

QUARTERLY ECONOMIC AND FINANCIAL REPORT OF CHILE

JUNE, 1988

CONTENTS

	<u>Page</u>
OVERVIEW	1
GRAPHS	7
TABLE 1 Central Bank Monetary Program: Targets and Performance 1988	13
TABLE 2 Differences between actual performance and target performance under the I.M.F. Program	14
TABLE 3 Central Bank: Net International Reserves 1988	15
TABLE 4 Net Indebtedness of the Non - Financial Public Sector	16
TABLE 4-A Short-term external indebtedness of the Non - Financial Public Sector and Banco del Estado	17
TABLE 5 Contracting and Guaranteeing of medium -and long- term Foreign Debt by the Public Sector	18
TABLE 6 Chile: Balance of Payments 1987 - 1988	19
TABLE 6-A Financial Services	20
TABLE 6-B Imports, 1987 - 1988	21
TABLE 6-C Volume and Value of Exports: 1987 - 1988, by Principal Products	22
TABLE 7 Chile: Balance of Payments by Quarters, 1988	23
TABLE 8 Exports and Imports 1985 - 1988	24
TABLE 9 Net Inflows of Funds from Official Organizations and Suppliers, 1986 - 1987	25
TABLE 10 Foreign Debt of Chile 1982 - June 1988	26
TABLE 11 Total Medium and Long Term External Debt (According to Principal Foreign Creditors)	27
TABLE 12 Schedule of amortizations of Medium and Long Term External Debt, as of 31.12.87	28
TABLE 13 Growth Rates of Gross Domestic Product by Sector	29
TABLE 13-A Gross Domestic Product Spending	30
TABLE 13-B Labor Force and Unemployment Nationwide	31
TABLE 14 Public Finance (Consolidated in Domestic and Foreign Currency)	32
TABLE 15 Public Sector, Financial Operations, 1987	33
TABLE 16 Monetary Aggregates	34
TABLE 16-A Financial System: Deposits and Loans	35
TABLE 17 Wages and Salaries Index, 1977 - June 1988	36
TABLE 18 Interest Rates	37
TABLE 19 Reference and Preferential Rates of Exchange	38

	<u>Page</u>
TABLE 20 Price Indexes	39
TABLE 21 Financial System Indicators at 06.30.88	40
TABLE 21-A Financial System Indicators at 03.31.88	41
TABLE 21-B Financial System Indicators at 12.31.87	42
TABLE 21-C Financial System Indicators at 09.30.87	43
TABLE 22-A Corporate Sector Financial Indicators: Profitability	44
TABLE 22-B Corporate Sector Financial Indicators: Liquidity	45
TABLE 22-C Corporate Sector Financial Indicators: Indebtednes	46
 CHRONOLOGY OF THE MAIN ECONOMIC MEASURES Adopted during April, May and June 1988	 47

ECONOMIC PERFORMANCE

DURING THE FIRST SEMESTER OF 1988

During the first semester of the year, a sustained rhythm of growth in economic activity was observed. According to preliminary estimates, GDP grew by 5.7% during the first quarter and by 5.9% during the second one, averaging 5.8% for the period as a whole. This rate is consistent with an annual rate of around 5.5 to 6%.

A further increase in the national employment level was observed as a result of this higher level of activity. Thus, the number of occupied persons was 4.3% higher during the April-June quarter than during the same period of the previous year, while the unemployment rate fell from 10.3% to 9.1%.

The above mentioned achievements, in terms of levels of activity and employment, have been accompanied by a decrease in the rate of inflation (1.9% during the April-June 1988 quarter compared to 4.6% registered during the same period of the previous year). Similarly, there has been an important improvement of external accounts that is reflected in the US\$ 1,187.5 million Trade Balance surplus. This indicator shows a 127.8% growth compared with the same period of the previous year.

This favorable economic outlook is confirmed by the growth in real wages, which was 7.9% between June of 1987 and June of 1988, and which reached 5.6% during the first semester of 1988. This improvement in the level of real wages has been possible thanks to the sustained increase in the level of activity, and also to the sharp reduction in the rate of inflation.

ACTIVITY AND EMPLOYMENT

1. The estimated growth rate of GDP was 5.7% for the first quarter and 5.9% for the second.

The branches of activity that show the highest growth rates during the semester are: Industry (8.4%), Electricity, Gas and Water (8.6%), Trade (8.5%) and Transportation (8.9%). Construction shows a lower, though similar to the average, growth rate (5.8%), while the rate of the Agricultural-Forestry sector is a little below average (5.1%). This sector shows a higher-than-expected growth rate due to an evident improvement of crop yields. The Fishery and

Mining sectors showed negative growth rates of 3.2% and 2.3% for the first half of the year.

Industry exhibited an 8.4% growth rate during the first half of the year (9.3% and 7.5% during the first and second quarter, respectively). The industrial branches that showed higher growth rates were: the Beverages Industry (20.8%); Tobacco (16.2%); Furniture (64.6%); Non-Metallic Minerals (32.1%); Basic Iron and Steel Industries (18.1%) and other chemical products (16.6%).

2. Preliminary indicators show sustained dynamism in investment, as observed in 1987. Fixed capital investment in 1984 amounted to 12.5% of GDP, increasing to 16.0% in 1987, and is estimated to reach approximately 17.0% in 1988. Construction, capital goods imports and certain fields of national production are the principal components of investment. During the first semester of the present year, construction grew by 5.8% relative to the same period of the previous year, capital goods imports did so by 23.0% and the other industrial branches (manufacturing of machinery and equipment, transportation equipment and others) exhibited growth rates that exceeded 10%. These results tend to confirm the impression of a continued significant increase in capital formation.
3. Employment has maintained its increasing trend during the first semester. According to estimates of the National Statistical Bureau, during the April-June quarter of this year the country's labor force reached 4.5 million people, 3% above its level during the same quarter of the previous year. The total number of employed persons, however, increased by 4.3% in the period. The government's programs for the absorption of the unemployed (PEM and POJH) included 35,217 persons during the second quarter of the present year, 94,436 persons less than in the April-June quarter of the previous year. Thus, the unemployment rate diminished to 9.1% in this quarter, 1.2 percentage points below its level of the same period of the previous year, when it reached 10.3%.

Comparing employment by economic sector during the second quarters of 1988 and 1987, an increase is observed in the following sectors: construction (33.7%), industry (9.2%), financial services (8.4%), transportation and communications (6.5%), trade (3.8%), and agriculture (3.6%). Decreases are observed in: mining (1%), electricity, gas and water (3.2%), communal, social and personal services (2.8%). The lower number of persons employed in the latter sector is explained by the before mentioned reduction in the total number of persons employed by the government's emergency programs.

INFLATION AND WAGES

During the first half of the year, the consumer price index increased 4.9% over the December 1987 level, a significant reduction of inflation considering that during the same period of the previous year it rose 10.3%. The accumulated rate of inflation for the second quarter was 1.9%, whereas for the same period of the previous year it was 4.6%. This last figure confirms the decreasing trend of this indicator, and allows for an annual projected inflation rate of approximately 10% for 1988.

The fall in the inflation rate has had positive effects in the behavior of real wages, which increased by 7.9% between June of 1987 and June of 1988. This growth is explained by the recovery in economic activity and employment as well as by the fall in inflation rate within a context in which a significant part of wages is indexed to past inflation.

The behavior of real wages by economic sector during the last twelve months was the following: Mining (5%); Industry and Manufacture (5.1%); Electricity, Gas and Water (6.9%); Construction (8.2%); Trade (7%); Transportation and Communications (6.7%); Financial Services (8.9%) and Communal Services (16.4%).

BALANCE OF PAYMENTS AND INTERNATIONAL RESERVES

1. During the first semester of the present year the balance of payments registered a US\$ 224.3 million surplus, exceeding by US\$ 262.2 million the figure for the same period of the previous year (US\$ -37.9 million). The overall balance showed a surplus during both quarters, whereas in 1987 it registered a deficit during the first quarter, and a surplus in the second one. During the first half of this year, the balance of trade surplus reached US\$ 1,256.6 million, 141% above its level for the same period of 1987. This favorable evolution of the trade surplus is the result of US\$ 3,478.5 million in exports and US\$ 2,221.9 million in imports, 44.5% and 17.8%, respectively, above their levels for the same

period of the previous year.

During the first half of the present year, the rate of growth of exports (44.5%) was significantly higher than that of the same period of 1987 (13.8%). On the other hand, there has been a slowdown in the rate of growth of imports, which was 17.8% during the first semester of 1988, against 35.5% for 1987.

The 44.5% growth in exports is explained by a 27.0% increase in prices and a 13.8% growth in volume. It is worth mentioning that this price increase is explained to a large extent by the rise in the price of copper (71.3%), which averaged 110.6 US¢/lb. in the LME during this period, against 66.4 US¢/lb. during the same period of the previous year. Non-copper exports increased 28.7% in value terms, explained by higher prices (6.3%) and by a greater volume exported (21.8%).

As already mentioned, the rate of growth of imports declined sharply during the first semester of the present year, down to 17.8% from 35.5% in 1987. This relatively moderate growth of imports is the result of an increase of 9.4% in consumer goods, 17.1% in intermediate goods and 23% in capital goods. As may be observed, the increase in capital goods is considerably larger than that of other imports, and is consistent with the projected increase in GDP (5.5-6%) and the significant investment in productive projects carried out by the private sector since the end of 1986.

Related to the above is the increase in imports of fuel and lubricants (58.6%), particularly crude oil (80.9%), which showed a significant increase in volume (70.7%). This is partly a consequence of lower national production and mainly of higher consumption due to increased economic activity.

It is worth noting that the current account of the balance of payments registered a US\$ 101.4 million surplus during the first semester, US\$ 677.5 million larger than that of the first semester of the previous year (US\$ -576.1 million). This result is explained by the favorable evolution of the trade balance and by the stability in net payments of financial and non-financial services, which increased 6.0% over their value during the same period of the previous year.

2. Net International Reserves, which are defined to exclude short term loans of the Central Bank and which consider gold and foreign exchange at parities stipulated in the IMF agreement, equalled US\$ 1,424.5 million as of June 30 of this year; US\$ 320.4 million above the balance of twelve months before. The limit established in the IMF agreement for June of 1988, including the adjustment for the Copper Stabilization Fund, amounted to US\$ 1,092.7 million, and was therefore complied with by an ample margin.

On the other hand, net domestic assets amounted to 847.15 billion pesos as of June 30, 1988. The target, which was set at 911.0 billion pesos, was also fully met.

MONEY AND INTEREST RATES

During the first six months of this year, monetary aggregates registered a sharp increase over their 1987 level for the same period. This increase is explained mainly by the significant decrease in the inflation rate and by the vigorous increase in economic activity. Thus, during the first quarter of 1988, real growth rates of these monetary aggregates over the same quarter of the previous year was the following: monetary base, 9.9%; Currency, 12.5%; M1A, 20.9%; M2A and M7, 8.7% and 7.3%, respectively. On the other hand, during the second quarter of the year, the monetary base -relative to the same period of the previous year- increased by 10.3%; currency by 9.4%; M1A grew by 15.1%; M2A by 15.5%, and M7 by 17.6%.

Considering the first semester as a whole, monetary aggregates have increased in real terms at an 8.8% rate for the monetary base; 7.6% for currency, and 12.6% for M1A and 17.2% and 16.9% for M2A and M7, respectively.

Real interest rates for deposits as well as for loans of maturities between 90 and 360 days, increased slightly during the first and the second quarters over their values for the same period of the previous year. This is consistent with the evolution exhibited by international interest rates and with the increased dynamism of domestic activity. The average real deposit rate during the first semester was 4.2%, whereas during the same period of the previous year the rate had been 3.87%. A similar behavior can be observed for the loan rate, which shows an increase of 0.4 points relative to the same period of the previous year. The following chart shows the evolution of interest rates by quarter:

		1987				1988	
Domestic Interest Rates		I	II (Average %)	III	IV	I	II
A.	Deposit Rates						
A.1	Nominal deposits of maturities between 30-89 days (1)	1.91	1.93	1.58	2.15	0.91	1.22
A.2	Indexed deposits of maturities between 90-365 days (2)	3.61	4.12	4.44	4.81	4.25	4.24
B.	Loan Rates						
B.1	Nominal loans of maturities between 30-365 days (1)	2.29	2.46	2.06	2.70	1.42	1.68
B.2	Indexed loans of maturities between 90-365 days (2)	6.84	7.02	7.39	7.79	7.35	7.34
C.	External Rates						
	LIBOR	6.37	7.37	7.48	8.02	7.11	7.67
	PRIME	7.50	8.04	8.38	8.87	8.59	8.77

Notes:

(1) Refers to nominal rates, quarterly averages.

(2) Refers to real rates, quarterly averages.

FOREIGN INVESTMENT

A total of US\$ 1,609.2 million has been authorized as foreign investment during the first semester of 1988 under Decree Law 600. This figure exceeds by 355.5% the amounts (US\$ 353.5 million) authorized during the same period of the previous year. These figures refer to investment under traditional mechanisms, that is, they do not include investment through external debt conversion operations, which are regulated by Chapter XIX of the International Exchange Regulations Compendium. Foreign investment materialized during the first semester amounts to US\$ 184.6 million, including US\$ 134.3 million received through loans associated to DL 600.

Additionally external debt conversion according to Chapter XIX of the International Exchange Regulations Compendium reached US\$ 252.1 million during the first six months of this year.

EXTERNAL DEBT

Overall external debt (medium and long term as well as short term debt) amounted to US\$ 18,406 million as of June 1988, US\$ 693 million (3.6%) lower than the overall external debt existing as of December 1987 (US\$ 19,099 million).

Short term debt included in overall debt totals US\$ 2,137 million, a US\$ 229 million increase (12%) over the figure of December 31, 1987. This growth is consistent with the increase in foreign trade that is partially financed by these credit lines.

Medium and long term debt amounted to US\$ 16,269 million as of June 30, 1988, a US\$ 922 million (5.4%) decline relative to December, 1987. Such a fall is due mainly to operations of external debt conversion and, to a lesser extent, to the appreciation of the dollar with respect to other foreign currencies. The revaluation of the US dollar implied a US\$ 235 million debt reduction. At the same time, the country received, during the first semester of this year, a positive inflow of external resources, in the form of medium and long term loans, of US\$ 255 million, basically stemming from multilateral entities and

loans associated to foreign investment.

The composition of medium and long term debt by creditor has exhibited a significant change during the last years. Credits from multilateral entities have increased their participation from 8.2% in 1985 to 16.1% in June 1988. The case is similar for supplier's credits, whose share has increased from 2.2% in 1985 to 4.9% in June 1988. Loans from Banks and Financial Institutions experienced a movement in the opposite direction, falling from a share of 83.4% in 1985, to 71% in June 1988. During the first semester of the year, this trend has been maintained, and the participation of Banks and Financial Institutions has fallen 2.6 percentage points, whereas the participation of multilateral entities has risen 1.7 percentage points and that of suppliers and others related to foreign investment, by 0.9 percentage points. In absolute terms, the stock of outstanding external debt owed to Banks and Financial Institutions decreased 8.8% during the first semester of the year, while the one owed to multilateral entities increased by 5.3%.

The foreign debt conversion mechanisms implemented since 1985 have been a very important factor in the reduction of external debt.

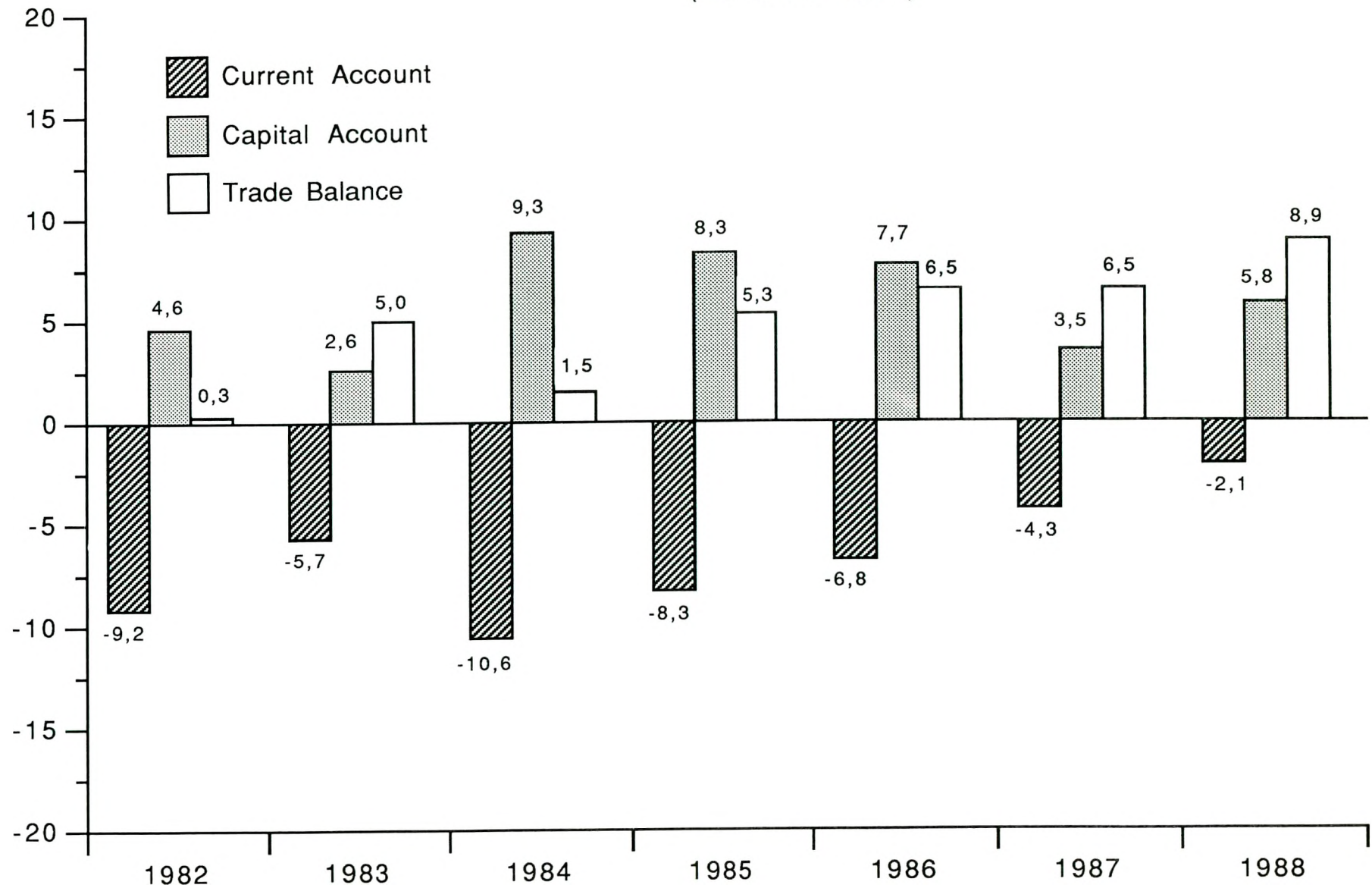
Total medium and long term external debt reconverted during the first semester of the year through these mechanisms amounts to US\$ 898.7 million, 5.2% over outstanding stock as of December 1987. During the first semester of this year, these transactions have increased 41% relative to the same period of the previous year. During the first half of 1988, transactions materialized according to Chapters XVIII and XIX of the International Exchange Regulations Compendium account for 86.8% of total debt reduction operations.

Between June 1985 and June, 1988, external debt conversion operations added US\$ 4,192.4 million, allowing for a 25% effective reduction of medium and long term external debt relative to outstanding stock as of June 30, 1985.

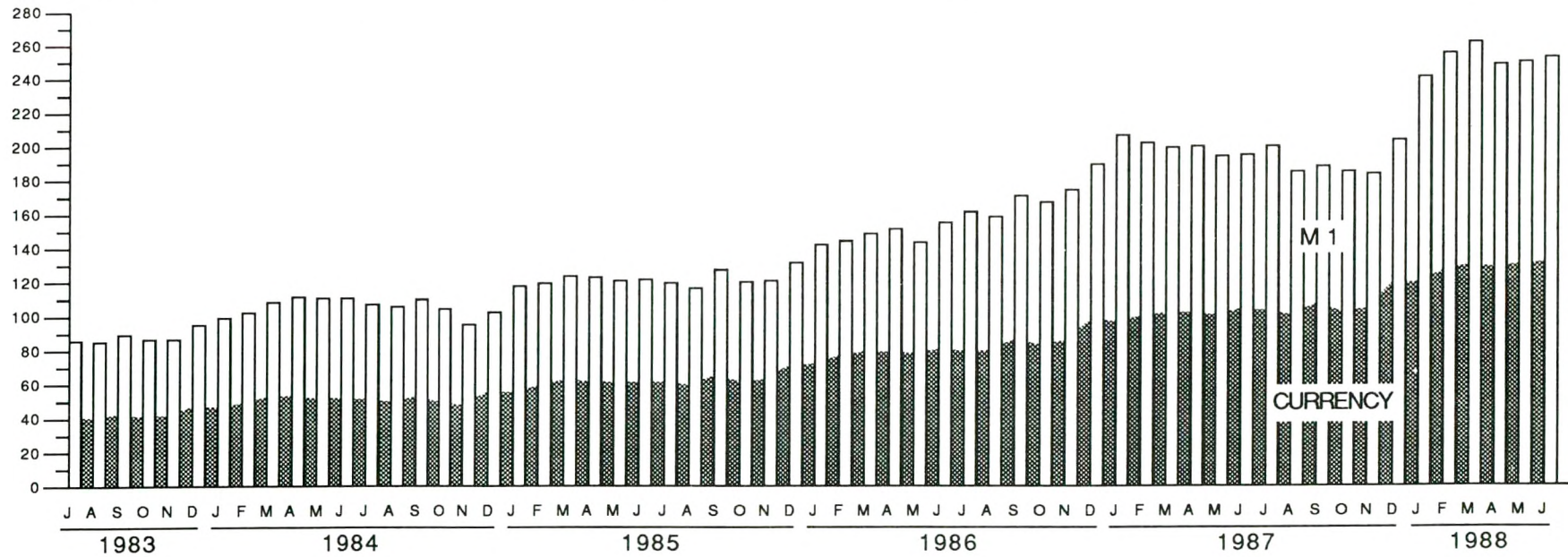
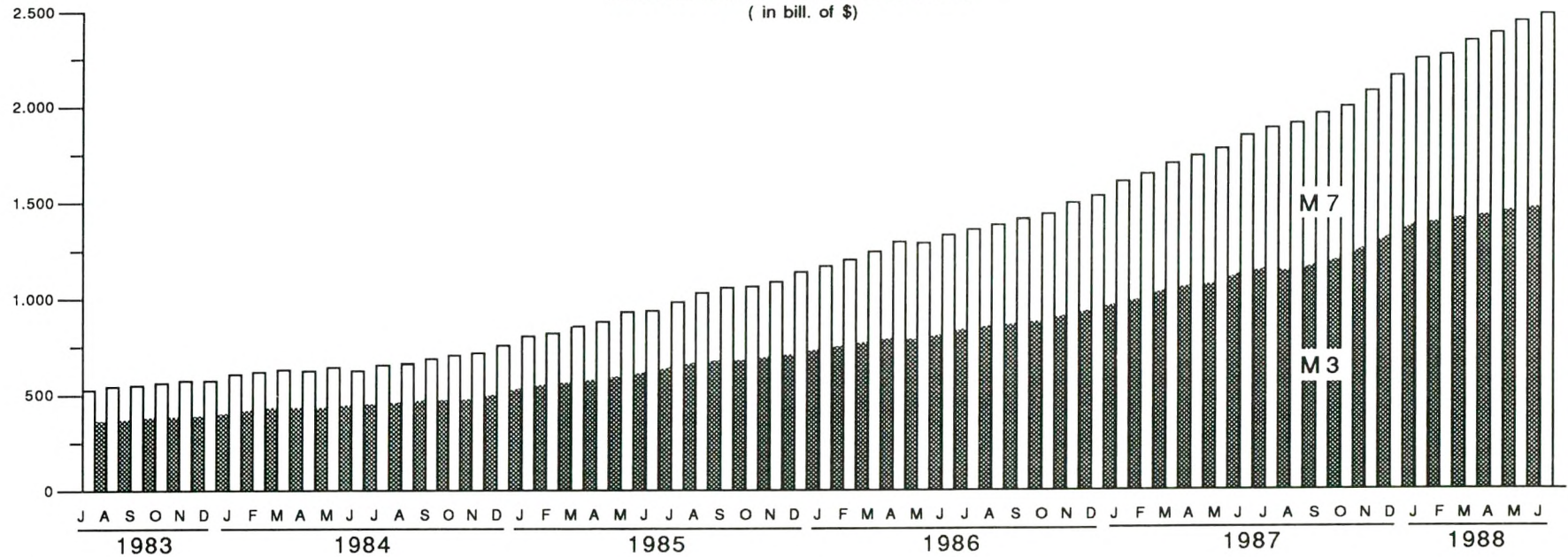
It is worth mentioning that 51.1% of the total reduction in the stock of external debt (US\$ 2,144 million) corresponds to reductions of private financial sector debt (including in this total the debt guaranteed by the public sector). Likewise, the mechanisms that have been most used are those related to Chapters XVIII and XIX of the International Exchange Regulations Compendium. In fact, 70.5% of the total to this date has been carried out under the provisions contained in those Chapters.

BALANCE OF PAYMENTS

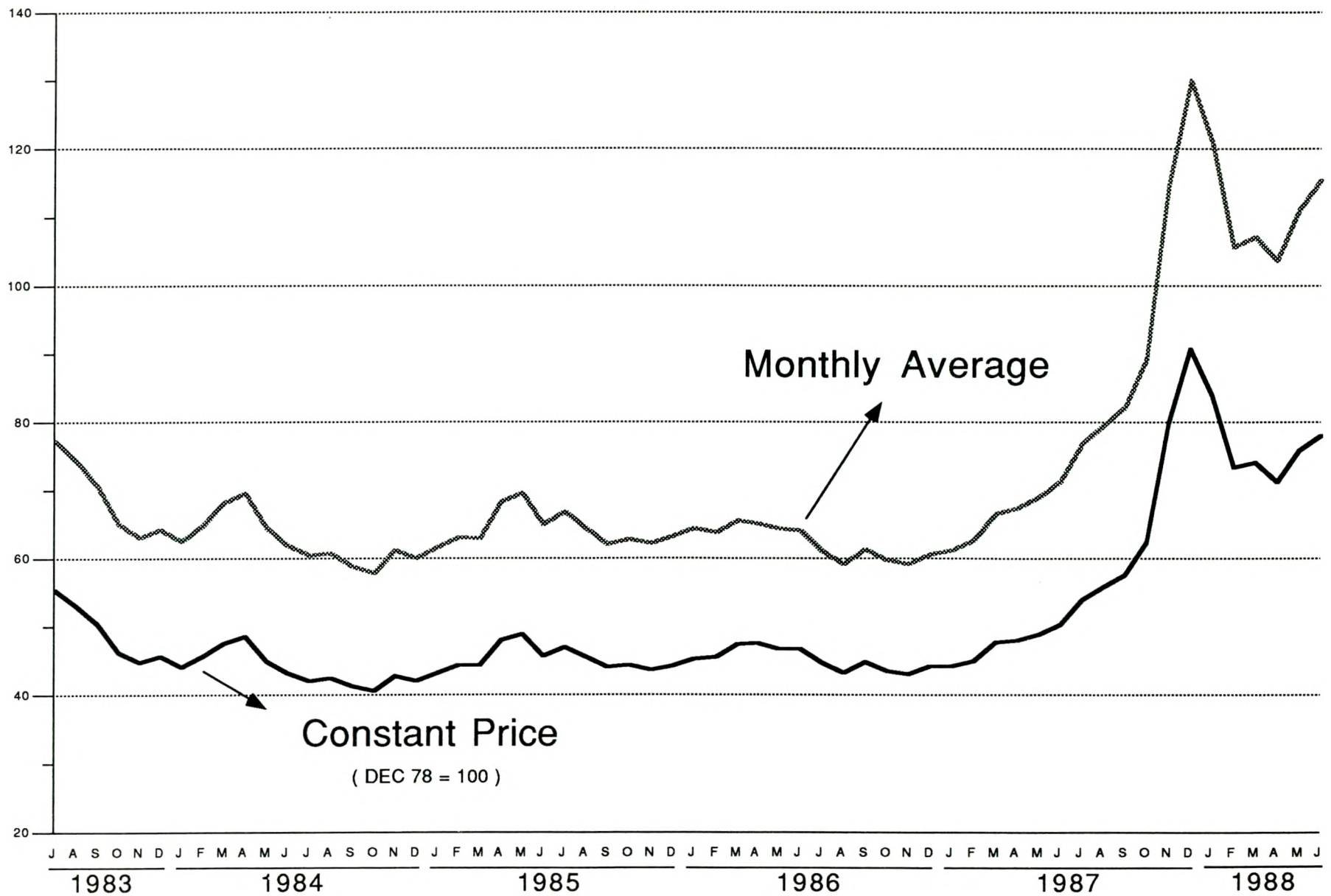
(AS % OF GDP)



MONETARY AGGREGATES (in bill. of \$)

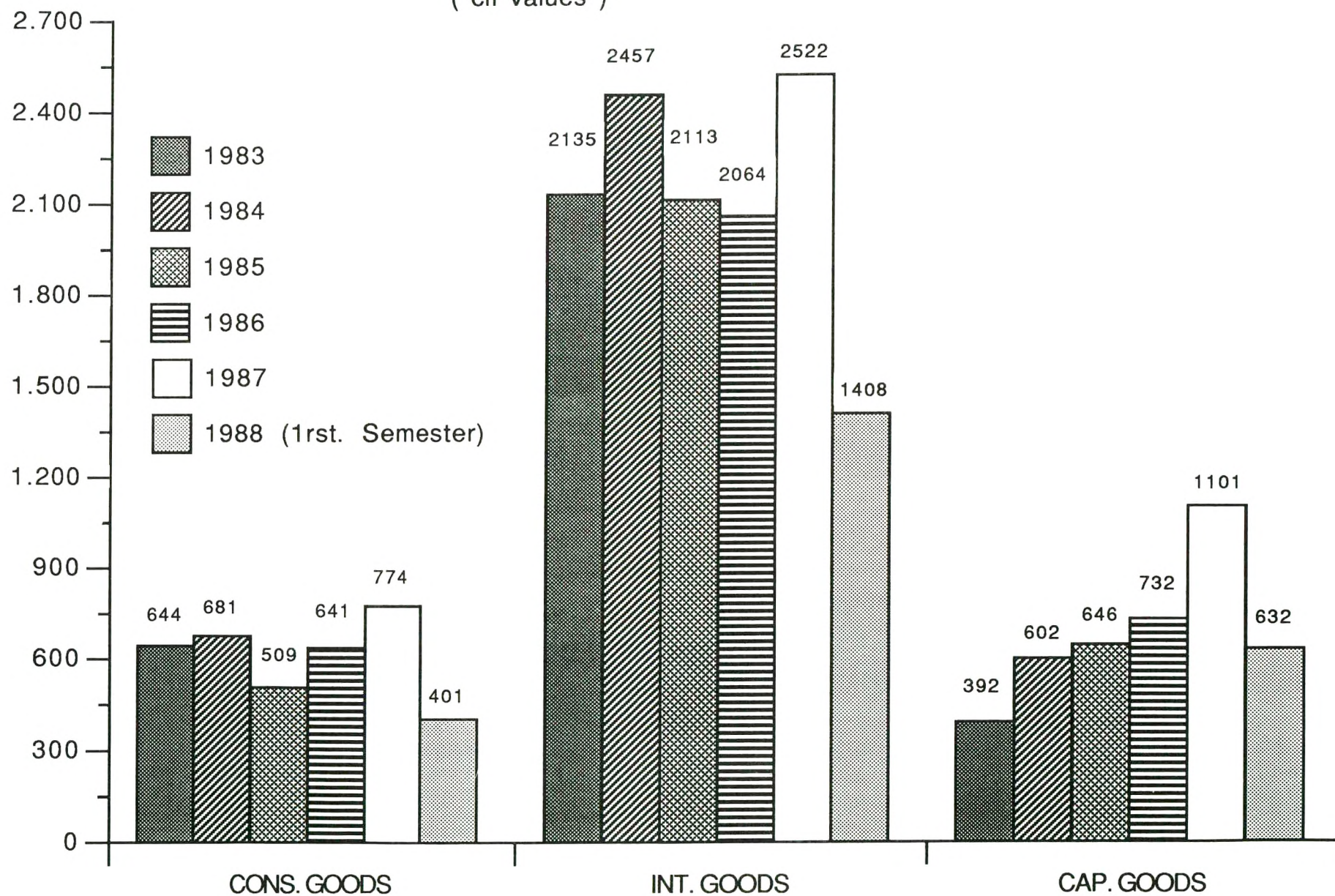


COPPER PRICE

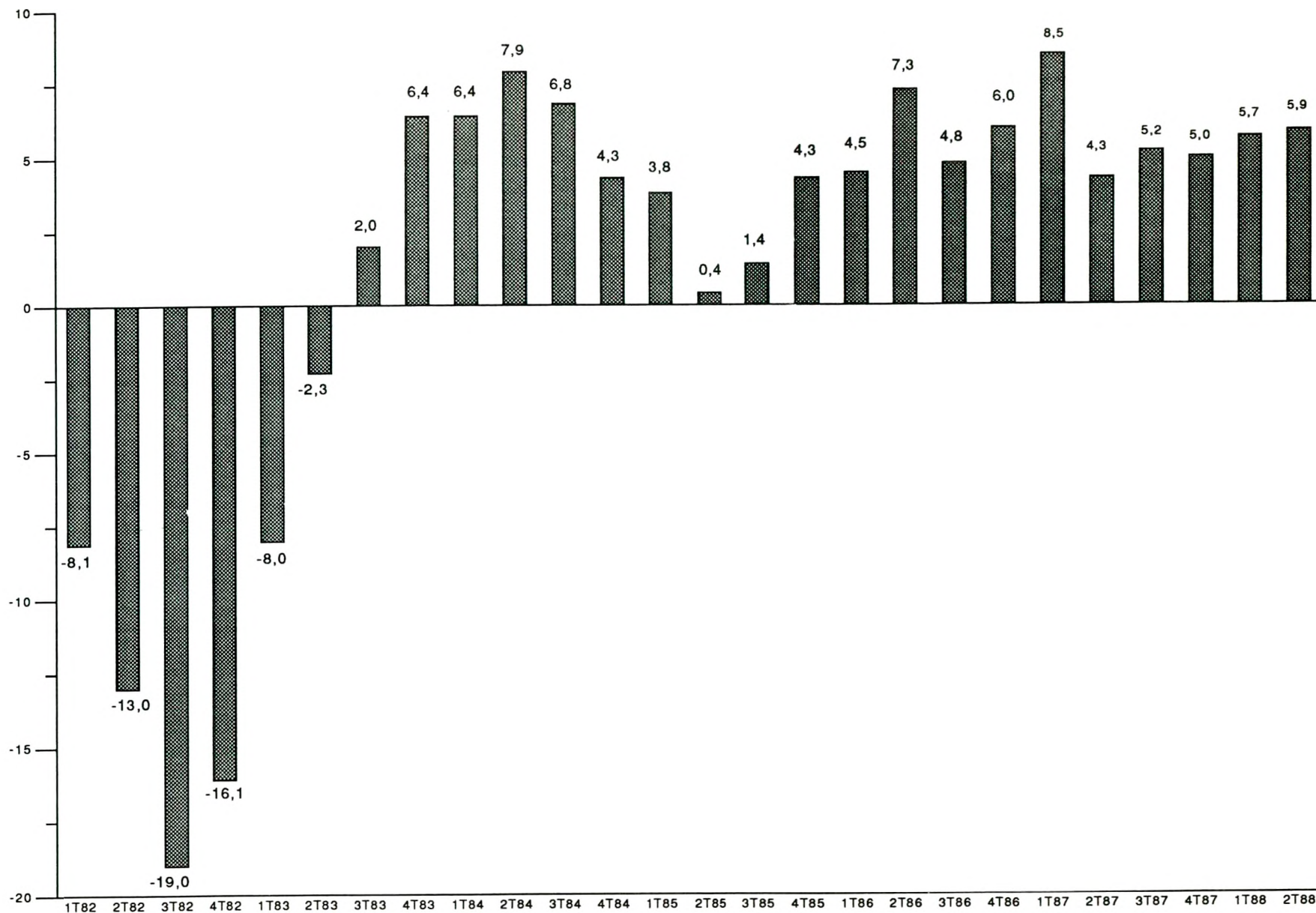


COMPOSITION OF IMPORTS 1983 - 1988

(cif values)



% CHANGE G.D.P 1982 - 1988



GROSS DOMESTIC PRODUCT 1982 - 1988

\$ 1977

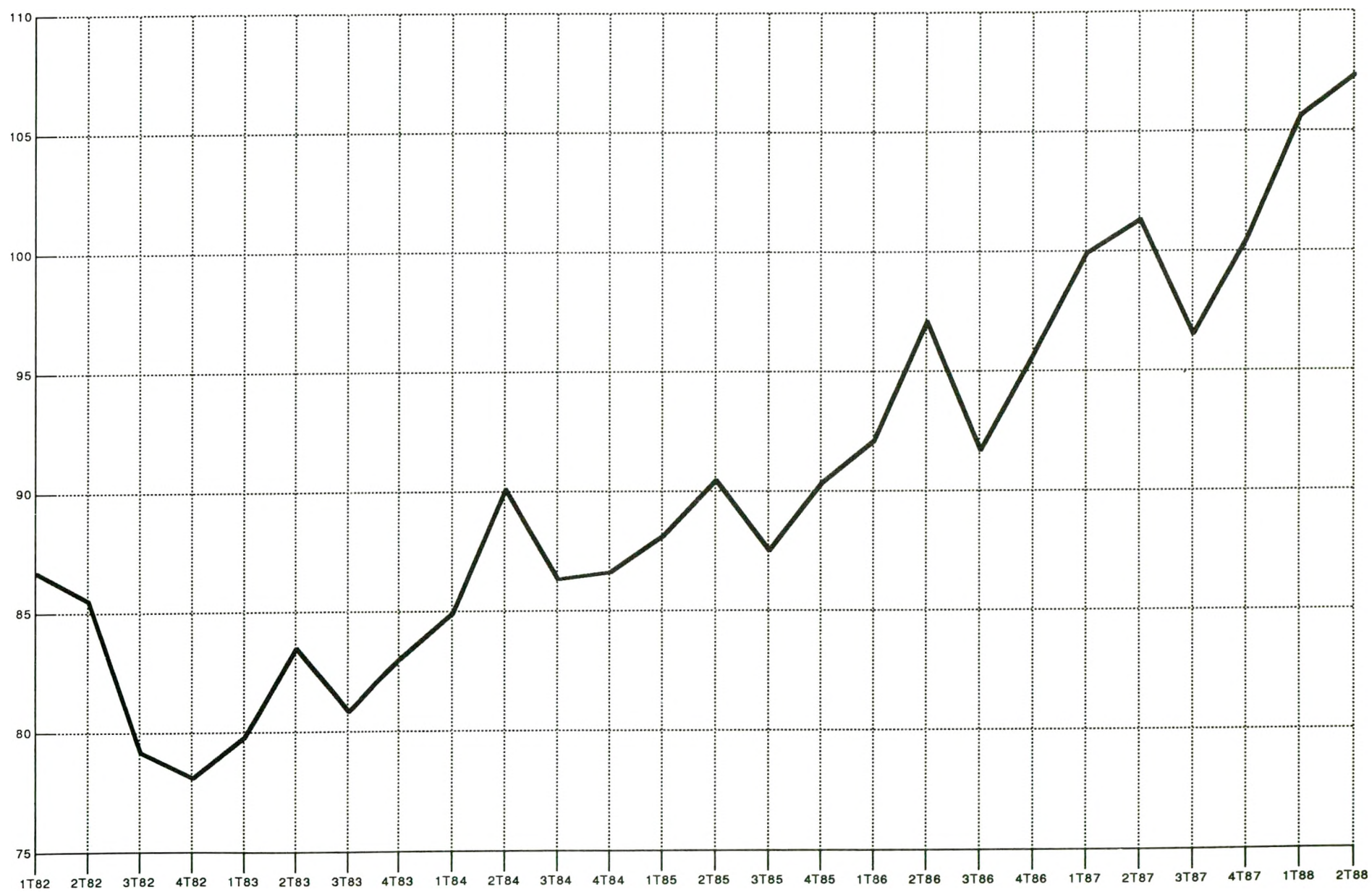


TABLE N° 1

CENTRAL BANK MONETARY PROGRAM : TARGETS AND PERFORMANCE 1988

(Stocks in billions of Chilean pesos)

ITEM	PERFORMANCE					TARGETS AGREED WITH I.M. F.				
	Jun.87	Sep.87	Dec.87	Mar.88	Jun.88	Jun.87	Sep.87	Dec.87	Mar.88	Jun.88
1. NET INTERNATIONAL RESERVES	232.97	192.94	237.12	269.17	350.43	211.63	157.62	198.90	187.52	215.11
(In mill. US\$)	(1,104.1)	(869.1)	(1,053.87)	(1,121.54)	(1,424.51)	(1,003.0)	(710.0)	(884.0)	(781.0)	(874.0)
2. NET DOMESTIC ASSETS	802.10	884.21	915.90	892.27	847.15	828.0	923.0	951.0	964.0	965.0
3. FOREIGN MEDIUM AND LONG TERM LIABILITIES	915.61	961.12	1,007.85	1,008.42	1,049.38					
(In mill. US\$)	(4,339.3)	(4,329.4)	(4,479.33)	(4,201.75)	(4,265.77)					
4. LIABILITIES TO PRIVATE SECTOR	119.46	116.03	145.17	153.2	148.21					
Rate of Exchange (peso/dollar)	211.0	222.0	225.0	240.0	246.0	211.0	222.0	225.0	240.0	246.0

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

Source: Banco Central de Chile.

TABLE N° 2

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

ITEM	Jun.87	Sep.87	Dec.87	Mar.88	Jun.88
I. INTERNATIONAL RESERVES (millions of US\$)					
1. Actual	1,104.1	869.1	1,053.9	1,121.5	1,424.5
2. Target	1,003.0	710.0	884.0	853.0	1,092.7
- Original agreement				781.0	874.0
- Copper Stabilization Fund Adjustment				71.8	218.7
3. Differences (1-2)	101.1	159.1	169.9	268.5	331.8
II. NET DOMESTIC ASSETS (millions of Chilean \$)					
1. Actual	802.10	884.21	915.90	892.27	847.15
2. Target	828.00	923.00	951.00	947.0	911.0
- Original agreement				964.0	965.0
- Copper Stabilization Fund Adjustment				17.2	53.8
3. Differences (1-2)	-25.90	-38.79	-35.10	-54.73	-63.85
III. NEW MEDIUM TERM LOANS FROM INTERNATIONAL BANKS (millions of US\$)	100.0 1/	0.0	125.0 1/	0.0	0.0
IV. RATE OF EXCHANGE (peso/dollar)	211.0	222.0	225.0	240.0	246.0

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 Banks SAL Program during the second quarter and 125.0 million dollars during the fourth quarter.

Source: Banco Central de Chile.

TABLE N° 3

CENTRAL BANK : NET INTERNATIONAL RESERVES 1988

(Millions of US\$ end of month)

ITEM	Mar.87	Jun.87	Sep.87	Dec.87	Mar.88	Jun.88
NET INTERNATIONAL RESERVES	977.4	1,104.2	869.2	1,053.9	1,121.7	1,424.5
1. Assets	2,465.7	2,627.3	2,372.2	2,801.4	2,860.6	2,957.7
Gold	75.8	76.4	76.7	76.8	76.6	76.7
SDR'S	1.2	0.4	0.4	35.1	0.5	2.0
I.M.F. Reserve Position	0.0	0.0	0.0	0.0	0.0	0.0
Foreign Exchange Assets	2,172.3	2,393.3	2,203.8	2,364.8	2,535.8	2,720.0
CCR	216.4	157.2	91.3	324.7	247.7	159.0
2. Liabilities	1,488.3	1,523.1	1,503.0	1,747.5	1,738.9	1,533.2
To I.M.F.	1,320.3	1,323.4	1,292.4	1,259.7	1,402.0	1,421.0
CCR	168.0	119.7	60.6	262.8	191.9	112.2
Short Term Deposits	0.0	80.0	150.0	225.0	145.0	0.0
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, and 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.

TABLE N° 4

NET INDEBTEDNESS OF THE NON - FINANCIAL PUBLIC SECTOR

(Billions of Chilean pesos)

ITEM	Sep.86	Dec.86	Mar.87	Jun.87	Sep.87	Dec.87	Mar.88
1. Debt to the Domestic Financial System	176.87	150.64	164.97	126.49	128.21	69.61	-54.41
2. Outstanding stock of financial instrument issued by the non-financial public sector and held by the non-financial private sector.	103.14	107.46	108.14	116.45	101.44	105.31	85.43
3. Adjustments for Corfo-Indap	-2.43	-3.85	-0.71	0.63	1.23	1.61	-0.89
4. Other Adjustments	-78.15	-80.30	-81.25	-74.60	-65.88	-27.75	-10.40
5. Domestic Debt (1+2+3+4)	199.43	173.95	191.15	168.97	165.00	148.78	19.73
6. Foreign Debt	1,251.54	1,335.76	1,391.38	1,433.62	1,520.35	1,550.45	1,628.52
7. Total Debt (5+6)	1,450.97	1,509.71	1,582.53	1,602.59	1,685.35	1,699.23	1,648.25
8. Public Sector Deficit	52.78	62.06	23.41	13.64	12.61	10.37	-98.20
TARGET	59.30	67.57	23.80	32.50	59.00	48.45	-26.30
- Original agreement							3.80
- Copper Stabilization Fund Adjustment							30.10
(Rate of exchange)	(198)	(205)	(207)	(211)	(222)	(225)	(240)

Note: Provisional figures.

TABLE N° 4 - A

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

(In millions of US\$)

ITEM	Dec.86	Mar.87	Jun.87	Sep.87	Dec.87	Mar.88	Jun.88
A) SHORT-TERM EXTERNAL DEBT OF THE NON-FINANCIAL PUBLIC SECTOR	794.6	837.1	799.8	792.8	801.4	837.1	745.1
B) NET INTERNATIONAL RESERVES OF THE BANCO DEL ESTADO	-105.9	-38.3	-73.1	-40.2	-9.9	21.9	22.0
- Assets	10.8	9.0	12.6	48.6	17.2	32.3	35.0
- Liabilities	116.7	47.3	85.7	88.8	27.1	10.4	13.0
C) TOTAL	900.5	875.4	872.9	833.0	811.3	815.2	723.1
TARGET	990.0	1,055.0	1,055.0	1,055.0	1,055.0	992.0	992.0

Source: Banco Central de Chile.

TABLE N° 5

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

(In millions of US\$)

ITEM	Dec.86	Mar.87	Jun.87	Sep.87	Dec.87	Mar.88	Jun.88
CONTRACTING AND GUARANTEEING							
More than 1 and up to 5 years	33.3	7.9	8.8	30.0	38.4	3.0	3.0
More than 1 and up to 10 years	101.9	21.0	508.0 1/	567.8 1/	601.4 1/	65.4	104.2
(Refinancing and Rescheduling)			(25.6)	(64.2)	(88.7)	(11.0)	(28.4) 2/
TARGETS							
CONTRACTING AND GUARANTEEING							
More than 1 and up to 5 years	200.0	190.0	190.0	190.0	190.0	190.0	190.0
More than 1 and up to 10 years	500.0	600.0	1,200.0	1,200.0	1,200.0	600.0	600.0

1/ It includes retiming for US\$ 447 millions and Paris Club rescheduling.

2/ It corresponds to the effective deposit of the agreement with the Paris Club signed in 1987

Source : Banco Central de Chile.

TABLE N° 6
CHILE: BALANCE OF PAYMENTS 1987-1988
(Millions of US\$)

ITEM	1987 1/	1988 2/
CURRENT ACCOUNT	-808.3	-436.7
Trade Balance	1,229.4	1,864.7
Exports	5,223.7	6,471.8
- Copper	(2,234.7)	(2,923.4)
- Others	(2,989.0)	(3,548.4)
Imports	-3,994.3	-4,607.1
Non-Financial Services	-463.2	-567.8
Financial Services	-1,700.3	-1,869.8
Transfers	125.8	136.2
CAPITAL ACCOUNT	668.9	1,207.3
Foreign Investments 3/	923.5	997.3
Amortization Payments 4/	-310.2	-469.9
Extraordinary Amortizations 5/	-826.1	-887.2
MLT Disbursements	830.4	1,203.4
Official and Multilateral Organizations	(310.9)	(446.6)
Suppliers' Credits	(450.4)	(704.0)
- To Public Sector	[142.9]	[61.9]
- To Private Sector	[307.5]	[642.1]
Other	(69.1)	(52.8)
Net Flows of Short-Term Capital 6/	-172.8	-179.6
Use of Trade Lines	(141.4)	(207.1)
Other Trade Related Flows	(-99.1)	(26.0)
Net change in Assets, valuation adjustments, errors and omissions	(-215.1)	(-412.7)
Financial Program	224.1	125.0
New Money from banks	(0.0)	(0.0)
IBRD-SAL	(224.1)	(125.0)
Retiming of Interest Payments 7/	0.0	418.3
CHANGE IN NET INTERNATIONAL RESERVES 8/	-139.4	770.6

1/ Provisional.

2/ Projected as of Sep. 1988, under the following key assumptions

- Copper price: 99.2 US\$ cent per lb. (LME)
- Crude petroleum price: US\$ 16.46 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\$ 887.2 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, Chapters 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 rescheduled debt included in Financial Services whose actual payment, due to the retiming agreement, has been post-poned.

8/ Definition of Net International Reserves used in IMF program services.

Source: Banco Central de Chile.

TABLE N° 6 - A

FINANCIAL SERVICES

(Millions of US\$)

ITEM	1987 1/	1988 2/
1. INTEREST PAYMENTS	-1,664.3	-1,792.1
Medium and Long-Term	-1,387.4	-1,448.9
I.M.F.	-97.2	-101.2
Short-Term	-179.7	-242.0
2. INTEREST RECEIPTS	178.0	173.5
Medium and Long-Term	1.4	1.5
Short-Term	176.6	172.0
Central Bank	(151.6)	(148.0)
3. PROFITS AND DIVIDENDS	-214.0	-251.2
NET FINANCIAL SERVICES (1+2+3)	-1,700.3	-1,869.8

1/ Provisional.

2/ Projected as of Sep., 1988.

TABLE N° 6 - B

IMPORTS, 1987 - 1988 3/

(Millions of US\$)

ITEM	1987 1/	1988 2/
I. CONSUMER GOODS	584.0	686.6
- Foodstuffs	63.2	80.0
- Agricultural	(12.9)	(10.0)
- Industrial Food Products	(50.3)	(70.0)
- Non-Food Consumer Goods	520.8	606.6
- Medical and Pharmaceutical	(50.2)	(63.0)
- Tools	(38.2)	(44.0)
- Industrialized of Non-food products	(347.2)	(376.5)
- Automobiles	(85.2)	(123.1)
II. INTERMEDIATE GOODS	2,223.5	2,650.7
- Raw Materials	823.9	1,007.2
- Food	(110.2)	(140.4)
- Agricultural foodstuffs	[39.5]	[55.6]
- Industrial origin Raw-Materials	[70.7]	[84.8]
- Non-Food	(713.7)	(866.8)
- Agricultural origin-raw materials	[44.4]	[51.1]
- Industrial origin-raw materials	[669.3]	[815.7]
- Equipment-spares and Intermediate Products	943.6	1,062.8
- Intermediate Industrial Goods	(576.3)	(613.3)
- Machinery & Equipment-spare Parts	(277.9)	(340.8)
- Parts for Assembly of Vehicles	(89.4)	(108.7)
- Fuel & Lubricants	456.0	580.7
- Crude Petroleum	(374.8)	(492.9)
- Other	(81.2)	(87.8)
III. TOTAL CURRENT GOODS	2,807.5	3,337.3
V. CAPITAL GOODS	981.5	1,184.5
- Machinery & Equipment	(718.3)	(868.0)
- Transportation Equipment	(259.5)	(312.0)
- Other Capital Goods	(3.7)	(4.5)
VI. SUB-TOTAL	3,789.0	4,521.8
Other Imports	607.3	540.0
VII. TOTAL C.I.F.	4,396.3	5,061.8
VIII. TOTAL F.O.B.	3,994.3	4,607.1

1/ Provisional

2/ Projected as of Sep., 1988.

3/ New classification of imports in which Food is broken down into two components which are included in Consumer Goods and Raw Materials.

Source: Banco Central de Chile.

TABLE N° 6 - C

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

(Millions of US\$)

PRODUCTS	UNITS	1987 1/			1988 2/		
		VOLUME	PRICE	VALUE	VOLUME	PRICE	VALUE
Copper	MT	1,368,200	1,633.3	2,234.7	1,416,000	2,064.5	2,923.3
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	10.0	22.5
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	147.1	20.6
Iodine	MT	3,102	15,893.0	49.3	3,200	16,312.5	52.2
Fishmeal	MT	1,109,900	326.7	362.6	900,000	460.0	414.0
Sawed wood	M3	983,700	86.9	85.5	950,000	104.8	99.6
Pinewood	M3	1,270,100	39.4	50.0	1,520,000	44.7	67.9
Crude Cellulose	MT	232,100	437.3	101.5	240,000	558.3	134.0
White Cellulose	MT	295,000	553.9	163.4	296,000	659.5	195.2
Molybdenum Oxide & Iron Molybdenum	MT	20,200	6,712.9	135.6	20,000	7,500.0	150.0
SUB TOTAL				3,333.0			4,190.3
Others				1,890.6			2,281.2
TOTAL				5,223.6			6,471.5

1/ Provisional figures.

2/ Projected as of Sep., 1988.

Source : Banco Central de Chile.

TABLE N° 7
CHILE: BALANCE OF PAYMENTS BY QUARTERS 1988 1/

(Millions of US\$)

ITEM	I	II	III	IV	YEAR 2/
CURRENT ACCOUNT	-58.4	156.8	-420.7	-114.4	-436.7
1. Trade Balance	636.7	619.9	334.0	274.1	1,864.7
Exports	1,722.9	1,755.6	1,523.4	1,469.9	6,471.8
-Copper	(715.6)	(779.2)	(731.0)	(697.6)	(2,923.4)
-Others	(1,007.3)	(976.4)	(792.4)	(772.3)	(3,548.4)
Imports	-1,086.2	-1,135.7	-1,189.4	-1,195.8	-4,607.1
2. Non-Financial Services	-126.9	-164.6	-173.2	-103.1	-567.8
3. Financial Services	-600.5	-347.5	-606.3	-315.5	-1,869.8
4. Transfers	32.3	49.0	24.8	30.1	136.2
CAPITAL ACCOUNT	202.1	146.1	310.4	548.7	1,207.3
1. Foreign Investment 3/	154.3	148.2	467.0	227.8	997.3
2. Amortization Payments 4/	-104.0	-109.2	-149.5	-107.2	-469.9
3. Extraordinary Amortizations 5/	-118.1	-134.1	-444.7	-190.3	-887.2
4. MLT Disbursements	192.6	275.8	345.9	389.1	1,203.4
Official and Multilateral Organizations	(80.0)	(137.3)	(132.3)	(97.0)	(446.6)
Suppliers' Credits	(98.8)	(125.4)	(199.4)	(280.4)	(704.0)
-To Public Sector	[20.3]	[24.9]	[7.9]	[8.8]	[61.9]
-To Private Sector	[78.5]	[100.5]	[191.5]	[271.6]	[642.1]
Other	(13.8)	(13.1)	(14.2)	(11.7)	(52.8)
5. Net Flows of Short-Term Capital 6/	81.9	-13.6	-285.3	37.4	-179.6
Use of Short-Term Lines	(230.1)	(66.6)	(-208.0)	(118.4)	(207.1)
Other Short-Term Trade-Related Flows	(-99.9)	(141.2)	(-33.7)	(18.4)	(26.0)
Net Change in Assets, valuation adjustments, error and omissions 6/	(-48.3)	(-221.4)	(-43.6)	(-99.4)	(-412.7)
Retiming of Interest Payments 7/	-4.6	-21.0	377.0	66.9	418.3
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)
IRBD - SAL	(0.0)	(0.0)	(0.0)	(125.0)	(125.0)
Change in Net International Reserves 8/ (increase: +)	143.7	302.9	-110.3	434.3	770.6
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	157.9	-110.3	434.3	545.6
MEMORANDUM ITEM =					
Change in Net Reserves, net of bank's / new money and SAL (increase: +)	143.7	302.9	-110.3	309.3	645.6

1/ Provisional.

2/ Projected as of Sep. 1988, under the following key assumptions

- Copper price: 99.2 US\$ cent per lb. (LME)
- Crude petroleum price: US\$ 16.46 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\$ 887.2 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 rescheduled debt included in Financial Services whose actual payment, due to the retiming agreement, has been post-poned.

8/ Definition of Net International Reserves used in IMF program services.

Source: Banco Central de Chile.

TABLE N° 8

EXPORTS AND IMPORTS: 1985 - 1988

(Millions of US\$)

DATE	EXPORTS (F.O.B.)			IMPORTS (C.I.F.)						IMPORTS (F.O.B.)	TRADE MONTHLY	BALANCE ACUMULATE YEAR
	Copper	Other	Total	CONSUMER GOODS		INTERMEDIATE GOODS		Capital Goods	Total			
				Foodstuffs	Non Food	(Foodstuffs)2/	Total					
1985	1,788.7	2,015.4	3,804.1	51.7	457.5	(219.7)	2,113.0	646.1	3,268.3	2,954.7	-	849.4
1986	1,757.1	2,441.7	4,198.8	55.7	585.3	(113.2)	2,063.6	731.7	3,436.3	3,099.1	-	1,099.7
1987	2,234.7	2,989.0	5,223.7	82.9	690.9	(126.6)	2,521.8	1,100.8	4,396.4	3,994.3	-	1,229.4
Jan.	141.9	192.2	334.8	6.3	50.1	(11.0)	186.6	90.3	333.3	300.9	33.9	33.9
Feb.	117.8	249.1	366.9	4.2	51.7	(8.1)	211.5	64.2	331.6	300.9	66.0	99.9
Mar.	136.5	286.2	422.7	4.0	61.4	(9.1)	219.3	90.2	374.9	338.5	84.2	184.1
Apr.	156.5	340.5	497.0	4.9	57.3	(10.1)	189.9	78.6	330.7	298.2	198.8	382.9
May	148.3	259.9	408.2	7.3	55.3	(9.4)	189.9	108.1	360.6	329.1	79.1	462.0
Jun.	164.4	213.2	377.6	10.2	53.8	(9.8)	205.7	82.0	351.7	318.4	59.2	521.2
Jul.	193.8	285.4	479.2	6.5	57.5	(7.8)	241.2	99.5	404.7	366.5	112.7	633.9
Aug.	178.3	233.1	411.4	5.5	61.0	(10.8)	248.2	97.3	412.0	376.8	34.6	668.5
Sep.	189.3	227.2	416.5	7.5	56.9	(13.9)	200.4	98.0	362.8	329.1	87.4	755.9
Oct.	212.2	225.5	437.7	13.4	62.3	(10.0)	218.2	85.7	379.6	347.9	89.8	845.7
Nov.	227.8	206.6	434.4	7.8	65.7	(17.7)	222.0	111.6	407.1	372.5	61.9	907.6
Dec.	367.9	269.4	637.3	5.3	57.9	(8.9)	188.9	95.3	347.4	315.5	321.8	1,229.4
1988 (1st.Sem.) 1/	1,494.8	1,983.7	3,478.5	46.5	354.6	(66.9)	1,408.1	631.5	2,440.7	2,221.9	1,256.6	
Jan.	273.5	275.3	548.8	6.1	53.6	(10.4)	258.8	109.9	428.4	389.0	159.8	159.8
Feb.	224.1	312.2	536.3	4.5	52.1	(8.7)	194.3	83.4	334.3	305.2	231.1	390.9
Mar.	218.0	419.8	637.8	11.7	64.8	(9.7)	220.7	133.8	431.0	392.0	245.8	636.7
Apr.	245.7	394.5	640.2	4.0	54.3	(5.6)	210.8	99.7	368.8	333.9	306.3	943.0
May	231.1	315.3	546.4	10.1	64.0	(15.5)	275.1	106.3	455.5	418.1	128.3	1,071.3
Jun	302.4	266.6	569.0	10.1	65.8	(17.0)	248.4	98.4	422.7	383.7	185.3	1,256.6

1/ Provisional.

2/ If this item is added to "Foodstuffs" included in Consumer Goods, the total for "Foodstuffs" presented in previous reports is obtained.

Source: Banco Central de Chile.

TABLE N° 9

NET INFLOWS OF FUNDS FROM OFFICIAL ORGANIZATIONS AND SUPPLIERS, 1986 - 1987

(Millions of US\$)

ITEM	1986			1987 1/		
	Disbursements	Amortizations	Net	Disbursements	Amortizations **	Net
I. OFFICIAL AND MULTILATERAL ORGANIZATIONS 2/	233.4	123.3	110.1	370.6	144.7	225.9
1. MULTINATIONAL ORGANIZATIONS	206.3	51.3	155.0	344.2	91.0 e/	253.2
IDB	118.5 a/	30.8	87.7	199.9	58.4	141.5
IBRD	83.3 a/	19.8	63.5	94.4	29.5	64.9
IDA	-	0.7	-0.7	-	0.9	-0.9
IFC	4.5	-	4.5	49.9	2.2	47.7
2. GOVERNMENTAL ORGANIZATIONS	27.1	72.0	-44.9	26.4	53.7	-27.3
a. Direct Loan	4.9	31.5	-26.6	12.8	25.4	-12.6
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	-	-	-
Crédit National (France)	-	0.4	-0.4	-	0.1	-0.1
Bco. Comer. Exterior México	-	0.4	-0.4	-	-	-
IDC (South Africa)	2.7	0.3	2.4	-	0.3	-0.3
CCC (USA)	-	3.1	-3.1	-	1.0	-1.0
b. Other Loan with Official Guarantee	22.2	40.5	-18.3	13.6	28.3	-14.7
Bco. USA (GAR. CCC)	22.2	40.5	-18.3	13.6	28.3	-14.7
II. SUPPLIERS b/	252.1	150.4	101.7	388.0	118.3	269.7
Public Sector	124.4	52.3	72.1	142.9	46.9	96.0
Private Sector	127.7	98.1	29.6	245.1	71.4	173.7
- Contracted Credits c/	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 2/	233.4	123.3	110.1	370.6	144.7	225.9
II. SUPPLIERS	252.1	150.4	101.7	388.0	118.3	269.7
Total (I + II)	485.5	273.7	211.8	758.6	263.0	495.6
III. REST OF BANKS f/	72.8	146.3	-73.5	71.8	47.2	24.6
GRAND TOTAL d/	558.3	420.0	138.3	830.4	310.2	520.2

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 amortization 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 bank and other credits contracted with foreign banks for specific projects.

Source: Banco Central de Chile.

TABLE N° 10

FOREIGN DEBT OF CHILE 1982 - JUNE 1988 (*)

(Millions of US\$)

ITEM	1982	1983	1984	1985	1986	PRELIMINARY		
						1987	03.31.88	06.30.88
I. TOTAL EXTERNAL DEBT (II + III)	17,153	17,431	18,877	19,318	19,388	19,099	18,723	18,406
PUBLIC SECTOR	6,660	9,795	12,343	14,079	15,763	16,380	15,904	15,494
Public Financial Sector	1,615	3,254	5,058	5,713	5,725	6,001	5,801	5,345
(Banco del Estado)	(778)	(877)	(1,386)	(1,356)	(1,296)	(1,078)	(1,043)	(1,041)
(Central Bank)	(837)	(2,377)	(3,672)	(4,357)	(4,429)	(4,923)	(4,758)	(4,304)
Public Non-Financial Sector	4,983	4,726	5,155	6,018	6,630	7,103	6,716	6,605
(Treasury)	(1,133)	(1,129)	(1,276)	(1,990)	(2,614)	(2,993)	(3,006)	(3,035)
(Others)	(3,850)	(3,597)	(3,879)	(4,028)	(4,016)	(4,110)	(3,710)	(3,570)
Private Sector with Public Guarantee	62	1,815	2,130	2,348	3,408	3,276	3,387	3,544
PRIVATE SECTOR	10,493	7,636	6,534	5,239	3,625	2,719	2,819	2,912
(Banks and Financial Institutions)	(6,703)	(4,195)	(3,469)	(2,786)	(1,463)	(737)	(667)	(412)
(Corporate and Private Debtors) (1)	(3,790)	(3,441)	(3,065)	(2,453)	(2,162)	(1,982)	(2,152)	(2,500)
II. MEDIUM AND LONG TERM EXTERNAL DEBT	13,815	14,832	16,963	17,650	17,814	17,191	16,685	16,269
PUBLIC SECTOR	5,157	8,090	10,601	12,515	14,379	14,725	14,216	14,055
Public Financial Sector	1,144	2,686	4,464	5,269	5,608	5,749	5,624	5,310
(Banco del Estado)	(507)	(609)	(1,272)	(1,237)	(1,179)	(1,051)	(1,011)	(1,006)
(Central Bank)	(637)	(2,077)	(3,192)	(4,032)	(4,429)	(4,698)	(4,613)	(4,304)
Public Non-Financial Sector	3,951	3,941	4,419	5,245	5,836	6,302	5,879 2/	5,860
(Treasury)	(1,109)	(1,105)	(1,276)	(1,990)	(2,614)	(2,993)	(3,006)	(3,035)
(Others)	(2,842)	(2,836)	(3,143)	(3,255)	(3,222)	(3,309)	(2,873)	(2,825)
Private Sector with Public Guarantee	62	1,463	1,718	2,001	2,935	2,674	2,713 3/	2,885
PRIVATE SECTOR	8,658	6,742	6,362	5,135	3,435	2,466	2,469	2,214
(Banks and Financial Institutions)	(4,971)	(3,394)	(3,369)	(2,691)	(1,296)	(502)	(480)	(183)
(Corporate and Private Debtors) (1)	(3,687)	(3,348)	(2,993)	(2,444)	(2,139)	(1,964)	(1,989) 4/	(2,031)
III. SHORT TERM EXTERNAL DEBT	3,338	2,599	1,914	1,668	1,574	1,908	2,038	2,137
PUBLIC SECTOR	1,503	1,705	1,742	1,564	1,384	1,655	1,688	1,439
Public Financial Sector	471	568	594	444	117	252	177	35
(Banco del Estado)	(271)	(268)	(114)	(119)	(117)	(27)	(32)	(35)
(Central Bank)	(200)	(300)	(480)	(325)	(0)	(225)	(145)	(0)
Public Non-Financial Sector	1,032	785	736	773	794	801	837	745
(Treasury)	(24)	(24)	(0)	(0)	(0)	(0)	(0)	(0)
(Others)	(1,008)	(761)	(736)	(773)	(794)	(801)	(837)	(745)
Private Sector with Public Guarantee	0	352	412	347	473	602	674 5/	659
PRIVATE SECTOR	1,835	894	172	104	190	253	350	698
(Banks and Financial Institutions)	(1,732)	(801)	(100)	(95)	(167)	(235)	(187)	(229)
(Corporate and Private Debtors) (1)	(103)	(93)	(72)	(9)	(23)	(18)	(163)	(469)
IV. CENTRAL BANK WITH I.M.F.	6	606	782	1,085	1,328	1,452	1,363	1,345

(*) Excludes external debt repayable in local currency.

Includes reductions owing to external debt conversion (Art. 18, 19 and others).

(1) Excludes 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 and ENTEL.

(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 and ENTEL.

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

(5) The external debt to the private sector with public guarantee it increment for privatization of CAP and SOQUIMICH.

Source: Banco Central de Chile.

TABLE 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	03.31.88	06.30.88
1. MULTINATIONAL ORGANIZATIONS	444.4	645.1	946.3	1,444.3	1,928.4	2,493.1	2,537.2	2,625.8
Public Sector	444.4	645.1	935.4	1,425.3	1,904.9	2,418.1	2,454.1	2,544.8
- Financial	30.4	28.5	26.5	64.0	63.3	104.1	120.2	148.8
- Non-Financial	414.0	616.6	908.9	1,361.3	1,841.6	2,314.0	2,333.9	2,396.0
Private Sector	0.0	0.0	10.9	19.0	23.5	75.0	83.1	81.0
- Financial	0.0	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	81.0
2. GOVERNMENTAL ORGANIZATIONS	833.6	801.5	615.7	637.7	769.6	722.0	733.7	745.5
Public Sector	820.4	790.8	606.1	629.6	755.0	696.7	709.8	720.5
- Financial	102.1	187.2	51.4	35.1	23.2	16.2	15.3	13.6
- Non-Financial	718.3	603.6	554.7	594.5	731.8	680.5	687.4	701.6
- Private Sector with Public Guarantee	0.0	0.0	0.0	0.0	0.0	0.0	7.1	5.3
Private Sector	13.2	10.7	9.6	8.1	14.6	25.3	23.9	25.0
- Financial	0.0	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	25.0
3. PRIVATE BANKS AND FINANCIAL INSTITUTIONS	11,245.7	12,318.5	14,438.5	14,714.3	14,127.7	12,667.5	12,080.0	11,544.5
Public Sector	3,490.0	6,346.8	8,794.7	10,245.9	11,363.6	11,112.0	10,558.0	10,294.1
- Financial	1,003.2	2,461.9	4,386.4	5,201.8	5,521.6	5,628.5	5,489.0	5,147.5
- Non-Financial (1)	2,486.8	2,483.8	2,707.5	3,049.0	2,913.2	2,814.0	2,367.5	2,270.3
- 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	2,876.3
Private Sector	7,755.7	5,971.7	5,643.8	4,468.4	2,764.1	1,555.5	1,522.0	1,250.4
- Financial (1)	4,971.0	3,394.1	3,368.7	2,690.6	1,296.0	501.6	480.1	182.7
- Non-Financial	2,784.7	2,577.6	2,275.1	1,777.8	1,468.1	1,053.9	1,041.9	1,067.7
4. SUPPLIERS	845.2	634.1	517.5	381.4	524.5	738.6	740.1	754.1
Public Sector	402.0	307.7	264.9	214.5	355.4	497.8	494.2	495.3
- Financial	2.3	1.3	0.0	0.0	0.0	0.0	0.0	0.0
- Non-Financial (1)	399.7	306.4	264.9	214.5	349.2	493.4	490.3	491.7
- Private Sector with Public Guarantee	0.0	0.0	0.0	0.0	6.2	4.4	3.9	3.6
Private Sector	443.2	326.4	252.6	166.9	169.1	240.8	245.9	258.8
- Financial	0.0	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	258.8
5. CORPORATE AND PRIVATE CREDITORS	445.7	432.3	445.2	472.2	463.3	569.5	594.2	598.8
Private Sector	445.7	432.3	445.2	472.2	463.3	569.5	594.2	598.8
- Financial	0.0	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	598.8
MEDIUM AND LONG TERM DEBT	13,814.6	14,831.5	16,963.2	17,649.9	17,813.5	17,190.7	16,685.2	16,268.7

(*) 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.

TABLE N° 12

SCHEDULE OF AMORTIZATIONS OF MEDIUM AND LONG TERM EXTERNAL DEBT, AS OF 31.12.87 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) 1/	-	-	-	-	-	-	-
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 1/	-(1,576.6) 2/	-(1,531.6) 2/	-(1,116.3) 2/	-(569.4) 2/	-(293.7) 2/	-(314.0) 2/	-
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 Sector.

2/ 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
For the period 1988-1992, the schedule of amortizations is based on the external debt as of Dec. 31, 1987.

Source: Banco Central de Chile.

TABLE N° 13

GROWTH RATES OF GROSS DOMESTIC PRODUCT BY SECTOR 1/

(Percentage change in 12 months)

SECTOR	1985 (*)					1986 (*)					1987 (*)					1988 (*)	
	I	II	III	IV	TOTAL	I	II	III	IV	TOTAL	I	II	III	IV	TOTAL	I	II
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	4.6	5.7
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	-5.8	-0.6
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	-1.7
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	9.3	7.5
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	9.1	8.1
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	4.3
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	8.2	8.7
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	10.9	6.8
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	3.6	5.5
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	5.7	5.9

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.

TABLE N° 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	7.1	16.3
Exports of Goods and Services	-9.0	4.7	0.6	6.8	6.9	9.8	8.8
Minus: Imports of Goods and Services	15.7	-36.3	-15.1	16.5	-11.0	9.7	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.

TABLE N° 13-B

LABOR FORCE AND UNEMPLOYMENT NATIONWIDE

(Thousand persons)

ECONOMIC ACTIVITY	UNEMPLOYMENT			EMPLOYMENT			LABOR FORCE		
	Apr.-Jun.87	Apr.-Jun.88	%	Apr.-Jun.87	Apr.-Jun.88	%	Apr.-Jun.87	Apr.-Jun.88	%
TOTAL	445.4	405.5	-9.0	3,883.3	4,051.4	4.3	4,328.7	4,456.9	3.0
Agriculture	47.8	46.7	-2.3	761.3	788.6	3.6	809.1	835.3	3.2
Mining	3.4	3.8	11.8	87.6	86.7	-1.0	91.0	90.5	-0.5
Industry	64.5	61.5	-4.7	576.6	629.9	9.2	641.1	691.4	7.8
Electricity, Gas and Water	1.3	1.4	7.7	28.2	27.3	-3.2	29.5	28.7	-2.7
Construction	48.3	42.6	-11.8	193.4	258.5	33.7	241.7	301.1	24.6
Commerce	61.8	53.7	-13.1	672.0	697.6	3.8	733.8	751.3	2.4
Transport and Communications	17.4	19.3	10.9	249.8	266.0	6.5	267.2	285.3	6.8
Financial Sector	11.2	16.3	45.5	161.2	175.5	8.9	172.4	191.8	11.3
Other Services	110.1	94.0	-14.6	1,152.8	1,120.1	-2.8	1,262.9	1,214.1	-3.9
Unspecified Act.	0.0	0.1	0.0	0.4	1.2	200.0	0.4	1.3	225.0
Seeking employment for the first time	79.6	66.1	-17.0	-	-	-	79.6	66.1	-17.0

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.

TABLE N° 14

PUBLIC FINANCE
CONSOLIDATED IN DOMESTIC AND FOREIGN CURRENCY

(Millions of Chilean pesos)

ITEM	1981	1982	1983	1984	1985	1986	1987
FISCAL SPENDING	318,191.1	352,089.5	451,317.9	567,095.2	880,137.0	1,021,597.9	1,237,379.9
- 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
FISCAL REVENUES	340,328.7	323,032.2	391,452.4	482,913.0	701,283.7	916,008.2	1,230,257.8
FISCAL DEFICIT	-22,137.6	29,057.3	59,865.5	84,182.2	178,853.3	105,589.7	7,122.1
- 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	60.0	61.1	58.7	57.3	54.4
- Social Spending /Fiscal Spending (%)	51.3	55.3	54.5	54.5	46.9	49.1	46.2
- 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.

TABLE N° 15

PUBLIC SECTOR, FINANCIAL OPERATIONS, 1987 (*)

(Millions of Pesos)

ITEM	General Government	Public Enterprises	CORFO Corporations	CODELCO	Total Public Sector, Gross	Adjustments	Total Public Sector, Net
Current Revenues	1,180,482	535,345	391,398	499,405	2,606,630	348,017	2,258,613
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	50,005
Current Account Surplus (Deficit)	115,933	28,647	34,622	68,387	247,589	0	247,589
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	422,926	9,710	413,216
Overall Surplus (Deficit)	6,993 -6,993	5,923 -5,923	-4,264 4,264	2,800 -2,800	11,452 -11,452	0	11,452 (**) -11,452
Financing							

(*) 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.

TABLE 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
1982									
Dec.	36,908	38,140	75,048	245,376	320,424	384,134	449,025	39,452	61,746
1983									
Dec.	46,703	48,476	95,179	194,553	289,732	385,274	454,628	43,507	70,137
1984									
Dec.	54,772	47,602	102,374	278,251	380,625	502,294	575,601	46,181	82,455
1985									
Dec.	70,666	60,715	131,381	394,252	525,633	703,911	807,887	68,256	110,538
1986									
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
1987									
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
1988									
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
Apr.	127,537	120,498	248,035	768,915	1,016,950	1,427,794	1,599,764	101,367	206,476
May	129,537	119,526	249,063	777,118	1,026,181	1,449,588	1,645,648	121,749	209,615
Jun.	130,483	115,321	245,804	773,205	1,019,009	1,451,805	1,646,248	122,953	203,937

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

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

Source: Banco Central de Chile.

TABLE 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\$)
1983						
Dec.	143,660	342,368	131.9	187.3	539,387	4,140
1984						
Dec.	171,916	448,963	142.9	203.2	776,974	3,172
1985						
Dec.	247,315	638,378	141.2	410.0	1,104,429	2,156
1986						
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
1987						
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
1988						
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
Apr.	540,019	1,214,373	217.3	859.3	1,745,563	1,893
May	567,752	1,234,822	203.9	880.6	1,774,889	1,904
Jun.	581,720	1,238,123	216.2	896.1	1,804,162	1,895

(*) 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.

TABLE N° 17

WAGES AND SALARIES INDEX, 1977 - June 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
1985				
Dec.	179.81	28.8	93.92	1.9
1986				
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
1987				
Jan.	218.95	18.7	95.55	1.8
Feb.	221.04	19.2	94.82	1.4
Mar.	222.53	18.4	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
1988				
Jan.	269.24	23.0	97.95	2.5
Feb.	272.08	23.1	98.62	4.0
Mar.	275.96	24.0	98.17	4.5
Apr.	279.48	23.6	98.67	5.8
May	283.93	23.7	99.77	7.0
Jun.	291.58	24.6	101.84	7.9

(*) Deflated by C.P.I.

Source: Instituto Nacional de Estadísticas.

TABLE 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						
Dec.	1.92	0.62	2.34	1.04	1.49	0.19
1986						
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
Apr.	1.83	1.02	2.19	1.38	1.76	0.96
May	1.04	0.54	1.56	1.05	1.08	1.03
Jun.	0.78	0.18	1.28	0.68	0.78	0.18

(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.

TABLE N° 19

REFERENCE AND PREFERENTIAL RATES OF EXCHANGE

(Chilean pesos / US\$, monthly average)

DATE	OBSERVED	REFERENTIAL	PREFERENTIAL (1)
1982			
Dec.	72.39	71.54	57.51
1983			
Dec.	87.07	87.07	72.33
1984			
Dec.	126.23	126.16	88.28
1985			
Dec.	182.48	179.21	-
1986			
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	-
1987			
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	-
1988			
Jan.	243.73	242.98	-
Feb.	240.00	244.21	-
Mar.	243.33	244.60	-
Apr.	241.88	244.89	-
May	245.15	246.02	-
Jun.	248.31	246.58	-

(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.

TABLE N° 20

PRICE INDEXES

DATE	WHOLESALE PRICES		CONSUMER PRICES	
	INDEX (Dec.74=100)	Monthly Var.	INDEX (Dec.78=100)	Monthly Var.
1984				
Dec.	13,685.64	36.5 (1)	365.12	23.0 (1)
1985				
Dec.	17,825.57	30.3 (1)	461.57	26.4 (1)
1986				
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
1987				
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
1988				
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
Apr.	24,563.07	1.1	682.87	0.8
May	24,757.10	0.8	686.10	0.5
Jun.	25,087.96	1.3	690.22	0.6

(1) December to December variations.

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

TABLE N° 21

FINANCIAL SYSTEM INDICATORS

(Percent)

At: 06.30.88

ITEM	Private Chilean Banks	Foreign Banks in Chile	Banco del Estado	Financ. Instit.	Total System
A. CAPITAL ADEQUACY					
1. Physical Fixed Assets / Capital	49.8	28.7	11.6	58.0	35.4
2. Past due Loans (Cart.Ven.) / Capital	23.4	5.8	18.2	12.3	17.6
3. Debt / Capital	12.8	6.0	9.2	11.1	10.3
4. Loans Sold to Central Bank / Capital	389.5	6.8	0.0	51.9	196.6
B. ASSET QUALITY					
1. Past due Loans / Total Loans	1.8	1.6	3.9	1.2	2.0
2. Loans Loss Res. (Prov.) Total Loans	4.7	3.5	7.4	3.5	4.9
3. Loans Sold to Central Bank / Total Loans	29.4	1.8	0.0	5.1	22.4
C. LIABILITY STRUCTURE					
1. Demand Deposits / Total Liabilities Except Capital and Resv.	12.5	21.1	12.2	11.9	13.7
2. Time Deposits / Total Liabilities Except Capital and Resv.	24.4	34.3	33.5	57.5	27.9
3. Total Foreign Liabilities / Total Liabilities Except Capital and Resv.	34.3	26.3	33.4	0.1	32.5
D. MANAGEMENT					
1. Administration Expenses / Total Loans and Fin. Inv.	0.3	0.5	0.2	1.4	0.3
2. Remuneration Expenses / Total Loans and Fin. Inv.	0.7	0.8	1.0	2.3	0.8
3. Fixed Expenses / Operating Profits	42.6	43.3	36.0	55.4	41.5
E. INCOME					
1. Net Profits / Capital	0.7	5.4	4.5	19.4	3.0
2. Net Prof-Other net Inc. / Capital	0.3	5.1	6.5	16.2	3.2
3. Net Profits / Total Assets	0.0	0.6	0.4	1.2	0.2

Source: Superintendencia de Bancos e Instituciones Financieras.

TABLE N° 21 - A

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 ADEQUACY					
1. Physical Fixed Assets / Capital	47.88	28.77	12.92	47.56	34.66
2. Past due Loans (Cart.Ven.) / Capital	22.99	6.18	20.76	12.78	18.23
3. Debt / Capital	12.97	5.66	8.98	10.93	10.17
4. Loans Sold to Central Bank / Capital	390.38	7.27	0.00	51.27	197.38
B. ASSET QUALITY					
1. Past due Loans / Total Loans	1.78	1.68	4.66	1.27	2.13
2. Loans Loss Res. (Prov.) / Total Loans	4.40	3.48	7.64	3.21	4.70
3. Loans Sold to Central Bank / Total Loans	30.29	1.98	0.00	5.10	23.10
C. LIABILITY STRUCTURE					
1. Demand Deposits / Total Liabilities Except Capital and Resv.	10.76	16.23	11.25	9.89	11.57
2. Time Deposits / Total Liabilities Except Capital and Resv.	24.85	33.90	33.93	61.14	28.23
3. Total Foreign Liabilities / Total Liabilities Except Capital and Resv.	34.59	28.71	34.27	0.07	33.32
D. MANAGEMENT					
1. Administration Expenses / Total Loans and Fin. Inv.	0.15	0.26	0.07	0.72	0.16
2. Remuneration Expenses / Total Loans and Fin. Inv.	0.33	0.45	0.51	1.14	0.38
3. Fixed Expenses / Operating Profits	35.84	36.97	24.30	50.63	33.53
E. INCOME					
1. Net Profits / Capital	0.44	4.52	2.14	11.06	1.97
2. Net Prof-Other net Inc. / Capital	2.83	4.06	8.00	10.54	4.49
3. Net Profits / Total Assets	0.02	0.57	0.19	0.76	0.12

Source: Superintendencia de Bancos e Instituciones Financieras.

TABLE N° 21 - B

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

Source: Superintendencia de Bancos e Instituciones Financieras.

TABLE N° 21 - C

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

Source: Superintendencia de Bancos e Instituciones Financieras.

TABLE 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	2.6	3.57
Dec.84	1.93	1.45	0.73	5.41	6.79
Dec.85	-1.48	-1.27	-0.60	2.80	5.10
1986					
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
1987					
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
1988					
Mar.	22.52	4.21	2.53	3.22	3.27
Jun.	25.03	10.37	6.43	7.62	8.05

Source: Superintendencia de Valores y Seguros.

TABLE 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
Dec.85	1.37	1.00	11.8	42.92
1986				
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
1987				
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
1988				
Mar.	1.37	1.05	12.8	46.61
Jun.	1.39	1.03	12.1	44.01

Source: Superintendencia de Valores y Seguros.

TABLE N° 22 - C

CORPORATE SECTOR FINANCIAL INDICATORS: INDEBTEDNESS

DATE	Total Debt / Capital	<u>Total Debt</u> <u>Total Assets</u> (%)	<u>Long Term Debt</u> <u>Capital</u> %
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
Dec.85	1.11	52.60	79.83
1986			
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
1987			
Mar.	0.95	48.78	66.44
Jun.	0.93	48.08	63.01
Sep.	0.75	42.85	48.89
Dec.	0.68	40.49	43.18
1988			
Mar.	0.66	39.80	40.43
Jun.	0.61	37.96	36.92

Source: Superintendencia de Valores y Seguros.

**MAIN ECONOMIC MEASURES
ADOPTED DURING THE SECOND QUARTER OF 1988**

APRIL

- 13 The ordinary interest rate that will be in force during the period starting on April 13, 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	17.16% annually
- 90 days or over	21.12% annually
- Adjustable operations in national currency	6.99% annually
- Operations in USDollars or expressed in foreign currency	9.81% annually

(Certificate Nr. 1988/4 of the Superintendency of Banks and Financial Institutions, published in the Official Gazette on April 13, 1988).

MAY

- 13 The ordinary interest rate that will be in force during the period starting on May 13, 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	39,60% annually
- 90 days or over	40,56% annually
- Adjustable operations in national currency	10,47% annually
- Operations in USDollars or expressed in foreign currency	14,70% annually

(Certificate Nr. 1988/5 of the Superintendency of Banks and Financial Institutions, published in the Official Gazette on May 13, 1988).

- 13 Exporters were authorized to obtain the reimbursement of all paid duties and other custom taxes relative to raw material, semi-manufactured goods, parts and pieces imported by the same exporter or by third parties when such supplies be incorporated or directly consumed in the process of producing the good exported.

(Law Nr. 18,708 of the Ministry of Finance, published in the Official Gazette on May 13, 1988).

JUNE

- 03 The General Direction of Metro was authorized to contract two foreign loan operations with Bancomer S.N.C. enterprise of Mexico for a total of US\$ 7,200,000 or its equivalent in other currencies, that will be destined to partial financing of the purchase of spare parts for the Metro of Santiago.

(Decree Nr. 392 of the Ministry of Finance, published in the Official Gazette on June 3, 1988).

- 14 The ordinary interest rate that will be in force during the period starting on June 14, 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	18.84% annually
- 90 days or over	24.60% annually
- Adjustable operations in national currency	7.07% annually
- Operations in USDollars or expressed in other foreign currency	10.37% annually

(Certificate Nr. 1988/6 of the Superintendency of Banks and Financial Institutions published in the Official Gazette on June 14, 1988).

- 23 As of June 23, 1988, the Value Added Tax (VAT) was reduced from 20% to 16%, which enables taxpayers to apply for a tax rebating for the remaining fiscal credit corresponding to the difference in rates.

Concerning services, the new rate will be applied as of the date remuneration is received or is placed in any way at the disposal of the supplier of the service. In case of sales, since they are documented by delivery receipt postponing the issuance of the respective invoice, the new rate will be applied as of the date the law is enforced, considering the real or symbolic delivery of the species described in the corresponding delivery receipt.

(Law Nr. 18,720 of the Ministry of Finance published in the Official Gazette on June 23, 1988).