

"QUARTERLY ECONOMIC AND FINANCIAL REPORT OF CHILE"

MARCH, 1988

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I.- GENERAL OUTLOOK

1.- Economic Growth

According to preliminary estimates, the Chilean economy's GDP in the first quarter of 1988, reached a level which is 5.2% higher than the one for the first quarter of last year.

The economic activities that showed the highest growth rates for this quarter, were the following:

- a) Transportation and Communications: 11,1%
- b) Industrial Manufactures: 8,9%
- c) Energy: 8,9%
- d) Wholesale and retail trade: 7,7%
- e) Construction: 7,4%

2.- Inflation

If one compares the average CPI in this first quarter with the corresponding one for the preceeding quarter, obtains a quarterly inflation rate of 3,0%. Such rate is the lowest quarterly inflation rate observed for the last two years, thus confirming the declining trend that has been developing for this variable.

3.- Balance of Trade

The scenario on the relevant world commodity markets for the Chilean economy, was quite favorable during the first quarter of the current year. Thus, the world price of copper - Chile's main export product - was 75% higher than the corresponding price for the same quarter of last year. The latter meant an extra foreign exchange inflow of approximately 350 million dollars. Such figure amounts to roughly 55% of the total surplus in the balance of trade for the first quarter of this year.

As can be inferred from above, the overall surplus for the Chilean balance of trade amounted to 640 million dollars in this quarter. For the analogous period of last year, the corresponding figure was 185 million dollars. Such increase mainly obeys to the raise in copper exports, which - as indicated before - basically corresponds to higher world prices for this commodity. It is also important to mention the significant increase in exports of agricultural and sea products: from 295 million dollars last year, up to 386 million dollars this year, both figures referred to the first quarter. Contrary to the case of copper exports, the bulk of the increase in exports of agricultural and sea products corresponds to an increase in the production of these commodities. In fact, the average world prices for these commodities displayed a slight reduction. Exports of

industrial products also experienced a significant increase: 46% relative to the same quarter of last year. The bulk of such increase, however, responded to price increases in the corresponding world markets.

Total imports, on the other hand, increased by 15,5% this quarter, in terms of the same period of the previous year. Underlying most of such increase are quantum expansions, on both consumption and capital goods.

II.- EMPLOYMENT AND REAL WAGES

1.- Employment

The positive behavior that has been showing this variable, continued during the first quarter of 1988. Thus, an overall increase in employment of 3,3% was observed, when comparing this quarter with the first quarter of last year.

The economic activities that outstand in terms of quarterly growth rates in employment, are:

- a) Construction: 21,4%
- b) Transportation: 16,4%
- c) Industrial Manufactures: 10,3%

These three activities absorb, approximately, 27% of the total employment in the chilean economy.

The above figures provide a general picture regarding the behavior of the Chilean balance of payments and its main components.

In the first quarter of 1988, a positive overall result in the Balance of Payments was obtained, contrary to the situation observed for the first quarter of last year. As can be inferred from the above figures, such asymmetry in the overall result in the balance of payments between those two quarters, basically corresponds to the different behavior of the balance of trade. In fact, the latter amounted to 640 million dollars for the first quarter of this year, a figure that is outstanding, when compared to previous quarters. In particular, such figure is 3.5 times the corresponding one for the first quarter of last year.

1.- Exports

Total commodity exports reached US\$ 1,725 millions in the first quarter of 1988. Of these, US\$ 716 millions correspond to copper exports and US\$ 1,009 millions to non-copper exports. These latter figures imply an 80% and 39% increase with respect to the same quarter of last year, for copper and non-copper exports, respectively.

As we mentioned before, the increase in copper exports corresponds only to a price effect (in fact, the quantity exported showed a slight reduction). On the other hand, underlying the increase in non-copper exports there is a rise in both, world prices and exportable

production. Within non-copper exports, the increases in world prices were mainly concentrated in Industrial products, whereas the quantum increase took place in Agriculture and Fishery.

2.- Imports

Total commodity imports amounted to US\$ 1,086 millions in the first quarter of 1988, a figure which is 15,5% higher than the one that prevailed the same quarter of last year.

Regarding the composition of the increase in imports among different commodity groups, capital goods and consumption goods represent the main sources for this quarter. Furthermore, within both categories, the main underlying source of growth corresponds to quantum rather than to world price increases.

3.- Services

As usual, the Balance of Services and Transfers is mainly explained by the chilean outflows via financial services. These amounted to US\$ 594 millions in the first quarter of 1988, slightly above the ones for the first quarter of last year (US\$ 569 millions).

IV.- MONEY AND INTEREST RATES

1.- Monetary Aggregates

The following behavior on real monetary aggregates (nominal average money stocks deflated by the CPI), was observed in this first quarter of 1988. The first figure to be shown next, states the real growth rate for the corresponding monetary aggregate relative to the same quarter of last year, whereas the second represents a comparison between this quarter and the preceeding one:

- a) M_1A : +9.7% and +20.9%, respectively;
- b) M_2A : +18.9% and +8.7%, respectively; and
- c) M_7 : +15.6% and +6.3%, respectively.

Regarding the composition of the private sector's monetary assets, the share M_1A/M_7 increased from 13% (last quarter) to 15% in this quarter. The before - mentioned reduction in the inflation rate, together with the lower interest rates observed this quarter, may help explain such behavior on the composition of private monetary assets. Finally, the other element that outstands in terms of alterations in the composition of M_7 , is the increase in the share of foreign - currency - denominated bank deposits. Last quarter, these represented an 8,7% of M_7 ; in the first quarter of 1988, such share rose to 9,6%.

2.- Interest RatesQuarterly Behavior of Interest Rates

(%)

	<u>1 9 8 7</u>				<u>1988</u>
<u>DOMESTIC</u>	I	II	III	IV	I
A.- <u>Deposit Rates</u>					
A.1 Nominal monthly rate, 30-89 days term	1.91	1.93	1.58	2.15	0.91
A.2 Real (indexed) rate, 90-365 days term	3.61	4.12	4.44	4.81	4.25
B.- <u>Loan Rates</u>					
B.1 Nominal monthly rate, 30-89 days term	2.29	2.46	2.06	2.70	1.42
B.2 Real (indexed) rate, 90-365 days term	6.84	7.02	7.39	7.79	7.35
<u>FOREIGN</u>					
1.- LIBOR	6.37	7.37	7.48	8.02	7.11
2.- PRIME	7.50	8.04	8.38	8.87	8.59

Notes on domestic interest rates:

- 1.- Quarterly figures are based on weighted average monthly rates for all financial intermediaries.
- 2.- Real (indexed) interest rates are stated on a per year basis, and represent an annual spread over and above the inflation rate.

As it can be appreciated from these data on interest rates, all interest rates shown above for Chile, declined the first quarter of 1988, relative to the last quarter of 1987. The reduction on the short-term nominal deposit rate is particularly outstanding. Foreign interest rates also showed a downward trend this quarter, particularly the Prime rate.

3.- Central Bank's Domestic Credit and International Reserves

As is well known, the Chilean Government, together with the IMF, negotiates a "Macroeconomic Program", involving several target-limits for the Chilean economy. Among these, there are two that are related to monetary variables:

- a) The Central Bank's "Net Domestic Assets" (total domestic credit, less banking system's reserves in domestic currency); and
- b) The Central Bank's "International Reserves" (Central Bank's International Assets, less its short-term foreign liabilities and its debt with the IMF).

As of March, 1988, the former target-limit consisted on an upper bound of 947 billion pesos. The corresponding actual figure amounted to 892.27 billion pesos. For the stock of international reserves, the target-limit involved a lower bound of 854 billion dollars. The corresponding actual figure was 1,121.5 billion dollars. Thus, both target-limits agreed with the IMF, were fulfilled.

V.- FOREIGN DEBT

1.- Total Foreign Debt

As of the end of March 1988, Chile's total foreign debt amounted to US\$ 18,723 millions. Such figure is US\$ 376 millions less than the one for december, 1987.

2.- Term Structure of Foreign Debt and Other Related Issues

Out of the US\$ 18,723 millions cited above, US\$ 2,038 millions represented short-term debt. This latter figure implies a US\$ 130 millions increase, relative to the corresponding figure for the previous quarter. The increase in short-term debt is mainly due to trade credit, which is consistent with the higher levels of exports and imports during this quarter.

Such evolution on short-term debt, when jointly considered with the one on total debt, thus implies that medium and long term debt has decreased throughout the corresponding time period.

In fact, at the end of the first quarter of 1988, medium and long term debt amounted to US\$ 16,685 millions. Such figure meant a reduction of US\$ 506 millions, relative to the corresponding one that prevailed by the end of last year. The bulk of such reduction is due

to the operations pursuant to Chapters XVIII and XIX of the Chilean Foreign Exchange Law and other mechanisms related to foreign debt conversions. Specifically, altogether, those operations explain a reduction of US\$ 528.6 millions in the country's foreign debt, during this first quarter. Out of this latter figure, 90.1% corresponds to debt conversions originated in operations carried through the mechanisms contemplated on the before mentioned Chapters XVIII and XIX.

The different mechanisms of foreign debt conversions and capitalizations, were established by mid-1985. From then on, up to the current first quarter, foreign debt has decreased by US\$ 3,822.3 millions. This represents an actual reduction in the total stock of foreign debt of approximately 19.5%, when referred to the stock that prevailed just before such conversion mechanisms began to operate.

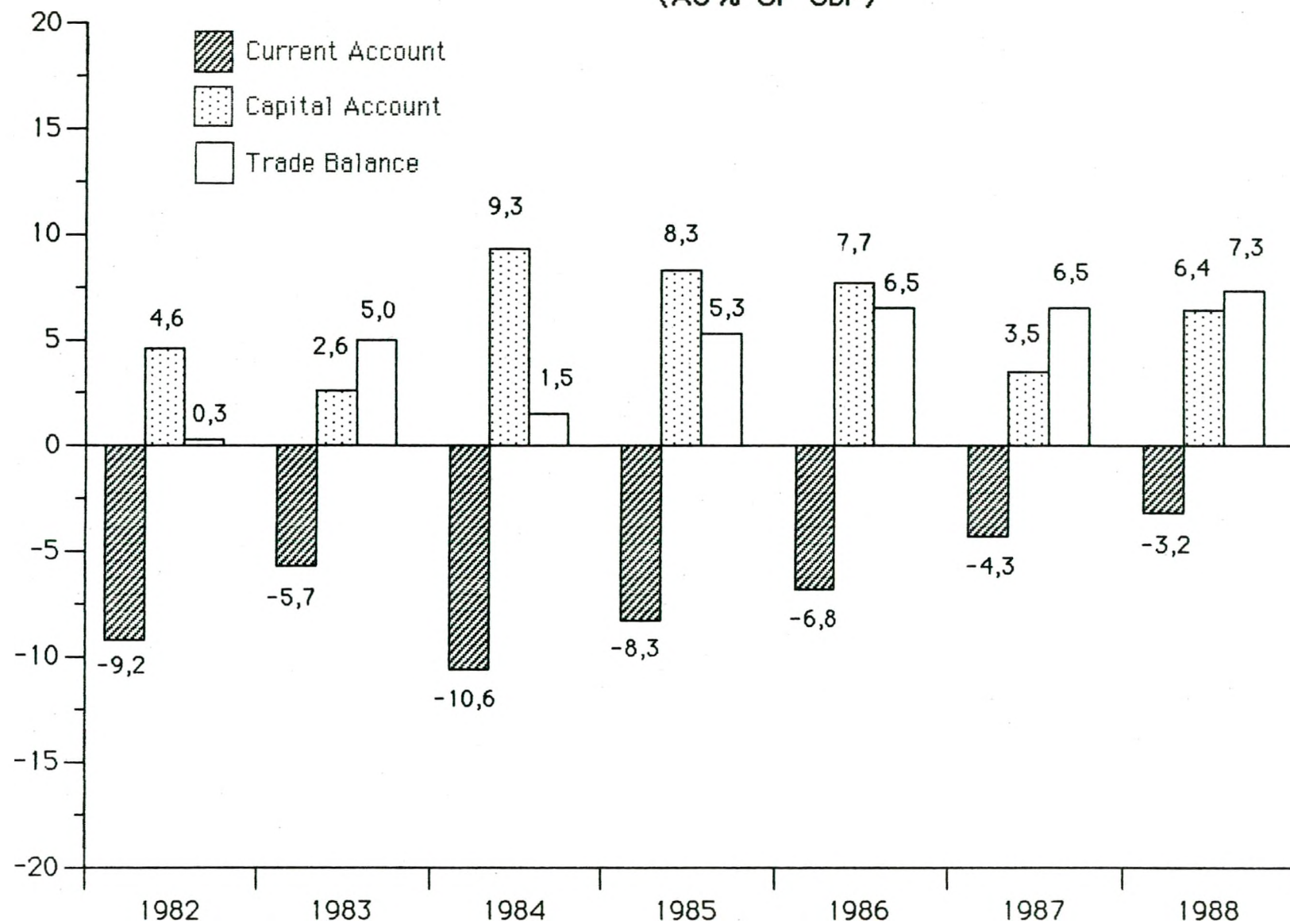
Finally, it is worth mentioning that the exchange rates differentials generated via the recently observed revaluation of the US dollar, relative to other major currencies in which the debt is denominated, has produced a US\$ 60.5 millions decrease in Chilean overall foreign debt, during the January-March period of the current year.

This type of reduction in the dollar-denominated stock of foreign debt, is the first one that has occurred since 1985. During the

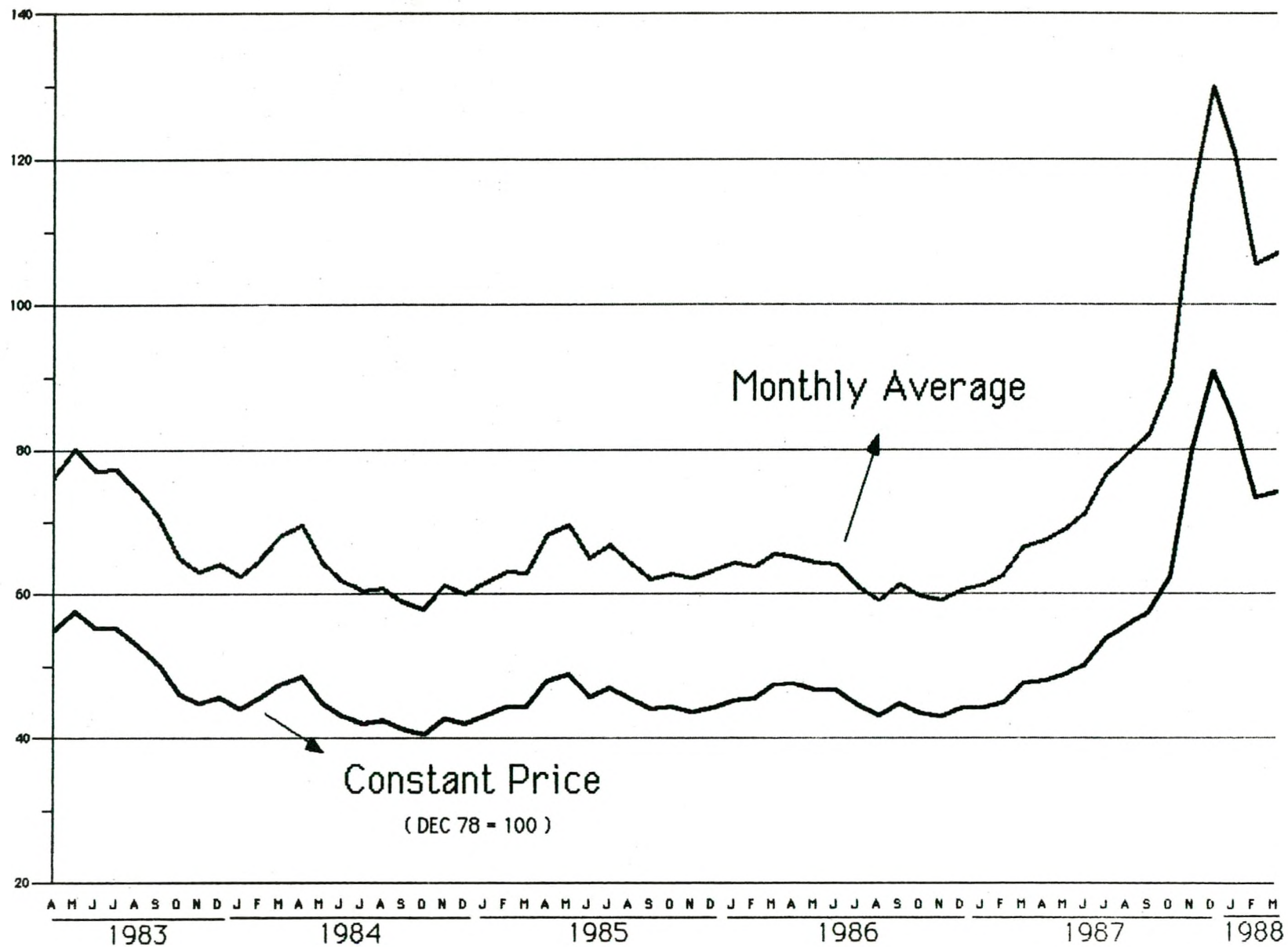
period 1985 through 1987, chilean foreign debt increased via this exchange rate effect - because of the devaluation of the US dollar relative to other major currencies - in 1,127 billion dollars.

BALANCE OF PAYMENTS

(AS % OF GDP)

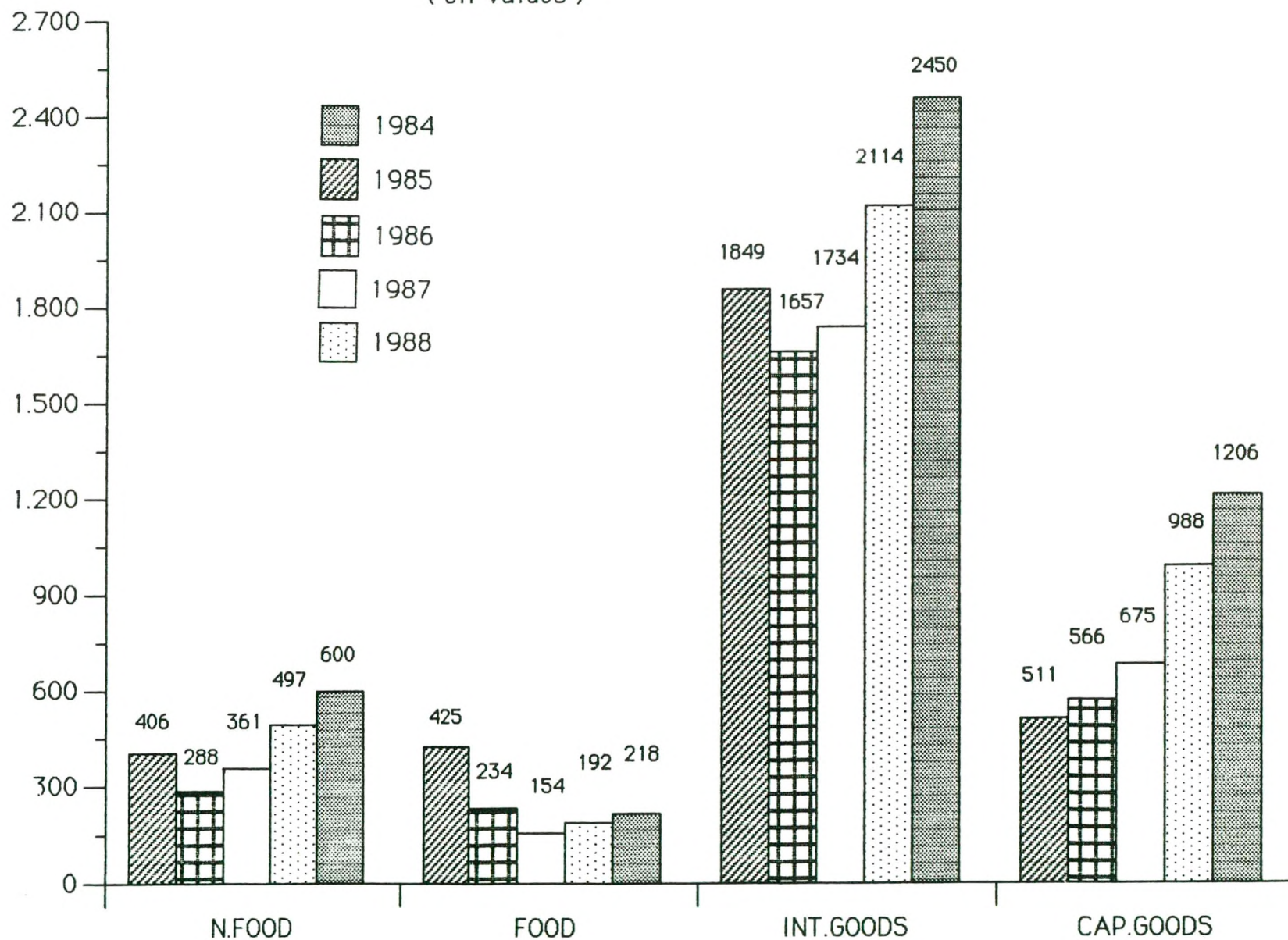


COPPER PRICE

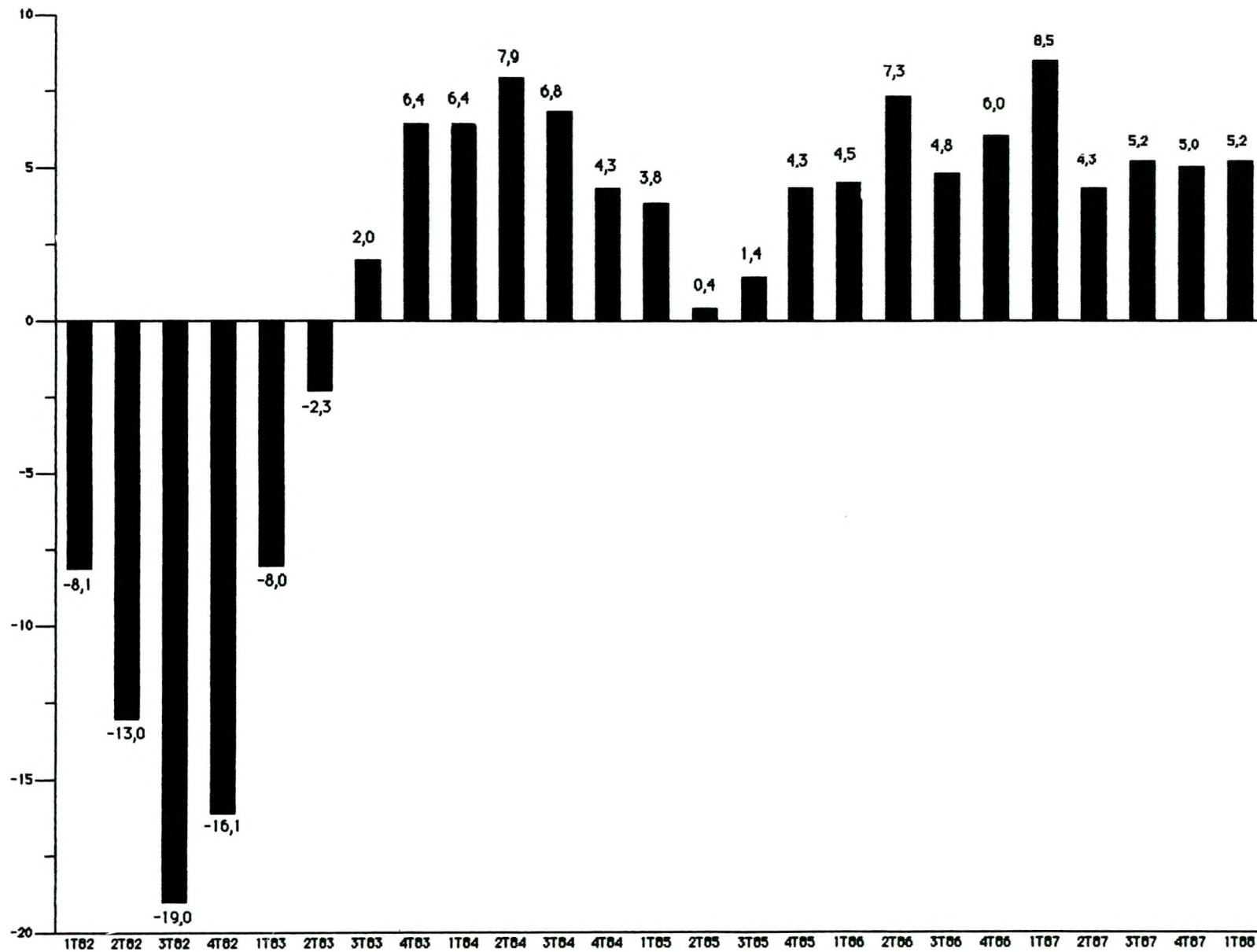


COMPOSITION OF IMPORTS 1983 - 1988

(cif values)

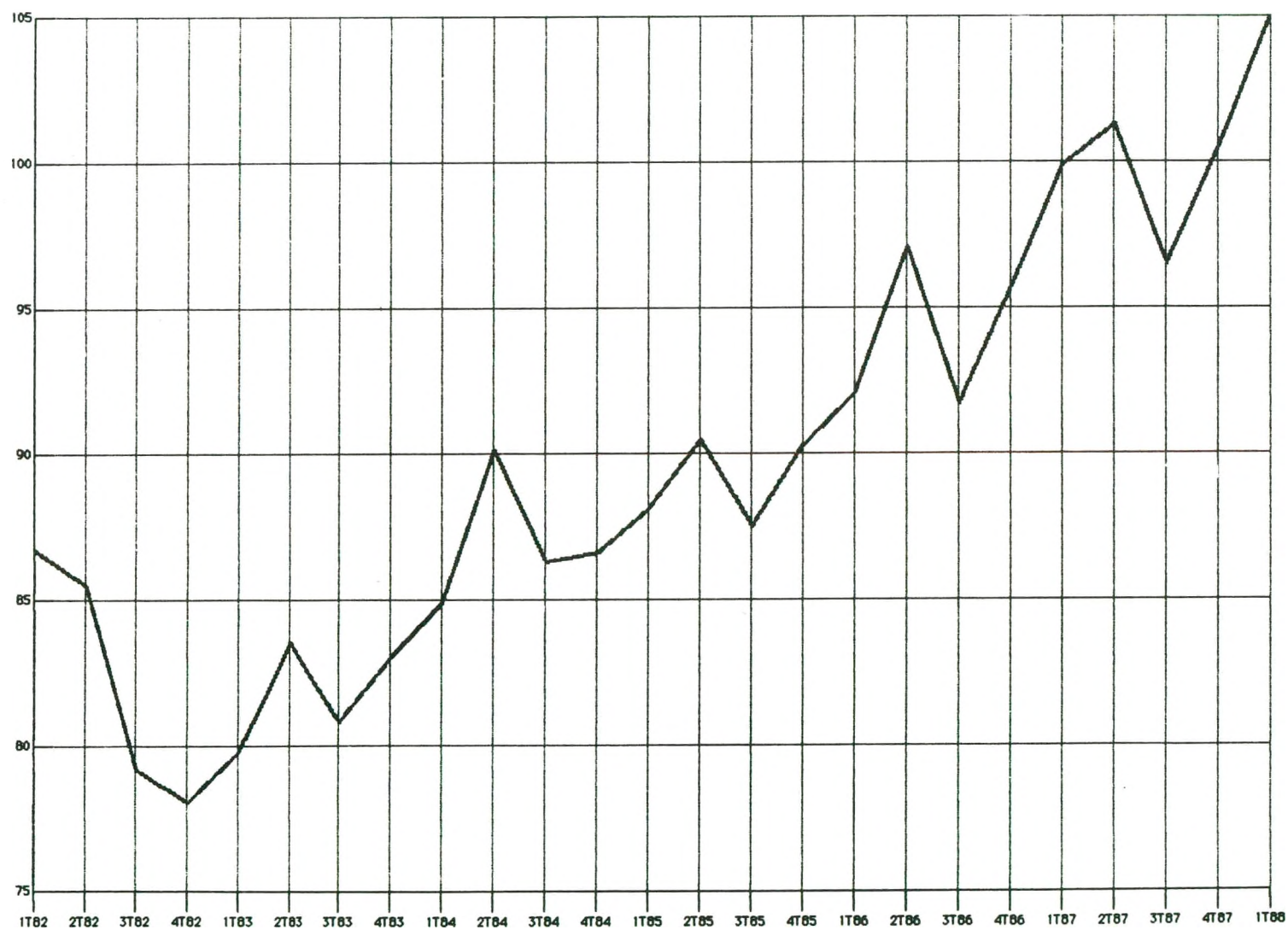


% CHANGE G.D.P 1982 - 1988



GROSS DOMESTIC PRODUCT 1982 - 1988

₹ 1977



T A B L E No. 1

CENTRAL BANK MONETARY PROGRAM: TARGETS AND PERFORMANCE 1987

(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 .				
	Mar.87	Jun.87	Sep.87	Dec.87	Mar.88	Mar.87	Jun.87	Sep.87	Dec.87	Mar.88
1. <u>NET INTERNATIONAL RESERVES</u>	<u>202.32</u>	<u>232.97</u>	<u>192.94</u>	<u>237.12</u>	<u>269.17</u>	<u>173.67</u>	<u>211.63</u>	<u>157.62</u>	<u>198.90</u>	<u>187.52</u>
(in mill. US\$)	(977.4)	(1,104.1)	(869.1)	(1,053.87)	(1,121.54)	(839.0)	(1,003.0)	(710.0)	(884.0)	(781.0)
2. <u>NET DOMESTIC ASSETS</u>	<u>791.29</u>	<u>802.10</u>	<u>884.21</u>	<u>915.90</u>	<u>892.27</u>	<u>824.0</u>	<u>828.0</u>	<u>923.0</u>	<u>951.0</u>	<u>964.0</u>
3. <u>FOREIGN MEDIUM AND LONG TERM LIABILITIES</u>	<u>877.78</u>	<u>915.61</u>	<u>961.12</u>	<u>1,007.85</u>	<u>1,008.42</u>					
(in mill. US\$)	(4,240.48)	(4,339.3)	(4,329.4)	(4,479.33)	(4,201.75)					
4. <u>LIABILITIES TO PRIVATE SECTOR</u>	<u>115.83</u>	<u>119.46</u>	<u>116.03</u>	<u>145.17</u>	<u>153.2</u>					
Rate of Exchange (peso/dollar)	207.0	211.0	222.0	225.0	240.0	207.0	211.0	222.0	225.0	240.0

Note: Exchange rates between U.S. dollar and other foreign currencies correspond to the ones prevailing on Dec. 86 during 1987, and to those prevailing on Dec. 87 during 1988.

Source: Banco Central de Chile.

T A B L E No. 2

DIFFERENCES BETWEEN ACTUAL PERFORMANCE AND TARGET PERFORMANCE UNDER THE I.M.F. PROGRAM

	Mar.87	Jun.87	Sep.87	Dec.87	Mar.88
I. <u>INTERNATIONAL RESERVES</u> (millions of US\$)					
1. Actual	977.4	1,104.1	869.1	1,053.9	1,121.5
2. Target	839.0	1,003.0	710.0	884.0	854.0 <u>2/</u>
3. Differences (1-2)	138.4	101.1	159.1	169.9	340.5
II. <u>NET DOMESTIC ASSETS</u> (millions of Chilean \$)					
1. Actual	791.29	802.10	884.21	915.90	892.27
2. Target	824.00	828.00	923.00	951.00	947.0 <u>3/</u>
3. Differences (1-2)	-32.71	-25.91	-38.79	-35.10	-71.73
III. <u>NEW MEDIUM TERM LOANS FROM INTERNATIONAL BANKS</u> (millions of US\$)	<u>0.0</u>	<u>100.0</u> <u>1/</u>	<u>0.0</u>	<u>125.0</u> <u>1/</u>	<u>0.0</u>
IV. <u>RATE OF EXCHANGE</u> (peso/dollar)	207.0	211.0	222.0	225.0	240.0

Note: Exchange rates between U.S. dollar and other foreign currencies correspond to the ones prevailing on Dec. 1986 during 1987, and the ones prevailing on Dec. 1987 during 1988.

1/ Includes 100.0 million dollars from World Bank SAL Program during the second quarter and 125.0 million dollars during the fourth quarter.

2/ This limit has been increased by US\$ 72.6 million, which corresponds to the amount of the deposit in the Copper Stabilization Fund by the end of 1987, less US\$ 80 million.

3/ This limit has been reduced by the same US\$ 72.6 million, equivalent to Ch. \$ 17.42 billion at the accounting exchange rate of the first quarter of 1988.

Source: Banco Central de Chile.

T A B L E N o . 3

CENTRAL BANK : NET INTERNATIONAL RESERVES

(millions of US\$ end of month)

	Dec.86	Mar.87	Jun.87	Sep.87	Dec.87	Mar.88
<u>NET INTERNATIONAL RESERVES</u>	<u>1,238.8</u>	<u>977.4</u>	<u>1,104.1</u>	<u>869.1</u>	<u>1,053.9</u>	<u>1,121.5</u>
1. <u>Assets</u>	<u>2,617.4</u>	<u>2,465.7</u>	<u>2,627.3</u>	<u>2,372.1</u>	<u>2,801.3</u>	<u>2,860.5</u>
Gold	76.3	75.8	76.4	76.7	76.8	76.6
SDR'S	0.8	1.2	0.4	0.4	35.1	0.5
I.M.F. Reserve Position	-2.2	0.0	0.0	0.0	0.0	0.0
Foreign Exchange Assets	2,270.3	2,172.3	2,393.3	2,203.8	2,364.8	2,535.8
CCR	272.2	216.4	157.2	91.3	324.7	247.7
2. <u>Liabilities</u>	<u>1,378.6</u>	<u>1,488.3</u>	<u>1,523.1</u>	<u>1,503.1</u>	<u>1,747.5</u>	<u>1,738.9</u>
To I.M.F.	1,192.5	1,320.3	1,323.4	1,292.4	1,259.7	1,402.0
CCR	186.1	168.0	119.7	60.6	262.8	191.9
Short Term Deposits	0.0	0.0	80.0	150.0	225.0	145.0
Bridge Loan	0.0	0.0	0.0	0.0	0.0	0.0
Others (1)	0.0	0.0	0.0	0.0	0.0	0.0

Note: Corresponds to the I.M.F. net international reserve definition. Exchange rates between U.S. dollar and other foreign currencies correspond to the ones prevailing on Dec. 1985 during 1986, the ones prevailing on Dec. 1986 during 1987 and the ones prevailing on Dec. 87 during 1988.
(1) Provision for payments to Paris Club.

Source: Banco Central de Chile.

T A B L E No. 4

NET INDEBTEDNESS OF THE NON-FINANCIAL PUBLIC SECTOR

(billions of Chilean pesos)

	Jun.86	Sep.86	Dec.86	Mar.87	Jun.87	Sep.87	Dec.87
1. Debt to the Domestic Financial System	163.48	176.87	150.64	164.97	126.49	128.21	69.61
2. Outstanding stock of financial instruments issued by the nonfinancial public sector and held by the nonfinancial private sector	111.32	103.14	107.46	108.14	116.45	101.44	105.31
3. Adjustments for Corfo-Indap	-2.68	-2.43	-3.85	-0.71	0.63	1.23	1.61
4. Other Adjustments	-83.49	-78.15	-80.30	-81.25	-74.60	-65.88	-27.75
5. Domestic Debt (1+2+3+4)	188.63	199.43	173.95	191.15	168.97	165.00	148.78
6. Foreign Debt	1,188.66	1,251.54	1,335.76	1,391.38	1,433.62	1,520.35	1,550.45
7. Total Debt (5+6)	1,377.29	1,450.97	1,509.71	1,582.53	1,602.59	1,685.35	1,699.24
8. Public Sector Deficit	20.74	52.78	62.06	23.41	13.64	12.61	10.37
<u>TARGET</u>	<u>44.30</u>	<u>59.30</u>	<u>67.57</u>	<u>23.80</u>	<u>32.50</u>	<u>59.00</u>	<u>48.45</u>
(Rate of exchange)	(192)	(198)	(205)	(207)	(211)	(222)	(225)

Note: Provisional figures.

T A B L E No. 4-A

SHORT-TERM EXTERNAL INDEBTEDNESS OF THE NONFINANCIAL PUBLIC SECTOR AND BANCO DEL ESTADO

(In millions of US\$)

	Sep.86	Dec.86	Mar.87	Jun.87	Sep.87	Dec.87	Mar.88
A) SHORT-TERM EXTERNAL DEBT OF THE NONFINANCIAL PUBLIC SECTOR	777.8	794.6	837.1	799.8	792.8	801.4	837.1
B) NET INTERNATIONAL RESERVES OF THE BANCO DEL ESTADO	-30.4	-105.9	-38.3	-73.1	-40.2	-9.9	5.5
- Assets	13.1	10.8	9.0	12.6	48.6	17.2	37.8
- Liabilities	43.5	116.7	47.3	85.7	88.8	27.1	32.3
C) TOTAL	<u>808.2</u>	<u>900.5</u>	<u>875.4</u>	<u>872.9</u>	<u>833.0</u>	<u>811.3</u>	<u>831.6</u>
TARGET	<u>1,010.0</u>	<u>990.0</u>	<u>1,055.0</u>	<u>1,055.0</u>	<u>1,055.0</u>	<u>1,055.0</u>	<u>992.0</u>

Source: Banco Central de Chile.

T A B L E N o . 5

CONTRACTING AND GUARANTEEING OF MEDIUM-AND LONG-TERM FOREIGN DEBT BY THE PUBLIC SECTOR

(In millions of US\$)

	Sep.86	Dec.86	Mar.87	Jun.87	Sep.87	Dec.87	Mar.88
1. CONTRACTING AND GUARANTEEING							
More than 1 and up to 5 years	20.6	33.3	7.9	8.8	30.0	41.5	3.0
More than 1 and up to 10 years	36.5	101.9	21.0	482.2 1/	503.6 1/	515.8 1/	51.4 1/
2. REFINANCING AND RESCHEDULING							
<u>TARGETS</u>							
1. CONTRACTING AND GUARANTEEING							
More than 1 and up to 5 years	200.0	200.0	190.0	190.0	190.0	190.0	190.0
More than 1 and up to 10 years	500.0	500.0	600.0	1,200.0	1,200.0	1,200.0	600.0
2. REFINANCING AND RESCHEDULING	170.0	170.0	0.0	26.6 2/	26.6 2/	88.7 2/	11.0 2/

1/ It includes remitting for US\$ 447 millions.

2/ Club of Paris. It corresponds to the effective agreements signed with the countries.

Source: Banco Central de Chile.

T A B L E No. 6

CHILE: BALANCE OF PAYMENTS 1987-1988
(Millions of US\$)

	1987 <u>1/</u>	1988 <u>2/</u>
<u>CURRENT ACCOUNT</u>	<u>-808.3</u>	<u>-678.3</u>
Trade Balance	1,229.4	1,533.4
Exports	5,223.7	6,082.3
-Copper	(2,234.7)	(2,575.3)
-Others	(2,989.0)	(3,507.0)
Imports	-3,994.3	-4,548.9
Non Financial Services	-463.2	-511.3
Financial Services	-1,700.3	-1,812.7
Transfers	125.8	112.4
<u>CAPITAL ACCOUNT</u>	<u>668.9</u>	<u>1,344.9</u>
Foreign Investment <u>3/</u>	923.5	501.5
Amortization Payments <u>4/</u>	-310.2	-441.2
Extraordinary Amortizations <u>5/</u>	-826.1	-479.5
MLT Disbursements	830.4	1,085.8
Official and Multilateral Organizations	(310.9)	(500.1)
Suppliers' Credits	(450.4)	(526.3)
- To Public Sector	[142.9]	[64.9]
- To Private Sector	[307.5]	[461.4]
Other	(69.1)	(59.4)
Net Flows of Short-Term Capital <u>6/</u>	-172.8	37.9
Use of Trade Lines	(141.4)	(190.2)
Other Trade Related Flows	(-99.1)	(187.8)
Net Change in Assets, valuation adjustments, errors and omissions	(215.1)	(-340.0)
Financial Program	224.1	125.0
New Money from banks	(0.0)	(0.0)
IBRD-SAL	(224.1)	(125.0)
Retiming of Interest Payments <u>7/</u>	0.0	415.4
<u>CHANGE IN NET INTERNATIONAL RESERVES <u>8/</u></u>	<u>-139.4</u>	<u>666.7</u>

1/ Provisional.2/ Projected as of May 1988, under the following key assumptions

-Copper price: 86.3 US\$ cent per lb. (LME)

-Crude petroleum price: US\$ 17.02 per barrel (CIF)

-Effective LIBOR: 7.5% (Taking into account 6 month contractual lag)

-Prices of non-oil imports: 6% increase

-Volume growth in copper exports: 3.5%

-Volume growth in non-copper exports (quantum): 10.1%

3/ Includes investment with external debt notes and capitalization of loans through Chapter XIX and D.L. 600, which were US\$ 826 million in 1987, and which are estimated at US\$ 479.5 million in 1988.4/ Amortization payments after the 1988-1991 rescheduling of bank and Paris Club debt.5/ Considers repayment of loans arising from debt to equity swaps through D.L.600, Chapter XIX, and others. Figures omit Chapter XVIII6/ Excludes short-term loans to the Central Bank, which are subtracted from reserves.7/ Counterparts to accrued interest on rescheduling debt included in Financial Services whose actual payment due to the retiming agreement, has been postponed.8/ Definition of Net International Reserves used in IMF program services.

Source: Banco Central de Chile

T A B L E No. 6-A

FINANCIAL SERVICES

(Millions of US\$)

	1987 <u>1/</u>	1988 <u>1/</u>
1. <u>INTEREST PAYMENTS</u>	<u>-1,664.3</u>	<u>-1,762.7</u>
Medium and Long-Term	-1,387.4	-1,432.7
I.M.F.	-97.2	-102.5
Short-Term	-179.7	-227.5
2. <u>INTEREST RECEIPTS</u>	<u>178.0</u>	<u>177.0</u>
Medium and Long-Term	1.4	1.9
Short-Term	176.6	175.2
Central Bank	(151.6)	(155.5)
3. <u>PROFITS AND DIVIDENDS</u>	<u>-214.0</u>	<u>-227.0</u>
<u>NET FINANCIAL SERVICES (1-2+3)</u>	<u>-1,700.3</u>	<u>-1,812.7</u>

1/ Provisional.

2/ Projected as of May, 1988.

T A B L E No. 6-B

IMPORTS, 1987 - 1988

(Millions of US\$)

	1987 <u>1/</u>	1988 <u>2/</u>
I. <u>NON FOOD CONSUMER GOODS</u>	497.2	600.0
A - Medical & Pharmaceutical	50.2	61.4
B - Tools	38.2	41.5
C - Industrialized non-food products	323.6	387.8
D - Automobiles	85.2	109.3
II. <u>FOODSTUFFS</u>	191.5	218.4
A - <u>Consumer Goods</u>	81.3	84.6
- Agricultural	(13.0)	(12.0)
- Industrialized food products	(68.3)	(72.6)
B - <u>Intermediate Goods</u>	110.2	133.8
- Agricultural-foodstuffs	(39.5)	(51.7)
- Industrial origin raw materials (edible)	(70.7)	(82.1)
III. <u>INTERMEDIATE GOODS</u>	2,113.7	2,449.6
A - <u>Raw Materials</u>	713.7	826.8
- Agricultural origin-raw materials (non-edibles)	(44.4)	(33.8)
- Industrial origin-raw materials (non-edibles)	(669.3)	(793.0)
B - <u>Equipment-spares and Intermediate Products</u>	944.0	1,106.6
- Intermediate Industrial Goods	(576.3)	(655.3)
- Machinery & Equipment-spare Parts	(278.3)	(348.7)
- Parts for Assembly of Vehicles	(89.4)	(102.6)
C - <u>Fuels & Lubricants</u>	456.0	516.2
- Crude Petroleum	(374.8)	(439.0)
- Other	(81.2)	(77.2)
IV. <u>TOTAL CURRENT GOODS</u>	2,802.4	3,268.0
V. <u>CAPITAL GOODS</u>	986.7	1,206.3
A - Machinery & Equipment	718.3	860.0
B - Transportation Equipment	264.7	339.9
C - Other Capital Goods	3.7	6.4
VI. <u>SUB TOTAL</u>	3,789.1	4,474.3
<u>Other Imports</u>	607.2	524.4
VII. <u>TOTAL C.I.F.</u>	4,396.3	4,998.7
VIII. <u>TOTAL F.O.B.</u>	3,994.3	4,548.9

1/ Provisional2/ Projected as of May, 1988

Source: Banco Central de Chile.

T A B L E No. 6-C

VOLUME AND VALUE OF EXPORTS: 1987-1988, BY PRINCIPAL PRODUCTS

(Millions of US\$)

PRODUCTS	UNITS	1 9 8 7 1/			1 9 8 8 1/		
		VOLUME	PRICE	VALUE	VOLUME	PRICE	VALUE
Copper	MT	1,368,200	1,633.3	2,234.7	1,416,000	1,818.7	2,575.3
Iron Ore Pellets	MT	3,626,000	22.3	80.9	3,475,000	21.0	73.0
Iron Ore	MT	1,758,000	11.4	20.0	2,250,000	10.00	22.6
Sodium Nitrate	MT	299,800	114.4	34.3	330,000	115.2	38.0
Potassium Nitrate	MT	94,000	161.7	15.2	140,000	145.0	20.3
Iodine	MT	3,102	15,893.0	49.3	3,200	16,406.3	52.5
Fishmeal	MT	1,109,900	326.7	362.6	1,000,000	450.0	450.0
Sawed wood	M3	983,700	86.9	85.5	1,000,000	95.0	95.0
Pinewood	M3	1,270,100	39.4	50.1	1,550,000	42.0	65.1
Crude Cellulose	MT	232,100	437.3	101.5	240,000	540.0	129.6
White Cellulose	MT	295,000	553.9	163.4	296,000	645.3	191.0
Molybdenum Oxide & Iron Molybdenum	MT	20,200	6,712.9	135.6	20,000	7,000.0	140.0
SUB TOTAL				3,333.1			3,852.4
Others				1,890.6			2,229.9
TOTAL				5,223.7			6,082.3

1/ Provisional figures.

2/ Projected as of May 1988.

Source: Banco Central de Chile.

TABLE N° 7

CHILE: BALANCE OF PAYMENTS BY QUARTERS 1988 ^{1/}

(Millions of US\$)

	I	II	III	IV	YEAR ^{2/}
CURRENT ACCOUNT	-51.7	7.2	-488.5	-145.3	-678.3
1. Trade Balance	639.1	450.3	244.9	199.1	1,533.4
Exports	1,725.3	1,552.7	1,408.2	1,396.1	6,082.3
- Copper	(715.6)	(658.7)	(584.8)	(616.2)	(2,575.3)
- Others	(1,009.7)	(894.0)	(823.4)	(779.9)	(3,507.0)
Imports	1,086.2	-1,102.4	-1,163.3	-1,197.0	-4,548.9
2. Non Financial Services	-121.3	-156.0	-156.1	-77.9	-511.3
3. Financial Services	-594.0	-320.1	-602.0	-296.6	-1,812.7
4. Transfers	24.5	33.0	24.8	30.1	112.4
CAPITAL ACCOUNT	195.4	209.4	444.0	496.2	1,344.9
1. Foreign Investment ^{3/}	140.3	169.7	141.8	149.7	601.5
2. Amortization Payments ^{4/}	-104.0	-83.5	-149.2	-104.5	-441.2
3. Extraordinary Amortizations ^{5/}	-118.1	-124.0	-124.0	-113.4	-479.5
4. MLT Disbursements	192.6	426.6	176.8	289.8	1,085.8
Official and Multilateral Organizations	(80.0)	(152.7)	(116.3)	(151.1)	(500.1)
Suppliers' Credits	(98.8)	(253.3)	(46.3)	(127.9)	(526.3)
- To Public Sector	[20.3]	[25.9]	[7.9]	[10.8]	[64.9]
- To Private Sector	[78.5]	[227.4]	[38.4]	[117.1]	[461.4]
Other	(13.8)	(20.6)	(14.2)	(10.8)	(59.4)
5. Net Flows of Short-Term Capital ^{6/}	89.2	-155.5	21.6	82.7	37.9
Use of Short-Term Lines	(253.1)	(-141.6)	(22.4)	(56.3)	(190.2)
Other Short-Term Trade-Related Flows	(-124.7)	(77.0)	(104.0)	(131.5)	(187.8)
Net Change in Assets, valuation adjustments, error and omissions	(-39.2)	(-90.9)	(-104.8)	(-105.1)	(-340.0)
Retiming of Interest Payments ^{7/}	-4.6	-23.9	377.0	66.9	415.4
6. Financial Program	0.0	0.0	0.0	125.0	125.0
New Money from banks	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)
IRDB - SAL	(0.0)	(0.0)	(0.0)	(125.0)	(125.0)
Change in Net International Reserves ^{8/} (increase : +)	143.7	216.6	-44.5	350.9	666.7
Use of short-term credits by the Central Bank	-80.0	-145.0	0.0	0.0	-225.0
Change in Gross International Reserves	63.7	71.6	-44.5	350.9	441.7
MEMORANDUM ITEM = Change in Net Reserves, net of bank's / new money and SAL (increase: +)	143.7	216.6	-44.5	225.9	541.7

^{1/} Provisional.^{2/} Projected as of May 1988, under the following key assumptions

- Copper price: 86.3 US\$ cent per lb. (LME)
- Crude petroleum price: US\$ 17.02 per barrel (CIF)
- Effective LIBOR: 7.5% (Taking into account 6 month contractual lag)
- Prices of non-oil imports: 6% increase
- Volume growth in copper exports: 3.5%
- Volume growth in non-copper exports (quantum): 10.1%

^{3/} Includes investment with external debt notes and capitalization of loans through Chapter XIX and D.L. 600, which were US\$ 826 million in 1987, and which are estimated at US\$ 479.5 million in 1988.^{4/} Amortization payments after the 1988-1991 rescheduling of bank and Paris Club debt.^{5/} Considers repayment of loans arising from debt to equity swaps through D.L.600, Chapter XIX, and others. Figures omit Chapter XVIII^{6/} Excludes short-term loans to the Central Bank, which are subtracted from reserves.^{7/} Counterparts to accrued interest on rescheduling debt included in Financial Services whose actual payment due to the retiming agreement, has been postponed.^{8/} Definition of Net International Reserves used in IMF program services.

Source: Banco Central de Chile

T A B L E No. 8

EXPORTS AND IMPORTS: 1985 - 1988

(Millions of US\$)

	EXPORTS (F.O.B.)			IMPORTS (C.I.F)					IMPORTS (F.O.B.)	TRADE BALANCE	
	Copper	Other	Total	Foodstuffs	Non Food Consumer Goods	Capital Goods	Intermed. Goods	Total		Monthly	Acumulated Year
<u>1985</u>	1,788.7	2,015.4	3,804.1	271.4	457.5	646.1	1,893.3	3,268.3	2,954.5	-	849.6
<u>1986</u>	1,757.1	2,441.7	4,198.8	168.9	585.1	731.9	1,950.4	3,436.3	3,099.1	-	1,099.7
<u>1987</u>											
Jan.	141.9	192.9	334.8	17.3	50.1	90.3	175.6	333.3	300.9	33.9	33.9
Feb.	117.8	249.1	366.9	12.3	51.7	64.2	203.4	331.6	300.9	66.0	99.9
Mar.	136.5	286.2	422.7	13.1	61.4	90.2	210.2	374.9	338.5	84.2	184.1
Apr.	156.5	340.5	497.0	15.0	57.2	78.6	179.8	330.6	298.2	198.8	382.9
May	148.3	259.9	408.2	16.7	55.4	108.1	180.5	360.7	329.1	79.1	462.0
Jun.	164.4	213.2	377.6	20.0	53.8	82.0	195.9	351.7	318.4	59.2	521.2
Jul.	193.8	285.4	479.2	13.7	57.5	99.5	233.4	404.1	366.5	112.7	633.9
Aug.	178.3	233.1	411.4	16.8	61.0	97.3	237.4	412.5	376.8	34.6	668.5
Sep.	189.3	227.2	416.5	21.4	56.9	98.0	186.5	362.8	329.1	87.4	755.9
Oct.	212.2	225.5	437.7	23.5	62.3	85.7	208.2	379.7	347.9	89.8	845.7
Nov.	227.8	206.6	434.4	25.5	65.7	111.6	204.3	407.1	372.5	61.9	907.6
Dec.	367.9	269.4	637.3	14.2	57.9	95.3	180.0	347.4	315.5	321.8	1,229.4
<u>1988</u>											
Jan.	273.5	276.1	549.6	16.5	53.6	109.9	248.4	428.4	389.0	160.6	160.6
Feb.	224.1	313.0	537.1	13.2	52.1	83.4	185.6	334.3	305.2	231.9	392.5
Mar.	218.0	420.6	638.6	21.3	65.5	132.9	211.1	430.8	392.0	246.6	639.1

Source: Banco Central de Chile.

T A B L E No. 9

NET INFLOWS OF FUNDS FROM OFFICIAL ORGANIZATIONS AND SUPPLIERS, 1986-1987
(Millions of US\$)

	1 9 8 6			1 9 8 7		
	Disbursements	Amortizations	Net	Disbursements	Amortizations**	Net
I. OFFICIAL AND MULTILATERAL ORGANIZATIONS <u>2/</u>	233.4	123.3	110.1	369.2	116.5	252.7
1) MULTINATIONAL ORGANIZATIONS	206.3	51.3	155.0	356.4	91.0 <u>e/</u>	265.4
-IDB	118.5 <u>a/</u>	30.8	87.7	207.1	58.4	148.7
-IBRD	83.3 <u>a/</u>	19.8	63.5	149.3	31.7	117.6
-IDA	4.5 <u>a/</u>	0.7	3.8	-	0.9	-0.9
2) GOVERNMENTAL ORGANIZATIONS	27.1	72.0	-44.9	12.8	25.5	-12.7
a) Direct Loan	4.9	28.4	-23.5	12.8	24.4	-11.6
-Eximbank (U.S.A.)	-	1.2	-1.2	-	0.2	-0.2
-AID (U.S.A.)	-	3.3	-3.3	-	3.8	-3.8
-KFW (W.Germany)	1.2	1.2	0.0	0.0	0.2	-0.2
-Banco Central Argentina	-	7.8	-7.8	-	6.0	-6.0
-Eximbank (Japan)	-	0.6	-0.6	-	0.1	-0.1
-Banco Do Brasil	-	12.5	12.5	-	11.2	-11.2
-EDC (Canada)	1.0	0.7	0.3	12.8	2.5	10.3
-EFIC (Australia)	-	0.0	0.0	-	-	-
-Credit National (France)	-	0.4	-0.4	-	0.1	-0.1
-Bco. Comer. Exterior Mexico	-	0.4	-0.4	-	-	-
-IDC (South Africa)	2.7	0.3	2.4	-	0.3	-0.3
b) Other Loan With Official Guarantee	22.2	43.6	-21.4	-	1.1	-1.1
-Bco. USA (GAR, CCC)	22.2	43.6	-21.4	-	1.1	-1.1
II. SUPPLIERS <u>b/</u>	252.1	150.4	101.7	388.0	118.3	269.7
Public Sector	124.4	52.3	72.1	142.9	46.9	9.6
Private Sector	127.7	98.1	29.6	245.1	71.4	173.7
- Contracted Credits <u>c/</u>	98.2	36.3	61.9	243.1	69.4	173.7
- Credits to be Contracted	29.5	61.8	-32.3	2.0	2.0	0.0
TOTAL						
I. OFFICIAL AND MULTILATERAL ORGANIZATIONS <u>2/</u>	233.4	123.3	110.1	369.2	116.5	252.7
II. SUPPLIERS	252.1	150.4	101.7	388.0	118.3	269.7
Total (I + II)	485.5	273.7	211.8	757.2	234.8	522.4
III. REST OF BANKS <u>f/</u>	72.8	146.3	-73.5	85.4	75.4	10.0
GRAND TOTAL <u>d/</u>	558.3	420.0	138.3	842.6	310.2	532.4

1/ Preliminary.

2/ Includes Private Sector.

** Includes amortizations originated by 1986 disbursements.

a/ According to Central Bank of Chile statements.

b/ Figures of supplier credits with official guarantees are not available. Includes Nationalization and other creditors.

c/ It refers to disbursement and amortizations of Loans entered through Art.15, and D.L. N° 600

d/ Excludes Central Bank Credit of US\$ 785 MM from Banks, US\$ 300 MM Co-financing, and IBRD-SAL.

e/ Excludes IBRD-SAL.

f/ It refers mainly to new loans with Official Guarantees from banks and other credits contracted with foreign banks for specific projects.

Source: Banco Central de Chile.

T A B L E No. 10
FOREIGN DEBT OF CHILE 1982-MARCH 1988 (*)

(Millions of US\$)							
ITEM	1982	1983	1984	1985	1986	PRELIMINARY	
						1987	31.03.88
I. <u>TOTAL EXTERN DEBT</u> (II + III)	<u>17,153</u>	<u>17,431</u>	<u>18,877</u>	<u>19,318</u>	<u>19,388</u>	<u>19,099</u>	<u>18,723</u>
<u>PUBLIC SECTOR</u>	<u>6,660</u>	<u>9,795</u>	<u>12,343</u>	<u>14,079</u>	<u>15,763</u>	<u>16,380</u>	<u>15,904</u>
Public Financial Sector	1,615	3,254	5,058	5,713	5,725	6,001	5,801
(Banco del Estado)	(778)	(877)	(1,386)	(1,356)	(1,296)	(1,078)	(1,043)
(Central Bank)	(837)	(2,377)	(3,672)	(4,357)	(4,429)	(4,923)	(4,748)
Public non Financial Sector	4,983	4,726	5,155	6,018	6,630	7,103	6,716
(Treasury)	(1,133)	(1,129)	(1,276)	(1,990)	(2,614)	(2,993)	(3,006)
(Others)	(3,850)	(3,597)	(3,879)	(4,028)	(4,016)	(4,110)	(3,710)
Private Sector with Public Guarantee	62	1,815	2,130	2,348	3,408	3,276	3,387
<u>PRIVATE SECTOR</u>	<u>10,493</u>	<u>7,636</u>	<u>6,534</u>	<u>5,239</u>	<u>3,625</u>	<u>2,719</u>	<u>2,819</u>
(Banks and Financial Institutions)	(6,703)	(4,195)	(3,469)	(2,786)	(1,463)	(737)	(667)
(Corporate and Private Debtors) (1)	(3,790)	(3,441)	(3,065)	(2,453)	(2,162)	(1,982)	(2,152)
II. <u>MEDIUM AND LONG TERM EXTERNAL DEBT</u>	<u>13,815</u>	<u>14,832</u>	<u>16,963</u>	<u>17,650</u>	<u>17,814</u>	<u>17,191</u>	<u>16,685</u>
<u>PUBLIC SECTOR</u>	<u>5,157</u>	<u>8,090</u>	<u>10,601</u>	<u>12,515</u>	<u>14,379</u>	<u>14,725</u>	<u>14,216</u>
Public Financial Sector	1,144	2,686	4,464	5,269	5,608	5,749	5,624
(Banco del Estado)	(507)	(609)	(1,272)	(1,237)	(1,179)	(1,051)	(1,011)
(Central Bank)	(637)	(2,077)	(3,192)	(4,032)	(4,429)	(4,698)	(4,613)
Public non Financial Sector	3,951	3,941	4,419	5,245	5,836	6,302	5,879(2)
(Treasury)	(1,109)	(1,105)	(1,276)	(1,990)	(2,614)	(2,993)	(3,006)
(Others)	(2,842)	(2,836)	(3,143)	(3,255)	(3,222)	(3,309)	(2,873)
Private Sector with Public Guarantee	62	1,463	1,718	2,001	2,935	2,674	2,713(3)
<u>PRIVATE SECTOR</u>	<u>8,658</u>	<u>6,742</u>	<u>6,362</u>	<u>5,135</u>	<u>3,435</u>	<u>2,466</u>	<u>2,469</u>
(Banks and Financial Institutions)	(4,971)	(3,394)	(3,369)	(2,691)	(1,296)	(502)	(480)
(Corporate and Private Debtors) (1)	(3,687)	(3,348)	(2,993)	(2,444)	(2,139)	(1,964)	(1,989)(4)
III. <u>SHORT TERM EXTERNAL DEBT</u>	<u>3,338</u>	<u>2,599</u>	<u>1,914</u>	<u>1,668</u>	<u>1,574</u>	<u>1,908</u>	<u>2,038</u>
<u>PUBLIC SECTOR</u>	<u>1,503</u>	<u>1,705</u>	<u>1,742</u>	<u>1,564</u>	<u>1,384</u>	<u>1,655</u>	<u>1,688</u>
Public Financial Sector	471	568	594	444	117	252	177
(Banco del Estado)	(271)	(268)	(114)	(119)	(117)	(27)	(32)
(Central Bank)	(200)	(300)	(480)	(325)	(0)	(225)	(145)
(Public non Financial Sector)	(1,032)	(785)	(736)	(773)	(794)	(801)	(837)
(Treasury)	(24)	(24)	(0)	(0)	(0)	(0)	(0)
(Others)	(1,008)	(761)	(736)	(773)	(794)	(801)	(837)
Private Sector with Public Guarantee	0	352	412	347	473	602	674(5)
<u>PRIVATE SECTOR</u>	<u>1,835</u>	<u>894</u>	<u>172</u>	<u>104</u>	<u>190</u>	<u>253</u>	<u>350</u>
(Banks and Financial Institutions)	(1,732)	(801)	(100)	(95)	(167)	(235)	(187)
(Corporate and Private Debtors) (1)	(103)	(93)	(72)	(9)	(23)	(18)	(163)
IV. <u>CENTRAL BANK WITH I.M.F.</u>	<u>6</u>	<u>606</u>	<u>782</u>	<u>1,085</u>	<u>1,328</u>	<u>1,452</u>	<u>1,363</u>

(*) Excludes External Debt Repayable in Local currency.
Includes Reductions owing to External Debt Conversion (Art. 18, 19 and others).

(1) Excludes the Short Term Credits to Non-Banks for Operation in Foreign Trade.

(2) In January the external debt to the public non financial sector was reduced in US\$ 388 MM. for privatization of CAP, ENAEX, CHILECTRA METROPOLITANA, CHILECTRA GENERACION

(3) In January the external debt to the private sector with public guarantee was incremented by US\$ 356 MM. for privatization of CAP, ENAEX, CHILECTRA METROPOLITANA, CHILECTRA GENERACION

(4) In January the external to the private sector was incremented in US\$ 32 MM for privatization of CAP and CHILECTRA METROPOLITANA

(5) The short term external debt to the private sector with public guarantee was incremented for privatization of CAP and SOQUIMICH.

Source: Banco Central de Chile.

T A B L E No. 11

TOTAL MEDIUM AND LONG TERM EXTERNAL DEBT (*)
(According to Principal Foreign Creditors)

(Millions of US\$)

ITEM	1982	1983	1984	1985	1986	PRELIMINARY	
						1987	31.03.88
1. <u>MULTINATIONAL ORGANIZATIONS</u>	<u>444.4</u>	<u>645.1</u>	<u>946.3</u>	<u>1,444.3</u>	<u>1,928.4</u>	<u>2,493.1</u>	<u>2,537.2</u>
Public Sector	444.4	645.1	935.4	1,425.3	1,904.9	2,418.1	2,454.1
- Financial	30.4	28.5	26.5	64.0	63.3	104.1	120.2
- Non Financial	414.0	616.6	908.9	1,361.3	1,841.6	2,314.0	2,333.9
Private Sector	0.0	0.0	10.9	19.0	23.5	75.0	83.1
- Financial	0.0	0.0	0.0	0.0	0.0	0.0	0.0
- Non Financial	0.0	0.0	10.9	19.0	23.5	75.0	83.1
2. <u>GOVERNMENTAL ORGANIZATIONS</u>	<u>833.6</u>	<u>801.5</u>	<u>615.7</u>	<u>637.7</u>	<u>769.6</u>	<u>722.0</u>	<u>733.7</u>
Public Sector	820.4	790.8	606.1	629.6	755.0	696.7	709.8
- Financial	102.1	187.2	51.4	35.1	23.2	16.2	15.3
- Non Financial	718.3	603.6	554.7	594.5	731.8	680.5	687.4
Private Sector with Public Guarantee	0.0	0.0	0.0	0.0	0.0	0.0	7.1
Private Sector	13.2	10.7	9.6	8.1	14.6	25.3	23.9
- Financial	0.0	0.0	0.0	0.0	0.0	0.0	0.0
- Non Financial	13.2	10.7	9.6	8.1	14.6	25.3	23.9
3. <u>PRIVATE BANKS AND FINANCIAL INSTITUTIONS</u>	<u>11,245.7</u>	<u>12,318.5</u>	<u>14,438.5</u>	<u>14,714.3</u>	<u>14,127.7</u>	<u>12,667.5</u>	<u>12,080.0</u>
Public Sector	3,490.0	6,346.8	8,794.7	10,245.9	11,363.6	11,112.0	10,558.0
- Financial	1,003.2	2,461.9	4,386.4	5,201.8	5,521.6	5,628.5	5,489.0
- Non Financial (1)	2,486.8	2,483.8	2,707.5	3,049.0	2,913.2	2,814.0	2,367.5
- Private Sector with Public Guarantee	0.0	1,401.1	1,700.8	1,995.1	2,928.8	2,669.5	2,701.5
Private Sector	7,755.7	5,971.7	5,643.8	4,468.4	2,764.1	1,555.5	1,522.0
- Financial (1)	4,971.0	3,394.1	3,368.7	2,690.6	1,296.0	501.6	480.1
- Non Financial	2,784.7	2,577.6	2,275.1	1,777.8	1,468.1	1,053.9	1,041.9
4. <u>SUPPLIERS</u>	<u>845.2</u>	<u>634.1</u>	<u>517.5</u>	<u>381.4</u>	<u>524.5</u>	<u>738.6</u>	<u>740.1</u>
Public Sector	402.0	307.7	264.9	214.5	355.4	497.8	494.2
- Financial	2.3	1.3	0.0	0.0	0.0	0.0	0.0
- Non Financial (1)	399.7	306.4	264.9	214.5	394.2	493.4	490.3
- Private Sector with Public Guarantee	0.0	0.0	0.0	0.0	6.2	4.4	3.9
Private Sector	443.2	326.4	252.6	166.9	169.1	240.8	245.9
- Financial	0.0	0.0	0.0	0.0	0.0	0.0	0.0
- Non Financial	443.2	326.4	252.6	166.9	169.1	240.8	245.9
5. <u>CORPORATE AND PRIVATE CREDITORS</u>	<u>445.7</u>	<u>432.3</u>	<u>445.2</u>	<u>472.2</u>	<u>463.3</u>	<u>569.5</u>	<u>594.2</u>
Private Sector	445.7	432.3	445.2	472.2	463.3	569.5	594.2
- Financial	0.0	0.0	0.0	0.0	0.0	0.0	0.0
- Non Financial	445.7	432.3	445.2	472.2	463.3	569.5	594.2
MEDIUM AND LONG TERM DEBT	<u>13,814.6</u>	<u>14,831.5</u>	<u>16,963.2</u>	<u>17,649.9</u>	<u>17,813.5</u>	<u>17,190.7</u>	<u>16,685.2</u>

(*) Excludes IMF credits and Debt Repayable in Local currency.

Includes Reductions owing to External Debt Conversion (Art. 18, 19 and others).

(1) Includes Public and Private Sector Bonds, respectively.

Source: Banco Central de Chile.

T A B L E No. 12

SCHEDULE OF AMORTIZATIONS OF MEDIUM AND LONG TERM EXTERNAL DEBT, AS OF 12.31.87 3/

(Millions of US\$)

ITEM	1986	1987	1988	1989	1990	1991	1992
1. Public and Private Debt	2,062.1	1,926.8	1,629.7	1,151.2	831.4	861.7	426.0
2. Rescheduled Debt (Public and Financial Private Sector 1983-1984) <u>1/</u>	-	-	-	-	-	-	-
3. New Money 1983, 1984 and 1985, 1986	-	-	-	-	-	1,095.2	1,095.2
4. Rescheduled Debt (Public and Financial Private Sector 1985-1987/1988-1991)	-1,642.1	-1,616.6	-1,191.3	-534.4	-257.2	-259.6	72.3
With Foreign Governments	(-65.5)	(-85.0)	(-75.0)	(35.0)	(36.5)	(54.4)	(72.3)
With Private Banks and Financial Institutions <u>1/</u>	(-1,576.6) <u>2/</u>	(-1,531.6) <u>2/</u>	(-1,116.3) <u>2/</u>	(-569.4) <u>2/</u>	(-293.7) <u>2/</u>	(-314.0) <u>2/</u>	-
TOTAL	420.0	310.2	438.4	616.8	574.2	1,697.3	1,593.5

1/ Amortizations refer to the amounts refinanced by the Public Sector and Domestic Financial Sector2/ It refers to the total to be refinanced with the Creditor Banks.3/ Includes 1988-91 Program negotiated with creditor Banks on February 1987 . And the Paris Club Agreement 1987-1988

Source: Banco Central de Chile.

T A B L E No. 13

GROWTH RATES OF GROSS DOMESTIC PRODUCT BY SECTOR ^{1/}

(Percentage change in 12 months)

SECTOR	1 9 8 5 (*)					1 9 8 6 (*)					1987 (*)					1988(*)
	I	II	III	IV	TOTAL	I	II	III	IV	TOTAL	I	II	III	IV	TOTAL	I
Agriculture	7.5	6.5	1.7	4.4	5.6	13.9	6.1	6.8	6.5	8.7	5.9	2.8	5.0	4.4	4.5	0.3
Fishing	34.9	-18.9	3.6	11.2	5.6	-18.7	55.9	-6.8	18.7	10.0	28.4	-17.9	-28.1	-10.6	-8.0	-0.1
Mining	-3.7	-3.6	9.0	7.2	2.2	4.6	10.5	-2.4	-5.6	1.5	0.2	-3.3	-1.2	4.5	0.0	-2.9
Industry	2.8	-1.2	-0.5	3.7	1.2	2.2	8.6	8.4	12.3	8.0	10.8	2.5	5.6	3.8	5.5	8.9
Elect., Gas and Water	3.7	-0.7	4.7	6.6	3.5	6.4	8.3	5.9	5.4	6.5	5.3	4.2	3.5	2.4	3.8	8.9
Construction	16.7	11.4	18.8	17.6	16.1	7.4	3.5	-5.3	-0.1	1.3	4.1	11.2	19.2	8.5	10.6	7.4
Commerce	5.0	0.9	-1.1	2.3	1.7	3.5	7.3	4.3	6.7	5.5	11.1	5.6	6.6	7.1	7.5	7.7
Transport	3.5	3.7	3.4	11.4	5.5	6.3	7.7	10.0	8.2	8.1	12.6	11.3	7.1	9.7	10.1	11.1
Others ^{2/}	1.6	-1.2	-1.3	1.1	0.0	2.9	5.3	5.6	5.1	4.7	8.8	6.1	4.3	4.0	5.8	3.9
TOTAL G.D.P.	3.8	0.4	1.4	4.3	2.4	4.5	7.3	4.8	6.0	5.7	8.5	4.3	5.2	5.0	5.7	5.2

^{1/} Over the same period of the previous year.^{2/} Includes Financial Services, Personal Services, Housing, Public Administration, Import Duties and Banking Charges.

(*) Estimated.

Source: Banco Central de Chile

T A B L E No. 13-A

GROSS DOMESTIC PRODUCT SPENDING

(Rate Annual Variation)

ITEM	1981	1982*	1983*	1984**	1985**	1986**	1987**
Overall Household Consumption and Private Non-Profit Institutions	10.7	-12.1	-3.4	1.3	-1.1	4.9	4.8
Overall Government Consumption Spending	-3.1	-1.3	-0.6	1.5	-0.3	-2.1	-2.1
Inventory Variation	-	-	-	-	-	-	-
Gross Composition of Fixed Capital	16.8	-33.9	-14.9	9.0	14.8	6.4	16.3
Exports of Goods and Services	-9.0	4.7	0.6	6.8	6.9	10.6	8.8
Minus: Imports of Goods and Services	15.7	-36.3	-15.1	16.5	-11.0	9.2	17.0
Gross Domestic Product Spending	5.5	-14.1	-0.7	6.3	2.4	5.7	5.7

(*) Provisional figures.

(**) Estimated figures.

Source: Banco Central de Chile.

T A B L E No. 13-P

LABOR FORCE AND UNEMPLOYMENT NATIONWIDE

(Thousand persons)

ECONOMIC ACTIVITY	UNEMPLOYMENT			EMPLOYMENT			LABOR FORCE		
	Jan.-Mar.87	Jan.-Mar.88	%	Jan.-Mar.87	Jan.-Mar.88	%	Jan.-Mar.87	Jan.-Mar.88	%
<u>TOTAL</u>	<u>383.6</u>	<u>371.3</u>	<u>-3.2</u>	<u>3,911.6</u>	<u>4,040.4</u>	<u>3.3</u>	<u>4,295.2</u>	<u>4,411.7</u>	<u>2.7</u>
Agriculture	27.4	27.2	-0.7	810.1	853.4	5.3	837.5	880.6	5.1
Mining	3.6	3.7	2.8	90.0	84.1	-6.6	93.6	87.8	-6.2
Industry	53.7	54.2	0.9	547.9	604.6	10.3	601.6	658.8	9.5
Electricity, Gas and Water	0.6	1.3	116.7	27.6	21.8	-21.0	28.2	23.1	-18.1
Construction	35.7	33.2	-7.0	188.5	228.8	21.4	224.2	262.0	16.9
Commerce	51.4	54.6	6.2	676.7	703.1	3.9	728.1	757.7	4.1
Transport and Communications	16.4	18.3	11.6	236.6	275.3	16.4	253.0	293.6	16.0
Financial Sectors	11.1	13.1	18.0	155.4	177.2	14.0	166.5	190.3	14.3
Other Services	101.0	99.2	-1.8	1,177.5	1,091.7	-7.3	1,278.5	1,190.9	-6.9
Unspecified Act.	0.1	0.1	0.0	1.3	0.4	-69.2	1.4	0.5	-64.3
Seeking employment for the first time	82.6	66.4	-19.6	-	-	-	82.6	66.4	-19.6

Note: The statistics on labor force and unemployment, since November 1986, differ from those published previously because they are originated from a new sample design (Sample from the Integrated Program of Household Inquiry- PIDEH), based on the XV Population and IV Housing Census which has been adjusted to the more recent changes in the administrative political division.

Source: Instituto Nacional de Estadísticas

T A B L E N° 14

PUBLIC FINANCE

CONSOLIDATED IN DOMESTIC AND FOREIGN CURRENCY

(Millions of Chilean pesos)

	1981	1982	1983	1984	1985	1986	1987
<u>FISCAL SPENDING</u>	<u>318,191.1</u>	<u>352,089.5</u>	<u>451,317.9</u>	<u>567,095.2</u>	<u>880,137.0</u>	<u>1,021,597.9</u>	<u>1,237,379.9</u>
- Fiscal Spending Excluding Debt Service	299,620.3	326,980.4	401,935.4	496,105.4	683,213.4	848,897.5	1,020,559.1
<u>FISCAL REVENUES</u>	<u>340,328.7</u>	<u>323,032.2</u>	<u>391,452.4</u>	<u>482,913.0</u>	<u>701,283.7</u>	<u>916,008.2</u>	<u>1,230,257.8</u>
<u>FISCAL DEFICIT</u>	<u>-22,137.6</u>	<u>29,057.3</u>	<u>59,865.5</u>	<u>84,182.2</u>	<u>178,853.3</u>	<u>105,589.7</u>	<u>7,122.1</u>
- Deficit/Fiscal Spending (%)	-7.0	8.3	13.3	14.8	20.3	10.3	0.6
- Deficit Excluding Debt Service/ Spending Excluding Debt Service	-13.6	1.2	2.6	2.7	-2.6	-7.9	-20.5
- Deficit/Fiscal Spending Excluding Debt Service (%)	-7.4	8.9	14.9	17.0	26.2	12.4	0.7
- Social Spending/ Fiscal Spending Excluding Debt Service (%)	54.7	59.4	59.7	61.0	58.6	57.0	54.2
- Social Spending/Fiscal Spending (%)	51.3	55.3	54.2	54.4	46.8	48.9	45.9
- Fiscal Deficit/GNP (%)	-1.7	2.3	3.8	4.5	6.9	3.3	0.2
- Fiscal Deficit Excluding Debt Service/GNP (%)	-3.2	0.3	0.7	0.7	-0.7	-2.1	-5.0

Note: The definition of "fiscal sector" is different from that of the "non-financial public sector" of Table N°4, where the actual performance and targets agreed upon with the IMF are shown. The "fiscal sector" includes all the resources controlled by the Treasury, i.e., those of centralized services plus allocations to decentralized institutions. The term "Deficit" also differs in that the definition presented in this table includes amortizations payments on domestic and foreign public sector debt.

Source: Dirección de Presupuesto, Ministerio de Hacienda.

T A B L E N° 15

PUBLIC SECTOR, FINANCIAL OPERATIONS, 1987 (*)

(Millions of Pesos)

	General Govern- ment	Public Enter- prises	CORFO Corpora- tions	CODELCO	Total Public Sector, Gross	Adjust- ments	Total Public Sector, Net
Current Revenues	1,180,482	535,345	391,398	499,405	2,606,630	348,017	2,258,612
Current Expenditures	1,064,549	342,879	288,877	264,715	1,961,020	0	1,961,020
Transfers	0	163,820	67,899	166,303	398,022	348,017	50,004
Current Account Surplus (Deficit)	115,933	28,647	34,622	68,387	247,588	0	247,588
Capital Revenues	151,080	10,168	19,124	6,419	186,791	9,710	177,081
Capital Expenditures	260,019	32,891	58,010	72,006	422,927	9,710	413,217
Overall Surplus (Deficit)	6,993	5,923	-4,264	2,800	11,452	0	11,452(**)
Financing	-6,993	-5,923	4,264	-2,800	-11,452		-11,452

(*) Provisional figures.

(**) Excluded impact on debt of indexations to inflation and net credit to the Private Sector, by Ch. \$ 26,856 million. Taken these into account, the overall deficit would be Ch.\$ 15,404 millions.

Source: Dirección de Presupuestos, Ministerio de Hacienda.

T A B L E N° 16

MONETARY AGGREGATES

(Monthly average, 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>1982</u> Dec.	36,908	38,140	75,048	245,376	320,424	384,134	449,025	39,452	61,746
<u>1983</u> Dec.	46,703	48,476	95,179	194,553	289,732	385,274	454,628	43,507	70,137
<u>1984</u> Dec.	54,772	47,602	102,374	278,251	380,625	502,294	575,601	46,181	82,455
<u>1985</u> Dec.	70,666	60,715	131,381	394,252	525,633	703,911	807,887	68,256	110,538
<u>1986</u> Jul.	79,386	82,325	161,711	436,430	598,141	835,515	968,980	81,884	127,989
Aug.	79,015	79,513	158,528	444,830	603,358	850,157	974,522	69,155	127,954
Sep.	85,578	84,902	170,480	436,838	607,318	863,473	991,905	73,523	138,370
Oct.	82,880	84,540	167,420	453,045	620,465	876,256	994,811	61,672	133,572
Nov.	85,288	88,954	174,242	467,981	642,223	908,180	1,043,281	80,724	137,174
Dec.	97,286	92,003	189,289	466,183	655,472	933,234	1,094,549	113,064	151,818
<u>1987</u> Jan.	96,481	109,988	206,469	484,026	690,495	959,745	1,125,857	120,293	151,771
Feb.	99,510	102,440	201,950	509,726	711,676	987,284	1,143,676	105,844	152,958
Mar.	101,439	98,185	199,624	548,767	748,391	1,037,987	1,179,999	88,647	156,540
Apr.	101,552	98,123	199,675	558,850	758,525	1,058,984	1,217,227	96,367	160,316
May	100,222	94,306	194,528	568,993	763,521	1,067,519	1,258,826	127,308	159,562
Jun.	103,768	90,876	194,644	604,491	799,135	1,116,879	1,311,285	130,189	164,781
Jul.	103,096	97,062	200,158	617,257	817,415	1,143,199	1,338,813	134,442	167,847
Aug.	100,188	84,644	184,832	620,292	805,124	1,132,893	1,315,205	117,231	159,013
Sep.	106,117	81,795	187,912	638,774	826,686	1,164,411	1,343,425	114,071	167,082
Oct.	102,469	82,227	184,696	666,206	850,902	1,196,587	1,386,212	126,151	164,655
Nov.	103,562	79,999	183,561	717,347	900,908	1,254,142	1,449,658	127,072	170,549
Dec.	118,741	84,880	203,621	743,700	947,321	1,314,582	1,514,455	133,550	187,869
<u>1988</u> Jan.	119,629	121,060	240,689	756,224	996,913	1,372,577	1,608,870	171,301	193,510
Feb.	125,770	129,141	254,911	753,066	1,007,977	1,385,408	1,636,278	179,546	196,476
Mar.	129,010	132,524	261,534	755,932	1,017,466	1,413,516	1,652,559	168,956	199,164

(*) M3 = M2 + Savings Accounts + Other Demand dep.

(**) M3A = Private and Public Money and Quasimoney.

Source: Banco Central de Chile.

T A B L E N° 16 - A

FINANCIAL SYSTEM: DEPOSITS AND LOANS (*)

(Monthly Average)

DATE	LOCAL CURRENCY DEPOSITS		FOREIGN CURRENCY DEPOSITS		EFFECTIVE LOANS (1)	
	Demand Dep. (Mill.\$)	Time Dep.	Demand Dep. (Mill. US\$)	Time Dep.	Local Curr. (Mill. \$)	Foreign Curr. (Mill. US\$)
<u>1983</u>						
Dec.	143,660	342,368	131.9	187.3	539,387	4,140
<u>1984</u>						
Dec.	171,916	448,963	142.9	203.2	776,974	3,172
<u>1985</u>						
Jul.	205,456	596,448	145.6	319.7	980,231	2,209
Aug.	210,532	623,382	148.4	363.2	1,004,014	2,228
Sep.	230,735	620,515	151.2	346.7	1,036,483	2,211
Oct.	229,666	629,884	137.8	372.1	1,055,655	2,208
Nov.	237,949	643,778	143.3	386.0	1,081,353	2,217
Dec.	247,315	638,378	141.2	410.0	1,104,429	2,156
<u>1986</u>						
Jan.	263,916	660,675	133.6	443.5	1,104,883	2,062
Feb.	263,553	682,343	130.6	443.5	1,135,123	2,045
Mar.	279,577	687,395	134.4	495.5	1,134,759	2,037
Apr.	286,762	709,245	145.3	512.5	1,153,621	2,010
May	331,643	701,037	143.9	518.4	1,149,828	1,997
Jun.	324,230	713,806	144.5	507.4	1,142,684	1,950
Jul.	293,005	744,707	136.9	508.9	1,139,689	1,932
Aug.	305,920	765,318	132.9	522.1	1,154,368	1,967
Sep.	332,445	763,571	133.1	666.1	1,172,785	2,009
Oct.	303,829	785,793	135.4	538.6	1,190,177	2,047
Nov.	322,829	808,628	142.1	548.6	1,223,238	2,045
Dec.	364,806	805,983	163.0	557.3	1,256,271	2,033
<u>1987</u>						
Jan.	380,267	815,013	176.8	566.1	1,265,599	2,029
Feb.	361,434	849,736	162.3	575.6	1,288,475	2,043
Mar.	374,711	903,516	149.9	580.7	1,323,711	2,026
Apr.	408,781	934,666	155.8	587.6	1,355,008	2,024
May	431,962	953,278	179.8	589.7	1,392,224	2,039
Jun.	433,610	1,000,584	177.4	597.3	1,424,009	2,067
Jul.	419,596	1,018,432	162.4	624.2	1,445,640	2,110
Aug.	412,627	1,025,190	161.2	641.4	1,464,110	2,140
Sep.	436,643	1,046,038	170.8	652.9	1,483,631	2,133
Oct.	449,398	1,073,385	152.6	663.1	1,510,673	2,112
Nov.	455,001	1,134,782	149.1	681.6	1,536,926	2,145
Dec.	496,064	1,159,364	167.5	708.8	1,586,518	2,073
<u>1988</u>						
Jan.	527,579	1,179,354	179.1	720.1	1,655,723	2,043
Feb.	502,235	1,186,454	209.7	771.8	1,692,865	2,012
Mar.	524,562	1,201,078	212.2	812.4	1,704,494	2,010

(*) Includes deposits and loans to private and public sector.

(1) Includes loans with the system's own resources and loans with Central Bank resources.

Source: Banco Central de Chile

T A B L E N° 17

WAGES AND SALARIES INDEX, 1977 - March 1988
(Base: Dec. 82 = 100)

DATE	INDEX	ANNUAL % CHANGE	REAL INDEX (*)	ANNUAL % CHANGE
1977 Aver.	19.23	116.4	72.24	21.5
1978 "	30.71	59.7	82.56	14.3
1979 "	45.38	47.8	91.59	10.9
1980 "	66.65	46.9	99.47	8.6
1981 "	86.86	30.3	108.39	9.0
1982 "	95.28	9.7	108.71	0.3
1983 "	108.33	13.7	96.81	-10.9
1984 "	129.97	20.0	97.05	0.2
1985 "	162.60	25.1	92.72	-4.5
1986 "	198.30	22.0	94.56	2.0
1987 "	237.27	19.7	94.40	-0.2
<u>1985</u>				
Jul.	163.61	25.9	91.13	-7.2
Aug.	165.51	25.9	91.38	-7.8
Sep.	168.65	28.3	92.00	-4.5
Oct.	170.83	27.9	91.80	1.5
Nov.	173.80	26.8	91.93	0.2
Dec.	179.81	28.8	93.92	1.9
<u>1986</u>				
Jan.	184.49	23.6	93.84	-1.8
Feb.	185.44	22.8	93.48	-1.4
Mar.	187.88	23.2	93.27	0.2
Apr.	191.61	22.2	93.86	0.3
May	196.09	23.1	95.37	2.3
Jun.	197.03	23.0	94.57	4.7
Jul.	199.95	22.2	95.03	4.3
Aug.	201.53	21.8	95.18	4.2
Sep.	203.31	20.6	94.57	2.3
Oct.	205.68	20.4	94.24	2.7
Nov.	211.23	21.5	95.44	3.8
Dec.	215.46	19.8	95.89	2.1
<u>1987</u>				
Jan.	218.95	18.7	95.55	1.8
Feb.	221.04	19.2	94.82	1.4
Mar.	222.53	18.5	93.92	0.7
Apr.	226.14	18.0	93.24	-0.7
May	229.47	17.0	93.20	-2.3
Jun.	233.92	18.7	94.35	-0.2
Jul.	237.63	18.8	94.26	-0.8
Aug.	240.10	19.1	93.90	-1.3
Sep.	247.19	21.6	94.87	0.3
Oct.	251.78	22.4	94.35	0.1
Nov.	255.40	20.9	93.90	-1.6
Dec.	263.07	22.1	96.40	0.5
<u>1988</u>				
Jan.	269.24	23.0	97.95	2.5
Feb.	272.08	23.1	98.62	4.0
Mar.	275.96	24.0	98.18	4.5

(*) Deflated by C.P.I.

Source: Instituto Nacional de Estadísticas

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)
1982						
Dec.	4.60	3.40	5.50	4.30	3.86	2.66
1983						
Dec.	1.86	1.26	2.64	2.04	1.73	1.13
1984						
Dec.	2.98	1.58	4.21	2.81	2.67	1.25
1985						
Jul.	3.12	1.82	3.59	2.29	2.57	1.27
Aug.	1.79	0.89	2.28	1.38	1.72	0.82
Sep.	1.44	0.24	1.89	0.69	1.31	0.11
Oct.	1.71	0.21	2.09	0.59	1.50	0.00
Nov.	1.72	0.12	2.13	0.53	1.41	-0.19
Dec.	1.92	0.62	2.34	1.04	1.49	0.19
1986						
Jan.	1.74	-0.96	2.23	-0.47	1.38	-1.32
Feb.	2.01	1.11	2.75	1.85	1.67	0.77
Mar.	1.31	-0.19	1.92	0.42	1.11	-0.39
Apr.	1.59	0.19	2.10	0.70	1.61	0.21
May	1.49	0.79	1.99	1.29	1.57	0.87
Jun.	1.04	-0.26	1.58	0.28	1.00	-0.30
Jul.	1.41	0.41	1.84	0.84	1.32	0.32
Aug.	1.18	0.58	1.69	1.09	1.16	0.56
Sep.	0.91	-0.59	1.47	-0.03	0.98	-0.52
Oct.	1.57	0.07	1.93	0.43	1.43	-0.07
Nov.	1.64	0.24	2.03	0.63	1.43	0.03
Dec.	1.61	0.11	2.03	0.53	1.42	-0.08
1987						
Jan.	1.74	-0.26	2.16	0.16	1.40	-0.60
Feb.	2.10	0.40	2.55	0.85	1.90	0.20
Mar.	1.88	0.28	2.37	0.77	1.62	0.02
Apr.	1.83	-0.57	2.33	-0.07	1.51	-0.89
May	2.23	0.73	2.78	1.28	2.11	0.61
Jun.	1.72	1.02	2.27	1.57	1.70	1.00
Jul.	1.11	-0.58	1.68	-0.02	1.15	-0.55
Aug.	1.85	0.45	2.26	0.86	1.83	0.43
Sep.	1.77	-0.13	2.25	0.35	1.68	-0.22
Oct.	2.13	-0.26	2.64	0.23	1.87	-0.52
Nov.	2.45	0.54	2.97	1.05	2.18	0.27
Dec.	1.88	1.58	2.48	2.17	2.09	1.78
1988						
Jan.	0.77	0.07	1.35	0.65	0.65	-0.05
Feb.	0.93	0.53	1.50	1.10	0.86	0.46
Mar.	1.04	-0.84	1.42	-0.47	1.02	-0.88

(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(1)
<u>1982</u>			
Dec.	72.39	71.54	57.51
<u>1983</u>			
Dec.	87.07	87.07	72.33
<u>1984</u>			
Dec.	126.23	126.16	88.28
<u>1986</u>			
Jan.	184.80	181.17	-
Feb.	186.74	183.15	-
Mar.	189.22	185.81	-
Apr.	189.19	187.19	-
May	187.93	189.26	-
Jun.	188.79	190.89	-
Jul.	190.36	191.92	-
Aug.	194.46	193.57	-
Sep.	198.32	194.73	-
Oct.	199.73	195.80	-
Nov.	201.95	198.06	-
Dec.	203.67	200.39	-
<u>1987</u>			
Jan.	204.54	202.65	-
Feb.	206.01	205.25	-
Mar.	207.82	208.61	-
Apr.	211.49	211.48	-
May	212.54	214.63	-
Jun.	218.18	218.32	-
Jul.	224.13	220.35	-
Aug.	224.58	221.66	-
Sep.	225.15	224.25	-
Oct.	229.27	226.82	-
Nov.	233.83	229.85	-
Dec.	235.34	232.47	-
<u>1988</u>			
Jan.	243.73	242.98	-
Feb.	240.00	244.21	-
Mar.	243.33	244.60	-

(1) The Executive Committee of the Central Bank of Chile, in Session N° 1657 of June, 27, 1985 revoked as of July, 1, 1985, Agreement N° 1466 dated September, 3, 1982 of the Executive Committee.
Source: Banco Central de Chile

T A B L E N° 20

PRICE INDEXES

DATE	WHOLESALE PRICES		CONSUMER PRICES	
	INDEX (Dec. 74=100)	Monthly Var.	INDEX (Dec. 78=100)	Monthly Var.
<u>1984</u>				
Dec.	13,685.64	36.5 (1)	365.12	23.0 (1)
<u>1985</u>				
Dec.	17,825.57	30.3 (1)	461.57	26.4 (1)
<u>1986</u>				
Dec.	21,077.17	18.2 (1)	541.68	17.4 (1)
<u>1987</u>				
Dec.	24,675.56	18.1 (1)	657.88	21.5 (1)
<u>1986</u>				
Jan.	18,202.77	2.1	473.94	2.7
Feb.	18,515.28	1.7	478.23	0.9
Mar.	18,741.58	1.2	485.41	1.5
Apr.	18,954.28	1.1	492.15	1.4
May	18,797.23	-0.8	495.66	0.7
Jun.	19,162.47	1.9	502.28	1.3
Jul.	19,828.32	3.5	507.27	1.0
Aug.	20,406.60	2.9	510.47	0.6
Sep.	20,647.92	1.2	518.29	1.5
Oct.	21,252.39	2.9	526.16	1.5
Nov.	21,181.01	-0.3	533.56	1.4
Dec.	21,077.17	-0.5	541.68	1.5
<u>1987</u>				
Jan.	20,901.13	-0.8	552.45	2.0
Feb.	21,084.69	0.9	562.01	1.7
Mar.	21,677.89	2.8	571.23	1.6
Apr.	22,378.74	3.2	584.70	2.4
May	22,788.58	1.8	593.55	1.5
Jun.	23,105.82	1.4	597.70	0.7
Jul.	23,920.60	3.5	607.74	1.7
Aug.	24,557.51	2.7	616.43	1.4
Sep.	25,148.82	2.4	628.16	1.9
Oct.	25,920.53	3.1	643.31	2.4
Nov.	26,128.41	0.8	655.73	1.9
Dec.	24,675.56	-5.6	657.88	0.3
<u>1988</u>				
Jan.	24,267.73	-1.7	662.66	0.7
Feb.	24,127.43	-0.6	665.09	0.4
Mar.	24,299.50	0.7	677.65	1.9

(1) December to December variations.

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

T A B L E N° 21

FINANCIAL SYSTEM INDICATORS

(Percent)

At.: 03.31.88

ITEM	PRIVATE CHILEAN BANKS	Foreign Banks in Chile	Banco del Estado	Financ. Instit.	Total System
A - CAPITAL ADEQUANCY					
1. <u>Physical Fixed Assets</u> Capital	47.88	28.77	12.92	47.56	34.66
2. <u>Past due Loans</u> (Cart.Ven.) Capital	22.99	6.18	20.76	12.78	18.23
3. <u>Debt</u> Capital	12.97	5.66	8.98	10.93	10.17
4. <u>Loans Sold to Central Bank</u> Capital	390.38	7.27	0.00	51.27	397.38
B - ASSET QUALITY					
1. <u>Past due Loans</u> Total Loans	1.78	1.68	4.66	1.27	2.13
2. <u>Loans Loss Res. (Prov.)</u> Total Loans	4.40	3.48	7.64	3.21	4.70
3. <u>Loans Sold to Central Bank</u> Total Loans	30.29	1.98	0.00	5.10	23.10
C - LIABILITY STRUCTURE					
1. <u>Demand Deposits</u> Total Liabilities Except Capital and Resv.	10.76	16.23	11.25	9.89	11.57
2. <u>Time Deposits</u> Total Liabilities Except Capital and Resv.	24.85	33.90	33.93	61.14	28.23
3. <u>Total Foreign Liabilities</u> Total Liabilities Except Capital and Resv.	34.59	28.71	34.27	0.07	33.32
D - MANAGEMENT					
1. <u>Administration Expenses</u> Total Loans and Fin. Inv.	0.15	0.26	0.07	0.72	0.16
2. <u>Remuneration Expenses</u> Total Loans and Fin. Inv.	0.33	0.45	0.51	1.14	0.38
3. <u>Fixed Expenses</u> Operating Profits	35.84	36.97	24.30	50.63	33.53
E - INCOME					
1. <u>Net Profits</u> Capital	0.44	4.52	2.14	11.06	1.97
2. <u>Net Prof-Other net Inc.</u> Capital	2.83	4.06	8.00	10.54	4.49
3. <u>Net Profits</u>	0.02	0.57	0.19	0.76	0.12

Source: Superintendencia de Bancos e Instituciones Financieras.

T A B L E N° 21-A

FINANCIAL SYSTEM INDICATORS

(Percent)

At.: 12.31.87

ITEM	PRIVATE CHILEAN BANKS	Foreign Banks in Chile	Banco del Estado	Financ. Instit.	Total System
A - CAPITAL ADEQUANCY					
1. <u>Physical Fixed Assets</u> Capital	49.0	31.5	12.8	49.3	35.8
2. <u>Past due Loans</u> (Cart.Ven.) Capital	21.8	6.9	19.2	12.6	17.5
3. <u>Debt</u> Capital	12.5	5.8	8.4	10.9	9.9
4. <u>Loans Sold to Central Bank</u> Capital	389.5	10.1	0.0	55.3	198.1
B - ASSET QUALITY					
1. <u>Past due Loans</u> Total Loans	1.7	1.9	4.2	1.2	2.1
2. <u>Loans Loss Res. (Prov.)</u> Total Loans	5.2	4.2	7.2	3.4	5.3
3. <u>Loans Sold to Central Bank</u> Total Loans	30.7	2.8	0.0	5.3	23.4
C - LIABILITY STRUCTURE					
1. <u>Demand Deposits</u> Total Liabilities Except Capital and Resv.	10.9	17.6	12.3	9.2	12.0
2. <u>Time Deposits</u> Total Liabilities Except Capital and Resv.	22.5	33.3	33.3	58.8	26.4
3. <u>Total Foreign Liabilities</u> Total Liabilities Except Capital and Resv.	34.0	26.2	33.6	0.1	32.5
D - MANAGEMENT					
1. <u>Administration Expenses</u> Total Loans and Fin. Inv.	0.6	1.0	0.3	2.5	0.6
2. <u>Remuneration Expenses</u> Total Loans and Fin. Inv.	1.1	1.5	1.8	4.0	1.3
3. <u>Fixed Expenses</u> Operating Profits	41.7	46.2	40.2	61.1	42.6
E - INCOME					
1. <u>Net Profits</u> Capital	1.3	5.6	8.7	24.3	4.4
2. <u>Net Prof-Other net Inc.</u> Capital	-3.9	3.0	5.6	19.4	0.4
3. <u>Net Profits</u>	0.1	0.7	0.8	1.6	0.3

Source: Superintendencia de Bancos e Instituciones Financieras.

T A B L E N° 21 - B

FINANCIAL SYSTEM INDICATORS

(Percent)

At.: 09.30.87

ITEM	PRIVATE CHILEAN BANKS			Foreign Banks in Chile	Banco del Estado	Financ. Instit.	Total System
	Total	Interv. Banks	Non-Interv. Banks				
A - CAPITAL ADEQUACY							
1. <u>Physical Fixed Assets</u> Capital	56.3	39.4	81.6	46.8	13.6	55.9	43.3
2. <u>Past due Loans</u> (Cart.Ven.) Capital	27.3	26.7	28.2	8.5	27.4	14.2	23.4
3. <u>Debt</u> Capital	12.6	11.2	14.7	7.5	9.0	9.9	10.6
4. <u>Loans Sold to Central Bank</u> Capital	464.2	623.8	226.1	14.9	0.0	68.2	248.5
B - ASSET QUALITY							
1. <u>Past due Loans</u> Total Loans	1.9	2.0	1.7	1.6	5.3	1.2	2.3
2. <u>Loans Loss Res. (Prov.)</u> Total Loans	5.2	5.8	4.4	4.6	8.7	3.1	5.6
3. <u>Loans Sold to Central Bank</u> Total Loans	31.6	46.3	13.7	2.8	0.0	6.0	24.1
C - LIABILITY STRUCTURE							
1. <u>Demand Deposits</u> Total Liabilities Except Capital and Resv.	9.0	6.6	12.0	13.2	11.0	5.5	9.9
2. <u>Time Deposits</u> Total Liabilities Except Capital and Resv.	20.2	16.8	24.1	34.1	30.8	60.3	24.5
3. <u>Total Foreign Liabilities</u> Total Liabilities Except Capital and Resv.	36.5	41.3	30.9	29.4	37.3	0.1	35.3
D - MANAGEMENT							
1. <u>Administration Expenses</u> Total Loans and Fin. Inv.	0.4	0.3	0.6	0.8	0.2	2.0	0.4
2. <u>Remuneration Expenses</u> Total Loans and Fin. Inv.	0.8	0.7	1.1	1.2	1.4	3.2	1.0
3. <u>Fixed Expenses</u> Operating Profits	43.7	39.3	48.0	46.7	41.9	61.3	44.3
E - INCOME							
1. <u>Net Profits</u> Capital	1.0	0.0	2.5	5.5	4.8	23.3	3.1
2. <u>Net Prof-Other net Inc.</u> Capital	(0.9)	(1.5)	0.0	3.4	1.6	19.2	0.9
3. <u>Net Profits</u> Total Assets	0.0	0.0	0.1	0.4	0.4	1.4	0.2

Source: Superintendencia de Bancos e Instituciones Financieras.

T A B L E N° 21-C

FINANCIAL SYSTEM INDICATORS

(Percent)

At.: 06.30.87

ITEM	PRIVATE CHILEAN BANKS			Foreign Banks in Chile	Banco del Estado	Financ. Instit.	Total System
	Total	Interv. Banks	Non-Interv. Banks				
A - CAPITAL ADEQUACY							
1. <u>Physical Fixed Assets</u> Capital	51.0	34.5	75.6	43.7	11.5	56.7	39.3
2. <u>Past due Loans</u> (Cart.Ven.) Capital	30.5	32.3	27.7	7.6	24.9	15.3	24.3
3. <u>Debt</u> Capital	12.5	11.2	14.4	7.5	9.6	10.8	10.7
4. <u>Loans Sold to Central Bank</u> Capital	421.0	563.4	208.5	12.9	0.0	65.3	225.5
B - ASSET QUALITY							
1. <u>Past due Loans</u> Total Loans	2.2	2.6	1.8	1.5	4.7	1.3	2.5
2. <u>Loans Loss Res. (Prov.)</u> Total Loans	5.2	6.0	4.3	4.2	8.4	2.9	5.5
3. <u>Loans Sold to Central Bank</u> Total Loans	30.6	45.0	13.4	2.5	0.0	5.5	23.0
C - LIABILITY STRUCTURE							
1. <u>Demand Deposits</u> Total Liabilities Except Capital and Resv.	9.9	7.0	13.2	16.0	12.6	6.7	11.2
2. <u>Time Deposits</u> Total Liabilities Except Capital and Resv.	19.5	17.1	22.3	34.9	26.4	60.8	23.4
3. <u>Total Foreign Liabilities</u> Total Liabilities Except Capital and Resv.	36.9	41.5	31.6	28.1	38.7	0.6	35.7
D - MANAGEMENT							
1. <u>Administration Expenses</u> Total Loans and Fin. Inv.	0.3	0.2	0.4	0.6	0.1	1.3	0.3
2. <u>Remuneration Expenses</u> Total Loans and Fin. Inv.	0.6	0.4	0.7	0.8	0.8	2.1	0.7
3. <u>Fixed Expenses</u> Operating Profits	43.7	39.3	48.0	46.1	40.5	62.3	43.9
E - INCOME							
1. <u>Net Profits</u> Capital	0.5	0.0	1.3	3.4	3.1	15.7	1.9
2. <u>Net Prof-Other net Inc.</u> Capital	(1.2)	(1.2)	(1.2)	1.6	0.7	13.4	0.0
3. <u>Net Profits</u> Total Assets	0.0	0.0	0.1	0.3	0.2	0.9	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	Net Profits Net Worth	Net Profits Total Assets	Net Profits Before Taxes and Financial Cost	Net Profits Before Taxes Financial Cost and Inflation Adjustment
	(%)	(%)	(%)	Total Assets (%)	Total Assets (%)
Dec.80	4.87	4.38	2.74	7.29	5.60
Dec.81	-1.27	-1.00	-0.59	5.73	5.38
Dec.82	-32.83	-17.99	-9.02	-3.23	1.63
Dec.83	-3.79	-2.91	-1.51	2.66	3.57
Dec.84	1.93	1.45	0.73	5.41	6.79
<u>1986</u>					
Mar.	1.13	0.25	0.12	1.61	2.54
Jun.	9.86	4.33	2.12	4.34	5.04
Sep.	9.67	6.01	2.90	6.22	7.58
Dec.	11.18	8.96	4.39	8.06	9.29
<u>1987</u>					
Mar.	16.16	2.96	1.52	2.29	2.39
Jun.	16.05	5.92	3.25	4.76	5.08
Sep.	18.09	9.70	5.54	7.76	8.06
Dec.	18.82	13.89	8.26	11.44	12.85
<u>1988</u>					
Mar.	22.52	4.21	2.53	3.22	3.27

Source: Superintendencia de Valores y Seguros

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	18.5	67.63
Dec. 81	1.25	0.84	17.2	62.56
Dec. 82	1.10	0.85	15.0	54.71
Dec. 83	0.99	0.69	11.7	42.54
Dec. 84	1.02	0.70	12.4	45.11
<u>1986</u>				
Mar.	1.38	1.03	10.8	39.39
Jun.	1.33	0.98	12.2	44.53
Sep.	1.32	0.98	13.0	47.48
Dec.	1.25	0.94	13.6	49.53
<u>1987</u>				
Mar.	1.22	0.91	13.7	49.94
Jun.	1.15	0.85	13.4	48.82
Sep.	1.19	0.85	13.6	49.72
Dec.	1.32	0.98	14.1	51.55
<u>1988</u>				
Mar.	1.37	1.05	12.8	46.61

Source: Superintendencia de valores y Seguros

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
Dec.81	0.68	40.65	36.71
Dec.82	1.00	49.88	68.55
Dec.83	0.93	48.25	59.02
Dec.84	0.99	49.86	62.67
<u>1986</u>			
Mar.	1.01	50.27	73.29
Jun.	1.05	51.28	76.04
Sep.	1.08	51.92	79.19
Dec.	1.04	51.01	75.22
<u>1987</u>			
Mar.	0.95	48.78	66.44
Jun.	0.93	48.08	63.01
Sep.	0.75	42.85	48.89
Dec.	0.68	40.4°	43.18
<u>1988</u>			
Mar.	0.66	39.80	40.43

Source: Superintendencia de Valores y Seguros

MAIN ECONOMIC MEASURES ADOPTED
DURING JANUARY, FEBRUARY AND MARCH, 1988

JANUARY

05 Custom duties to be paid for merchandise imported to the country from abroad were established at 15%, that was reduced from 20% as defined up to that date on the Tariff List or on other legal rulings pertaining to tariffs.

(Law Nr. 18,657 of the Ministry of Finance published in the Official Gazette on January 5, 1988).

12 The ordinary interest rate that will be in force during the period starting on January 12, 1988 until the day prior to its next publication in the Official Gazette was determined. The values established were the following:

RATES

- | | |
|--|-----------------|
| - Non-adjustable operations in national currency | |
| Less than 90 days | 29.88% annually |
| 90 days or over | 36.00% annually |
| - Adjustable operations in national currency | 6.96% annually |
| - Operations in USDollars or expressed in foreign currency | 10.45% annually |

(Certificate N° 1988/1 of the Superintendency of Banks and Financial Institutions, published in the Official Gazette on January 12, 1988).

- 29 The General Direction of Public Works was authorized to contract a credit for US\$ 351,710.45 with Banco do Brasil, Brazil.

The resources of the loan were transferred to the Direction of Roads to provide partial financing for the purchase of 15 self-propulsed compacting rollers.

(Decree Law Nr. 1,199 of the Ministry of Finance published in the Official Gazette on January 29, 1988).

FEBRUARY

- 10 The ordinary interest rate that will be in force during the period starting on February 10, 1988 until the day prior to its next publication on the Official Gazette was determined. The values established were the following:

	RATES
- Non-adjustable operations in national currency	
Less than 90 days	16.20% annually
90 days or over	26.04% annually
- Adjustable operations in national currency	7.08% annually
- Operations in USDollars or expressed in foreign currency	10.07% annually

(Certificate N° 1988/2 of the Superintendency of Banks and Financial Institutions, published in the Official Gazette on February 10, 1988).

- 10 The General Direction of Public Works was authorized to contract a credit for US\$ 3,388,554.- with the Export Development Corporation (E.D.C.) of Canada.

The resources of the loan were transferred to the Direction of Roads to provide partial financing for 50 motor graders.

(Decree N°. 1,202 of the Ministry of Finance, published in the Official Gazette on February 10, 1988).

- 29 The National Direction of the National Service for Sanitary Works (SENDOS) was authorized to contract a credit for US\$ 3,819,707.78 with Citibank, N.A. of the United States of America.

The resources of the loan were destined for partial financing of the "Aducción Quinchamale" proyect.

(Decree Nr. 16 of the Ministry of Finance published in the Official Gazette on January 29, 1988).

MARCH

- 10 The ordinaty interest rate that will be in force during the period starting on March 10, 1988 until the day prior to its next publication in the Official Gazette, was determined. The values

established were the following:

RATES

- Non-adjustable operations in national currency	
Less than 90 days	18.12% annually
90 days or over	22.56% annually
- Adjustable operations in national currency	7.16% annually
- Operations in USDollars or expressed in foreign currency	10.00% annually

(Certificate N° 1988/3 of the Superintendency of Banks and Financial Institutions, published in the Official Gazette on March 10, 1988).

- 21 The Minister of Finance or the Ambassador of Chile in Venezuela or the Chargé d'Affairs Ad Interim in his place was authorized to contract credit for US\$ 56,200,000 from the Interamerican Development Bank (IDB) that will be destined to partial financing of a program to improve domestic water supply and sewerage system of the Ministry of Public Works through the National Service of Sanitary Works.

(Decree Nr. 257 of the Ministry of Finance published in the Official Gazette on March 21, 1988).