.19: The Central Bank will pay interest on reserve requirements on local currency time deposits.

The rate paid on reserve requirements on non-indexed deposits will be a certain percentage of the interest rate affecting the first rediscount tranche established in the Financial Regulations Compendium.

APR.22: The system for the renegotiation of up to 30% of private sector indebtedness was extended to those debts of the transportation sector with non financial institutions.

APR.29: An official announcement of the 1983-1984 restructuring of Chilean external debt was made.

MAY

MAY 01: The stand-still period was extended for another 90 days.

MAY 12: Social Security pensions, as of May 1st, 1983, were raised by 17.09%, compensating the inflation rate of the period comprised between October 1982 and April 1983.

MAY 20: A gradual elimination of the 95% marginal reserve requirement rate on deposits and savings accounts, was decided. Accordingly, a schedule for the gradual reduction of the rate, till it reached 0% in July, was established.

MAY 30: The monthly subsidy granted to the private sector for each additional worker was raised from \$1,200 to \$2,000.

JUNE

JUN. 14: As of July 1st, salaries of public sector workers and of those not subject to collective bargaining, were raised by 5%.

JUN. 22: Term extension for debtors on loans granted by the system of mortgage bonds.

By a resolution of its Executive Committee, the Central Bank regulated the refinancing system by which it will compensate banks and financial institutions for the financial cost caused by the extension of the terms of mortgage loans granted up to March 1st, 1983, by means of the issue of mortgage bonds expressed in U.F. 1/

The term extension includes:

- a) 40% of dividends whose original maturities fell between June 1st, 1983, and June 30, 1984.
- b) 30% of those that were originally due between July 1st, 1984, and June 30, 1985.
- c) 20% of dividends with original maturities between July 1st, 1985, and June 30, 1986.
- d) 10% of dividends with original maturities falling July 1st, 1986, and June 30, 1987.

This mechanism allows an overall solution, since it includes all those debts that stem from loans granted through the issue of mortgage bonds expressed in Unidades de Fomento.

The implementation of this system, together with the reprogramming debt system that has been in force since last April, covers all productive activities, as well as those debts originated by the acquisition of houses.

These regulations apply exclusively to mortgage loans associated to bonds expressed in Unidades de Fomento, issued by banks and financial institutions.

1/ U.F.: Unidad de Fomento: a unit that is adjusted daily according to the Consumer Price index variation.

JULYJUL. 05: Supplement for public works and housing budget

In order to bolster investment in public works and housing during the third and fourth quarters of the present year, a Ch\$ 5,200 million supplement to this sector's budget was allotted.

This supplement was possible by anticipating the drawing of some quotas of an I.D.B. loan that the country was about to receive, as well as by Government resources.

The funds will be distributed as follows: Ch\$ 2,200 million to public works, Ch\$ 1,000 million to housing, and Ch\$ 2,000 million to housing projects that will be channelled through local Government.

JUL. 20: A credit line aimed at financing working capital of productive firms was established by the Central Bank. The total amount of this line for 1983 is \$30 billion.

JUL. 23: Law number 18.233 gives State Guaranty to Foreign Debt Rescheduling and approves contracting of external loans

Among the law's main points are the following:

A. State guaranty is given to the following liabilities:

1. The US\$ 1,300 million loan contracted by the Central Bank, including interest, commissions and other fees.
2. The rescheduling of the 1983 and 1984 amortizations liabilities of the public sector and the private financial sector.
3. The 1983 and 1984 amortizations owed by banks and financial institutions that will not be rescheduled.
4. The Central Bank's debts originated in the non-remittance of amortization payments made by Chilean debtors for amortizations due in 1983 and 1984.
5. Short-term trade-related credits granted between January 31st., 1983, and December 31st., 1984.

B. The state guaranty granted according to numbers 1, 2 and 3, may not surpass US\$ 3,600 million of principal plus interest, commissions and other fees.

C. State guaranty given to debts referred to in number 5, may at no time exceed US\$ 2,000 of principal, besides interest, commissions and other fees.

D. The President of the country is given the power to grant the state guaranty to public institutions for a sum of up to US\$800 million 1/ for those foreign currency external loans that they may contract with, or that are guaranteed by, foreign official institutions.

E. The state guaranty will not be granted to subsidiaries of foreign financial institutions.

JUL.24: A credit line for the financing of forestry projects was established by the Central Bank. The total amount will reach approximately \$1 billion during 1983.

- The Central Bank established a credit line for house-building and engineering projects, whose amount for 1983 will reach \$2,8 billion.

JUL.28: Signature of the US\$1,300 mill. contract with international banking community.

AUGUST

AUG.02: The stand-still period was extended for another 90 days.

SEPTEMBER

SEP. 11: A 15% increase in wages of Public Sector workers not subject to collective bargaining schemes was established, starting January 1984. The estimated cost of this measure is of approximately Ch\$2.100 million per month.

SEP. 28: Rescheduling of transport sector debts

The Central Bank opened a credit line to CORFO in order to reschedule the direct debts that the transportation sector owed to importers on August 31, 1983. The credit is for an amount of US\$100 million, and shall be drawn on over a 30 month period starting in September 1983.

NOVEMBER

NOV. 24: The Central Bank established a system according to which it will buy mortgage bonds in order to finance the purchase of houses from previous owners.

The mortgage bonds to be bought should contemplate a 12 year maturity and an interest rate of 8% per year. The maximum amount per operation is US\$30.000.

This system will operate till April, 1984

DECEMBER

DEC. 01: Taxes on some luxury goods were increased. Taxes rose from 20 to 30% for the following items::

- Gold, silver, platinum and ivory objects
- Jewels and gems
- Video tape/cassette tuners and recorders
- Video games
- Carpets
- Non-industrial air-conditioning equipment
- Color T.V. sets
- Yatches
- Motor homes

In addition to the above, tax on imported liquor went up from 30 to 50%. In the case of new automobiles, cars of under 850 c.c. will pay an additional tax of 8% and cars of over 850 c.c., 20%.

DEC. 02: It was announced that the additional 30% tax on property which affected all non-agricultural property will also be applied during 1984.

This additional tax on property was established in January 1983 and was to be effective until December of the same year. It is estimated that this measure will represent a fiscal revenue of Ch.2.500 million (US\$28 million).

DEC. 16: Tariff policy will be maintained

It was agreed that the 20% tariff rate - which was originally intended to be reduced to 10% by the end of 1985 - would be maintained. It was also established that the authorities intend to continue to protect Chilean producers against foreign subsidies, according to technical procedures approved by the GATT.

DEC. 16: Change in the Exchange Rate Policy

It was established that as from December 17 th, 1983, the rate of exchange would continue to be adjusted by internal inflation, deducting from it an estimation of international inflation. The idea was to maintain a real exchange rate compatible with our external sector situation, while eliminating the effect of price instability resulting from international inflation.

DEC. 16: The Central Bank offered to buy loan portfolio up to an amount equivalent to 150 percent of each financial institution's capital and reserves. The purchase will be paid in cash. With these funds, the financial institutions will repay emergency loans owed to the Central Bank. Any remaining funds should be invested in 4 year maturity Central Bank notes.

DEC. 16: As of January 16, salaries of the top executives of public enterprises will be adjusted to market levels.

This measure will be applicable to the management of 52 State-owned enterprises and represents overall savings of US\$6.0 million per annum.

DEC. 20 : A variable tariff surcharge on wheat imports was established

The said surcharge shall be effective only until June 30, 1984.